

**YIEH PHUI ENTERPRISE CO., LTD. AND
SUBSIDIARIES**
**Consolidated Financial Statements for the Years
Ended**
Q1, 2024 and 2023 (after restatement)

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Independent Auditors' Report

To Yieh Phui Enterprise Co., Ltd.:

Foreword

Our accountant has reviewed the consolidated balance sheets of Yieh Phui Enterprise Co., Ltd. and its subsidiaries as of March 31, 2024 and 2023, as well as the consolidated statements of comprehensive income, consolidated statements of changes in equity, and consolidated statements of cash flows for the periods from January 1 to March 31, 2024 and 2023, as well as the notes to the consolidated financial statements (including a summary of significant accounting policies). It is the responsibility of the Company to prepare the consolidated financial statements and fair presentation in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and IAS 34 "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission. The Company shall review the results and form a conclusion on the consolidated financial statements.

Scope

Except as stated in the Basis for Qualified Conclusion paragraph, we conducted the review in accordance with the "Review of Financial Statements" of the Audit Standards No. 2410. The procedures for reviewing the consolidated financial statements include inquiry (mainly with the person responsible for financial and accounting matters), analytical procedures and other review procedures. The scope of a review is significantly smaller than the scope of an audit. We therefore are unable to express an opinion on the significant matters that can be identified by an audit.

Basis for qualified conclusion

As stated in Note IV (III) of the consolidated financial statements, the financial statements of certain non-significant subsidiaries included in the aforementioned consolidated financial reports for the same period have not been reviewed by an accountant. As of March 31, 2024 and 2023, the total assets of these subsidiaries were NT\$51,030,786 thousand and NT\$51,045,831 thousand, respectively, accounting for 49.11% and 48.56% of the consolidated total assets. Their total liabilities were NT\$23,281,671 thousand and NT\$23,614,978 thousand, respectively, accounting for 37.44% and 38.19% of the consolidated total liabilities. The total comprehensive income for the periods from January 1 to March 31, 2024 and 2023, was NT\$(16,924) thousand and NT\$172,870 thousand, respectively, accounting for (4.13%) and 281.26% of the consolidated total comprehensive income. Additionally, as stated in Note VI (XX) of the consolidated financial statements, the investments in associates accounted for using the equity method by Yieh Phui Enterprise Co., Ltd. and its subsidiaries were NT\$24,959,768 thousand and NT\$26,219,354 thousand as of March 31, 2024 and 2023, respectively, accounting for 24.02% and 24.94% of the consolidated total assets. The shares of profit or loss of associates and joint ventures recognized using the equity method for the periods from January 1 to March 31, 2024 and 2023, were NT\$(348,639) thousand and NT\$50,117 thousand, respectively, accounting for (26,880.42%) and 486.90% of the consolidated profit before tax. The shares of other comprehensive income of associates and joint ventures recognized using the equity method for the same periods were NT\$126,764 thousand and NT\$10,643 thousand, respectively, accounting for 27.21% and 11.40% of the consolidated net other comprehensive income. These figures are based on the financial reports of the invested companies for the same periods, which have not been reviewed by an accountant. In addition, the relevant information of the aforementioned subsidiaries and investee companies disclosed in Note XIII to the consolidated financial statements has not been reviewed by the CPAs.

Qualified Conclusion

Based on our review, except for the possible adjustments to the consolidated financial statements if the financial reports and related information of certain non-significant subsidiaries and investee companies accounted for using the equity method were reviewed by an accountant, as described in the Basis for Qualified Conclusion section, we did not find that the aforementioned consolidated financial statements were not prepared, in all material respects, in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34 "Interim Financial Reporting," as endorsed and issued into effect by the Financial Supervisory Commission. Therefore, they adequately present the consolidated financial position of Yieh Phui Enterprise Co., Ltd. and its subsidiaries as of March 31, 2024 and 2023, as well as their consolidated financial performance and consolidated cash flows for the periods from January 1 to March 31, 2024 and 2023.

Emphasis

As stated in Note IV (VII) to the consolidated financial statements, Yieh Phui Enterprise Co., Ltd. changed the accounting policy of investment property since January 1, 2024 by resolution of the board of directors on March 12, 2025. The subsequent measurement is changed from the cost model to the fair value model. Due to the retrospective application of the accounting policy, the affected items were adjusted, and the consolidated financial statements for the first quarter of 2024 and 2023 were restated. We did not amend our review conclusion accordingly.

Crowe Horwath (TW) CPAs Kaohsiung, Taiwan Republic of China

CPA: Hsieh, Jen-Yao

CPA: Tsai, Shu-Man

Approval # FSC Inspection No. 10200032833

March 12, 2025

Notice to Readers

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

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

Yieh Phui Enterprise Co., Ltd. and Subsidiaries
Consolidated Balance Sheets
March 31, 2024; December 31, 2023; March 31, 2023; and January 1, 2023

Unit: NT\$ thousand

Code	Assets	Note	(After restatement) March 31, 2024		(After restatement) December 31, 2023		(After restatement) March 31, 2023		(After restatement) January 1, 2023					
			Amount	%	Amount	%	Amount	%	Amount	%				
	Current assets													
1100	Cash and cash equivalents	VI (I)	\$	7,908,149	8	\$	7,574,913	7	\$	10,345,718	10	\$	8,636,937	9
1110	Financial assets at fair value through profit or loss - current	VI (II)		50,955	-		69,043	-		37,606	-		84,641	-
1140	Contract assets - current	VI (XXX)		639,802	1		575,864	1		237,858	-		288,809	-
1150	Notes receivable, net	VI (III)		1,693,125	2		1,842,834	2		1,353,781	1		1,173,578	1
1170	Accounts receivable, net	VI (IV)		2,246,942	2		2,581,183	3		1,639,127	2		1,813,953	2
1180	Accounts receivable - related parties, net	VII		343,471	-		199,795	-		221,614	-		448,952	-
1200	Other receivables	VI (V)		211,734	-		495,576	-		145,723	-		142,336	-
1210	Other receivable- related parties	VII		22,074	-		31,067	-		39,905	-		23,202	-
1220	Current income tax assets			1,572	-		4,455	-		6,191	-		8,682	-
130x	Inventories	VI (VI)		11,418,921	10		10,474,647	11		10,930,453	11		9,915,991	11
1410	Prepayments	VI (VII)		2,694,341	3		2,365,599	2		2,425,542	2		2,543,688	2
1476	Other financial assets - current	VI (VIII)		2,093,773	2		2,204,236	2		1,761,933	2		2,529,680	2
11xx	Total current assets			29,324,859	28		28,419,212	28		29,145,451	28		27,610,449	27
	Non-current assets													
1517	Financial assets measured at fair value through other comprehensive profit and loss--noncurrent	VI (IX)		1,197,021	1		1,180,450	1		1,041,921	1		740,987	1
1550	Investments accounted for using equity method	VI (X)		24,959,768	24		25,040,139	24		26,219,354	25		26,150,755	25
1600	Property, plant and equipment	VI (XI)		44,785,926	44		44,635,993	44		45,331,407	43		45,775,712	44
1755	Right-of-use assets	VI (XII)		478,383	-		474,535	-		490,725	-		489,768	-
1760	Investment properties, net	VI (XIII)		577,286	1		577,286	1		562,043	1		562,043	1
1780	Intangible assets	VI (XIV)		257,030	-		268,104	-		302,531	-		314,110	-
1840	Deferred income tax assets			1,255,384	1		1,274,077	1		1,046,838	1		1,029,282	1
1910	Other non-current assets	XI (XV)		10,307	-		10,869	-		2,559	-		3,411	-
1920	Refundable deposits	VI (XVI)		219,513	-		52,335	-		172,895	-		149,671	-
1975	Net defined benefit assets - non-current			34,416	-		34,159	-		18,746	-		18,747	-
1980	Other financial assets - non-current	VIII.		804,640	1		744,760	1		786,027	1		776,472	1
15xx	Total noncurrent assets			74,579,674	72		74,292,707	72		75,975,046	72		76,010,958	73
1xxx	Total assets		\$	103,904,533	100	\$	102,711,919	100	\$	105,120,497	100	\$	103,621,407	100

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Code	Liabilities and Equity	Note	(After restatement) March 31, 2024		(After restatement) December 31, 2023		(After restatement) March 31, 2023		(After restatement) January 1, 2023	
			Amount	%	Amount	%	Amount	%	Amount	%
	Current liabilities									
2100	Short-term loans	VI (XVII)	\$ 12,481,402	12	\$ 11,660,685	10	\$ 15,254,202	15	\$ 13,590,171	14
2110	Short-term bills payable	VI (XVIII)	1,567,143	2	1,567,892	2	1,487,086	1	1,701,701	2
2120	Financial liabilities at fair value through profit or loss - current	VI (II)	-	-	-	-	4,706	-	-	-
2130	Contract liabilities - current	VI (XXX)	1,151,823	1	1,836,540	2	1,069,005	1	1,337,461	1
2150	Notes payable		780,842	1	685,514	1	490,975	-	458,293	-
2170	Accounts payable		1,998,673	2	1,612,426	2	1,468,980	1	1,448,256	1
2200	Other payables	VI (XIX)	1,341,338	1	1,937,741	2	1,258,764	1	1,887,927	2
2230	Current tax liabilities		372,954	-	281,550	-	736,320	1	681,455	1
2250	Provisions - current	VI (XX)	131,951	-	102,109	-	108,188	-	101,689	-
2280	Lease liabilities - current	VI (XII)	9,368	-	9,543	-	10,366	-	9,674	-
2320	Current portion of long-term loans	VI (XXI)	9,760,571	9	6,172,423	6	3,834,304	4	4,212,832	4
21xx	Total current liabilities		29,596,065	28	25,866,423	25	25,722,896	24	25,429,459	25
	Non-current liabilities									
2540	Long-term loans	VI (XXI)	32,180,111	32	35,115,020	35	35,603,047	35	34,464,456	33
2570	Deferred income tax liabilities		116,910	-	100,907	-	88,911	-	84,134	-
2580	Lease liabilities - non-current	VI (XII)	52,033	-	54,803	-	60,137	-	60,060	-
2630	Long-term deferred income	VI (XXII)	22,768	-	23,869	-	24,367	-	24,278	-
2640	Net defined benefit liability - non-current		196,548	-	213,115	-	317,672	-	333,860	-
2645	Deposit received		17,031	-	20,251	-	17,526	-	17,741	-
25xx	Total noncurrent liabilities		32,585,401	32	35,527,965	35	36,111,660	35	34,984,529	33
2xxx	Total liabilities		62,181,466	60	61,394,388	60	61,834,556	59	60,413,988	58
	Equity									
	Equity attributable to owners of the parent									
3100	Share capital	VI (XXIV)								
3110	Common share capital		19,453,110	18	19,491,710	19	19,758,650	19	19,850,980	19
3200	Capital surplus	VI (XXV)	4,727,770	5	4,747,823	5	4,885,739	5	4,927,302	5
3300	Retained earnings	VI (XXVI)								
3310	Legal reserve		3,488,666	3	3,488,666	3	3,393,805	3	3,393,805	3
3320	Special reserve		822,369	1	822,369	1	785,047	1	785,047	1
3350	Unappropriated earnings		12,359,101	12	12,329,137	12	13,633,339	13	13,621,313	13
3400	Other equity	VI (XXVII)	(292,662)	-	(751,087)	(1)	(726,054)	(1)	(820,409)	(1)
3500	Treasury Stock	VI (XXVIII)	-	-	(58,653)	-	-	-	(133,898)	-
31xx	Equity attributed to owner of parent company		40,558,354	39	40,069,965	39	41,730,526	40	41,624,140	40
36xx	Non-controlling interests	VI (XXIX)	1,164,713	1	1,247,566	1	1,555,415	1	1,583,279	2
3xxx	Total equity		41,723,067	40	41,317,531	40	43,285,941	41	43,207,419	42
	Total liabilities and equity		\$ 103,904,533	100	\$ 102,711,919	100	\$ 105,120,497	100	\$ 103,621,407	100

(Please refer to notes of consolidated financial statements)

Chairman: I-Shou Lin, Managerial Officer: Chen-Wu Chang Accounting Officer: Wen-Chung Tian

Yieh Phui Enterprise Co., Ltd. and Subsidiaries
Consolidated Statements of Comprehensive Income
January 1 to March 31, 2024 and 2023

Unit: Thousand NTD

Code	Item	January 1 to March 31, 2024 (after restatement)		January 1 to March 31, 2023 (after restatement)	
		Amount	%	Amount	%
4000	Operating revenue (Note VI (XXX))	\$ 19,540,614	100	\$ 17,569,137	100
5000	Operating cost (Note VI (VI))	(17,488,972)	(90)	(15,998,196)	(91)
5900	GROSS PROFIT (LOSS)	2,051,642	10	1,570,941	9
	Operating expenses				
6100	Selling expenses	(959,191)	(5)	(655,195)	(4)
6200	Administrative expenses	(548,487)	(2)	(505,969)	(3)
6300	R&D expenses	(35,993)	-	(30,442)	-
6000	Total operating expenses	(1,543,671)	(7)	(1,191,606)	(7)
6900	Operating income (loss)	507,971	3	379,335	2
	Non-operating income and expenses				
7100	Interest revenue (Note VI (XXXII))	31,727	-	25,718	-
7010	Other income (Note VI (XXXIII))	75,415	-	64,908	1
7020	Other gains and losses (Note VI (XXXIV))	206,469	1	(40,039)	-
7050	Financial costs (Note VI (XXXV))	(471,646)	(2)	(469,746)	(3)
7060	Share of profit (loss) of associates and joint ventures	(348,639)	(2)	50,117	-
7000	Total non-operating income and expenses	(506,674)	(3)	(369,042)	(2)
7900	Income (loss) before income tax	1,297	-	10,293	-
7950	Income tax (expense) gains (Note VI (XXXVI))	(57,727)	-	(42,165)	-
8200	Net income (loss) for the period (Note VI (XXXVIII))	(56,430)	-	(31,872)	-
	Other comprehensive income (Note VI (XXXVII))				
8310	Items that will not be reclassified subsequently to profit or loss				
8316	Unrealized valuation income from investment in equity instruments measured by fair value through other comprehensive profit or loss	16,571	-	58,734	1
8320	Other consolidated gain (loss) from affiliates and joint venture under equity method	(12,027)	-	37,700	-
8360	Items that may be reclassified subsequently to profit or loss				
8361	Exchange difference from translating the financial statements of foreign operations	403,528	1	29,596	-
8370	Other consolidated gain (loss) from affiliates and joint venture under equity method	138,791	1	(27,057)	-
8399	Income tax (expense) benefits related to items that may be reclassified	(80,937)	-	(5,638)	-
8300	Other comprehensive income (net)	465,926	2	93,335	1
8500	Total comprehensive income for the year	\$ 409,496	2	\$ 61,463	1
8600	Net income (loss) attributable to:				
8610	Owners of the parent company (net profit/loss)	\$ 33,851	-	\$ 13,151	-
8620	Non-controlling interests (net income/loss)	(90,281)	-	(45,023)	-
		\$ (56,430)	-	\$ (31,872)	-
8700	Total comprehensive income attributable to:				
8710	Shareholders of the parent company (comprehensive profit or loss)	\$ 492,276	2	\$ 107,506	1
8720	Non-controlling interests (comprehensive income or loss)	(82,780)	-	(46,043)	-
		\$ 409,496	2	\$ 61,463	1
	Earnings per share (EPS)				
9750	Basic earnings per share (Note VI (XXXVIII))	\$ 0.02		\$ 0.01	
9850	Diluted earnings per share (Note VI (XXXVIII))	\$ 0.02		\$ 0.01	

(Please refer to notes of consolidated financial statements)

Chairman: I-Shou Lin, Managerial Officer: Chen-Wu Chang Accounting Officer: Wen-Chung Tian

Yieh Phui Enterprise Co., Ltd. and Subsidiaries
Consolidated Statements of Changes in Equity
January 1 to March 31, 2024 and 2023

Unit: Thousand NTD

	Equity attributable to owners of the parent											
	Retained earnings					Other equity						
	Common share capital	Capital surplus	Legal reserve	Special reserve	Unappropriated earnings	Exchange difference from translating the financial statements of foreign operations	Unrealized gains (loss) of financial assets measured at fair value through other comprehensive income	Gains (loss) of hedging instruments	Treasury Stock	Total equity attributable to owners of the parent company	Non-controlling interests	Total equity
Balance on January 1, 2023	\$ 19,850,980	\$ 4,927,302	\$ 3,393,805	\$ 785,047	\$ 3,582,001	\$ (964,147)	\$ 130,825	\$ 10,953	\$ (133,898)	\$ 31,582,868	\$ 1,209,235	\$ 32,792,103
Effects of retrospective application and restatement	-	-	-	-	10,039,312	1,960	-	-	-	10,041,272	374,044	10,415,316
Balance at January 1, 2023 (after restatement)	19,850,980	4,927,302	3,393,805	785,047	13,621,313	(962,187)	130,825	10,953	(133,898)	41,624,140	1,583,279	43,207,419
Changes in associates under equity method	-	1	-	-	(1,125)	-	-	-	-	(1,124)	(91)	(1,215)
Net income (loss) from January 1 to March 31, 2023	-	-	-	-	13,151	-	-	-	-	13,151	(45,023)	(31,872)
Other comprehensive income (loss) from January 1 to March 31, 2023	-	-	-	-	-	(1,940)	96,191	104	-	94,355	(1,020)	93,335
Total comprehensive income from January 1 to March 31, 2023	-	-	-	-	13,151	(1,940)	96,191	104	-	107,506	(46,043)	61,463
Discount on repurchase cost of treasury stock	-	-	-	-	-	-	-	-	4	4	-	4
Cancellation of treasury stock	(92,330)	(41,564)	-	-	-	-	-	-	133,894	-	-	-
Increase in non-controlling interests	-	-	-	-	-	-	-	-	-	-	18,270	18,270
Balance on March 31, 2023	\$ 19,758,650	\$ 4,885,739	\$ 3,393,805	\$ 785,047	\$ 13,633,339	\$ (964,127)	\$ 227,016	\$ 11,057	\$ -	\$ 41,730,526	\$ 1,555,415	\$ 43,285,941
Balance at January 1, 2024 (after restatement)	19,491,710	4,747,823	3,488,666	822,369	12,329,137	(1,089,814)	326,048	12,679	(58,653)	40,069,965	1,247,566	41,317,531
Changes in associates under equity method	-	-	-	-	(3,887)	-	-	-	-	(3,887)	(73)	(3,960)
Net income (loss) from January 1 to March 31, 2024	-	-	-	-	33,851	-	-	-	-	33,851	(90,281)	(56,430)
Other comprehensive income (loss) from January 1 to March 31, 2024	-	-	-	-	-	453,090	4,948	387	-	458,425	7,501	465,926
Total comprehensive income from January 1 to March 31, 2024	-	-	-	-	33,851	453,090	4,948	387	-	492,276	(82,780)	409,496
Cancellation of treasury stock	(38,600)	(20,053)	-	-	-	-	-	-	58,653	-	-	-
Balance on March 31, 2024	\$ 19,453,110	\$ 4,727,770	\$ 3,488,666	\$ 822,369	\$ 12,359,101	\$ (636,724)	\$ 330,996	\$ 13,066	\$ -	\$ 40,558,354	\$ 1,164,713	\$ 41,723,067

(Please refer to notes of consolidated financial statements)

Chairman: I-Shou Lin, Managerial Officer: Chen-Wu Chang Accounting Officer: Wen-Chung Tian

Yieh Phui Enterprise Co., Ltd. and Subsidiaries
Consolidated Statements of Cash Flows
January 1 to March 31, 2024 and 2023

Unit: NT\$ thousand

Item	January 1 to March 31, 2024 (after restatement)	January 1 to March 31, 2023 (after restatement)
Cash flows from operating activities		
Income (loss) before income tax	\$ 1,297	\$ 10,293
Items of adjustment		
Adjustments for		
Depreciation	576,396	589,769
Amortization	11,074	11,682
Net loss (profit) on financial assets and liabilities at fair value	(2,441)	6,983
Interest expense	471,646	469,746
Interest income	(31,727)	(25,718)
Dividend income	(12,528)	(18,168)
Loss (gain) from affiliates and joint ventures under equity method	348,639	(50,117)
Loss (gain) on disposal of property, plant and equipment	4,508	4,505
Expense transferred from property, plant and equipment	1,230	1,298
Others	(54)	(54)
Adjustments, total	1,366,743	989,926
Changes in operating assets and liabilities		
Net changes in operating assets		
Decrease (increase) in financial assets at fair value through profit or loss	20,528	44,760
Decrease (increase) of contract assets	(64,099)	50,668
Decrease (increase) in notes receivable	149,709	(180,196)
Decrease (increase) in accounts receivable	334,996	174,561
Decrease (increase) in accounts receivable - related parties	(144,287)	227,884
Decrease (increase) in other receivables	297,417	(36,301)
Decrease (increase) in inventories	(944,274)	(1,014,462)
Decrease (increase) in pre-payments	(328,742)	118,146
Decrease (increase) in other financial assets	(52,294)	622,617
Decrease (increase) in other operating assets	(257)	1
Total net changes in operating assets	(731,303)	7,678
Net changes in operating liabilities		
Increase (decrease) in contract liabilities	(684,717)	(268,456)
Increase (decrease) in notes payable	95,328	32,682
Increase (decrease) in accounts payable	386,247	20,724
Increase (decrease) in other payables	(603,118)	(625,033)
Increase (decrease) in provisions	29,842	6,499
Increase (decrease) in defined benefit liabilities	(16,567)	(16,188)
Total net changes in operating liabilities	(792,985)	(849,772)
Total net changes in operating assets and liabilities	(1,524,288)	(842,094)
Total adjustments	(157,545)	147,832
Cash generated from operations (outflow)	(156,248)	158,125
Interest received	27,145	25,342
Dividends received	12,528	34,755
Interest paid	(466,784)	(477,676)

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Item	January 1 to March 31, 2024 (after restatement)	January 1 to March 31, 2023 (after restatement)
Income tax paid	\$ (7,359)	\$ (2,968)
Net cash generated from operating activities (outflow)	(590,718)	(262,422)
Cash flows from investing activities		
Acquisition of financial assets measured by fair value through other comprehensive profit or loss	-	(242,200)
Acquisition of investments accounted for using equity method	(145,408)	(9,000)
Acquisition of property, plant and equipment	(202,743)	(108,113)
Proceeds from disposal of property, plant and equipment	407	-
Increase in refundable deposits	(167,178)	(23,224)
Acquisition of intangible assets	-	(103)
Decrease in other financial assets	102,877	135,575
Decrease in other non-current assets	562	852
Net cash used in investing activities	(411,483)	(246,213)
Cash flows from financing activities		
Increase in short-term borrowings	820,717	1,664,031
Decrease in short-term bills payable	-	(215,000)
Increase in long-term loans	1,293,175	3,072,730
Repayment of long-term loans	(646,446)	(2,297,242)
Decrease in guarantee deposits	(3,220)	(215)
Repayment of the principal portion of leases	(3,468)	(3,792)
Increase in other non-current liabilities	-	89
Decrease of other non-current liabilities	(1,101)	-
Discount on repurchase cost of treasury stock	-	4
Changes in non-controlling interests	-	18,270
Net cash generated from (used in) financial activities (outflow)	1,459,657	2,238,875
Effect of exchange rate changes on cash and cash equivalents	(124,220)	(21,459)
Increase (decrease) in cash and cash equivalents in the current period	333,236	1,708,781
Cash and cash equivalents, beginning of year	7,574,913	8,636,937
Cash and cash equivalents, end of year	\$ 7,908,149	\$ 10,345,718

(Please refer to notes of consolidated financial statements)

Chairman: I-Shou Lin, Managerial Officer: Chen-Wu Chang Accounting Officer: Wen-Chung Tian

Yieh Phui Enterprise Co., Ltd. and Subsidiaries
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
January 1 to March 31, 2024 and 2023
(Unless otherwise stated, all amounts are in NTD thousand)

I. History and Organization

- (I) Yieh Phui Enterprise Co., Ltd. (hereinafter referred to as “the Company”) was incorporated in April, 1978. The Corporation’s shares are currently traded on the Taiwan Stock Exchange. The Corporation engages in the processing, manufacturing marketing and import/export trading of rolled steel coils, refined steel, molded steel, steel and iron wires, galvanized, pre-painted and surface treated metal.
- (II) The Company’s board of directors resolved on May 23, 2005 to merge (simplified merger) with Lien Kang Heavy Industrial Co., Ltd., with the Company as the surviving company. The record date of the merger was set on August 30, 2005. At the consolidated share exchange ratio, 2.5 common shares of Lien Kang Heavy Industrial Co., Ltd. were converted into 1 common stock of the Company. The Company additionally issued 4,859 thousand common shares for the merger, the rights and obligations of which are identical with the shares already issued by the Company.
- (III) Lien Kang Heavy Industrial Co., Ltd. was established on November 23, 1989. Its main business is the manufacturing, processing and trading of various mechanical parts, as well as piping engineering, engineering design, manufacturing and installation.
- (IV) Due to the expansion of steel pipe department, the steel pipe department was separated from the Company and named Shin Yang Steel Co., Ltd. The investment was approved by the Board of Directors on January 18, 2011 and a total of 191 employees was transferred to Shin Yang Steel Co., Ltd.
- (V) For the main operating activities of the Company and its subsidiaries (hereinafter referred to as the Group), please refer to the descriptions in Note IV, (III) and 2.
- (VI) The consolidated financial statements are expressed in NTD, which is the Company's functional currency.

II. The date and procedures for the approval of the financial statements

This consolidated financial statement was approved by the Board of Directors on March 12, 2025 and released after publication.

III. Application of Newly Issued and Amended Standards and Interpretations

- (I) The effects of application of the International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), IFRIC Interpretations (IFRIC), and SIC Interpretations (SIC) (collectively, the “IFRSs”) endorsed and issued into effect by the FSC:

The following table summarizes all newly Issued, amended, and revised standards and Interpretations approved by the FSC to be applicable in 2024:

New/Revised/Amended Standards and Interpretations	Effective Date Issued by IASB
Amendments to IFRS 16 “Lease Liability in a Sale and Leaseback”	January 1, 2024 (Note)
Amendments to IAS 1 “Classification of Liabilities as Current or Non-current”	January 1, 2024 (Note)
Amendments to IAS 1 “Non-current Liabilities with Covenants”	January 1, 2024 (Note)
Amendments to IAS 7 and IFRS 7 "Supplier Financing Arrangements"	January 1, 2024 (Note)

Note: The amendments apply to the annual reporting periods beginning on or after January 1, 2024.

1. Amendments to IFRS 16 “Lease Liability in a Sale and Leaseback”

The amendments clarify that, for a sale and leaseback transaction, if the transfer of assets is treated as a sale in accordance with IFRS 15, the liability of the seller-lessee arising from the leaseback should be treated in accordance with IFRS 16 regarding lease liabilities; However, if it involves variable lease payments that do not depend on the index or rate, the seller and lessee should still recognize the lease liabilities arising from such variable payments in a manner that does not recognize gains and losses related to the retained right of use. The difference between the subsequent actual lease payment amount and the reduced carrying amount of the lease liability is recognized in profit or loss.

2. Amendments to IAS 1 “Classification of Liabilities as Current or Non-current”

The amendments clarify that when judging whether or not a liability is classified as non-current, it shall assess whether or not the enterprise has the right to defer the settlement period for at least 12 months after the reporting period at the end of the reporting period. If the enterprise has the right at the end of the reporting period, regardless of whether or not the enterprise is expected to exercise the right, the liability should be classified as non-current. In order to classify a liability as non-current, an entity must have complied with specific conditions as of the end of the reporting period, regardless of whether or not the creditor tests the entity's compliance with those conditions at a later date and grants the right to defer settlement.

In addition, the amendments stipulate that, for the purpose of liability classification, the aforementioned settlement refers to the transfer of cash, other economic resources or the Company's equity instruments to the counterparty to result in disappearance of liabilities. However, if the terms of a liability may, at the option of the counterparty, result in its settlement by the transfer of the Company's equity instruments and if the option is recognized separately in equity in accordance with IAS 32 “Financial Instruments: Presentation,” the aforementioned provisions do not affect the classification of liabilities.

3. Amendments to IAS 1 “Non-current Liabilities with Covenants”

The amendment further clarifies that only the contractual terms before the end of the reporting period affect the classification of a liability on that date. The terms of the contract to be complied with within 12 months after the reporting period do not affect the classification of the liability, except for those classified as non-current at the end of the reporting period if they are unable to comply with the contractual terms and must be settled within 12 months after the reporting period, the relevant facts and circumstances should be disclosed in the notes.

4. Amendments to IAS 7 and IFRS 7 “Supplier Financing Arrangements”

A supplier financing arrangement is one or more financing providers that pay the supplier on behalf of the enterprise and the enterprise agrees to pay the financing provider on the payment date agreed with the supplier or on a later date. The amendments to IAS 7 are to require enterprises to disclose information about their supplier financing arrangements, so that users of financial statements can assess the impact of such arrangements on an enterprise's liabilities, cash flow and liquidity risk exposure. The amendments to IFRS 7 include in its application guidance that when disclosing how to manage the

liquidity risk of financial liabilities, enterprises may also consider whether or not they have obtained or can obtain financing risk concentration.

The Group has assessed that the standards and interpretations above have no significant impact on the financial position and financial performance of the Group.

- (II) The impact of not adopting the new and revised IFRSs approved by the FSC: none.
- (III) Effect of IFRSs issued by IASB but not yet endorsed by the FSC:

The following table summarizes all newly Issued, amended, revised IASB standards and Interpretations but not yet approved by the FSC:

New/Revised/Amended Standards and Interpretations	Effective Date Issued by IASB
Amendments to IFRS 10 and IAS 28 "Sale or Contribution of Assets Between an Investor and Its Associate or Joint Venture"	To be determined
IFRS 17 "Insurance Contracts"	January 1, 2023
Amendments to IFRS 17 "Insurance Contracts"	January 1, 2023
Amendment to IFRS 17 : "Comparative information on first application of IFRS 17 and IFRS 9"	January 1, 2023
IFRS 18 "Presentation and Disclosures of Financial Statements"	January 1, 2027
Amendments to IAS 21 "Lack of Convertibility"	January 1, 2025

Except for the following, the Group has assessed that the standards and interpretations above have no significant impact on the financial position and financial performance of the Group.

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

This amendment resolves the inconsistency between existing IFRS 10 and IAS 28. For the sale (investment) of assets by investors and their associates or joint ventures, all or part of the gains or losses on disposal should be recognized depending on the nature of the assets traded. When the assets transacted are recognized as "business," the entire gain or loss on disposal is recognized; when the assets do not qualify as "business," only part of the gain or loss on disposal of the affiliated enterprise or joint venture with the non-affiliate investor is recognized.

2. IFRS 18 "Presentation and Disclosures of Financial Statements"

IFRS 18 "Financial Statements Presentation and Disclosure" replaces IAS 1 and updates the structure of the Income Statement, adds management performance measurement disclosures and strengthens the principle of aggregation and disaggregation applied to key financial statements and notes.

3. Amendments to IAS 21 "Lack of Convertibility"

These amendments define convertibility and provide guidance on how to determine the spot exchange rate on the measurement date when a currency lacks convertibility. In addition, this amendment requires an enterprise to provide more useful information in its financial statements when a certain currency is not convertible into another currency.

As of the date of release of these consolidated financial statements, the Group continues to evaluate the impact of the above standards and interpretations on the Group's financial position and financial performance, and the relevant impact will be disclosed when the evaluation is completed.

IV. Summary of Significant Accounting Policies

Significant accounting policies are the same as that in Note IV to the 2023 consolidated financial statements, except for the declaration of compliance, basis of preparation, basis of consolidation and additions are as follows. Unless otherwise stated herein, the policies shall be applicable consistently during the reporting period.

(I) Statement of compliance

The consolidated financial statements are prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and IAS No. 34 "Interim Financial Reporting" endorsed and issued into effect by the FSC. These consolidated financial statements should be read together with the 2023 consolidated financial statements.

(II) Basis of preparation

1. Except for the following items, these consolidated financial statements have been prepared under the historical cost convention:
 - (1) Financial assets and financial liabilities (including derivative instruments) at fair value through profit or loss.
 - (2) Financial assets at fair value through other comprehensive income.
 - (3) Cash-settled share-based payment arrangement measured at fair value.
 - (4) Defined benefit liabilities recognized at the net amount of the pension fund assets deducting the present value of the defined benefit obligation.
 - (5) Investment properties measured at fair value model.
2. The preparation of the consolidated financial statements in compliance with the IFRSs approved by the FSC requires the use of some important accounting estimates. The process of applying the Group's accounting policies also requires the management to exercise its judgment. It involves items of a high degree of judgment or complexity, or matters that involve For significant assumptions and estimates, please refer to Note V.

(III) Basis of consolidation

1. Basis for preparation of consolidated financial statements:
 - (1) The Group included all subsidiaries in the consolidated financial statements. Subsidiaries refer to individual entities (including structured individual entities) controlled by the Group. When the Group is exposed to or entitled to variable remuneration from participation in the individual entity, and has the ability to influence such individual of equal returns, the Group controls the entity. Subsidiaries are included in the consolidated financial statements from the date the Group acquires the control, and the consolidation is terminated from the date of loss of control.
 - (2) Inter-company transactions, balances and unrealized gains or losses on transactions between companies within the Group are eliminated. Accounting policies of subsidiaries have been adjusted where necessary to ensure consistency with the policies adopted by the Group.
 - (3) The components of profit and loss and other comprehensive income are attributed to the owners and non-controlling interests of the parent company; the total amount of comprehensive income is also attributed to the owners and non-controlling interests of the parent company, even if the resulting non-controlling interests incur the balance.
 - (4) If the change in the shareholding of the subsidiary does not result in the loss of control (transaction with non-controlling interests), it is treated as an equity transaction, that is, it is

regarded as a transaction with the owner. The difference between the adjusted amount of the non-controlling interests and the fair value of the consideration paid or received is recognized directly in equity.

- (5) When the Group loses control of a subsidiary, the remaining investment in the former subsidiary is re-measured at fair value and treated as the fair value of the initially recognized financial assets or the cost of the investment in affiliates or joint ventures initially. The difference between the fair value and the carrying amount and recognized in profit or loss. For all amounts related to the subsidiary previously recognized as other comprehensive income, the accounting treatment shall be the same as the basis for the direct disposal of the relevant assets or liabilities by the Group. assets or liabilities that will be reclassified as gains or losses upon disposal and shall be reclassified from equity to gains or losses when the Company loses control of the subsidiary.

2. Subsidiaries included in consolidated financial statements are as following:

Investor/subsidiary	Main Businesses	Percentage of Ownership or Investment (%)		
		2024.3.31	2023.12.31	2023.3.31
1. Yieh Phui Enterprise Co., Ltd. (the Company)				
GOOD HONOR HOLDINGS LTD.	Investment company	100.00%	100.00%	100.00%
Shin Yang Steel Co., Ltd.	Steel products related businesses	100.00%	100.00%	100.00%
Yieh Phui (Hong Kong) Holdings Limited	Investment company	100.00%	100.00%	100.00%
Yieh Hsing Enterprise Co., Ltd.	Wire rods trading	57.41%	57.41%	57.41%
Great Emperor Hotel Co., Ltd.	Hotel industry	60.15%	60.15%	60.15%
Kings Garden International Co., Ltd.	Housing and Building Development and Rental, Department Stores	54.89%	54.89%	54.89%
Shin Phui Steel Corporation	Steel products trading	100.00%	100.00%	100.00%
WORTHING HONOR HOLDINGS LTD.	Investment company	100.00%	100.00%	100.00%
Sin Bang Investment & Development Co., Ltd	Investment company	100.00%	100.00%	100.00%
Gen-Wan Technology Corp	Telecommunications contracts	90.12%	90.12%	86.99%
EMMT Systems Corporation	Manufacturing and marketing of military specification printed circuit boards	(See Note IV (III)2.(1)B.'s description) 78.51%	78.51%	78.51%
Kuo Chang Enterprise Co., Ltd.	Wholesale of Hardware	99.04%	99.04%	99.04%
United Brightening Development Corp.	Technical consultant for iron and steel production	95.56%	95.56%	95.56%
Hong Yu Asset Management Corp.	Management service	80.00%	80.00%	80.00%
LIAN SO (H.K.) CO., LIMITED	Investment company	80.00%	80.00%	80.00%
YIEH PHUI AMERICA, INC.	Steel products trading	100.00%	100.00%	100.00%
2. Hong Yu Asset Management Corp.				
Lian Hsin Steel Co., Ltd.	Metal Manufacturing	58.01%	58.01%	61.74%
Lian Sheng Steel Co., Ltd.	Metal Manufacturing	-	-	10.00%
		(See Note IV (III)2.(1)A.'s Description)		
Lian Heng Minerals Co., Ltd.	Nickel Mining Business	75.00%	75.00%	75.00%
Lian Hong Minerals Co., Ltd.	Nickel Mining Business	19.00%	19.00%	19.00%
Ya Mai Co., Ltd.	Nickel Mining Business	100.00%	100.00%	100.00%
3. GEN-WAN TECHNOLOGY CORP.				
EMMT Systems Corporation	Manufacturing and	7.48%	7.48%	7.48%

	marketing of military specification printed circuit boards			
4. Yieh Phui (Hong Kong) Holdings Limited				
Yieh Phui (China) Technomaterial Co., Ltd.	Manufacturing and marketing of pickled, cold rolled, galvanized and pre-painted steel coils	100.00%	100.00%	100.00%
5. Yieh Phui (China) Technomaterial Co., Ltd.:				
Tianjin Lianfa Precision Steel Corporation Beneficiary	Manufacturing and marketing of special high grade alloy	100.00%	100.00%	100.00%
ZHANG HUI (CHANGSHU) TRADE CO., LTD.	Steel products trading	100.00%	100.00%	100.00%
6. EMMT Systems Corporation APPLIED WIRELESS IDENTIFICATIONS GROUP, INC.	RFID	88.93%	88.93%	88.69%
Groupco Technology Inc.	RADIO	-	-	49.97%
		(See Note IV (III)2.(1)B.'s description)		
7. Shin Phui Steel Corporation Groupco Technology Inc.	RADIO	-	-	42.53%
		(See Note IV (III)2.(1)A.'s Description)		
Great Emperor Hotel Co., Ltd.	Hotel industry	0.01%	0.01%	0.01%
Kings Garden International Co., Ltd.	Housing and Building Development and Rental, Department Stores	0.01%	0.01%	0.01%
8. YIEH HSING ENTERPRISE CO., LTD.				
Great Emperor Hotel Co., Ltd.	Hotel industry	39.84%	39.84%	39.84%
Kings Garden International Co., Ltd.	Housing and Building Development and Rental, Department Stores	45.10%	45.10%	45.10%
9. Kings Garden International Co., Ltd.				
HUAGLAM International Co., Ltd.	Wholesale of Daily Supplies and Cosmetics	100.00%	100.00%	100.00%
10. United Brightening Development Corp.				
Chao Ying Investment and Development Co., Ltd.	Investment company	100.00%	100.00%	100.00%
11. LIAN SO (H.K) CO., LIMITED				
Lian Hsin Steel Co., Ltd.	Metal Manufacturing	41.99%	41.99%	38.26%
Lian Sheng Steel Co., Ltd.	Metal Manufacturing	-	-	90.00%
		(See Note IV (III)2.(1)A.'s Description)		
Lian Yang (Hong Kong) Trading Limited	Trading business	100.00%	100.00%	100.00%
12. Lian Hsin Steel Co., Ltd.				
Lian Heng Minerals Co., Ltd. (Note)	Nickel Mining Business	25.00%	25.00%	25.00%
Lian Hong Minerals Co., Ltd. (Note)	Nickel Mining Business	81.00%	81.00%	81.00%

Note: Due to local legal restrictions in the jurisdiction, a 25% equity interest in Lian Heng and a 51% equity interest in Lian Hong are temporarily registered under the name of a third party. However, to ensure the rights and interests, a contract has been executed stipulating that the rights and interests belong to the Group.

(1) Increase/decrease in consolidated subsidiaries:

- A. Groupco Technology Inc. and Lian Sheng Steel Co., Ltd. were liquidated in December 2023 and November 2023, respectively.
- B. In May and June of 2023, the Group purchased an additional 0.24% and 3.13% of the issued shares of APPLIED WIRELESS IDENTIFICATION GROUP, INC. and Gen-Wan Technology Corp., respectively, increasing its shareholdings from 88.69% to 88.93% and from 86.99% to 90.12%.
- (2) The financial reports of the subsidiaries included in the consolidated financial statements, except for Yieh Hsing Enterprise Co., Ltd., Yieh Phui (Hong Kong) Holdings Limited, and Yieh Phui (China) Technomaterial Co., Ltd., have not been reviewed by an accountant.
3. Subsidiaries not included in the consolidated financial statements: None.
4. Different adjustment and treatment of subsidiaries during the accounting period: none.
5. Material Restriction:
- Cash and bank deposits were deposited in the PRC at NT\$2,902,373 thousand, NT\$2,716,280 thousand, and NT\$5,312,975 thousand on March 31, 2024, December 31, 2023, and March 31, 2023, respectively, and are subject to local exchange controls. These exchange controls restrict the remittance of funds outside China.
6. Securities issued by the parent company held by subsidiaries: none.
7. Information on subsidiaries with significant non-controlling interests (after restatement):

March 31, 2024:

Name of subsidiary	% of ownership	Non-controlling interests	Profit and loss allocated to non-controlling interests
Yieh Hsing Enterprise Co., Ltd.	42.59%	\$ 423,547	\$ (95,896)
Others		741,166	5,615
Total		<u>\$ 1,164,713</u>	<u>\$ (90,281)</u>

December 31, 2023:

Name of subsidiary	% of ownership	Non-controlling interests	Profit and loss allocated to non-controlling interests
Yieh Hsing Enterprise Co., Ltd.	42.59%	\$ 517,593	\$ (409,577)
Others		729,973	51,578
Total		<u>\$ 1,247,566</u>	<u>\$ (357,999)</u>

March 31, 2023:

Name of subsidiary	% of ownership	Non-controlling interests	Profit and loss allocated to non-controlling interests
Yieh Hsing Enterprise Co., Ltd.	42.59%	\$ 860,328	\$ (61,832)
Others		695,087	16,809
Total		<u>\$ 1,555,415</u>	<u>\$ (45,023)</u>

January 1, 2023

Name of subsidiary	% of ownership	Non-controlling interests	Profit and loss allocated to non-controlling interests
Yieh Hsing Enterprise Co., Ltd.	42.59%	\$ 922,327	\$ (295,843)
Others		660,952	8,441

Total	\$ 1,583,279	\$ (287,402)
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(1) For information on the principal places of business of the subsidiaries listed above and countries of incorporation of the Company, please refer to Tables 8 and 9 in Note XIII.

(2) The summarized financial information is as follows:

A. Balance Sheet:

	Yieh Hsing Enterprise Co., Ltd.			
	March 31, 2024	December 31, 2023	March 31, 2023	January 1, 2023
Current assets	\$ 2,557,078	\$ 2,169,102	\$ 2,280,411	\$ 2,044,792
Non-current assets	10,637,742	10,630,250	10,173,648	10,272,028
Current liabilities	3,090,298	2,355,951	2,973,358	2,631,382
Non-current liabilities	3,980,268	4,098,321	2,330,866	2,390,026
Equity	6,124,254	6,345,080	7,149,835	7,295,412
Write-off of unrealized gains or losses on land sales	(5,129,745)	(5,129,745)	(5,129,745)	(5,129,745)
Adjusted equity	\$ 994,509	\$ 1,215,335	\$ 2,020,090	\$ 2,165,667

B. Statement of Comprehensive Income:

	Yieh Hsing Enterprise Co., Ltd.	
	January to March 2024	January to March 2023
Operating revenue	\$ 1,423,003	\$ 1,371,641
Net income (loss) for the year	\$ (225,167)	\$ (145,183)
Other comprehensive income (net of tax)	4,386	(390)
Total comprehensive income for the year	\$ (220,781)	\$ (145,573)
Total comprehensive income attributable to non-controlling interests	\$ (94,028)	\$ (61,997)
Dividends paid to non-controlling interests	\$ -	\$ -

C. Statement of Cash Flows:

	Yieh Hsing Enterprise Co., Ltd.	
	January to March 2024	January to March 2023
Net cash generated from operating activities (outflow)	\$ (190,451)	\$ (246,214)
Net cash used in investing activities	(109,917)	(60,817)
Net cash generated from (used in) financial activities (outflow)	245,918	286,282
Increase (decrease) in cash and cash equivalents in the current period	\$ (54,450)	\$ (20,749)
Cash and cash equivalents, beginning of year	473,988	406,306
Cash and cash equivalents, end of year	\$ 419,538	\$ 385,557

(IV) Retirement benefits

The pension cost for the interim period is calculated based on the pension cost rate determined by actuarial valuation as of the end of the previous financial year, from the beginning of the year to the end of the interim period. It is adjusted for significant market fluctuations, major plan amendments, settlements, or other significant one-time events occurring during the period.

(V) Income tax

Income tax expense represents the sum of current income tax and deferred income tax. Income tax for the interim period is assessed on an annual basis, with the tax rate applicable to the expected total earnings for

the year, on the interim income before tax. The impact of changes in tax rates due to amendments to the tax law in the interim period is consistent with the accounting treatment principles of the transactions that give rise to tax consequences, and is recognized in a lump sum in the period in which they occur.

(VI) Investment Property

Investment properties are those held for earning rents and/or for price appreciation, including properties under construction for these purposes. Investment properties include land held by the Company without any specific future usage. Investment property also includes right-of-use assets that meet the definition of investment property.

Investment property acquired through lease is initially measured at cost, which includes the initial measured amount of the lease liability, any lease payment before the lease inception date, the original direct costs, and estimated cost to restore the underlying asset to the required status in the terms and conditions of lease, net of any lease incentives received.

All investment properties are subsequently measured at fair value model, and gains or losses arising from changes in fair value are recognized in profit or loss in the year in which they occur.

The profit or loss of an investment property is recognized by the amount difference between its net disposal price and its carrying amount.

(VII) Changes in accounting policies

The Group's Board of Directors resolved on March 12, 2025 to change the accounting policy for investment property, effective January 1, 2024, and the subsequent measurement was changed from the cost model to the fair value model.

The new accounting policy can provide more relevant value information of investment property. The Group applies the accounting policy retrospectively and adjusts the affected items in the financial statements of each period. The impact of this change in accounting policy on the financial statements of each period and the amounts are as follows:

BALANCE SHEET	March 31, 2024	December 31, 2023	March 31, 2023	January 1, 2023
Increase in investments using equity method	\$ 10,498,670	\$ 10,498,670	\$ 10,037,962	\$ 10,037,962
Increase in investment properties	\$ 447,299	\$ 447,299	\$ 432,056	\$ 432,056
Increase in deferred income tax liabilities	\$ 52,372	\$ 52,372	\$ 54,702	\$ 54,702
Increase in undistributed earnings	\$ 10,504,017	\$ 10,504,017	\$ 10,039,312	\$ 10,039,312
Increase in other equity	\$ 1,957	\$ 1,957	\$ 1,960	\$ 1,960
Increase in non-controlling interests	\$ 387,623	\$ 387,623	\$ 374,044	\$ 374,044

There is no impact on the consolidated statements of comprehensive income in the current period.

V. Major Sources of Uncertainty regarding Accounting Judgement, Estimate and Assumption

(I) Critical Accounting Judgements and Key Sources of Estimation and Uncertainty

The major sources of uncertainty in estimates and assumptions used in the Group's consolidated financial statements are explained additionally as follows. For other information, please refer to the Group's 2023 consolidated financial statements.

(1) Important Accounting Estimations and Assumptions

The investment properties are subsequently measured at fair value, and the investment properties held by the Group are mainly land, buildings and other properties. Therefore, it is necessary to engage experts to use their professional judgments and estimates to determine the fair value of investment properties on the balance sheet date. The Group will adjust the costs to the fair value based on the appraisal report issued by the experts. The evaluation of investment property is mainly based on the reports issued by experts as the estimation basis. Therefore, changes in the demand for the product in a specific period, the prosperity of real estate transactions, and the judgments and estimates of experts may affect the measurement of fair value.

VI. Contents of Significant Accounts

In addition to the following, please refer to Note VI to the 2023 consolidated financial statements.

(I) Cash and cash equivalents

Item	March 31, 2024	December 31, 2023	March 31, 2023
Cash	\$ 11,465	\$ 11,743	\$ 10,742
Checking deposit	818,677	936,638	785,114
Demand deposit	5,984,012	4,804,445	6,589,861
Cash equivalents			
Time deposits with original maturity date within three months	398,639	1,209,625	2,719,483
Short term notes with original maturities within three months	695,356	612,462	240,518
Total	<u>\$ 7,908,149</u>	<u>\$ 7,574,913</u>	<u>\$ 10,345,718</u>

1. The credit quality of the financial institutions with which the Group interacts is good, and the Group interacts with many financial institutions to diversify credit risks and the probability of default is expected to be very low.
2. The Group does not put cash and cash equivalents up for pledge.

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

Item	March 31, 2024	December 31, 2023	March 31, 2023
Financial assets - current			
Financial assets mandatorily at fair value through profit or loss			
Non-derivative financial assets			
Beneficiary certificates of funds	\$ 50,955	\$ 69,043	\$ 37,606
Financial liabilities - current			
Derivatives			
Forward foreign exchange contracts	\$ -	\$ -	\$ 1,369
Cross Currency Swap	-	-	3,337
Total	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,706</u>

1. The Group does not pledge financial assets measured at fair value through profit or loss.
2. Please refer to Note XII (III) for the relevant credit risk management and assessment methods.
3. The Group's purpose of engaging in derivative financial instrument transactions is to circumvent the risk arising from exchange rate and interest rate fluctuations for foreign currency-denominated assets and liabilities. However, as the Group does not plan to adopt hedge accounting, at the initial

recognition, which are classified as financial assets (liabilities) measured at fair value through profit or loss; contracts not yet expired are as follows:

A. Forward foreign exchange contract:

March 31, 2024: none.

December 31, 2023: none.

March 31, 2023:

Currency	Contract period	Executed exchange rate	Contract amount (NTD thousand)
Buy USD and sell RMB	2022.09.09-2023.09.14	6.847	USD 5,000

B. Cross-currency swap contracts:

March 31, 2024: none.

December 31, 2023: none.

March 31, 2023:

Currency	Contracted period	Contract amount (NTD thousand)	Range of interest rates paid	Range of Interest rates received
USD(BUY) RMB(SELL)	2023.1.4-2024.1.8	USD 10,000	0.7%	0%

(III) Notes receivable, net

Item	March 31, 2024	December 31, 2023	March 31, 2023
At amortized cost			
Total carrying amount	\$ 1,693,126	\$ 1,842,835	\$ 1,353,782
Less: Allowance for losses	(1)	(1)	(1)
Notes receivable, net	\$ 1,693,125	\$ 1,842,834	\$ 1,353,781

1. Please refer to Note VIII for the status of part of the notes receivable that the Group pledged as collateral on March 31, 2024, December 31, 2023, and March 31, 2023.
2. For transactions with related parties, please refer to the descriptions in Note VII (III) 5.
3. For the relevant disclosure of the allowance for losses on notes receivable, please refer to the descriptions in Note VI (IV).

(IV) Accounts receivable, net

Item	March 31, 2024	December 31, 2023	March 31, 2023
At amortized cost			
Total carrying amount	\$ 2,251,128	\$ 2,586,123	\$ 1,643,401
Less: Allowance for losses	(4,186)	(4,940)	(4,274)
Accounts receivable, net	\$ 2,246,942	\$ 2,581,183	\$ 1,639,127

1. For the accounts receivable generated from the sale of goods, the average credit period for the sales of carbon steel products is 30-60 days, but the interest calculation can be deferred by both parties; the average credit period for the sales of stainless steel products is 7 days-26 days; the engineering department collects the payment deadline according to the contract; the average credit period for other departments is 60-90 days, which is based on the credit standard set by the counterparty's industrial characteristics, business scale and profitability.

2. For the information on collateral with accounts receivable of the Group, please refer to the descriptions in Note VIII.
3. The Group sold part of its accounts receivable to banks without right of recourse. The Group has transferred almost all the risks and rewards of the accounts receivable at the time of sale, and therefore has been removed from the balance sheet. Please refer to Note XII (IV) for details.
4. The Group adopts the simplified approach of IFRS 9 to recognize the loss allowance for notes and accounts receivable based on lifetime expected credit losses. The lifetime ECLs are calculated using a provision matrix, which takes into account customers' past default records, current financial position, economic trends in their industries, and other forward-looking information. Based on the Group's history of credit losses, as there was no significant difference in the loss patterns among different customer groups, the customer groups were not further differentiated in the provision matrix, and only ECLs rate was set based on the number of days for which accounts receivable was past due.

If there is evidence that the counterparty is facing serious financial difficulties and the Group cannot reasonably expect to recover the amount, the Group will directly write off the relevant claims, but will continue the recourses, and the amount recovered will be recognized in profit or loss.

The Group measures the loss allowance for notes and accounts receivable (including related parties) based on the provision matrix as follows:

March 31, 2024	ECLs	Total carrying amount	Allowance for losses (lifetime ECLs)	At amortized cost
Not past due	0%-0.5%	\$ 4,288,812	\$ (5,274)	\$ 4,283,538
December 31, 2023	ECLs	Total carrying amount	Allowance for losses (lifetime ECLs)	At amortized cost
Not past due	0%-0.5%	\$ 4,629,229	\$ (5,417)	\$ 4,623,812
March 31, 2023	ECLs	Total carrying amount	Allowance for losses (lifetime ECLs)	At amortized cost
Not past due	0%-0.5%	\$ 3,220,311	\$ (5,789)	\$ 3,214,522

- (1) Changes in the allowance for losses on notes and accounts receivable (including related parties) are as follows:

Item	January to March 2024	January to March 2023
Beginning balance	\$ 5,417	\$ 6,077
Less: Reversal of impairment loss	(161)	(283)
Effect of foreign currency exchange difference	18	(5)
Ending balance	\$ 5,274	\$ 5,789

- (2) Please refer to Note VI (XXX) for the statement of changes in allowance for loss of contract assets.

The other credit enhancements held have been considered in the above amounts. As of March 31, 2024, December 31, 2023, and March 31, 2023, Other credit enhancements (such as bank acceptances and letters of credit) amounted to NT\$3,569,300 thousand, NT\$3,934,824 thousand, and NT\$2,278,677 thousand, respectively.

For related credit risk management and assessment methods, please refer to Note XII (III).

(V) Other receivables

Item	March 31, 2024	December 31, 2023	March 31, 2023
Corporate tax refundable	\$ 172,688	\$ 128,821	\$ 116,929
Refundable dumping duties	9,466	346,360	-
Purchase return receivable	7,829	7,853	10,754
Interest receivable	9,442	4,860	8,264
Other receivables	12,309	7,682	9,776
Total	211,734	495,576	145,723
Less: Allowance for losses	-	-	-
Net amount	\$ 211,734	\$ 495,576	\$ 145,723

In June 2015, the U.S. Department of Commerce initiated an anti-dumping investigation on corrosion-resistant steel products from Taiwan and other countries. After completing all investigation procedures in July 2016, it officially announced the provisional dumping margins for corrosion-resistant products produced and sold by Taiwanese companies. It also notified Customs to impose provisional anti-dumping duties on the group's products sold to the U.S. upon entry. The U.S.A. adopts a retrospective system for levying anti-dumping duties. If the provisional tax rate paid is higher than the final tax rate, the difference is recognized as security deposit; otherwise, it is recognized as other payables.

In response to the results of the aforementioned investigation, the Group believed that there were disputes. Therefore, in August 2016, it filed an appeal with the court. After years of litigation, on February 14, 2022, the Department of Commerce (DOC) followed the court's judgment and resubmitted the review results to the Court of International Trade (CIT). The review results showed that the Group's tax rate was 1.2% (less than 2% de minimis, meaning it is considered negligible) and it was explicitly stated that if the court upheld the review results, the Group should be excluded from the aforementioned anti-dumping order. According to the final judgment of the Court of International Trade (CIT) dated June 23, 2023, CIT upheld the termination of the aforementioned anti-dumping investigation and excluded the Group from the aforementioned anti-dumping orders. In August 2023, the DOC had announced the amendment to the final decision of the CIT investigation and revoked the anti-dumping duty order against the Group in accordance with the aforementioned CIT decision. Anti-corrosion products have been subject to anti-dumping duties in the U.S. in September 2023, and refund of unsettled taxes from previous years.

Based on this, the Group has estimated a reversal of anti-dumping duty difference of NT\$70,411 thousand (including the provision for guarantee deposits and other payables) as of December 31, 2023, and an anti-dumping duty payment of NT\$346,360 thousand paid at the original provisional tax rate starting from the fourth year of the investigation, totaling NT\$416,771 thousand to be reversed (for the year 2023, respectively recorded as a reduction of selling expenses of NT\$46,450 thousand, other income of NT\$375,862 thousand, and foreign exchange loss of NT\$5,541 thousand). The aforementioned anti-dumping duty payment starting from the fourth year of the investigation, as of March 31, 2024, should increase the refund of anti-dumping duty by NT\$21,747 thousand (recorded as other income).

(VI) Inventory and cost of goods sold

Item	March 31, 2024	December 31, 2023	March 31, 2023
Steel Products Department and other non-heavy engineering departments:			
Raw materials	\$ 4,220,490	\$ 4,161,960	\$ 4,970,407
Supplies	279,199	526,436	500,710
Work in progress	1,619,890	1,463,470	1,351,648
Finished goods	4,773,005	3,968,394	3,665,664
Merchandises	12,989	12,657	16,249
By-products and scraps	308,733	183,895	224,521
Subtotal	11,214,306	10,316,812	10,729,199
Heavy Industry Department:			
Raw materials	200,567	155,121	198,061
Supplies	4,048	2,714	3,193
Subtotal	204,615	157,835	201,254
Total	\$ 11,418,921	\$ 10,474,647	\$ 10,930,453

1. Inventory gains (losses) recognized as cost of goods sold for the current period are as follows:

Item	January to March 2024	January to March 2023
Cost of goods sold	\$ 17,268,189	\$ 15,922,212
Construction cost	176,532	156,807
Unallocated manufacturing expense	82,174	124,596
Purchase and construction contract losses (recovery gains)	24,878	5,512
Inventory devaluation and obsolescence losses (or gains on reversal)	(59,836)	(210,616)
Effect of foreign currency exchange difference	(2,965)	(315)
Total operating cost	\$ 17,488,972	\$ 15,998,196

2. On March 31, 2024, December 31, 2023, and March 31, 2023, the Group's allowance for valuation decline and slowdown loss recognized as items of inventory cost were NT\$162,318 thousand, NT\$222,154 thousand, and NT\$192,392 thousand, respectively.
3. In 2024 and from January to March 2023, the Group reversed inventory write-downs to net realizable value or recognized inventory write-backs due to market conditions stabilizing and raising prices for some products, resulting in inventory write-downs (reversal of losses) of NT\$(59,836) thousand and NT\$(210,616) thousand, respectively.
4. On March 31, 2024, December 31, 2023, and March 31, 2023, the Group did not pledge its inventories as collateral.

(VII) Pre-payments

Item	March 31, 2024	December 31, 2023	March 31, 2023
Prepayments of materials	\$ 2,187,203	\$ 1,899,780	\$ 1,993,151
VAT paid (overpaid VAT)	307,937	214,084	264,453
Prepaid insurance	60,334	98,957	57,156
Pre-paid sea freight	72,237	116,915	41,428
Other prepayments	66,630	35,863	69,354
Total	\$ 2,694,341	\$ 2,365,599	\$ 2,425,542

For transactions with related parties, please refer to the descriptions in Note VII (III) 7.

(VIII) Other financial assets - current

Item	March 31, 2024	December 31, 2023	March 31, 2023
Time deposits with initial expiry date due in three months or more	\$ 1,513,779	\$ 1,461,485	\$ 1,229,230
Demand deposits pledged	474,644	637,444	409,666
Time deposits pledged	105,350	105,307	123,037
Total	\$ 2,093,773	\$ 2,204,236	\$ 1,761,933

(IX) Financial assets measured at fair value through other comprehensive income - non-current

Item	March 31, 2024	December 31, 2023	March 31, 2023
Equity instrument investment			
Domestic listed stocks of TWSE/TPEX companies	\$ 21,965	\$ 21,965	\$ 45,000
Shares of domestic private companies	882,472	882,472	843,808
Subtotal	904,437	904,437	888,808
Valuation adjustment	292,584	276,013	153,113
Total	\$ 1,197,021	\$ 1,180,450	\$ 1,041,921

1. The Group invests in the above-mentioned stocks of domestic (un)listed companies for medium- and long-term strategic purposes and expects to make profits through long-term investments. The Group's management believes that including the short-term fluctuation of fair value of these investments in profit or loss is not consistent with the aforementioned long-term investment plan, and therefore chooses to designate these investments as measured at fair value through other comprehensive income.
2. Please refer to Note XII (III) for the relevant credit risk management and assessment methods.
3. The financial assets measured at fair value through other comprehensive income of the Group were not pledged as of March 31, 2024, December 31, 2023, and March 31, 2023.

(X) Investment under equity method (after restatement)

Investees	March 31, 2024	December 31, 2023	March 31, 2023	January 1, 2023
Affiliated enterprise:				
Material associates:				
Eliter International Corp.	\$ 4,471,395	\$ 4,484,995	\$ 4,516,594	\$ 4,507,389
E-Da Development Corp.	1,018,089	1,059,398	1,061,527	1,079,042
Tang Eng Iron Works Co., Ltd.	12,972,156	13,030,262	13,142,394	13,139,280
Yieh United Steel Corp.	4,138,647	4,282,973	5,316,378	5,269,159
Individual non-material associate	2,359,481	2,182,511	2,182,461	2,155,885
Total	\$ 24,959,768	\$ 25,040,139	\$ 26,219,354	\$ 26,150,755

1. Affiliated enterprises:

(1) Basic information of the major affiliates of the Group is as follows:

Company Name	Shareholding ratio			
	March 31, 2024	December 31, 2023	March 31, 2023	January 1, 2023
Eliter International Corp.	43.56%	43.56%	43.56%	43.56%
E-Da Development Corp.	34.38%	34.38%	34.38%	34.38%
Tang Eng Iron Works Co., Ltd.	31.16%	31.16%	31.16%	31.16%
Yieh United Steel Corp.	30.51%	30.51%	30.51%	30.51%

For information on the nature of business, principal place of business, and country of incorporation of the above-mentioned affiliated enterprises, please refer to Tables 8 and 9 in Note XIII.

(2) The summarized financial information of the major affiliates of the Group is as follows:

A. Balance Sheet

Eliter International Corp.				
	March 31, 2024	December 31, 2023	March 31, 2023	January 1, 2023
Current assets	\$ 6,735,443	\$ 6,761,807	\$ 6,874,389	\$ 6,904,181
Non-current assets	6,546,667	6,491,624	6,367,419	6,328,153
Current liabilities	2,081,100	1,665,913	1,871,407	1,438,125
Non-current liabilities	791,495	1,146,766	857,061	1,301,991
Equity	\$ 10,409,515	\$ 10,440,752	\$ 10,513,340	\$ 10,492,218
Shares of associate's net assets	\$ 4,534,000	\$ 4,547,606	\$ 4,579,222	\$ 4,570,023
Unrealized gains and losses of the transactions with associate	(62,605)	(62,611)	(62,628)	(62,634)
Carrying amount of associate	\$ 4,471,395	\$ 4,484,995	\$ 4,516,594	\$ 4,507,389

E-Da Development Corp.				
	March 31, 2024	December 31, 2023	March 31, 2023	January 1, 2023
Current assets	\$ 433,984	\$ 675,575	\$ 283,660	\$ 415,062
Non-current assets	7,361,103	7,376,867	7,512,656	7,615,363
Current liabilities	530,600	684,546	749,207	1,268,260
Non-current liabilities	4,283,115	4,266,245	3,938,841	3,602,817
Equity	\$ 2,981,372	\$ 3,101,651	\$ 3,108,268	\$ 3,159,348
Shares of associate's net assets	\$ 1,025,118	\$ 1,066,475	\$ 1,068,750	\$ 1,086,314
Unrealized gains and losses of the transactions with associate	(7,029)	(7,077)	(7,223)	(7,272)
Carrying amount of associate	\$ 1,018,089	\$ 1,059,398	\$ 1,061,527	\$ 1,079,042

Tang Eng Iron Works Co., Ltd.				
	March 31, 2024	December 31, 2023	March 31, 2023	January 1, 2023
Current assets	\$ 2,509,652	\$ 2,628,193	\$ 3,358,087	\$ 3,383,887
Non-current assets	55,762,449	55,712,217	54,903,967	54,921,553
Current liabilities	2,160,989	2,150,849	3,058,490	2,510,042
Non-current liabilities	14,477,644	14,369,602	13,023,723	13,625,552
Equity	\$ 41,633,468	\$ 41,819,959	\$ 42,179,841	\$ 42,169,846
Shares of associate's net assets	\$ 12,972,156	\$ 13,030,262	\$ 13,142,394	\$ 13,139,280
Unrealized gains and losses of the transactions with associate	-	-	-	-
Carrying amount of associate	\$ 12,972,156	\$ 13,030,262	\$ 13,142,394	\$ 13,139,280

Yieh United Steel Corp.				
	March 31, 2024	December 31, 2023	March 31, 2023	January 1, 2023
Current assets	\$ 12,252,522	\$ 11,256,653	\$ 11,762,302	\$ 11,412,844
Non-current assets	37,272,373	37,084,702	35,604,870	35,371,870
Current liabilities	21,738,109	21,985,292	17,696,572	16,696,478
Non-current liabilities	13,678,443	11,774,709	11,821,419	12,394,087
Equity	\$ 14,108,343	\$ 14,581,354	\$ 17,849,181	\$ 17,694,149
Shares of associate's net assets	\$ 4,304,756	\$ 4,449,081	\$ 5,445,564	\$ 5,398,345
Unrealized gains and losses of the transactions with associate	(166,109)	(166,108)	(129,186)	(129,186)
Carrying amount of associate	\$ 4,138,647	\$ 4,282,973	\$ 5,316,378	\$ 5,269,159

B. Statement of Comprehensive Income

Eliter International Corp.		
	January to March 2024	January to March 2023
Operating revenue	\$ 29,170	\$ 32,213
Net income (loss) for the year	(31,237)	21,121
Other comprehensive income (net of tax)	-	-
Total comprehensive income for the year	\$ (31,237)	\$ 21,121
Dividends received from associate	\$ -	\$ -

E-Da Development Corp.		
	January to March 2024	January to March 2023
Operating revenue	\$ 151,425	\$ 191,586
Net income (loss) for the year	(114,433)	(71,976)
Other comprehensive income (net of tax)	(5,846)	20,896
Total comprehensive income for the year	\$ (120,279)	\$ (51,080)
Dividends received from associate	\$ -	\$ -

Tang Eng Iron Works Co., Ltd.		
	January to March 2024	January to March 2023
Operating revenue	\$ 2,615,203	\$ 3,150,824
Net income (loss) for the year	(181,067)	8,513
Other comprehensive income (net of tax)	(5,424)	1,481
Total comprehensive income for the year	\$ (186,491)	\$ 9,994
Dividends received from associate	\$ -	\$ -

Yieh United Steel Corp.		
	January to March 2024	January to March 2023
Operating revenue	\$ 8,124,600	\$ 11,659,266
Net income (loss) for the year	(760,061)	194,607
Other comprehensive income (net of tax)	332,929	(35,871)
Total comprehensive income for the year	\$ (427,132)	\$ 158,736
Dividends received from associate	\$ -	\$ -

(3) The shares of the non-significant affiliates of the Group are summarized as follows:

	January to March 2024	January to March 2023
Share of profit or loss		
Net income (loss) for the year	\$ (7,360)	\$ 3,638
Other comprehensive income (net of tax)	29,034	13,939
Total comprehensive income for the year	\$ 21,674	\$ 17,577

- (4) The information on the Level 1 fair value with market quoted prices with respect to the Group's associate is as follows:

	March 31, 2024	December 31, 2023	March 31, 2023
YIEH UNITED STEEL CORP. (Note)	\$ 3,935,947	\$ 4,512,238	\$ 5,456,375
Tang Eng Iron Works Co., Ltd.	3,544,223	3,631,465	3,391,548
Total	<u>\$ 7,480,170</u>	<u>\$ 8,143,703</u>	<u>\$ 8,847,923</u>

(Note) The fair value information listed above does not include shares that are not freely transferable in the open market acquired through private placement.

- (5) Investing in Tian-Yue Hot Spring And Resort Inc., E-DA Tour Bus Co., Ltd, Eda Bus Transportation Co., Ltd., and E-DA Entertainment Co., Ltd., with significant influence as a director, so the equity method is adopted for the valuation.
- (6) The Group holds ownership stakes of 45% in Zheng Xin Security Co., Ltd., 43.56% in Eliter International Corp., 34.38% in E-Da Development Corp., and 30.51% in YIEH UNITED STEEL CORP., making it the largest single shareholder in each. Considering the relative voting rights held by other shareholders and their distribution, as well as the lack of significant dispersion among other shareholders, the Group is unable to control the aforementioned companies' relevant activities. The management of the Group believes that it has only a significant influence on the company listed above, so it is listed as an affiliate of the Group.
- (7) The Group subscribed to private placement shares of Yieh United Steel Corp. at a price of NT\$7 per share in February 2017 and December 2015, with subscription amounts of NT\$204,876 thousand and NT\$1,100,400 thousand, respectively, totaling NT\$1,305,276 thousand. According to securities regulations, the privately held securities must be held for a minimum of three years from the delivery date and can only be freely traded on the open market after the Company completes its public offering.
- (8) Under the equity method, YIEH UNITED STEEL CORP., in which the Group holds mutual equity interests with equity method, calculates investment gains and losses using the treasury share method.
- (9) The accounting policy for evaluating the investment property in the statements of the investees under the equity method has been adjusted to the evaluation at fair value model as identical to the Group.
- (10) The Group's share of profit or loss and other comprehensive income of the investment under equity method are calculated based on the financial statements not reviewed by the CPAs.
- (11) Please refer to Note VIII for the status of the Group's partial investments under the equity method as collateral for loans as of March 31, 2024, December 31, 2023, and March 31, 2023.

(XI) Property, plant and equipment

Item	March 31, 2024	December 31, 2023	March 31, 2023
Land	\$ 6,035,452	\$ 6,035,452	\$ 6,035,452
Buildings	17,561,078	17,453,320	17,493,692
Machinery and equipment	41,634,502	40,889,605	41,232,107
Other equipment	11,176,530	11,105,880	10,978,165
Construction in progress and equipment to be inspected	1,604,490	1,471,692	572,701
Total cost	\$ 78,012,052	\$ 76,955,949	\$ 76,312,117
Less: accumulated depreciation	(32,891,500)	(31,987,234)	(30,647,012)
Accumulated impairment	(334,626)	(332,722)	(333,698)
Net amount	\$ 44,785,926	\$ 44,635,993	\$ 45,331,407

	Land	Buildings	Machinery and equipment	Other equipment	Construction in progress and equipment to be inspected	Total
Cost						
Balance as of January 1, 2024	\$ 6,035,452	\$ 17,453,320	\$ 40,889,605	\$ 11,105,880	\$ 1,471,692	\$ 76,955,949
Additions	-	2,435	13,291	29,362	165,269	210,357
Reclassified to expenses	-	-	(100)	-	(1,130)	(1,230)
Disposal	-	(1,155)	(17,956)	(26,037)	-	(45,148)
Reclassification	-	1,335	26,687	5,103	(33,125)	-
Effect of foreign currency exchange difference	-	105,143	722,975	62,222	1,784	892,124
Balance as of March 31, 2024	\$ 6,035,452	\$ 17,561,078	\$ 41,634,502	\$ 11,176,530	\$ 1,604,490	\$ 78,012,052
Accumulated depreciation and impairment						
Balance as of January 1, 2024	\$ -	\$ 5,010,703	\$ 23,720,317	\$ 3,410,743	\$ 178,193	\$ 32,319,956
Depreciation	-	95,664	310,822	165,424	-	571,910
Disposal	-	(700)	(14,118)	(25,415)	-	(40,233)
Effect of foreign currency exchange difference	-	43,570	284,856	46,067	-	374,493
Balance as of March 31, 2024	\$ -	\$ 5,149,237	\$ 24,301,877	\$ 3,596,819	\$ 178,193	\$ 33,226,126

	Land	Buildings	Machinery and equipment	Other equipment	Construction in progress and equipment to be inspected	Total
Cost						
Balance as of January 1, 2023	\$ 6,035,452	\$ 17,482,024	\$ 41,153,023	\$ 10,978,501	\$ 537,554	\$ 76,186,554
Additions	-	3,074	20,647	16,498	56,654	96,873
Reclassified to expenses	-	-	-	-	(1,298)	(1,298)
Disposal	-	(1,511)	(11,478)	(38,074)	-	(51,063)
Reclassification	-	490	3,783	15,996	(20,269)	-
Effect of foreign currency exchange difference	-	9,615	66,132	5,244	60	81,051
Balance as of March 31, 2023	\$ 6,035,452	\$ 17,493,692	\$ 41,232,107	\$ 10,978,165	\$ 572,701	\$ 76,312,117
Accumulated depreciation and impairment						
Balance as of January 1, 2023	\$ -	\$ 4,660,965	\$ 22,659,992	\$ 2,911,692	\$ 178,193	\$ 30,410,842
Depreciation	-	92,720	311,493	181,207	-	585,420
Disposal	-	(1,136)	(7,843)	(37,579)	-	(46,558)
Effect of foreign currency exchange difference	-	3,765	23,723	3,518	-	31,006
Balance as of March 31, 2023	\$ -	\$ 4,756,314	\$ 22,987,365	\$ 3,058,838	\$ 178,193	\$ 30,980,710

1. Property, plant and equipment added into the statements of cash flow in current period are adjusted as following:

	January to March 2024	January to March 2023
Additions of property, plant and equipment	\$ 210,357	\$ 96,873
(Increase)/Decrease in payables for equipment	(7,614)	11,240
Amount of cash for acquisition of property, plant and equipment	\$ 202,743	\$ 108,113

- Please refer to Note VI (XXXV) for the amount of capitalization of borrowing costs.
- The Group recognized NT\$0 thousand for impairment loss on property, plant and equipment in 2024 and from January to March 2023.
- For information on collateral with property, plant and equipment, please refer to the descriptions in Note VIII.
- As of March 31, 2024, December 31, 2023 and March 31, 2023, the Group's land temporarily registered under individuals' names due to legal restrictions amounted to NT\$78,568 thousand. However, to secure its rights, the Group has registered preservation measures by setting up mortgage rights.

(XII) Lease agreement

1. Right-of-use assets

Item	March 31, 2024	December 31, 2023	March 31, 2023
Land	\$ 516,616	\$ 507,573	\$ 512,196
Buildings	44,225	42,501	42,162
Transport equipment	1,059	1,019	-
Total costs	\$ 561,900	\$ 551,093	\$ 554,358
Less: accumulated depreciation	(83,517)	(76,558)	(63,633)
Accumulated impairment	-	-	-
Net amount	\$ 478,383	\$ 474,535	\$ 490,725

Cost	Land	Buildings	Transportation equipment	Total
Balance as of January 1, 2024	\$ 507,573	\$ 42,501	\$ 1,019	\$ 551,093
Additions in the current period	48	-	-	48
Not recognized in current period	-	-	-	-
Effect of foreign currency exchange difference	8,995	1,724	40	10,759
Balance as of March 31, 2024	\$ 516,616	\$ 44,225	\$ 1,059	\$ 561,900
Accumulated depreciation and impairment				
Balance as of January 1, 2024	\$ 45,156	\$ 31,204	\$ 198	76,558
Depreciation expenses	2,636	1,764	86	4,486
Not recognized in current period	-	-	-	-
Effect of foreign currency exchange difference	1,160	1,303	10	2,473
Balance as of March 31, 2024	\$ 48,952	\$ 34,271	\$ 294	\$ 83,517

Cost	Land	Buildings	Transportation equipment	Total
Balance as of January 1, 2023	\$ 508,366	\$ 41,580	\$ -	\$ 549,946
Additions in the current period	3,782	928	-	4,710
Not recognized in current period	(776)	-	-	(776)
Effect of foreign currency exchange difference	824	(346)	-	478
Balance as of March 31, 2023	<u>\$ 512,196</u>	<u>\$ 42,162</u>	<u>\$ -</u>	<u>\$ 554,358</u>
Accumulated depreciation and impairment				
Balance as of January 1, 2023	\$ 35,892	\$ 24,286	\$ -	\$ 60,178
Depreciation expenses	2,633	1,716	-	4,349
Not recognized in current period	(776)	-	-	(776)
Effect of foreign currency exchange difference	84	(202)	-	(118)
Balance as of March 31, 2023	<u>\$ 37,833</u>	<u>\$ 25,800</u>	<u>\$ -</u>	<u>\$ 63,633</u>

2. Lease liabilities

Item	March 31, 2024	December 31, 2023	March 31, 2023
Carrying amount of lease liabilities			
Current	<u>\$ 9,368</u>	<u>\$ 9,543</u>	<u>\$ 10,366</u>
Non-current	<u>\$ 52,033</u>	<u>\$ 54,803</u>	<u>\$ 60,137</u>

The range of discount rate for lease liabilities is 1.9661% - 4.3%.

For maturity analysis of lease liabilities, refer to the descriptions in Note XII (III).

3. Important leasing activities and terms

The Group leases certain lands and buildings for operating purposes. The remaining lease terms range from 1 to 38.5 years. Some of the leases have renewal options at the end of the lease term and some of the leases are based on the land area or the rent is based on the announced present value of the land in the current year. In addition, as per the agreements, the Group shall not sublease the leased assets to others without the consent of the lessors. As of March 31, 2024, December 31, 2023 and March 31, 2023, there were no signs of impairment of right-of-use assets. The Company consequently did not conduct any impairment evaluation.

4. Other leasing information

(1) The information on lease-related expenses for the current period is as follows:

Item	January to March 2024	January to March 2023
Short-term lease expenses	<u>\$ 6,311</u>	<u>\$ 5,902</u>
Total cash outflow from leases (Note)	<u>\$ 9,779</u>	<u>\$ 9,694</u>

(Note): Including the amount of the payment for the principal of the lease liabilities in the current period.

5. For information on collateral with right-of-use assets, refer to the descriptions in Note VIII.

(XIII) Investment property (after restatement)

Item	March 31, 2024	December 31, 2023	March 31, 2023	January 1, 2023
Measured at fair value	<u>\$ 577,286</u>	<u>\$ 577,286</u>	<u>\$ 562,043</u>	<u>\$ 562,043</u>

1. Investment properties measured at fair value

Item	January to March 2024	January to March 2023
Beginning amount	\$ 577,286	\$ 562,043
Valuation gains	-	-
Ending amount	\$ 577,286	\$ 562,043

- (1) The fair value of the investment property as of December 31, 2023 and January 1, 2023 were calculated and measured in December 2024, respectively, by Appraisers with the qualification of real estate appraiser of Taiwan, Wu, Kuo-Shih and Huang, Chien-Chih from Evermore Valuation Firm. The valuation was conducted using the income approach, which belongs to the Level 3 fair value. Please refer to Note XII (IV).
- (2) The Group has engaged the appraisers to review the validity of the original appraisal report and believes that the fair value information of the aforementioned investment property as of December 31, 2023 and 2022 is still valid as of March 31, 2024 and 2023.
- (3) The monthly market rent as of March 31, 2024 in the area where the investment property is located was about NT\$200 per ping, and the rents for similar comparable underlying properties on the market were about NT\$81 to NT\$795 per ping.
- (4) The fair value of investment property is evaluated using the income approach. It is estimated that the fair value will increase when the future net cash inflow is increased or the discount rate is decreased.

The important assumptions are as follows:

Item	March 31, 2024	December 31, 2023	March 31, 2023	January 1, 2023
Estimated future cash inflow	\$ 725,492	\$ 725,492	\$ 698,571	\$ 698,571
Estimated future cash outflow	\$ 7,641	\$ 7,641	\$ 7,590	\$ 7,590
Estimated net future cash inflow	\$ 717,851	\$ 717,851	\$ 690,981	\$ 690,981
Discount rate	2.345%~2.35%	2.345%~2.35%	2.22%~2.35%	2.22%~2.35%

A. The expected future cash inflow from investment property includes rental income, interest income of deposits, and the value of the disposals at the end of the period. The rental income is estimated based on the Company's current lease contract and the market rent, taking the annual growth rate of the future rent into account. The period of income analysis is estimated based on 10 years; the interest income from deposit is estimated based on the one-year time deposit interest rate; the value of disposal at the end of period is estimated using the direct capitalization method of the income approach. The expected future cash outflow from investment property includes the expenditure of land tax and management fee. These expenditures are estimated based on the current expenditure level and taking the adjustment of land prices to be announced in the future into account.

B. The discount rate is based on the flexible interest rate for the 2-year postal time deposit small-amount deposit announced by Chunghwa Post Co., Ltd. plus 0.75 percentage point.

2. Rental income and direct operating expense of investment properties:

Item	January to March 2024	January to March 2023
Rent income of investment properties	\$ 453	\$ 453
Direct operating expense incurred for the investment properties with current rent income	81	81
Direct operating expense incurred for the investment properties without current rent income	48	48

3. For information on collateral pledged on investment property, please refer to Note VIII.

4. As of March 31, 2024, December 31, 2023, March 31, 2023 and January 1, 2023, the Group's land temporarily registered under individuals' names due to legal restrictions amounted to NT\$7,196 thousand, NT\$7,196 thousand, NT\$6,920 thousand, and NT\$6,920 thousand. However, to secure its rights, the Group has registered preservation measures by setting up mortgage rights.

(XIV) Intangible assets

Item	March 31, 2024	December 31, 2023	March 31, 2023
Mining right	\$ 464,202	\$ 464,202	\$ 464,202
Trademark rights	8,207	8,207	8,207
Others	56,481	56,481	52,872
Total cost	\$ 528,890	\$ 528,890	\$ 525,281
Less: Accumulated amortization	(271,860)	(260,786)	(222,750)
Accumulated impairment	-	-	-
Net amount	\$ 257,030	\$ 268,104	\$ 302,531

	Mining right	Trademark rights	Others	Total
Cost				
Balance as of January 1, 2024	\$ 464,202	\$ 8,207	\$ 56,481	\$ 528,890
Additions	-	-	-	-
Balance as of March 31, 2024	\$ 464,202	\$ 8,207	\$ 56,481	\$ 528,890
Accumulated amortization and impairment				
Balance as of January 1, 2024	\$ 230,700	\$ 1,128	\$ 28,958	\$ 260,786
Amortization	8,198	103	2,773	11,074
Balance as of March 31, 2024	\$ 238,898	\$ 1,231	\$ 31,731	\$ 271,860

	Mining right	Trademark rights	Others	Total
Cost				
Balance as of January 1, 2023	\$ 464,202	\$ 8,207	\$ 52,769	\$ 525,178
Additions	-	-	103	103
Balance as of March 31, 2023	\$ 464,202	\$ 8,207	\$ 52,872	\$ 525,281
Accumulated amortization and impairment				
Balance as of January 1, 2023	\$ 192,250	\$ 718	\$ 18,100	\$ 211,068
Amortization	8,198	103	3,381	11,682
Balance as of March 31, 2023	\$ 200,448	\$ 821	\$ 21,481	\$ 222,750

(XV) Other non-current assets

Item	March 31, 2024	December 31, 2023	March 31, 2023
Intangible exploration and evaluation assets	\$ 12,497	\$ 12,497	\$ 12,497
Others	10,307	10,869	2,559
Total	22,804	23,366	15,056
Less: Accumulated impairment	(12,497)	(12,497)	(12,497)
Net amount	\$ 10,307	\$ 10,869	\$ 2,559

The above-listed intangible exploration and evaluation assets are mainly the exploration rights for lateritic nickel ore and will be reclassified into intangible assets - mining rights once the technical feasibility and commercial value of future mining of mineral resources are proven; however, the Group's original plan The mineral resources were intended to supply the Group's smelter in Indonesia. Due to external environmental factors, the progress of the construction of the smelter was delayed, and the mineral

resources have been unable to be mined and used. The amount of impairment recognized on March 31, 2024, December 31, 2023 and March 31, 2023 was all NT\$12,497 thousand.

(XVI) Refundable deposits

Item	March 31, 2024	December 31, 2023	March 31, 2023
Performance bond	\$ 170,698	\$ 877	\$ 129,192
Deposits	32,709	35,361	32,379
Deposits for dumping deficits	-	-	2,333
Others	16,106	16,097	8,991
Total	<u>\$ 219,513</u>	<u>\$ 52,335</u>	<u>\$ 172,895</u>

Please refer to Note VI (V) for details on dumping margin deposits.

(XVII) Short-term loans

March 31, 2024		
Types of borrowings	Amount	Interest rate
Credit borrowings	\$ 7,863,729	2.21%-6.26%
Borrowings for material purchase	4,617,673	2.34%-3.33%
Total	<u>\$ 12,481,402</u>	

December 31, 2023		
Types of borrowings	Amount	Interest rate
Credit borrowings	\$ 6,841,751	2.21%-4.70%
Borrowings for material purchase	4,688,934	2.22%-3.35%
Secured loans	130,000	2.63%
Total	<u>\$ 11,660,685</u>	

March 31, 2023		
Types of borrowings	Amount	Interest rate
Credit borrowings	\$ 9,418,369	2.07%-7.90%
Borrowings for material purchase	5,835,833	1.91%-3.23%
Total	<u>\$ 15,254,202</u>	

For short-term borrowings, the Group provides some bank deposits, property, plant and equipment, investment property, notes and accounts receivable as collateral for the borrowings. Please refer to the descriptions in Note VIII.

(XVIII) Short-term notes payable

Item	March 31, 2024	December 31, 2023	March 31, 2023
Commercial paper payable	\$ 1,570,000	\$ 1,570,000	\$ 1,490,000
Less: unamortized discount on bonds payable	(2,857)	(2,108)	(2,914)
Net amount	<u>\$ 1,567,143</u>	<u>\$ 1,567,892</u>	<u>\$ 1,487,086</u>
Interest rate range	<u>2.29%-3.29%</u>	<u>2.28%-3.36%</u>	<u>2.19%-3.42%</u>

For the short-term bills payable, the Group provides some property, plant and equipment and investment property as collateral. Please refer to the descriptions in Note VIII.

(XIX) Other payables

Item	March 31, 2024	December 31, 2023	March 31, 2023
Salary and bonus payable	\$ 317,293	\$ 804,218	\$ 159,913
Equipment payable	64,710	57,096	65,392
Payables for export fees and freight	168,052	218,817	150,324
Tax payable	144,153	93,721	154,608
Interest payable	72,995	73,894	84,725
Utilities payable	73,627	80,980	69,626
Dumping duties payable	-	-	73,557
Payable marketing expenses	10,697	12,256	10,122
Consumables payable	28,219	55,513	22,200
Business tax payable	16,932	23,752	49,544
Cash dividends payable - prior period	23,375	23,386	22,879
Repair and maintenance expense payable	16,087	23,237	23,060
Remuneration payable to employees, directors and supervisors - current period	176	-	5
Others	405,022	470,871	372,809
Total	<u>\$ 1,341,338</u>	<u>\$ 1,937,741</u>	<u>\$ 1,258,764</u>

1. For transactions with related parties, refer to the descriptions in Note VII (III) 6.
2. For the details of dumping duties payable, please refer to the descriptions in Note VI (V).

(XX) Provision for liabilities - current

Item	March 31, 2024	December 31, 2023	March 31, 2023
Employee benefits	\$ 103,394	\$ 98,430	\$ 97,393
Onerous contract	24,977	99	7,864
Warranty	3,580	3,580	2,931
Total	<u>\$ 131,951</u>	<u>\$ 102,109</u>	<u>\$ 108,188</u>

Item	Employee benefit	Onerous contract	Warranty	Total
January 1, 2024	\$ 98,430	\$ 99	\$ 3,580	\$ 102,109
Provision for liabilities increased in the current period	71,573	24,977	-	96,550
Provision for liabilities used in the current period	(66,609)	(99)	-	(66,708)
March 31, 2024	<u>\$ 103,394</u>	<u>\$ 24,977</u>	<u>\$ 3,580</u>	<u>\$ 131,951</u>

Item	Employee benefit	Onerous contract	Warranty	Total
January 1, 2023	\$ 96,406	\$ 2,352	\$ 2,931	\$ 101,689
Provision for liabilities increased in the current period	71,517	7,864	-	79,381
Provision for liabilities used in the current period	(70,530)	(2,352)	-	(72,882)
March 31, 2023	<u>\$ 97,393</u>	<u>\$ 7,864</u>	<u>\$ 2,931</u>	<u>\$ 108,188</u>

1. The provision for employee benefits is an estimate of employees' vested short-term service leave entitlements.

2. The liability reserve for onerous purchase contracts is the difference between the Group's estimated cost of fulfilling contractual obligations in an irrevocable raw material purchase contract signed will exceed the economic benefits expected from the contract and the construction contract the expected loss.
3. Provisions of the Group's warranty were related to the warranty of sales of electronic products and were estimated according to the historical warranty information of products.

(XXI) Long-term loans

Item	March 31, 2024	December 31, 2023	March 31, 2023
Syndicated loans with banks:			
The Company	\$ 8,068,500	\$ 8,406,000	\$ 9,115,000
Subsidiaries	31,972,893	31,778,734	29,429,230
Subtotal	40,041,393	40,184,734	38,544,230
Secured bank borrowings	649,399	356,589	262,350
Unsecured bank borrowings	1,358,772	861,512	762,385
Total	42,049,564	41,402,835	39,568,965
Less: unamortized discount on bonds payable	(108,882)	(115,392)	(131,614)
Less: current portion	(9,760,571)	(6,172,423)	(3,834,304)
Long-term borrowings	\$ 32,180,111	\$ 35,115,020	\$ 35,603,047
Interest rate range	2.33%-7.61%	2.34%-7.91%	2.3%-7.28%

1. For the collateral for the bank borrowings listed above, please refer to the descriptions in Note VIII.
2. According to the Group's syndicated loan agreement with banks, the Group must maintain specific financial ratios, such as current ratio, debt ratio, and interest coverage ratio, based on the annual consolidated financial statements audited by the accountant and the second quarter consolidated financial statements reviewed by the accountant, or the subsidiary's annual or second quarter non-consolidated financial statements audited by the accountant, during the loan period. In 2023, due to certain financial ratios of the subsidiaries Yieh Hsing, Kings Garden, and Great Emperor not meeting the contractual standards, the Group is required to pay a compensation fee of 0.125% of the outstanding credit balance or increase the interest rate by 0.15% to the managing bank within the agreed timeframe. This is not considered a default.

(XXII) Long-term deferred income

The reason is that the subsidiary Tianjin Lianfa Precision Steel Corporation Beneficiary received a construction subsidy of RMB 11,470 thousand from the Construction Development Bureau of Tianjin Economic-Technological Development Area in 2006. Since it is a government subsidy related to assets, the depreciation expense will be recognized in installments according to the proportion of the depreciation. Income from donations is stated as follows:

Item	March 31, 2024	December 31, 2023	March 31, 2023
Deferred government donation income:			
Construction subsidies	\$ 51,741	\$ 50,576	\$ 50,761
Less: Accumulated revenue recognized	(28,973)	(26,707)	(26,394)
Ending balance	\$ 22,768	\$ 23,869	\$ 24,367

(XXIII) Pension

1. Defined contribution plans

- (1) The Company adopted a pension system under the Labor Pension Act (LPA), which is a state-managed defined contribution plan. Under the LPA, the Company makes monthly contributions to employees' individual pension accounts at 6% of monthly salaries and wages; the subsidiaries outside the ROC have participated in the defined contribution plan managed by the local government and make monthly contributions to the local government as pension funds.
- (2) The pension expenses recognized by the Group from January to March, 2024 and 2023 were NT\$45,541 thousand and NT\$43,279 thousand, respectively.

2. Defined benefit plans

- (1) The pension expenses related to the defined benefit plan recognized by the Group in 2024 and from January to March 2023 were NT\$581 thousand and NT\$1,408 thousand, respectively. The above were using the actuarial determination on December 31, 2022 and 2023 and pension cost rate.
- (2) Before the end of 2023 and 2022, the balance of the estimated labor retirement account is insufficient to pay the employees who meet the retirement conditions in the following year and the difference was appropriated to the special account in March 2024 and 2023 and netted. The net defined benefit liabilities were all NT\$0 thousand.

(XXIV) Share capital

Quantity and value of the Company's outstanding common shares at the beginning and ending of period are adjusted as following:

Item	January to March 2024	
	Shares (thousand)	Amount
Balance at January 1	1,949,171	\$ 19,491,710
Cancellation of treasury stock	(3,860)	(38,600)
Balance on March 31	1,945,311	\$ 19,453,110

Item	January to March 2023	
	Shares (thousand)	Amount
Balance at January 1	1,985,098	\$ 19,850,980
Cancellation of treasury stock	(9,233)	(92,330)
Balance on March 31	1,975,865	\$ 19,758,650

1. As of March 31, 2024, the Company's authorized capital was NT\$30,000,000 thousand, divided into 3,000,000 thousand shares.
2. The Company's Board of Directors resolved on January 25, 2024 to cancel the treasury shares. The capital reduction amounted to NT\$38,600 thousand, and 3,860 thousand shares eliminated. The ratio of capital reduction was 0.2%. The record date of capital reduction was February 15, 2024.
3. On March 9, 2023, the Board of Directors resolved to cancel the treasury shares. The capital reduction amounted to NT\$92,330 thousand, and 9,233 thousand shares were eliminated. The ratio of capital reduction was 0.47%. The record date of capital reduction was March 15, 2023.

4. On August 8, 2023, the Board of Directors resolved to cancel treasury shares. The capital reduction amounted to NT\$100,210 thousand, and 10,021 thousand shares were eliminated. The ratio of capital reduction was 0.51%. The record date of capital reduction was August 16, 2023.
5. On November 6, 2023, the Company's board of directors resolved to write off treasury shares. The capital reduction amounted to NT\$166,730 thousand, and 16,673 thousand shares were eliminated. The ratio of capital reduction was 0.85%. The record date of the capital reduction was November 7, 2023.

(XXV) Capital reserve

Item	March 31, 2024	December 31, 2023	March 31, 2023
Premiums on the issuance of shares	\$ 3,931,657	\$ 3,939,458	\$ 3,993,409
Treasury stock transactions	528,612	540,864	625,505
Difference between the equity price and book value of the subsidiary's equity actually acquired or disposed	219,251	219,251	218,574
Changes in equity of subsidiaries	8,665	8,665	8,665
Changes in shares of associates and joint ventures	39,585	39,585	39,586
recognized with the equity method			
Total	<u>\$ 4,727,770</u>	<u>\$ 4,747,823</u>	<u>\$ 4,885,739</u>

Under the Securities and Exchange Act, capital surplus of additional paid-in capital and gifts of assets donated may be used for offsetting deficit. Furthermore, if the Company has no accumulated loss, capital surplus may be used for issuing new shares or distributing cash in proportion to shareholders' original holdings. In accordance with regulations in the Securities and Exchange Act, when the above-mentioned capital surplus is used for capitalization, the total amount every year shall not exceed 10% of paid-in capital. The Company may use capital surplus to offset loss only when the amount of earnings and reserves are insufficient to offset the loss. The capital surplus generated from investment under equity method shall not be used for any purposes.

(XXVI) Retained earnings

1. The Company is in the mature stage of its industry lifecycle. The dividend policy aligns with current and future development plans, considering the investment environment, capital requirements and domestic and international competition, while also taking into account shareholders' interests. Each year, no less than 20% of distributable earnings are allocated for shareholder dividends. However, if the accumulated distributable earnings are less than 20% of the paid-in capital, dividends may not be distributed. Assess the capital requirement based on the expansion plan and profitability. In principle, stock dividends are distributed to retain the required capital. Cash dividends are distributed, depending on the profitability, between 20% and 100% of the total dividends. Stock dividends are distributed between 0% and 80% of the total dividends.

For each fiscal year's earnings, after paying all taxes and covering past losses, the Company allocates 10% of the remaining earnings as legal reserve. Additionally, special reserves may be allocated or reversed as required by operations or regulations. The sum of these amounts, along with the undistributed earnings from previous years, constitutes the distributable earnings. The Board of

Directors drafts a proposal for the distribution of these earnings. If the distribution is to be made by issuing new shares, it requires approval by the shareholders' meeting.

When legally allocating special reserves, the Company must first allocate from the undistributed earnings of previous years an amount equal to the “net increase in fair value of investment properties accumulated from previous periods” and the “net amount of other equity deductions accumulated from previous periods” that were insufficiently allocated. If there is still a shortfall, the Company must allocate the same amount from the current period's net profit, including items added to the undistributed earnings for the current period, before distributing the earnings.

2. The legal reserve shall not be used except for compensation of the Company's deficit and issue of new shares or cash in proportion to the shareholders' original shareholdings. However, in the case of issue of new shares or cash, it shall be limited to the portion of the legal reserve in excess of 25% of the paid-in capital.

3. Special reserve

Item	March 31, 2024	December 31, 2023	March 31, 2023
Reserves for debit balance on other equity	\$ 494,611	\$ 494,611	\$ 457,289
Reserve for first-time application of IFRS	327,758	327,758	327,758
Total	<u>\$ 822,369</u>	<u>\$ 822,369</u>	<u>\$ 785,047</u>

4. The distribution of earnings for 2023 and 2022 and the dividends per share as proposed by the Board of Directors in May 2024 and resolved in the shareholders' meeting in June 2023 were as follows:

Item	Allocation of earnings		Dividends Per Share (\$)	
	2023	2022	2023	2022
Legal reserve	\$ -	\$ 94,861		
Special reserve	(69,325)	37,322		
Cash dividends for common shares	389,062	592,759	0.2	0.3
Stock dividends for common shares	389,062	-	0.2	-
Total	<u>\$ 708,799</u>	<u>\$ 724,942</u>		

The 2023 earnings distribution proposal has yet to be resolved by the shareholders' meeting in June 2024.

5. Regarding the distribution of earnings proposed by the Board of Directors and resolved by the Shareholders' Meeting, please visit the Market Observation Post System of Taiwan Stock Exchange.

(XXVII) Other equity (after restatement)

Item	Exchange difference from translating the financial statements of foreign operations	Unrealized gains (loss) of financial assets measured at fair value through other comprehensive income	Gains (loss) of hedging instruments	Total
Restated balance at January 1, 2024	\$ (1,089,814)	\$ 326,048	\$ 12,679	\$ (751,087)
Exchange difference from translating the financial statements of foreign operations	323,341	-	-	323,341
Unrealized gains (loss) of financial assets measured at fair value through other comprehensive income	-	16,777	-	16,777
Shares of associates and joint ventures under equity method	129,749	(11,829)	387	118,307
Balance as of March 31, 2024	<u>\$ (636,724)</u>	<u>\$ 330,996</u>	<u>\$ 13,066</u>	<u>\$ (292,662)</u>

Item	Exchange difference from translating the financial statements of foreign operations	Unrealized gains (loss) of financial assets measured at fair value through other comprehensive income	Gains (loss) of hedging instruments	Total
Balance as of January 1, 2023	\$ (964,147)	\$ 130,825	\$ 10,953	\$ (822,369)
Effects of retrospective application and restatement	1,960	-	-	1,960
Beginning balance after restatement	<u>\$ (962,187)</u>	<u>\$ 130,825</u>	<u>\$ 10,953</u>	<u>\$ (820,409)</u>
Exchange difference from translating the financial statements of foreign operations	23,586	-	-	23,586
Unrealized gains (loss) of financial assets measured at fair value through other comprehensive income	-	59,021	-	59,021
Shares of associates and joint ventures under equity method	(25,526)	37,170	104	11,748
Balance as of March 31, 2023	<u>\$ (964,127)</u>	<u>\$ 227,016</u>	<u>\$ 11,057</u>	<u>\$ (726,054)</u>

(XXVIII) Treasury stock

1. The reasons for the recall of shares and the change in the quantity:

March 31, 2024:

January to March 2024				Unit: Thousand Shares
January 1	Increase	Decrease	March 31	
3,860	-	(3,860)	-	

December 31, 2023:

2023				Unit: Thousand Shares
January 1	Increase	Decrease	December 31	
9,233	30,554	(35,927)	3,860	

March 31, 2023:

January to March 2023				Unit: Thousand Shares
January 1	Increase	Decrease	March 31	
9,233	-	(9,233)	-	

2. In order to protect the Company's credit and shareholders' equity, the Group decided to repurchase treasury shares on October 17, 2022. The plan is to buy back 30,000 thousand shares from October 18, 2022 to December 17, 2022, as of December 17, 2022, the Group bought back a total of 9,233 thousand treasury shares for a total amount of \$133,898 thousand; on March 9, 2023, the Board of Directors of

the Group resolved to cancel the treasury shares and 9,233 thousand shares were eliminated or the capital decrease was 0.47%, the capital reduction base date was March 15, 2023.

3. On May 4, 2023, to uphold the Company's credit and shareholder rights, the board of directors approved the execution of a buyback of treasury stocks. The buyback was scheduled to take place from May 5, 2023, to July 4, 2023, with the intention to repurchase 20,000 thousand shares. By July 4, 2023, the group had repurchased 10,021 thousand shares, totaling NT\$152,788 thousand. On August 14, 2023, the board of directors decided to cancel the treasury shares, eliminating 10,021 thousand shares, and reducing the capital by 0.51%. The date for the reduction of capital was set for August 16, 2023.
4. On August 14, 2023, to maintain the Company's credit and shareholder rights, the board of directors approved the execution of a buyback of treasury stocks. The buyback was scheduled to take place from August 15, 2023, to October 14, 2023, with the intention to repurchase 20,000 thousand shares. By October 14, 2023, the group had repurchased 16,673 thousand shares, totaling NT\$252,848 thousand. On November 6, 2023, the board of directors decided to cancel the treasury shares, eliminating 16,673 thousand shares and reducing the capital by 0.85%. The date for the reduction of capital was set for November 7, 2023.
5. On October 16, 2023, to maintain the Company's credit and shareholder rights, the board of directors approved the execution of a buyback of treasury stocks. The buyback was scheduled to take place from October 17, 2023, to December 16, 2023, with the intention to repurchase 20,000 thousand shares. By December 16, 2023, the group had repurchased 3,860 thousand shares, totaling NT\$58,670 thousand. On January 25, 2024, the board of directors decided to cancel the treasury shares, eliminating 3,860 thousand shares, and reducing the capital by 0.2%. The date for the reduction of capital was set for February 15, 2024.
6. According to the Securities and Exchange Act, a company's repurchase of its outstanding shares must not exceed ten percent of the total issued shares. Additionally, the total amount spent on repurchasing shares must not exceed the sum of retained earnings, share premium, and realized capital surplus.
7. According to the Securities and Exchange Act, the treasury stocks held by the Group shall not be pledged and shall not be entitled to the rights of shareholders before they are transferred.

(XXIX) Non-controlling interests (after restatement)

Item	January to March 2024	January to March 2023
Beginning balance	\$ 1,247,566	\$ 1,209,235
Effects of retrospective application and restatement	-	374,044
Beginning balance after restatement	1,247,566	1,583,279
Shares attributable to non-controlling interests:		
Net income (loss) for the year	(90,281)	(45,023)
Other comprehensive income the year:		
Exchange difference from translating the financial statements of foreign operations	5,268	(822)
Unrealized gains (loss) of financial assets measured at fair value through other comprehensive income	(206)	(287)
Shares of associates and joint ventures under equity method		
Exchange difference from translating the financial statements of foreign operations	2,630	(444)
Unrealized gains (loss) of financial assets measured at fair value through other comprehensive income	(198)	530
Gains (loss) of hedging instruments	7	3
Changes in associates under equity method	(73)	(91)
Increase of non-controlling interests - cash capital increase	-	18,270
Ending balance	<u>\$ 1,164,713</u>	<u>\$ 1,555,415</u>

(XXX) Operating revenue

Item	January to March 2024	January to March 2023
Revenue from customer contracts		
Revenue from sales	\$ 19,356,634	\$ 17,413,122
Construction revenue:	208,897	171,885
Realized (unrealized) sales gains	54	54
Total sales revenues from customer contracts	19,565,585	17,585,061
Less: Return on sales	(7,716)	(3,115)
Sales discount	(17,255)	(12,809)
Net operating revenue from customer contracts	<u>\$ 19,540,614</u>	<u>\$ 17,569,137</u>

1. Breakdown of revenue from contracts with customers

The Group's revenue comes from merchandise and services that are transferred over time and at a certain point in time. The revenue can be broken down into the main business groups below:

(1) Breakdown of revenue by product type and labor service:

January to March 2024:

	Steel coils and tubes	Cables and wires	Construction revenue	Others	Total amount
External customers					
Revenue from contracts	\$16,394,194	\$1,336,462	\$ 208,951	\$1,601,007	\$19,540,614
Time of revenue recognition					
Revenue recognized at a certain point in time	\$16,394,194	\$1,336,462	\$ -	\$1,382,533	\$19,113,189
Income recognized gradually over time	-	-	208,951	218,474	427,425
Total	<u>\$16,394,194</u>	<u>\$1,336,462</u>	<u>\$ 208,951</u>	<u>\$1,601,007</u>	<u>\$19,540,614</u>

January to March 2023:

	Steel coils and tubes	Cables and wires	Construction revenue	Others	Total amount
External customers					
Revenue from contracts	\$14,569,352	\$1,341,045	\$ 171,939	\$1,486,801	\$17,569,137
Time of revenue recognition					
Revenue recognized at a certain point in time	\$14,569,352	\$1,341,045	\$ -	\$1,279,314	\$17,189,711
Income recognized gradually over time	-	-	171,939	207,487	379,426
Total	\$14,569,352	\$1,341,045	\$ 171,939	\$1,486,801	\$17,569,137

(2) Please refer to Note XIV for the breakdown of revenue by department.

2. Balance of contracts

Item	March 31, 2024	December 31, 2023	March 31, 2023
Notes and accounts receivable	\$ 4,283,538	\$ 4,623,812	\$ 3,214,522
Contract assets - current			
Steel structure and cranes	\$ 639,802	\$ 575,864	\$ 237,858
Contract liabilities -- current			
Unearned sales revenue	\$ 1,077,492	\$ 1,758,679	\$ 907,638
Partial construction billing	74,331	77,861	161,367
Total	\$ 1,151,823	\$ 1,836,540	\$ 1,069,005

(1) Changes in contract assets and contract liabilities are mainly due to the difference between the point of meeting the performance obligation and the time of payment by the customer.

(2) Allowance for loss on contract assets:

	March 31, 2024	December 31, 2023	March 31, 2023
ECLs	0%-0.5%	0%-0.5%	0%-0.5%
Total carrying amount	\$ 641,639	\$ 577,540	\$ 239,192
Allowance for losses (lifetime ECLs)	(1,837)	(1,676)	(1,334)
	\$ 639,802	\$ 575,864	\$ 237,858

The Group recognizes loss allowance for contract assets based on lifetime expected credit losses. The contract assets will be reclassified as accounts receivable when the bill is issued and the credit risk characteristics are the same as the accounts receivable generated from similar contracts. Therefore, the Group believes that the expected credit loss rate of accounts receivable can also be applied to contracts assets. Changes in the allowance for losses on contract assets are as follows:

	January to March 2024	January to March 2023
Opening balance	\$ 1,676	\$ 1,051
Less: Provision for impairment loss	161	283
Plus: Reversal of impairment loss	-	-
Ending balance	\$ 1,837	\$ 1,334

(3) The amount from contract liabilities at the beginning of the year recognized as operating revenue in 2024 and from January to March 2023 was NT\$1,758,679 thousand and NT\$1,207,313 thousand, respectively.

(4) Contracts with customers not yet completed

As of March 31, 2024 and 2023, the aggregate amount of the transaction price allocated to the outstanding performance obligations was NT\$1,111,588 thousand and NT\$1,364,409 thousand, respectively. The Group will gradually recognize the income as the projects are completed. These contract revenues are expected to be recognized until June 2026.

(XXXI) Employee benefits, depreciation, depletion, and amortization expenses

Category	January to March 2024		
	Operating Cost	Operating Expense	Total
Employee benefit expenses			
Salaries	\$ 573,647	\$ 252,091	\$ 825,738
Labor and health insurance	58,728	25,468	84,196
Pension	34,166	11,956	46,122
Other employee benefit expenses	120,432	35,429	155,861
Depreciation	406,398	169,998	576,396
Amortization	-	11,074	11,074
Total	\$ 1,193,371	\$ 506,016	\$ 1,699,387

Category	January to March 2023		
	Operating Cost	Operating Expense	Total
Employee benefit expenses			
Salaries	\$ 524,007	\$ 232,233	\$ 756,240
Labor and health insurance	56,903	25,559	82,462
Pension	32,779	11,908	44,687
Other employee benefit expenses	104,635	30,815	135,450
Depreciation	403,641	186,128	589,769
Amortization	8,198	3,484	11,682
Total	\$ 1,130,163	\$ 490,127	\$ 1,620,290

1. According to the Company's Articles of Incorporation, the Company allocates no less than 0.2% and no more than 0.1% of the profits before tax for the year before the distribution of employees' and directors' remuneration to employees' and directors' remuneration, respectively. 2024 and 2023 from January to March, it is estimated that the remuneration to employees is NT\$117 thousand and NT\$3 thousand, and the remuneration to directors is NT\$59 thousand and NT\$2 thousand, respectively, based on the aforementioned pre-tax profit of 0.2% and 0.1% recognized as directors' remuneration.
2. In March 2024 and March 2023, the Company's board of directors approved the remuneration to employees and directors for 2023 and 2022, respectively, and the related amounts recognized in the financial statements as follows:

	2023 (Note)		2022	
	Employee remuneration	Directors remuneration	Employee remuneration	Directors remuneration
Amount to be distributed as resolved	\$ -	\$ -	\$ 2,252	\$ 563
Amount recognized in the annual financial statements	-	-	2,252	1,126
Difference	\$ -	\$ -	\$ -	\$ (563)

(Note) In 2023, due to operating losses, it was not estimated.

- (1) The above employee remuneration is paid in cash.
 - (2) The difference between the above-mentioned resolution and the amount recognized in the financial statements in 2022 was mainly due to the estimation difference and was adjusted in profit or loss for 2023.
3. For information on remuneration to employees and directors approved by the Company's board of directors, please visit the Market Observation Post System (MOPS) of the Taiwan Stock Exchange.

(XXXII) Interest income

Item	January to March 2024	January to March 2023
Interest from bank deposit	\$ 31,727	\$ 25,718

(XXXIII) Other income

Item	January to March 2024	January to March 2023
Rent income - equipment and investment property	\$ 4,840	\$ 5,254
Dividend income	12,528	18,168
Other income		
Revenues from anti-dumping tax rebates	21,747	-
Income from sale of industrial waste	13,300	15,813
Others	23,000	25,673
Subtotal	58,047	41,486
Total	\$ 75,415	\$ 64,908

(XXXIV) Other gains and losses

Item	January to March 2024	January to March 2023
Valuation profit and loss of financial assets and liabilities measured at fair value through profit and loss	\$ 2,441	\$ (6,983)
Net foreign currency exchange gain (loss)	210,696	(27,503)
Profit or loss of disposing property, plant, and equipment	(4,508)	(4,505)
Others	(2,160)	(1,048)
Total	\$ 206,469	\$ (40,039)

(XXXV) Financial costs

Item	January to March 2024	January to March 2023
Interest expense:		
Bank loans	\$ 478,137	\$ 469,763
Interest on lease liabilities	600	129
Subtotal	478,737	469,892
Less: portion qualified capitalization	(7,091)	(146)
Financial costs	\$ 471,646	\$ 469,746

(XXXVI) Income Tax

1. Income tax expense

- (1) The components of income tax expenses (benefit) are as follows:

Item	January to March 2024	January to March 2023
Income tax arising in the current period	\$ 101,646	\$ 60,324
Deferred income tax arising from temporary differences	(43,919)	(18,159)
Income tax expense (benefit)	\$ 57,727	\$ 42,165

- (2) Income tax expense (benefit) related to other comprehensive income:

Item	January to March 2024	January to March 2023
Exchange difference from translating the financial statements of foreign operations	\$ 80,937	\$ 5,638

2. Up to 2021, the income tax for the profit-seeking business of the Company has been approved by the tax authorities.

(XXXVII) Other consolidated income or loss

Item	January to March 2024		
	Before tax	Income tax expense (gain)	Net after tax
Items not reclassified as profit or loss			
Unrealized gains (loss) of financial assets measured at fair value through other comprehensive income	\$ 16,571	\$ -	\$ 16,571
Share of associates and joint ventures accounted for using the equity method:			
Unrealized gains (loss) of financial assets measured at fair value through other comprehensive income	(12,027)	-	(12,027)
Subtotal	4,544	-	4,544
Items may be later reclassified as profit or loss			
Exchange difference from translating the financial statements of foreign operations	403,528	(74,919)	328,609
Share of associates and joint ventures accounted for using the equity method:			
Exchange difference from translating the financial statements of foreign operations	138,397	(6,018)	132,379
Gains (loss) of hedging instruments	394	-	394
Subtotal	542,319	(80,937)	461,382
Stated as other comprehensive income	\$ 546,863	\$ (80,937)	\$ 465,926

Item	January to March 2023		
	Before tax	Income tax expense (gain)	Net after tax
Items not reclassified as profit or loss			
Unrealized gains (loss) of financial assets measured at fair value through other comprehensive income	\$ 58,734	\$ -	\$ 58,734
Share of associates and joint ventures accounted for using the equity method:			
Unrealized gains (loss) of financial assets measured at fair value through other comprehensive income	37,700	-	37,700
Subtotal	96,434	-	96,434
Items may be later reclassified as profit or loss			
Exchange difference from translating the financial statements of foreign operations	29,596	(6,832)	22,764
Share of associates and joint ventures accounted for using the equity method:			
Exchange difference from translating the financial statements of foreign operations	(27,164)	1,194	(25,970)
Gains (loss) of hedging instruments	107	-	107
Subtotal	2,539	(5,638)	(3,099)
Stated as other comprehensive income	\$ 98,973	\$ (5,638)	\$ 93,335

(XXXVIII) Basic earnings per share

Item	January to March 2024	January to March 2023
A. Basic earnings per share:		
Net income attributable to parent company	\$ 33,851	\$ 13,151
Weighted average number of outstanding shares (thousand shares)	1,945,311	1,975,865
Basic earnings per share (after tax) (NT\$)	\$ 0.02	\$ 0.01
B. Diluted earnings per share:		
Net income attributable to parent company	\$ 33,851	\$ 13,151
Weighted average number of outstanding shares	1,945,311	1,975,865
Effect of employee compensation (Note)	8	97
Weighted average outstanding shares for calculation of diluted earnings per share	1,945,319	1,975,962
Diluted earnings per share (after tax) (NT\$)	\$ 0.02	\$ 0.01

If the Company may choose to pay employees' remuneration in stock or cash, when calculating the diluted earnings per share, it is assumed that the employees' remuneration will be paid in stock, and when the potential dilutive effect of the common shares, it will be included in the weighted average number of outstanding shares to calculate Diluted earnings per share. The dilutive effect of these potential ordinary shares will also be taken into account when calculating the diluted earnings per share before the number of shares to be distributed to employees in the following year.

VII. Related Party Transactions

(I) Parent company and ultimate controller:

The Company is the ultimate controller of the Group.

(II) Names of related parties and their relationships

Name of the related party	Relationship with the consolidated company
Yieh United Steel Corp.	Associates
Yieh Mau Corporation	Associates
ASIAZONE CO., LTD.	Associates
Cheng Shin Security Co., Ltd.	Associates
Eliter International Corporation	Associates
UNIPATTERN CO.	Associates
Eda Bus Transportation Co., Ltd.	Associates
E-DA Tour Bus Co., Ltd	Associates
E-Da Development Corp.	Associates
E-DA VISUAL EFFECTS CORP.	Associates
Tang Eng Iron Works Co., Ltd.	Associates
SHIN JAN ENGINEERING & MANAGEMENT CONSULTING CO., LTD.	Associates
Tian-Yue Hot Spring And Resort Inc.	Associates
Yieh Hong Enterprise Co., Ltd.	Other related parties
Yieh Corp.	Other related parties
Li Hsin Enterprise Co., Ltd.	Other related parties
E-DA CULTURAL CREATIVE INDUSTRIES CO., LTD.	Other related parties
SKYLARK INTERNATIONAL HOTEL CO., LTD.	Other related parties
Pacific Harbor Stevedoring Corporation	Other related parties
Royal Palace Hong Kong Restaurant Co., Ltd.	Other related parties
KIWA INTERNATIONAL COMMERCIAL ASSET MANAGEMENT (TAIWAN) LIMITED	Other related parties
E SKY International Co., Ltd.	Other related parties
Chiao Ling Entertainment Co., Ltd.	Other related parties
New Springs Construction Co., Ltd.	Other related parties
E-DA Po Jue Building Management and Maintenance Co., Ltd.	Other related parties
E-DA ROYAL HOTEL COMPANY LTD.	Other related parties

I-Shou University	Other related parties
I-Shou University Internship Center	Other related parties
I-Shou International School	Other related parties
Kaohsiung City E-DA Medical Kindergarten	Other related parties
E-DA Kindergarten, Kaohsiung City	Other related parties
VISTA TRAVEL SERVICE CO., LTD.	Other related parties
Yieh Corp.	Other related parties
YU MING INDUSTRIAL CO., LTD.	Other related parties
Kuan Ying Enterprise Co., Ltd.	Other related parties
Zheng Zi Technology Co., Ltd.	Other related parties
E-Da Hospital	Other related parties
E-Da Cancer Hospital	Other related parties
E-Da Dachang Hospital	Other related parties
E-Da Bassinet	Other related parties
E-DA Healthcare Group, Home Care	Other related parties
E-DA NURSING HOME	Other related parties
E-DA POSTPARTUM and BABYCARE CENTER	Other related parties
E-Da Medical Management Center	Other related parties
E-Da Health Biotechnology Co., Ltd.	Other related parties
Wei Hung Investment & Development Co., Ltd.	Other related parties
Lian Shuo Investment Development Co., Ltd.	Other related parties
Lian Cheng Ready-mixed Products Co., Ltd.	Other related parties
E-DA Global International Co., Ltd.	Other related parties
Yemao Steel Trade (Shanghai) Co., Ltd.	Other related parties
CHAIN DOLLARS ENTERPRISE CO., LTD.	Other related parties
You Jing Sheng	Other related parties
Chen Yung-Hsien	Other related parties

(III) Major transactions with related parties

The balances and transactions between the Company and its subsidiaries (the Company's related parties) have been eliminated when preparing the consolidated financial statements and are not disclosed. The details of the transactions between the Group and the related parties are disclosed as follows:

1. Operating revenue

Item	Type/Name of related party	January to March 2024	January to March 2023
Sales revenue	Associates	\$ 361,709	\$ 339,389
	Other related parties	358,191	557,825
	Total	<u>\$ 719,900</u>	<u>\$ 897,214</u>
Construction revenue	Associates	\$ 34,633	\$ 10,564
	Other related parties	79,124	71,960
	Subtotal	<u>113,757</u>	<u>82,524</u>
	Less: construction revenue eliminated in consolidation	(1,258)	(496)
	Total	<u>\$ 112,499</u>	<u>\$ 82,028</u>

- (1) The Group's transaction prices for sales revenue (hot-rolled coils and galvanized steel coils, etc.) and scrap income (head and tail plates, etc.) of the Group are roughly equivalent to those of other customers, and the payment term is about 1 to 2 months.
- (2) The selling price of the Group's carbon steel and stainless steel scraps and scraps sold to the related party was determined by reference to the purchase price of the relative transaction from the non-related party. The payment term is open on settlement with 15 days monthly settlement.

- (3) The construction contract signed between the Group and the above-mentioned related party is based on the price negotiation between the two parties and the payment collection deadline is agreed in the contract. However, the payment collection may be postponed by mutual consent.
- (4) As the Group not only contracted the steel structure works of the related parties but also contracted the works to other related parties, if they belong to the same project, the accounting treatment has been treated as if the other related parties had only entrusted the supervision and management of the project. In 2024 and from January to March 2023, the revenue from the elimination project was NT\$1,258 thousand and NT\$496 thousand, respectively.

2. Purchases:

Type/Name of related party	January to March 2024	January to March 2023
Associates	\$ 976,778	\$ 886,102
Other related parties	1,415,570	1,284,209
Total	<u>\$ 2,392,348</u>	<u>\$ 2,170,311</u>

The Group purchases from the above-mentioned related parties mainly for stainless steel billet, carbon steel billet, steel plate and cold/hot-rolled coils. The purchase price is equivalent to that of general suppliers. supplier comparison) or T/T, B/L, and payment is made 120 days after the date.

3. Contract assets

Item	Type/Name of related party	March 31, 2024	December 31, 2023	March 31, 2023
Contract assets	Associates			
	Yieh United Steel Corp.	\$ 112,130	\$ 83,702	\$ 5,638
	Other related parties			
	New Springs Construction Corp.	492,180	450,588	184,741
	Total	<u>604,310</u>	<u>534,290</u>	<u>190,379</u>
	Less: Allowance for losses	-	-	-
	Net amount	<u>\$ 604,310</u>	<u>\$ 534,290</u>	<u>\$ 190,379</u>

4. Contract liabilities

Item	Type/Name of related party	March 31, 2024	December 31, 2023	March 31, 2023
Contract liabilities	Associates	\$ 10,413	\$ 10,395	\$ 12,920
	Other related parties	6,691	1,883	2,727
	Total	<u>\$ 17,104</u>	<u>\$ 12,278</u>	<u>\$ 15,647</u>

5. Receivables from related parties (excluding loans to related parties)

Item	Type/Name of related party	March 31, 2024	December 31, 2023	March 31, 2023
Notes receivable	Associates	\$ 50	\$ 462	\$ 42
	Other related parties	994	39	422
	Total	1,044	501	464
	Less: Allowance for losses	-	-	-
	Net amount	\$ 1,044	\$ 501	\$ 464
Accounts receivable	Associates	\$ 228,667	\$ 154,531	\$ 219,447
	Other related parties	115,891	45,740	3,681
	Total	344,558	200,271	223,128
	Less: Allowance for losses	(1,087)	(476)	(1,514)
	Net amount	\$ 343,471	\$ 199,795	\$ 221,614
Other receivables	Associates	\$ 3,611	\$ 9,209	\$ 4,394
	Other related parties			
	Yieh Hong Enterprise Co., Ltd.	18,415	21,853	35,083
	Others	48	5	428
	Total	22,074	31,067	39,905
	Less: Allowance for losses	-	-	-
	Net amount	\$ 22,074	\$ 31,067	\$ 39,905

6. Payables to related parties (excluding loans from related parties)

Item	Type/Name of related party	March 31, 2024	December 31, 2023	March 31, 2023
Notes payable	Associates	\$ 6,107	\$ 3,194	\$ 4,552
	Other related parties	7,832	3,518	71
	Total	\$ 13,939	\$ 6,712	\$ 4,623
Accounts payable	Associates	\$ 38,139	\$ 33,060	\$ 14,662
	Other related parties	9,877	7,926	10,633
	Total	\$ 48,016	\$ 40,986	\$ 25,295
Other payables	Associates	\$ 5,322	\$ 12,259	\$ 5,315
	Other related parties	842	4,950	42,606
	Total	\$ 6,164	\$ 17,209	\$ 47,921

7. Prepayments

Type/Name of related party	March 31, 2024	December 31, 2023	March 31, 2023
Associates	\$ 92	\$ -	\$ 65
Other related parties			
Yieh Hong Enterprise Co., Ltd.	136,826	10,568	249,065
Total	\$ 136,918	\$ 10,568	\$ 249,130

8. Property transactions

(1) Property, plant and equipment acquired:

January to March 2024:

Type/Name of related party	Transaction content	Transaction amount
Associates	Construction in progress	\$ 1,500
Other related parties	Construction in progress	53,994

The transaction prices listed above were determined through negotiation between both parties and were paid in full as of March 31, 2024.

January to March 2023:

Type/Name of related party	Transaction content	Transaction amount
Other related parties	Other equipment	\$ 161
Associates	Other equipment	3,099

The transaction prices listed above were determined through negotiation between both parties and were paid in full as of March 31, 2023.

9. Lease agreements:

(1) Acquisition of right-of-use assets: none.

(2) Lease liabilities: none.

(3) Expenses:

Item	Type/Name of related party	January to March 2024	January to March 2023
Lease expense	Associates	\$ 2,446	\$ 2,110
	Other related parties	1,406	2,189
	Total	<u>\$ 3,852</u>	<u>\$ 4,299</u>

The above lease conditions are written in the contract and rents are paid monthly or yearly.

10. Others

(1) Miscellaneous income

Type/Name of related party	January to March 2024	January to March 2023
Associates	\$ 8,012	\$ 7,090
Other related parties	587	784
Total	<u>\$ 8,599</u>	<u>\$ 7,874</u>

Mainly due to technical service income and sporadic rental income, etc. The lease price is based on the contract and the rent is collected on a monthly or quarterly basis.

(2) Miscellaneous expenses

Type/Name of related party	January to March 2024	January to March 2023
Associates	\$ 22,696	\$ 19,118
Other related parties	37,218	45,142
Total	<u>\$ 59,914</u>	<u>\$ 64,260</u>

Primarily service fees and export fees.

(3) Construction contract

(a) As of March 31, 2024, the project undertaken by the related party not yet closed is as follows:

Type/Name of related party	Construction Name	Total Contract Price	Total costs incurred and recognized profit or loss/amount solicited	Contract assets /Contract liabilities
Associates	Crane assembly and assembly, etc.	292,610	190,185	112,130
			81,426	3,371
Other related parties				
New Springs Construction Corp.	Above-ground structure project of E-DA Asia Empire Commercial Building, etc.	2,452,113	1,802,207	492,180
			1,311,655	1,628

(b) As of December 31, 2023, the project undertaken by the related party not yet closed is as follows:

Type/Name of related party	Construction Name	Total Contract Price	Total costs incurred and recognized profit or loss/amount solicited	Contract assets /Contract liabilities
Associates	Crane assembly and assembly, etc.	292,610	155,553	83,702
			76,903	5,052
Other related parties				
New Springs Construction Corp.	Above-ground structure project of E-DA Asia Empire Commercial Building, etc.	2,447,855	1,724,040	450,588
			1,274,777	1,325

(c) As of March 31, 2023, the unclosed construction undertaken by the related party is as follows:

Type/Name of related party	Construction Name	Total Contract Price	Total costs incurred and recognized profit or loss/amount solicited	Contract assets /Contract liabilities
Associates	Crane assembly and assembly, etc.	196,922	72,835	5,638
			74,966	7,769
Other related parties				
New Springs Construction Corp.	Above-ground structure engineering of E-DA Asia Plaza commercial building, etc.	4,275,361 (Note)	3,393,260	184,741
			3,208,626	107

(Note) See Note VII (III) 1. As stated in (4), if the Group is contracted with the related party for the same project contracted to the related party, the accounting treatment is treated as if the related party is only contracted to supervise the project.

11. Part of the land of the Group is registered in the name of the related party. The details are as follows:

Type of related party	Amount	Significant transactions
Other related parties	87,555	Due to legal restrictions, some of the Group's property, plant and equipment and land under investment property cannot be transferred in the name of the Company. To ensure the rights and interests, the security measures for the mortgage registration have been processed.

12. The capital increase in cash and the investment amount of the Company's related parties are as follows:

January to March 2024:

Investees	Increase in investment		Shareholding ratio	
	Shares (thousand)	Amount	Before capital increase	After capital increase
Associates				
Yimao Development Co., Ltd.	14,540	145,408	25.60%	25.60%

January to March 2023:

Investees	Increase in investment		Shareholding ratio	
	Shares (thousand)	Amount	Before capital increase	After capital increase
Associates				
SHIN JAN ENGINEERING and MANAGEMENT CONSULTING CO., LTD.	900	9,000	45.00%	45.00%
Other related parties				
E-Da Health Biotechnology Co., Ltd.	3,420	34,200	0.00%	19.00%

(IV) Remuneration of key management personnel

Item	January to March 2024	January to March 2023
Salary and other short-term employees' benefits	\$ 28,527	\$ 30,605
Benefits after retirement	485	592
Other long-term employees' benefits	-	-
Resignation benefits	-	-
Stock-based payment	-	-
Total	\$ 29,012	\$ 31,197

VIII. Pledged Assets (after restatement)

Assets below were put up as collateral for bank loan and performance guarantee:

Item	March 31, 2024	December 31, 2023	March 31, 2023	January 1, 2023
Demand deposits pledged	\$ 474,644	\$ 637,444	\$ 409,666	\$ 493,423
Time deposits pledged	105,350	105,307	123,037	184,410
Subtotal of other financial assets - current	579,994	742,751	532,703	677,833
Demand deposits pledged	7,534	7,533	29,194	13,180
Time deposits pledged	797,106	737,227	756,833	763,292
Subtotal of other financial assets - non-current	804,640	744,760	786,027	776,472
Property, plant and equipment (net)	31,580,197	31,503,047	30,773,417	31,266,542
Right-of-use assets	155,847	150,863	157,341	157,875
Investment properties	554,807	554,807	540,458	540,458
Investments accounted for using equity method	-	-	-	6,693,164
Notes and accounts receivable	378,277	165,913	357,465	295,067
Total	\$ 34,053,762	\$ 33,862,141	\$ 33,147,411	\$ 40,407,411

IX. Significant Contingent Liabilities and Unrecognized Commitments

- (I) As of March 31, 2024, December 31, 2023, and March 31, 2023, the amount of guarantee notes provided by the Group to banks and property owners due to borrowings, purchases, contract performance and warranty was NT\$49,665,847 thousand, NT\$52,210,245 thousand and NT\$50,011,576 thousand, respectively.
- (II) As of March 31, 2024, December 31, 2023, and March 31, 2023, the guarantee notes received by the Group for the purpose of construction performance bond and secured payment creditor's right were NT\$1,519,900 thousand, NT\$1,518,083 thousand and NT\$1,770,239 thousand, respectively.
- (III) As of March 31, 2024, December 31, 2023 and March 31, 2023, the Group's significant issued unused letters of credit (over NT\$50,000 thousand) are detailed as follows:

Item	March 31, 2024	December 31, 2023	Unit: Thousand NTD
			March 31, 2023
L/C Amount	USD 46,813	USD 11,661	USD 31,119
	NT\$737,528	NT\$627,355	NT\$762,369
	-	-	HKD 44,467
	CNY 37,317	CNY 62,014	-

- (IV) As of March 31, 2024, December 31, 2023, and March 31, 2023, the Group had guarantees provided by banks for the sale of gift vouchers, performance, and warranties amounting to NT\$150,059 thousand, NT\$183,087 thousand, and NT\$241,851 thousand, respectively.
- (V) As of March 31, 2024, December 31, 2023, and March 31, 2023, the letters of credit issued by the Group for export secured were USD 24,900 thousand and USD 24,000 thousand, and USD 24,800 thousand, respectively.
- (VI) The Group signed raw material procurement contracts with zinc and aluminum ingot and small steel billet raw material suppliers such as ITG, KAMTAI, Tai Kai, and Jun Shi. The prices were negotiated by both parties. As of March 31, 2024, the 30,757 tons with a total amount of NT\$551,558 thousand.
- (VII) Significant capital expenditures signed but not yet incurred:

Item	March 31, 2024	December 31, 2023	March 31, 2023
Property, plant and equipment	\$ 92,917	\$ 113,183	\$ 544,511

(VIII) In August 2014, the subsidiaries Great Emperor Hotel Co., Ltd. and Kings Garden International Co., Ltd. signed a syndicated loan agreement with Taiwan Land Bank and First Commercial Bank. Before the first drawdown, Yieh United Steel Corp., the Company, and the subsidiary Yieh Hsing Enterprise Co., Ltd. issued commitment letters, promising that together with related enterprises of the E United Group, they would hold at least 50% of the shares of Great Emperor and Kings Garden and control more than half of the board seats of Great Emperor and Kings Garden. As of March 31, 2024, 100% of the shares of Great Emperor Hotel Co., Ltd. and Kings Garden were held by the Group, and all the seats of directors of these two companies were obtained.

X. Significant Disaster Loss: None.

XI. Material Events After the Balance Sheet Date: None.

XII. Other (after restatement)

(I) Interpretation of seasonality or periodicity of interim operations

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

(II) Capital risk management

There is no significant change in the Group's capital risk management approach with that described in the 2023 consolidated financial statements. Please refer to Note XII (I) to the 2023 consolidated financial statements for related descriptions.

(III) Financial instruments

1. Financial risk of financial instruments

(1) Financial risk management policy

There is no significant change in the Group's financial risk management objectives and policies from those described in the 2023 consolidated financial statements. Please refer to Note XII (II) to the 2023 consolidated financial statements for details.

(2) Nature and extent of significant financial risk

A. Market risk

(A) Exchange rate risk

a. There is no significant change in the nature and extent of significant financial risk from those described in the 2023 consolidated financial statements. Please refer to Note XII (II) to the 2023 consolidated financial statements for details.

b. Exchange rate risk exposure and sensitivity analysis (after restatement)

March 31, 2024						
	Foreign currency	Exchange rate	Carrying amount (New Taiwan Dollars)	Analysis of sensitivity		
				Range of change	Effect on profit or loss	Effect on equity
(Foreign currency: functional currency)						
Financial assets						
Monetary items						
USD: NTD	134,302	32	4,297,662	Revaluation 1%	42,977	-
USD: CNY	30,543	7.0938	977,371	Revaluation 1%	9,774	-
RMB:USD	334,017	0.141	1,506,743	Revaluation 1%	15,067	-
Long-term investment under equity method						
USD: NTD	28,177	32	901,653	Revaluation 1%	-	9,017
Financial liabilities						
Monetary items						
USD: CNY	54,448	7.0938	1,742,321	Revaluation 1%	(17,423)	-
RMB:USD	329,159	0.141	1,479,851	Revaluation 1%	(14,799)	-

December 31, 2023						
	Foreign currency	Exchange rate	Carrying amount (New Taiwan Dollars)	Analysis of sensitivity		
				Range of change	Effect on profit or loss	Effect on equity
(Foreign currency: Functional currency)						
Financial assets						
Monetary items						
USD: NTD	139,130	30.705	4,271,997	Revaluation 1%	42,720	-
USD: CNY	21,428	7.0827	657,938	Revaluation 1%	6,579	-
RMB: USD	241,653	0.1412	1,047,615	Revaluation 1%	10,476	-
Long-term investment under equity method						
USD: NTD	28,154	30.705	864,457	Revaluation 1%	-	8,645
Financial liabilities						
Monetary items						
USD: NTD	4,434	30.705	136,153	Revaluation 1%	(1,362)	-
USD: CNY	44,782	7.0827	1,375,040	Revaluation 1%	(13,750)	-
EUR: CNY	93,118	7.8592	317,264	Revaluation 1%	(3,173)	-
RMB: USD	237,125	0.1412	1,027,989	Revaluation 1%	(10,280)	-

March 31, 2023						
	Foreign currency	Exchange rate	Carrying amount (New Taiwan Dollars)	Analysis of sensitivity		
				Range of change	Effect on profit or loss	Effect on equity
(Foreign currency: functional currency)						
Financial assets						
Monetary items						
USD: NTD	127,263	30.45	3,876,266	Revaluation 1%	38,763	-
USD: CNY	44,893	6.8805	1,366,984	Revaluation 1%	13,670	-
EUR: CNY	9,300	7.4381	306,123	Revaluation 1%	3,061	-
RMB:USD	275,779	0.1453	1,220,472	Revaluation 1%	12,205	-
Long-term investment under equity method						
USD: NTD	27,777	30.45	845,825	Revaluation 1%	-	8,458
Financial liabilities						
Monetary items						
USD: CNY	68,823	6.8805	2,095,650	Revaluation 1%	(20,957)	-
EUR: CNY	9,302	7.4381	306,205	Revaluation 1%	(3,062)	-
RMB:USD	368,163	0.1453	1,627,944	Revaluation 1%	(16,279)	-

If the value of NTD appreciates against the above-mentioned currency, the amount reflected in the above-mentioned currency on March 31, 2024, December 31, 2023, and March 31, 2023 will have the same effects but in opposite directions.

- c. The aggregate amount of all exchange gains and losses (including realized and unrealized) recognized in 2024 and from January to March 2023 due to exchange rate

fluctuations on the monetary items of the Group was NT\$210,696 thousand and NT\$(27,503) thousand, respectively.

(B) Price risk

As the securities investments held by the Group are classified in the consolidated balance sheet as financial assets measured at fair value through profit or loss or financial assets measured at fair value through other comprehensive income, the Group is exposed to securities price risk.

The Group mainly invests in the stocks and beneficiary certificates of domestic (non) listed companies, and the prices of these securities will be affected by the uncertainty of the future value of the investment objects.

If the securities price had increased or decreased by 1%, the income after tax in 2024 and from January to March 2023 would have increased or decreased by NT\$510 thousand and NT\$376 thousand due to an increase or decrease in the fair value of financial assets measured at fair value through profit or loss, respectively. In 2024 and from January to March 2023, other comprehensive income after tax would have increased or decreased by NT\$11,970 thousand and NT\$10,419 thousand, respectively, due to an increase or decrease in the fair value of financial assets measured at fair value through other comprehensive income.

(C) Interest rate risk

The book value of financial assets and financial liabilities exposed to the interest rate risk on the date of reporting of the Group is as follows:

Item	Carrying amount		
	March 31, 2024	December 31, 2023	March 31, 2023
Interest rate risk with fair value:			
Financial assets	\$ 3,512,375	\$ 4,134,687	\$ 5,071,354
Financial liabilities	(1,628,544)	(1,632,238)	(1,557,589)
Net amount	<u>\$ 1,883,831</u>	<u>\$ 2,502,449</u>	<u>\$ 3,513,765</u>
Cash flow interest rate risk:			
Financial assets	\$ 6,483,331	\$ 5,466,563	\$ 7,046,719
Financial liabilities	(54,422,084)	(52,948,128)	(54,691,553)
Net amount	<u>\$ (47,938,753)</u>	<u>\$ (47,481,565)</u>	<u>\$ (47,644,834)</u>

a. Sensitivity analysis of fair value interest rate risk

The Group has not classified any fixed-rate financial assets and liabilities as financial assets measured at fair value through profit or loss or at fair value through other comprehensive income. Additionally, the Group has not designated derivative instruments (interest rate swaps) as hedging instruments under the fair value hedge accounting model. Therefore, the fluctuation in interest rate on reporting date will not affect the income and other comprehensive income.

b. Sensitivity analysis of cash flow interest rate risk

The Group's financial instruments with variable interest rates are assets (debt) with floating interest rates. Therefore, changes in market interest rates will cause changes in the effective interest rate, resulting in fluctuations in future cash flow. Each 1% decrease (increase) in

the market interest rate will increase (decrease) the net income for 2024 and from January to March 2023 by NT\$119,847 thousand and NT\$119,112 thousand, respectively.

B. Credit risk

Credit risk refers to the breach of contractual obligations by the counterparty with the risk of financial loss resulted to the Group. The Group's credit risk primarily arises from the accounts receivable from operating activities and the bank deposit and other financial instruments from investing activities. The operations-related credit risk and credit risk are managed separately.

Operations-related credit risk

In order to maintain the quality of accounts receivable, the Group has established the SOP for management of the credit risk over operation.

The risk evaluation on individual customers will take into consideration such factors likely to affect the customers' solvency as the customers' financial status, internal credit rating by the Group, historical trading record and current economic status.

Financial credit risk

The credit risk of bank deposits and other financial instruments is measured and monitored by the Group's Finance Department. Most of the trading counterparts and contract parties of the Group are renowned banks and other financial organizations, corporations and government entities capable of investment, whose performance ability is unquestionable. Therefore, no material credit risk is expected to arise. In addition, the Group does not classify investments in debt instruments measured at amortized cost and at fair value through other comprehensive income.

(A) Credit concentration risk

As of March 31, 2024, December 31, 2023, and March 31, 2023, the balance of accounts receivable from the top ten customers accounted for 49.28%, 46.87% and 57.38%, and the credit concentration risk of the remaining accounts receivable is relatively insignificant.

(B) Measurement of expected credit impairment loss

- a. Accounts receivable and contract assets: The simplified method is adopted. Please refer to Note VI (IV) and VI (XXX).
- b. The basis for judging whether the credit risk has increased significantly: None. (The Group does not have investments in debt instruments classified as at amortized cost and as at fair value through other comprehensive income.)
- c. Holding collateral and other credit enhancements to hedge the credit risk of financial assets:

For the financial assets recognized in the consolidated balance sheet and these held by the Group serve as collaterals, the master netting arrangements, and other credit enhancements on the maximum exposure of the Company's credit risk, the information on financial impact related to such amount is shown as the table below:

March 31, 2024	Carrying Amount	Amount of reduction in the maximum credit risk exposure			
		Collateral	General agreements on net settlements	Other credit enhancements	Total
Financial instruments subject to impairment requirements of IFRS 9 with credit impairment	\$ -	\$ -	\$ -	\$ -	\$ -
Financial instruments not applicable under IFRS 9 impairment requirements:					
Financial assets at fair value through profit or loss	50,955	-	-	-	-
Financial assets measured at fair value through other comprehensive income	1,197,021	-	-	-	-
Total	<u>\$1,247,976</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

December 31, 2023	Carrying Amount	Amount of reduction in the maximum credit risk exposure			
		Collateral	General agreements on net settlements	Other credit enhancements	Total
Financial instruments subject to impairment requirements of IFRS 9 with credit impairment	\$ -	\$ -	\$ -	\$ -	\$ -
Financial instruments not applicable under IFRS 9 impairment requirements:					
Financial assets at fair value through profit or loss	69,043	-	-	-	-
Financial assets measured at fair value through other comprehensive income	1,180,450	-	-	-	-
Total	<u>\$1,249,493</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

March 31, 2023	Carrying Amount	Amount of reduction in the maximum credit risk exposure			
		Collateral	General agreements on net settlements	Other credit enhancements	Total
Financial instruments subject to impairment requirements of IFRS 9 with credit impairment	\$ -	\$ -	\$ -	\$ -	\$ -
Financial instruments not applicable under IFRS 9 impairment requirements:					
Financial assets at fair value through profit or loss	37,606	-	-	-	-
Financial assets measured at fair value through other comprehensive income	1,041,921	-	-	-	-
Total	<u>\$1,079,527</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

C. Liquidity risk:

(A) General:

There is no significant change in the Group's objectives and policies for managing liquidity risk from those described in the 2023 consolidated financial statements. Please refer to Note XII (II) to the 2023 consolidated financial statements for details.

(B) Maturity analysis of financial liabilities:

Non-derivative financial liabilities	March 31, 2024						Carrying Amount
	Within six months	7-12 months	1-2 years	2-5 years	More than 5 years	Contract cash flow	
Short-term loans	\$ 9,942,449	\$ 2,538,953	\$ -	\$ -	\$ -	\$ 12,481,402	\$ 12,481,402
Short-term bills payable	1,570,000	-	-	-	-	1,570,000	1,567,143
Notes payable	780,842	-	-	-	-	780,842	780,842
Accounts payable	1,998,673	-	-	-	-	1,998,673	1,998,673
Other payables	1,341,162	176	-	-	-	1,341,338	1,341,338
Lease liabilities (including current)	5,281	5,242	7,065	9,216	47,871	74,675	61,401
Long-term borrowings (including those due within one year)	4,461,397	5,324,452	9,704,245	15,163,650	7,395,820	42,049,564	41,940,682
Deposit received	4,121	289	334	857	11,430	17,031	17,031
Total	\$ 20,103,925	\$ 7,869,112	\$ 9,711,644	\$ 15,173,723	\$ 7,455,121	\$ 60,313,525	\$ 60,188,512

Further information on the lease liability maturity analysis is as follows:

Lease liabilities	Less than 1 year	1-5 years	5-10 years	10-15 years	15-20 years	More than 20 years	Undiscounted rents Total lease payments
	\$ 10,523	\$ 16,281	\$ 12,735	\$ 12,735	\$ 12,735	\$ 9,666	\$ 74,675

Non-derivative financial liabilities	December 31, 2023						Carrying Amount
	Within six months	7-12 months	1-2 years	2-5 years	More than 5 years	Contract cash flow	
Short-term loans	\$ 9,878,558	\$ 1,782,127	\$ -	\$ -	\$ -	\$ 11,660,685	\$ 11,660,685
Short-term bills payable	1,570,000	-	-	-	-	1,570,000	1,567,892
Notes payable	685,514	-	-	-	-	685,514	685,514
Accounts payable	1,612,426	-	-	-	-	1,612,426	1,612,426
Other payables	1,937,741	-	-	-	-	1,937,741	1,937,741
Lease liabilities (including current)	5,893	4,898	8,532	9,655	49,232	78,210	64,346
Long-term borrowings (including those due within one year)	3,122,324	3,065,582	8,768,741	18,209,228	8,236,960	41,402,835	41,287,443
Deposit received	7,333	277	321	824	11,496	20,251	20,251
Total	\$ 18,819,789	\$ 4,852,884	\$ 8,777,594	\$ 18,219,707	\$ 8,297,688	\$ 58,967,662	\$ 58,836,298

Further information on the lease liability maturity analysis is as follows:

Lease liabilities	Less than 1 year	1-5 years	5-10 years	10-15 years	15-20 years	More than 20 years	Undiscounted rents Total lease payments
	\$ 10,791	\$ 18,187	\$ 12,735	\$ 12,735	\$ 12,735	\$ 11,027	\$ 78,210

Non-derivative financial liabilities	March 31, 2023						Carrying Amount
	Within six months	7-12 months	1-2 years	2-5 years	More than 5 years	Contract cash flow	
Short-term loans	\$ 13,162,211	\$ 2,091,991	\$ -	\$ -	\$ -	\$ 15,254,202	\$ 15,254,202
Short-term bills payable	1,490,000	-	-	-	-	1,490,000	1,487,086
Notes payable	490,975	-	-	-	-	490,975	490,975
Accounts payable	1,468,980	-	-	-	-	1,468,980	1,468,980
Other payables	1,258,759	-	5	-	-	1,258,764	1,258,764
Lease liabilities (including current)	4,912	6,927	9,858	12,893	50,639	85,229	70,503
Long-term borrowings (including those due within one year)	1,204,625	2,637,874	7,502,005	17,215,061	11,009,400	39,568,965	39,437,351
Deposit received	4,265	390	248	929	11,694	17,526	17,526
Total	\$ 19,084,727	\$ 4,737,182	\$ 7,512,116	\$ 17,228,883	\$ 11,071,733	\$ 59,634,641	\$ 59,485,387
Derivative financial liabilities	\$ 4,706	\$ -	\$ -	\$ -	\$ -	\$ 4,706	\$ 4,706

Further information on the lease liability maturity analysis is as follows:

Lease liabilities	Less than 1 year	1-5 years	5-10 years	10-15 years	15-20 years	More than 20 years	Undiscounted rents Total lease payments
	\$ 11,839	\$ 22,751	\$ 12,956	\$ 12,734	\$ 12,735	\$ 12,214	\$ 85,229

The Group does not expect the cash flow analyzed on the maturity date will be significantly earlier or the actual amount will be significantly different.

2. Types of financial instruments

	March 31, 2024	December 31, 2023	March 31, 2023
<u>Financial assets</u>			
Financial assets at amortized cost			
Cash and cash equivalents	\$ 7,908,149	\$ 7,574,913	\$ 10,345,718
Notes and accounts receivable (including related parties)	4,283,538	4,623,812	3,214,522
Other receivables (including related parties)	233,808	526,643	185,628
Other financial assets - current	2,093,773	2,204,236	1,761,933
Refundable deposits	219,513	52,335	172,895
Other financial assets - non-current	804,640	744,760	786,027
Financial assets at fair value through profit or loss - current	50,955	69,043	37,606
Financial assets measured at fair value through other comprehensive profit and loss--noncurrent	1,197,021	1,180,450	1,041,921
<u>Financial liabilities</u>			
Financial liabilities at amortized cost			
Short-term loans	12,481,402	11,660,685	15,254,202
Short-term bills payable	1,567,143	1,567,892	1,487,086
Notes and accounts payable (including related parties)	2,779,515	2,297,940	1,959,955
Other payables	1,341,338	1,937,741	1,258,764
Long-term borrowings (including current portion)	41,940,682	41,287,443	39,437,351
Deposit received	17,031	20,251	17,526
Lease liabilities (including current portion)	61,401	64,346	70,503
Financial liabilities at fair value through profit or loss - current	-	-	4,706

(IV) Fair value information (after restatement)

1. For the information on the fair value of the Group's financial assets and financial liabilities not measured at fair value, please refer to Note XII (IV)3. For information on fair value of associates invested by the Company with open market quotations, please refer to Note VI (X).

2. The definitions of the three levels of fair values

Level one:

Input of this level is open quotations of similar instruments in an active market where an instrument is in. All markets meeting the following criteria are active markets: goods trading in the market are homogeneous; parties willing to buy and sell the goods can be found any time in the market; price information is available to the public. The fair values of the Group's investments in listed stocks and beneficiary certificates fall in this category.

Level two:

Input of this level is observable prices other than open quotations in the active market, including inputs observed directly, such as prices and indirectly, such as deduction from prices.

Level three:

Level three inputs are those, when measured by fair value, the input parameters are not observable inputs available in the market. All the equity instruments without active market invested by the Group and investment properties belong to this category.

3. Financial instruments not measured at fair value:

The Group's financial instruments not measured at fair value, such as cash and cash equivalents, accounts receivable, other financial assets, refundable deposits, short-term borrowings, short-term bills

payable, accounts payable, and lease liabilities (including current and non-current assets)), long-term borrowings (including those due within one year or one operating cycle) and the book value of guarantee deposits are reasonably approximate to the fair value.

4. Information on fair value levels:

The Group's financial instruments measured at fair value are all measured at fair value on a repetitive basis. The fair value hierarchy is shown in the following table:

Item	March 31, 2024			
	Level one	Level two	Level three	Total
Assets				
<u>Repetitiveness of fair value</u>				
Financial assets at fair value through profit or loss				
Non-derivative financial assets held for trading	\$ 50,955	\$ -	\$ -	\$ 50,955
Financial assets measured by fair value through other comprehensive profit or loss				
Shares of domestic private companies	-	-	1,174,560	1,174,560
Shares traded on the Taiwan Stock Exchange or OTC exchange	22,461	-	-	22,461
Investment property (Note)	-	-	577,286	577,286
Total	\$ 73,416	\$ -	\$ 1,751,846	\$ 1,825,262

Item	December 31, 2023			
	Level one	Level two	Level three	Total
Assets				
<u>Repetitiveness of fair value</u>				
Financial assets at fair value through profit or loss				
Non-derivative financial assets held for trading	\$ 69,043	\$ -	\$ -	\$ 69,043
Financial assets measured by fair value through other comprehensive profit or loss				
Shares of domestic private companies	-	-	1,158,457	1,158,457
Shares traded on the Taiwan Stock Exchange or OTC exchange	21,993	-	-	21,993
Investment property (Note)	-	-	577,286	577,286
Total	\$ 91,036	\$ -	\$ 1,735,743	\$ 1,826,779

Item	March 31, 2023			
	Level one	Level two	Level three	Total
Assets				
<u>Repetitiveness of fair value</u>				
Financial assets at fair value through profit or loss				
Non-derivative financial assets held for trading	\$ 37,606	\$ -	\$ -	\$ 37,606
Financial assets measured by fair value through other comprehensive profit or loss				
Shares of domestic private companies	-	-	1,022,838	1,022,838
Shares traded on the Taiwan Stock Exchange or OTC exchange	19,083	-	-	19,083
Investment property (Note)	-	-	562,043	562,043
Total	<u>\$ 56,689</u>	<u>\$ -</u>	<u>\$ 1,584,881</u>	<u>\$ 1,641,570</u>
Liabilities				
<u>Repetitiveness of fair value</u>				
Financial liabilities at fair value through profit or loss				
Derivative financial instruments	<u>\$ -</u>	<u>\$ 4,706</u>	<u>\$ -</u>	<u>\$ 4,706</u>

Item	January 1, 2023			
	Level one	Level two	Level three	Total
Assets				
<u>Repetitiveness of fair value</u>				
Financial assets at fair value through profit or loss				
Non-derivative financial assets held for trading	\$ 80,459	\$ -	\$ -	\$ 80,459
Derivative financial instruments	-	4,182	-	4,182
Financial assets measured by fair value through other comprehensive profit or loss				
Shares of domestic private companies	-	-	722,995	722,995
Shares traded on the Taiwan Stock Exchange or OTC exchange	17,992	-	-	17,992
Investment property (Note)	-	-	562,043	562,043
Total	<u>\$ 98,451</u>	<u>\$ 4,182</u>	<u>\$ 1,285,038</u>	<u>\$ 1,387,671</u>

(Note) These are the investment properties measured at fair value model.

5. Evaluation technique for instruments measured by fair value:

(1) Financial Instruments

- A. If the quoted market price of a financial instrument is available, such a price shall be adopted as its fair value. The market prices announced by major exchanges and market prices of popular central government bonds based on the judgment announced by the OTC are the bases for the fair values of publicly listed equity instruments and debt instruments with quoted market prices. If quoted market prices for financial instruments are available on a timely and regular basis from exchanges, brokers, underwriters, industry associations, pricing service agencies, or competent authorities, and such prices represent actual and frequent fair market transactions, then the quoted market prices for such financial instruments are available. If the above criteria are not met, the market is deemed inactive. Generally speaking, a large bid-ask spread, a significant increase in the bid-ask spread, or a low volume of transactions are all indicators of an inactive market.

For the financial instruments held by the Group that belong to an active market, the fair value is listed as follows by category and attribute:

(A) Publicly listed companies' shares: Closing prices.

(B) Fund beneficiary certificates: net value.

B. Except for the above-mentioned financial instruments with active markets, the fair value of other financial instruments is obtained through valuation techniques or with reference to the quoted prices of counterparties. To obtain fair values through evaluation technique, one can refer to current fair values of financial instruments of similar nature and features, use the cash flow discount method or use other evaluation techniques, including using models to calculate market information on the balance sheet date.

(2) Investment properties

A. The fair value valuation technique of the Group's investment property measured at fair value is based on the income approach by outsourcing valuations in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers. Relevant parameter assumptions and input value information are as follows:

(A) Cash flow: based on the current lease contract, the local rent or the market price of the rent for similar comparable underlying properties in the market, and excluding the rents of underlying properties too high or too low, if there is a value at the end of period, the present value of such value may be added.

(B) Analysis period: If the revenue is indefinite, the analysis period is not more than 10 years; if there is a specific term, the analysis is based on the remaining period.

(C) Discount rate: The risk premium method is adopted, with a certain interest rate as the basis, and individual characteristics of investment property are accounted for. So-called certain interest rate, shall not be lower than the flexible interest rate for the 2-year postal time deposit small-amount deposit announced by Chunghwa Post Co., Ltd. plus 0.75 percentage point.

(D) Growth rate: Adjusted with reference to the average change rate of the CPI over the past ten years.

B. The output of the valuation model is an estimated value, and the valuation technique may not reflect all relevant factors of the non-financial instruments held by the Group. Therefore, the estimated value through the valuation model will be adjusted according to additional parameters, such as model risk or liquidity risk. According to the Group's management policy of the fair value valuation model and relevant control procedures, the management believes that the valuation adjustments are appropriate and necessary for the fair presentation of the fair value of non-financial instruments in the balance sheets. The pricing information and parameters used in the valuation process are carefully evaluated and appropriately adjusted based on the current market conditions.

6. Transition between first and second levels: none

7. A detailed list of level three changes

(1) Financial Instruments

Item	Investments in financial instruments without open quotations	
	January to March 2024	January to March 2023
Opening balance	\$ 1,158,457	\$ 722,995
Purchase in the current period	-	242,200
Stated as other comprehensive income	16,103	57,643
Ending balance	\$ 1,174,560	\$ 1,022,838

(2) Investment properties

Item	January to March 2024	January to March 2023
January 1	\$ 577,286	\$ 562,043
Adjustment to fair value	-	-
March 31	577,286	562,043

8. Evaluation procedures for level-three fair value

The Group's evaluation process for fair value classified as Level 3 is based on independent sources

The results are close to the market status, and the independent fair value verification and review of financial instruments are regularly conducted to ensure that the evaluation results are reasonable.

9. Quantitative information on the fair value measurement of major unobservable inputs (Level 3):

(1) Financial Instruments

Part of the unlisted stocks are measured by the market approach and the net asset approach. The unobservable major inputs include liquidity discount and control discount. When the liquidity discount decreases and the control discount decreases, the fair value of the investment will increase.

(2) Investment properties

March 31, 2024:

Item	Fair Value	Valuation technique	Significant unobservable input	Range	Relations between input and fair value
Investment properties	\$ 577,286	Discounted cash flow approach	Discount rate	2.345%~2.35%	The higher the discount rate or the income capitalization rate, the lower the fair value.
			Capitalization rate of end value gains	1.61%~1.75%	

December 31, 2023:

Item	Fair Value	Valuation technique	Significant unobservable input	Range	Relations between input and fair value
Investment properties	\$577,286	Discounted cash flow approach	Discount rate	2.345%~2.35%	The higher the discount rate or the income capitalization rate, the lower the fair value.
			Capitalization rate of end value gains	1.61%~1.75%	

March 31, 2023:

Item	Fair Value	Valuation technique	Significant unobservable input	Range	Relations between input and fair value
Investment properties	\$ 562,043	Discounted cash flow approach	Discount rate	2.22%~2.35%	The higher the discount rate or the income capitalization rate, the lower the fair value.
			Capitalization rate of end value gains	1.66%~1.75%	

January 1, 2023

Item	Fair Value	Valuation technique	Significant unobservable input	Range	Relations between input and fair value
Investment properties	\$ 562,043	Discounted cash flow approach	Discount rate	2.22%~2.35%	The higher the discount rate or the income capitalization rate, the lower the fair value.
			Capitalization rate of end value gains	1.66%~1.75%	

1. For Level 3 fair value measurement, the fair value sensitivity analysis to reasonably possible alternative assumptions:

For the Group's assets measured at repetitive fair value and rated in Level 3 of the fair value hierarchy, the significant unobservable inputs used for fair value measurement are listed in the following table:

Item	Valuation technique	Significant unobservable input	Range	Relations between input and fair value
Financial assets measured at fair value through other comprehensive profit and loss--stocks	Market approach	Discount for the lack of marketability	10%~33%	The higher the discount for the lack of marketability, the lower the fair value.
	Net asset approach	Discount for the lack of marketability	5%~15%	The higher the discount for the lack of marketability, the lower the fair value.
		Discount of control right	5%~20%	The higher the control discount, the lower the fair value.

(V) Transfer of financial assets:

1. De-recognition of transferred financial assets as a whole:

- (1) Chang Hwa Bank has entered into an accounts receivable factoring agreement with the Group. The Group is not responsible for the risk of uncollectability of the transferred accounts receivable, only for the losses that arise from commercial disputes, as stipulated in the agreement. The relevant information of these factored accounts receivable that have not yet matured is as follows, as the Group does not have any ongoing involvement with these transferred accounts receivable:

January to March 2024:

Name of related party	Beginning drafted amount	Amount of consignment for the period	Current amount received	Amount advanced as of the end of the period	Annual interest rate on pre-paid amount (%)	Ending credit limit
Chang Hua Bank	1,231	8,267	3,886	5,612	4.586%-4.571%	EUR 1,000
	(EUR 36)	(EUR 244)	(EUR 114)	(EUR 166)		

January to March 2023:

Name of related party	Beginning drafted amount	Amount of consignment for the period	Current amount received	Amount advanced as of the end of the period	Annual interest rate on pre-paid amount (%)	Limit
Chang Hua Bank	13,145	-	13,145	-	2%-2.07%	EUR 500
	(EUR 413)	(EUR 0)	(EUR 413)	(EUR 0)		
	-	8,088	8,088	-		
	(EUR 0)	(EUR 248)	(EUR 248)	(EUR 0)		

- (2) The Group transferred some of the bank's acceptance receivable by endorsement to the supplier to pay for accounts payable, and the endorsement was transferred to the bank for application for discount. Relevant information is as follows:

	March 31, 2024	December 31, 2023	March 31, 2023
Transferred and derecognized	\$ 2,313,843	\$ 1,244,844	\$ 888,942
	(RMB 512,936)	(RMB 287,147)	(RMB 200,866)

Almost all the risks and rewards of these acceptances receivable have been transferred, but if the derecognized bank acceptances are not cashed when due, the supplier still has the right to demand repayment from the Company, so the Group continues to participate in the and other notes. The maximum loss exposure amount of the Group's continuous participation in the derecognized bank acceptances is the face value of the bank acceptances that have been transferred but not yet expired. Considering the credit risk of the derecognized bank acceptances, the Company assessed that the amount of its continuing participation is not significant.

2. Transferred financial assets that are not de-recognized in their entirety:

	March 31, 2024	December 31, 2023	March 31, 2023
Transferred but not recognized	\$ 121,631	\$ 93,779	\$ -
	(RMB 26,963)	(RMB 21,632)	

If the acceptances receivable cannot be collected at the expiry date, the supplier is entitled to request the Group to pay the unsettled balance. Therefore, the Group has not transferred the significant risk and return of the acceptances receivable and continues to recognize the above receivables, and the transferred acceptances receivable shall be used as collateral.

(VI) Offsetting of financial assets and financial liabilities: none.

(VII) Others:

In view of the increasingly fierce competition in the stainless steel market following the rise of the steel industries in China and Indonesia, the Group plans to form a strategic alliance with Yieh United Steel Corp. (Yieh United) through Tang Eng Iron Works Co., Ltd. (Tang Eng). This alliance aims to achieve economies of scale in production and sales, thereby enhancing the international competitiveness of Taiwan's stainless steel industry. On May 4, 2022, the Group's board of directors approved the filing with the Fair Trade Commission regarding the business combination with Yieh United to jointly operate Tang Eng. The Group will proceed to the acquisition of Tang Eng's equity after obtaining the approval of the fair trade union. The Group and Yieh United will directly or indirectly acquire more than one third or more than 50% of the equity of Tang Eng Company through public tender offer or other means. After the said joint case was reported, the Fair Trade Commission in August 2022 rejected it on the grounds that the information submitted was still incomplete. On August 8, 2023, the boards of directors of the Group and Yieh United approved a re-filing with the Fair Trade Commission for the business combination. The updated plan includes the Group's subsidiaries, SHIN YAGN STEEL CORP. (Shin Yang) and Kuo Chang Enterprise Co., Ltd. (Kuo Chang), acquiring approximately 8.84% and 2% of Tang Eng, respectively. Yieh United's subsidiary, Long Yuan Investment Development Co., Ltd. (Long Yuan), will acquire an additional 6% of Tang Eng's shares, bringing their total holdings to approximately 48%, including their existing 31.16% stake. Shin Yang, Kuo Chang and Long Yuan will convene a board meeting and announce the acquisition of information related to Tang Eng's equity in accordance with the Procedures for Acquisition or Disposal of Assets and the relevant regulations of the Securities and Exchange Act after obtaining the permission of the fair club.

XIII. Additional Disclosures

- (I) Information on significant transactions:
 1. Loaning of funds to others: Table 1.
 2. Endorsements/guarantees provided by others: Table 2.
 3. Marketable securities held at the end of the period: Table 3.
 4. Cumulative purchases or sales of the same securities reaching NT\$300 million or more than 20% of the paid-in capital: None.
 5. Acquisition of real estate for an amount over NT\$300 million or 20% of the paid-in capital: None.
 6. Disposal of real estate for an amount over NT\$300 million or 20% of the paid-in capital: None.
 7. Total purchases from or sales to related parties amounting to at least NT\$100 million or 20% of the paid-in capital: Table 4.
 8. Receivables from related parties amounting to NT\$100 million or more than 20% of the paid-in capital: Table 5.
 9. Engagement in derivative transactions: refer to the descriptions in Note VI (II).
 10. Business relationships and important transactions between the parent company and its subsidiaries: Table 6.
- (II) Information on reinvestment businesses: Table 7.
- (III) Information on investments in Mainland China: Table 8.

(IV) Information on major shareholders (names of shareholders with a shareholding ratio of 5% or more, number of shares held, and percentage): Table 9.

Table 1

Yieh Phui Enterprise Co., Ltd. and Subsidiaries

Loans to Others

March 31, 2024

Unit: NTD and foreign currencies in thousands

No	Name of Creditor	Name of Borrower	Financial statement account	Related party	Highest balance during the latest period	Ending balance	Actual amount implemented	Interest rate range	Nature of Loan	Amount arising from ordinary course of business	Reason for short-term financing	Allowance for doubtful accounts	Collaterals		Limit on loans granted to single party (after restatement)	Limit of total loaning of funds (after restatement)
													Type	Value		
0	Yieh Phui Enterprise Co., Ltd.	Kuo Chang Enterprise Co., Ltd.	Other receivable-related parties	Y	310,000	310,000	303,000	3.19%	2	—	Operating capital requirement	—	—	—	(Note 2) 16,223,342	(Note 1) 16,223,342
		United Brightening Development Corp.	Other receivable-related parties	Y	730,000	730,000	711,000	3.19%	2	—	Operating capital requirement	—	—	—	(Note 2) 16,223,342	(Note 1) 16,223,342
1	Yieh Phui (Hong Kong) Holdings Limited	Yieh Phui (China) Technomaterial Co., Ltd.	Long-term receivables - related parties and other receivables - related parties	Y	3,474,476 (RMB 386,450) (USD 54,100)	3,474,476 (RMB 386,450) (USD 54,100)	2,888,327 (RMB 327,450) (USD 44,100)	4.84%- 8.07%	2	—	Operating capital requirement	—	—	—	(Note 3) 16,223,342	(Note 3) 16,223,342
2	Yieh Phui (China) Technomaterial Co., Ltd.	Tianjin Lianfa Precision Steel Corporation Beneficiary	Long-term receivables – related party	Y	225,550 (RMB 50,000)	225,550 (RMB 50,000)	225,550 (RMB 50,000)	4.42%- 5.02%	2	—	Operating capital requirement	—	—	—	(Note 3) 16,223,342	(Note 3) 16,223,342

(Note 1) The total amount of loans shall not exceed 40% of the net value of the Company to which it is loaned.

(Note 2) The limit of the loaning of funds to individual counterparties shall not exceed 40% of the net worth of the Company.

(Note 3) For inter-company loans of funds between foreign companies in which the Company holds, directly or indirectly, 100% of the voting rights, the total amount of funds lending shall be limited to 40% of the Company's net worth.

(Note 4) The entry method for the loaning of funds is as follows: "1" for those who have business dealings; "2" for those who need short-term financing

(Note 5) Transactions between the parent company and subsidiaries referred to above have been written off.

Table 2

Yieh Phui Enterprise Co., Ltd. and Subsidiaries
Endorsements and Guarantees
March 31, 2024

Unit: NTD and foreign currencies in
thousands

No	Name of the company providing guarantee	Parties being guaranteed		Limit of guarantee for such party (after restatement)	Maximum guarantee amount for the current period	Outstanding guarantee amount-ending	Actual amount implemented	Guarantee amount with collateral placed	Ratio of accumulated guarantee amount to latest net assets of the Company	Ceiling of the outstanding guarantee to the respective party (after restatement)	Endorsement and guarantee made by parent company for subsidiary	Endorsement and guarantee made by subsidiary for parent company	Endorsement and guarantee made for mainland area
		Company Name	Relationship										
0	Yieh Phui Enterprise Co., Ltd. (Note 1)	Yieh Phui (China) Technomaterial Co., Ltd.	Investee of the Company's Sub-subsidiary	40,558,354	4,353,115 (RMB 965,000)	4,353,115 (RMB 965,000)	1,267,591 (RMB 281,000)	—	10.73%	40,558,354	Y	—	Y
		Yieh Phui (Hong Kong) Holdings Limited	Subsidiary of the Company	40,558,354	3,808,000 (USD 119,000)	3,808,000 (USD 119,000)	2,998,078 (USD 47,350) (RMB 328,725)	—	9.39%	40,558,354	Y	—	—
1	Shin Phui Steel Corporation (Note 2)	Yieh Phui Enterprise Co., Ltd.	The company's parent company	1,286,226	981,890	981,890	981,890	981,890	381.69%	1,286,226	—	Y	—
2	Kings Garden International Co., Ltd. (Note 3)	Great Emperor Hotel Co., Ltd.	Same parent company	27,643,106	8,175,000	8,175,000	8,175,000	8,175,000	207.01%	27,643,106	—	—	—
3	Great Emperor Hotel Co., Ltd. (Note 4)	Kings Garden International Co., Ltd.	Same parent company	30,481,471	7,583,000	7,583,000	7,490,000	7,583,000	174.14%	30,481,471	—	—	—

(Note 1): The total amount of endorsements/guarantees made by the Company shall not exceed the net worth of the Company; the net worth of a single subsidiary of the Company shall not exceed the net worth of the Company.

(Note 2): The total amount of external endorsement and guarantee of Shin Phui is limited to five times the net worth of Shin Phui; the amount of endorsement and guarantee for a single enterprise is limited to five times of the net worth of Shin Phui.

(Note 3): The total amount of external endorsements/guarantees by Kings Garden International is limited to seven times the net worth of Kings Garden International; the amount of endorsements/guarantees for a single enterprise is limited to seven times the net worth of Kings Garden International.

(Note 4): The total amount of endorsements/guarantees made by Great Emperor Hotel Co., Ltd. is limited to seven times the net worth of the hotel; the amount of endorsements and guarantees made to a single enterprise is limited to seven times the net worth of the hotel.

(Note 5): The net worth referred to above is based on the most recent financial statements certified or reviewed by a CPA.

Table 3

Yieh Phui Enterprise Co., Ltd. and Subsidiaries
Statement of securities held at the end of the period (excluding investment in affiliates and joint ventures)
March 31, 2024

Unit: thousand shares; NTD and foreign currencies in thousands

Held by	Type and name of marketable securities	Relationship with the issuers	Financial statement account	End of period				Remarks
				Quantity or Unit	Carrying Amount	% of ownership	Fair Value	
Yieh Phui Enterprise Co., Ltd.	Fund/Neuberger Berman ESG Balanced Fund	-	Financial assets measured at fair value through profit and loss - current	600	5,994	—	5,994	
	Fund/First Financial Holding Top 100 U.S. Corporate Bond Fund	-	Financial assets measured at fair value through profit and loss - current	528	5,095	—	5,095	
	Fund/Mega Income Growth Multi-Asset Fund	-	Financial assets measured at fair value through profit and loss - current	800	8,000	—	8,000	
	Fund/Allianz Income Growth Fund	-	Financial assets measured at fair value through profit and loss - current	14	5,137	—	5,137	
		Total			24,226		24,226	
	Stock /TaiwanVes-Power Co., Ltd.	Related party in substance	Financial assets measured at fair value through other comprehensive profit and loss--noncurrent	252	56,010	3.60%	56,010	
	Stock / Hsin Chuan Construction Corp.	Related party in substance	Financial assets measured at fair value through other comprehensive profit and loss--noncurrent	17,003	210,219	15.49%	210,219	
	Stock / Taiwan Implant Technology Company, Ltd.	-	Financial assets measured at fair value through other comprehensive profit and loss--noncurrent	815	4,018	4.14%	4,018	
	Shares/Sunny Bank Ltd.	-	Financial assets measured at fair value through other comprehensive profit and loss--noncurrent	4,912	56,039	0.14%	56,039	
	Stock / Universal Venture Capital Investment Co., Ltd.	-	Financial assets measured at fair value through other comprehensive profit and loss--noncurrent	1,100	8,951	0.91%	8,951	
	Stock /Yieh Corporation Limited	Related party in substance	Financial assets measured at fair value through other comprehensive profit and loss--noncurrent	200	60,103	2.55%	60,103	
	Stock / Pacific Harbour Stevedoring Corp.	A director of the related party is the company's director	Financial assets measured at fair value through other comprehensive profit and loss--noncurrent	150	3,379	3.00%	3,379	
	Stock / ImageDJ Corporation	-	Financial assets measured at fair value through other comprehensive profit and loss--noncurrent	24	535	0.96%	535	
	Shares/Mega Growth Venture Capital Co., Ltd.	-	Financial assets measured at fair value through other comprehensive profit and loss--noncurrent	556	3,553	0.79%	3,553	
	Stock/SKYLARK INTERNATIONAL HOTEL CO., LTD.	Related party in substance	Financial assets measured at fair value through other comprehensive profit and loss--noncurrent	26,000	366,291	13.68%	366,291	
	Shares/Shin Jan Capital Co., Ltd.	-	Financial assets measured at fair value through other comprehensive profit and loss--noncurrent	1,197	11,224	2.57%	11,224	
	Stock/Taiwan Business Bank No. 1 Venture Capital Limited	-	Financial assets measured at fair value through other	-	9,811	-	9,811	

Held by	Type and name of marketable securities	Relationship with the issuers	Financial statement account	End of period				Remarks
				Quantity or Unit	Carrying Amount	% of ownership	Fair Value	
	Partnership		comprehensive profit and loss--noncurrent					
	Stock/Far EasTone Telecommunications Co., Ltd.	-	Financial assets measured at fair value through other comprehensive profit and loss--noncurrent	276	22,461	0.01%	22,461	
		Total			812,594		812,594	
Worthing Honor Holdings Ltd.	Stock /See Corporation	-	Financial assets measured at fair value through profit and loss - current	1	—	—	—	
Kings Garden International Co., Ltd.	Fund/Bank Sinopac ESG Global Digital Infrastructure Fund	-	Financial assets measured at fair value through profit and loss - current	300	2,775	—	2,775	
Shin Yang Steel Co., Ltd.	Fund/Neuberger Berman ESG Balanced Fund	-	Financial assets measured at fair value through profit and loss - current	300	2,997	—	2,997	
	Fund/ Franklin Templeton SinoAm Preferred Non-investment Grade Bond Fund	-	Financial assets measured at fair value through profit and loss - current	300	2,996		2,996	
		Total			5,993		5,993	
	Stock/Zheng Zi Technology Co., Ltd.	Related party in substance	Financial assets measured at fair value through other comprehensive profit and loss--noncurrent	293	3,957	19.50%	3,957	
	Stock/E-Da Health Biotechnology Co., Ltd.	Related party in substance	Financial assets measured at fair value through other comprehensive profit and loss--noncurrent	8,550	94,506	19.00%	94,506	
	Stock/UNICOCELL BIOMED CO., LTD.	-	Financial assets measured at fair value through other comprehensive profit and loss--noncurrent	8,000	282,577	14.42%	282,577	
		Total			381,040		381,040	
EMMT Systems Corporation	Fund/Bank Sinopac ESG Global Digital Infrastructure Fund	-	Financial assets measured at fair value through profit and loss - current	180	1,665	—	1,665	
	Stock/Rodan (Taiwan) Ltd.	-	Financial assets measured at fair value through other comprehensive profit and loss--noncurrent	17	8	0.51%	8	
Yieh Hsing Enterprise Co., Ltd.	Fund/Yuanta Fund for Japanese Leading Enterprises	-	Financial assets measured at fair value through profit and loss - current	540	6,286	—	6,286	
	Fund/Mega Income Growth Multi-Asset Fund	-	Financial assets measured at fair value through profit and loss - current	500	5,000	—	5,000	
	Fund/First Financial Global AI Fund	-	Financial assets measured at fair value through profit and loss - current	101	2,015	—	2,015	
	Fund/ Franklin Templeton SinoAm Preferred Non-investment Grade Bond Fund	-	Financial assets measured at fair value through profit and loss - current	300	2,996	—	2,996	
		Total			16,297		16,297	
	Stock / Pacific Harbour Stevedoring Corp.	A director of the related party is the company's chairman	Financial assets measured at fair value through other comprehensive profit and loss--noncurrent	150	3,379	3.00%	3,379	

Table 4

Yieh Phui Enterprise Co., Ltd. and Subsidiaries
Purchase and Sales with Related Parties Exceeding NT\$100 Million or 20% of the Paid-in Capital
January 1 to March 31, 2024

Unit: NTD and foreign currencies in thousands

Purchaser/ Seller	Counterparty	Relationship with the counterparty	Transaction status				Differences in transaction terms compared to arms-length transaction		Notes or accounts receivable (payable)		Remarks
			Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit period	Unit price	Credit term	Balance	Percentage of total notes and accounts receivable (payable)	
Yieh Phui Enterprise Co., Ltd.	Yieh Hong Enterprise Co., Ltd.	Related party in substance	Purchases	1,404,643	24.18%	Issue sight L/C or T/T	—	—	—	—	—
	Yieh United Steel Corp.	Equity-method investee	Sales	168,078	2.21%	1-2 months for galvanized steel, 15 days for carbon steel scraps, as per the contract	—	—	45,153	2.54%	Accounts receivable
	Yieh Corp.	Related party in substance	Sales	308,947	4.07%	1-2 months	—	—	79,668	4.48%	Accounts receivable
	Asiazone Co., Limited	Equity-method investee	Sales	104,742	1.38%	1-2 months	—	—	97,471	5.48%	Accounts receivable
	Shin Yang Steel Co., Ltd.	Subsidiary of the Company	Sales	212,603	2.80%	1-2 months	—	—	83,169	4.68%	Accounts receivable
Yieh Phui (China) Technomaterial Co., Ltd.	Tianjin Lianfa Precision Steel Corporation Beneficiary	Subsidiary	Sales	298,318 (RMB 67,437)	3.51%	1-4 months	—	—	236,529 (RMB 52,434)	37.58%	Accounts receivable
Yieh Hsing Enterprise Co., Ltd.	Yieh United Steel Corp.	Equity-method investee	Purchases	868,155	52.79%	Issue sight L/C or T/T	—	—	16,097	4.18%	Accounts payable
									240	0.24%	Notes payable

(Note 2): The transactions between the parent company and subsidiaries referred to above have been written off.

Table 5

Yieh Phui Enterprise Co., Ltd. and Subsidiaries
Receivable from Related Parties Exceeding \$100 Million or 20% of the Paid-in Capital
March 31, 2024

Unit: NTD and foreign currencies in thousands

Name of creditor	Counterparty	Relationship	Related-party account receivables	Turnover rate	Overdue receivable		Accounts receivable related party Amount recovered (Note 2)	Allowance for doubtful accounts
					Amount	Treatment method		
Yieh Phui Enterprise Co., Ltd.	Kuo Chang Enterprise Co., Ltd.	Subsidiary	303,000	(Note 1)	—	—	—	—
	United Brightening Development Corp.	Subsidiary	711,000	(Note 1)	—	—	—	—
Yieh Phui (Hong Kong) Holdings Limited	Yieh Phui (China) Technomaterial Co., Ltd.	Subsidiary	2,888,327 (RMB 327,450) (USD 44,100)	(Note 1)	—	—	USD 3,400	—
Yieh Phui (China) Technomaterial Co., Ltd.	Tianjin Lianfa Precision Steel Corporation Beneficiary	Subsidiary	225,550 (RMB 50,000)	(Note 1)	—	—	—	—
			236,529 (RMB 52,434)	5.36	—	—	RMB 19,000	—

(Note 1): It is a margin financing receivable and thus the calculation of turnover rate is not applicable.

(Note 2): The amount recovered as of May 6, 2024.

(Note 3): The transactions between the parent company and subsidiaries referred to above have been written off.

Table 6

Yieh Phui Enterprise Co., Ltd. and Subsidiaries
Business Relationship and Important Transactions between Parent Company and Subsidiaries
January 1 to March 31, 2024

Individual transaction amount less than NT\$50 million (inclusive) was not disclosed; in addition, the disclosure method was for the asset and income aspect, and the opposing transactions were no longer disclosed.

Unit: NTD and foreign currencies in thousands

No (Note I)	Trader	Trading counterpart	Relationship with the Company (Note II)	Details			
				Account	Amount	Terms of Transaction	% of consolidated total operating revenue or assets (Note III)
0	Yieh Phui Enterprise Co., Ltd.	Shin Yang Steel Co., Ltd.	1	Sales revenue	212,603	Receive payment 1-2 months after shipment	1.09%
			1	Accounts receivable	83,169	—	0.08%
		Kuo Chang Enterprise Co., Ltd.	1	Other receivables	303,000	—	0.29%
		United Brightening Development Corp.	1	Other receivables	711,000	—	0.68%
		Yieh Phui America, Inc.	1	Refundable deposits	793,600	—	0.76%
1	Yieh Phui (Hong Kong) Holdings Limited	Yieh Phui (China) Technomaterial Co., Ltd.	1	Long-term receivables	2,888,327 (RMB 327,450) (USD 44,100)	—	2.78%
2	Yieh Phui (China) Technomaterial Co., Ltd.	Tianjin Lianfa Precision Steel Corporation Beneficiary	1	Sales revenue	298,318 (RMB 67,437)	Payment will be collected within 1-4 months after shipment	1.53%
				Accounts receivable	236,529 (RMB 52,434)		0.23%
				Long-term receivables	225,550 (RMB 50,000)		0.22%

Note I: Information on business transactions between the parent company and its subsidiaries is indicated in the numbered column. The number is to be filled in as follows:

1. "0" for the parent company.
2. Subsidiaries are numbered starting from 1 in accordance with the parent company.

Note II: The relationship with the counterparty is classified into the following three types and the two types are eligible:

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

Note III: For the calculation of the ratio of the transaction amount to the total consolidated revenue and total assets, if it is a balance sheet item, it is calculated as the ending balance as a percentage of the consolidated total assets; for profit or loss, it is calculated as a percentage of the accumulated amount in the consolidated total revenue method.

Note IV: Transactions between the parent company and subsidiaries referred to above have been written off.

Table 8

Yieh Phui Enterprise Co., Ltd. and Subsidiaries

Information about Investees

March 31, 2024

Unit: NTD and foreign currencies in thousands

Name of Investor	Name of Investee	Location	Main Businesses	Original investment amount		Holdings at end of period (after restatement)			Net Income (Losses) of the Investee	Investment gain(loss) recognized in current period	Remarks
				End of current period	Last yearend	Shares (thousand)	Ratio	Carrying Amount			
Yieh Phui Enterprise Co., Ltd.	Yieh Phui (Hong Kong) Holdings Limited	Hong Kong	Investment company	7,455,887	7,455,887	233,500	100.00%	9,574,832	(78,059)	(78,059)	
	Eliter International Corp.	Kaohsiung City	Constructing buildings	3,030,403	3,030,403	303,290	30.23%	3,102,572	(31,237)	(9,441)	
	Yieh Hsing Enterprise Co., Ltd.	Kaohsiung City	Wire rods trading	2,261,296	2,261,296	304,654	57.41%	257,602	(225,167)	(126,545)	
	Tang Eng Iron Works Co., Ltd.	Kaohsiung City	Steel products trading and related businesses	1,453,572	1,453,572	39,553	11.30%	4,704,939	(181,067)	(20,462)	
	E-Da Development Corp.	Kaohsiung City	Leisure development	2,181,523	2,181,523	218,152	28.44%	840,940	(114,433)	(32,547)	
	United Brightening Development Corp.	Kaohsiung City	Technical consultant for iron and steel production	1,887,263	1,887,263	158,060	95.56%	4,611,157	(44,858)	(42,867)	
	Shin Yang Steel Co., Ltd.	Kaohsiung City	Steel products related businesses	870,000	870,000	186,617	100.00%	619,044	87,930	87,924	
	Yieh Mau Corporation	Kaohsiung City	Trading & manufacturing	422,605	422,605	65,641	23.00%	815,320	(117,417)	(6,343)	
	Kuo Chang Enterprise Co., Ltd.	Kaohsiung City	Wholesale of Hardware	1,385,973	1,385,973	110,341	99.04%	2,751,100	(30,738)	(30,443)	
	ASIAZONE CO., LTD.	Hong Kong	Steel products trading and related businesses	595,424	595,424	15,090	32.80%	743,561	(84)	(28)	
	Shin Phui Steel Corporation	Kaohsiung City	Steel products trading	214,236	214,236	24,228	100.00%	268,261	1,195	1,428	
	Sin Bang Investment & Development Co., Ltd	Kaohsiung City	Investment company	267,209	267,209	19,453	100.00%	860,066	(3,800)	(3,800)	
	EMMT Systems Corporation	Taichung City	Manufacturing and marketing of military specification printed circuit boards	310,350	310,350	72,528	78.51%	1,164,865	94,096	73,875	
	GOOD HONOR HOLDINGS LTD.	British Virgin Islands	Investment company	14,723	14,723	46	100.00%	4,437	(2)	(2)	
	Gen-Wan Technology Corp	Kaohsiung City	Telecommunications contracts	151,164	151,164	6,396	90.12%	104,368	7,015	6,322	
	Zheng Xin Security Co., Ltd.	Kaohsiung City	Systematic security services	14,000	14,000	1,400	35.00%	5,693	(63)	(22)	

Name of Investor	Name of Investee	Location	Main Businesses	Original investment amount		Holdings at end of period (after restatement)			Net Income (Losses) of the Investee	Investment gain(loss) recognized in current period	Remarks
				End of current period	Last yearend	Shares (thousand)	Ratio	Carrying Amount			
	Eda Bus Transportation Co., Ltd.	Kaohsiung City	Bus passenger transport	80,510	80,510	1,845	17.09%	12,179	3,145	537	
	E-DA Tour Bus Co., Ltd	Kaohsiung City	Bus passenger transport	20,900	20,900	1,349	19.00%	8,798	(1,629)	(309)	
	WORTHING HONOR HOLDINGS LTD.	British Virgin Islands	Investment company	6,672	6,672	100	100.00%	3,003	-	-	
	E United Japan Co., Ltd.	Japan	Steel products trading and related businesses	8,027	8,027	-	47.00%	3,821	(310)	(146)	
	Tian-Yue Hot Spring And Resort Inc.	Kaohsiung City	Hotel industry	11,700	11,700	1,170	14.63%	-	(414)	-	
	E-DA Entertainment Inc.	Kaohsiung City	Entertainment business	74,100	74,100	7,410	19.00%	44,846	(108)	(21)	
	Li Hui Development Co., Ltd.	Kaohsiung City	Investment company	321,216	321,216	71,277	44.56%	295,980	(1,137)	(507)	Note 1
	Chi Chang Enterprise Co., Ltd.	Kaohsiung City	Investment company	5,050	5,050	1,042	45.00%	4,481	(12)	(5)	Note 1
	Yieh United Steel Corp.	Kaohsiung City	Steel products related businesses	5,023,625	5,023,625	676,661	25.82%	3,502,918	(760,061)	(196,268)	Note 1
	Hong Yu Asset Management Corp.	Kaohsiung City	Management service	1,551,200	1,551,200	158,320	80.00%	583,580	(29,102)	(23,282)	
	E-DA VISUAL EFFECTS CORP.	Kaohsiung City	Entertainment business	27,543	27,543	3,185	49.00%	-	(3,610)	-	
	LIAN SO(H.K.) CO., LIMITED	Hong Kong	Investment company	580,422	580,422	18,960	80.00%	303,873	(14,584)	(11,667)	
	Yieh Phui America, Inc.	USA	Steel products trading	292	292	1	100.00%	170,784	9,367	9,367	
	Great Emperor Hotel Co., Ltd.	Kaohsiung City	Hotel industry	3,265,100	3,265,100	317,000	60.15%	2,630,122	17,978	10,814	
	Kings Garden International Co., Ltd.	Kaohsiung City	Housing and Building Development and Rental, Department Stores	2,657,400	2,657,400	258,000	54.89%	2,135,779	(58,256)	(31,979)	
	SHIN JAN ENGINEERING and MANAGEMENT CONSULTING CO., LTD.	Kaohsiung City	Manpower Dispatched	9,600	9,600	960	32.00%	5,765	(1,494)	(478)	
	Total			36,158,985	36,158,985			40,134,686	(1,476,916)	(424,954)	

Name of Investor	Name of Investee	Location	Main Businesses	Original investment amount		Ending Balance			Net Income (Losses) of the Investee	Investment gain(loss) recognized in current period	Remarks
				End of current period	Last yearend	Shares (thousand)	Ratio	Carrying Amount			
Shin Phui Steel Corporation	Yieh United Steel Corp.	Kaohsiung City	Steel products related businesses	24,562	24,562	3,178	0.12%	16,439	(760,061)	(922)	Note 1
	Great Emperor Hotel Co., Ltd.	Kaohsiung City	Hotel industry	515	515	50	0.01%	415	17,978	2	
	Kings Garden International Co., Ltd.	Kaohsiung City	Housing and Building Development and Rental, Department Stores	515	515	50	0.01%	414	(58,256)	(6)	
Gen-Wan Technology Corp	EMMT Systems Corporation	Taichung City	Manufacturing and marketing of military specification printed circuit boards	27,630	27,630	6,909	7.48%	110,965	94,096	7,037	
EMMT Systems Corporation	Applied Wireless Identifications Group, Inc.	San Francisco, USA	RFID	243,395	243,395	40,601	88.93%	475,689	24,953	22,191	
	Unipattern Co.	Kaohsiung City	Computer and Peripheral Equipment Manufacturing	54,960	54,960	5,460	43.33%	56,858	(4,738)	(2,053)	
Shin Yang Steel Co., Ltd.	Yieh United Steel Corp.	Kaohsiung City	Steel products related businesses	17,385	17,385	2,195	0.08%	11,356	(760,061)	(636)	Note 1
	SHIN JAN ENGINEERING and MANAGEMENT CONSULTING CO., LTD.	Kaohsiung City	Manpower Dispatched	1,500	1,500	150	5.00%	901	(1,494)	(75)	
Sin Bang Investment & Development Co., Ltd	Tang Eng Iron Works Co., Ltd.	Kaohsiung City	Steel products trading and related businesses	265,482	265,482	7,224	2.07%	859,315	(181,067)	(3,737)	
Kuo Chang Enterprise Co., Ltd.	Yieh United Steel Corp.	Kaohsiung City	Steel products related businesses	439,197	439,197	56,817	2.17%	293,940	(760,061)	(16,480)	Note 1
	Eliter International Corp.	Kaohsiung City	Constructing buildings	256,709	256,709	25,053	2.50%	256,357	(31,237)	(780)	
	Tang Eng Iron Works Co., Ltd.	Kaohsiung City	Steel products trading and related businesses	786,714	786,714	21,328	6.09%	2,537,025	(181,067)	(11,034)	

Name of Investor	Name of Investee	Location	Main Businesses	Original investment amount		Ending Balance			Net Income (Losses) of the Investee	Investment gain(loss) recognized in current period	Remarks
				End of current period	Last yearend	Shares (thousand)	Ratio	Carrying Amount			
United Brightening Development Corp.	Chao Ying Investment and Development Co., Ltd.	Kaohsiung City	Investment company	341,992	341,992	30,400	100.00%	1,058,853	(4,653)	(4,653)	
	Yieh United Steel Corp.	Kaohsiung City	Steel products related businesses	449,508	449,508	58,151	2.22%	300,841	(760,061)	(16,867)	Note 1
United Brightening Development Corp.	Tang Eng Iron Works Co., Ltd.	Kaohsiung City	Steel products trading and related businesses	1,177,838	1,177,838	32,050	9.16%	3,812,436	(181,067)	(16,581)	
	Eliter International Corp.	Kaohsiung City	Constructing buildings	368,542	368,542	34,292	3.42%	350,891	(31,237)	(1,067)	
Chao Ying Investment and Development Co., Ltd.	Tang Eng Iron Works Co., Ltd.	Kaohsiung City	Steel products trading and related businesses	336,957	336,957	8,898	2.54%	1,058,441	(181,067)	(4,603)	
Hong Yu Asset Management Corp.	Lian Hsin Steel Co., Ltd.	Indonesia	Metal Manufacturing	891,697	891,697	2,880	58.01%	496,907	(33,265)	(19,295)	
	Prepaid stock - Lian Hsin Steel Co., Ltd.	Indonesia	Metal Manufacturing	55,440	55,440	-	-	55,440	-	-	
	Lian Hong Minerals Co., Ltd.	Indonesia	Nickel Mining Business	100,303	100,303	3,787	19.00%	88,972	(12,215)	(3,879)	
	Pre-payment for shares - Lian Hong Minerals Co., Ltd.	Indonesia	Nickel Mining Business	7,367	7,367	-	-	7,367	-	-	
	Lian Heng Minerals Co., Ltd.	Indonesia	Nickel Mining Business	9,371	9,371	381	75.00%	(41,595)	(366)	(275)	
	Pre-payment for shares - Lien Heng Minerals Co., Ltd.	Indonesia	Nickel Mining Business	69,365	69,365	-	-	69,365	-	-	
	Ya Mai Co., Ltd.	Indonesia	Nickel Mining Business	89,386	89,386	55	100.00%	40,014	2,453	2,453	
LIAN SO(H.K)CO., LIMITED	Lian Yang (Hong Kong) Trading Limited	Hong Kong	Trading business	3,200 (USD 100)	3,071 (USD 100)	100	100.00%	15,550	178	178	
	Lian Hsin Steel Co., Ltd.	Indonesia	Metal Manufacturing	667,200 (USD 20,850)	640,199 (USD 20,850)	2,085	41.99%	359,740	(33,265)	(13,970)	
Lian Hsin Steel Co., Ltd.	Lian Hong Minerals Co., Ltd.	Indonesia	Nickel Mining Business	410,207	410,207	16,142	81.00%	367,349	(12,215)	(16,535)	
	Pre-payment for shares - Lian Hong Minerals Co., Ltd.	Indonesia	Nickel Mining Business	72,393	72,393	-	-	72,393	-	-	
	Lian Heng Minerals Co., Ltd.	Indonesia	Nickel Mining Business	18,586	18,586	127	25.00%	(13,865)	(366)	(91)	

Name of Investor	Name of Investee	Location	Main Businesses	Original investment amount		Ending Balance			Net Income (Losses) of the Investee	Investment gain(loss) recognized in current period	Remarks
				End of current period	Last yearend	Shares (thousand)	Ratio	Carrying Amount			
Yieh Hsing Enterprise Co., Ltd.	Great Emperor Hotel Co., Ltd.	Kaohsiung City	Hotel	2,099,500	2,099,500	209,950	39.84%	1,741,937	17,978	7,162	
	Kings Garden International Co., Ltd.	Kaohsiung City	Housing and Building Development and Rental, Department Stores	2,119,500	2,119,500	211,950	45.10%	1,754,567	(58,256)	(26,271)	
	UNITED WINNER METALS L.P	State of Virginia , USA	Recycling of scrap steel	107,150	107,150	-	33.75%	158,092	6,625	2,236	
Yieh Hsing Enterprise Co., Ltd.	Zheng Xin Security Co., Ltd.	Kaohsiung City	Systematic security services	4,000	4,000	400	10.00%	1,627	(63)	(6)	
	Eliter International Corp.	Kaohsiung City	Constructing buildings	748,896	748,896	74,427	7.42%	761,575	(31,237)	(2,317)	
	E-Da Development Corp.	Kaohsiung City	Leisure development	455,741	455,741	45,574	5.94%	177,149	(114,433)	(6,799)	
	Yieh United Steel Corp.	Kaohsiung City	Steel related	20,204	20,204	2,542	0.10%	13,153	(760,061)	(738)	Note 1
	SHIN JAN ENGINEERING and MANAGEMENT CONSULTING CO., LTD.	Kaohsiung City	Manpower Dispatched	2,400	2,400	240	8.00%	1,441	(1,494)	(120)	
Kings Garden International Co., Ltd.	HUAGLAM International Co., Ltd.	Kaohsiung City	Wholesale of Daily Supplies and Cosmetics	110,000	110,000	11,000	100.00%	6,265	(7,097)	(7,097)	
	Yimao Development Co., Ltd.	Kaohsiung City	Department Stores, Amusement Parks, Hotels	100,224	27,520	10,022	12.80%	100,059	(75)	(10)	
Great Emperor Hotel Co., Ltd.	Yimao Development Co., Ltd.	Kaohsiung City	Department Stores, Amusement Parks, Hotels	100,224	27,520	10,022	12.80%	100,059	(75)	(10)	

Note 1: Due to the mutual shareholding of the Company and Yieh United Steel Corp., the Company adopted the valuation method under the equity method. The investment income was calculated under the treasury stock method. Therefore, the investment of Yieh United was deducted from the profit and loss of the investee listed above by Yieh United. The relevant gains and losses recognized by the equity method.

Table 8

Yieh Phui Enterprise Co., Ltd. and Subsidiaries
Disclosure of Information on Investments in Mainland China
January 1 to March 31, 2024

Unit: NTD and foreign currencies in thousands

Investment company	Name of Investee in Mainland China	Main Businesses	Paid-in Capital	Investment method (Note 1)	Accumulated investment balance - beginning of current period	Amount remitted or recovered in the current period		Accumulated investment balance-end of current period	Net Income (Losses) of the Investee	Direct and indirect percentage of ownership	Investment gain(loss) recognized in current period (Note 2)	Carrying amount at the ending quarter	Accumulated investment income received until the end of period
						Remitted	Received						
Yieh Phui Enterprise Co., Ltd.	Yieh Phui (China) Technomaterial Co., Ltd.	Manufacturing and marketing of pickled, cold rolled, galvanized and pre-painted steel coils	7,558,400 (USD 236,200) (Note 6)	(II)	7,472,000 (USD 233,500)	—	—	7,472,000 (USD 233,500)	(75,230)	100%	(75,230) (II.2)	9,610,816	—
	Zhang Hui (Changshu) Trade Co., Ltd.	Steel products trading	45,110 (RMB 10,000)	(II) (Note 4)	—	—	—	—	202	100%	202 (II.3)	49,651	—
	Tianjin Lianfa Precision Steel Corporation Beneficiary	Manufacturing and marketing of special high grade alloy	432,000 (USD 13,500)	(II) (Note 5)	—	—	—	—	(8,280)	100%	(8,280) (II.3)	(233,697)	—

Name of Investor	Name of Investee in Mainland China	Accumulated amount of remittance from Taiwan to Mainland China at the end of period	Investment amount approved by the Investment Commission of the Ministry of Economic Affairs	Ceiling on investment in Mainland China imposed by the Investment Commission of the Ministry of Economic Affairs (after restatement)
Yieh Phui Enterprise Co., Ltd.	Yieh Phui (China) Technomaterial Co., Ltd.	7,472,000 (USD 233,500)	7,558,400 (USD 236,200)	24,335,012

Note 1: Investment is handled in one of the three methods below, please specify the chosen investment method:

(I) Direct investment in Mainland China.

(II) Reinvesting in Mainland China through a company in a third region (please specify the investment company in the third region).

Yieh Phui (China) Technomaterial Co., Ltd.: reinvests in companies in Mainland China through YIEH PHUI (HONG KONG) HOLDINGS LIMITED, a company incorporated in a third region.

Zhang Hui (Changshu) Trade Co., Ltd.: Invested by Yieh Phui (China) Technomaterial Co., Ltd.

Tianjin Lianfa Precision Steel Corporation Beneficiary: Invested by Yieh Phui (China) Technomaterial Co., Ltd.

(III) Other methods.

Note 2: Columns of investment gains and losses recognized for the current period:

(I) Please notify if still at the development stage; hence, no profit or loss has occurred.

(II) Bases to recognized investment profit and loss are divided into three categories, which shall be noted

1. Financial statements are audited and certified by the international CPA Firm that cooperates with the ROC CPA Firm.

2. Financial statements are audited and certified by the CPA Firm of the parent company in Taiwan.

3. Others

Note 3: If the amount in this table involves foreign currency, the book value of the investment at the end of the period is converted into NTD based on the exchange rate on the date of financial reporting (USD:NTD1:32; RMB 1:4.5110; The average exchange rate on January 1 to March 31, 2024 (USD:NTD1:31.3938; RMB:NTD1:4.4236) is converted into NTD.

Note 4: RMB 10,000 thousand was invested by Yieh Phui (China) Technomaterial Co., Ltd. with its own funds. As of March 31, 2024, the cumulative investment amount was RMB 10,000 thousand.

Note 5: The company originally held a 100% stake in Tianjin Lianfa Precision Steel Corporation Beneficiary (with paid-in capital of USD 13,500 thousand) in mainland China through Hsing Jui Investments Limited. In July 2015, this equity was transferred to Yieh Phui (China) Technomaterial Co., Ltd. for RMB 20,000 thousand. After deducting the applicable taxes, the actual amount received was RMB 19,990 thousand (approximately USD 3,213 thousand), which has been remitted back to the company's domestic accounts.

Note 6: In April 2016, Yieh Phui (China) Technomaterial Co., Ltd. capitalized on earnings by US\$2,700 thousand.

Note 7: AWID (Changshu) Co., Ltd. was liquidated in June 2021. AWID China Co., Ltd. was liquidated in July 2020. The investment in Changshu Chiyang Emerging Building Materials Ltd. was completely sold in February 2013, with the investment funds and earnings repatriated. Jiangsu Jieyang Construction And Installation Ltd. was liquidated in 2012. Therefore:

(1) Amount of investment from Taiwan disposed of by subsidiaries in Mainland China: NT\$529,431 thousand

(2) Repatriation of investment income of the subsidiaries in Mainland China already disposed: NT\$69,518 thousand

(II) The significant transactions between the Company and investment companies in Mainland China directly or indirectly through third regions from January 1 to March 31, 2024 are as follows:

1. Significant transactions with investment companies in Mainland China: Please refer to Tables 4 and 6 to Note XIII for details.

2. Financing with investment companies in Mainland China: See Note XIII, Table 1.

3. Endorsements and guarantees provided to investment companies in Mainland China: See Note XIII, Table 11.

Table 9

Yieh Phui Enterprise Co., Ltd. and Subsidiaries
Information of major shareholders
March 31, 2024

Name of major shareholder	Number of shares held	% of ownership
Yieh United Steel Corp.	317,210,602	16.30%
Wei Qiao Investment Development Co., Ltd.	216,005,528	11.10%

Note: This table of major shareholder information is calculated by the Taiwan Depository & Clearing Corporation (TDCC) based on the last business day of each quarter. It includes data on shareholders holding five percent or more of the company's dematerialized registered common and preferred shares (including treasury shares). The share capital reported in the financial report and the actual number of shares that have completed the scripless registration may be different due to different calculation bases.

XIV. Operating Segment

(I) General information:

For management purposes, the Group's decision-makers divide the operating units into the following reporting segments based on the business groups:

1. Yieh Phui Business Group (including Yieh Phui USA): Mainly engaged in production and sale of coated and painted steel products and manufacturing and installation of cranes.
2. Yieh Hsing Business Group: Primarily engaged in the production and sale of wire rods.
3. Shin Yang Business Group: Engaged in the production and sale of steel pipes and API casings.
4. EMMT Business Group: Mainly engaged in the production and sale of military supplies.
5. Yieh Phui (China) Business Group (including Yieh Phui Hong Kong): Mainly engaged in production and sale of coated and painted steel products.
6. Great Emperor Business Group: mainly engaged in the operation of regular hotels, leisure activities and restaurants.
7. Kings Garden Business Group: Mainly engaged in general department stores.
8. Other business entities: Primarily engaged in the wholesale trading of iron and steel related products, telecommunication equipment and general investment.

(II) Measurement of departmental information:

The operational decision-makers of the Group supervise the operating results of each operating unit individually to make decisions on resource allocation and performance evaluation. The segment's performance is evaluated based on net income (net loss) before tax, which is measured in a manner consistent with the net operating income (net loss) in the consolidated financial statements. In addition, as the Group does not include the amount of assets and liabilities in the business decision-making report, the measured amount of assets and liabilities of the operating department is zero. The accounting policies of the operating segments are the same as the summary of important accounting policies described in Note II to the consolidated financial statements.

(III) Segment financial information: (after restatement)

January to March 2024:

Item	Yieh Phui Business Group	Yieh Hsing Business Group	Shin Yang Business Group:	EMMT Business Group	Yieh Phui (China) Business Entity	Great Emperor Business Group	Kings Garden Business Group	Other Business Group	Adjustment and offset	Total
Revenue										
Revenue from external customers	\$ 7,303,010	\$ 1,423,003	\$ 1,233,566	\$ 363,628	\$ 8,493,670	\$ 544,861	\$ 130,075	\$ 50,059	\$ (1,258)	\$ 19,540,614
Inter-segment revenue	244,396	-	896	15,441	298,318	15,138	7,332	17,939	(599,460)	-
Total revenue	<u>\$ 7,547,406</u>	<u>\$ 1,423,003</u>	<u>\$ 1,234,462</u>	<u>\$ 379,069</u>	<u>\$ 8,791,988</u>	<u>\$ 559,999</u>	<u>\$ 137,407</u>	<u>\$ 67,998</u>	<u>\$ (600,718)</u>	<u>\$ 19,540,614</u>
Segment income/loss	<u>\$ 380,598</u>	<u>\$ (159,414)</u>	<u>\$ 104,785</u>	<u>\$ 116,196</u>	<u>\$ 66,924</u>	<u>\$ 73,349</u>	<u>\$ (29,492)</u>	<u>\$ (46,255)</u>	<u>\$ 1,280</u>	<u>\$ 507,971</u>
Non-operating income and expenses										(506,674)
Profit (loss) before tax										\$ 1,297
Income tax expense (gain)										(57,727)
Net profit (loss) after tax										<u>\$ (56,430)</u>
Total assets										<u>\$ 103,904,533</u>
Total liabilities										<u>\$ 62,181,466</u>

January to March 2023:

Item	Yieh Phui Business Group	Yieh Hsing Business Group	Shin Yang Business Group:	EMMT Business Group	Yieh Phui (China) Business Entity	Great Emperor Business Group	Kings Garden Business Group	Other Business Group	Adjustment and offset	Total
Revenue										
Revenue from external customers	\$ 5,520,334	\$ 1,371,641	\$ 1,208,132	\$ 351,099	\$ 8,378,890	\$ 470,047	\$ 132,531	\$ 136,959	\$ (496)	\$ 17,569,137
Inter-segment revenue	276,510	-	2,917	30,091	81,920	18,561	8,216	19,050	(437,265)	-
Total revenue	<u>\$ 5,796,844</u>	<u>\$ 1,371,641</u>	<u>\$ 1,211,049</u>	<u>\$ 381,190</u>	<u>\$ 8,460,810</u>	<u>\$ 488,608</u>	<u>\$ 140,747</u>	<u>\$ 156,009</u>	<u>\$ (437,761)</u>	<u>\$ 17,569,137</u>
Segment income/loss	<u>\$ 55,908</u>	<u>\$ (68,784)</u>	<u>\$ 191,262</u>	<u>\$ 124,826</u>	<u>\$ 103,294</u>	<u>\$ 4,027</u>	<u>\$ (53,316)</u>	<u>\$ 22,416</u>	<u>\$ (298)</u>	<u>\$ 379,335</u>
Non-operating income and expenses										(369,042)
Profit (loss) before tax										\$ 10,293
Income tax expense (gain)										(42,165)
Net profit (loss) after tax										<u>\$ (31,872)</u>
Total assets										<u>\$ 105,120,497</u>
Total liabilities										<u>\$ 61,834,556</u>

(IV) Information by product and service: Disclosure is not required in the interim financial statements.

(V) Information by region: Disclosure is not required in the interim financial statements.

(VI) Information on important customers: Disclosure is not required in the interim financial statements.

