Ta Chen Stainless Pipe Co., Ltd. and Subsidiaries

Consolidated Financial Statements for the Years Ended December 31, 2024 and 2023 and Independent Auditors' Report

DECLARATION OF CONSOLIDATION OF FINANCIAL STATEMENTS OF AFFILIATES

The companies required to be included in the consolidated financial statements of affiliates in accordance with the “Criteria Governing Preparation of Affiliation Reports, Consolidated Business Reports and Consolidated Financial Statements of Affiliated Enterprises” for the year ended December 31, 2024 are all the same as the companies required to be included in the consolidated financial statements of parent and subsidiary companies as provided in International Financial Reporting Standard No. 10 “Consolidated Financial Statements”. Relevant information that should be disclosed in the consolidated financial statements of affiliates has all been disclosed in the consolidated financial statements of parent and subsidiary companies. Hence, we did not prepare a separate set of consolidated financial statements of affiliates.

Very truly yours,

Ta Chen Stainless Pipe Co., Ltd.

By

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LI-YUN SHIEH
Chairman
March 12, 2025

勤業眾信

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INDEPENDENT AUDITORS' REPORT

The Board of Directors and Shareholders
Ta Chen Stainless Pipe Co., Ltd.

Opinion

We have audited the accompanying consolidated financial statements of Ta Chen Stainless Pipe Co., Ltd. (the "Company") and its subsidiaries (collectively referred to as the "Group"), which comprise the consolidated balance sheets as of December 31, 2024 and 2023, and the consolidated statements of comprehensive income, changes in equity and cash flows for the years then ended, and notes to the consolidated financial statements, including material accounting policy information (collectively referred to as the "consolidated financial statements").

In our opinion, based on our audits and the report of other auditors (please refer to the Other Matter paragraph),the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Group as of December 31, 2024 and 2023, and its consolidated financial performance and its consolidated cash flows for the years then ended in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, and International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), IFRIC Interpretations (IFRIC), and SIC Interpretations (SIC) endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China (ROC).

Basis for Opinion

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

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements for the year ended December 31, 2024. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

The key audit matter of the Group's consolidated financial statements for the year ended December 31, 2024 is described as follows:

Authenticity of Revenue Recognition from Specific Customers, Sale Models and Products

Sales revenue of the Group comes primarily from the sale of goods to specific customers, sale models and the sale of specific products. Since revenue from the specific customers and sale of products is material to the consolidated financial statements, considering that there is a presumed significant risk in revenue recognition, the authenticity of revenue recognition from specific sales model customers and sale of products has a significant impact on the consolidated financial statements. Therefore, the authenticity of revenue recognition from specific customers and sale of products was identified as a key audit matter for the year ended December 31, 2024. For the relevant accounting policies of revenue recognition, refer to Note 4(p).

The main audit procedures that we performed in regard of the aforementioned key audit matter are as follows:

1. We obtained an understanding of and tested the effectiveness of the design of the relevant internal controls and implementation related to revenue recognition from specific customers, sale models and products.

2. We selected samples and checked the documents and payment status related to the sales revenue of the specific customers, sale models and products to verify the occurrence of the sales.

Other Matter

We have also audited the parent company only financial statements of Ta Chen Stainless Pipe Co., Ltd. as of and for the years ended December 31, 2024 and 2023 on which we have issued an unmodified opinion with other matter paragraph.

We did not audit the financial statements of Right Way Industrial (Malaysia) Sdn. Bhd. and its subsidiary included in the consolidated financial statements of the Group, but such statements were audited by other auditors. Our opinion, insofar as it relates to the amounts included for Right Way Industrial (Malaysia) Sdn. Bhd. and its subsidiary, is based solely on the reports of other auditors. As of December 31, 2024 and 2023, the total assets of the above subsidiaries were NT$515,014 thousand and NT$469,929 thousand, accounting for 0.37% and 0.35%, respectively, of consolidated total assets; for the years ended December 31, 2024 and 2023, the total revenue was NT$225,498 thousand and NT$209,239 thousand, accounting for 0.25% and 0.21%, respectively, of the consolidated total revenue.

We did not audit the financial statements of TY Steel Co., Ltd. included in the consolidated financial statements of the Group as of and for the years ended December 31, 2023, but such statements were audited by other auditors. Our opinion, insofar as it relates to the amounts included for TY Steel Co., Ltd., is based solely on the reports of other auditors. As of December 31, 2023, the total amount of the above investments accounted for using the equity method was NT$481,846 thousand, accounting for 0.36%, of the consolidated total assets; for the years ended December 31, 2023, the total comprehensive income of the above investments accounted for using the equity method was NT$(136,447) thousand, accounting for (2.33%), of the consolidated total comprehensive income.

Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements

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

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

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

Auditors' Responsibilities for the Audit of the Consolidated Financial Statements

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

As part of an audit in accordance with the Standards on Auditing of the Republic of China, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

1. Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

2. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.

3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

4. Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Group to cease to continue as a going concern.

5. Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

6. Obtain sufficient and appropriate audit evidence regarding the financial information of entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision, and performance of the group audit. We remain solely responsible for our audit opinion.

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements for the year ended December 31, 2024 and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

The engagement partners on the audits resulting in this independent auditors' report are Chi-Chen Li and Chao-Chin Yang.

Deloitte & Touche
Taipei, Taiwan
Republic of China
March 12, 2025

<u>*Notice to Readers*</u>

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

For the convenience of readers, the independent auditors' 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.

Ta Chen Stainless Pipe Co., Ltd. and Subsidiaries

CONSOLIDATED BALANCE SHEETS
DECEMBER 31, 2024 AND 2023
(In Thousands of New Taiwan Dollars)

	December 31, 2024		December 31, 2023	
ASSETS	**Amount**	**%**	**Amount**	**%**
CURRENT ASSETS				
Cash and cash equivalents (Notes 4 and 6)	$ 7,248,742	5	$ 9,424,771	7
Financial assets at fair value through profit or loss - current (Notes 4 and 7)	265,599	-	363,663	-
Financial assets at fair value through other comprehensive income - current (Notes 4 and 8)	83,010	-	79,030	-
Financial assets at amortized cost - current (Notes 4, 9 and 34)	2,472,541	2	4,237,146	3
Notes receivable (Notes 4 and 10)	49,136	-	58,572	-
Accounts receivable, net (Notes 4, 10, 25 and 34)	8,212,530	6	7,466,965	6
Financial leases receivable (Notes 4 and 11)	18,969	-	-	-
Other receivables (Note 33)	210,327	-	343,010	-
Current tax assets (Notes 4 and 27)	83,940	-	1,133,906	1
Inventories (Notes 4, 12 and 34)	54,747,929	40	56,147,964	42
Prepayments (Notes 19 and 33)	2,171,582	2	2,612,686	2
Other current assets (Note 25)	201,942	-	67,094	-
Total current assets	75,766,247	55	81,934,807	61
NON-CURRENT ASSETS				
Financial assets at fair value through profit or loss - non-current (Notes 4 and 7)	646,114	-	411,934	-
Financial assets at fair value through other comprehensive income - non-current (Notes 4 and 8)	640,809	-	786,447	1
Financial assets at amortized cost - non-current (Notes 4, 9, 33 and 34)	1,302,116	1	1,501,490	1
Derivative financial assets for hedging - non-current (Notes 4 and 32)	381,931	-	697,866	1
Investments accounted for using the equity method (Notes 4 and 14)	237,969	-	526,927	-
Property, plant and equipment (Notes 4, 15 and 34)	35,121,593	26	29,769,074	22
Right-of-use assets (Notes 4 and 17)	8,628,121	6	7,930,832	6
Investment properties (Notes 4 and 16)	1,125,566	1	1,185,148	1
Goodwill (Notes 4 and 18)	4,786,683	4	4,186,666	3
Other intangible assets (Notes 4 and 18)	1,382,806	1	1,586,433	1
Deferred tax assets (Notes 4 and 27)	2,265,104	2	1,806,530	1
Prepayments for equipment	4,872,654	4	2,368,615	2
Financial leases receivable - non-current (Notes 4 and 11)	123,445	-	-	-
Net defined benefit assets - non-current (Notes 4 and 23)	209,202	-	133,774	-
Other non-current assets	257,354	-	288,769	-
Total non-current assets	61,981,467	45	53,180,505	39
TOTAL	$ 137,747,714	100	$ 135,115,312	100
LIABILITIES AND EQUITY				
CURRENT LIABILITIES				
Short-term borrowings (Notes 20 and 34)	$ 13,156,899	10	$ 17,955,293	13
Short-term bills payable (Notes 20 and 34)	179,828	-	569,906	1
Financial liabilities at fair value through profit or loss - current (Notes 4 and 7)	125,254	-	175,429	-
Contract liabilities - current (Note 25)	128,494	-	145,627	-
Notes payable (Note 21)	74,823	-	108,038	-
Accounts payable (Note 21)	2,094,140	1	1,666,922	1
Accounts payable to related parties (Notes 21 and 33)	365,399	-	310,795	-
Other payables (Note 22)	3,528,407	3	3,153,930	2
Current tax liabilities (Notes 4 and 27)	358,711	-	918,108	1
Lease liabilities - current (Notes 4 and 17)	1,220,121	1	1,131,386	1
Current portion of long-term borrowings (Notes 20 and 34)	1,416,103	1	1,274,888	1
Other current liabilities	841,762	1	584,075	1
Total current liabilities	23,489,941	17	27,994,397	21
NON-CURRENT LIABILITIES				
Long-term borrowings (Notes 20 and 34)	23,139,294	17	22,870,654	17
Deferred tax liabilities (Notes 4 and 27)	2,553,253	2	1,885,655	1
Lease liabilities - non -current (Notes 4 and 17)	8,674,769	6	7,729,011	6
Long-term payables	42,875	-	45,182	-
Net defined benefit liabilities - non-current (Notes 4 and 23)	1,993	-	2,281	-
Other non-current liabilities	75,317	-	108,823	-
Total non-current liabilities	34,487,501	25	32,641,606	24
Total liabilities	57,977,442	42	60,636,003	45
EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY (Note 24)				
Ordinary shares	24,342,606	17	24,342,606	18
Capital surplus	23,155,021	17	23,001,551	17
Retained earnings				
Legal reserve	4,752,560	4	4,217,219	3
Special reserve	-	-	64,308	-
Unappropriated earnings	14,271,510	10	14,079,877	11
Total retained earnings	19,024,070	14	18,361,404	14
Other equity	5,411,695	4	1,740,595	1
Treasury shares	(4,388,208)	(3)	(4,386,159)	(3)
Total equity attributable to owners of the Company	67,545,184	49	63,059,997	47
NON-CONTROLLING INTERESTS (Note 24)	12,225,088	9	11,419,312	8
Total equity	79,770,272	58	74,479,309	55
TOTAL	$ 137,747,714	100	$ 135,115,312	100

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

(With Deloitte & Touche auditors' report dated March 12, 2025)

Ta Chen Stainless Pipe Co., Ltd. and Subsidiaries

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023
(In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	2024		2023	
	Amount	**%**	**Amount**	**%**
OPERATING REVENUE (Notes 4 and 25)	$ 90,398,484	100	$ 101,256,601	100
OPERATING COSTS (Notes 12, 26 and 33)	73,310,863	81	81,799,804	81
GROSS PROFIT	17,087,621	19	19,456,797	19
OPERATING EXPENSES (Notes 10, 26 and 33)				
Selling and marketing expenses	3,090,597	3	3,098,690	3
General and administrative expenses	7,836,348	9	7,491,270	7
Expected credit loss (gain)	14,161	-	(4,552)	-
Total operating expenses	10,941,106	12	10,585,408	10
OTHER OPERATING EXPENSES (Note 26)	(34,394)	-	(15,415)	-
PROFIT FROM OPERATIONS	6,112,121	7	8,855,974	9
NON-OPERATING INCOME AND EXPENSES (Notes 4, 12, 14, 26 and 33)				
Interest income	281,202	-	286,613	-
Other income	124,275	-	335,834	-
Other gains and losses	1,356,860	1	1,550,003	2
Finance costs	(1,094,946)	(1)	(1,267,070)	(1)
Share of profit or loss of associates	(214,838)	-	(153,014)	-
Total non-operating expenses	452,553	-	752,366	1
PROFIT BEFORE INCOME TAX FOR THE YEAR	6,564,674	7	9,608,340	10
INCOME TAX EXPENSE (Notes 4 and 27)	1,844,086	2	2,797,796	3
NET PROFIT FOR THE YEAR	4,720,588	5	6,810,544	7
OTHER COMPREHENSIVE INCOME (LOSS) (Notes 24 and 27)				
Items that will not be reclassified subsequently to profit or loss:				
Remeasurement of defined benefit plans	68,146	-	24,206	-
Unrealized gains and losses on investments in equity instruments at fair value through other comprehensive income	(146,890)	-	(8,233)	-
Income tax relating to items that will not be reclassified subsequently to profit or loss	(12,830)	-	(1,162)	-
	(91,574)	-	14,811	-

(Continued)

Ta Chen Stainless Pipe Co., Ltd. and Subsidiaries

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023
(In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	2024		2023	
	Amount	**%**	**Amount**	**%**
Items that may be reclassified subsequently to profit or loss:				
Exchange differences on translating the financial statements of foreign operations	$ 4,516,611	5	$ 163,045	-
Gain on hedging instruments not subject to basis adjustment	(349,591)	-	(975,980)	(1)
Income tax relating to items that may be reclassified subsequently to profit or loss	94,518	-	(161,330)	-
	4,261,538	5	(974,265)	(1)
Other comprehensive income (loss) for the year, net of income tax	4,169,964	5	(959,454)	(1)
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	$ 8,890,552	10	$ 5,851,090	6
NET PROFIT ATTRIBUTABLE TO:				
Owners of the Company	$ 3,538,282	4	$ 5,330,802	5
Non-controlling interests	1,182,306	1	1,479,742	2
	$ 4,720,588	5	$ 6,810,544	7
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:				
Owners of the Company	$ 7,254,879	8	$ 4,360,849	4
Non-controlling interests	1,635,673	2	1,490,241	2
	$ 8,890,552	10	$ 5,851,090	6
EARNINGS PER SHARE (New Taiwan Dollars; Note 28)				
Basic	$ 1.53		$ 2.30	
Diluted	$ 1.53		$ 2.29	

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

(With Deloitte & Touche auditors’ report dated March 12, 2025)

(Concluded)

Ta Chen Stainless Pipe Co., Ltd. and Subsidiaries

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
YEARS ENDED DECEMBER 31, 2024 AND 2023
(In Thousands of New Taiwan Dollars, Except Dividends Per Share)

	Equity Attributable to Owners of the Company												
			Retained Earnings			Other Equity							
	Share Capital	Capital Surplus	Legal Reserve	Special Reserve	Unappropriated Earnings	Exchange Differences on Translating the Financial Statements Foreign Operations	Unrealized Gain (loss) on Financial Assets at Fair Value Through Other Comprehensive Income	Gain (Loss) on Hedging Instruments	Total Other Equity	Treasury Shares	Total	Non-controlling Interest (Note 22)	Total Equity
BALANCE AT JANUARY 1, 2023	$ 20,285,505	$ 22,783,377	$ 3,025,798	$ 3,883,805	$ 15,024,018	$ 1,152,771	$ (59,680)	$ 1,640,060	$ 2,733,151	$ (4,473,674)	$ 63,261,980	$ 10,635,215	$ 73,897,195
Appropriation of 2022 earnings (Note 24)													
Legal reserve	-	-	1,191,421	-	(1,191,421)	-	-	-	-	-	-	-	-
Special reserve	-	-	-	(3,819,497)	3,819,497	-	-	-	-	-	-	-	-
Cash dividends distributed by the Company - NT$2.4 per share	-	-	-	-	(4,868,521)	-	-	-	-	-	(4,868,521)	-	(4,868,521)
Share dividends distributed by the Company - NT$2 per share	4,057,101	-	-	-	(4,057,101)	-	-	-	-	-	-	-	-
Net profit for the year ended December 31, 2023	-	-	-	-	5,330,802	-	-	-	-	-	5,330,802	1,479,742	6,810,544
Other comprehensive income (loss) for the year ended December 31, 2023, net of income tax (Note 24)	-	-	-	-	23,044	137,790	(1,924)	(1,128,863)	(992,997)	-	(969,953)	10,499	(959,454)
Total comprehensive income (loss) for the year ended December 31, 2023	-	-	-	-	5,353,846	137,790	(1,924)	(1,128,863)	(992,997)	-	4,360,849	1,490,241	5,851,090
Cash dividends distributed by subsidiaries	-	248,425	-	-	-	-	-	-	-	-	248,425	332,283	580,708
Difference between consideration and carrying amount of subsidiaries acquired (Note 30)	-	13,249	-	-	-	-	-	-	-	-	13,249	7,903	21,152
Change in percentage of ownership subsidiaries (Note 30)	-	(43,553)	-	-	-	-	-	-	-	87,515	43,962	(91,849)	(47,887)
Share-based payments	-	53	-	-	-	-	-	-	-	-	53	606	659
Change in non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	124,190	124,190
Disposal of investments in equity instruments designated as at fair value through other comprehensive income	-	-	-	-	(441)	-	441	-	441	-	-	-	-
Cash dividends received from subsidiaries	-	-	-	-	-	-	-	-	-	-	-	(1,079,277)	(1,079,277)
BALANCE AT DECEMBER 31, 2023	24,342,606	23,001,551	4,217,219	64,308	14,079,877	1,290,561	(61,163)	511,197	1,740,595	(4,386,159)	63,059,997	11,419,312	74,479,309
Appropriation of 2023 earnings (Note 24)													
Legal reserve	-	-	535,341	-	(535,341)	-	-	-	-	-	-	-	-
Special reserve	-	-	-	(64,308)	64,308	-	-	-	-	-	-	-	-
Cash dividends distributed by the Company - NT$1.2 per share	-	-	-	-	(2,921,113)	-	-	-	-	-	(2,921,113)	-	(2,921,113)
Net profit for the year ended December 31, 2024	-	-	-	-	3,538,282	-	-	-	-	-	3,538,282	1,182,306	4,720,588
Other comprehensive income (loss) for the year ended December 31, 2023, net of income tax (Note 24)	-	-	-	-	45,497	3,941,150	(41,482)	(228,568)	3,671,100	-	3,716,597	453,367	4,169,964
Total comprehensive income (loss) for the year ended December 31, 2024	-	-	-	-	3,583,779	3,941,150	(41,482)	(228,568)	3,671,100	-	7,254,879	1,635,673	8,890,552
Cash dividends distributed by subsidiaries	-	149,229	-	-	-	-	-	-	-	-	149,229	199,194	348,423
Difference between consideration and carrying amount of subsidiaries acquired (Note 30)	-	7,774	-	-	-	-	-	-	-	-	7,774	(37,774)	(30,000)
Change in percentage of ownership subsidiaries (Note 30)	-	(3,533)	-	-	-	-	-	-	-	(2,049)	(5,582)	(11,375)	(16,957)
Change in non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	(77,231)	(77,231)
Cash dividends received from subsidiaries	-	-	-	-	-	-	-	-	-	-	-	(902,711)	(902,711)
BALANCE AT DECEMBER 31, 2024	$ 24,342,606	$ 23,155,021	$ 4,752,560	$ -	$ 14,271,510	$ 5,231,711	$ (102,645)	$ 282,629	$ 5,411,695	$ (4,388,208)	$ 67,545,184	$ 12,225,088	$ 79,770,272

The accompanying notes are an integral part of the consolidated financial statements.
(With Deloitte & Touche auditors' report dated March 12, 2025)

Ta Chen Stainless Pipe Co., Ltd. and Subsidiaries

CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023
(In Thousands of New Taiwan Dollars)

	2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES		
Income before income tax	$ 6,564,674	$ 9,608,340
Adjustments for:		
Depreciation expenses	2,863,668	2,504,592
Amortization expenses	403,635	407,086
Expected credit loss recognized (reversed) on accounts receivable	14,161	(1,552)
Net gain on financial assets and liabilities at fair value through profit or loss	(17,700)	(226,559)
Finance costs	1,094,946	1,159,200
Interest income	(281,202)	(286,613)
Dividend income	(510)	(400)
Compensation costs of employee share options	-	659
Share of loss of associates	214,838	153,014
Gain on disposal of associates accounted for using the equity method	(193,502)	-
Loss on disposal of property, plant and equipment	34,394	15,415
Gain on derecognition of disposal groups held for sale	-	(4,455)
Net (gain) loss on foreign currency exchange	(409,123)	670,717
Gain on bargain purchase and lease modifications	(3,495)	(18)
Changes in operating assets and liabilities		
Notes receivable	9,436	(18,553)
Accounts receivable	(314,864)	705,889
Other receivables	82,779	401,885
Inventories	5,230,986	15,852,249
Prepayments	475,395	(516,570)
Other current assets	(194,848)	16,628
Contract liabilities	(17,133)	(28,331)
Notes payable	(24,633)	15,917
Accounts payable (inclouding related parties)	474,562	(1,019,051)
Other payables	750,888	(714,932)
Other current liabilities	257,687	(312,581)
Net defined benefit obligation	(20,400)	(32,769)
Cash generated from operations	16,994,639	28,349,207
Income tax paid	(1,745,448)	(3,086,560)
Net cash generated from operating activities	15,249,191	25,262,647
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of financial assets at fair value through other comprehensive income	-	(50,957)
Proceeds from sale of financial assets at fair value through other comprehensive income	-	1,298
Purchase of financial assets at amortized cost	-	(1,667,805)
Proceeds from sale of financial assets at amortized cost	1,906,050	-
Purchase of financial assets at fair value through profit or loss	(300,660)	(492,803)
Proceeds from sale of financial assets at fair value through profit or loss	132,069	59,221
Net cash inflow on disposed of subsidiary	$ -	97,074
Net cash outflow on acquisition of subsidiary (Note 29)	(181,186)	-
Payments for property, plant and equipment	(5,718,292)	(6,102,349)
Proceeds from disposal of property, plant and equipment	4,011	16,090
Increase in refundable deposits	(42,848)	(268,784)
Decrease in refundable deposits	193,803	187,108
Acquisition of intangible assets	(24,693)	(23,366)

(Continued)

Ta Chen Stainless Pipe Co., Ltd. and Subsidiaries

CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023
(In Thousands of New Taiwan Dollars)

	2024	2023
Payments for investment properties	$ -	$ (1,331)
Decrease in financial leases receivable	16,981	-
Increase in other non-current assets	31,059	(297,150)
Increase in prepayments for equipment, net	(2,788,025)	(1,254,586)
Interest received	291,219	264,009
Dividends received	510	400
Net cash used in investing activities	(6,480,002)	(9,533,931)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from short-term borrowings	30,491,610	32,777,629
Repayments of short-term borrowings	(35,295,550)	(28,469,911)
Proceeds from short-term bills payable	6,126,874	16,773,406
Repayments of short-term bills payable	(6,520,000)	(17,220,000)
Proceeds from long-term borrowings	13,436,838	16,412,491
Repayments of long-term borrowings	(13,722,152)	(30,696,992)
Decrease in long-term payables	(2,307)	(5,971)
Repayment of the principal portion of lease liabilities	(1,186,843)	(1,082,185)
Cash dividends distributed	(2,572,690)	(4,287,813)
Disposal of interests in subsidiaries	-	21,152
Interest paid	(1,010,708)	(993,939)
Changes in non-controlling interests	(922,813)	(791,687)
Other financing activities	(33,506)	(31,538)
Net cash used in financing activities	(11,211,247)	(17,595,358)
EFFECTS OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH AND CASH EQUIVALENTS HELD IN FOREIGN CURRENCIES	266,029	57,126
NET DECREASE IN CASH AND CASH EQUIVALENTS	(2,176,029)	(1,809,516)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	9,424,771	11,234,287
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	$ 7,248,742	$ 9,424,771

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

(With Deloitte & Touche auditors' report dated March 12, 2025)

(Concluded)

Ta Chen Stainless Pipe Co., Ltd. and Subsidiaries

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

1. GENERAL INFORMATION

Ta Chen Stainless Pipe Co., Ltd. (the "Company") was incorporated in November 1986. The Company is engaged in the manufacturing, processing and selling of stainless steel pipes and stainless steel pipe fittings, sale of stainless steel plates as well as the manufacturing and sale of venetian blinds. The Company is also engaged in the manufacturing and selling of aluminum products and sale of screws and nuts.

The Company's shares were listed and have been trading on the Taiwan Stock Exchange since October 1996.

The consolidated financial statements of the Company and its subsidiaries, collectively referred to as the "Group", are presented in the Company's functional currency, the New Taiwan dollar.

2. APPROVAL OF CONSOLIDATED FINANCIAL STATEMENTS

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

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

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

   Except for the following, the initial application of the IFRS Accounting Standards endorsed and issued into effect by the FSC did not have material impact on the Group's accounting policies:

   <u>Amendments to IAS 7 and IFRS 7 "Supplier Finance Arrangements"</u>

   The Group has applied the amendments since January 1, 2024. The amendments stipulate that supplier finance arrangements are characterized by one or more finance providers offering to pay amounts an entity owes its suppliers and the entity agreeing to pay according to the terms and conditions of the arrangements at the same date as, or a date later than, the suppliers are paid. The Group shall disclose the relevant information about its supplier finance arrangements that enables users of financial statements to assess the effects of those arrangements on the Group's liabilities and cash flows and on the Group's exposure to liquidity risk. See Note 20 for the details.

b. The IFRS Accounting Standards endorsed by the FSC for application starting from 2025

New, Amended and Revised Standards and Interpretations	Effective Date Announced by IASB
Amendments to IAS 21 "Lack of Exchangeability"	January 1, 2025 (Note 1)
Amendments to IFRS 9 and IFRS 7 "Amendments to the Classification and Measurement of Financial Instruments" - the amendments to the application guidance of derecognition of financial assets	January 1, 2026 (Note 2)

Note 1: An entity shall apply those amendments for annual reporting periods beginning on or after January 1, 2025. Upon initial application of the amendments to IAS 21, the Group shall not restate the comparative information and shall recognize any effect of initially applying the amendments as an adjustment to the opening balance of retained earnings or, if applicable, to the cumulative amount of translation differences in equity as well as affected assets or liabilities.

Note 2: An entity shall apply those amendments for annual reporting periods beginning on or after January 1, 2026. It is permitted to apply these amendments for an earlier period beginning on January 1, 2025. An entity shall apply the amendments retrospectively but is not required to restate prior periods. The effect of initially applying the amendments shall be recognized as an adjustment to the opening balance at the date of initial application. An entity may restate prior periods if, and only if, it is possible to do so without the use of hindsight.

As of the date the consolidated financial statements were authorized for issue, the Group has assessed that the application of the standards and interpretations will not have a material impact on the Group's financial position and financial performance.

c. The IFRS Accounting Standards in issue but not yet endorsed and issued into effect by the FSC

New, Amended and Revised Standards and Interpretations	Effective Date Announced by IASB (Note)
Annual Improvements to IFRS Accounting Standards - Volume 11	January 1, 2026
Amendments to IFRS 9 and IFRS 7 "Amendments to the Classification and Measurement of Financial Instruments" - the amendments to the application guidance of derecognition of financial liabilities	January 1, 2026
Amendments to IFRS 9 and IFRS 7 "Contracts Referencing Nature-dependent Electricity"	January 1, 2026
Amendments to IFRS 10 and IAS 28 "Sale or Contribution of Assets between an Investor and its Associate or Joint Venture"	To be determined by IASB
IFRS 17 "Insurance Contracts"	January 1, 2023
Amendments to IFRS 17	January 1, 2023
Amendments to IFRS 17 "Initial Application of IFRS 17 and IFRS 9 - Comparative Information"	January 1, 2023
IFRS 18 "Presentation and Disclosure in Financial Statements"	January 1, 2027
IFRS 19 "Subsidiaries without Public Accountability: Disclosures"	January 1, 2027

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

IFRS 18 “Presentation and Disclosure in Financial Statements”

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

- Items of income and expenses included in the statement of profit or loss shall be classified into the operating, investing, financing, income taxes and discontinued operations categories.

- The statement of profit or loss shall present totals and subtotals for operating profit or loss, profit or loss before financing and income taxes and profit or loss.

- Provides guidance to enhance the requirements of aggregation and disaggregation: The Group shall identify the assets, liabilities, equity, income, expenses and cash flows that arise from individual transactions or other events and shall classify and aggregate them into groups based on shared characteristics, so as to result in the presentation in the primary financial statements of line items that have at least one similar characteristic. The Group shall disaggregate items with dissimilar characteristics in the primary financial statements and in the notes. The Group labels items as “other” only if it cannot find a more informative label.

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

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

4. SUMMARY OF MATERIAL ACCOUNTING POLICY INFORMATION

a. Statement of compliance

The consolidated financial statements have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and IFRS Accounting Standards as endorsed and issued into effect by the FSC.

b. Basis of preparation

The consolidated financial statements have been prepared on the historical cost basis except for financial instruments that are measured at fair value and net defined benefit assets / liabilities which are measured at the present value of the defined benefit obligation less the fair value of plan assets. The fair value measurements, which are grouped into Levels 1 to 3 based on the degree to which the fair value measurement inputs are observable and based on the significance of the inputs to the fair value measurement in its entirety, are described as follows:

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

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

3) Level 3 inputs are unobservable inputs for an asset or liability.

c. Classification of current and non-current assets and liabilities

Current assets include:

1) Assets held primarily for the purpose of trading;

2) Assets expected to be realized within 12 months after the reporting period; and

3) Cash and cash equivalents unless the asset is restricted from being exchanged or used to settle a liability for at least 12 months after the reporting period.

Current liabilities include:

1) Liabilities held primarily for the purpose of trading;

2) Liabilities due to be settled within 12 months after the reporting period; and

3) Liabilities for which the Group does not have the substantial right at the end of the reporting period to defer settlement for at least 12 months after the reporting period

Assets and liabilities that are not classified as current are classified as non-current.

d. Basis of consolidation

The consolidated financial statements incorporate the financial statements of the Company and the entities controlled by the Company (i.e., its subsidiaries).

When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those of the Group. All intra-group transactions, balances, income and expenses are eliminated in full upon consolidation. Total comprehensive income of subsidiaries is attributed to the owners of the Company and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

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

Refer to Note 13, Table 8 and Table 9 for detailed information on subsidiaries (including the percentages of ownership and main businesses).

e. Business combinations

Acquisitions of businesses are accounted for using the acquisition method. Acquisition-related costs are generally recognized in profit or loss as they are incurred.

Goodwill is measured as the excess of the sum of the consideration transferred and the fair value of the acquirer's previously held equity interests in the acquiree over the net of the acquisition-date amounts of the identifiable assets acquired and the liabilities assumed.

If, after re-assessment, the net of the acquisition date amounts of the identifiable assets acquired and liabilities assumed exceeds the sum of the consideration transferred, and the fair value of the acquirer's previously held interests in the acquiree, the excess is recognized immediately in profit or loss as a bargain purchase gain.

When a business combination is achieved in stages, the Group's previously held equity interest in an acquiree is remeasured to fair value at the acquisition date, and the resulting gain or loss is recognized in profit or loss.

f. Foreign currencies

In preparing the financial statements of each individual entity, transactions in currencies other than the entity's functional currency (i.e., foreign currencies) are recognized at the rates of exchange prevailing at the dates of the transactions.

At the end of each reporting period, monetary items denominated in foreign currencies are retranslated at the rates prevailing at that date. Exchange differences on monetary items arising from settlement or translation are recognized in profit or loss in the period in which they arise.

Non-monetary items denominated in foreign currencies that are measured at fair value are retranslated at the rates prevailing at the date when the fair value is determined. Exchange differences arising from the retranslation of non-monetary items are included in profit or loss for the period except for exchange differences arising from the retranslation of non-monetary items in respect of which gains and losses are recognized directly in other comprehensive income; in which cases, the exchange differences are also recognized directly in other comprehensive income.

Non-monetary item denominated in a foreign currency and measured at historical cost is stated at the reporting currency as originally translated from the foreign currency.

For the purposes of presenting the consolidated financial statements, the assets and liabilities of the Group's foreign operations (including subsidiaries in other countries or those that use currencies different from the Company) are translated into the New Taiwan dollar using exchange rates prevailing at the end of each reporting period. Income and expense items are translated at the average exchange rates for the period. The resulting exchange differences are recognized in other comprehensive income (attributed to the owners of the Company and non-controlling interests as appropriate).

g. Inventories

Inventories consist of raw materials (including materials in transit), materials, finished goods, merchandise (including merchandise in transit) and work in progress and are stated at the lower of cost or net realizable value. Inventory write-downs are made by item, except where it may be appropriate to group similar or related items. The net realizable value is the estimated selling price of inventories less all estimated costs of completion and costs necessary to make the sale. Inventories are recorded at the weighted-average cost on the balance sheet date.

h. Investments in associates

An associate is an entity over which the Group has significant influence and which is neither a subsidiary nor an interest in a joint venture.

The Group uses the equity method to account for its investments in associates.

Under the equity method, investments in an associate is initially recognized at cost and adjusted thereafter to recognize the Group's share of the profit or loss and other comprehensive income of the associate. The Group also recognizes the changes in the Group's share of the equity of associates.

Any excess of the cost of acquisition over the Group's share of the net fair value of the identifiable assets and liabilities of an associate at the date of acquisition is recognized as goodwill, which is included within the carrying amount of the investment and is not amortized. Any excess of the Group's share of the net fair value of the identifiable assets and liabilities over the cost of acquisition, after reassessment, is recognized immediately in profit or loss.

When the Group subscribes for additional new shares of an associate at a percentage different from its existing ownership percentage, the resulting carrying amount of the investment differs from the amount of the Group’s proportionate interest in the associate. The Group records such a difference as an adjustment to investments with the corresponding amount charged or credited to capital surplus - changes in capital surplus from investments in associates and joint ventures accounted for using the equity method. If the Group’s ownership interest is reduced due to its additional subscription of the new shares of the associate, the proportionate amount of the gains or losses previously recognized in other comprehensive income in relation to that associate is reclassified to profit or loss on the same basis as would be required had the investee directly disposed of the related assets or liabilities. When the adjustment should be debited to capital surplus, but the capital surplus recognized from investments accounted for using the equity method is insufficient, the shortage is debited to retained earnings.

When the Group’s share of losses of an associate equals or exceeds its interest in that associate (which includes any carrying amount of the investment accounted for using the equity method and long-term interests that, in substance, form part of the Group’s net investment in the associate), the Group discontinues recognizing its share of further loss, if any. Additional losses and liabilities are recognized only to the extent that the Group has incurred legal obligations, or constructive obligations, or made payments on behalf of that associate.

The entire carrying amount of an investment (including goodwill) is tested for impairment as a single asset by comparing its recoverable amount with its carrying amount. Any impairment loss recognized is not allocated to any asset, including goodwill, that forms part of the carrying amount of the investment. Any reversal of that impairment loss is recognized to the extent that the recoverable amount of the investment subsequently increases.

The Group discontinues the use of the equity method from the date on which its investment ceases to be an associate. Any retained investment is measured at fair value at that date, and the fair value is regarded as the investment’s fair value on initial recognition as a financial asset. The difference between the previous carrying amount of the associate attributable to the retained interest and its fair value is included in the determination of the gain or loss on disposal of the associate. The Group accounts for all amounts previously recognized in other comprehensive income in relation to that associate on the same basis as would be required had that associate directly disposed of the related assets or liabilities. If an investment in an associate becomes an investment in a joint venture or an investment in a joint venture becomes an investment in an associate, the Group continues to apply the equity method and does not remeasure the retained interest.

When the Group transacts with its associate, profits and losses resulting from the transactions with the associate are recognized in the Group’s consolidated financial statements only to the extent of interests in the associate that are not related to the Group.

i. Property, plant, and equipment

Property, plant and equipment are measured at cost and subsequently measured at cost less accumulated depreciation.

Property, plant and equipment in the course of construction are measured at cost. Cost includes professional fees and borrowing costs eligible for capitalization. Such assets are depreciated and classified to the appropriate categories of property, plant and equipment when completed and ready for their intended use.

The depreciation of property, plant and equipment is recognized using the straight-line method. Each significant part is depreciated separately. The estimated useful lives, residual values and depreciation methods are reviewed at the end of each reporting period, with the effects of any changes in the estimates accounted for on a prospective basis.

On derecognition of an item of property, plant and equipment, the difference between the sales proceeds and the carrying amount of the asset is recognized in profit or loss.

j. Investment properties

Investment properties are properties held to earn rentals and/or for capital appreciation.

Investment properties are initially measured at cost, including transaction costs. Subsequent to initial recognition, investment properties are measured at cost less accumulated depreciation and accumulated impairment loss. Depreciation is recognized using the straight-line method.

On derecognition of an investment property, the difference between the net disposal proceeds and the carrying amount of the asset is included in profit or loss.

k. Goodwill

Goodwill arising from the acquisition of a business is measured at cost as established at the date of acquisition of the business less accumulated impairment loss.

For the purposes of impairment testing, goodwill is allocated to each of the Group’s cash-generating units or groups of cash-generating units (referred to as “cash-generating units”) that are expected to benefit from the synergies of the combination.

A cash-generating unit to which goodwill has been allocated is tested for impairment annually or more frequently whenever there is an indication that the unit may be impaired, by comparing its carrying amount, including the attributed goodwill, with its recoverable amount. However, if the goodwill allocated to a cash-generating unit was acquired in a business combination during the current annual period, that unit shall be tested for impairment before the end of the current annual period. If the recoverable amount of the cash-generating unit is less than its carrying amount, the impairment loss is allocated first to reduce the carrying amount of any goodwill allocated to the unit and then pro rata to the other assets of the unit based on the carrying amount of each asset in the unit. Any impairment loss is recognized directly in profit or loss. Any impairment loss recognized for goodwill is not reversed in subsequent periods.

l. Intangible assets

1) Intangible assets acquired separately

Intangible assets with finite useful lives that are acquired separately are initially measured at cost and subsequently measured at cost less accumulated amortization and accumulated impairment loss. Amortization is recognized on a straight-line basis. The estimated useful lives, residual values, and amortization methods are reviewed at the end of each reporting period, with the effect of any changes in the estimates accounted for on a prospective basis.

2) Derecognition of intangible assets

On derecognition of an intangible asset, the difference between the net disposal proceeds and the carrying amount of the asset is recognized in profit or loss.

m. Impairment of property, plant and equipment, right-of-use assets, investment properties and intangible assets other than goodwill

At the end of each reporting period, the Group reviews the carrying amounts of its property, plant and equipment, right-of-use assets and intangible assets, excluding goodwill, to determine whether there is any indication that those assets have suffered any impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss. When it is not possible to estimate the recoverable amount of an individual asset, the Group estimates the recoverable amount of the cash-generating unit to which the asset belongs.

The recoverable amount is the higher of fair value less costs to sell and value in use. If the recoverable amount of an asset or cash-generating unit is estimated to be less than its carrying amount, the carrying amount of the asset or cash-generating unit is reduced to its recoverable amount, with the resulting impairment loss recognized in profit or loss.

Before the Group recognizes an impairment loss from assets related to contract costs, any impairment loss on inventories, property, plant and equipment and intangible assets related to the contract applicable under IFRS 15 shall be recognized in accordance with applicable standards. Then, impairment loss from the assets related to the contract costs is recognized to the extent that the carrying amount of the assets exceeds the remaining amount of consideration that the Group expects to receive in exchange for related goods or services less the costs which relate directly to providing those goods or services and which have not been recognized as expenses. The assets related to the contract costs are then included in the carrying amount of the cash-generating unit to which they belong for the purpose of evaluating impairment of that cash-generating unit.

When an impairment loss is subsequently reversed, the carrying amount of the corresponding asset or cash-generating unit is increased to the revised estimate of its recoverable amount, but only to the extent of the carrying amount that would have been determined had no impairment loss been recognized for the asset or cash-generating unit in prior years. A reversal of an impairment loss is recognized in profit or loss.

n. Financial instruments

Financial assets and financial liabilities are recognized when the Group becomes a party to the contractual provisions of the instruments.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issuance of financial assets and financial liabilities (other than financial assets and financial liabilities at FVTPL) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognized immediately in profit or loss.

1) Financial assets

All regular way purchases or sales of financial assets are recognized and derecognized on a trade date basis.

a) Measurement category

Financial assets are classified into the following categories: financial assets at FVTPL, financial assets at amortized cost and investments in equity instruments at FVTOCI.

i. Financial assets at FVTPL

Financial assets are classified as at FVTPL when such financial assets are mandatorily classified as at FVTPL. Financial assets mandatorily classified as at FVTPL include investments in equity instruments which are not designated as at FVTOCI and debt instruments that do not meet the amortized cost criteria or the FVTOCI criteria.

Financial assets at FVTPL are subsequently measured at fair value, with any gains or losses arising on remeasurement recognized in profit or loss. The net gain or loss recognized in profit or loss incorporates any dividends or interest earned on such a financial asset. Fair value is determined in the manner described in Note 32.

ii. Financial assets at amortized cost

Financial assets that meet the following conditions are subsequently measured at amortized cost:

i) The financial asset is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows; and

ii) The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Subsequent to initial recognition, financial assets at amortized cost, including cash and cash equivalents, accounts receivable, other receivables, and financial assets at amortized cost, are measured at amortized cost, which equals the gross carrying amount determined using the effective interest method less any impairment loss. Exchange differences are recognized in profit or loss.

Interest income is calculated by applying the effective interest rate to the gross carrying amount of such a financial asset, except for:

i) Purchased or originated credit-impaired financial assets, for which interest income is calculated by applying the credit adjusted effective interest rate to the amortized cost of such financial assets; and

ii) Financial assets that are not credit impaired on purchase or origination but have subsequently become credit impaired, for which interest income is calculated by applying the effective interest rate to the amortized cost of such financial assets in subsequent reporting periods.

A financial asset is credit impaired when one or more of the following events have occurred:

i) Significant financial difficulty of the issuer or the borrower;

ii) Breach of contract, such as a default;

iii) It is becoming probable that the borrower will enter bankruptcy or undergo a financial reorganization; or

iv) The disappearance of an active market for that financial asset because of financial difficulties.

Cash equivalents include time deposits with original maturities within 3 months from the date of acquisition, which are highly liquid, readily convertible to a known amount of cash and are subject to an insignificant risk of changes in value. These cash equivalents are held for the purpose of meeting short-term cash commitments.

iii. Investments in equity instruments at FVTOCI

On initial recognition, the Group may make an irrevocable election to designate investments in equity instruments as at FVTOCI. Designation as at FVTOCI is not permitted if the equity investment is held for trading or if it is contingent consideration recognized by an acquirer in a business combination.

Investments in equity instruments at FVTOCI are subsequently measured at fair value with gains and losses arising from changes in fair value recognized in other comprehensive income and accumulated in other equity. The cumulative gain or loss will not be reclassified to profit or loss on disposal of the equity investments; instead, it will be transferred to retained earnings.

Dividends on these investments in equity instruments are recognized in profit or loss when the Group's right to receive the dividends is established, unless the dividends clearly represent a recovery of part of the cost of the investment.

b) Impairment of financial assets

The Group evaluates expected credit losses on financial assets at amortized cost (including trade receivables) at the end of each reporting period.

The Group always recognizes lifetime expected credit losses (ECLs) for trade receivables. For all other financial instruments, the Group recognizes lifetime ECLs when there has been a significant increase in credit risk since initial recognition. If, on the other hand, the credit risk on a financial instrument has not increased significantly since initial recognition, the Group measures the loss allowance for that financial instrument at an amount equal to 12-month ECLs.

Expected credit losses reflect the weighted average of credit losses with the respective risks of default occurring as the weights. Lifetime ECLs represent the expected credit losses that will result from all possible default events over the expected life of a financial instrument. In contrast, 12-month ECLs represent the portion of lifetime ECLs that is expected to result from default events on a financial instrument that are possible within 12 months after the reporting date.

For internal credit risk management purposes, the Group considers that the following situations as indication that a financial asset is in default (without taking into account any collateral held by the Group):

i. Internal or external information shows that the debtor is unlikely to pay its creditors.

ii. Financial asset is more than 90 days past due unless the Group has reasonable and corroborative information to support a more lagged default criterion.

The impairment loss of all financial assets is recognized in profit or loss by a reduction in their carrying amounts through a loss allowance account, except for investments in debt instruments that are measured at FVTOCI, for which the loss allowance is recognized in other comprehensive income and the carrying amounts of such financial assets are not reduced.

c) Derecognition of financial assets

The Group derecognizes a financial asset only when the contractual rights to the cash flows from the asset expire or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another party.

If the Group neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the Group recognizes its retained interest in the asset and any associated liability for amounts it may have to pay. If the Group retains substantially all the risks and rewards of ownership of a transferred financial asset, the Group continues to recognize the financial asset and also recognizes a collateralized borrowing for the proceeds received.

On derecognition of a financial asset at amortized cost in its entirety, the difference between the asset's carrying amount and the sum of the consideration received and receivable is recognized in profit or loss. On derecognition of an investment in a debt instrument at FVTOCI, the difference between the asset's carrying amount and the sum of the consideration received and receivable and the cumulative gain or loss which had been recognized in other comprehensive income is recognized in profit or loss. However, on derecognition of an investment in an equity instrument at FVTOCI, the difference between the asset's carrying amount and the sum of the consideration received and receivable is recognized in profit or loss, and the cumulative gain or loss which had been recognized in other comprehensive income is transferred directly to retained earnings, without recycling through profit or loss.

2) Equity instruments

Debt and equity instruments issued by the Group are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

Equity instruments issued by the Group are recognized at the proceeds received, net of direct issue costs.

The repurchase of the Company's own equity instruments is recognized in and deducted directly from equity. No gain or loss is recognized in profit or loss on the purchase, sale, issuance or cancellation of the Company's own equity instruments.

3) Financial liabilities

a) Subsequent measurement

Except the following situations, all financial liabilities are measured at amortized cost using the effective interest method:

<u>Financial liabilities at FVTPL</u>

Financial liabilities are classified as at FVTPL when such financial liabilities are held for trading.

Financial liabilities held for trading are stated at fair value, with any gain or loss arising on remeasurement recognized in profit or loss. The net gain or loss recognized in profit or loss incorporates any interest or dividends paid on such financial liability.

Fair value is determined in the manner described in Note 32.

b) Derecognition of financial liabilities

The difference between the carrying amount of a financial liability derecognized and the consideration paid, including any non-cash assets transferred or liabilities assumed, is recognized in profit or loss.

4) Derivative financial instruments

The Group enters into a variety of derivative financial instruments to manage its exposure to interest rate, metal prices and foreign exchange rate risks, including foreign exchange forward contracts, exchange options and metal price derivative financial instruments contracts.

Derivatives are initially recognized at fair value at the date on which the derivative contracts are entered into and are subsequently remeasured to their fair value at the end of each reporting period. The resulting gain or loss is recognized in profit or loss immediately unless the derivative is designated and effective as a hedging instrument, in which event, the timing of the recognition in profit or loss depends on the nature of the hedging relationship. When the fair value of a derivative financial instrument is positive, the derivative is recognized as a financial asset; when the fair value of a derivative financial instrument is negative, the derivative is recognized as a financial liability.

Derivatives embedded in hybrid contracts that contain financial asset hosts that is within the scope of IFRS 9 are not separated; instead, the classification is determined in accordance with the entire hybrid contract. Derivatives embedded in non-derivative host contracts that are not financial assets within the scope of IFRS 9 (e.g., financial liabilities) are treated as separate derivatives when they meet the definition of a derivative, their risks and characteristics are not closely related to those of the host contracts, and the host contracts are not measured at FVTPL.

o. Hedge accounting

The Group designates certain hedging instruments, which include derivatives, as cash flow hedges.

<u>Cash flow hedges</u>

The effective portion gains or losses on derivatives that are designated and qualify as cash flow hedges is recognized in other comprehensive income. The gains or losses relating to the ineffective portion are recognized immediately in profit or loss.

The associated gains or losses that were recognized in other comprehensive income are reclassified from equity to profit or loss as reclassification adjustments in the line items relating to the hedged item in the same period in which the hedged item affects profit or loss. If a hedge of a forecasted transaction subsequently results in the recognition of a non-financial asset or a non-financial liability, the associated gains and losses that were recognized in other comprehensive income are removed from equity and included in the initial cost of the non-financial asset or non-financial liability.

The Group discontinues hedge accounting only when the hedging relationship ceases to meet the qualifying criteria; for instance, when the hedging instrument expires or is sold, terminated or exercised. The cumulative gain or loss on the hedging instrument that was previously recognized in other comprehensive income (from the period in which the hedge was effective) remains separately in equity until the forecasted transaction occurs. When a forecasted transaction is no longer expected to occur, the gains or losses accumulated in equity are recognized immediately in profit or loss.

p. Revenue recognition

The Group identifies contracts with customers, allocates the transaction price to the performance obligations and recognizes revenue when performance obligations are satisfied.

1) Revenue from the sale of goods

Revenue from the sale of goods comes from sales of stainless steel pipes, stainless steel fittings, stainless steel plates, venetian blinds, screws, nuts, aluminum products curtains, fabric products and car components. Sales of the aforementioned goods are recognized as revenue when the terms of trading are met or the goods are received by the buyers since the significant risks and rewards of ownership of the goods are transferred to the buyers and the Group retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold. Accounts receivable are recognized concurrently.

The Group does not recognize revenue on materials delivered to subcontractors because this delivery does not involve a transfer of control.

2) Dividend and interest income

Dividend income from investments is recognized when a shareholder's right to receive payment has been established and provided that it is probable that the economic benefits will flow to the Group and that the amount of income can be measured reliably.

Interest income from a financial asset is recognized when it is probable that the economic benefits will flow to the Group and the amount of income can be measured reliably. Interest income is accrued on a time basis by reference to the principal outstanding and at the applicable effective interest rate.

q. Leases

At the inception of a contract, the Group assesses whether the contract is, or contains, a lease.

1) The Group as lessor

Leases are classified as finance leases whenever the terms of a lease transfer substantially all the risks and rewards of ownership to the lessee. All other leases are classified as operating leases.

Under finance leases, the lease payments comprise fixed payments, in-substance fixed payments, variable lease payments which depend on an index or a rate, residual value guarantees, the exercise price of a purchase option if the lessee is reasonably certain to exercise that option, and payments of penalties for terminating a lease if the lease term reflects such termination, less any lease incentives payable. The net investment in a lease is measured at (a) the present value of the sum of the lease payments receivable by a lessor and any unguaranteed residual value accrued to the lessor plus (b) initial direct costs and is presented as a finance lease receivable. Finance lease income is allocated to the relevant accounting periods so as to reflect a constant, periodic rate of return on the Group's net investment outstanding in respect of leases.

Lease payments (less any lease incentives payable) from operating leases are recognized as income on a straight-line basis over the terms of the relevant leases. Initial direct costs incurred in obtaining operating leases are added to the carrying amounts of the underlying assets and recognized as expenses on a straight-line basis over the lease terms.

When a lease includes both land and building elements, the Group assesses the classification of each element separately as a finance or an operating lease based on the assessment as to whether substantially all the risks and rewards incidental to ownership of each element have been transferred to the lessee. The lease payments are allocated to the land and the building elements in proportion to the relative fair values of the leasehold interests in the land element and building element of the lease at the inception of the contract. If the allocation of the lease payments can be made reliably, each element is accounted for separately in accordance with its lease classification. When the lease payments cannot be allocated reliably to the land and building elements, the entire lease is generally classified as a finance lease unless it is clear that both elements are operating leases; in which case, the entire lease is classified as an operating lease.

2) The Group as lessee

The Group recognizes right-of-use assets and lease liabilities for all leases at the commencement date of a lease, except for short-term leases and low-value asset leases accounted for by applying a recognition exemption where lease payments are recognized as expenses on a straight-line basis over the lease terms.

Right-of-use assets are initially measured at cost, which comprises the initial measurement of lease liabilities adjusted for lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs needed to restore the underlying assets, and less any lease incentives received. Right-of-use assets are subsequently measured at cost less accumulated depreciation and impairment losses and adjusted for any remeasurement of the lease liabilities. Right-of-use assets are presented on a separate line in the consolidated balance sheets.

Right-of-use assets are depreciated using the straight-line method from the commencement dates to the earlier of the end of the useful lives of the right-of-use assets or the end of the lease terms.

Lease liabilities are initially measured at the present value of the lease payments, which comprise fixed payments, variable lease payments which depend on an index or a rate. The lease payments are discounted using the interest rate implicit in a lease, if that rate can be readily determined. If that rate cannot be readily determined, the lessee’s incremental borrowing rate will be used.

Subsequently, lease liabilities are measured at amortized cost using the effective interest method, with interest expense recognized over the lease terms. When there is a change in a lease term, a change in the amounts expected to be payable under a residual value guarantee, a change in the assessment of an option to purchase an underlying asset, or a change in future lease payments resulting from a change in an index or a rate used to determine those payments, the Group remeasures the lease liabilities with a corresponding adjustment to the right-of-use-assets. However, if the carrying amount of the right-of-use assets is reduced to zero, any remaining amount of the remeasurement is recognized in profit or loss. Lease liabilities are presented on a separate line in the consolidated balance sheets.

r. Borrowing costs

Borrowing costs directly attributable to an acquisition, construction or production of qualifying assets are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale.

Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalization.

Other than those stated above, all other borrowing costs are recognized in profit or loss in the period in which they are incurred.

s. Employee benefits

1) Short-term employee benefits

Liabilities recognized in respect of short-term employee benefits are measured at the undiscounted amount of the benefits expected to be paid in exchange for the related services.

2) Retirement benefits

Payments to defined contribution retirement benefit plans are recognized as expenses when employees have rendered services entitling them to the contributions.

Defined benefit costs (including service cost, net interest and remeasurement) under defined benefit retirement benefit plans are determined using the projected unit credit method. Service cost (including current service cost) and net interest on the net defined benefit liabilities (assets) are recognized as employee benefits expense in the period in which they occur. Remeasurement, comprising actuarial gains and losses and the return on plan assets (excluding interest), is recognized in other comprehensive income in the period in which it occurs. Remeasurement recognized in other comprehensive income is reflected immediately in retained earnings and will not be reclassified to profit or loss.

Net defined benefit liabilities (assets) represent the actual deficit (surplus) in the Group's defined benefit plans. Any surplus resulting from this calculation is limited to the present value of any refunds from the plans or reductions in future contributions to the plans.

t. Share-based payment arrangements - employee share options

The fair value at the grant date of the employee share options is expensed on a straight-line basis over the vesting period, based on the Group's best estimates of the number of shares or options that are expected to ultimately vest, with a corresponding increase in capital surplus - employee share options. The expense is recognized in full at the grant date if the grants are vested immediately. The grant date of issued ordinary shares for cash which are reserved for employees is the date on which the number of shares that the employees purchase is confirmed.

u. Taxation

Income tax expense represents the sum of the tax currently payable and deferred tax.

1) Current tax

Income tax payable (recoverable) is based on taxable profit (loss) for the year determined according to the applicable tax laws of each tax jurisdiction.

According to the Income Tax Law in the ROC, an additional tax on unappropriated earnings is provided for in the year the shareholders approve to retain earnings.

Adjustments of prior years' tax liabilities are added to or deducted from the current year's tax provision.

2) Deferred tax

Deferred tax is recognized on temporary differences between the carrying amounts of assets and liabilities and the corresponding tax bases used in the computation of taxable profits.

Deferred tax liabilities are generally recognized for all taxable temporary differences. Deferred tax assets are generally recognized for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilized.

Deferred tax liabilities are recognized for taxable temporary differences associated with investments in subsidiaries except where the Group is able to control the reversal of the temporary difference and it is probable that the temporary difference will not reverse in the foreseeable future. Deferred tax assets arising from deductible temporary differences associated with such investments and interests are recognized only to the extent that it is probable that there will be sufficient taxable profits against which to utilize the benefits of the temporary differences and they are expected to reverse in the foreseeable future.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the assets to be recovered. A previously unrecognized deferred tax asset is also reviewed at the end of each reporting period and recognized to the extent that it has become probable that future taxable profit will allow the deferred tax asset to be recovered.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liabilities are settled or the assets are realized, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Group expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

3) Current and deferred taxes for the year

Current and deferred taxes are recognized in profit or loss, except when they relate to items that are recognized in other comprehensive income or directly in equity; in which case, the current and deferred taxes are also recognized in other comprehensive income or directly in equity, respectively.

v. Presentation reclassification

The inventory in the consolidated financial statements as of December 31, 2023, was reclassified to property, plant, and equipment in the amount of $467,894 thousand to ensure consistent presentation.

5. MATERIAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

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

Except for the following material accounting judgments, based on the assessment of the Group's management, the accounting policies, estimates, and assumptions adopted by the Group have not been subject to material accounting judgements, estimates and assumptions.

Key Sources of Estimation Uncertainty

Control over subsidiaries

As stated in Note 13, the Group holds less than half of the voting rights on several subsidiaries. After considering the Group's absolute size of holdings in these subsidiaries and the relative size and dispersion of the shareholdings of the other shareholders and the number of seats on the subsidiaries' board of directors, the Group concluded that it has a sufficiently dominant voting interest to direct the relevant activities of these subsidiaries, and therefore the Group has control over them.

6. CASH AND CASH EQUIVALENTS

	December 31	
	2024	**2023**
Cash on hand	$ 2,042	$ 2,284
Checking accounts and demand deposits	5,841,407	8,234,005
Cash equivalents (investments with original maturities of 3 months or less)		
Time deposits	1,398,736	1,066,234
Repurchase agreements	6,557	122,248
	$ 7,248,742	$ 9,424,771

The market rate intervals of cash in the bank, at the end of the year were as follows:

	December 31	
	2024	2023
Time deposits	0.85%-5.03%	1.1%-5.89%
Repurchase agreements	4.65%	1.03%-5.22%

7. FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

	December 31	
	2024	2023
Financial assets - current		
Financial assets held for trading		
Derivative financial assets (not under hedge accounting)		
Foreign exchange forward contracts (a)	$ 81,205	$ 135,837
Interest rate swap contracts (b)	-	82,221
Metal price derivative financial instruments contracts (c)		
Swap contracts	71,516	17,850
Forward contracts	32,799	19,110
Futures contracts	29,126	-
	214,646	255,018
Financial assets mandatorily classified as at FVTPL		
Non-derivative financial assets		
Mutual funds	50,953	108,645
	$ 265,599	$ 363,663
Financial assets - non-current		
Financial assets held for trading		
Derivative financial assets (not under hedge accounting)		
Interest rate swap contracts (b)	$ 646,114	$ 411,934
Financial liabilities - current		
Financial liabilities held for trading		
Derivative financial liabilities (not under hedge accounting)		
Foreign exchange forward contracts (a)	$ 119,267	$ 45,267
Metal price derivative financial instruments contracts (c)		
Swap contracts	3,774	17,322
Forward contracts	-	41,023
Future contracts	2,213	71,817
	$ 125,254	$ 175,429

a. At the end of the reporting period, outstanding foreign exchange forward contracts not under hedge accounting were as follows:

December 31, 2024

	Currency	Maturity Date	Notional Amount (In Thousands)
Buy	AUD/USD	2025.01-2025.06	AUD 4,728/USD 2,991
Buy	EUR/USD	2025.03-2026.01	EUR 10,272/USD 11,572
Sell	USD/NTD	2025.01-2025.07	USD 116,000/NTD 3,702,710
Sell	AUD/USD	2025.01-2025.11	AUD 62,159/USD 41,040
Sell	GBP/USD	2025.01	GBP 28/USD 37

December 31, 2023

	Currency	Maturity Date	Notional Amount (In Thousands)
Buy	AUD/USD	2024.01-2024.07	AUD 10,733/USD 7,211
Buy	NZD/USD	2024.01	NZD 2,432/USD 1,526
Buy	USD/GBP	2024.03	USD 4,487/GBP 3,555
Buy	EUR/USD	2024.01-2026.01	EUR 35,098/USD 39,268
Sell	USD/NTD	2024.01-2024.08	USD 100,000/NTD 3,154,700
Sell	AUD/USD	2024.01-2024.09	AUD 67,031/USD 44,363
Sell	NZD/USD	2024.01-2024.03	NZD 4,286/USD 2,617

The Group entered into foreign exchange forward contracts to manage exposures to exchange rate fluctuations of foreign currency denominated assets and liabilities.

b. At the end of the reporting period, outstanding interest rate swap contracts not under hedge accounting were as follows:

December 31, 2024

Notional Amount (In Thousands)	Maturity Date	Range of Interest Rates Paid	Range of Interest Rates Received
USD 264,100	2027.05	0.67%-1.78%	Compounded SOFR+0.11448%
USD 30,000	2026.05	0.975%-1.023%	Compounded SOFR+0.11448%

December 31, 2023

Notional Amount (In Thousands)	Maturity Date	Range of Interest Rates Paid	Range of Interest Rates Received
USD 100,000	2024.05	1.31%	Term SOFR 1 months+0.1%
USD 230,000	2024.05-2027.05	0.67%-1.78%	Compounded SOFR+0.1148%

The Group entered into a rate swap contracts to manage exposures to exchange rate and interest rate fluctuations of foreign currency denominated assets and liabilities.

c. At the end of the reporting period, outstanding metal price derivative financial instrument contracts not under hedge accounting were as follows:

December 31, 2024

Swap contracts

Contract	Notional Amount (In Thousands)		Transaction Amount (In Tons)	Contract Price (Per Ton)		Maturity Date
Aluminum price swaps	USD	81,700	30,157	USD	2,291-17,780	2025.01-2025.10
Aluminum price swaps of Midwestern United States	USD	1,911	3,850	USD	473-572	2025.01-2025.05
Nickel price swaps	USD	15,649	951	USD	15,925-17,770	2025.01-2025.06

Forward contracts

Contract	Notional Amount (In Thousands)		Transaction Amount (In Tons)	Contract Price (Per Ton)		Maturity Date
Aluminum price forwards	USD	122,248	47,708	USD	2,283-2,667	2025.01-2025.09
Nickel price forwards	USD	18,234	1,170	USD	15,154-19,717	2025.01-2025.09

Futures contracts

Contract	Notional Amount (In Thousands)		Transaction Amount (In Tons)	Contract Price (Per Ton)		Maturity Date
Aluminum price futures	USD	71,971	27,925	USD	2,420-2,675	2025.01-2025.04
Aluminum price futures	EUR	1,379	575	EUR	2,353-2,456	2025.01-2025.03
Aluminum price futures	GBP	1,747	875	GBP	1,986-2,033	2025.02-2025.03

December 31, 2023

Swap contracts

Contract	Notional Amount (In Thousands)		Transaction Amount (In Tons)	Contract Price (Per Ton)		Maturity Date
Aluminum price swaps	USD	65,768	29,558	USD	2,086-2,486	2024.01-2024.09
Aluminum price swaps of Midwestern United States	USD	2,131	4,800	USD	414-482	2024.01-2024.11
Nickel price swaps	USD	19,410	1,080	USD	16,226-22,700	2024.01-2024.06

Forward contracts

Contract	Notional Amount (In Thousands)		Transaction Amount (In Tons)	Contract Price (Per Ton)		Maturity Date
Aluminum price forwards	USD	65,857	28,879	USD	2,128-2,588	2024.01-2024.08
Nickel price forwards	USD	44,166	2,600	USD	16,396-21,032	2024.01-2024.09

Futures contracts

Contract	Notional Amount (In Thousands)		Transaction Amount (In Tons)	Contract Price (Per Ton)		Maturity Date
Aluminum price futures	USD	47,532	21,425	USD	2,104-2,413	2024.01-2024.05
Aluminum price futures	EUR	2,302	1,125	EUR	1,976-2,084	2024.01-2024.03
Aluminum price futures	GBP	2,866	1,600	GBP	1,703-1,852	2024.01-2024.04

The Group entered into aluminum price and nickel price derivative financial instrument contracts to reduce the impact of raw material price fluctuations on profitability.

The net gain (loss) attributable to the above derivative contracts in 2024 and 2023 were as follows:

	For the Year Ended December 31	
	2024	2023
Mutual funds	$ 7,897	$ 5,592
Foreign exchange swap contracts	62,433	(26,193)
Foreign exchange forward contracts	(309,326)	(63,586)
Interest rate swap contracts	501,821	619,526
Metal price derivative financial instrument contracts	(20,041)	890,331
	$ 242,784	$ 1,425,670

8. FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

	December 31	
	2024	2023
Current		
Foreign investments		
Listed shares	$ 83,010	$ 79,030
Non-current		
Domestic investments		
Emerging market shares	$ 613,657	$ 759,295
Unlisted shares	27,152	27,152
	$ 640,809	$ 786,447

These investments in equity instruments at FVTOCI are not held for trading. Instead, they are held for medium to long-term strategic purposes. Accordingly, the management elected to designate these investments in equity instruments as at FVTOCI as they believe that recognizing short-term fluctuations in these investments' fair value in profit or loss would not be consistent with the Group's strategy of holding these investments for long-term purposes.

9. FINANCIAL ASSETS AT AMORTIZED COST

	December 31	
	2024	2023
Current		
Pledged time deposits	$ 899,889	$ 780,642
Pledged demand deposits (reserve account)	1,046,592	1,502,636
Pledged repurchase agreements collateralized by bills	20,677	20,567
Time deposits with original maturities more than 3 months	505,383	1,933,301
	$ 2,472,541	$ 4,237,146
Non-current		
Pledged time deposits	$ 388,500	$ 390,000
Pledged demand deposits (reserve account)	80,453	220,398
Refundable deposits	833,163	891,092
	$ 1,302,116	$ 1,501,490

a. The ranges of interest rates for time deposits (including both time deposits with pledged and original maturities of more than 3 months) were approximately 0.15% - 5.56% p.a and 0.54% - 5.68% p.a as of December 31, 2024 and 2023, respectively.

b. Refer to Note 34 for information relating to investments in financial assets at amortized cost pledged as security.

10. NOTES RECEIVABLE AND ACCOUNTS RECEIVABLE

	December 31	
	2024	2023
Notes receivable		
At amortized cost-operating	$ 49,136	$ 58,572
Accounts receivable		
At amortized cost		
Gross carrying amount	$ 8,265,468	$ 7,503,623
Less: Allowance for impairment loss	(52,938)	(36,658)
	$ 8,212,530	$ 7,466,965

The average credit period of the sale of goods was 30-90 days. No interest was charged on accounts receivable. The Group adopted a policy of only dealing with creditworthy counterparties and obtaining sufficient collateral, where appropriate, as a means of mitigating the risk of financial loss from defaults. The Group uses publicly available financial information or its own trading records to rate its customers. The Group's exposures and the credit ratings of its counterparties are continuously monitored. Credit exposure is controlled by counterparty credit limits that are reviewed and approved by the Group annually.

In order to minimize credit risk, the management of the Group has delegated a team responsible for determining credit limits, credit approvals and other monitoring procedures to ensure that follow-up actions are taken to recover overdue debts. In addition, the Group reviews the recoverable amount of each individual trade debt at the end of the reporting period to ensure that adequate allowance is made for possible irrecoverable amounts. In this regard, the management believes the Group's credit risk is significantly reduced.

The Group measures the loss allowance for accounts receivable at an amount equal to lifetime ECLs. The expected credit losses on accounts receivable are estimated using a provision matrix by reference to the past default records of the debtor and an analysis of the debtor's current financial position, adjusted for general economic conditions of the industry in which the debtors operate and an assessment of both the current as well as the forecast direction of economic conditions at the reporting date and GDP forecasts. As the Group's historical credit loss experience does not show significantly different loss patterns for different customer segments, the provision for loss allowance based on past due status for notes receivable and the provision for loss allowance based on invoice date for accounts receivable are not further distinguished according to the Group's different customer base.

The Group writes off an account receivable when there is information indicating that the debtor is in severe financial difficulty and there is no realistic prospect of recovery. For accounts receivable that have been written off, the Group continues to engage in enforcement activity to attempt to recover the receivables due. Where recoveries are made, these are recognized in profit or loss.

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

Notes receivable

The Group assessed that the notes receivable were not past due based on the past due status; thus, the Group did not recognize an expected credit loss for notes receivable as of December 31, 2024 and 2023.

Accounts receivable

December 31, 2024

	No indication of default of debtor					
	Up to 60 Days	**61 to 90 Days**	**91 to 120 Days**	**Over 121 Days**	**Indication of default of debtor**	**Total**
Expected credit loss rate	0.03%	0.01%	0%	25.99%	100%	
Gross carrying amount	$ 6,677,693	$ 581,524	$ 367,233	$ 619,369	$ 19,649	$ 8,265,468
Loss allowance (Lifetime ECLs)	(2,090)	(82)	-	(31,117)	(19,649)	(52,938)
Amortized cost	$ 6,675,603	$ 581,442	$ 367,233	$ 588,252	$ -	$ 8,212,530

December 31, 2023

	No indication of default of debtor					
	Up to 60 Days	**61 to 90 Days**	**91 to 120 Days**	**Over 121 Days**	**Indication of default of debtor**	**Total**
Expected credit loss rate	0.04%	0.08%	0%	17.11%	100%	
Gross carrying amount	$ 6,700,205	$ 535,064	$ 135,741	$ 119,503	$ 13,110	$ 7,503,623
Loss allowance (Lifetime ECLs)	(2,674)	(431)	-	(20,443)	(13,110)	(36,658)
Amortized cost	$ 6,697,531	$ 534,633	$ 135,741	$ 99,060	$ -	$ 7,466,965

The movements of the loss allowance of accounts receivable were as follows:

	For the Year Ended December 31	
	2024	2023
Balance at January 1	$ 36,658	$ 53,176
Net remeasurement of loss allowance	14,161	(4,552)
Amounts written off	-	(12,008)
Foreign exchange gains and losses	2,119	42
Balance at December 31	$ 52,938	$ 36,658

Refer to Note 34 for the carrying amount of the Group's accounts receivable pledged as collateral for bank borrowings.

11. FINANCE LEASE RECEIVABLES - December 31, 2024

	Amount
Undiscounted lease payments	
Year 1	$ 30,463
Year 2	31,225
Year 3	32,005
Year 4	32,805
Year 5	33,626
More than 5 years	20,105
	180,229
Less: Unearned finance income	(37,815)
Net investment in leases (presented as finance lease receivables)	$ 142,414

The Group subleased its leased plant to a non-related party in April 2024. The leasing period is from April 2024 to July 2030. As the Group subleases the retail stores for all the remaining lease term of the main lease to the sublessee, the sublease contract is classified as a finance lease.

The interest rate inherent in leases is fixed at the contract dates for the entire term of the lease. The interest rate inherent in the finance leases was approximately 8.75% per annum as of December 31, 2024.

12. INVENTORIES

	December 31	
	2024	2023
Finished goods and merchandise	$ 41,158,075	$ 41,265,238
Work in progress	8,361,825	7,595,777
Raw materials	2,597,245	4,513,877
Materials	441,394	314,090
Merchandise in transit	218,709	193,702
Raw materials in transit	1,970,681	2,265,280
	$ 54,747,929	$ 56,147,964

The cost of inventories recognized as cost of goods sold for the years ended December 31, 2024 and 2023 was $73,310,863 thousand and $81,799,804 thousand, respectively.

Refer to Note 34 for the carrying amount of the Group's inventories pledged as collateral for bank borrowings.

13. SUBSIDIARIES

a. Subsidiaries included in the consolidated financial statements were summarized as follows:

			Proportion of Ownership		
			December 31		
Investor	Investee	Nature of Activities	2024	2023	Remark
The Company	Ta Chen International, Inc. ("TCI")	Manufacture and sale of stainless steel pipes, rolls and pipe fittings	100%	100%	
	Ta Chen (B.V.I.) Holdings Ltd. ("Ta Chen BVI")	Investment	100%	100%	
	Brighton-Best International (Taiwan) Inc. ("BBI-TW")	Import, export and sale of screws and nuts	42.72%	42.72%	1)
	Yinrong (Shanghai) Investment Management Limited	Investment	100%	100%	
	Wei Mei Roller Blind Co., Ltd. (Wei Mei Roller Blind)	Manufacture and sale of curtains and decorations	100%	70%	5)
	Ta Chen (Hong Kong) Limited (Ta Chen Hong Kong)	Trading	100%	100%	
	Ta Chen Lung Mei Home Life Co., Ltd. (Lung Mei)	Manufacture and sale of curtains and decorations	99.99%	99.96%	3)
	Right way industrial Co., Ltd. (Right way)	Manufacture of engine and automobiles parts	0.26%	0.26%	
TCI	TCI Investment Group, Inc.	Import, export and sale of screws and nuts	100%	100%	
	Empire Resources, Inc. ("ERI")	Import, export and sale of stainless steel and aluminum products	100%	100%	
	Primus Pipe and Tube Holding, Inc.	Investment	100%	100%	
	TCI Texarkana Inc. (TKA)	Manufacture and sale of aluminum products	100%	100%	
ERI	Empire Resources Pacific Ltd.	Import, export and sale of aluminum products	100%	100%	
	Imbali Metals BVBA	Import, export and sale of aluminum products	100%	100%	
	Empire Resources UK Ltd.	Import, export and sale of aluminum products	100%	100%	
	8911 Kelso Drive	Import, export and sale of aluminum products	100%	100%	
Primus Pipe and Tube Holding, Inc.	Primus Pipe and Tube, Inc.	Manufacture and sale of stainless steel	100%	100%	
Ta Chen BVI	Ta Chen (Shijiazhuang) Co., Ltd.	Manufacture and sale of stainless steel valves and casting products	93.14%	93.14%	
	Ta Chen (Boye) Co., Ltd.	Manufacture and sale of stainless steel valves and casting products	100%	100%	
	TMCT Products, Inc.	Investment	100%	100%	

(Continued)

Investor	Investee	Nature of Activities	Proportion of Ownership December 31 2024	2023	Remark
	Los Osos Holding Inc.	Investment	100%	100%	
	Clarke St. Property Holdings, LLC	Investment	100%	100%	
TMCT Products, Inc.	Nash Metals, LLC	Aluminum fabrication industry	100%	49%	6)
Los Osos Holding Inc.	Procurmore Trading, Inc.	Investment	100%	100%	
Wei Mei Roller Blind	Wei Mei Hsin Shu Interior Decoration Co., Ltd.	Manufacture and sale of curtains and decorations	100%	100%	
BBI-TW	Brighton-Best International, Inc. (“BBI-USA”)	Import, export and sale of screws and nuts	100%	100%	
	Brighton-Best International (Canada) Inc. (“BBI-CA”)	Import and sale of screws and nuts	100%	100%	
	Brighton-Best International (UK), Limited (“BBI-UK”)	Import and sale of screws and nuts	100%	100%	
	Brighton-Best International (AU), Pty Ltd. (“BBI-AU”)	Import and sale of screws and nuts	100%	100%	
	Brighton-Best International (NZ), Limited (“BBI-NZ”)	Import and sale of screws and nuts	100%	100%	
	Brighton-Best International, Inc. (Cayman) (“BBI-CAYMAN”)	Investment	-	-	2)
	TA CHEN Empire Co., Ltd. (TCE)	Import, export and sale of aluminum products	100%	100%	
	Brighton-Best (Hong Kong) Limited	Investment	-	-	4)
	Right way industrial Co., Ltd. (Right way)	Manufacture of engine and automobiles parts	17.82%	17.82%	
Brighton-Best International, Inc.	Brighton-Best International (Brasil), Comercio de Parafusos Ltda (“BBI-BZ”) .	Import and sale of screws and nuts	100%	100%	
	Brighton-Best International Middle East (FZE)	Import and sale of protective products	100%	-	7)
Brighton-Best International Inc. (Cayman)	Cheng-Rong (Shanghai) International Trading Ltd.	Trading	-	-	2)
Brighton-Best (Hong Kong) Limited	Brighton-Best (Hong Kong) Holding Limited	Investment	-	-	4)
Right way	Right Way Industrial (Malaysia) Sdn. Bhd.	Producer of quality pistons for motorcycles, commercial vehicles, automobiles, etc.	79.63%	79.63%	
	Excellent Growth Investments Limited	Investment	100%	100%	
	Right Way North America Inc.	Trading of automobiles engine parts.	100%	100%	
Right Way Industrial (Malaysia) Sdn. Bhd.	TRIM Telesis Engineering Sdn. Bhd.	Producer of connecting rod.	89.5%	89.5%	
TCE	NOEI GEENG ENTERPRISE CO., LTD.	Manufacture screws and nuts	80%	80%	
	Hupao Technology CO., LTD.	Energy Technical Services	80%	80%	
	Shie Shin Enterprise Co., Ltd.	Manufacture screws and nuts	80%	80%	

(Concluded)

1) The Company has the practical ability to direct the relevant activities of BBI-TW and deems it a subsidiary. The shareholding ratio adopted by the Company for investments using the equity method regarding BBI-TW considered the effects of the shares of the company held by Right Way (treasury shares of the subsidiary).

2) As of December 31, 2024, no investment funding was remitted.

3) Ta Chen Lung Mei Home Life Co., Ltd. issued new shares in August 2024. The Group did not subscribe for these newly issued shares at its existing ownership percentage, which resulted in a increase in its ownership interest to 99.99%.

4) As of December 31, 2024, no investment funding was remitted. Additionally, Brighton-Best (Hong Kong) Limited and Brighton-Best (Hong Kong) Holding Limited have each obtained approval notice for dissolution in December and February 2024, respectively.

5) The Group originally held a 70% equity stake in Wei Mei Roller Blind and, in November 2024, acquired the remaining 30% equity from an unrelated party and completed a cash capital increase, resulting in its ownership interest rising to 100%.

6) The Group acquired the remaining 51% equity from an unrelated party in December 2024, increasing its ownership interest to 100%, thereby gaining control and consolidating it as a subsidiary. For further details regarding the acquisition of Nash Metals, LLC (formerly known as Amerinox Texarkana, LLC.), please refer to Note 29.

7) The Group established the company in July 2023 and remitted the investment funds in December 2024.

See Tables 8 and 9 for the information of location and main business and products of subsidiaries.

b. Subsidiaries excluded from the consolidated financial statements: None.

c. Details of subsidiaries that have material non-controlling interests

	Proportion of Ownership and Voting Rights Held by Non-controlling Interests	
	December 31	
Name of Subsidiary	**2024**	**2023**
BBI-TW	57.28%	57.28%
Right Way	81.92%	81.92%

See Table 8 for information on the places of incorporation and principal places of business.

	Profit (Loss) Allocated to Non-controlling Interests	
	For the Year Ended December 31	
Name of Subsidiary	**2024**	**2023**
BBI-TW (Non-controlling interests excluding subsidiaries)	$ 1,165,342	$ 1,427,922
Right Way	14,926	50,025
Others (Note)	2,038	1,795
	$ 1,182,306	$ 1,479,742

Name of Subsidiary	Non-controlling Interests December 31 2024	2023
BBI-TW (Non-controlling interests excluding subsidiaries)	$ 8,904,511	$ 7,983,968
Right Way	3,156,845	3,235,934
Others (Note)	163,732	199,410
	$ 12,225,088	$ 11,419,312

Note: Others are subsidiaries without material non-controlling interests.

Summarized financial information in respect of each of the Group's subsidiaries with material non-controlling interests is set out below. The summarized financial information below represents amounts before intragroup eliminations.

BBI-TW and BBI-TW's subsidiaries:

	December 31 2024	2023
Current assets	$ 20,825,357	$ 22,144,734
Non-current assets	22,902,971	25,351,615
Current liabilities	(8,250,247)	(10,483,181)
Non-current liabilities	(8,103,687)	(8,458,145)
Equity	$ 27,374,394	$ 28,555,023
Equity attributable to:		
Owners of BBI-TW	$ 10,284,250	$ 10,776,749
Non-controlling interests of BBI-TW	13,789,368	14,396,689
Non-controlling interests of BBI-TW's subsidiaries	3,300,776	3,381,585
	$ 27,374,394	$ 28,555,023

	For the Year Ended December 31 2024	2023
Revenue	$ 22,710,399	$ 24,627,349
Net profit	$ 2,293,558	$ 3,173,519
Other comprehensive income for the year	(1,832,756)	1,196,899
Total comprehensive income for the year	$ 460,802	$ 4,370,418
Profit attributable to:		
Owners of BBI-TW	$ 1,114,876	$ 1,697,028
Non-controlling interests of BBI-TW	1,165,342	1,427,922
Non-controlling interests of BBI-TW's subsidiaries	13,340	48,569
	$ 2,293,558	$ 3,173,519

(Continued)

	For the Year Ended December 31	
	2024	2023
Total comprehensive income attributable to:		
Owners of BBI-TW	$ (1,144,558)	$ 2,897,549
Non-controlling interests of BBI-TW	1,617,698	1,436,003
Non-controlling interests of BBI-TW's subsidiaries	(12,338)	36,866
	$ 460,802	$ 4,370,418
Net cash outflow from:		
Operating activities	$ 4,087,534	$ 5,610,071
Investing activities	284,934	(142,067)
Financing activities	(5,013,622)	(5,631,459)
Effects of foreign currency exchange differences	1,332	9,620
Net cash outflow	$ (639,822)	$ (153,835)

(Concluded)

14. INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

	December 31	
	2024	2023
Investments in associates		
Associates that are individually material		
TY steel Co., Ltd. (Note 1)	$ 178,297	$ 428,925
Associates that are not individually material		
Nash Metals, LLC (Note2)	-	35,210
Ta Chen Green Systems Co., Ltd	57,907	59,497
City Mocean Co., Ltd.	1,765	3,295
	59,672	98,002
	$ 237,969	$ 526,927

Note 1: As of December 31, 2024, the company is no longer material to the Group.

Note 2: The company changed its name from Amerinox Texarkana, LLC to Nash Metals, LLC in November 2024, and was listed as a subsidiary of the Group in December 2024, refer to Note 29.

Aggregate information of associates that are individually material

			Proportion of Ownership	
Name	Nature of Activities	Principal Place of Business	December 31, 2024	December 31, 2023
TY Steel Co., Ltd. (Note 1)	Manufacture and sale of billets	Thailand	38.75%	38.75%

For the business nature, principal place of business and country of incorporation, refer to Table 8.

15. PROPERTY, PLANT AND EQUIPMENT

Property, plant and equipment are used by the Group.

Refer to Table 1 following these notes to consolidated financial statements for the movements of property, plant and equipment.

The Group held farmland (included in land), of which the proprietary rights were registered in the name of another party The Group has acquired the declaration regarding the unconditional transfer of ownership from the owner. In 2023, the name of the loan registration of land was changed, and the ownership was changed from Robert Hsieh to the related party of the Group's director, Victor Hsieh. The Group and Victor Hsieh both signed a loan registration agreement and an establishment agreement in December 2023. The Group completed the notarization of the contract in December 2023 at Taiwan Kaohsiung District Court.

Property, plant and equipment are depreciated on a straight-line basis over their estimated useful lives as follows:

Land improvements	2-50 years
Buildings	
Main buildings	10-50 years
Motorized power equipment	5-10 years
Engineering systems	2-25 years
Machinery and equipment	2-40 years
Storage equipment	2-20 years
Electrical equipment	2-20 years
Transportation equipment	2-8 years
Office equipment	2-14 years
Molding equipment	2-11 years
Leasehold improvements	2-40 years
Leased assets	5-10 years
Other equipment	2-21 years

Refer to Note 34 for the carrying amount of property, plant and equipment pledged as collateral for bank borrowings.

16. INVESTMENT PROPERTIES

	Land	Buildings	Total
Cost			
Balance at January 1, 2023	$ 761,944	$ 312,047	$ 1,073,991
Addition	-	1,331	1,331
Reclassification	67,338	54,906	122,244
Balance at December 31, 2023	$ 829,282	$ 368,284	$ 1,197,566
Accumulated Depreciation			
Balance at January 1, 2023	$ -	$ 6,823	$ 6,823
Depreciation Expense	-	9,553	9,553
Reclassification	-	(3,958)	(3,958)
Balance at December 31, 2023	$ -	$ 12,418	$ 12,418

(Continued)

	Land	Buildings	Total
Net amount at December 31, 2023	$ 829,282	$ 355,866	$ 1,185,148
Cost			
Balance at January 1, 2024	$ 829,282	$ 368,284	$ 1,197,566
Transfers to property, plant and equipment	(26,000)	(24,932)	(50,932)
Balance at December 31, 2024	$ 803,282	$ 343,352	$ 1,146,634
Accumulated Depreciation			
Balance at January 1, 2024	$ -	$ 12,418	$ 12,418
Depreciation Expense	-	9,148	9,148
Transfers to property, plant and equipment	-	(498)	(498)
Balance at December 31, 2024	$ -	$ 21,068	$ 21,068
Net amount at December 31, 2024	$ 803,282	$ 322,284	$ 1,125,566

(Concluded)

Investment property is depreciated on a straight-line basis based on the useful life of 25 to 50 years.

The fair value of investment property on December 31, 2024 and 2023 were 1,576,405 thousand and 1,388,298 thousand, respectively. The fair value was evaluated by the actual transaction price and appraisal report of the neighboring areas in the last one year.

17. LEASE ARRANGEMENTS

a. Right-of-use assets

	December 31 2024	December 31 2023
Carrying amount		
Land	$ 67,217	$ 75,642
Buildings	8,556,113	7,847,017
Transportation equipment	4,791	8,173
	$ 8,628,121	$ 7,930,832

	For the Year Ended December 31 2024	For the Year Ended December 31 2023
Additions to right-of-use assets	$ 1,720,353	$ 1,874,878
Depreciation charge for right-of-use assets		
Land	$ 11,100	$ 12,176
Buildings	1,302,087	1,200,802
Machinery	3,382	1,973
	$ 1,316,569	$ 1,214,951

Except for the aforementioned addition, recognized depreciation, and the sublease disclosures in note 11, the Group did not have other significant sublease or impairment of right-of-use assets for the years ended December 31, 2024 and 2023.

b. Lease liabilities

	December 31	
	2024	**2023**
<u>Carrying amount</u>		
Current	$ 1,220,121	$ 1,131,386
Non-current	$ 8,674,769	$ 7,729,011

Ranges of discount rates for lease liabilities were as follows:

	December 31	
	2024	**2023**
Land	1.55%-1.58%	1.55%-1.58%
Buildings	1.31%-6.94%	1.31%-6.8%
Transportation equipment	1.81%	1.81%

c. Material leasing activities and terms

The Group leases buildings with lease terms of 2 to 50 years. The Group also leases land for the use of offices and operations with a lease term of 50 years.

d. Other lease information

	For the Year Ended December 31	
	2024	**2023**
Expenses relating to short-term leases	$ 407,357	$ 304,625
Expenses relating to low-value asset leases	$ 376	$ 602
Expenses relating to variable lease payments not included in the measurement of lease liabilities	$ 6,097	$ 7,048
Total cash outflow for leases	$ (1,899,157)	$ (1,630,695)

The Group's leases of certain plant and office equipment qualify as short-term leases. The Group has elected to apply the recognition exemption and thus, did not recognize right-of-use assets and lease liabilities for these leases.

18. GOODWILL AND OTHER INTANGIBLE ASSETS

a. Goodwill

	For the Year Ended December 31	
	2024	**2023**
Book value	$ 4,786,683	$ 4,186,666

	For the Year Ended December 31	
	2024	2023
Cost		
Balance on January 1st	$ 4,186,666	$ 4,187,281
Additional amounts recognized from business combinations occurred during the year (Note 29)	322,113	-
Effect of foreign currency exchange differences	277,904	(615)
Balance at December 31	$ 4,786,683	$ 4,186,666

b. Other intangible assets

	Customer Relationships	Non-Compete Agreements	Trademarks	Computer Software	Patents	Technical Expertise	Others	Total
Cost								
Balance at January 1, 2023	$ 792,965	$ 465,652	$ 127,813	$ 133,944	$ 12,284	$ 2,017,647	$ 667,919	$ 4,218,224
Additions	-	-	-	23,366	-	-	-	23,366
Reclassification	-	-	-	77,183	-	-	-	77,183
Effects of foreign currency exchange differences	(124)	115	(40,914)	47,114	(2)	(328)	(47,678)	(41,817)
Balance at December 31, 2023	$ 792,841	$ 465,767	$ 86,899	$ 281,607	$ 12,282	$ 2,017,319	$ 620,241	$ 4,276,956
Accumulated amortization and impairment								
Balance at January 1, 2023	$ 367,907	$ 289,509	$ 51,841	$ 116,372	$ 7,896	$ 851,690	$ 637,409	$ 2,322,624
Amortization expenses	86,100	37,688	1,401	73,606	1,558	205,934	-	406,287
Reclassification	-	-	-	7,675	-	-	-	7,675
Effects of foreign currency exchange differences	(1,209)	(371)	(40,921)	16,741	(23)	(3,112)	(17,168)	(46,063)
Balance at December 31, 2023	$ 452,798	$ 326,826	$ 12,321	$ 214,394	$ 9,431	$ 1,054,512	$ 620,241	$ 2,690,523
Carrying amount at December 31, 2023	$ 340,043	$ 138,941	$ 74,578	$ 67,213	$ 2,851	$ 962,807	$ -	$ 1,586,433
Cost								
Balance at January 1, 2024	$ 792,841	$ 465,767	$ 86,899	$ 281,607	$ 12,282	$ 2,017,319	$ 620,241	$ 4,276,956
Additional amounts recognized from business combinations (Note 29)	26,884	13,442	-	-	-	39,998	-	80,324
Additions	-	-	-	24,693	-	-	-	24,693
Disposal	-	-	-	(75,617)	-	-	-	(75,617)
Effects of foreign currency exchange differences	51,987	29,038	5,887	10,364	832	136,656	42,016	276,780
Balance at December 31, 2024	$ 871,712	$ 508,247	$ 92,786	$ 241,047	$ 13,114	$ 2,193,973	$ 662,257	$ 4,583,136
Accumulated amortization and impairment								
Balance at January 1, 2024	$ 452,798	$ 326,826	$ 12,321	$ 214,394	$ 9,431	$ 1,054,512	$ 620,241	$ 2,690,523
Amortization expenses	85,796	38,828	1,445	63,345	1,605	212,260	-	403,279
Disposal	-	-	-	(75,617)	-	-	-	(75,617)
Effects of foreign currency exchange differences	33,044	20,599	866	9,064	673	75,883	42,016	182,145
Balance at December 31, 2024	$ 571,638	$ 386,253	$ 14,632	$ 211,186	$ 11,709	$ 1,342,655	$ 662,257	$ 3,200,330
Carrying amount at December 31, 2024	$ 300,074	$ 121,994	$ 78,154	$ 29,861	$ 1,405	$ 851,318	$ -	$ 1,382,806

c. The above items of intangible assets with finite useful lives are amortized on a straight-line basis over their estimated useful lives as follows:

Customer relationships	8-13 years
Non-compete agreements	5-15 years
Trademarks	10-14 years
Computer software	2-6 years
Patents	5-7 years
Technical expertise	8-10 years

d. The Group's goodwill has been tested for impairment at the end of the annual reporting period and the recoverable amount is determined based on the value in use. The value in use was calculated based on the cash flow forecast from the financial budgets covering the future five-year period, and the Group used annual discount rates of 16.55% and 16.29%- 17.17% in its test of impairment as of December 31, 2024 and 2023, respectively, to reflect the relevant specific risk in the cash-generating unit. For the years ended December 31, 2024 and 2023, the Group did not recognize any impairment loss on goodwill.

19. PREPAYMENTS

	December 31	
	2024	2023
Current		
Prepayments for purchases	$ 1,740,396	$ 2,150,432
Other	431,186	462,254
	$ 2,171,582	$ 2,612,686

20. BORROWINGS

a. Short-term borrowings

	December 31	
	2024	2023
Secured borrowings (Note 34)		
Revolving bank borrowings	$ 11,099,359	$ 16,652,838
Borrowings of usance L/C	2,057,540	1,302,455
	$ 13,156,899	$ 17,955,293

The interest rates of short-term borrowings at the end of the reporting period were as follows:

	December 31	
	2024	2023
Revolving bank borrowings	1.5%-6.05%	0.5%-6.95%
Borrowings of usance L/C	1.79%-4.85%	1.68%-4.9%

b. Short-term bills payable

	December 31	
	2024	2023
Commercial paper	$ 180,000	$ 570,000
Less: Unamortized discounts on bills payable	172	94
	$ 179,828	$ 569,906

Outstanding short-term bills payable were as follows:

December 31, 2024

Promissory Institution	Nominal Amount	Discount Amount	Carrying Amount	Interest Rate	Collateral
Commercial paper					
China Bills	$ 180,000	$ 172	$ 179,828	2.02%	Land and buildings

December 31, 2023

Promissory Institution	Nominal Amount	Discount Amount	Carrying Amount	Interest Rate	Collateral
Commercial paper					
China Bills	$ 240,000	$ 43	$ 239,957	1.76%	Pledged time deposits
China Bills	330,000	51	329,949	1.88%	Land and buildings
	$ 570,000	$ 94	$ 569,906		

c. Long-term borrowings

	December 31	
	2024	2023
The Company		
1) Syndicated bank loan - 2023		
a) Loan (A) medium-term and long-term secured borrowings	$ 4,000,000	4,000,000
b) Loan (B) medium-term and long-term secured borrowings	900,000	900,000
c) Loan (D) medium-term and long-term secured borrowings	3,700,000	1,000,000
2) Unsecured loans		
Due from June 2026 to August 2027, interest rates at 1.84%-2.05% p.a. and 1.71%-1.89% p.a. as of December 31, 2024 and 2023, respectively	1,200,000	2,350,000
3) Secured loans		
Due from April 2026 to December 2029, interest rates at 1.92%-2.24% p.a. and 1.78%-2.08% p.a. as of December 31, 2024 and 2023, respectively	1,106,847	1,479,506
	10,906,847	9,729,506

(Continued)

	December 31	
	2024	2023
The subsidiaries		
1) Syndicated bank loan		
a) TCI and TCI subsidiaries	$ 1,147,475	$ 4,912,800
b) BBI-TW	3,885,000	1,720,000
c) BBI-USA	-	675,510
d) TKA	5,766,882	2,609,925
2) Medium-term and long-term secured borrowings		
Due from June 2026 to March 2030, with interest rates at 1.84%-7.375% p.a. and 1.71%-8.375% p.a. as of December 31, 2024 and 2023, respectively	2,162,285	3,717,436
3) Credit guarantee fund secured borrowings		
Due from January 2027, with interest rates at 0.5% p.a. as of December 31, 2023, respectively	-	32,375
4) Medium-term unsecured borrowings		
Due from March 2029, with interest rates at 2.37%-2.51% p.a. and 2.44%-2.51% p.a. as of December 31, 2024 and 2023, respectively	2,205	1,811
5) Bank loans under Supplier Financing Arrangement		
Due from August 2026 to February 2028, interest rates were 2.99%-6.41% p.a. as of December 31, 2024 and 2023, respectively	817,616	915,885
	13,781,463	14,585,742
	24,688,310	24,315,248
Less: Unamortized arrangement fee of long - term borrowings	132,913	169,706
	24,555,397	24,145,542
Less: Current portion	1,416,103	1,274,888
Long-term borrowings	$ 23,139,294	$ 22,870,654

(Concluded)

The Company

The main purposes of the syndicated loan and medium-term and long-term loans are to enhance operating revolving funds and arrange for capital expenditures in accordance with the long-term financial plans of the Company. The details are as follows:

Under the syndicated loan agreement, the land, buildings and other facilities were pledged as collateral. In addition, the loan agreement requires the Company to maintain certain financial ratios; refer to Note 20(d) for more details.

1) The Company entered into a syndicated loan agreement (credit facility of up to $15.6 billion) with a syndicate of banks in January 2023 (due in January 2028).

The credit line and credit used as of December 31, 2024 and 2023 were as follows:

	Credit Line (In Thousands)	Credit used		Loan Period	Interest Rate
		December 31,2024	December 31,2023		
Loan (A)	$ 4,000,000	$ 4,000,000	$ 4,000,000	Within 5 years from the first date of drawdown until the maturity date, inclusive of a grace period of 24 months	2.23% and 2.03% as of December 31, 2024 and 2023
Loan (B)	2,000,000	900,000	900,000	Within 5 years from the first date of drawdown until the maturity date	2.27% and 2.08% as of December 31, 2024 and 2023
Loan (D)	9,600,000	3,700,000	1,000,000	Within 5 years from the first date of drawdown until the maturity date	2.23%-2.24% and 2.03% as of December 31, 2024 and 2023
	$ 15,600,000	$ 8,600,000	$ 5,900,000		

Repayment terms were as follows:

Loan (A): Within 24 months from the first drawdown date until the maturity date, repayable in seven semiannual installments. The first two installments each repays 5% of the unsettled balance of principal; the third to sixth installments each repays 10% of the unsettled balance of principal; and the seventh installment repays 50% of the unsettled balance of principal.

Loan (B) and Loan (C):

a) Within 24 months from the first drawdown date until the maturity date, repayable in seven semiannual installments. The first two installments each repays 5% of the unsettled balance of principal; the third to sixth installments each repays 10% of the unsettled balance of principal; and the seventh installment repays 50% of the unsettled balance of principal.

b) On the date of the reduction, the outstanding principal balance of the credit in respect of such credit shall be settled in advance of the outstanding principal, interest and related expenses in excess of the amount of credit after such reduction, if the amount of the credit is exceeded by the amount of the credit after such reduction. The preceding advance settlement shall not be subject to the prior settlement clause of Article 19 of the Joint Credit Agreement.

c) Credit lines have been reduced and cannot be used for any further action. The Company should settle each such loan or other agreed settlement under the joint letter of credit on the expiry date set out in each application.

Under the syndicated loan agreement, the land, buildings and other facilities were pledged as collateral. In addition, the loan agreement requires the Company to maintain certain financial ratios; refer to Note 20(d) for more details.

The subsidiaries

1) Syndicated bank loans

a) TCI and TCI subsidiaries

TCI, ERI, and its subsidiaries entered into a syndicated credit agreement (credit facility of up to US$ 500,000 thousand) with a syndicate of J.P. Morgan banks in May 2017. In July 2017 and October 2018, the loan agreement was re-signed, adding PPT and TKA to the loan agreement, respectively. The main purposes of the syndicated loan are to repay financial loans, enhance operating revolving funds and arrange for capital expenditures. An amendment was made to the agreement, in which the aggregate amount of the revolving commitments increased to US$975,000 thousand. Another amendments increased the agreement in which the maturity date of the loan will be extended to November 2026.

The following table shows the borrowings balances and interest rates as of December 31, 2024 and 2023 (in thousands of USD).

	December 31				
	2024		2023		Interest Rate
TKA	USD	160,000	USD	160,000	6.05% and 6.94% as of December 31, 2024 and 2023

Refer to Note 20(d) for details regarding the financial ratios required by the loan agreement.

b) BBI-TW

Syndicated bank loans in 2024

The subsidiary BBI-TW entered into a syndicated loan agreement (credit facility of up to $7.5 billion) with a syndicate of banks in April 2024. The main purposes of the syndicated loan are to repay existing loans and enhance operating revolving funds. The loan will be due in 5 years from the first drawdown date.

The credit line and credit used as of December 31, 2024 was as follows:

	Credit Line	Credit Used (Note 2) December 31 2024	Loan Period	Interest Rate
Loan (A)	Note 1	$ 1,875,000	Within 5 years from the first drawdown date	2.3533% as of December 31, 2024
Loan (B)	Note 1	2,010,000	Within 5 years from the first drawdown date	2.3533% as of December 31, 2024
Loan (D)	Note 1	-	Within 5 years from the first drawdown date	-

Note 1: As of December 31, 2024, the line of credit of the syndicated bank loan was as follows:

	December 31 2024
Loan (A)	$ 1,875,000
Loan (B)	5,625,000
Loan (D)	5,625,000
	(or in USD equivalent)

Note 2: The sum of the credit facilities of loans (B) and (C) cannot exceed $5.625 billion.

Repayment terms were as follows:

Loan (A): Within 24 months from the first drawdown date until the maturity date, repayable in 7 semiannual installments, 5% for the 1st and 2nd terms, 10% for the 3rd to 6th terms, and 50% for the 7th term.

Loan (B) and Loan (D):

Within 24 months from the first drawdown date, the line of credit decreases evenly in 7 semiannual periods, 5% for the 1st and 2nd terms, 10% for the 3rd to 6th terms, and 50% for the 7th term. If the used balance of principal exceeds the available line of credit, the excess shall be repaid before the next installment payment date.

Refer to Note 20(d) for details regarding the financial ratios required by the loan agreement.

When BBI-TW entered into the syndicated loan agreement, the certificates of deposit were pledged as collateral according to the agreement.

Syndicated bank loans in 2021

The subsidiary BBI-TW entered into a syndicated loan agreement (credit facility of up to $6.25 billion) with a syndicate of banks in February 2021. The main purposes of the syndicated loan are to repay existing loans and enhance operating revolving funds. The loan will be due in 5 years from the first drawdown date, the loan was repaid in 2024.

The credit line and credit used as of December 31, 2023 was as follows:

	Credit Line	Credit Used (Note 2) December 31 2023	Loan Period	Interest Rate
Loan (A)	Note 1	$ 1,350,000	Within 5 years from the first drawdown date	2.6361% as of December 31, 2023
Loan (B)	Note 1	370,000	Within 5 years from the first drawdown date	2.6797% as of December 31, 2023
Loan (C)	Note 1	-	Within 5 years from the first drawdown date	-
Loan (D)	Note 1	-	Within 1 year from the first drawdown date until the maturity date, if the covenants of loans (A), (B) and (C) are not breached during the loan period, loan (D) will be renewable every year within 5 years from the first drawdown date	-

Note 1: As of December 31, 2023 , the line of credit of the syndicated bank loan was as follows:

	December 31 2023
Loan (A)	$ 1,350,000
Loan (B)	3,750,000
Loan (C)	3,750,000 (or in USD equivalent)
Loan (D)	1,000,000

Note 2: The sum of the credit facilities of loans (B) and (C) cannot exceed $3.75 billion.

Repayment terms were as follows:

Loan (A): Within 24 months from the first drawdown date until the maturity date, repayable in 7 semiannual installments, 5% for the 1st and 2nd terms, 10% for the 3rd to 6th terms, and 50% for the 7th term.

Loan (B): Within 24 months from the drawdown date, the line of credit decreases evenly in 7 semiannual periods, 5% for the 1st and 2nd terms, 10% for the 3rd to 6th terms, and 50% for the 7th term. If the used balance of principal exceeds the available line of credit, the excess shall be repaid before the next installment payment date. Each borrowing cannot exceed the maturity date of loan (B).

Loan (C): Within 30 months from the drawdown date, the line of credit decreases evenly in 7 semiannual periods, 5% for the 1st and 2nd terms, 10% for the 3rd to 6th terms, and 50% for the 7th term. If the used balance of principal exceeds the available line of credit, the excess shall be repaid before the next installment payment date. Each borrowing cannot exceed the maturity date of loan (C).

Loan (D): From the first drawdown date until the maturity date, the loan is allowed to be used on a revolving basis.

Refer to Note 20(d) for details regarding the financial ratios required by the loan agreement.

When BBI-TW entered into the syndicated loan agreement, the certificates of deposit were pledged as collateral according to the agreement.

c) BBI-USA

The subsidiary BBI-USA entered into a syndicated loan agreement (credit facility of up to US$180,000 thousand) with a syndicate of banks in August 2013. The main purposes of the syndicated loan are to repay its existing financial loan and enhance operating revolving funds. BBI-USA amended the above syndicated loan agreement with the syndicate of banks on February, 2016 and March 2021. The amendments include revising the credit facility to US$260,000 thousand, and changing the loan maturity date to August 2026.

The annual interest rate for the syndicated loan was 7.43% as of December 31, 2023

Refer to Note 20(d) for details regarding the financial ratios required by the loan agreement.

d) TKA

TKA entered into a syndicated loan agreement (credit facility of up to US$ 85,000 thousand) with a syndicate of banks in March 2022, the purpose of the syndicated loan is to enhance the capital funds to expand the factory and the maturity date of the loan was April 2027. The amendments include revising the credit facility to US$318,000 thousand from July 2023, and changing the loan maturity date to August 2028.

The annual interest rates were 6.27% and 7.09% as of December 31, 2024, and 2023, respectively.

Refer to Note 20(d) for details regarding the financial ratios required by the loan agreements.

e) Bank loans under supplier financing arrangements

TKA purchased equipment to expand its capacity and entered into several equipment-pledged loan contracts with the First American Commercial Bank, Inc. (First American), a U.S. financial institution. It was agreed upon that the equipment will be paid by First American to the supplier and that TKA will repay the equipment to First American on a monthly basis in accordance with the agreed amount.

TKA entered into a supplier financing arrangement with First American, where First American made early payments. Subsequently, payments to First American will be made over a period of 5 years following First American's payment date, with an interest rate ranging from 2.99% to 6.41%. Since the actual payment date by the consolidated entity has exceeded the original payment date agreed upon with the supplier, the consolidated entity will classify the liability to the bank as long-term debt. The following information relates to the supplier financing arrangement:

The book value of various financial liabilities under the supplier financing arrangement and the amounts received by the supplier from the financing provider are as follows:

	December 31 2024
Long-Term	
Amount received by the supplier from the financing provider	$ 817,616

The payment maturity date range (starting from the commercial invoice date) of the financial liabilities under the supplier financing arrangement and their comparable financial liabilities is listed as follows:

	December 31 2024
Long-Term	
Involves supplier financing arrangements	5 years
Comparable liabilities not involving supplier financing arrangements	30-60 Days

The changes in the financial liabilities under the supplier financing arrangements are mainly due to the purchase of equipment and subsequent settlement of payables, with no significant non-cash changes.

d. Financial covenants of syndicated loan agreements were as follows:

	The Company Syndicated Bank Loan (Note 1)	TCI and TCI Subsidiaries (Note 2)	BBI Syndicated Bank Loan in 2024 (Note 3)	BBI Syndicated Bank Loan in 2021 (Note 3)	BBI-USA Syndicated Bank Loan (Note 4)	TKA Syndicated Bank loan (Note 2)
Current ratio (minimum)	120%	-	130%	130%	-	-
Debt ratio (maximum) (Note 5)	290%	-	200%	200%	-	-
Interest coverage ratio (minimum) (Note 5)	2 times	-	3 times	3 times	-	-
Fixed-charge coverage ratio (minimum)	-	100%	-	-	110%	100%
Tangible net worth (minimum)	13.5 billion	-	10 billion	10 billion	-	-

Note 1: The Company is required to comply with these financial covenants in each of its annual audited consolidated financial statements and the reviewed consolidated financial statements for the second quarter.

Note 2: TCI is required to comply with these financial covenants in each of its annual audited financial statements and monthly financial statements (self-assessed) while the financial ratio restriction is applicable only when the unused credit lines divided by total credit lines is less than 12.5%.

Note 3: BBI-TW is required to comply with these financial covenants in each of its annual audited consolidated financial statements and the reviewed consolidated financial statements for the second quarter.

Note 4: BBI-USA is required to comply with these financial covenants in each of its annual audited financial statements and monthly financial statements (self-assessed).

Note 5: The total amount of debt and interest expense used by the Company and BBI-TW in the calculation of the debt ratio and the interest coverage ratio, respectively, were determined after deducting the related liabilities and interest expense that arose from the adoption of IFRS 16.

As of and for the years ended December 31, 2024 and 2023, the Company and its subsidiaries have complied with the above-stated requirements.

21. NOTES PAYABLE AND ACCOUNTS PAYABLE(RELATED PARTIES INCLUDED)

	December 31	
	2024	**2023**
Notes payable		
Operating	$ 56,906	$ 72,791
Non-operating	17,917	35,247
	$ 74,823	$ 108,038

a. Notes payable

The non-operating notes payable listed above were used for purchasing property, plant, and equipment.

b. Accounts payable(Related parties included)

Accounts payable resulted from operating activities. The Group has financial risk management policies in place to ensure that all payables are paid within the pre-agreed credit terms.

22. OTHER PAYABLES

	December 31	
	2024	2023
Salary and incentive bonus	$ 483,245	$ 426,064
Remuneration of directors	29,700	29,700
Employees' compensation	599,820	585,592
Payables for annual leave	141,096	123,547
Payables for freight and custom duties	418,034	468,307
Property taxes payable	443,502	391,230
Others	1,413,010	1,129,490
	$ 3,528,407	$ 3,153,930

23. RETIREMENT BENEFIT PLANS

a. Defined contribution plans

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

The employees of the Group's subsidiaries in England, Canada, Australia, Brazil and Malaysia are members of state-managed retirement benefit plans operated by the respective governments of England, Canada, Australia, Brazil and Malaysia. The subsidiaries are required to contribute a specified percentage of payroll costs to the retirement benefit schemes to fund the benefits. The only obligation of the Group with respect to the retirement benefit plan is to make the specified contributions.

The employees of the Group's subsidiary in the United States are covered by the local government's 401K Profit Sharing Plan. Under the plan, the subsidiary is required to contribute a specified percentage of payroll costs to the retirement benefit scheme for full-time staffs that are older than 21 years old, have worked for the subsidiary for 12 months, and have volunteered to join the plan.

b. Defined benefit plans

The subsidiary of the Group in the United States calculates and determines the present value of the defined benefit obligations and the fair value of the plan assets in accordance with local laws and regulations, and recognizes the remeasured amounts in other comprehensive income.

The Company adopted the defined benefit plan under the Labor Standards Act, under which pension benefits are calculated on the basis of the length of service and average monthly salaries of the six months before retirement. The Company makes contributions, equal to 15% of total monthly salaries, to a pension fund, for which the contributions are deposited in the Bank of Taiwan in the name of and administered by the pension fund monitoring committee. Before the end of each year, the Company assesses the balance in the pension fund. If the amount of the balance in the pension fund is inadequate to pay retirement benefits for employees who conform to retirement requirements in the next year, the Company is required to fund the difference in one appropriation that should be made before the end of March of the next year. The pension fund is managed by the Bureau of Labor Funds, Ministry of Labor (the "Bureau"); the Company has no right to influence the investment policy and strategy.

The amounts included in the consolidated balance sheets were as follows:

	December 31	
	2024	2023
Present value of defined benefit obligation	$ 411,651	$ 436,862
Fair value of plan assets	(618,860)	(568,355)
Net defined benefit assets	$ (207,209)	$ (131,493)

Movements in net defined benefit liabilities (assets) were as follows:

	Present Value of the Defined Benefit Obligation	Fair Value of the Plan Assets	Net Defined Benefit Liabilities (Assets)
Balance at January 1, 2023	$ 457,010	$ (547,990)	$ (90,980)
Service cost			
Current service cost	1,144	-	1,144
Net interest expense (income)	5,883	(7,171)	(1,288)
Recognized in profit or loss	7,027	(7,171)	(144)
Remeasurement			
Return on plan assets (excluding amounts included in net interest)	-	(4,578)	(4,578)
Actuarial loss - changes in demographic assumptions	4,515	-	4,515
Actuarial gain - changes in financial assumptions	(13,442)	-	(13,442)
Recognized in other comprehensive income	(8,927)	(4,578)	(13,505)
Contributions from the employer	-	(26,864)	(26,864)
Benefits paid	(18,248)	18,248	-
Balance on December 31, 2023	436,862	(568,355)	(131,493)
Acquired by business combination			
Service cost			
Current service cost	2,995	-	2,995
Net interest expense (income)	5,050	(6,656)	(1,606)
Recognized in profit or loss	8,045	(6,656)	1,389
Remeasurement			
Return on plan assets (excluding amounts included in net interest)	-	(51,034)	(51,034)
Actuarial gain - changes in demographic assumptions	(10,910)	-	(10,910)
Actuarial gain - changes in financial assumptions	(1,327)	-	(1,327)
Recognized in other comprehensive income	(12,237)	(51,034)	(63,271)
Contributions from the employer	-	(13,834)	(13,834)
Benefits paid	(21,019)	21,019	-
Balance at December 31, 2024	$ 411,651	$ (618,860)	$ (207,209)

An analysis by function of the amounts recognized in profit or loss in respect of the defined benefit plans is as follows:

	For the Year Ended December 31	
	2024	2023
Operating costs	$ 857	$ (1,090)
Selling and marketing expenses	119	155
General and administrative expenses	413	791
	$ 1,389	$ (144)

Through the defined benefit plans under the Labor Standards Act, the Company and its subsidiaries are exposed to the following risks:

1) Investment risk

   The plan assets are invested in domestic and foreign equity securities, debt securities, and bank deposits, etc. The investment is conducted at the discretion of the Bureau of Labor Funds, Ministry of Labor or under the mandated management. However, in accordance with relevant regulations, the return generated by plan assets should not be below the interest rate for a 2-year time deposit with local banks.

2) Interest risk

   A decrease in the government and corporate bond interest rates will increase the present value of the defined benefit obligation; however, this will be partially offset by an increase in the return on the plans' debt investments.

3) Salary risk

   The present value of the defined benefit obligation is calculated by reference to the future salaries of plan participants. As such, an increase in the salary of the plan participants will increase the present value of the defined benefit obligation.

The actuarial valuations of the present value of the defined benefit obligation were carried out by qualified actuaries. The significant assumptions used for the purposes of the actuarial valuations were as follows:

	December 31	
	2024	2023
Discount rate	1.5%	1.125%-1.375%
Expected rate of salary increase	2%-2.5%	2%-2.5%

If possible reasonable changes in each of the significant actuarial assumptions were to occur and all other assumptions were to remain constant, the present value of the defined benefit obligation would increase (decrease) as follows:

	December 31	
	2024	2023
Discount rate		
0.25% increase	$ (7,883)	$ (8,957)
0.25% decrease	$ 8,127	$ 9,251
Expected rate of salary increase/decrease		
0.25% increase	$ 7,919	$ 8,984
0.25% decrease	$ (7,723)	$ (8,744)

The sensitivity analysis presented above may not be representative of the actual changes in the present value of the defined benefit obligation as it is unlikely that changes in assumptions would occur in isolation of one another as some of the assumptions may be correlated.

	December 31	
	2024	2023
Expected contributions to the plans for the next year	$ 15,416	$ 20,441
Average duration of the defined benefit obligation	7.5-9.3 years	8.8-9.9 years

24. EQUITY

a. Ordinary shares

	December 31	
	2024	2023
Number of shares authorized (in thousands)	3,200,000	3,200,000
Shares authorized	$ 32,000,000	$ 32,000,000
Number of shares issued and fully paid (in thousands)		
Ordinary shares	2,434,261	2,434,261
Shares issued		
Ordinary shares	$ 24,342,606	$ 24,342,606

b. Capital surplus

	December 31	
	2024	2023
May be used to offset a deficit, distributed as cash dividends, or transferred to share capital (Note)		
Issuance of ordinary shares	$ 22,054,172	$ 22,054,172
Treasury share transactions	1,039,443	890,214
The difference between the consideration received or paid and the carrying amount of the subsidiaries' net assets during actual disposal or acquisition	21,023	13,249
Expired employee share options	13,503	13,503
May only be used to offset a deficit		
Share of changes in capital surplus of subsidiary	26,880	30,413
	$ 23,155,021	$ 23,001,551

Note: Such capital surplus may be used to offset a deficit; in addition, when the Company has no deficit, such capital surplus may be distributed as cash dividends or transferred to share capital (limited to a certain percentage of the Company's capital surplus and once a year).

c. Retained earnings and dividends policy

Under the dividends policy as set forth in the amended Articles, where the Company made a profit in a fiscal year, the profit shall be first utilized for paying taxes, offsetting losses of previous years, setting aside as a legal reserve 10% of the remaining profit, setting aside or reversing a special reserve in accordance with the laws and regulations, and then any remaining profit together with any undistributed retained earnings shall be used by the Company's board of directors as the basis for proposing a distribution plan, which should be resolved in the shareholders' meeting for the distribution of dividends and bonuses to shareholders. For the policies on the distribution of employees' compensation and remuneration of directors and supervisors before and after amendment, refer to Note 26(h) "Employees' compensation and remuneration of directors and supervisors for 2024 and 2023".

In line with current and future development plans, the Company's dividend policy is to allocate no less than 20% of the distributable earnings as shareholders' dividends and bonuses, taking into consideration the investment environment, funding needs, domestic and foreign competitive conditions and shareholders' interests. Dividends can be distributed in the form of cash or shares, out of which no less than 20% of the total dividends distributed should be in the form of cash.

Appropriation of earnings to the legal reserve shall be made until the legal reserve equals the Company's paid-in capital. The legal reserve may be used to offset a deficit. If the Company has no deficit and the legal reserve has exceeded 25% of the Company's paid-in capital, the excess may be transferred to capital or distributed in cash.

Under Rule issued by the FSC and the directive titled "Questions and Answers for Special Reserves Appropriated Following Adoption of IFRSs (IFRS Accounting Standards), the Corporation should appropriate or reverse a special reserve. In addition, in accordance with the Standards, the difference between the market value of the Company's shares held by the subsidiaries at the end of the year and the carrying amount of the Company's shares is recognized as a special reserve based on the proportion of the Company's shareholding. If the market value of the Company's shares recovers, a portion of the amount will be transferred from the special reserve to unappropriated earnings in proportion to the Company's ownership percentage.

The appropriations of earnings for 2023 and 2022, approved in the shareholders' meetings on June 19, 2024 and June 26, 2023, respectively, were as follows:

	Appropriation of Earnings For the Year Ended December 31		Dividends Per Share (NT$) For the Year Ended December 31	
	2023	2022	2023	2022
Legal reserve	$ 535,341	$ 1,191,421		
Special reserve	(64,308)	(3,819,497)		
Cash dividends	2,921,113	4,868,521	$ 1.2	$ 2.4
Share dividends	-	4,057,101	-	2.0

The appropriation of earnings for 2024 was proposed by the Company's board of directors on March 12, 2025. The appropriation was as follows:

	Appropriation of Earnings	Dividends Per Share (NT$)
Legal reserve	$ 358,378	
(Reverse) Special reserve	626,382	
Cash dividends	2,677,687	$ 1.1

The appropriation of earnings for 2024 is subject to the resolution of the shareholders meeting.

d. Other equity items

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

	For the Year Ended December 31	
	2024	2023
Balance at January 1	$ 1,290,561	$ 1,152,771
Exchange differences on translating the financial statements of foreign operations	3,941,150	137,790
Balance at December 31	$ 5,231,711	$ 1,290,561

2) Unrealized gain and losses on financial assets at fair value through other comprehensive income

	For the Year Ended December 31	
	2024	2023
Balance at January 1	$ (61,163)	$ (59,680)
Recognized for the year		
Unrealized gains and losses equity instruments	(41,482)	(1,924)
Realized gains and losses transfer into Retain Earnings	-	441
Balance at December 31	$ (102,645)	$ (61,163)

3) Gain (loss) on hedging instruments

	For the Year Ended December 31	
	2024	2023
Balance at January 1	$ 511,197	$ 1,640,060
Recognized for the year		
Gain on changes in the fair value of hedging instruments		
Interest rate swaps	84,944	(745,759)
Related income tax	77,833	170,685
Reclassification adjustment		
Hedged items affecting profit or loss		
Interest rate swaps	(303,146)	(553,789)
Non-anticipated hedged items		
Interest rate swaps	(88,199)	-
Balance at December 31	$ 282,629	$ 511,197

e. Non-controlling interests

	For the Year Ended December 31	
	2024	2023
Balance on January 1	$ 11,419,312	$ 10,635,215
Attributable to non-controlling interests:		
Share in profit for the year	1,182,306	1,479,742
Exchange differences on translating the financial statements of foreign operations	574,779	27,271
Profit and loss from cash flow hedging	(25,823)	(10,463)
Unrealized gains and losses from FVTOCI	(105,408)	(6,309)
Remeasurement of defined benefit plans	9,819	-
Cash dividends of subsidiaries' shareholders	(902,711)	(1,079,277)
Adjustment of treasury shares at the end of the period	(1,461)	(131,821)
Treasury shares purchased by subsidiaries	(11,487)	(19,824)
Adjustment to non-controlling interest for dividends paid to subsidiaries	199,194	332,283
Changes in equity in subsidiaries	1,573	59,796
Disposal of non-controlling interests in subsidiaries	-	7,903
Share-based payment transaction	-	606
Acquisition of non-controlling interests in subsidiaries	(37,774)	-
Change in non-controlling interests	(77,231)	124,190
Balance at December 31	$ 12,225,088	$ 11,419,312

f. Treasury shares

Purpose of Buy-back	Shares Held by Subsidiaries (In Thousands of Shares)
Number of shares at January 1, 2024 and December 31, 2024	290,352
Number of shares at January 1, 2023	241,960
Increase during the year	48,392
Number of shares at December 31, 2023	290,352

BBI-TW and TCE held shares of the Company and classified them as financial assets at FVTPL and financial assets at FVTOCI. The Company recognized treasury shares by ownership percentage of BBI-TW and TCE.

For the purpose of investment, related information regarding shares of the Company held by subsidiaries on the balance sheet date was as follows:

Name of Subsidiary	Number of Shares Held (In Thousands of Shares)	Cost	Market Price
December 31, 2024			
BBI-TW	167,204		$ 5,057,917
TCE	123,148		$ 3,725,239
Belonging to the Company	124,358	$ 4,388,208	$ 3,761,826
December 31, 2023			
BBI-TW	167,204		$ 6,621,273
TCE	123,148		$ 4,876,676
Belonging to the Company	124,300	$ 4,386,159	$ 4,922,272

Treasury shares held by BBI-TW and TCE are bestowed shareholders’ rights because the ownership percentage held by the Company was under 50%.

25. REVENUE

	For the Year Ended December 31	
	2024	2023
Revenue from contracts with customers		
Revenue from sale of goods	$ 89,464,359	$ 100,258,202
Construction contract revenue	934,125	998,399
	$ 90,398,484	$ 101,256,601

Contract balances

	December 31, 2024	December 31, 2023	January 1, 2023
Accounts receivable (Note 10)	$ 8,212,530	$ 7,466,965	$ 8,065,531

Contract assets (recognized as other current assets)

	December 31, 2024	December 31, 2023	January 1, 2023
Construction contract revenue	$ 146,363	$ 28,407	$ -

Contract liabilities

	December 31, 2024	December 31, 2023	January 1, 2023
Sales of goods	$ 128,494	$ 145,627	$ 173,958

Refer to Note 39 for segment revenue information.

26. PROFIT (LOSS) BEFORE INCOME TAX

a. Other operating expenses

	For the Year Ended December 31	
	2024	2023
Loss on disposal of property, plant and equipment	$ (34,394)	$ (15,415)

b. Interest income

	For the Year Ended December 31	
	2024	2023
Bank deposits and financial assets at amortized cost	$ 281,202	$ 286,613

c. Other income

	For the Year Ended December 31	
	2024	2023
Rental income	$ 25,966	$ 14,409
Dividends	510	400
Insurance claim income	-	130,539
Others	97,799	190,486
	$ 124,275	$ 335,834

d. Other gains and losses

	For the Year Ended December 31	
	2024	2023
Foreign exchange gain	$ 2,895,029	$ 3,131,147
Foreign exchange losses	(1,937,686)	(3,000,963)
Net gain on financial assets designated as at FVTPL	242,784	1,425,670
Deemed as gain on disposal accounted for using the equity method (Note 29)	193,502	-
Gain on disposed of non-current groups held for sale	-	4,455
Others	(36,769)	(10,306)
	$ 1,356,860	$ 1,550,003

e. Finance costs

	For the Year Ended December 31	
	2024	2023
Interest on bank loans	$ 1,314,242	$ 1,890,481
Amortization of arrangement fees of syndicated bank loans	60,701	62,060
Loss arising on derivatives designated as hedging instruments in cash flow hedge accounting relationships reclassified from equity to profit or loss	(303,146)	(553,789)
Interest on lease liabilities	298,484	236,235
	1,370,281	1,634,987
Less: Amounts included in the cost of qualifying assets	275,335	367,917
	$ 1,094,946	$ 1,267,070

Information about capitalized interest is as follows:

	For the Year Ended December 31	
	2024	2023
Capitalized interest	$ 275,335	$ 367,917
Capitalization rate	1.8%-6.41%	1.9%-6.41%

f. Depreciation and amortization

	For the Year Ended December 31	
	2024	2023
Property, plant and equipment	$ 1,537,951	$ 1,280,088
Investment properties	9,148	9,553
Other intangible assets	403,279	406,287
Other non-current assets	356	799
Right-of-use assets	1,316,569	1,214,951
	$ 3,267,303	$ 2,911,678

(Continued)

	For the Year Ended December 31	
	2024	2023
An analysis of depreciation by function		
Operating costs	$ 1,087,847	$ 876,992
Operating expenses	1,775,821	1,627,600
	$ 2,863,668	$ 2,504,592
An analysis of amortization by function		
Operating costs	$ 356	$ 799
Operating expenses	403,279	406,287
	$ 403,635	$ 407,086

(Concluded)

g. Employee benefits expense

	For the Year Ended December 31	
	2024	2023
Short-term benefits	$ 7,201,171	$ 6,534,471
Post-employment benefits		
Defined contribution plans	208,859	207,659
Defined benefit plans (refer to Note 23)	1,389	(144)
	210,248	207,515
Total employee benefits expense	$ 7,411,419	$ 6,741,986
An analysis of employee benefits expense by function		
Operating costs	$ 2,637,507	$ 2,292,011
Operating expenses	4,773,912	4,449,975
	$ 7,411,419	$ 6,741,986

h. Employees’ compensation and remuneration of directors and supervisors for 2024 and 2023

The Company accrued employees’ compensation and remuneration of directors and supervisors at the rates of no less than 3% and no higher than 1.5%, respectively, of net profit before income tax, employees’ compensation, and remuneration of directors and supervisors. The employees’ compensation and remuneration of directors and supervisors for the years ended December 31, 2024 and 2023, which were approved by the Company’s board of directors on March 12, 2025 and March 12, 2024 were as follows:

Accrual rate

	For the Year Ended	
	December 31, 2024	December 31, 2023
Employees’ compensation	3%	3%
Remuneration of directors and supervisors	0.58%	0.39%

Amount

	For the Year Ended	
	December 31, 2024	December 31, 2023
Employees' compensation - cash	$ 123,456	$ 185,807
Remuneration of directors - cash	24,000	24,000

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

There was no difference between the actual amounts of employees' compensation paid, and remuneration of directors and supervisors paid in 2023 and 2022 and the amounts recognized in the consolidated financial statements for the year ended December 31, 2023 and 2022.

Information on the employees' compensation and remuneration of directors and supervisors resolved by the Company's board of directors is available at the Market Observation Post System website of the Taiwan Stock Exchange.

27. INCOME TAX

a. Major components of income tax expense recognized in profit or loss

	For the Year Ended December 31	
	2024	2023
Current tax		
In respect of the current year	$ 1,398,318	$ 1,610,208
Adjustments for prior years	52,700	(22,680)
Income tax on unappropriated earnings	161,889	419,961
	1,612,907	2,007,489
Deferred tax		
In respect of the current year	231,179	790,307
Income tax expense recognized in profit or loss	$ 1,844,086	$ 2,797,796

A reconciliation of accounting profit and income tax expense is as follows:

	For the Year Ended December 31	
	2024	2023
Profit before tax	$ 6,564,674	$ 9,608,340
Income tax expense calculated at the statutory rate	$ 1,624,548	$ 2,565,287
Non-deductible expenses in determining taxable income	190,312	19,795
Tax - added income	1,271	1,778
Income tax on unappropriated earnings	161,889	419,961
Unrecognized loss carryforwards and deductible temporary differences	(126,864)	(79,348)
Adjustments for prior years	52,700	(22,680)
Controlled foreign corporate tax burden	9,915	8,697
Deduction of income tax	(69,685)	(115,694)
Income tax expense recognized in profit or loss	$ 1,844,086	$ 2,797,796

The corporate tax rate applicable to companies in the ROC is 20%. The corporate tax rate applicable to subsidiaries in China is 25%, while the tax rate applicable to subsidiaries in the U.S. is 21%. Tax rates used by other entities of the Group operating in other jurisdictions are based on the tax laws in those jurisdictions.

The Company and BBI-TW determined that the unappropriated earnings of overseas subsidiaries would be reinvested permanently for the continuous expansion of the scale of operations and to support the needs for operating funds of overseas subsidiaries. As a result, no deferred tax liability has been recognized on the related investment income recognized under the equity method.

The Group's certain subsidiaries were incorporated in Belgium, the United Kingdom, Canada, and Australia, where the Pillar Two income tax legislation was enacted and will become effective from January 1, 2024. However, for subsidiaries in Brazil, New Zealand, and Malaysia, where the Pillar Two income tax legislation has been enacted but was not yet effective at the reporting date, the Group has no related current tax exposure.

Under the legislation, subsidiaries located in Belgium, the United Kingdom, Canada, and Australia will be required to pay a top-up tax on the profits of their subsidiaries that are taxed at an effective tax rate of less than 15 percent in the aforementioned countries. As of December 31, 2024, the consolidated entity has assessed that these subsidiaries comply with the safe harbor provisions. Therefore, the Pillar Two income tax legislation in the countries where it has already become effective has not yet had a significant income tax impact on the consolidated entity. The consolidated entity will continue to monitor the impact of the Pillar Two income tax legislation on its future financial performance.

b. Income tax expense recognized in other comprehensive income

	For the Year Ended December 31	
	2024	**2023**
Deferred tax		
In respect of the current year:		
Fair value changes of hedging instruments for cash flow hedges	$ 95,200	$ (163,346)
Remeasurement of defined benefit plans	(12,830)	(1,162)
Translation of foreign operation	(682)	2,016
Total income tax recognized in other comprehensive income	$ 81,688	$ (162,492)

c. Current tax assets and liabilities

	December 31	
	2024	**2023**
Current tax assets		
Tax refund receivable	$ 83,940	$ 1,133,906
Current tax liabilities		
Income tax payable	$ 358,711	$ 918,108

d. Deferred tax assets and liabilities

The movements of deferred tax assets and deferred tax liabilities were as follows:

For the year ended December 31, 2024

Deferred Tax Assets	**Opening Balance**	**Recognized in Profit or Loss**	**Recognized in Other Comprehensive Income**	**Exchange Differences**	**Closing Balance**
Temporary differences					
Difference between tax reporting and financial reporting – depreciation and amortization expenses	$ 73,748	$ (6,992)	$ -	$ 3,888	$ 70,644
Unrealized gross profit from sales	621,437	(111,793)	-	-	509,644
Defined benefit obligations	10,601	-	(10,165)	-	436
Unrealized loss on inventories	377,888	(55,544)	-	18,619	340,963
Difference between tax reporting and financial reporting – inventory capitalization	260,501	41,072	-	18,507	320,080
Allowance for doubtful accounts and sales return	23,515	(4,667)	-	1,460	20,308
Difference between profit and loss of sale-lease back disposal	57,446	(9,359)	-	3,695	51,782
Exchange differences on translation of the financial statements of foreign operations	33,553	-	(682)	-	32,871
Others	229,789	155,082	-	8,239	393,110
	1,688,478	7,799	(10,847)	54,408	1,739,838
Loss carryforward	118,052	400,045	-	7,169	525,266
	$ 1,806,530	$ 407,844	$ (10,847)	$ 61,577	$ 2,265,104
Deferred Tax Liabilities					
Temporary differences					
Hedging instruments	$ 314,518	$ 16,784	$ (95,200)	$ 19,788	$ 255,890
Difference between tax reporting and financial reporting - depreciation and amortization expenses	1,312,423	569,444	-	100,839	1,982,706
Net defined benefit Assets	26,330	12,709	2,665	-	41,704
Unrealized gain on financial instrument	19,811	2,043	-	57	21,911
Property, plant and equipment	201,218	-	-	-	201,218
Others	11,355	38,043	-	426	49,824
	$ 1,885,655	$ 639,023	$ (92,535)	$ 121,110	$ 2,553,253

For the year ended December 31, 2023

Deferred Tax Assets	**Opening Balance**	**Recognized in Profit or Loss**	**Recognized in Other Comprehensive Income**	**Exchange Differences**	**Closing Balance**
Temporary differences					
Difference between tax reporting and financial reporting – depreciation and amortization expenses	$ 44,535	$ 29,646	$ -	$ (433)	$ 73,748
Unrealized gross profit from sales	865,267	(243,830)	-	-	621,437
Defined benefit obligations	12,127	(986)	(540)	-	10,601
Unrealized loss on inventories	413,482	(36,421)	-	827	377,888
Difference between tax reporting and financial reporting – inventory capitalization	417,313	(159,040)	-	2,228	260,501
Allowance for doubtful accounts and sales return	33,025	(9,648)	-	138	23,515
Difference between profit and loss of sale-lease back disposal	66,406	(9,080)	-	120	57,446

(Continued)

Deferred Tax Assets	Opening Balance	Recognized in Profit or Loss	Recognized in Other Comprehensive Income	Exchange Differences	Closing Balance
Exchange differences on translation of the financial statements of foreign operations	$ 31,537	$ -	$ 2,016	$ -	$ 33,553
Unrealized Investment losses	26,987	(28,292)	-	1,305	-
Others	563,630	(338,800)	-	4,959	229,789
	2,474,309	(796,451)	1,476	9,144	1,688,478
Loss carryforward	209,904	(92,396)	-	544	118,052
	$ 2,684,213	$ (888,847)	$ 1,476	$ 9,688	$ 1,806,530
Deferred Tax Liabilities					
Temporary differences					
Hedging instruments	$ 22,823	$ 132,520	$ 163,346	$ (4,171)	$ 314,518
Difference between tax reporting and financial reporting - depreciation and amortization expenses	1,421,904	(110,849)	-	1,368	1,312,423
Net defined benefit Assets	21,851	3,857	622	-	26,330
Unrealized gain or loss on financial instrument	5,773	13,901	-	137	19,811
Property, plant and equipment	201,218	-	-	-	201,218
Others	147,872	(137,969)	-	1,452	11,355
	$ 1,821,441	$ (98,540)	$ 163,968	$ (1,214)	$ 1,885,655

(Concluded)

e. Deductible temporary differences and unused loss carryforwards for which no deferred tax assets have been recognized in the consolidated balance sheets

	December 31	
	2024	2023
Loss carryforwards		
Expiry in 2027	$ 45,143	$ 53,822
Expiry in 2028	49,155	49,155
Expiry in 2029	12,963	12,963
Expiry in 2030	260	260
Expiry in 2031	99,997	99,932
Expiry in 2032	758,075	758,075
Expiry in 2033	462,732	465,704
	$ 1,428,325	$ 1,439,911
Deductible temporary differences	$ 302,842	$ 276,646

f. The aggregate amount of temporary differences associated with investments for which deferred tax liabilities have not been recognized

The Company and BBI-TW determined that the unappropriated earnings of overseas subsidiaries would be reinvested permanently for the continuous expansion of the scale of operations and to support the needs for operating funds of overseas subsidiaries (the unappropriated earnings as of December 31, 2024 were approved by the Company's board and BBI-TW's board of directors on March 12, 2025). As a result, no deferred tax liability has been recognized on the related investment income recognized under the equity method.

As of December 31, 2024 and 2023, the taxable temporary differences associated with investments in subsidiaries for which no deferred tax liabilities have been recognized were $39,821,538 thousand and $36,046,413 thousand, respectively.

g. Income tax assessments

The Company's and its subsidiary's income tax returns through 2022 have been assessed by the tax authorities.

28. EARNINGS PER SHARE

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

	For the Year Ended December 31	
	2024	2023
Profit for the year attributable to owners of the Company	$ 3,538,282	$ 5,330,802

Number of Shares

Weighted average number of ordinary shares outstanding (in thousands of shares):

	For the Year Ended December 31	
	2024	2023
Weighted average number of ordinary shares used in the computation of basic earnings per share	2,309,943	2,322,211
Effect of potentially dilutive ordinary shares:		
Employees' compensation	5,093	6,451
Weighted average number of ordinary shares used in the computation of diluted earnings per share	2,315,036	2,328,662

The Company offered to settle compensation paid to employees in cash or shares, therefore, the Company assumed the entire amount of the compensation will be settled in shares and the resulting potential shares were included in the weighted average number of shares outstanding used in the computation of diluted earnings per share, as the effect is dilutive. Such dilutive effect of the potential shares is included in the computation of diluted earnings per share until the number of shares to be distributed to employees is resolved in the following year.

29. ACQUISITION OF SUBSIDIARIES

a. Subsidiaries acquired

Subsidiary	Principal Activity	Date of Acquisition	Proportion of Voting Equity Interests Acquired (%)	Consideration Transferred
Nash Metals, LLC	Aluminum processing industry	December 31, 2024	51%	$ 221,299

The Group acquired the aforementioned company for the year ended December 31, 2024 to continue expanding its manufacturing processes.

The Group originally held an equity interest in Nash Metals, LLC, which was accounted for as an associate under the equity method. However, in December 2024, the Group paid cash consideration of $221,299 thousand (USD 6,750 thousand) to acquire additional shares, increasing its ownership from 49% to 100%. With the acquisition, the consolidated entity gained control, as it holds more than half of the voting rights, and thus, it is classified as a subsidiary.

In accordance with IFRS 3, the Group derecognized the original investment in the associate at its fair value on the acquisition date and recognized the difference between the fair value and carrying amount as a gain or loss on disposal. The assets and liabilities of the subsidiary are subsequently recognized in the consolidated financial statements under the acquisition method. The calculation of the gain or loss between the fair value and carrying amount is as follows:

	Amount
Fair value of original investment	$ 201,475
Disposal of the carrying amount of the associate accounted for using the equity method	(7,973)
Recognized gains	$ 193,502

b. Assets acquired and liabilities assumed at the date of acquisition

	Nash Metals, LLC
Current assets	
Cash	$ 40,113
Trade receivables	11,608
Non-current assets	
Property, plant and equipment	35,994
Other Intangible assets	80,324
Current liabilities	
Trade payables	(7,260)
Other trade payables	(60,118)
	$ 100,661

c. Goodwill recognized on acquisitions

	Amount
Consideration transferred	$ 221,299
Plus: Fair value of the previously held equity interest	201,475
Less: Fair value of identifiable net assets acquired	(100,661)
Goodwill recognized on acquisitions	$ 322,113

The goodwill recognized in the acquisitions of Nash Metals, LLC mainly represents the control premium included in the cost of the combinations. In addition, the consideration paid for the combinations effectively included amounts attributed to the benefits of expected synergies, revenue growth, future market development and the assembled workforces of Nash Metals, LLC. These benefits are not recognized separately from goodwill because they do not meet the recognition criteria for identifiable intangible assets.

The total amount of acquired goodwill is not tax-deductible.

d. Net cash outflow on the acquisition of subsidiaries

	Nash Metals, LLC
Consideration paid in cash	$ 221,299
Less: Cash and cash equivalent balances acquired	(40,113)
	$ 181,186

30. EQUITY TRANSACTIONS WITH NON-CONTROLLING INTERESTS

a. Right Way Industrial Co., Ltd. purchased the shares of BBI-TW in the market for the year ended December 31, 2024 and 2023, respectively. The transaction was recognized to purchase treasury shares, and the Group's continuing interest of BBI-TW was changed.

b. The Group's shareholding in Right Way was changed due to the exercise of employee stock options by employees of the subsidiary, Right Way for the nine months ended September 30, 2024 and 2023.

c. Ta Chen Lung Mei Home Life Co., Ltd. issued new shares in the years ended December 31, 2024, and 2023, respectively. The Group did not subscribe to these newly issued shares at its existing ownership percentage, resulting in a change in the ownership percentage.

d. In 2024, the Group acquired the remaining 30% of the shares in Wei Mei Roller Blind Co., Ltd. for cash, resulting in a change in the consolidated entity's shareholding in Wei Mei Roller Blind Co., Ltd.

e. In 2023, the Group subscribed to additional new shares and sold part of its stock in Right Way Industrial Co., Ltd. at a percentage different from its existing ownership percentage, resulting in a change in the ownership percentage.

Since the above transactions did not change the control of the Group over these subsidiaries, the Group treated as an equity transaction.

2024

	BBI-TW (a)	**RIGHT WAY INDUSTRIAL CO., LTD. (b)**	**Lung Mei Home Life Co., Ltd (c)**	**WEI MEI ROLLER BLIND CO., LTD. (d)**
Cash Consideration paid	$ (113,816)	$ 79	$ (200,000)	$ (30,000)
The proportionate share of the carrying amount of the net assets of the subsidiary transferred to (from) non-controlling interests	110,008	(85)	200,281	37,774
Differences recognized from equity transactions	$ (3,808)	$ (6)	$ 281	$ 7,774

	BBI-TW (a)	RIGHT WAY INDUSTRIAL CO., LTD. (b)	Lung Mei Home Life Co., Ltd (c)	WEI MEI ROLLER BLIND CO., LTD. (d)	Total
Line items adjusted for equity transactions					
Capital surplus - changes in percentage of ownership interests in subsidiaries	$ (3,808)	$ (6)	$ 281	$ -	$ (3,533)
Capital surplus - difference between consideration received or paid and the carrying amount of the subsidiaries' net assets during actual disposal or acquisition	-	-	-	7,774	7,774
	$ (3,808)	$ (6)	$ 281	$ 7,774	$ 4,241

2023

	BBI-TW (a)	RIGHT WAY INDUSTRIAL CO., LTD. (b)&(e)	Lung Mei Home Life Co., Ltd (c)
Cash Consideration paid	$ 14	$ 21,138	$ (600,000)
The proportionate share of the carrying amount of the net assets of the subsidiary transferred from non-controlling interests	(42,691)	(7,582)	598,817
Difference recognized from equity transactions	$ (42,677)	$ 13,556	$ (1,183)

	BBI-TW (a)	RIGHT WAY INDUSTRIAL CO., LTD. (b)&(e)	Lung Mei Home Life Co., Ltd (c)	Total
Line items adjusted for equity transactions				
Capital surplus - difference between consideration received or paid and the carrying amount of the subsidiaries' net assets during actual disposal or acquisition	$ 14	$ 13,235	$ -	$ 13,249
Capital surplus - changes in percentage of ownership interests in subsidiaries	(42,691)	321	(1,183)	(43,553)
	$ (42,677)	$ 13,556	$ (1,183)	$ (30,304)

31. CAPITAL MANAGEMENT

The Group manages its capital to ensure that entities in the Group will be able to continue as going concerns while maximizing the return to stakeholders through the optimization of the debt and equity balance. The Group's overall strategy remains unchanged for 2024 and 2023.

The capital structure of the Group consists of net debt and equity of the Group.

Key management personnel of the Group review the capital structure on a quarterly basis. As part of this review, the key management personnel consider the cost of capital and the risks associated with each class of capital. Based on recommendations of the key management personnel, in order to improve the Company's earnings and manage the overall capital structure, the Group may adjust the amount of dividends paid to shareholders, the number of new shares issued or existing debt redeemed and invested in financial instruments.

32. FINANCIAL INSTRUMENTS

a. Fair value of financial instruments not measured at fair value

Fair value hierarchy

The carrying amounts of the Group's financial instruments that are not measured at fair value, such as cash and cash equivalents, accounts receivables, other receivables, financial assets at amortized cost, bank borrowings, short-term bills payable, accounts payable and other payables approximate their fair values.

b. Fair value of financial instruments measured at fair value on a recurring basis

1) Fair value hierarchy

December 31, 2024

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Derivative	$ -	$ 860,760	$ -	$ 860,760
Mutual funds	50,953	-	-	50,953
	$ 50,953	$ 860,760	$ -	$ 911,713
Financial assets at FVTOCI				
Foreign listed shares	$ 83,010	$ -	$ -	$ 83,010
Domestic emerging market shares	-	-	613,657	613,657
Domestic unlisted shares	-	-	27,152	27,152
	$ 83,010	$ -	$ 640,809	$ 723,819
Financial assets for hedging				
Derivatives	$ -	$ 381,931	$ -	$ 381,931
Financial liabilities at FVTPL				
Derivatives	$ -	$ 125,254	$ -	$ 125,254

December 31, 2023

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Derivative financial assets	$ -	$ 666,952	$ -	$ 666,952
Mutual funds	108,645	-	-	108,645
	$ 108,645	$ 666,952	$ -	$ 775,597
Financial assets at FVTOCI				
Foreign listed shares	$ 79,030	$ -	$ -	$ 79,030
Domestic emerging market shares	-	-	759,295	759,295
Domestic unlisted shares	-	-	27,152	27,152
	$ 79,030	$ -	$ 786,447	$ 865,477
Financial assets for hedging				
Derivatives	$ -	$ 697,866	$ -	$ 697,866
Financial liabilities at FVTPL				
Derivatives	$ -	$ 175,429	$ -	$ 175,429

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

2) Valuation techniques and inputs applied for the purpose of Level 2 fair value measurement

The foreign exchange forward contracts are based on the exchange rate quotations and corresponding yield curves. The interest rate swap contracts are measured using the yield curves applicable to the duration of the derivative instrument. The fair value measurement of metal swap contracts, metal forward contracts and metal future contracts are based on the forward quotations of the metal and the corresponding yield curves.

3) Valuation techniques and inputs applied for the purpose of Level 3 fair value measurement

The fair value of limited partnerships is estimated on the basis of net value. The fair value of domestic unlisted equity investments is evaluated based on the market approach, which compares the ratio of the stock price to the net value of similar peers.

4) Adjustment of financial instruments measured by Level 3 fair value

2024

	Financial assets at fair value through other comprehensive income
	Equity instruments
Balance at January 1, 2023	$ 786,447
Recognized in other comprehensive income	(145,638)
Balance at December 31, 2023	$ 640,809

2023

	Financial assets at fair value through other comprehensive income
	Equity instruments
Balance at January 1, 2023	$ 741,799
Additional	53,905
Recognized in other comprehensive income	(9,257)
Balance at December 31, 2023	$ 786,447

c. Categories of financial instruments

	December 31	
	2024	2023
Financial assets		
Financial assets at FVTPL		
Held for trading	$ 860,760	$ 666,952
Mandatorily classified as at FVTPL	50,953	108,645
Financial assets for hedging	381,931	697,866
Financial assets at amortized cost (Note 1)	19,495,392	23,047,794
Financial assets at FVTOCI	723,819	865,477
Financial liabilities		
Financial liabilities at FVTPL		
Held for trading	125,254	175,429
Financial liabilities at amortized cost (Note 2)	43,998,590	47,956,789

Note 1: The balances include financial assets measured at amortized cost, which comprise cash and cash equivalents, notes receivable, trade receivable, other receivables and financial assets at amortized cost (including current and non-current).

Note2: The balances include financial liabilities measured at amortized cost, which comprise short-term and long-term loans (long-term loans due in one year included), short-term bills payable, accounts payable (related parties included), other payables, long-term other payables and guarantee deposit received (recognized in other non-current liabilities).

d. Financial risk management objectives and policies

The Group’s major financial instruments include equity investments, accounts receivable, accounts payable, short-term bills payable and borrowings. The Group’s corporate treasury function provides services to the business, coordinates access to domestic and international financial markets, and monitors and manages the financial risks relating to the operations of the Group through internal risk reports which analyze exposures by degree and magnitude of risks. These risks are market risk (including foreign currency risk, interest rate risk and other price risk), credit risk and liquidity risk.

The Group sought to minimize the effects of these risks by using derivative financial instruments to hedge risk exposures. The use of financial derivatives was governed by the Group's policies approved by the board of directors, which provided written principles on foreign currency risk, interest rate risk, credit risk, the use of financial derivatives and non-derivative financial instruments, and the investment of excess liquidity. Compliance with policies and exposure limits was reviewed by the internal auditors on a continuous basis. The Group did not enter into or trade financial instruments, including derivative financial instruments, for speculative purposes.

1) Market risk

The Group's activities exposed it primarily to the financial risks of changes in foreign currency exchange rates (refer to (a) below), interest rates (refer to (b) below) and other price risk (refer to (c) below).

There has been no change to the Group's exposure to market risks or the manner in which these risks were managed and measured.

a) Foreign currency risk

The Group had foreign currency sales and purchases, which exposed the Group to foreign currency risk. Exchange rate exposures were managed within approved policy parameters utilizing foreign exchange forward contracts.

The carrying amounts of the Group's foreign currency denominated monetary assets and monetary liabilities (including those eliminated on consolidation) and of the derivatives exposed to foreign currency risk at the end of the reporting period are set out in Note 37.

Sensitivity analysis

The Group was mainly exposed to the USD. The following table details the Group's sensitivity to an increase and decrease in the functional currency against the relevant foreign currencies. A positive number below indicates an increase in pre-tax profit associated with the functional currency strengthening 1% against the relevant currency. For a 1% weakening of the functional currency against the relevant currency, there would be an equal and opposite impact on pre-tax profit, and the balances below would be negative.

	USD Impact (Note)	
	For the Year Ended December 31	
	2024	**2023**
Profit or loss	$ 83,068	$ 110,189

This was mainly attributable to the exposure on outstanding foreign currency and cash equivalents, accounts receivables, other receivables, financial assets at amortized cost, accounts payables and loans, which were not hedged at the end of the reporting date.

The Group's sensitivity to foreign currency decreased during the current period due to the decrease in the sales of the US dollar-denominated goods, which is caused by the decrease in foreign currency trade receivables. The management believes that the sensitivity analysis cannot represent the inherent risk of the exchange rate because the foreign currency risk at the balance sheet date cannot be reflected on the interim period that the sales in US dollar will vary with orders and asset investment position.

b) Interest rate risk

The Group was exposed to interest rate risk because the Group borrowed funds at both fixed and floating interest rates. The risk is managed by the Group by maintaining an appropriate mix of fixed and floating rate borrowings.

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

	December 31	
	2024	2023
Fair value interest rate risk		
Financial assets	$ 4,052,905	$ 5,204,084
Financial liabilities	11,461,773	10,638,705
Cash flow interest rate risk		
Financial assets	4,744,358	$ 8,111,461
Financial liabilities	36,326,063	40,893,614

Sensitivity analysis

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

If interest rates had been 1% higher/lower and all other variables were held constant, the Group's pre-tax profit for the years ended December 31, 2024 and 2023 would have been lower by $315,817 thousand and $327,822 thousand, respectively, which was merely a result of variable-rate debts.

Hedge accounting

The Group entered into interest rate swap contracts to mitigate the risk of changes in interest rates on the cash flow exposure related to its outstanding variable rate debts, and those transactions are designated as cash flow hedges. Interest rate swap contracts are settled on a monthly basis. Floating rate on interest swap contracts is an interbank interest rate. The Group will settle the difference between fixed and floating interest rate on a net basis.

The source of hedge ineffectiveness in these hedging relationships is the effect of the counterparty and the Group's own credit risk on the fair value of the foreign exchange forward contracts, which is not reflected in the fair value of the hedged item attributable to changes in foreign exchange rates. No other sources of ineffectiveness is expected to emerge from these hedging relationships.

The outstanding interest rate swap contracts at the end of the reporting period were as follows:

December 31, 2024

Notional Amount (in thousand)	Maturity	Range of Interest Rates Paid	Range of Interest Rates Received	Line Item in Balance Sheet	Carrying Amount Asset
USD 300,000 (Note)	2027.5.6	1.78%	Compounded SOFR+0.11448%	Financial Assets for hedging	$ 381,931

Hedged Items	Change in Value Used for Calculating Hedge Ineffectiveness	Accumulated Gains or Losses on Hedging Instruments in Other Equity	
		Continuing Hedges	Hedge Accounting No Longer Applied
Cash flow hedge			
Syndicated Loans of TCI and its Subsidiaries	$ (3,576,844)	$ 381,931	$ -
Syndicated Loans of BBI-USA	(983,550)	-	-

Note: The Group designated the contract amount of USD 210,900 as Hedge accounting.

For the year ended December 31, 2024

Comprehensive Income	Hedging Gains (Losses) Recognized in OCI	Amount Reclassified to P/L and the Adjusted Line Item	
		Due to Hedged Item Affecting P/L	Due to Hedged Future Cash Flows No Longer Expected to Occur
Cash flow hedge			
Fluctuations of interest of loan	$ 136,954	$ 303,146	$ 88,199

December 31, 2023

Notional Amount (in thousand)	Maturity	Range of Interest Rates Paid	Range of Interest Rates Received	Line Item in Balance Sheet	Carrying Amount Asset
USD 300,000 (Note)	2027.5.6	1.78%	Compounded SOFR+0.11448%	Financial Assets for hedging	$ 474,545
USD 75,000	2027.5.6	0.98%	Compounded SOFR+0.11448%	Financial Assets for hedging	158,917
USD 10,000	2026.5.1	0.98%	Compounded SOFR+0.11448%	Financial Assets for hedging	20,984
USD 10,000	2026.5.1	1.02%	Compounded SOFR+0.11448%	Financial Assets for hedging	21,655
USD 10,000	2026.5.1	1.00%	Compounded SOFR+0.11448%	Financial Assets for hedging	21,765
					$ 697,866

Hedged Items	Change in Value Used for Calculating Hedge Ineffectiveness	Accumulated Gains or Losses on Hedging Instruments in Other Equity	
		Continuing Hedges	Hedge Accounting No Longer Applied
Cash flow hedge			
Syndicated Loans of TCI and its Subsidiaries	$ 546,542	$ 633,462	$ -
Syndicated Loans of BBI-USA	-	64,404	-

Note: The Group designated the contract amount of USD 245,000 as Hedge accounting.

For the year ended December 31, 2023

Comprehensive Income	Hedging Gains (Losses) Recognized in OCI	Amount Reclassified to P/L and the Adjusted Line Item Due to Hedged Item Affecting P/L
Cash flow hedge		
Fluctuations of interest of loan	$ (585,537)	$ 553,789

For the adjustment information of other equity for hedging, refer to Note 24.

c) Other price risk

The Group was exposed to market price risk through its investments in metal (i.e. aluminum and nickel) price swap contracts which aimed to lower the impact of material price fluctuations on profitability.

Sensitivity analysis

The sensitivity analysis below was determined based on the exposure to market price risks at the end of the reporting period.

With regard to the unsettled aluminum and nickel price derivative instrument contracts, if market prices had been 1% higher/lower, pre-tax loss for years ended December 31, 2024 and 2023 would have increased/decreased by $40,249 thousand and $25,591 thousand, respectively, as a result of the changes in fair value of investments at fair value through profit or loss. With regard to the unsettled aluminum and nickel price swap contracts, the Group had recognized unrealized gains of $127,454 thousand and unrealized losses of $93,202 thousand for years ended December 31, 2024 and 2023, respectively.

2) Credit risk

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in a financial loss to the Group. As at the end of the reporting period, the Group's maximum exposure to credit risk, which would cause a financial loss to the Group due to the failure of counterparties to discharge an obligation and financial guarantees provided by the Group, could arise from:

a) The carrying amount of the respective recognized financial assets as stated in the consolidated balance sheets; and

b) The maximum amount the entity would have to pay if the financial guarantee is called upon, irrespective of the likelihood of the guarantee being exercised.

The Group adopted a policy of only dealing with creditworthy counterparties and obtaining sufficient collaterals, where appropriate, as a means of mitigating the risk of financial loss from defaults. The Group only transacts with entities that are rated the equivalent of investment grade and above. This information is supplied by independent rating agencies where available and, if not available, the Group uses other publicly available financial information and its own trading records to rate its major customers. The Group's exposures and the credit ratings of its counterparties are continuously monitored and the aggregate value of transactions concluded is spread amongst approved counterparties. Credit exposure is controlled by counterparty credit limits that are reviewed and approved by the risk management committee annually.

Accounts receivable consisted of a large number of customers which are spread across diverse industries and geographical areas. Ongoing credit evaluations are performed on the financial condition of customers with accounts receivable.

3) Liquidity risk

The Group manages liquidity risk by monitoring and maintaining a level of cash and cash equivalents deemed adequate to finance the Group's operations and mitigate the effects of fluctuations in cash flows. In addition, management monitors the utilization of bank borrowings and ensures compliance with loan covenants.

The Group relies on bank borrowings as a significant source of liquidity. As of December 31, 2024 and 2023, the Group had available unutilized short-term bank loan facilities set out in (3) below.

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

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

To the extent that interest rates are floating, the undiscounted amount was derived from the interest rate curve at the end of the reporting period.

December 31, 2024

	On Demand and Less than 1 year	More than 1 Year
Non-derivative financial liabilities		
Non-interest bearing liabilities	$ 6,062,769	$ 43,700
Lease liabilities	1,551,351	10,257,048
Fixed interest rate bank loans	611,122	688,024
Floating interest rate bank loans	14,092,807	25,236,822
	$ 22,318,049	$ 36,225,594

Additional information about the maturity analysis for lease liabilities:

	Less than 1 Year	1-5 Years	5+ Years
Lease liabilities	$ 1,551,351	$ 5,357,241	$ 4,899,807

December 31, 2023

	On Demand and Less than 1 year	More than 1 Year
Non-derivative financial liabilities		
Non-interest bearing liabilities	$ 5,239,685	$ 46,363
Lease liabilities	1,378,225	8,836,538
Fixed interest rate bank loans	887,843	731,468
Floating interest rate bank loans	20,762,878	23,255,225
	$ 28,268,631	$ 32,869,594

Additional information about the maturity analysis for lease liabilities:

	Less than 1 Year	1-5 Years	5+ Years
Lease liabilities	$ 1,378,225	$ 4,799,918	$ 4,036,620

b) Liquidity and interest rate risk table for derivative financial liabilities

The following table details the Group's liquidity analysis for its derivative financial instruments. The table was based on the undiscounted contractual net cash inflows and outflows on derivative instruments that settled on a net basis. When the amount payable or receivable was not fixed, the amount disclosed was determined by reference to the projected interest rates as illustrated by the yield curves at the end of the reporting period.

December 31, 2024

	Less than 1 Year	1-5 Years
Net settled		
Foreign exchange forward contracts	$ 119,267	$ -
Metal price derivative contracts	5,987	-
	$ 125,254	$ -

December 31, 2023

	Less than 1 Year	1-5 Years
Net settled		
Foreign exchange forward contracts	$ 45,267	$ -
Metal price derivative contracts	130,162	-
	$ 175,429	$ -

c) Financing facilities

	December 31 2024	December 31 2023
Unsecured bank overdraft facilities, reviewed annually:		
Amount used	$ 8,159,538	$ 12,552,016
Amount unused	11,934,651	8,137,051
	$ 20,094,189	$ 20,689,067
Secured bank loan facilities which may be extended by mutual agreement:		
Amount used	$ 29,865,498	$ 30,277,763
Amount unused	57,454,208	54,290,157
	$ 87,319,706	$ 84,567,920

33. TRANSACTIONS WITH RELATED PARTIES

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

a. The names of the related parties and their relationships with the Group

Related Party Name	Relationship
Jinn Her Enterprise Co., Ltd.	Corporate director of subsidiaries
Fang Sheng Screw Co., Ltd.	Related party in substance
Lpjr Investment Llc. (LPJR)	Related party in substance
Ou Bo Hua Company	Related party in substance
Ying Lun Investment Co., Ltd.	Related party in substance
Winlink Fasteners Co., Ltd.	Related party in substance
Tong Win International Co., Ltd. (Tong Win)	Related party in substance
Re-Dai Precision Tools Co., Ltd (Rei-Dai)	Related party in substance
Fuzhou Assured Brake Systems Co., Ltd. (Fuzhou Assured)	Associate of the Group before February 2023 (Note)
Ta Chen Green System Co., Ltd.	Associate
Victor Shieh	Related party in substance (Note 15)
Full Guan Co., Ltd.	Related party in substance (the person in charge is close relative of the director of the subsidiary)
Wei Mei Curtain Co., Ltd.	Related party in substance (the person in charge is close relative of the director of the subsidiary)
Anders Enterprise Co., Ltd.	Related party in substance (the director is close relative of the general manager of the subsidiary)

Note: The transaction amount and balance of account disclosed in the Note when Right Way disposes of the company in March 2023 were incurred by related a parties.

b. Purchases of goods and purchase allowances

Related Party Category / Name	For the Year Ended December 31 2024	2023
Jinn Her Enterprise Co., Ltd.	$ 1,545,828	$ 1,667,955
Fang Sheng Screw Co., Ltd.	609,698	757,365
Tong Win	725,062	1,053,523
Related party in substance	105,223	259,832
	$ 2,985,811	$ 3,738,675

The items and prices of the purchases from related parties do not have similar items to which they can be compared. The Company’s payment term to related parties is 5 to 90 days or prepaid; and the payment term to third parties is prepaid or 0 to 90 days.

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

Line Item	Related Party Category	December 31 2024	2023
Other receivables	Corporate director of subsidiaries	$ 794	$ 666
	Related party in substance	658	656
		$ 1,452	$ 1,322

The outstanding accounts receivable from related parties are unsecured and no interest was accrued.

d. Payables to related parties

Line Item	Related Party Category / Name	December 31 2024	2023
Accounts payable to related parties	Jinn Her Enterprise Co., Ltd.	$ 200,568	$ 178,149
	Fang Sheng Screw Co., Ltd.	98,309	99,784
	Related party in substance	66,522	32,862
		$ 365,399	$ 310,795

The outstanding accounts payable to related parties are unsecured and no interest was accrued.

e. Prepayments

Related Party Category / Name	December 31 2024	2023
Associated	$ 20,000	$ 20,000
Tong Win	10,528	-
	$ 30,528	$ 20,000

f. Refundable deposits (recognized as financial assets at amortized cost - non current)

Related Party Category	December 31 2024	December 31 2023
Related party in substance	$ 1,760	$ 1,760

g. Loan to Related parties

Related Party Name	December 31 2024	December 31 2023
Interest Revenue		
Fuzhou Assured	$ -	$ 162

Note: It is an unsecured loan between Right Way Industrial Co., Ltd. and Fuzhou Assured Company. The interest is calculated according to the average interest rate of short-term borrowings from financial institutions by Right Way Industrial Co., Ltd in the current year.

h. Lease agreements - the Group is lessee

The Company entered into a contract with its related parties to rent Taipei office space, Tainan dormitories, Kaohsiung office, Kaohsiung plant, dormitories in California and one car, five locations in total, with the lease terms being 1 year. The rental is based on similar assets' market rental rates, which are paid quarterly.

Lease expenses included expenses relating to short-term leases and variable lease payments that do not depend on an index or a rate. Future lease payables related to short-term leases is as follows:

	December 31 2024	December 31 2023
Future lease payables	$ 12,882	$ 12,694

Related Party Category	For the Year Ended December 31 2024	For the Year Ended December 31 2023
Lease expense		
Related party in substance	$ 19,937	$ 20,600

i. Others

The Group engages substantive related parties Wei Mei Curtain Co., Ltd. to provide consulting services to operational needs. The Group paid the amounts of $7,656 thousand and $7,560 thousand of consulting expense (recognized as operating expense) for the years ended December 31, 2024 and 2023, respectively.

j. Remuneration of key management personnel

	For the Year Ended December 31	
	2024	2023
Short-term employee benefits	$ 586,659	$ 518,148
Post-employment benefits	1,787	1,481
	$ 588,446	$ 519,629

The remuneration of directors and key executives was determined by the remuneration committee based on the performance of individuals.

34. ASSETS PLEDGED AS COLLATERAL OR FOR SECURITY

The following assets were provided as collateral for bank borrowings:

	December 31	
	2024	2023
Financial assets at amortized cost (pledged time deposits, pledged demand deposits and pledged repurchase agreements collateralized by bills)	$ 2,436,111	$ 2,914,243
Trade receivable	6,466,307	5,778,669
Inventories	50,549,127	51,435,994
Property, plant and equipment, net	15,896,842	10,348,204
	$ 75,348,387	$ 70,477,110

35. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNIZED COMMITMENTS

In addition to those disclosed in other notes, significant commitments and contingencies of the Group as of December 31, 2024 and 2023 were as follows:

a. Unused letters of credit for purchases of raw materials as of December 31, 2024 and 2023 were as follows:

	December 31	
	2024	2023
Unused letters of credit for purchases of raw materials	$ 381,557	$ 401,796

b. Unrecognized commitments were as follows:

	December 31	
	2024	2023
Acquisition of property, plant and equipment	$ 7,032,266	$ 9,529,735

c. As of December 31, 2024, the subsidiary BBI-USA provided a letter of credit in the amount of $167,204 thousand (US $5,100 thousand) to Hudson Insurance Company, the insurance company of the customs broker of BBI-USA, as collateral for the customs investigation described below.

d. The U.S. Customs and Border Protection (CBP) has conducted an investigation into BBI-USA (including the import procedures, information about main vendors or manufacturers, product content, place of production, control of antidumping products, etc.) in accordance with the Tariff Act of 1930 in the U.S. since April 2014. The CBP's main purpose of the investigation is to find out whether the country of origin of certain steel threaded rods that BBI-USA imported through merchants is China. To examine whether the makers of fasteners in China sell products to America through triangular trade to avoid anti-dumping duties. As of December 31, 2024, the subsidiary BBI-USA has estimated payback customs duty and fines in the amount of $108,229 thousand (US$3,525 thousand) for the year ended December 31, 2023, which was recognized as other payables, and BBI-USA has authorized lawyers to negotiate with U.S. Customs. The evaluation of the proposal for consultation options by U.S. Customs is currently under negotiation. As of the date the consolidated financial statements were authorized for issue, according to the statement from the attorney of BBI-USA, the attorney was unable to express an opinion on the outcome of the litigation. The outcome of the litigation has yet to be negotiated with U.S. Customs.

e. As of December 31, 2024 and 2023, the guaranteed notes submitted and payables issued by the Group for the loan was $265,545 thousand and $337,300 thousand, respectively.

f. The Company has pledged guarantee notes and time deposits as collateral for performance guarantees:

	December 31	
	2024	**2023**
Guaranteed notes	$ 1,500	$ 1,500
Pledged time deposits (Note)	3,545	-
	$ 5,045	$ 1,500

Note: The Company participates in the Ministry of Economic Affairs' 'Large Enterprises Supporting Small Enterprises for Low Carbon and Smart Upgrading and Transformation Subsidy Program.' As of December 31, 2024, the guarantee letter provided by Mega International Commercial Bank amounts to $3,545 thousand.

36. SIGNIFICANT EVENTS AFTER REPORTING PERIOD

To provide local production capacity for stainless steel pipe products in the United States, the consolidated entity's board of directors decided on March 12, 2025, to establish a new subsidiary, Bristol Pipe and Tube, Inc. The entity acquired the main operational assets and liabilities of Bristol Metals, LLC, which is an investment of Synalloy Metals, Inc., a subsidiary of the U.S. listed company Ascent Industries Co., for a consideration of USD 45 million.

37. SIGNIFICANT ASSETS AND LIABILITIES DENOMINATED IN FOREIGN CURRENCIES

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

December 31, 2024

	Foreign Currency (In Thousands)	Exchange Rate		Carrying Amount (In Thousands)
Financial assets				
Monetary items				
USD	$ 274,213	32.785		$ 8,990,084
USD	3,711	7.1884	(USD:CNY)	121,670
EUR	729	34.14		24,902
EUR	4,121	7.5257	(EUR:CNY)	141,456
CAD	2,978	22.82		67,967
AUD	35,407	20.39		721,943
Financial liabilities				
Monetary items				
USD	18,087	32.785		592,972
USD	1,015	7.1884	(USD:CNY)	33,291
USD	5,450	5.2945	(USD:BRL)	178,665

December 31, 2023

	Foreign Currency (In Thousands)	Exchange Rate		Carrying Amount (In Thousands)
Financial assets				
Monetary items				
USD	$ 379,058	30.705		$ 11,638,987
USD	3,856	7.0827	(USD:CNY)	118,400
EUR	550	33.98		18,673
EUR	4,278	7.8592	(EUR:CNY)	145,745
CAD	3,490	23.2		80,979
AUD	36,894	20.98		774,032
Financial liabilities				
Monetary items				
USD	16,100	30.705		494,354
USD	2,022	7.0827	(USD:CNY)	62,089
USD	5,930	4.8413	(USD:BRL)	182,091

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

	For the Year Ended December 31			
	2024		2023	
Foreign Currency	Exchange Rate	Net Foreign Exchange Gain (Loss)	Exchange Rate	Net Foreign Exchange Gain (Loss)
NTD	1 (NTD:NTD)	$ 978,781	1 (NTD:NTD)	$ 111,219
USD	32.1121 (USD:NTD)	6,562	31.1548 (USD:NTD)	(963)
BRL	6.1276 (BRL:NTD)	(23,209)	5.8493 (BRL:NTD)	7,317
CAD	23.5578 (CAD:NTD)	(1,329)	22.4933 (CAD:NTD)	1,020
NZD	19.5400 (NZD:NTD)	(2,495)	19.1500 (NZD:NTD)	(650)
GBP	40.9145 (GBP:NTD)	(459)	36.9033 (GBP:NTD)	470
AUD	21.2189 (AUD:NTD)	(2,117)	20.8000 (AUD:NTD)	(789)
CNY	4.5099 (CNY:NTD)	2,461	4.4240 (CNY:NTD)	12,560
MYR	6.9249 (MYR:NTD)	(852)		-
		$ 957,343		$ 130,184

38. SEPARATELY DISCLOSED ITEMS

a. Information about significant transactions and investees:

1) Financing provided to others (Table 2)

2) Endorsements/guarantees provided (Table 3)

3) Marketable securities held (excluding investments in subsidiaries, associates and joint ventures) (Table 4)

4) Marketable securities acquired or disposed of at costs or prices of at least NT$300 million or 20% of the paid-in capital (None)

5) Acquisition of individual real estate at costs of at least NT$300 million or 20% of the paid-in capital (Table 5)

6) Disposal of individual real estate at prices of at least 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 6)

8) Receivables from related parties amounting to at least NT$100 million or 20% of the paid-in capital (Table 7)

9) Trading in derivative instruments (Notes 7 and 32)

10) Intercompany relationships and significant intercompany transactions (Table 11)

b. Information on investees (Table 8)

c. Information on investments in mainland China

1) Information on any investee company in mainland China, showing the name, principal business activities, paid-in capital, method of investment, inward and outward remittance of funds, ownership percentage, net income of investees, investment income or loss, carrying amount of the investment at the end of the period, repatriations of investment income, and limit on the amount of investment in the mainland China area (Table 9)

2) Any of the following significant transactions with investee companies in mainland China, either directly or indirectly through a third party, and their prices, payment terms, and unrealized gains or losses (Tables 2, 3, 6, 7, 8, 9 and 11):

a) The amount and percentage of purchases and the balance and percentage of the related payables at the end of the period

b) The amount and percentage of sales and the balance and percentage of the related receivables at the end of the period

c) The amount of property transactions and the amount of the resultant gains or losses

d) The balance of negotiable instrument endorsements or guarantees or pledges of collateral at the end of the period and the purposes

e) The highest balance, the end of period balance, the interest rate range, and total current period interest with respect to financing of funds

f) Other transactions that have a material effect on the profit or loss for the year or on the financial position, such as the rendering or receipt of services

d. Information on major shareholders: the name, amount and proportion of shareholders who hold more than 5 % of the shares (Table 10).

39. SEGMENT INFORMATION

Information reported to the chief operating decision maker for the purpose of resource allocation and assessment of segment performance is based on the types of goods provided. Stainless steel and aluminum segment as well as screw head and nuts segments are the main segments for the Group.

Specifically, the Group's reportable segments were as follows:
Stainless steel and aluminum segment - the Company, TCI, PPTH, ERI, TCH, Ta Chen (Shijiazhuang), Ta Chen (Boye), Yinrong (Shanghai) and TCE mainly focus on manufacturing and selling stainless steel pipes, stainless steel pipe fittings, as well as stainless steel plates (rolls), bars and aluminum products.

Aluminum manufacturing segment – the subsidiaries, TKA mainly focus on manufacturing and selling aluminum rolling.

Screws and nuts segment - TIG, BBI-TW, BBI-USA, BBI-CA, BBI-UK, BBI-AU, BBI-NZ and BBI-BZ mainly focus on selling screws and nuts.

Other segments - Lung Mei, Wei Mei Roller Blind, Wei Mei Hsin Shu, Right Way, Right Way North America Inc. and Right Way Global Co., Ltd. mainly focus on the manufacture and sale of curtains and decorations, interior decoration and manufacturing and mobile parts.

a. Segment revenue and results

	Stainless Steel and Aluminum	Aluminum Manufacturing	Screws and Nuts	Curtains and Decorations	Adjustments and Eliminations	Total
For the year ended December 31, 2024						
Revenue from external customers	$ 67,204,474	$ -	$ 20,676,603	$ 2,517,407	$ -	$ 90,398,484
Inter-segment revenue	8,636,542	20,978,287	997,177	146,361	(30,758,367)	-
Segment revenue	$ 75,841,016	$ 20,978,287	$ 21,673,780	$ 2,663,768	$ (30,758,367)	$ 90,398,484
Segment income	$ 3,080,957	$ 280,539	$ 2,892,319	$ (156,412)	$ 4,718	$ 6,112,121
Interest income						281,202
Other income						124,275
Other gains and losses						1,356,860
Finance costs						(1,094,946)
Share of associates accounted for using the equity method						(214,838)
Profit before income tax						$ 6,564,674
For the year ended December 31, 2023						
Revenue from external customers	$ 75,796,808	$ -	$ 22,705,995	$ 2,753,798	$ -	$ 101,256,601
Inter-segment revenue	8,557,222	20,349,409	780,633	50,795	(29,738,059)	-
Segment revenue	$ 84,354,030	$ 20,349,409	$ 23,486,628	$ 2,804,593	$ (29,738,059)	$ 101,256,601
Segment income	$ 4,965,966	$ 469,541	$ 3,728,195	$ (374,144)	$ 66,416	$ 8,855,974
Interest income						286,613
Other income						335,834
Other gains and losses						1,550,003
Finance costs						(1,267,070)
Share of associates accounted for using the equity method						(153,014)
Profit before income tax						$ 9,608,340

Segment profit (losses) represented the profit before tax earned by each segment without non-operating income and expenses and income tax expense. This was the measure reported to the chief operating decision maker for the purpose of resource allocation and assessment of segment performance.

b. Geographical information

The Group operates in three principal geographical areas - USA, Taiwan and China.

The Group's revenue from continuing operations from external customers and information about its non-current assets by geographical location are detailed below:

	Revenue from External Customers For the Year Ended December 31	
	2024	2023
USA	$ 83,761,940	$ 93,233,405
China	1,146,325	1,382,278
Taiwan	2,833,258	3,658,398
Others	2,656,961	2,982,520
	$ 90,398,484	$ 101,256,601

	Non-current Assets December 31	
	2024	2023
USA	$ 41,512,416	$ 32,481,096
China	993,199	618,411
Taiwan	12,389,688	11,591,467
Others	1,402,919	2,624,563
	$ 56,298,222	$ 47,315,537

Non-current assets excluded those classified as investments accounted for using the equity method financial instruments (include prepayments for investments), financial instruments, net defined benefit assets and deferred tax assets.

c. Information about major customers

The customer contributing 10% or more to the Group's revenue was as follows:

	For the Year Ended December 31			
	2024		2023	
	Amount	%	Amount	%
Customer A	$ 9,876,471	11	$ 10,928,943	11

TABLE 1

TA CHEN STAINLESS PIPE CO., LTD. AND SUBSIDIARIES

MOVEMENTS OF PROPERTY, PLANT AND EQUIPMENT
FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023
(In Thousands of New Taiwan Dollars)

	Land	Land Improvements	Buildings	Machinery and Equipment	Storage Equipment	Electrical Equipment	Transportation Equipment	Office Equipment	Molding Equipment	Leasehold Improvements	Leased Assets	Other Equipment	Property Under Construction	Total
Cost														
Balance at January 1, 2023	$ 8,809,768	$ 156,022	$ 5,464,030	$ 11,501,963	$ 2,065,714	$ 342,491	$ 282,797	$ 651,139	$ 309,383	$ 430,056	$ 1,854	$ 602,352	$ 3,033,144	$ 33,650,713
Additions	69,277	265	268,513	667,901	82,533	-	24,828	29,793	2,843	132,586	-	25,214	5,276,670	6,580,423
Disposals	(3,896)	-	(26,791)	(62,229)	(15,157)	-	(22,171)	(11,670)	(2,532)	(29,519)	-	(17,012)	-	(190,977)
Reclassifications	190	-	1,452,179	71,162	4,549	-	1,950	16,902	234	-	-	37,112	(260,240)	1,324,038
Effects of foreign currency exchange differences	(4,702)	(10)	28,996	(29,402)	2,779	-	(484)	201	37,562	(67)	-	(37,437)	12,195	9,631
Balance at December 31, 2023	$ 8,870,637	$ 156,277	$ 7,186,927	$ 12,149,395	$ 2,140,418	$ 342,491	$ 286,920	$ 686,365	$ 347,490	$ 533,056	$ 1,854	$ 610,229	$ 8,061,769	$ 41,373,828
Accumulated Depreciation And Impairment														
Balance at January 1, 2023	$ -	$ 57,240	$ 1,608,303	$ 5,447,487	$ 1,663,659	$ 217,732	$ 167,575	$ 524,101	$ 291,342	$ 256,663	$ 1,854	$ 284,839	$ -	$ 10,520,795
Depreciation expenses	-	7,216	277,110	666,182	107,587	19,134	33,115	44,039	7,639	58,851	-	60,115	-	1,280,988
Disposals	-	-	(23,187)	(46,269)	(12,672)	-	(17,946)	(11,153)	(2,532)	(29,018)	-	(16,696)	-	(159,473)
Reclassifications	-	-	-	(2,116)	-	-	-	-	-	-	-	-	-	(2,116)
Effects of foreign currency exchange differences	-	(47)	(5,266)	(31,785)	1,457	-	(447)	389	-	63	-	196	-	(35,440)
Balance at December 31, 2023	$ -	$ 64,409	$ 1,856,960	$ 6,033,499	$ 1,760,031	$ 236,866	$ 182,297	$ 557,376	$ 296,449	$ 286,559	$ 1,854	$ 328,454	$ -	$ 11,604,754
Carrying amounts at December 31, 2023	$ 8,870,637	$ 91,868	$ 5,329,967	$ 6,115,896	$ 380,387	$ 105,625	$ 104,623	$ 128,989	$ 51,041	$ 246,497	$ -	$ 281,775	$ 8,061,769	$ 29,769,074
Cost														
Balance at January 1, 2024	$ 8,870,637	$ 156,277	$ 7,186,927	$ 12,149,395	$ 2,140,418	$ 342,491	$ 286,920	$ 686,365	$ 347,490	$ 533,056	$ 1,854	$ 610,229	$ 8,061,769	$ 41,373,828
Additions	(13,314)	740	45,809	1,529,329	117,861	-	13,122	102,333	1,277	17,546	-	36,416	3,444,665	5,295,784
Disposals	-	-	(44,111)	(95,526)	(63,773)	-	(17,890)	(19,826)	(5,848)	(14,803)	-	(8,549)	(80)	(270,406)
Transferred from investment properties	26,000	-	24,932	-	-	-	-	-	-	-	-	-	-	50,932
Reclassifications	50,941	-	5,009,445	2,448,537	40,867	-	(35)	135,458	57	15,151	-	176	(7,429,402)	271,195
Effects of foreign currency exchange differences	88,620	4,287	523,442	779,303	129,879	1	2,547	29,857	172	9,325	125	2,251	190,664	1,760,473
Balance at December 31, 2024	$ 9,022,884	$ 161,304	$ 12,746,444	$ 16,811,038	$ 2,365,252	$ 342,492	$ 284,664	$ 934,187	$ 343,148	$ 560,275	$ 1,979	$ 640,523	$ 4,267,616	$ 48,481,806
Accumulated Depreciation And Impairment														
Balance at January 1, 2024	$ -	$ 64,409	$ 1,856,960	$ 6,033,499	$ 1,760,031	$ 236,866	$ 182,297	$ 557,376	$ 296,449	$ 286,559	$ 1,854	$ 328,454	$ -	$ 11,604,754
Depreciation expenses	-	7,673	410,659	777,475	104,364	18,810	33,011	57,231	5,271	65,103	-	58,354	-	1,537,951
Disposals	-	-	(44,109)	(59,928)	(63,356)	-	(15,949)	(19,331)	(5,811)	(14,803)	-	(8,714)	-	(232,001)
Transferred from investment properties	-	-	498	-	-	-	-	-	-	-	-	-	-	498
Effects of foreign currency exchange differences	-	1,158	40,096	264,020	108,319	1	2,185	22,882	-	7,308	125	2,917	-	449,011
Balance at December 31, 2024	$ -	$ 73,240	$ 2,264,104	$ 7,015,066	$ 1,909,358	$ 255,677	$ 201,544	$ 618,158	$ 295,909	$ 344,167	$ 1,979	$ 381,011	$ -	$ 13,360,213
Carrying amounts at December 31, 2024	$ 9,022,884	$ 88,064	$ 10,482,340	$ 9,795,972	$ 455,894	$ 86,815	$ 83,120	$ 316,029	$ 47,239	$ 216,108	$ -	$ 259,512	$ 4,267,616	$ 35,121,593

TABLE 2

TA CHEN STAINLESS PIPE CO., LTD. AND SUBSIDIARIES

FINANCING PROVIDED TO OTHERS
FOR THE YEAR ENDED DECEMBER 31, 2024
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

No.	Lender	Borrower	Financial Statement Account	Related Party	Highest Balance for the Period	Ending Balance	Actual Amount Borrowed	Interest Rate (%)	Nature of Financing (Note 2)	Business Transaction Amount	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower (Note 1)	Aggregate Financing Limit (Note 1)
													Item	Value		
0	The Company	Wei Mei Roller Blind Co., Ltd.	Other receivables from related parties	Y	$ 160,000	$ -	$ -	1.80%	2	$ -	Operating capital	$ -	None	$ -	$ 6,754,518	$ 27,018,074
		Ta Chen Lung Mei Home Life Co., Ltd.	Other receivables from related parties	Y	400,000	200,000	200,000	1.80%	2	-	Operating capital	-	None	-	6,754,518	27,018,074
		TCI Texarkana Inc.	Other receivables from related parties	Y	3,834,000	2,878,200	2,878,200	4.58%-5.46%	2	-	Operating capital	-	None	-	6,754,518	27,018,074
		Ta Chen (Hong Kong) Limited	Other receivables from related parties	Y	95,820	-	-	-	2	-	Operating capital	-	None	-	6,754,518	27,018,074
1	Brighton-Best International (Taiwan) Inc.	Brighton-best International (NZ), Limited	Other receivables from related parties	Y	10,159	8,654	8,654	Note 3	1	16,856	—	-	None	-	16,856	10,249,204
		Brighton-best International (AU), Pty Ltd.	Other receivables from related parties	Y	424,303	368,276	368,276	Note 3	1	581,208	—	-	None	-	581,208	10,249,204
		Brighton-best International (Brasil), Comercio De Parafusos Ltda.	Other receivables from related parties	Y	20,950	16,283	16,283	Note 3	1	21,693	—	-	None	-	21,693	10,249,204
		Brighton-Best International (UK), Limited	Other receivables from related parties	Y	137,053	119,451	119,451	Note 3	2	-	Operating capital	-	None	-	4,814,724	9,629,447
		Brighton-Best International (AU), Pty Limited	Other receivables from related parties	Y	43,860	40,780	20,390	Note 3	2	-	Operating capital	-	None	-	4,814,724	9,629,447
2	Brighton-Best International, Inc.	Brighton-best International (Brasil), Comercio De Parafusos Ltda.	Other receivables from related parties	Y	164,175	163,925	131,140	-	2	-	Operating capital	-	None	-	3,224,101	6,448,202
		Brighton-best International (Canada), Inc.	Other receivables from related parties	Y	82,088	81,963	-	-	2	-	Operating capital	-	None	-	3,224,101	6,448,202
3	Brighton-Best International (AU), Pty Ltd.	Brighton-best International (NZ), Limited	Other receivables from related parties	Y	76,755	71,365	50,665	-	2	-	Operating capital	-	None	-	170,974	341,948
4	Hupao Technology Co., Ltd.	Noei Geeng Enterprise Co., Ltd.	Other receivables from related parties	Y	45,000	44,000	39,000	1.50%	2	-	Operating capital	-	None	-	46,334	92,668
5	Shie Shin Enterprise Co., Ltd.	Noei Geeng Enterprise Co., Ltd.	Other receivables from related parties	Y	38,000	-	-	1.50%	2	-	Operating capital	-	None	-	71,687	143,375
6	Right way industrial Co., Ltd.	Right Way Industrial (Malaysia) Sdn. Bhd.	Other receivables from related parties	Y	49,253	49,178	49,178	5.00%	1	105,102	—	-	None	-	105,102	1,086,460
7	Empire Resources, Inc.	Ta Chen International, Inc.	Other receivables from related parties	Y	4,362,705	2,131,105	2,131,105	-	2	-	Operating capital	-	None	-	5,075,001	5,075,001
		Imbali Metals BVBA	Other receivables from related parties	Y	511,360	253,200	168,546	1M SOFR+1.6%	2	-	Operating capital	-	None	-	5,075,001	5,075,001
		Empire Resources (UK)limited	Other receivables from related parties	Y	442,050	226,800	-	1M SOFR+1.6%	2	-	Operating capital	-	None	-	5,075,001	5,075,001
8	Primus Pipe and Tube Holding, Inc.	Ta Chen International, Inc.	Other receivables from related parties	Y	14,393	-	-	-	2	-	Operating capital	-	None	-	1,825,448	1,825,448
9	Ta Chen (Hong Kong) Limited	Ta Chen (Boye) Co., Ltd.	Other receivables from related parties	Y	307,635	144,825	144,825	4.00%	2	-	Operating capital	-	None	-	2,623,200	2,623,200
10	8911 Kelso Drive	Empire Resources, Inc.	Other receivables from related parties	Y	80,655	80,655	80,655	-	2	-	Operating capital	-	None	-	95,683	95,683

Note 1:

	Financing Limit for Each Borrower	Aggregate Financing Limit
The Company	10% of net worth in recently audited financial statements or reviewed financial statements	40% of net worth in recently audited financial statements or reviewed financial statements
Brighton-Best International (Taiwan) Inc.	For business transaction: Recently business transaction amount For short-term financing: 20% of net worth in recently audited financial statements or reviewed financial statements	For business transaction: Recently business transaction amount plus 40% of net worth in recently audited financial statements or reviewed financial statements For short-term financing: 40% of net worth in recently audited financial statements or reviewed financial statements
Brighton-Best International, Inc.	20% of net worth in recently audited financial statements or reviewed financial statements	40% of net worth in recently audited financial statements or reviewed financial statements
Brighton-Best International (AU), Pty Ltd.	20% of net worth in recently audited financial statements or reviewed financial statements	40% of net worth in recently audited financial statements or reviewed financial statements
Hupao Technology CO., LTD.	20% of net worth in recently audited financial statements or reviewed financial statements	40% of net worth in recently audited financial statements or reviewed financial statements
Shie Shin Enterprise Co., Ltd.	20% of net worth in recently audited financial statements or reviewed financial statements	40% of net worth in recently audited financial statements or reviewed financial statements
Empire Resources, Inc.	Not exceed 100% of net worth for 100% held subsidiary, for others not exceed 40% of net worth	100% of net worth in recently audited financial statements or reviewed financial statements
Primus Pipe and Tube Holding, Inc.	Not exceed 100% of net worth for 100% held subsidiary, for others not exceed 40% of net worth	100% of net worth in recently audited financial statements or reviewed financial statements
Ta Chen (Hong Kong) Limited	Not exceed 100% of net worth for 100% held subsidiary, for others not exceed 40% of net worth	1,000% of net worth in recently audited financial statements or reviewed financial statements
8911 Kelso Drive	Not exceed 100% of net worth for 100% held subsidiary, for others not exceed 40% of net worth	100% of net worth in recently audited financial statements or reviewed financial statements
Right Way Industrial Co., Ltd.	For business transaction: To the extent that it doesn't exceed the amount of business transactions between the two parties, which the amount of business transactions refer to the higher of the amount of goods purchased or sold between the parties For short-term financing: 15% of net worth in recently audited financial statements or reviewed financial statements	For business transaction: 40% of net worth in recently audited financial statements reviewed financial statements For short-term financing: 40% of net worth in recently audited financial statements reviewed financial statements

The net worth mentioned above is the total equity attributable to owners of the lender.

Note 2: The nature for financing is as follows:

1) Business transaction

2) The need for short-term financing

Note 3: On March 12, 2024, the Board of Directors of BBI-TW approved that interest shall accrue at the average interest rate of borrowings from financial institutions by BBI-TW from that date onwards. The loaning of fund approved before March 12, 2024 accrues no interest.

TA CHEN STAINLESS PIPE CO., LTD. AND SUBSIDIARIES

ENDORSEMENTS/GUARANTEES PROVIDED
FOR THE YEAR ENDED DECEMBER 31, 2024
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

No.	Endorser/Guarantor	Endorsee/Guarantee		Limit on Endorsement/ Guarantee Given on Behalf of Each Party (Note 1)	Maximum Amount Endorsed/ Guaranteed During the Period	Outstanding Endorsement/ Guarantee at the End of the Period	Actual Amount Borrowed	Amount Endorsed/ Guaranteed by Collateral	Ratio of Accumulated Endorsement/ Guarantee to Net Equity in Latest Financial Statements (%)	Aggregate Endorsement/ Guarantee Limit (Note 1)	Endorsement/ Guarantee Given by Parent on Behalf of Subsidiaries	Endorsement/ Guarantee Given by Subsidiaries on Behalf of Parent	Endorsement/ Guarantee Given on Behalf of Companies in Mainland China
		Name	Relationship										
0	The Company	Ta Chen (B.V.I.) Holdings Ltd.	Subsidiary	$ 135,090,368	$ 100,188	$ -	$ -	$ -	-		Y	N	N
		Empire Resources, Inc.	Sub-subsidiary	135,090,368	181,170	181,170	-	-	-		Y	N	N
		Ta Chen (Boye) Co., Ltd.	Sub-subsidiary	135,090,368	161,532	161,532	89,931	-	-		Y	N	Y
		TMCT Products, Inc.	Sub-subsidiary	135,090,368	174,132	174,132	178,145 (Note 2)	-	-		Y	N	N
		Ta Chen Lung Mei Home Life Co., Ltd.	Subsidiary	135,090,368	2,420,000	2,420,000	1,123,987	-	4		Y	N	N
		TCI Texarkana, Inc.	Sub-subsidiary	135,090,368	913,500	913,500	-	-	1		Y	N	N
		Wei Mei Hsin Shu Interior Decoration Co., Ltd.	Sub-subsidiary	135,090,368	145,000	110,000	30,000	-	-	135,090,368	Y	N	N
1	Brighton-Best International (Taiwan) Inc.	Brighton-Best International (AU), Pty Ltd.	Subsidiary (100% of ownership)	19,258,894	178,209	165,694	-	-	1		Y	N	N
		Brighton-Best International (NZ), Limited	Subsidiary (100% of ownership)	19,258,894	92,968	85,259	-	-	-	24,073,618	Y	N	N
2	Ta Chen Empire Co., Ltd.	Hupao Technology Co., Ltd.	Subsidiary (80% of ownership)	3,848,473	148,000	148,000	148,000	-	3		Y	N	N
		Noei Geeng Enterprise Co., Ltd.	Subsidiary (80% of ownership)	3,848,473	190,000	190,000	190,000	-	4	4,810,591	Y	N	N
3	Ta Chen International, Inc.	Empire Resources Pacific, Ltd.	Sub-subsidiary	112,992,044	29,230,500	29,230,500	1,147,475	-	52		N	N	N
		TCI Investment Group, Inc.	Subsidiary	112,992,044	29,230,500	29,230,500	1,147,475	-	52		N	N	N
		Empire Resources, Inc.	Subsidiary	112,992,044	29,230,500	29,230,500	1,147,475	-	52		N	N	N
		TCI Texarkana, Inc.	Subsidiary	112,992,044	39,222,060	39,222,060	6,914,357	-	69		N	N	N
		Primus Pipe and Tube Holding, Inc.	Subsidiary	112,992,044	29,230,500	29,230,500	1,147,475	-	52		N	N	N
		Primus Pipe and Tube Inc.	Sub-subsidiary	112,992,044	29,230,500	29,230,500	1,147,475	-	52	112,992,044	N	N	N
4	Empire Resources, Inc.	Ta Chen International, Inc.	Parent company	101,500,020	29,230,500	29,230,500	1,147,475	-	576		N	N	N
		Empire Resources Pacific, Ltd.	Subsidiary	101,500,020	29,230,500	29,230,500	1,147,475	-	576		N	N	N
		TCI Investment Group, Inc.	Fellow subsidiaries	101,500,020	29,230,500	29,230,500	1,147,475	-	576		N	N	N
		TCI Texarkana, Inc.	Fellow subsidiaries	101,500,020	29,230,500	29,230,500	1,147,475	-	576		N	N	N
		Primus Pipe and Tube Holding, Inc.	Fellow subsidiaries	101,500,020	29,230,500	29,230,500	1,147,475	-	576		N	N	N
		Primus Pipe and Tube, Inc.	Fellow subsidiaries	101,500,020	29,230,500	29,230,500	1,147,475	-	576	101,500,020	N	N	N
5	TCI Investment Group, Inc.	Ta Chen International, Inc.	Parent company	64,126,650	29,230,500	29,230,500	1,147,475	-	15,954		N	N	N
		Empire Resources Pacific, Ltd.	Fellow subsidiaries	64,126,650	29,230,500	29,230,500	1,147,475	-	15,954		N	N	N
		Empire Resources, Inc.	Fellow subsidiaries	64,126,650	29,230,500	29,230,500	1,147,475	-	15,954		N	N	N
		TCI Texarkana, Inc.	Fellow subsidiaries	64,126,650	29,230,500	29,230,500	1,147,475	-	15,954		N	N	N
		Primus Pipe and Tube Holding, Inc.	Fellow subsidiaries	64,126,650	29,230,500	29,230,500	1,147,475	-	15,954		N	N	N
		Primus Pipe and Tube, Inc.	Fellow subsidiaries	64,126,650	29,230,500	29,230,500	1,147,475	-	15,954	64,126,650	N	N	N
6	Empire Resources Pacific, Ltd.	Ta Chen International, Inc.	Parent company	74,250,000	29,230,500	29,230,500	1,147,475	-	9,841,919		N	N	N
		TCI Investment Group, Inc.	Fellow subsidiaries	74,250,000	29,230,500	29,230,500	1,147,475	-	9,841,919		N	N	N
		Empire Resources, Inc.	Parent company	74,250,000	29,230,500	29,230,500	1,147,475	-	9,841,919		N	N	N
		TCI Texarkana, Inc.	Fellow subsidiaries	74,250,000	29,230,500	29,230,500	1,147,475	-	9,841,919		N	N	N
		Primus Pipe and Tube Holding, Inc.	Fellow subsidiaries	74,250,000	29,230,500	29,230,500	1,147,475	-	9,841,919		N	N	N
		Primus Pipe and Tube, Inc.	Fellow subsidiaries	74,250,000	29,230,500	29,230,500	1,147,475	-	9,841,919	74,250,000	N	N	N
7	Primus Pipe and Tube Holding, Inc.	Ta Chen International, Inc.	Parent company	63,890,680	29,230,500	29,230,500	1,147,475	-	1,601		N	N	N
		Empire Resources, Inc.	Fellow subsidiaries	63,890,680	29,230,500	29,230,500	1,147,475	-	1,601		N	N	N
		TCI Investment Group, Inc.	Fellow subsidiaries	63,890,680	29,230,500	29,230,500	1,147,475	-	1,601		N	N	N
		Empire Resources Pacific, Ltd.	Fellow subsidiaries	63,890,680	29,230,500	29,230,500	1,147,475	-	1,601		N	N	N
		TCI Texarkana, Inc.	Fellow subsidiaries	63,890,680	29,230,500	29,230,500	1,147,475	-	1,601		N	N	N
		Primus Pipe and Tube, Inc.	Subsidiary	63,890,680	29,230,500	29,230,500	1,147,475	-	1,601	63,890,680	N	N	N
8	Primus Pipe and Tube Inc.	Ta Chen International, Inc.	Parent company	87,540,145	29,230,500	29,230,500	1,147,475	-	1,837		N	N	N
		Empire Resources, Inc.	Fellow subsidiaries	87,540,145	29,230,500	29,230,500	1,147,475	-	1,837		N	N	N
		TCI Investment Group, Inc.	Fellow subsidiaries	87,540,145	29,230,500	29,230,500	1,147,475	-	1,837		N	N	N
		Empire Resources Pacific, Ltd.	Fellow subsidiaries	87,540,145	29,230,500	29,230,500	1,147,475	-	1,837		N	N	N
		TCI Texarkana, Inc.	Fellow subsidiaries	87,540,145	29,230,500	29,230,500	1,147,475	-	1,837		N	N	N
		Primus Pipe and Tube Holding, Inc.	Parent company	87,540,145	29,230,500	29,230,500	1,147,475	-	1,837	87,540,145	N	N	N
9	TCI Texarkana, Inc.	Empire Resources Pacific Ltd.	Fellow subsidiaries	62,016,095	29,230,500	29,230,500	1,147,475	-	236		N	N	N
		Primus Pipe and Tube Holdings, Inc.	Fellow subsidiaries	62,016,095	29,230,500	29,230,500	1,147,475	-	236		N	N	N
		Primus Pipe and Tube, Inc.	Fellow subsidiaries	62,016,095	29,230,500	29,230,500	1,147,475	-	236		N	N	N
		TCI Investment Group, Inc.	Fellow subsidiaries	62,016,095	29,230,500	29,230,500	1,147,475	-	236		N	N	N
		Empire Resources, Inc.	Fellow subsidiaries	62,016,095	29,230,500	29,230,500	1,147,475	-	236		N	N	N
		Ta Chen International, Inc.	Parent company	62,016,095	29,230,500	29,230,500	1,147,475	-	236	62,016,095	N	N	N

Note1:

	Endorsements/Guarantees Limit for Each Borrower	Aggregate Endorsements/Guarantees Limit
The Company	200% of net worth in recently audited financial statements or reviewed financial statements	200% of net worth in recently audited financial statements or reviewed financial statements
Brighton-Best International (Taiwan) Inc.	80% of net worth in recently audited financial statements or reviewed financial statements	100% of net worth in recently audited financial statements or reviewed financial statements
Ta Chen Empire Co., Ltd.	80% of net worth in recently audited financial statements or reviewed financial statements	100% of net worth in recently audited financial statements or reviewed financial statements
Ta Chen International, Inc.	200% of net worth in recently audited financial statements or reviewed financial statements	200% of net worth in recently audited financial statements or reviewed financial statements
Empire Resources, Inc.	2,000% of net worth in recently audited financial statements or reviewed financial statements	2,000% of net worth in recently audited financial statements or reviewed financial statements
TCI Investment Group, Inc.	35,000% of net worth in recently audited financial statements or reviewed financial statements	35,000% of net worth in recently audited financial statements or reviewed financial statements
Empire Resources Pacific, Ltd.	25,000,000% of net worth in recently audited financial statements or reviewed financial statements	25,000,000% of net worth in recently audited financial statements or reviewed financial statements
Primus Pipe and Tube Holding, Inc.	3,500% of net worth in recently audited financial statements or reviewed financial statements	3,500% of net worth in recently audited financial statements or reviewed financial statements
Primus Pipe and Tube, Inc.	5,500% of net worth in recently audited financial statements or reviewed financial statements	5,500% of net worth in recently audited financial statements or reviewed financial statements
TCI Texarkana, Inc.	500% of net worth in recently audited financial statements or reviewed financial statements	500% of net worth in recently audited financial statements or reviewed financial statements

Note2: The actual amount drawn exceeded the maximum endorsement guarantee balance for the period due to exchange rate fluctuations.

TA CHEN STAINLESS PIPE CO., LTD. AND SUBSIDIARIES

MARKETABLE SECURITIES HELD
DECEMBER 31, 2024
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	December 31, 2024				Note
				Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
The Company	Yuanta New ASEAN Balanced Fund TWD	None	Financial assets at fair value through profit or loss - current	600,000.00	$ 5,718	-	$ 5,718	
	Capital ASEAN Fund TWD	〃	〃	61,156.30	823	-	823	
	Union Multi-Asset High Income Fund A TWD	〃	〃	200,000.00	2,024	-	2,024	
	Shin Kong Hang Seng TECH Index Fund (TWD)	〃	〃	100,000.00	513	-	513	
	UBS (TW) Bond Fund - Fixed Income Fund of Funds (TWD) A	〃	〃	40,000.00	349	-	349	
	KGI ESG Sustainable Emerging Market Bond Fund - TWD A	〃	〃	500,000.00	4,516	-	4,516	
	KGI ESG Sustainable Emerging Market Bond Fund - USD A	〃	〃	15,000.00	4,516	-	4,516	
	HSBC ESG Sustainable Multi-Asset Fund of Funds ACHTWD	〃	〃	150,000.00	1,482	-	1,482	
	Jih Sun Vietnam Opportunity Fund A (TWD)	〃	〃	500,000.00	4,685	-	4,685	
	ABNon-investment Grade Bond Fund-T2 (TWD)	〃	〃	175,901.50	2,039	-	2,039	
	TCB Income Optimization Multi-asset Fund - Category A (Accumulator) TWD	〃	〃	300,000.00	2,901	-	2,901	
	First Financial Quantitative Japan Fund-TWD	〃	〃	500,000.00	4,900	-	4,900	
	Taishin-UJT Semi Fund - TWD A	〃	〃	400,000.00	3,980	-	3,980	
	Jih Sun Taiwan Quality Multi-Asset Fund	〃	〃	500,000.00	5,000	-	5,000	
	Nomura All Weather Fund of Funds Accumulate USD	〃	〃	11,000.00	3,543	-	3,543	
	Mega ESG Taiwan-U.S. Sustainable Double Profits Multi-Asset Fund TWD	〃	〃	200,000.00	1,964	-	1,964	
	Hua Nan Non-Investment Grade Bond-TWD A	〃	〃	200,000.00	2,000	-	2,000	
					$ 50,953		$ 50,953	
	Unlisted shares - ROC							
	IBT VII Venture Capital Co., Ltd.	None	Financial assets at fair value through other comprehensive income - non-current	435,296	$ 4,353	2.50	$ 4,353	
	Sunny Bank Ltd.	〃	〃	1,817,793	12,000	0.05	12,000	
	Greencasa Co., Ltd.	〃	〃	553,824	10,799	18.00	10,799	
					$ 27,152		$ 27,152	
Los Osos Holdings, Inc.	Foreign listed shares							
	PT Alumindo Light Metal Industry Tbk	None	Financial assets at fair value through other comprehensive income - current	32,806,000	$ -	5.33	$ -	The amount is already recognized as impairment losses.(Note 3)
	Ascent Industries Co Com	〃	〃	226,472	83,010	2.21	83,010	
					$ 83,010		$ 83,010	
Brighton-Best International (Taiwan) Inc.	Listed shares - ROC and Emerging market shares							
	Tung Mung Development Co., Ltd.	None	Financial assets at fair value through other comprehensive income - non-current	39,857,365	$ 345,962	9.58	$ 345,962	
	Ta Chen Stainless Pipe Co., Ltd.	Parent Company	Financial assets at fair value through profit or loss - current	5,113,089	154,671	0.21	154,671	
	Ta Chen Stainless Pipe Co., Ltd.	Parent Company	Financial assets at fair value through other comprehensive income - non-current	162,090,795	4,903,246	6.66	4,903,246	
Ta Chen Empire Co., Ltd. (TCE)	Listed shares - ROC							
	Ta Chen Stainless Pipe Co., Ltd.	Ultimate parent company	Financial assets at fair value through profit or loss - current	6,226,556	188,353	0.26	188,353	
	Ta Chen Stainless Pipe Co., Ltd.	Ultimate parent company	Financial assets at fair value through other comprehensive income - non-current	116,921,815	3,536,886	4.80	3,536,886	
Right Way Industrial Co., Ltd.	Listed shares - ROC							
	Ta Chen Stainless Pipe Co., Ltd.	Parent Company	Financial assets at fair value through other comprehensive income - non-current	16,139,000	543,885	1.56	543,885	
	Tung Mung Development Co., Ltd.	None	Financial assets at fair value through other comprehensive income - non-current	30,840,493	267,695	7.41	267,695	
	Unlisted shares - ROC							
	Phoenix Motor Corporation	None	Financial assets at fair value through profit or loss - current	600,000	-	-	-	The amount is already recognized as impairment losses.

Note 1: The marketable securities in Table 3 refer to equity securities, debt securities, mutual funds and securities derived from the list above.

Note 2: Refer to Table 8 and Table 9 for information regarding investment in subsidiaries.

Note 3: PT Alumindo Light Metal Industry Tbk suspended trading in October 2024 and remains suspended as of the report date. Due to the assessment that the fair value of the security may be extremely low and the inability to obtain a reasonable valuation, it is proposed to fully recognize an impairment loss.

TABLE 5

TA CHEN STAINLESS PIPE CO., LTD. AND SUBSIDIARIES

ACQUISITIONS OF INDIVIDUAL REAL ESTATE AT COSTS OF AT LEAST NT$300 MILLION OR 20% OF THE PAID-IN CAPITAL
FOR THE YEAR ENDED DECEMBER 31, 2024
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Buyer	Property	Event Date	Transaction Amount	Payment Status	Counterparty/ Acquisition Item	Relationship	Information on Previous Title Transfer If Counterparty is a Related Party				Pricing Reference	Purpose of Acquisition	Other Terms
							Property Owner	Relationship	Transaction Date	Amount			
Brighton-Best International, Inc.	Warehouse construction project	2023.05.16 (Board of Directors' resolution date)	$ 553,247 (US$ 16,875 thousand)	Had paid a performance of 553,247 thousand in accordance with the contract. (US$ 16,875 thousand)	Premier Development Partners, LLC	Non-related party	N/A	N/A	N/A	$ -	N/A	For operation	None
TCI Texarkana, Inc.	Building	2023.5.26	3,016,245 (US$ 95,300 thousand)	1,652,889 (US$ 50,416 thousand) paid	H&M Construction Co., Inc.	Non-related party	N/A	N/A	N/A	-	N/A	For operation	None
	Building	2023.9.25	4,170,489 (US$ 131,769 thousand)	1,236,519 (US$ 37,716 thousand) paid	H&M Construction Co., Inc.	Non-related party	N/A	N/A	N/A	-	N/A	For operation	None

TABLE 6

TA CHEN STAINLESS PIPE CO., LTD. AND SUBSIDIARIES

TOTAL PURCHASES FROM OR SALES TO RELATED PARTIES AMOUNTING TO AT LEAST NT$100 MILLION OR 20% OF THE PAID-IN CAPITAL
FOR THE YEAR ENDED DECEMBER 31, 2024
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Buyer	Related Party	Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts Receivable (Payable)		Note
			Purchase/ Sale	Amount	% of Total	Payment Terms	Unit Price	Payment Terms	Ending Balance	% of Total	
The Company	Ta Chen International, Inc.	Subsidiaries (100% ownership)	(Sale)	$ (8,421,866)	(87)	Within 120-180 days	The price is decided taking both local market price in the US and the operation costs of TCI into consideration. There is no third-party that could be compared	For third-party, 90 days for domestic sales and 30-90 days for export sales.	$ 5,997,127	98	-
Ta Chen International, Inc.	TCI Texarkana, Inc.	Subsidiaries (100% ownership)	(Sale)	(280,682)	-	Within 30 days	The price is decided taking both local market price in the US and the operation costs of TCI into consideration.	Same	17,407	-	-
	TCI Texarkana, Inc.	Subsidiaries (100% ownership)	Purchase	18,906,030	40	Within 30 days	The price is decided taking both local market price in the US and the operation costs of TKA into consideration.	Same	(1,462,943)	(19)	
	Primus Pipe and Tube, Inc.	Sub-subsidiaries (100% indirect shareholding)	Purchase	478,182	1	Within 30 days	General market price	Same	(87,890)	(1)	-
Empire Resources, Inc.	TCI Texarkana, Inc.	Fellow Subsidiaries	Purchase	2,702,258	86	Within 30 days	The price is decided taking both local market price in the US and the operation costs of TKA into consideration.	Same	(132,215)	(100)	-
Brighton-Best International (Taiwan) Inc.	Brighton-Best International, Inc.	Subsidiaries (100% ownership)	(Sale)	(6,331,188)	(86)	Within 180 days	No third-party could be compared	No third-party could be compared	971,168	68	-
	Brighton-Best International (AU), Pty Ltd.	Subsidiaries (100% ownership)	(Sale)	(489,995)	(7)	Within 180 days	No third-party could be compared	No third-party could be compared	263,296	18	-
	Brighton-Best International (Canada), Inc.	Subsidiaries (100% ownership)	(Sale)	(308,422)	(4)	Within 180 days	No third-party could be compared	No third-party could be compared	64,946	5	-
	Brighton-Best International (UK), Limited	Subsidiaries (100% ownership)	(Sale)	(151,542)	(2)	Within 180 days	No third-party could be compared	No third-party could be compared	96,285	7	-
	Fang Sheng Screw Co., Ltd.	Referred party in substance	Purchase	609,698	9	Within 45-90 days	No third-party could be compared	Note	(98,309)	(13)	-
	Winlink Fasteners Co., Ltd.	Referred party in substance	Purchase	101,538	1	T/T 5 days after final acceptance or prepaid	No third-party could be compared	Note	(13,444)	(2)	-
	Tong Win International Co., Ltd.	Referred party in substance	Purchase	725,062	11	T/T 5 days after final acceptance or prepaid	No third-party could be compared	Note	(49,930)	(6)	-
	Jinn Her Enterprise Co., Ltd.	Corporate directors	Purchase	277,224	4	T/T 45 days after final acceptance or prepaid	No third-party could be compared	Note	(44,713)	(6)	-
Brighton-Best International, Inc.	Jinn Her Enterprise Co., Ltd.	Corporate directors of parent entity	Purchase	1,268,604	13	T/T 45 days after final acceptance or prepaid	No third-party could be compared	Note	(155,855)	(13)	-
	Brighton-Best International (Canada), Inc.	Fellow subsidiaries	(Sale)	(112,529)	(1)	Within 180 days	No third-party could be compared	Note	35,798	3	-
Ta Chen Empire Co., Ltd.	Ta Chen International, Inc.	Fellow subsidiaries	(Sale)	(993,787)	(100)	Within 180 days	No third-party could be compared	No third-party could be compared	674,858	100	-

Note: The payment term for third parties is prepaid or 0 to 90 days.

TA CHEN STAINLESS PIPE CO., LTD. AND SUBSIDIARIES

RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT$100 MILLION OR 20% OF THE PAID-IN CAPITAL
FOR THE YEAR ENDED DECEMBER 31, 2024
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Company Name	Related Party	Relationship	Ending Balance (Note 1)	Turnover Rate	Overdue		Amount Received in Subsequent Period	Allowance for Impairment Loss
					Amount	Actions Taken		
The Company	Ta Chen International, Inc.	Subsidiaries (100% ownership)	$ 5,997,127	1.42	$ -	-	$ 3,526,157	$ -
	TCI Texarkana, Inc.	Sub-subsidiaries (100% ownership)	2,878,200	Note 2	-	-	-	-
	Ta Chen Lung Mei Home Life Co., Ltd.	Subsidiaries (99.96% ownership)	200,000	Note 2	-	-	-	-
Ta Chen International, Inc.	TCI Texarkana, Inc.	Subsidiaries (100% ownership)	1,147,475	Note 2	-	-	-	-
Ta Chen (B.V.I.) Holdings Ltd.	Ta Chen (Shijiazhuang) Co., Ltd.	Subsidiaries (93.14% ownership)	279,377	Note 3	-	-	-	-
TCI Texarkana, Inc.	Ta Chen International, Inc.	Parent company	1,462,943	13.20	-	-	1,386,063	-
	Empire Resources, Inc.	Fellow subsidiaries	113,842	12.50	-	-	112,501	-
Empire Resources, Inc.	Ta Chen International, Inc.	Parent company	2,131,105	Note 2	-	-	-	-
	Imbali Metals BVBA	Subsidiaries (100% ownership)	168,546	Note 2	-	-	-	-
Ta Chen (Hong Kong) Limited	Ta Chen (Boye) Co., Ltd.	Fellow subsidiaries	144,825	Note 2	-	-	-	-
Brighton-Best International (Taiwan) Inc.	Brighton-Best International, Inc.	Subsidiaries (100% ownership)	971,168	3.54	-	-	874,658	-
	Brighton-Best International (AU), Pty Inc.	Subsidiaries (100% ownership)	263,296	1.65	-	-	-	-
	Brighton-Best International (AU), Pty Inc.	Subsidiaries (100% ownership)	455,868	Note 2	-	-	86,631	-
	Brighton-Best International (UK), Limited	Subsidiaries (100% ownership)	120,355	Note 2	-	-	-	-
Brighton-Best International,Inc.	Brighton-Best International (Brasil), Comercio de Parafusos Ltda	Subsidiaries (100% ownership)	131,140	Note 2	-	-	-	-
Ta Chen Empire Co., Ltd.	Ta Chen International, Inc.	Fellow subsidiaries	674,858	1.93	-	-	157,824	-

Note1: The ending balance of receivables includes both trade receivables-related parties and other receivables-related parties.

Note2: The ending balance primarily consists of other receivables for financing purpose, which is not applicable for the calculation of turnover rate.

Note3: The ending balance primarily consists of dividends receivable, which is not applicable for the calculation of turnover rate.

TA CHEN STAINLESS PIPE CO., LTD. AND SUBSIDIARIES

INFORMATION ON INVESTEES
FOR THE YEAR ENDED DECEMBER 31, 2024
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		As of December 31, 2024			Net Income (Loss) of the Investee	Share of Profit (Loss)	Note
				December 31, 2024	December 31, 2023	Number of Shares	%	Carrying Amount			
The Company	Ta Chen International, Inc.	U.S.A	Manufacture and sale of stainless steel pipes, rolls and pipe fittings	$ 23,327,317	$ 23,327,317	734,836	100	$ 55,677,240	$ 1,840,831	$ 1,757,931	Note 2
	Ta Chen (B.V.I.) Holdings Ltd.	British Virgin Islands	Investment	990,817	990,817	32,625,300	100	2,317,562	255,100	243,457	Note 3
	Brighton-Best International (Taiwan) Inc.	Taiwan	Import, export and sale of screws and nuts	8,500,081	8,500,081	440,610,040	42.72	6,374,848	2,309,240	866,875	Note 6
	WEI MEI ROLLER BLIND CO., LTD.	Taiwan	Manufacture and sale of curtains and cloth products	180,000	70,000	18,000,000	100	206,830	12,117	8,753	
	Ta Chen Lung Mei Home Life Co., Ltd.	Taiwan	Manufacture and sale of curtains and cloth products	1,606,468	1,406,468	30,995,367	99.99	133,622	(201,219)	(202,355)	
	Ta Chen (Hong Kong) Limited	Hong Kong	Trade	279,720	279,720	10,000,000	100	262,320	10,510	10,509	
	TY Steel Co., Ltd.	Thailand	Manufacture of steel billets and steel bars	889,216	889,216	105,583,200	38.75	178,297	(680,098)	(263,561)	
	Ta Chen GREEN SYSTEM CO., LTD.	Taiwan	Interior design	60,000	60,000	6,000,000	50	57,907	(1,469,548)	(1,590)	
	Right Way Industrial Co., Ltd.	Taiwan	Manufacture and sales of automobile and motorcycle parts	17,843	17,843	779,000	0.26	7,044	41,721	108	
	City Mocean Co.,Ltd.	Taiwan	asset management industry	4,900	4,900	490,000	49	1,765	(2,984)	(1,530)	
Ta Chen International, Inc.	TCI Investment Group, Inc.	U.S.A	Import, export and sale of screws and nuts	94,950	94,950	3,000	100	183,219	(10,731)		
	Empire Resources, Inc.	U.S.A	Investment	1,714,340	1,714,340	8,250,455	100	5,075,001	291,235		
	Primus Pipe and Tube Holding, Inc.	U.S.A	Investment	877,540	877,540	29,000	100	1,825,448	76,216		
	TCI Texarkana, Inc.	U.S.A	Manufacture and sale of aluminum products	14,280,600	12,331,500	92,000	100	12,403,219	102,595		
Primus Pipe and Tube Holding, Inc.	Primus Pipe and Tube, Inc.	U.S.A	Manufacture and sale of stainless steel	873,575	873,575	1,000	100	1,591,639	88,901		
Empire Resources, Inc.	Empire Resources Pacific Ltd.	U.S.A	Import, export and sale of stainless steel and aluminum products	-	-	100	100	297	(4)		Note 5
	Imbali Metals BVBA	Belgium	Import, export and sale of stainless steel and aluminum products	624	624	1,000	100	199,581	(15,668)		
	Empire Resources UK Ltd.	United Kingdom	Import, export and sale of stainless steel and aluminum products	208,224	208,224	5,400,000	100	413,504	11,508		
	8911 Kelso Drive	U.S.A	Import, export and sale of stainless steel and aluminum products	-	-	-	100	-	(257)		Note 5
Brighton-Best International (Taiwan) Inc.	Brighton-Best International, Inc.	U.S.A	Import, export and sale of screws and nuts	5,801,521	5,801,521	186,480	100	14,974,759	1,497,979		Note 2
	Brighton-Best International（AU）, Pty Ltd.	Australia	Import, export and sale of screws and nuts	1,498,544	1,498,544	54,000,000	100	859,119	(24,956)		〃
	Brighton-Best International（Canada）, Inc.	Canada	Import, export and sale of screws and nuts	381,149	381,149	12,003,893	100	1,146,602	58,497		〃
	Brighton-Best International（UK）, Limited	United Kingdom	Import, export and sale of screws and nuts	453,097	453,097	9,200,000	100	490,934	(5,536)		〃
	Brighton-Best International（NZ）, Limited	New Zealand	Import, export and sale of screws and nuts	19,328	19,328	1,000	100	12,451	(9)		〃
	Ta Chen Empire Co., Ltd.	Taiwan	Import, export and sale of aluminum products	5,300,000	5,300,000	530,000,000	100	4,810,591	162,143		
	Brighton-Best International（HK）, Limited	Hong Kong	Investment	-	-	-	-	-	-		Note 7
	Brighton-Best International, Inc.（Cayman）	Cayman Islands	Investment	-	-	-	-	-	-		Note 4
	Right Way Industrial Co., Ltd.	Taiwan	Manufacture and sales of automobile and motorcycle parts	615,673	615,673	53,540,000	17.82	716,423	41,721		
Brighton-Best International, Inc.	Brighton-Best International（Brasil）, Comerciode Parafusos Ltda.	Brazil	Import and sale of screws and nuts	6,486	6,486	4,000,000	100	(71,591)	(27,690)		
	Brighton-Best International Middle East（FZE）	United Arab Emirates	Import and sale of protective products	959	-	1	100	966	(18)		
Ta Chen Empire Co., Ltd.	Noei Geeng Enterprise Co., Ltd.	Taiwan	Manufacturing of screws and nuts	77,785	77,785	7,778,598	80	75,467	(5,712)		
	Hupao Technology CO., LTD.	Taiwan	Energy technology service industry	191,092	191,092	19,109,228	80	185,335	(2,969)		
	Shie Shin Enterprise Co., Ltd.	Taiwan	Manufacturing of screws and nuts	285,171	285,171	28,517,132	80	286,749	211		
Brighton-Best (Hong Kong) Limited	Brighton-Best (Hong Kong) Holding Limited	Hong Kong	Investment	-	-	-	-	-	-		Note 8
Right Way Industrial Co., Ltd.	Right Way Industrial (Malaysia) Sdn. Bhd.	Malaysia	Manufacture of automobile and motorcycle pistons	221,923 （MYR 30,276）	221,923 （MYR 30,276）	28,665,667	79.63	289,881	(6,306)		
	Excellent Growth Investments Limited	British Virgin Islands	Investment	626,415	626,415	20,073,457	100	96	1		
	Right Way North America Inc.	U.S.A	Trading of Automobile Engine Parts	1,575	1,575	-	100	5,975	-		
Right Way Industrial (Malaysia) Sdn. Bhd	TRIM Telesis Engineering Sdn. Bhd.	Malaysia	Connecting rod manufacturing	53,033 （MYR 7,235）	53,033 （MYR 7,235）	8,950,000	89.5	1,516	(31)		
Ta Chen (B.V.I.) Holdings Ltd.	TMCT Products, Inc.	U.S.A	Investment	403,413	156,850	13,000	100	625,048	227,704		
	Los Osos Holdings, Inc.	U.S.A	Investment	110,237	110,237	-	100	84,238	(258)		
	Clarke St. Property Holdings, LLC	U.S.A	Investment	14,240	14,240	-	100	15,660	(189)		
TMCT Products, Inc.	Nash Metals, LLC	U.S.A	Aluminum processing industry	221,327	28	-	100	422,774	105,803		Note 9
Los Osos Holdings, Inc.	Procurmore Trading, Inc.	U.S.A	Trade	557	557	-	100	557	-		
WEI MEI ROLLER BLIND CO., LTD.	WEI MEI HSIN SHU INTERIOR DECORATION CO., LTD.	Taiwan	Manufacture and trade of window decorations	166,282	166,282	7,500,000	100	176,034	7,650		

Note 1： Refer to Table 9 for information regarding investment in mainland China.

Note 2： The difference between the share of profit (loss) and net income (loss) of the investee was the effect of tax rate of unrealized gross profit.

Note 3： The difference between the share of profit (loss) and net income (loss) of the investee was the effect of realized gross profit from upstream transactions with sub-subsidiaries.

Note 4： Established in February 2016 and no investment funding has been remitted.

Note 5： It's the trans-investment company of the acquired company; hence, no original investment amount is listed.

Note 6： The difference between the share of profit (loss) and net income (loss) of the investee was the effect of unrealized gross profit from side stream transactions among subsidiaries. The shareholding ratio adopted by the Company for investments using the equity method regarding BBI-TW considered the effects of the shares of the company held by Right Way (treasury shares of the subsidiary).

Note 7： Established in May 2019 and no investment funding has been remitted.

Note 8： Established in May 2019 and no investment funding has been remitted..In addition, Brighton-Best (Hong Kong) Limited and Brighton-Best International, Inc. received approval for dissolution on December 13, 2024, and February 9, 2024, respectively.

Note 9： The investee company changed its name in November 2024.

TABLE 9

TA CHEN STAINLESS PIPE CO., LTD. AND SUBSIDIARIES

INFORMATION ON INVESTMENTS IN MAINLAND CHINA
FOR THE YEAR ENDED DECEMBER 31, 2024
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Investee Company	Main Businesses and Products	Paid-in Capital (Note 2)	Method of Investment (Note 4)	Accumulated Outward Remittance for Investment from Taiwan as of January 1, 2024 (Note 2)	Remittance of Funds (Note 2)		Accumulated Outward Remittance for Investment from Taiwan as of December 31, 2024 (Note 2)	Net Income (Loss) of the Investee	% Ownership of Direct or Indirect Investment	Investment Gain (Loss) (Note 1 and 6)	Carrying Amount as of December 31, 2024	Accumulated Repatriation of Investment Income as of December 31, 2024	Note
					Outward	Inward							
Ta Chen (Shijiazhuang) Co., Ltd.	Manufacture and sale of stainless steel valves and casting products	$ 167,204	(2) Ta Chen (B.V.I.) Holdings Ltd.	$ 137,805	$ -	$ -	$ 137,805	$ 6,289	93.14	$ 5,858 (3)	$ 398,347	$ -	
Ta Chen (Boye) Co., Ltd.	Manufacture and sale of stainless steel valves and casting products	391,289	(2) Ta Chen (B.V.I.) Holdings Ltd.(Note 5)	325,948	-	-	325,948	(17,145)	100	(17,145) (3)	412,481	-	
Yinrong (Shanghai) Investment Management Limited	Investment	2,532	(3) The Company	2,532	-	-	2,532	4,079	100	4,079 (3)	6,849	3,275	
Cheng-Rong (Shanghai) International Trading Ltd. (Note 5)	Investment	-	(2) Brighton-Best International Inc. （Cayman）	-	-	-	-	-	-	- (3)	-	-	

Name of Investment Company	Accumulated Outward Remittance for Investment in Mainland China as of December 31, 2023 (Note 2)	Investment Amount Authorized by Investment Commission, MOEA (Note 2)	Upper Limit on the Amount of Investment Stipulated by Investment Commission, MOEA
Ta Chen	$ 466,285	$ 1,044,282	$ 40,527,110 (Note 3)
Right Way	557,181 （US$ 16,995）	557,181 （US$ 16,995）	1,629,690 (Note 7)

Note 1: In the column of investment gains or losses recognized during the period:

If in preparation, no investment gains or losses yet, it should be noted.

Methods of basis of investment gains or losses recognition, it should be noted:

1) The financial statement is audited and attested by certified public accounting firm with all cooperative relations with the Republic of China Accounting Firm.

2) The financial statement is audited and attested by certified public accountants of Taiwan's parent company.

3) Others: The financial statement isn't audited and attested by certified public.

Note 2: The amounts were calculated based on the foreign exchange rate of the Bank of Taiwan as of December 31, 2024. (USD: NTD = 1: 32.785, CNY: NTD = 1: 4.478)

Note 3: The limit on investment in mainland China pursuant to "Principle of investment or Technical Cooperation in mainland China" is calculated as shown below:
$67,545,184 thousand x 60% = $40,527,110 thousand

Note 4: Methods of investment are classified as below:

1) Direct investment.

2) Investments through a holding company registered in a third region.

3) Others

Note 5: Established in June 2016 and no investment funding has been remitted.

Note 6: The difference is caused by the recognition of amortization attributed to unrealized gain on selling assets.

Note 7: Right Way's net worth of equity x 60% = NT$2,716,150 thousand x 60% = NT$1,629,690 thousand.

TA CHEN STAINLESS PIPE CO., LTD.

INFORMATION OF MAJOR SHAREHOLDERS
DECEMBER 31, 2024

Name of Major Shareholder	Shares	
	Number of Shares	Percentage of Ownership (%)
Brighton-Best International (Taiwan) Inc.	167,203,884	6.86
Ta Chen Empire Co., Ltd.	123,148,371	5.05

Note 1: The information of major shareholders presented in this table is provided by the Taiwan Depository & Clearing Corporation based on the number of ordinary shares and preference shares held by shareholders with ownership of 5% or greater, that have been issued without physical registration (including treasury shares) by the Company as of the last business day for the current quarter. The share capital in the consolidated financial statements may differ from the actual number of shares that have been issued without physical registration because of different preparation basis.

Note 2: If a shareholder delivers the shareholdings to the trust, the above information will be disclosed by the individual trustor who opened the trust account. For shareholders who declare insider shareholdings with ownership greater than 10% in accordance with the Security and Exchange Act, the shareholdings include shares held by shareholders and those delivered to the trust over which shareholders have rights to determine the use of trust property. For information relating to insider shareholding declaration, please refer to Market Observation Post System.

TABLE 11

TA CHEN STAINLESS PIPE CO., LTD. AND SUBSIDIARIES

INTERCOMPANY RELATIONSHIPS AND SIGNIFICANT INTERCOMPANY TRANSACTIONS
FOR THE YEAR ENDED DECEMBER 31, 2024
(Amounts in Thousands of New Taiwan Dollars)

No.	Investee Company	Counterparty	Relationship (Note 1)	Transaction Details			
				Financial Statement Accounts	Amount	Payment Terms	% of Total Sales or Assets
0	The Company	Ta Chen International Inc.	1	Revenue from sale of goods	$ 8,421,866	The price is decided by taking both local market price in the US and the operation costs of TCI into consideration. Collection term is 4-6 months.	9
		〃	1	Accounts receivables	5,997,127	-	4
		TCI Texarkana, Inc.	1	Other Receivables	2,878,200	-	2
		〃	1	Interest income	159,793	No comparable transactions available	-
		Ta Chen Lung Mei Home Life Co., Ltd.	1	Other Receivables	200,000	-	-
1	Ta Chen International Inc.	Primus Pipe and Tube Inc.	3	Cost of goods sold	478,182	General market price, payment term is 40 days.	-
		〃	3	Accounts Payable	87,890	-	-
		Ta Chen Empire Co., Ltd.	3	Cost of goods sold	993,787	General market price, payment term is 4-6 months	1
		〃	3	Accounts payable	674,858	-	-
		TCI Texarkana, Inc.	3	Other receivable	1,147,475	-	1
		〃	3	Cost of goods sold	18,906,030	The price is decided by taking both local market price in the US and the operation costs of TCI into consideration. Collection term is 1 month.	21
		〃	3	Accounts Payable	1,462,943	-	1
		〃	3	Revenue from sale of goods	280,682	The price is decided by taking both local market price in the US and the operation costs of TCI into consideration. Collection term is 1 month.	-
		〃	3	Accounts receivables	17,407	-	-
		〃	3	Prepayment	13,357,233	-	9
		Empire Resources, Inc.	3	Other payable	2,131,105	-	2
2	Empire Resources, Inc.	Imbali Metals BVBA	3	Other receivable	168,546	-	-
		TCI Texarkana, Inc.	3	Cost of goods sold	2,072,258	No comparable transactions available	2
		〃	3	Accounts payable	113,842	-	-
		8911 Kelso Drive	3	Other payable	80,655	-	-
3	Ta Chen (B.V.I.) Holdings Ltd.	Ta Chen (Shijiazhuang) Co., Ltd.	3	Other receivables	279,377	-	-
4	Ta Chen (Hong Kong) Limited	Ta Chen (Boye) Co., Ltd.	3	Other receivables	144,825	-	-
5	Brighton-Best International (Taiwan) Inc.	Brighton-Best International, Inc.	1	Revenue from sale of goods	6,331,188	No comparable transactions available	7
		〃	1	Accounts receivables	971,168	-	1
		〃	1	Non-operating income	154,172	No comparable transactions available	-
		Brighton-Best International (Canada), Inc.	1	Revenue from sale of goods	308,422	No comparable transactions available	-
		〃	1	Accounts receivables	64,946	-	-
		Brighton-Best International (UK), Inc.	1	Revenue from sale of goods	151,542	No comparable transactions available	-
		〃	1	Accounts receivables	96,285	-	-
		〃	1	Other receivables	120,355	-	-
		Brighton-Best International (AU), Pty Ltd.	1	Revenue from sale of goods	489,995	No comparable transactions available	1
		〃	1	Accounts receivables	263,296	-	-
		〃	1	Other receivables	455,868	-	1
6	Brighton-Best International, Inc.	Brighton-Best International (Canada), Inc.	3	Revenue from sale of goods	112,529	The price is calculated according to the contract	-
		〃	3	Accounts receivables	35,798	-	-
		Brighton-Best International（AU）, Pty Ltd.	3	Revenue from sale of goods	52,220	The price is calculated according to the contract	-
		Brighton-Best International (Brasil), Comerciode Parafusos Ltda.	3	Other receivables	131,140	-	-
7	Right Way Industrial Co., Ltd.	Right Way Industrial (Malaysia) Sdn. Bhd.	3	Purchase	105,102	General market price, monthly settlement with payment due in 75 days.	-

Note: The relationships with counterparties are as follows:

1) Parent to subsidiaries

2) Subsidiaries to parent

3) Subsidiaries to subsidiaries