Stock Code: 2027

Ta Chen Stainless Pipe Co., Ltd. and Subsidiaries

Consolidated Financial Statements for the Three Months Ended March 31, 2025 and 2024 and Independent Auditors' Review Report

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Independent Auditors' Report

The Board of Directors and Shareholders

Ta Chen Stainless Pipe Co., Ltd.

Foreword

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 March 31, 2025 and 2024, and the consolidated statements of comprehensive income, changes in equity and cash flows from January to March 31, 2025 and 2024, and notes to the consolidated financial statements, including the summary of significant accounting policy information (collectively referred to as the "consolidated financial statements"). It is the responsibility of the Company to prepare the consolidated financial statements and fair presentation in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and IAS 34 "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission. Our responsibility as auditor is to draw a conclusion on the consolidated financial statements.

Scope

Except as stated in the Basis for Qualified Conclusion paragraph, we conduct the review pursuant to ISRE 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity." A consolidated financial statement review consists of inquiries, primarily of persons responsible for financial and accounting matters, and analytical and other review procedures. The scope of a review is obviously narrower than the scope of an audit. Hence, we might not identify the material matters that can be identified during an audit and, thus, cannot give audit opinions.

Basis for qualified conclusion

As mentioned in Note 13 to the consolidated financial statements, the financial statements of some non-material subsidiaries included in the above consolidated financial statements have not been reviewed by CPAs. The total assets of said subsidiaries were NT$10,651,645 thousand and NT$8,907,950 thousand ended March 31, 2025 and 2024, or 7% and 6% of the total consolidated assets, respectively. The total liabilities thereof were NT$2,587,130 thousand and NT$1,818,178 thousand, or 4% and 3% of the total consolidated liabilities, respectively, on the same dates. The comprehensive incomes were NT$55,337 thousand and NT$22,062 thousand from January 1 to March 31, 2025 and 2024, or 2% and 1% of the total consolidated comprehensive incomes, respectively.

In addition to those described in the preceding paragraphs, as mentioned in Note 14 to the consolidated financial statements, the balance of investments accounted for using equity method ended March 31, 2025 and 2024 were NT$205,303 thousand and NT$107,373 thousand, respectively. The shares of profit or loss of the associates recognized under the equity method from January 1 to March 31, 2025 and 2024 were NT$(36,272) thousand and NT$7,719 thousand, respectively. Said information and the information disclosed in the notes to the consolidated financial statements were based on the evaluation and disclosed contents in the financial statements of said investees for the same period which has not yet been audited by the CPAs.

Qualified Conclusion

Based on our audit results, except the financial statements of non-material subsidiaries and some non-material subsidiaries and some investments under the equity method referred to in the Basis for Qualified Conclusion paragraph, which might have caused the consolidated financial statements to be adjusted if they were audited by CPAs, in our opinion, none of the material disclosures of the consolidated financial statements mentioned above exhibited any misstatement that fail to conform with the Regulations Governing the Preparation of Financial Reports by Insurance Enterprises or the version of IAS 34 - "Interim Financial Reporting" approved by the Financial Supervisory Commission, or compromise the fair view of the financial position of the Group as of March 31, 2025 and 2024, its business performance and consolidated cash flow for the three months ended March 31, 2025 and 2024.

Other Matter

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 for the three months ended March 31, 2024, but such statements were audited by other auditors. Therefore, the conclusion made by us, 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. The total assets of these subsidiaries as of March 31, 2024 were NT$451,475 thousand, accounting for less than 1% of the total consolidated assets, and the operating revenues of these subsidiaries for the three months ended March 31, 2024 were NT$45,601 thousand, accounting for less than 1% of the consolidated operating revenue.

We did not audit the financial statements of TY Steel Co., Ltd. included in the consolidated financial statements of the Group for the nine months ended March 31, 2024, but such statements were audited by other auditors. Therefore, the conclusion made by us with respect to said consolidated financial statements, insofar as it relates to said investment amount and comprehensive income thereof, is based solely on the reports of other auditors. As of March 31, 2024, the total amount of the above investments accounted for using the equity method were NT$349,869 thousand, accounting for less than 1% of the total consolidated assets; for the three months ended March 31, 2024, the shares of the total comprehensive income accounted for using the equity method was NT$(130,938) thousand, accounting for (3%) of the consolidated comprehensive income.

Deloitte Taiwan

CPA: Chi-Chen Li

CPA: Chang-Chun Wu

Securities and Futures Bureau Approval Document No.
Tai-Cai-Zheng-(VI)-Zi No. 0920123784

Financial Supervisory Commission's approval number
Jin-Guan-Zheng-Shen-Zi No. 1110348898

May 12, 2025

Ta Chen Stainless Pipe Co., Ltd. and Subsidiaries

CONSOLIDATED BALANCE SHEETS

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

(Amounts in Thousands of New Taiwan Dollars)

Code	Asset	March 31, 2025 Amount	%	December 31, 2024 Amount	%	March 31, 2024 Amount	%
	Current assets						
1100	Cash and cash equivalents (Note 6)	$ 11,659,419	8	$ 7,248,742	5	$ 9,926,223	7
1110	Financial assets at fair value through profit or loss - current (Note 7)	254,322	-	265,599	-	123,086	-
1120	Financial assets at fair value through other comprehensive income - current (Note 8)	95,203	-	83,010	-	78,677	-
1136	Financial assets at amortized cost - current (Notes 9 and 32)	2,050,474	1	2,472,541	2	4,793,887	3
1150	Notes receivable (Note 10)	34,120	-	49,136	-	46,041	-
1170	Accounts receivable, net (Notes 10, 25 and 32)	11,333,423	8	8,212,530	6	9,159,214	7
1197	Financial leases receivable (Note 11)	19,832	-	18,969	-	-	-
1200	Other receivables (Note 31)	711,314	-	210,327	-	270,533	-
1220	Current tax assets	83,862	-	83,940	-	1,104,966	1
130X	Inventories (Notes 12 and 32)	56,863,313	38	54,747,929	40	55,026,587	40
1421	Prepayments (Notes 19 and 31)	2,296,882	2	2,171,582	2	2,335,765	2
1470	Other current assets (Note 25)	139,607	-	201,942	-	104,448	-
11XX	Total current assets	85,541,771	57	75,766,247	55	82,969,427	60
	Non-current assets						
1510	Financial assets at fair value through profit or loss - non-current (Note 7)	155,473	-	646,114	-	669,831	-
1517	Financial assets at fair value through other comprehensive income - non-current (Note 8)	783,619	1	640,809	-	693,126	1
1535	Financial assets at amortized cost - non-current (Notes 9, 31 and 32)	1,304,478	1	1,302,116	1	1,131,727	1
1538	Financial assets for hedging - non-current (Note 3)	672,169	1	381,931	-	691,285	1
1550	Investments accounted for using the equity method (Note 14)	205,303	-	237,969	-	405,360	-
1600	Property, plant and equipment (Notes 15 and 32)	36,492,029	24	35,121,593	26	31,819,169	23
1755	Right-of-use assets (Note 17)	8,724,738	6	8,628,121	6	7,923,678	6
1760	Investment properties (Note 16)	1,123,279	1	1,125,566	1	1,132,427	1
1805	Goodwill (Note 18)	4,847,119	3	4,786,683	4	4,359,763	3
1821	Other intangible assets (Note 18)	1,318,904	1	1,382,806	1	1,552,596	1
1840	Deferred income tax assets (Note 4)	2,136,698	1	2,265,104	2	1,681,203	1
1915	Prepayments for equipment	5,728,863	4	4,872,654	4	2,542,733	2
194D	Financing lease payment receivable - non-current (Note 11)	119,760	-	123,445	-	-	-
1975	Net defined benefit assets - non-current (Note 4)	212,620	-	209,202	-	133,425	-
1990	Other non-current assets	254,117	-	257,354	-	284,579	-
15XX	Total non-current assets	64,079,169	43	61,981,467	45	55,020,902	40
1XXX	Total assets	$ 149,620,940	100	$ 137,747,714	100	$ 137,990,329	100

Code	Liabilities and Equity						
	Current liabilities						
2100	Short-term borrowings (Notes 20 and 32)	$ 14,009,022	9	$ 13,156,899	10	$ 14,907,019	11
2110	Short-term bills payable (Notes 20 and 32)	329,711	-	179,828	-	679,889	-
2120	Financial liabilities at fair value through profit or loss - current (Note 7)	83,171	-	125,254	-	183,520	-
2130	Contract liabilities - current (Note 25)	119,697	-	128,494	-	145,959	-
2150	Notes payable (Note 21)	103,053	-	74,823	-	98,040	-
2170	Accounts payable (Note 21)	2,810,551	2	2,094,140	1	2,044,157	1
2180	Accounts payable to related parties (Notes 21 and 31)	384,630	-	365,399	-	266,830	-
2219	Other payables (Note 22)	3,430,936	2	3,528,407	3	2,800,269	2
2230	Current income tax liabilities (Note 4)	1,098,338	1	358,711	-	1,083,417	1
2280	Lease liabilities - current (Note 17)	1,271,404	1	1,220,121	1	1,153,357	1
2320	Current portion of long-term borrowings (Notes 20 and 32)	1,634,152	1	1,416,103	1	2,188,512	2
2399	Other current liabilities	837,061	1	841,762	1	687,200	1
21XX	Total current liabilities	26,111,726	17	23,489,941	17	26,238,169	19
	Non-current liabilities						
2540	Long-term borrowings (Notes 20 and 32)	29,062,096	19	23,139,294	17	23,061,044	17
2570	Deferred income tax liabilities (Note 4)	2,352,365	2	2,553,253	2	2,005,303	1
2580	Lease liabilities - non-current (Note 17)	8,763,979	6	8,674,769	6	7,769,510	6
2612	Long-term payables	41,827	-	42,875	-	46,291	-
2640	Net defined benefit liabilities - non-current (Note 4)	1,693	-	1,993	-	1,981	-
2670	Other non-current liabilities	66,005	-	75,317	-	115,257	-
25XX	Total non-current liabilities	40,287,965	27	34,487,501	25	32,999,386	24
2XXX	Total liabilities	66,399,691	44	57,977,442	42	59,237,555	43
	Equity attributable to owners of the Company (Note 24)						
3110	Share Capital	24,342,606	16	24,342,606	17	24,342,606	17
3200	Capital surplus	23,187,572	16	23,155,021	17	23,000,824	17
	Retained Earnings						
3310	Legal Reserve	4,752,560	3	4,752,560	4	4,217,219	3
3320	Special reserve	-	-	-	-	64,308	-
3350	Unappropriated Earnings	15,830,867	11	14,271,510	10	15,290,505	11
3300	Total retained earnings	20,583,427	14	19,024,070	14	19,572,032	14
3400	Other equity	6,588,609	4	5,411,695	4	4,161,079	3
3500	Treasury Shares	(4,372,069)	(3)	(4,388,208)	(3)	(4,386,159)	(3)
31XX	Total equity attributable to owners of the Company	70,330,145	47	67,545,184	49	66,690,382	48
36XX	Non-controlling Interests (Note 24)	12,891,104	9	12,225,088	9	12,062,392	9
3XXX	Total equity	83,221,249	56	79,770,272	58	78,752,774	57
	Total liabilities and equity	$ 149,620,940	100	$ 137,747,714	100	$ 137,990,329	100

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

(Please refer to the independent auditors' report of Deloitte Taiwan dated May 12, 2025.)

Chairman: Li-Yun, Shieh CEO: Rung-Kun, Shieh Accounting Manager: Denny Weng

Ta Chen Stainless Pipe Co., Ltd. and Subsidiaries

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

January 1 to March 31, 2025 and 2024

(Amounts in Thousands of New Taiwan Dollars)

(Except Earnings Per Share)

Code		January 1 to March 31, 2025 Amount	%	January 1 to March 31, 2024 Amount	%
4000	Operating Revenue (Note 25)	$ 26,085,390	100	$ 23,224,800	100
5000	Operating Costs (Notes 12, 26 and 31)	20,160,430	77	19,241,474	83
5900	GROSS PROFIT	5,924,960	23	3,983,326	17
	Operating Expenses (Notes 10, 26 and 31)				
6100	Selling and marketing expenses	770,847	3	761,740	3
6200	General and administrative expenses	2,049,921	8	1,853,076	8
6450	Expected credit impairment loss	23,903	-	3,556	-
6000	Total operating expenses	2,844,671	11	2,618,372	11
6500	OTHER OPERATING INCOME AND EXPENSES (Note 26)	59	-	(2,211)	-
6900	PROFIT FROM OPERATIONS	3,080,348	12	1,362,743	6
	NON-OPERATING INCOME AND EXPENSES (Notes 26 and 31)				
7100	Interest income	36,254	-	57,634	-
7010	Other income	43,266	-	29,565	-
7020	Other gains and losses	(337,959)	(2)	864,768	4
7050	Finance costs	(289,726)	(1)	(247,773)	(1)
7060	Share of associates accounted for using the equity method	(36,272)	-	(115,217)	(1)
7000	Total non-operating expenses	(584,437)	(3)	588,977	2
7900	Income before income tax	2,495,911	9	1,951,720	8
7950	INCOME TAX EXPENSE (Notes 4 and 27)	629,516	2	507,082	2
8200	Net profit	1,866,395	7	1,444,638	6
	OTHER COMPREHENSIVE INCOME (LOSS) (Notes 24 and 27)				
8310	Items that will not be reclassified subsequently to profit or loss:				
8311	Remeasurement of defined benefit plans	9,650	-	4,876	-

(To be Continued)

(Brought Forward)

Code		January 1 to March 31, 2025 Amount	%	January 1 to March 31, 2024 Amount	%
8316	Unrealized gains and losses on investments in equity instruments at fair value through other comprehensive income	$ 154,859	1	($ 96,942)	-
		164,509	1	(92,066)	-
8360	Items that may be reclassified subsequently to profit or loss:				
8361	Exchange Differences on Translating the Financial Statements Foreign Operations	1,108,696	4	2,857,246	12
8368	Gain on hedging instruments not subject to basis adjustment	288,273	1	(61,366)	-
8399	Income tax relating to items that may be reclassified subsequently to profit or loss	(73,497)	-	11,989	-
		1,323,472	5	2,807,869	12
8300	Other comprehensive income (loss) for the year, net of income tax	1,487,981	6	2,715,803	12
8500	Total comprehensive income for the year	$ 3,354,376	13	$ 4,160,441	18
8600	Profit attributable to:				
8610	Owners of the Company	$ 1,549,707	6	$ 1,082,689	5
8620	Non-controlling Interests	316,688	1	361,949	1
		$ 1,866,395	7	$ 1,444,638	6
8700	Total comprehensive income attributable to:				
8710	Owners of the Company	$ 2,736,271	11	$ 3,508,049	15
8720	Non-controlling Interests	618,105	2	652,392	3
		$ 3,354,376	13	$ 4,160,441	18
	Earnings per share (New Taiwan Dollars) (Note 28)				
9710	Basic	$ 0.67		$ 0.47	
9810	Diluted	0.67		0.47	

The accompanying notes are an integral part of the consolidated financial statements.
(Please refer to the independent auditors' report of Deloitte Taiwan dated May 12, 2025.)

Chairman: Li-Yun, Shieh CEO: Rung-Kun, Shieh Accounting Manager: Denny Weng

Ta Chen Stainless Pipe Co., Ltd. and Subsidiaries

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

January 1 to March 31, 2025 and 2024

(Amounts in Thousands of New Taiwan Dollars)

		Equity Attributable to Owners of the Company												
				Retained Earnings			Other Equity							
Code		Share Capital	Capital surplus	Legal Reserve	Special reserve	Unappropriated Earnings	Exchange Differences on Translating the Financial Statements Foreign Operations	Unrealized Gain and Losses on Financial Assets at Fair Value Through Other Comprehensive Income	Gain (Loss) on Hedging Instruments	Total	Treasury Shares	Total	Non-controlling Interests (Note 24)	Total Equity
A1	Balance at January 1, 2025	$ 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
D1	Net Profit from January 1 to March 31, 2025	-	-	-	-	1,549,707	-	-	-	-	-	1,549,707	316,688	1,866,395
D3	Other comprehensive income after tax from January 1 to March 31, 2025	-	-	-	-	9,650	946,106	16,032	214,776	1,176,914	-	1,186,564	301,417	1,487,981
D5	Total comprehensive income from January 1 to March 31, 2025	-	-	-	-	1,559,357	946,106	16,032	214,776	1,176,914	-	2,736,271	618,105	3,354,376
L7	Shares of the parent company disposed by Subsidiaries are deemed transaction of treasury shares	-	31,309	-	-	-	-	-	-	-	17,163	48,472	64,673	113,145
M7	Share of changes in equity of subsidiaries	-	1,242	-	-	-	-	-	-	-	(1,024)	218	(3,960)	(3,742)
O1	Increase/decrease in non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	(12,802)	(12,802)
Z1	Balance at March 31, 2025	$ 24,342,606	$ 23,187,572	$ 4,752,560	$ -	$ 15,830,867	$ 6,177,817	($ 86,613)	$ 497,405	$ 6,588,609	($ 4,372,069)	$ 70,330,145	$ 12,891,104	$ 83,221,249
A1	Balance at January 1, 2024	$ 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
D1	Net Profit from January 1 to March 31, 2024	-	-	-	-	1,082,689	-	-	-	-	-	1,082,689	361,949	1,444,638
D3	Other comprehensive income after tax from January 1 to March 31, 2024	-	-	-	-	4,876	2,500,954	(29,410)	(51,060)	2,420,484	-	2,425,360	290,443	2,715,803
D5	Total comprehensive income from January 1 to March 31, 2024	-	-	-	-	1,087,565	2,500,954	(29,410)	(51,060)	2,420,484	-	3,508,049	652,392	4,160,441
M7	Share of changes in equity of subsidiaries	-	(727)	-	-	123,063	-	-	-	-	-	122,336	(961)	121,375
O1	Increase/decrease in non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	(8,351)	(8,351)
Z1	Balance at March 31, 2024	$ 24,342,606	$ 23,000,824	$ 4,217,219	$ 64,308	$ 15,290,505	$ 3,791,515	($ 90,573)	$ 460,137	$ 4,161,079	($ 4,386,159)	$ 66,690,382	$ 12,062,392	$ 78,752,774

The accompanying notes are an integral part of the consolidated financial statements.
(Please refer to the independent auditors' report of Deloitte Taiwan dated May 12, 2025.)

Chairman: Li-Yun, Shieh CEO: Rung-Kun, Shieh Accounting Manager: Denny Weng

Ta Chen Stainless Pipe Co., Ltd. and Subsidiaries

CONSOLIDATED STATEMENTS OF CASH FLOWS

January 1 to March 31, 2025 and 2024

(Amounts in Thousands of New Taiwan Dollars)

Code		January 1 to March 31, 2025	January 1 to March 31, 2024
	CASH FLOWS FROM OPERATING ACTIVITIES		
A10000	Income before income tax	$ 2,495,911	$ 1,951,720
A20010	Adjustments for:		
A20100	Depreciation Expense	752,934	650,564
A20200	Amortization expenses	99,784	99,832
A20300	Expected credit impairment loss	23,903	3,556
A20400	Net loss (gain) on financial assets and liabilities at fair value through profit or loss	(30,950)	111,549
A20900	Finance costs	289,726	247,773
A21200	Interest income	(36,254)	(57,634)
A22300	Share of associates accounted for using the equity method	36,272	115,217
A22500	Net loss (gain) from disposal of property, plant and equipment	(59)	2,211
A24100	Unrealized gain on foreign currency exchange	(57,431)	(335,179)
A29900	Gain on bargain purchase and lease modifications	-	(224)
A30000	Changes in operating assets and liabilities		
A31130	Notes receivable	15,016	12,531
A31150	Accounts receivables	(3,025,723)	(1,418,590)
A31180	Other receivables	(483,959)	71,772
A31200	Inventories	(1,377,679)	3,146,442
A31230	Prepayments	(122,408)	309,565
A31240	Other current assets	62,335	(37,354)
A32125	Contract liabilities	(8,797)	332
A32130	Notes payable	6,325	(4,044)
A32150	Accounts payable (including related parties)	735,642	333,270
A32180	Other payables	(544,657)	(384,322)
A32230	Other current liabilities	(4,701)	103,125
A32240	Net defined benefit assets and liabilities	(3,718)	49
A33000	Cash generated from (used in) operations	(1,178,488)	4,922,161
A33500	Income tax paid	(39,975)	(4,543)
AAAA	Net cash inflow (outflow) from operating activities	(1,218,463)	4,917,618
	CASH FLOWS FROM INVESTING ACTIVITIES		
B00040	Acquisition of financial assets at amortized cost	-	(323,740)
B00050	Proceeds from sale of financial assets at amortized cost	422,067	-
B00100	Acquisition of financial assets at fair value through profit or loss	(26,801)	(269,605)
B00200	Proceeds from sale of financial assets at fair value through profit or loss	517,586	46,577
B02700	Payments for property, plant and equipment	(918,673)	(1,420,653)
B02800	Proceeds from disposal of property, plant and equipment	5,062	840
B03700	Increase in refundable deposits	(1,237)	(1,473)
B03800	Decrease in refundable deposits	5,166	160,782
B04500	Acquisition of intangible assets	(19,262)	(822)

(To be Continued)

(Brought Forward)

Code		January 1 to March 31, 2025	January 1 to March 31, 2024
B06100	Decrease in financial leases receivable	$ 7,641	$ -
B06800	Decrease in other non-current assets	3,113	1,567
B07100	Increase in prepayments for equipment	(944,949)	(209,737)
B07500	Interest received	38,176	160,589
BBBB	Net cash used in investing activities	(912,111)	(1,855,675)
	CASH FLOWS FROM FINANCING ACTIVITIES		
C00100	Proceeds from short-term borrowings	8,978,517	6,560,746
C00200	Repayments of short-term borrowings	(8,118,448)	(9,611,545)
C00500	Proceeds from short-term bills payable	819,419	2,088,932
C00600	Repayments of short-term bills payable	(670,000)	(1,980,000)
C01600	Proceeds from long-term borrowings	8,398,766	2,495,215
C01700	Repayments of long-term borrowings	(2,440,699)	(1,826,854)
C03500	Increase in long-term payables	-	1,109
C03600	Decrease in long-term payables	(1,048)	-
C04020	Repayment of the principal portion of lease liabilities	(306,054)	(284,302)
C05000	Disposal of treasury shares	94,195	-
C05600	Interest paid	(259,420)	(172,874)
C05800	Changes in non-controlling interests	(15,520)	(10,039)
C09900	Other financing activities	(9,312)	6,434
CCCC	Net cash generated from (used in) financing activities	6,470,396	(2,733,178)
DDDD	EFFECTS OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH AND CASH EQUIVALENTS HELD IN FOREIGN CURRENCIES	70,855	172,687
EEEE	Net increase in cash and cash equivalents	4,410,677	501,452
E00100	Balance of cash and cash equivalents at the beginning of the year	7,248,742	9,424,771
E00200	Balance of cash and cash equivalents at the end of the year	$ 11,659,419	$ 9,926,223

The accompanying notes are an integral part of the consolidated financial statements.
(Please refer to the independent auditors' report of Deloitte Taiwan dated May 12, 2025.)

Chairman: Li-Yun, Shieh CEO: Rung-Kun, Shieh Accounting Manager: Denny Weng

I. Company History

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.

II. Date and Procedure for Approval of Consolidated Financial Statements

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

III. Application of New, Amended and Revised Standards and Interpretations

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

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.

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

New, Amended and Revised Standards and Interpretations	Effective Date Announced by IASB
The amendments to the application guidance of amendments to IFRS 9 and IFRS 7 "Amendments to the Classification and Measurement of Financial Instruments" regarding classification of financial assets	January 1, 2026 (Note)

Note: The amendments are applicable from the annual reporting periods beginning on or after January 1, 2026. Entities may opt to apply early since January 1, 2025.

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

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

New, Amended and Revised Standards and Interpretations	Effective Date Announced by IASB (Note)
"IFRS Accounting Standards - Annual Improvements - Volume 11"	January 01, 2026
The amendments to the application guidance of amendments to IFRS 9 and IFRS 7 "Amendments to the Classification and Measurement of Financial Instruments" regarding derecognition of financial liabilities	January 01, 2026
Amendment to IFRS 9 and IFRS 7 "Contracts Referencing Nature-dependent Electricity"	January 01, 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 01, 2023
Amendments to IFRS 17	January 01, 2023
Amendments to IFRS 17 "Initial Application of IFRS 17 and IFRS 9 - Comparative Information"	January 01, 2023
IFRS 18 "Presentation and Disclosures of Financial Statements"	January 01, 2027
IFRS 19 "Subsidiaries without Public Accountability: Disclosures"	January 01, 2027

Note: Unless stated otherwise, the above new, amended and revised IFRSs are effective for annual reporting periods beginning on or after their respective effective dates.

IFRS 18 "Presentation and Disclosures of Financial Statements"

IFRS 18 will replace IAS 1 "Presentation of Financial Statements" and the main changes include:

- The income statement should divide the income and expenses into business, investment, fundraising, income tax, and discontinued operations.
- The income statement should present operating profit or loss, profit or loss before tax and fundraising, as well as the subtotal and total of profit or loss.
- Provide guidance to improve the requirements about aggregation and segmentation: The Group shall identify assets, liabilities, equity, income, expenses, and cash flows generated from individual transactions or other events, and prepare the classification and aggregation based on the common characteristics to make various line items of the financial statements have at least one similar characteristics. Items with non-similar characteristics should be broken down in the main financial statements and notes. The Group may only mark such items as "others" when being unable to find out more informative marks.
- Add the disclosure of the performance measurement defined by the management: When the Group engages in open communication outside the financial statements, and when the management's view of the Group's overall financial performance on a certain aspect is communicated to the users of the financial statements, the information on performance

measurements defined by management should be disclosed in a single note to the financial statements, including descriptions about the measurements, how to calculate them, reconciliations between them and any subtotals or totals specified in IFRS, reconciliation of subtotal or total expressly defined by it and IFRSs, and impact of relevant adjustments on income tax and non-controlling interests, etc.

In addition to said effects, as of the date of publication of these consolidated financial statements, the consolidated company still continues to evaluate other impact of standards and amendments to interpretations on the financial position and financial performance. The relevant impact will be disclosed when the evaluation is completed.

IV. Summary of Significant Accounting Policy Information

(I) Compliance Statement

The consolidated financial statements are prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and IAS 34 "Interim Financial Reporting" approved and issued into effect by the FSC. The consolidated financial statements do not include all the information disclosed under the IFRSs as required by the annual financial statements.

(II) Basis of preparation

Except for financial instruments measured at fair value and net defined benefit assets (liabilities) recognized based on the present value of defined benefit obligations deducting the fair value of plan assets, the consolidated financial statements have been prepared on the basis of historical cost.

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 on the measurement date;
2. Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices); and
3. Level 3 inputs are unobservable inputs for an asset or liability.

(III) Basis of consolidation

The consolidated financial statements incorporate the financial statements of the Company and the entities controlled by the Company (i.e., its subsidiaries). The operating profit and loss of the acquired subsidiary has been included in the consolidated statement of comprehensive income since the acquisition date. When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those of the Company. 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 7 and Table 8 for detailed information on subsidiaries (including the percentages of ownership and main businesses).

(IV) Reclassification of presentation

Inventories in the consolidated financial statements on March 31, 2024 were reclassified to property, plant and equipment as NT$574,809 thousand for the consistency in presentation.

(V) Other significant accounting policies

In addition to the following, please refer to the summary of significant accounting policies in the 2024 consolidated financial statements.

1. Defined retirement benefits

The pension cost in the interim period was calculated on a year-to-date basis using the actuarially determined pension cost rate at the end of the previous year. Calculation term is from the beginning of the period to the end of the period, and adjustments are made for major market fluctuations in the current period, major amendments to plans, settlement, or other significant one-time matters.

2. Income Tax Expenses

Income tax expense represents the sum of current income tax and deferred income tax. The interim income tax is evaluated on an annual basis and the interim profit before tax is applied with the tax rate applicable to the expected total annual earnings for calculations.

The exceptions to the rules for the recognition and disclosure of deferred income tax assets and liabilities of the relevant Pillar 2 income tax have been applied to the consolidated company; therefore, the consolidated company neither recognizes nor discloses relevant information about the deferred income tax assets and liabilities of the relevant Pillar 2 income tax.

V. Major accounting judgments, estimates, and major sources of uncertainty for assumptions

Please refer to the major accounting judgments, estimates, and major sources of uncertainty for assumptions in 2024 consolidated financial statements.

VI. Cash and Cash Equivalents

	March 31, 2025	December 31, 2024	March 31, 2024
Cash on hand	$ 1,660	$ 2,042	$ 1,893
Checking accounts and demand deposits	8,739,536	5,841,407	8,753,986
Cash equivalents (investments with original maturities of less than three months)			
Time deposits	2,878,355	1,398,736	1,080,500
Repurchase agreements	39,868	6,557	89,844
	$ 11,659,419	$ 7,248,742	$ 9,926,223

The interest rates of cash equivalents on the balance sheet date are as follows:

	March 31, 2025	December 31, 2024	March 31, 2024
Time deposits	1.225%~4.75%	0.85%~5.03%	0.65%~5.72%
Repurchase agreements	1.25%	4.65%	1.03%~1.05%

VII. Financial Instruments at Fair Value Through Profit or Loss

	March 31, 2025	December 31, 2024	March 31, 2024
Financial assets - current			
Financial liabilities held for trading			
Derivative financial liabilities (not under hedge accounting)			
Foreign exchange forward contracts (I)	$ 36,329	$ 81,205	$ 10,348
Interest rate swap contracts (II)	-	-	30,496
Metal price derivative financial instruments contracts (III)			
Swap contracts	39,734	71,516	2,621
Forward contracts	68,207	32,799	-
Futures contracts	58,805	29,126	1,346
	203,075	214,646	44,811
Mandatorily classified as at FVTPL			
Non-derivative financial assets			
Mutual funds	51,247	50,953	78,275
	$ 254,322	$ 265,599	$ 123,086
Financial assets - non-current			
Financial liabilities held for trading			
Derivative financial liabilities (not under hedge accounting)			
Interest rate swap contracts (II)	$ 155,473	$ 646,114	$ 669,831
Financial liabilities - current			
Financial liabilities held for trading			
Derivative financial liabilities (not under hedge accounting)			
Foreign exchange forward contracts (I)	$ 75,662	$ 119,267	$ 79,524
Metal price derivative financial instruments contracts (III)			
Swap contracts	7,509	3,774	37,624
Forward contracts	-	-	24,364
Futures contracts	-	2,213	42,008
	$ 83,171	$ 125,254	$ 183,520

(I) The outstanding forward foreign exchange contracts not under hedge accounting on the balance sheet date are stated as follows:

March 31, 2025

Contract	Currency	Maturity Date	Notional Amount (in thousands)
Buy	AUD/USD	April 2025 to June 2025	AUD 3,413/USD 2,161
Buy	EUR/USD	May 2025 to January 2026	EUR 9,140/USD 10,299
Sell	USD/NTD	April 2025 to September 2025	USD 90,000/NTD 2,905,000
Sell	AUD/USD	April 2025 to January 2026	AUD 48,831/USD 31,634

December 31, 2024

Contract	Currency	Maturity Date	Notional Amount (in thousands)
Buy	AUD/USD	January 2025 to June 2025	AUD 4,728/USD 2,991
Buy	EUR/USD	March 2025 to January 2026	EUR 10,272/USD 11,572
Sell	USD/NTD	January 2025 to July 2025	USD 116,000/NTD 3,702,710
Sell	AUD/USD	January 2025 to November 2025	AUD 62,159/USD 41,040
Sell	GBP/USD	January 2025	GBP 28/USD 37

March 31, 2024

Contract	Currency	Maturity Date	Notional Amount (in thousands)
Buy	AUD/USD	April 2024 to July 2024	AUD 8,515/USD 5,588
Buy	USD/NTD	April 2024	USD 400/NTD 12,741
Buy	USD/GBP	June 2024	USD 4,487/GBP 3,535
Sell	AUD/USD	April 2024 to March 2025	AUD 66,452/USD 43,712
Sell	GBP/USD	June 2024	GBP 21/USD 27
Sell	USD/EUR	May 5, 2024 to January 2026	USD 29,829/EUR 26,608
Sell	USD/NTD	April 2024 to February 2025	USD 158,000/NTD 4,960,840

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

(II) The interest rate swap contracts not under hedge accounting on the balance sheet date are stated as follows:

March 31, 2025

Notional Amount (in thousands)	Maturity Date	Range of Interest Rates Paid	Range of Interest Rates Received
USD 63,100	116.05	1.097%	Compounded SOFR+0.11448%
USD 30,000	115.05	0.975%~1.023%	Compounded SOFR+0.11448%

December 31, 2024

Notional Amount (in thousands)	Maturity Date	Range of Interest Rates Paid	Range of Interest Rates Received
USD 264,100	116.05	0.67%~1.78%	Compounded SOFR+0.11448%
USD 30,000	115.05	0.975%~1.023%	Compounded SOFR+0.1148%

March 31, 2024

Notional Amount (in thousands)	Maturity Date	Range of Interest Rates Paid	Range of Interest Rates Received
USD 100,000	113.05	1.31%	Compounded SOFR+0.1148%
USD 295,000	113.05~116.05	0.67%~1.78%	Compounded SOFR+0.1148%

The purpose of the consolidated company's interest rate swap is to hedge the risk arising from interest rate fluctuations on borrowings denominated in foreign currencies.

(III) The metal price derivative financial instruments contracts not under hedge accounting on the balance sheet date are stated as follows:

March 31, 2025

Swap contracts

Contract	Notional Amount (in thousands)	Transaction Amount (in tons)	Contract Price (all foreign currencies/per Ton)	Maturity Date
Aluminum price swaps	USD 65,598	25,029	USD 2,515~2,738	April 2025 to November 2025
Aluminum price swaps of Midwestern United States	USD 3,640	4,900	USD 503~948	April 2025 to December 2025
Nickel price swaps	USD 23,051	1,476	USD 15,080~16,640	April 2025 to November 2025

Forward contracts

Contract	Notional Amount (in thousands)	Transaction Amount (in tons)	Contract Price (all foreign currencies/per Ton)	Maturity Date
Aluminum price forwards	USD 129,828	50,147	USD 2,405~2,702	April 2025 to November 2025
Nickel price forwards	USD 19,044	1,194	USD 15,369~17,651	April 2025 to November 2025

Futures contracts

Contract	Notional Amount (in thousands)	Transaction Amount (in tons)	Contract Price (all foreign currencies/per Ton)	Maturity Date
Aluminum price futures	USD 54,997	21,050	USD 2,498~2,718	April 2025 to July 2025
Aluminum price futures	EUR 1,286	525	EUR 2,412~2,517	April 2025 to June 2025
Aluminum price futures	GBP 2,728	1,300	GBP 1,999~2,146	April 2025 to July 2025

December 31, 2024

Swap contracts

Contract	Notional Amount (in thousands)	Transaction Amount (in tons)	Contract Price (all foreign currencies/per Ton)	Maturity Date
Aluminum price swaps	USD 81,700	30,157	USD 2,291~17,780	January 2025 to October 2025
Aluminum price swaps of Midwestern United States	USD 1,911	3,850	USD 473~572	January 2025 to May 2025
Nickel price swaps	USD 15,649	951	USD 15,925~17,770	January 2025 to June 2025

Forward contracts

Contract	Notional Amount (in thousands)	Transaction Amount (in tons)	Contract Price (all foreign currencies/per Ton)	Maturity Date
Aluminum price forwards	USD 122,248	47,708	USD 2,283~2,667	January 2025 to September 2025
Nickel price forwards	USD 18,234	1,170	USD 15,154~19,717	January 2025 to September 2025

Futures contracts

Contract	Notional Amount (in thousands)	Transaction Amount (in tons)	Contract Price (all foreign currencies/per Ton)	Maturity Date
Aluminum price futures	USD 71,971	27,925	USD 2,420~2,675	January 2025 to April 2025
Aluminum price futures	EUR 1,379	575	EUR 2,353~2,456	January 2025 to March 2025
Aluminum price futures	GBP 1,747	875	GBP 1,986~2,033	February 2025 to March 2025

March 31, 2024

Swap contracts

Contract	Notional Amount (in thousands)	Transaction Amount (in tons)	Contract Price (all foreign currencies/per Ton)	Maturity Date
Aluminum price swaps	USD 80,730	35,742	USD 2,138~2,400	April 2024 to January 2025
Aluminum price swaps of Midwestern United States	USD 2,569	5,675	USD 396~488	April 2024 to November 2024
Nickel price swaps	USD 25,156	1,483	USD 15,810~18,303	April 2024 to November 2025

Forward contracts

Contract	Notional Amount (in thousands)	Transaction Amount (in tons)	Contract Price (all foreign currencies/per Ton)	Maturity Date
Aluminum price forwards	USD 50,882	22,288	USD 2,157~2,407	April 2024 to December 2024
Nickel price forwards	USD 33,809	2,014	USD 16,097~18,799	April 2024 to November 2024

Futures contracts

Contract	Notional Amount (in thousands)	Transaction Amount (in tons)	Contract Price (all foreign currencies/per Ton)	Maturity Date
Aluminum price futures	USD 40,460	18,075	USD 2,163~2,356	April 2024 to July 2024
Aluminum price futures	EUR 1,642	800	EUR 2,036~2,094	April 2024 to June 2024
Aluminum price futures	GBP 2,619	1,475	GBP 1,757~1,823	April 2024 to July 2024

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 financial instrument transactions from January 1 to March 31, 2025 and 2024 are stated as follows:

	January 1 to March 31, 2025	January 1 to March 31, 2024
Mutual funds	$ 403	$ 4,499
Interest rate swap contracts	(449,997)	284,382
Foreign exchange swap contracts	(23,297)	26,940
Foreign exchange forward contracts	(52,758)	(150,065)
Metal price derivative financial instrument contracts	(41,901)	81,368
	($ 567,550)	$ 247,124

VIII. Financial Assets at Fair Value Through Other Comprehensive Income

	March 31, 2025	December 31, 2024	March 31, 2024
Current			
Foreign investments			
Listed shares	$ 95,203	$ 83,010	$ 78,677
Non-current			
Domestic investments			
Emerging market shares	$ 756,467	$ 613,657	$ 665,974
Unlisted shares	27,152	27,152	27,152
	$ 783,619	$ 640,809	$ 693,126

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.

IX. Financial Assets at Amortized Cost

	March 31, 2025	December 31, 2024	March 31, 2024
Current			
Pledged time deposits	$ 911,258	$ 899,889	$ 875,052
Pledged demand deposits (reserve account)	1,026,203	1,046,592	1,436,209
Pledged repurchase agreement	-	20,677	20,626
Time deposits with original maturities more than 3 months	113,013	505,383	2,462,000
	$2,050,474	$2,472,541	$4,793,887
Non-current			
Pledged time deposits	$ 388,500	$ 388,500	$ 157,000
Pledged demand deposits (reserve account)	80,453	80,453	220,397
Refundable deposits	835,525	833,163	754,330
	$1,304,478	$1,302,116	$1,131,727

(I) The ranges of interest rates for time deposits (including both time deposits with original maturities of more than three months and pledged time deposits) were approximately 0.15% - 5.11%, 0.15% - 5.56% and 0.53% - 5.9% as of March 31, 2025, December 31, 2024 and March 31, 2024, respectively.

(II) Refer to Note 32 for the information relating to investments in financial assets at amortized cost pledged as security.

X. Notes Receivable and Accounts Receivable, Net

	March 31, 2025	December 31, 2024	March 31, 2024
Notes receivable			
Measured at amortized cost - due to operations	$ 34,120	$ 49,136	$ 46,041
Accounts receivables			
At amortized cost			
Gross carrying amount	$ 11,411,444	$ 8,265,468	$ 9,200,854
Less: Allowance for impairment loss	(78,021)	(52,938)	(41,640)
	$ 11,333,423	$ 8,212,530	$ 9,159,214

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, while considering the GDP estimation. 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 March 31, 2025, December 31, 2024 and March 31, 2024.

Accounts receivables

March 31, 2025

	Entry date to 60 Days	61 to 90 Days	91 to 120 Days	Over 120 Days	Indication of default of debtor	Total
Expected credit loss rate	0.02%	0%	0%	6.27%	100%	
Gross carrying amount	$ 9,954,732	$ 571,234	$ 174,703	$ 677,436	$ 33,339	$11,411,444
Loss allowance (Lifetime ECLs)	(2,224)	(1)	-	(42,457)	(33,339)	(78,021)
Amortized cost	$ 9,952,508	$ 571,233	$ 174,703	$ 634,979	$ -	$11,333,423

December 31, 2024

	Entry date to 60 Days	61 to 90 Days	91 to 120 Days	Over 120 Days	Indication of default of debtor	Total
Expected credit loss rate	0.03%	0.01%	0%	5.02%	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

March 31, 2024

	Entry date to 60 Days	61 to 90 Days	91 to 120 Days	Over 120 Days	Indication of default of debtor	Total
Expected credit loss rate	0.04%	0.81%	0.49%	23.02%	100%	
Gross carrying amount	$ 8,594,487	$ 398,766	$ 101,741	$ 92,438	$ 13,422	$ 9,200,854
Loss allowance (Lifetime ECLs)	(3,217)	(3,228)	(496)	(21,277)	(13,422)	(41,640)
Amortized cost	$ 8,591,270	$ 395,538	$ 101,245	$ 71,161	$ -	$ 9,159,214

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

	January 1 to March 31, 2025	January 1 to March 31, 2024
Opening Balance	$ 52,938	$ 36,658
Provision in current period	23,903	3,556
Foreign exchange gains and losses	1,180	1,426
Ending Balance	$ 78,021	$ 41,640

Refer to Note 32 for the carrying amount of the Group's accounts receivable pledged as collateral for bank borrowings.

XI. Financial lease receivables

	March 31, 2025	December 31, 2024	March 31, 2024
Undiscounted lease payments			
1st year	$ 31,046	$ 30,463	$ -
2nd year	31,823	31,225	-
3rd year	32,618	32,005	-
4th year	33,434	32,805	-
5th year	34,269	33,626	-
More than 5 years	11,636	20,105	-
	174,826	180,229	-
Less: Unearned financial gains	(35,234)	(37,815)	-
Net investment in leases (presented as financial lease receivables)	$ 139,592	$ 142,414	$ -

The Group subleased the plants it rented to a non-related party in April 2024. The leasing period is from April 2024 to July 2030. As the remaining leasing period of the main lease is fully subleased, it is classified as financial leases.

The implicit interest rate during the leasing period will no longer change after being decided on the contracting day. As of March 31, 2025 and December 31, 2024, the implicit interest rate of financial leases is an annual interest rate of 8.75%.

XII. Inventories

	March 31, 2025	December 31, 2024	March 31, 2024
Finished goods and merchandise	$40,877,895	$41,158,075	$40,808,930
Work in progress	9,142,278	8,361,825	7,825,930
Raw materials	3,890,561	2,597,245	3,766,350
Materials	453,274	441,394	369,259
Merchandise in transit	179,470	218,709	106,633
Raw materials in transit	2,319,835	1,970,681	2,149,485
	$56,863,313	$54,747,929	$55,026,587

The cost of inventories recognized as cost of goods sold from January 1 to March 31, 2025 and 2024 was NT$20,160,430 thousand and NT$19,241,474 thousand, respectively.

Refer to Note 32 for the carrying amount of the Group's inventories pledged as collateral for bank borrowings.

XIII. Subsidiaries

(I) Subsidiaries included in the consolidated financial statements

The entities in the consolidated financial statements are as follows:

Name of Investment Company	Name of Subsidiary	Nature of Activities	Proportion of Ownership			Description
			March 31, 2025	December 31, 2024	March 31, 2024	
The Company	Ta Chen International, Inc. (TCI)	Manufacture and sale of stainless steel pipes, rolls and pipe fittings	100	100	100	
	Ta Chen (B.V.I.) Holdings Ltd. ("Ta Chen BVI")	Investment	100	100	100	3.
	Brighton-Best International (Taiwan) Inc. ("BBI-TW")	Import, export and sale of screws and nuts	42.72	42.72	42.72	1.
	Yinrong (Shanghai) Investment Management Limited	Investment	100	100	100	3. and 10.
	Wei Mei Roller Blind Co., Ltd. (Wei-Mei Roller Blind)	Investment	100	100	70	6.
	Ta Chen (Hong Kong) Limited	General trade business	100	100	100	3.
	Ta Chen Lung Mei Home Life Co., Ltd. (Lung Mei)	Manufacture and sale of curtains and decorations	99.99	99.99	99.96	4.
	Right way industrial Co., Ltd. (Right way)	Manufacture of engine and automobiles parts	0.26	0.26	0.26	
TCI	TCI Investment Group, Inc.	Import, export and sale of screws and nuts	100	100	100	
	Empire Resources, Inc. (ERI)	Import, export and sale of stainless steel and aluminum products	100	100	100	
	Primus Pipe and Tube Holding, Inc.	Investment	100	100	100	
	TCI Texarkana Inc.(TKA)	Manufacture and sale of aluminum products	100	100	100	
ERI	Empire Resources Pacific Ltd.	Import, export and sale of stainless steel and aluminum products	100	100	100	
	Imbali Metals BVBA	Import, export and sale of aluminum products	100	100	100	
	Empire Resources UK Ltd.	Import, export and sale of aluminum products	100	100	100	
	8911 Kelso Drive	Import, export and sale of aluminum products	100	100	100	

(To be Continued)

(Brought Forward)

Name of Investment Company	Name of Subsidiary	Nature of Activities	Proportion of Ownership			Description
			March 31, 2025	December 31, 2024	March 31, 2024	
Primus Pipe and Tube Holding, Inc.	Primus Pipe and Tube, Inc.	Manufacture and sale of stainless steel	100	100	100	
	Bristol Pipe and Tube, Inc.	Manufacture and sale of stainless steel	-	-	-	9.
Ta Chen BVI	Ta Chen (Shijiazhuang) Co., Ltd.	Manufacture and sale of stainless steel valves and casting products	93.14	93.14	93.14	3.
	Ta Chen (Boye) Co., Ltd.	Manufacture and sale of stainless steel valves and casting products	100	100	100	3.
	TMCT Products, Inc.	Investment	100	100	100	3.
	Los Osos Holdings, Inc.	Investment	100	100	100	3.
	Clarke St. Property Holding, LLC	Investment	100	100	100	3.
TMCT Products, Inc.	Nash Metals, LLC	Aluminum processing industry	100	100	49	7.
Los Osos Holdings, Inc.	Procurmore Trading, Inc.	Investment	100	100	100	3.
Wei Mei Roller Blind Co., Ltd.	Wei Mei Hsin Shu Interior Decoration Co., Ltd.	Manufacture and trade of window decorations	100	100	100	
Brighton-Best International Inc.	Brighton-Best International, Inc.(BBI-USA)	Import, export and sale of screws and nuts	100	100	100	
	Brighton-Best International (Canada), Inc.(BBI-CA)	Import and sale of screws and nuts	100	100	100	3.
	Brighton-Best International (UK), Limited.(BBI-UK)	Import and sale of screws and nuts	100	100	100	3.
	Brighton-Best International (AU), Pty Ltd.(BBI-AU)	Import and sale of screws and nuts	100	100	100	3.
	Brighton-Best International (NZ), Limited.(BBI-NZ)	Import and sale of screws and nuts	100	100	100	3.
	Brighton-Best International Inc.(Cayman)(BBI-CAY MAN)	Investment	-	-	-	2. and 3.
	Ta Chen Empire Co., Ltd. (TCE)	Import, export and sale of aluminum products	100	100	100	
	Brighton-Best (Hong Kong) Limited	Investment	-	-	-	3. and 5.
	Right way industrial Co., Ltd. (Right way)	Manufacture of engine and automobiles parts	17.82	17.82	17.82	
BBI-USA	Brighton-Best International (Brasil), Comercio de Parafusos Ltda.(BBI-BZ)	Import and sale of screws and nuts	100	100	100	3.
	Brighton-Best International Middle East (FZE)	Import and sale of protective products	100	100	-	3. and 8.
BBI-CAYMAN	Cheng-Rong (Shanghai) International Trading Ltd.	General trade business	-	-	-	2. and 3.
Brighton-Best (Hong Kong) Limited	Brighton-Best (Hong Kong) Holding Limited	Investment	-	-	-	3. and 5.
Right Way	Right Way Industrial (Malaysia) Sdn. Bhd.	Manufacture of automobile and motorcycle pistons	79.63	79.63	79.63	
	Excellent Growth Investments Limited	Investment	100	100	100	
	Right Way North America Inc.	Trading of Automobile Engine Parts	100	100	100	11.
Right Way Industrial (Malaysia) Sdn. Bhd.	TRIM Engineering Sdn. Bhd	Connecting rod manufacturing	89.5	89.5	89.5	
Ta Chen Empire Co., Ltd.	Noei Geeng Enterprise Co., Ltd.	Manufacturing of screws and nuts	80	80	80	3.
	Hupao Technology CO., LTD.	Energy technology service industry	80	80	80	3.
	Shie Shin Enterprise Co., Ltd.	Manufacturing of screws and nuts	80	80	80	3.

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 March 31, 2025, no investment funding was remitted.
3. The financial statements have not yet been audited by CPAs.
4. Ta Chen Lung Mei Home Life Co., Ltd. Increased the capital increase in cash in August 2024. The Group did not subscribe for these newly issued shares at its existing ownership percentage, which resulted in an increase in its ownership interest to 99.99%.
5. The Group established Brighton-Best (Hong Kong) Limited and Brighton-Best (Hong Kong) Limited in May 2019, and no investment fund was remitted. The approval for dissolution was obtained in December and February 2024, respectively.
6. The Group originally held 70% of the equity of Wei Mei Roller Blind Co., Ltd., and acquired the remaining 30%from a non-related party in November 2024, and carried out a cash capital increase, resulting in an increase in the ownership to 100%.
7. The Group acquired 51% of the remaining equity from a non-related party in December 2024, resulting in an increase in the ownership to 100% and the control of the equity was obtained and included it in the subsidiaries.
8. The Group established the company in July 2023, and the investment was remitted in December 2024.
9. The Group established Briston Pipe and Tube, Inc. in March 2025, and invested US$45 million in April 2025.
10. The Group completed the cancellation registration in December 2024. As of the end of March 2025, the investment had not been repatriated.
11. The dissolution and liquidation were completed in April 2025.

See Tables 7 and 8 for the information of location and main business and products of subsidiaries.

(II) Subsidiaries excluded from the consolidated financial statements: None.

(III) Details of subsidiaries that have material non-controlling interests

	Proportion of Ownership and Voting Rights Held by Non-controlling Interests		
Name of Subsidiary	March 31, 2025	December 31, 2024	March 31, 2024
Brighton-Best International Inc.	57.28%	57.28%	57.28%
Right Way	81.92%	81.92%	81.92%

Note: Details of other subsidiaries that have no material non-controlling interests

See Table 7 for information on the places of incorporation and principal places of business.

Name of Subsidiary	Profit (Loss) Allocated to Non-controlling Interests	
	January 1 to March 31, 2025	January 1 to March 31, 2024
BBI-TW (excluding the non-controlling interests of subsidiaries)	$ 314,543	$ 351,692
Right Way	2,529	10,316
Others	(384)	(59)
	$ 316,688	$ 361,949

Name of Subsidiary	Non-controlling Interests		
	March 31, 2025	December 31, 2024	March 31, 2024
BBI-TW (excluding the non-controlling interests of subsidiaries)	$ 9,523,477	$ 8,904,511	$ 8,654,238
Right Way	3,203,861	3,156,845	3,207,661
Others	163,766	163,732	200,493
	$12,891,104	$12,225,088	$12,062,392

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

	March 31, 2025	December 31, 2024	March 31, 2024
Current assets	$22,149,228	$20,825,357	$21,871,864
Non-current assets	28,538,200	22,902,971	24,396,266
Current liabilities	(8,876,375)	(8,250,247)	(9,561,206)
Non-current liabilities	(7,961,236)	(8,103,687)	(7,908,787)
Equity	$33,849,817	$27,374,394	$28,798,137
Equity attributable to:			
Owners of BBI-TW	$13,067,133	$10,284,250	$10,893,154
Non-controlling interests of BBI-TW	17,435,045	13,789,368	14,552,195
Non-controlling interests of BBI-TW's subsidiaries	3,347,639	3,300,776	3,352,788
	$33,849,817	$27,374,394	$28,798,137

	January 1 to March 31, 2025	January 1 to March 31, 2024
Revenue	$ 5,878,241	$ 5,708,095
Net profit	$ 767,917	$ 589,748
Other comprehensive income for the year	5,723,026	(336,595)
Total comprehensive income for the year	$ 6,490,943	$ 253,153
Profit attributable to:		
Owners of BBI-TW	$ 451,263	$ 228,109
Non-controlling interests of BBI-TW	314,543	351,692
Non-controlling interests of BBI-TW's subsidiaries	2,111	9,947
	$ 767,917	$ 589,748
Total comprehensive income attributable to:		
Owners of BBI-TW	$ 3,141,648	($ 397,636)
Non-controlling interests of BBI-TW	3,289,630	671,235
Non-controlling interests of BBI-TW's subsidiaries	59,665	(20,446)
	$ 6,490,943	$ 253,153
Net cash outflow from:		
Operating activities	$ 341,257	$ 1,374,875
Investing activities	84,340	127,780
Financing activities	(110,464)	(1,864,344)
Effects of foreign currency exchange differences	10,703	10,633
Net cash inflow (outflow)	$ 325,836	($ 351,056)

XIV. Investments Accounted for Using the Equity Method

	March 31, 2025	December 31, 2024	March 31, 2024
Investments in associates			
Associates that are individually material			
TY Steel Co., Ltd. (Note 1)	$ -	$ -	$ 297,987
Associates that are not individually material			
TY Steel Co., Ltd. (Note 1)	145,955	178,297	-
Amerinox Texakana, LLC (Note 2)	-	-	46,394
Ta Chen Green System Co., Ltd.	57,831	57,907	58,627
City Mocean Co., Ltd.	1,517	1,765	2,352
	205,303	237,969	107,373
	$ 205,303	$ 237,969	$ 405,360

Note 1: The company became immaterial to the Group since December 31, 2024.

Note 2: The company was renamed as Nash Metals, LLC. in November 2024 by Ameriox Texakana, LLC., and was included in the subsidiaries of the Group in December 2024.

Aggregate information of associates that are individually material

Name	Nature of Activities	Principal Place of Business	Proportion of Ownership		
			March 31, 2025	December 31, 2024	March 31, 2024
TY Steel Co., Ltd. (TY Steel) (Note 1)	Manufacture and sale of billets	Thailand	38.75%	38.75%	38.75%

For the business nature, principal place of business and country of incorporation of said associates, please refer to Table 7 “Information on Investees, Location, etc.”

XV. Property, Plant and Equipment, Net

Property, plant and equipment are used by the Group.

Refer to Table 1 for the movements of property, plant and equipment.

For the farmland which was registered by the Group in another person’s name (stated as land), the contract of name-borrowing for registration with the related party, Victor Hsieh, and the right of mortgage is established with the Group.

The depreciation expenses are provided on a straight-line basis over the 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 32 for the carrying amount of property, plant and equipment pledged as collateral for bank borrowings.

XVI. Investment Properties

	Land	Buildings	Total
Cost			
Balance at January 1, 2024	$ 829,282	$ 368,284	$ 1,197,566
Reclassifications	(26,000)	(24,932)	(50,932)
Balance at March 31, 2024	$ 803,282	$ 343,352	$ 1,146,634
Accumulated Depreciation			
Balance at January 1, 2024	$ -	$ 12,418	$ 12,418
Depreciation Expense	-	2,287	2,287
Reclassifications	-	(498)	(498)
Balance at March 31, 2024	$ -	$ 14,207	$ 14,207
Carrying amounts at March 31, 2024	$ 803,282	$ 329,145	$ 1,132,427
Cost			
Balance at January 1 and March 31, 2025	$ 803,282	$ 343,352	$ 1,146,634
Accumulated Depreciation			
Balance at January 1, 2025	$ -	$ 21,068	$ 21,068
Depreciation Expense	-	2,287	2,287
Balance at March 31, 2025	$ -	$ 23,355	$ 23,355
Net amounts at December 31, 2024 and January 1, 2025	$ 803,282	$ 322,284	$ 1,125,566
Net amount at March 31, 2025	$ 803,282	$ 319,997	$ 1,123,279

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

The fair values of investment property on December 31, 2024 and 2023 were NT$1,576,405 thousand and NT$1,388,298 thousand, respectively. The fair values were evaluated by the actual transaction price and appraisal report of the neighboring areas in the last one year. As evaluated by the management of the Group, there was no significant change in fair values as of March 31, 2025 and 2024.

XVII. Lease Arrangements

(I) Right-of-use assets

	March 31, 2025	December 31, 2024	March 31, 2024
Carrying amount			
Land	$ 80,613	$ 67,217	$ 74,955
Building	8,640,179	8,556,113	7,841,395
Transportation Equipment	3,946	4,791	7,328
	$ 8,724,738	$ 8,628,121	$ 7,923,678

	January 1 to March 31, 2025	January 1 to March 31, 2024
Additions to right-of-use assets	$ 320,514	$ 19,270
Depreciation charge for right-of-use assets		
Land	$ 2,780	$ 2,768
Building	326,396	313,628
Transportation Equipment	846	845
	$ 330,022	$ 317,241

Except for said additions, recognized depreciation expenses, and the sub-lease explained in Note 11, the Group did not have significant sublease or impairment of right-of-use assets from January 1 to March 31, 2025 and 2024.

(II) Lease liabilities

	March 31, 2025	December 31, 2024	March 31, 2024
Carrying amount			
Current	$ 1,271,404	$ 1,220,121	$ 1,153,357
Non-current	$ 8,763,979	$ 8,674,769	$ 7,769,510

Ranges of discount rates for lease liabilities were as follows:

	March 31, 2025	December 31, 2024	March 31, 2024
Land	1.55%~1.98%	1.55%~1.58%	1.55%~1.58%
Building	1.31%~6.94%	1.31%~6.94%	1.31%~6.94%
Transportation Equipment	1.81%	1.81%	1.81%

(III) 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.

(IV) Other lease information

	January 1 to March 31, 2025	January 1 to March 31, 2024
Expenses relating to short-term leases	$ 100,333	$ 106,229
Expenses relating to low-value leasing assets	$ 87	$ 98
Expenses relating to variable lease payments not included in the measurement of lease liabilities	$ 1,744	$ 1,747
Total cash outflow for leases	($ 493,051)	($ 455,965)

XVIII. Goodwill and Other Intangible Assets

(I) Goodwill

	March 31, 2025	December 31, 2024	March 31, 2024
Book value	$ 4,847,119	$ 4,786,683	$ 4,359,763

The Group did not recognize any impairment loss of goodwill in Q1 of 2025 and 2024, and the change in carrying amount resulted from the exchange differences on translation of financial statements of foreign operations.

(II) Other intangible assets

	March 31, 2025	December 31, 2024	March 31, 2024
Customer Relationships	$ 280,615	$ 300,074	$ 332,151
Non-Compete Agreements	113,016	121,994	134,972
Trademarks	78,782	78,154	77,363
Computer Software	39,145	29,861	55,005
Patents	1,008	1,405	2,571
Technical Expertise	806,338	851,318	950,534
	$ 1,318,904	$ 1,382,806	$ 1,552,596

Except for the recognized amortization expenses, the Group did not have significant additions, disposal and impairment of other intangible assets from January 1 to March 31, 2025 and 2024.

The amortization expenses are provided on a straight-line basis over the 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

XIX. Prepayments

	March 31, 2025	December 31, 2024	March 31, 2024
Current			
Prepayments for purchases	$ 1,896,660	$ 1,740,396	$ 1,839,365
Others	400,222	431,186	496,400
	$ 2,296,882	$ 2,171,582	$ 2,335,765

XX. Borrowings

(I) Short-term borrowings

	March 31, 2025	December 31, 2024	March 31, 2024
Secured borrowings (Note 32)			
Revolving bank borrowings	$ 13,217,331	$ 11,099,359	$ 14,390,080
Borrowings of usance L/C	791,691	2,057,540	516,939
	$ 14,009,022	$ 13,156,899	$ 14,907,019

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

	March 31, 2025	December 31, 2024	March 31, 2024
Revolving bank borrowings	1.51%~6.11%	1.5%~6.05%	0.5%~6.63%
Borrowings of usance L/C	1.79%~4.88%	1.79%~4.85%	1.7%~4.87%

(II) Short-term notes and bills payable

	March 31, 2025	December 31, 2024	March 31, 2024
Commercial paper	$ 330,000	$ 180,000	$ 680,000
Less: Unamortized discounts on bills payable	289	172	111
	$ 329,711	$ 179,828	$ 679,889
Interest Rate	2.04%	2.02%	1.73%~1.88%

The collateral for the above short-term bills payable includes time deposits, bills with repurchase agreements, and property, plant and equipment. Please refer to Note 32 for details.

(III) Long-term borrowings

	March 31, 2025	December 31, 2024	March 31, 2024
The Company			
1. Syndicated bank loan - 2023			
(1) Loan (A) medium-term and long-term secured borrowings	$ 3,800,000	$ 4,000,000	$ 4,000,000
(2) Loan (B) medium-term and long-term secured borrowings	900,000	900,000	900,000
(3) Loan (C) medium-term and long-term secured borrowings	3,700,000	3,700,000	1,700,000
2. Unsecured loans Matured from June 2026 to August 2027, with the annual interest rates for March 31, 2025, December 31, 2024 and March 31, 2024 at 1.84% - 2.08%, 1.84% - 2.05%, and 1.71% - 1.89%, respectively.	1,175,000	1,200,000	2,725,000
3. Secured loans Matured from April 2026 to December 2029, with the annual interest rates for March 31, 2025, December 31, 2024 and March 31, 2024 at 1.93% - 2.28%, 1.92% - 2.24%, and .78% - 1.78%, respectively.	1,091,549	1,106,847	1,463,814
Subtotal	10,666,549	10,906,847	10,788,814

(To be Continued)

(Brought Forward)

Subsidiary	March 31, 2025	December 31, 2024	March 31, 2024
1. Syndicated bank loans			
(1) TCI and TCI subsidiaries	6,807,025	1,147,475	5,440,000
(2) BBI-TW	3,495,000	3,885,000	1,570,000
(3) BBI-USA	185,948	-	352,000
(4) TKA	6,870,115	5,766,882	2,720,000
2. Medium-term secured borrowings Matured from June 2026 to March 2030, with the annual interest rates for March 31, 2025, December 31, 2024 and March 31, 2024 at 1.84% - 7.375%, 1.84% - 7.375%, and 1.71% - 8.375%, respectively.	2,044,698	2,162,285	3,630,974
3. Credit guarantee fund secured borrowings Maturing in January 2027, with the annual interest rates at 0.5% as of March 31, 2024.	-	-	29,750
4. Medium-term unsecured borrowings Maturing in March 2029, with the annual interest rates for March 31, 2025, December 31, 2024 and March 31, 2024 at 2.37% - 2.51%, 2.37% - 2.51%, and 2.44% - 2.51%, respectively.	2,108	2,205	1,739
5. Bank borrowings for suppliers' financing arrangement Matured from August 2026 to February 2028, with the annual interest rates for March 31, 2025, December 31, 2024 and March 31, 2024 at 2.99% - 6.41%, 2.99% - 6.41%, and 3.53% - 7.69%, respectively.	$ 743,627	$ 817,616	$ 870,347
Subtotal	20,148,521	13,781,463	14,614,810
Total	30,815,070	24,688,310	25,403,624
Less: Unamortized arrangement fee of long - term borrowings	118,822	132,913	154,068
	30,696,248	24,555,397	25,249,556
Less: Current portion	1,634,152	1,416,103	2,188,512
	$29,062,096	$23,139,294	$23,061,044

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(IV) 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 on January 17, 2023 (due in January 2028).

   The credit line and credit used as of March 31, 2025, December 31, 2024 and March 31, 2024 are stated as follows:

		Credit used				
	Credit Line	March 31, 2025	December 31, 2024	March 31, 2024	Payment Terms	Interest Rate
Loan (A)	$ 4,000,000	$ 3,800,000	$ 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	2.24%, 2.23% and 2.034% as of March 31, 2025, December 31, 2024 and March 31, 2024.
Loan (B)	2,000,000	900,000	900,000	900,000	Within 5 years from the first date of drawdown until the maturity date	As of March 31, 2025, December 31, 2024 and March 31, 2024, the interest was 2.27%
Loan (C)	9,600,000	3,700,000	3,700,000	1,700,000	Within 5 years from the first date of drawdown until the maturity date	2.24%, 2.23% - 2.24% and 2.034% as of March 31, 2025, December 31, 2024 and March 31, 2024.
	$ 15,600,000	$ 8,400,000	$ 8,600,000	$ 6,600,000		

   Repayment terms were as follows:

   Loan (A): 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):

   (1) 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.

   (2) During the period of progressive decrease of the credit line, where the outstanding principal balance for the relevant credit line exceeds the credit line after the progressive decrease, the borrower shall settle the outstanding principal, interest and related expenses in excess of the amount of credit line after such progressive decrease earlier. Said early settlement shall be free from the restriction imposed by Article 19 of the Joint Credit Agreement.

   (3) Credit lines have decreased progressively cannot be drawn down any longer. The Company should settle each such loan or other agreed settlement under the joint credit agreement on the expiry

date set out in each application. The usage of the credits is identical to the original credit agreement.

Subsidiary

1. Syndicated bank loans

(1) 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 to the agreement in which the maturity date of the loan extended to November 2026.

The relevant information as of March 31, 2025 and December 31, 2024 and March 31, 2024 is as follows:

Unit: US$ thousand

	Credit Used (thousand)			
	March 31, 2025	December 31, 2024	March 31, 2024	Interest Rate
TKA	USD 205,000	USD 160,000	USD 170,000	5.92%, 6.05% and 6.92% as of March 31, 2025, December 31, 2024 and March 31, 2024.

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

(2) BBI-TW

2024 Syndicated loan

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 relevant information as of March 31, 2025 and December 31, 2024 is as follows:

		Credit used (Note 2)			
	Credit Line	March 31, 2025	December 31, 2024	Payment Terms	Interest Rate
Loan (A)	Note 1	$ 1,875,000	$ 1,875,000	Within 5 years from the first drawdown date until the maturity date	2.3545% and 2.3533% as of March 31, 2025 and December 31, 2024.
Loan (B)	Note 1	1,620,000	2,010,000	Within 5 years from the first drawdown date until the maturity date	2.3545% and 2.3534% - 2.3535% as of March 31, 2025 and December 31, 2024.
Loan (C)	Note 1	-	-	Within 5 years from the first drawdown date until the maturity date	-

Note 1: As of March 31, 2025 and December 31, 2024, the line of credit of the syndicated bank loan was as follows:

	March 31, 2025	December 31, 2024
Loan (A)	$ 1,875,000	$ 1,875,000
Loan (B)	5,625,000	5,625,000
Loan (C)	5,625,000 (or in USD equivalent)	5,625,000 (or in USD equivalent)

Note 2: Notwithstanding, the sum of the credit lines of loans (B) and (C) cannot exceed NT$5.625 billion.

Repayment terms were as follows:

Loan (A): 24 months from the date of initial drawdown shall constitute the first installment, and then every 6 months as one instalment. It shall be repaid in seven installments. In 1st installment and 2nd installment, 5% of the principal under Loan (A) shall be repaid respectively, and from 3rd installment to 6th installment, 10% of the principal under Loan (A) shall be repaid respectively. In 7th installment, 50% of the principal under Loan (A) shall be repaid in full.

Loan (B) and Loan (C): 24 months from the date of initial drawdown shall constitute the first installment, and then every 6 months as one instalment. The credit line decreases progressively in seven installments. In 1st installment and 2nd installment, respectively, the credit line shall decrease by 5% progressively, and from 3rd installment to 6th installment, respectively, the credit line shall decrease by 10% progressively. In 7th installment, the credit line shall decrease by 50%. If the used balance of principal exceeds the available credit line, the excess shall be repaid before the next installment payment date. Each borrowing cannot exceed the maturity date of the loan.

Refer to Note (IV) 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.

2021 Syndicated loan

In addition, 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 settled in 2024.

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

	Credit Line	Credit used (Note 2) March 31, 2024	Payment Terms	Interest Rate
Loan (A)	Note 1	$ 1,200,000	Within 5 years from the first drawdown date until the maturity date	2.6367% as of March 31, 2024
Loan (B)	Note 1	370,000	Within 5 years from the first drawdown date until the maturity date	2.6797% as of March 31, 2024
Loan (C)	Note 1	-	Within 5 years from the first drawdown date until the maturity 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 March 31, 2024, the line of credit of the syndicated bank loan was as follows:

	March 31, 2024
Loan (A)	$ 1,200,000
Loan (B)	3,000,000
Loan (C)	3,000,000 (or in USD equivalent)
Loan (D)	1,000,000

Note 2: Notwithstanding, the sum of the credit lines of loans (B) and (C) cannot exceed NT$3.75 billion.

Repayment terms were as follows:

Loan (A): 24 months from the date of initial drawdown shall constitute the first installment, and then every 6 months as one instalment. It shall be repaid in seven installments. In 1st installment and 2nd installment, 5% of the principal under Loan (A) shall be repaid respectively, and from 3rd installment to 6th installment, 10% of the principal under Loan (A) shall be repaid respectively. In 7th installment, 50% of the principal under Loan (A) shall be repaid in full.

Loan (B): 24 months from the date of initial drawdown shall constitute the first installment, and then every 6 months as one instalment. The credit line decreases progressively in seven installments. In 1st installment and 2nd installment, respectively, the credit line shall decrease by 5% progressively, and from 3rd installment to 6th installment, respectively, the credit line shall decrease by 10% progressively. In 7th installment, the credit line shall decrease by 50%. If the used balance of principal exceeds the available credit line, the excess shall be repaid before the next installment payment date. Each borrowing cannot exceed the maturity date of the loan.

Loan (C): 30 months from the date of initial drawdown shall

constitute the first installment, and then every 6 months as one instalment. The credit line decreases progressively in seven installments. In 1st installment and 2nd installment, respectively, the credit line shall decrease by 5% progressively, and from 3rd installment to 6th installment, respectively, the credit line shall decrease by 10% progressively. In 7th installment, the credit line shall decrease by 50%. If the used balance of principal exceeds the available credit line, the excess shall be repaid before the next installment payment date. Each borrowing cannot exceed the maturity date of the loan.

Loan (D): One year from the date of initial drawdown. Notwithstanding, insofar as the Company is free from breach of the Agreement, each credit bank may renew the contract with the Company and all the joint guarantors for one year per year within the limit of its individual commitment, provided that the expiry date of the credit period shall not exceed the credit periods for Loans (A), (B) and (C), respectively.

Refer to Note (IV) 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.

(3) Syndicated Loans of BBI-USA

BBI-USA entered into a syndicated loan agreement (credit line 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 the medium term operating revolving funds and cover the needs for investment capital. The annual interest rates were 6.42% and 7.42% as of March 31, 2025 and 2024, respectively. In February 2016 and March 2021, the credit line was amended to US$260,000 thousand, and the loan are due in August 2026, and the usage of credit is identical to the original credit agreement.

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

(4) Syndicated Loans of TKA

TKA entered into a syndicated loan agreement (credit facility of up to USD 85,000 thousand) with a syndicate of banks in March 2022, The usage of the syndicated loan is to enhance the capital funds to expand the factory. The loan is due in April 2027. In July 2023, the credit line was amended to US$318,000 thousand, and the loan is due in August 2028.

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

(5) Bank borrowings for suppliers' financing arrangement

TKA purchased equipment to expand its capacity and entered into several equipment-pledged loan contracts with First American

Commercial Bank, Inc. (First American), a U.S. financial company. It is agreed 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.

The financing arrangement was signed with the supplier by TKA, and the advance payment was made by First American. Therefore, the payments were made to First American within five years since the date of payment made by First American, plus interest accrued at 2.99% - 6.41%. The actual payment date of the Group has exceeded the payment date agreed with the supplier. The Group has presented the liabilities of the bank as long-term borrowings. The information on financing arrangements with suppliers is as follows:

For the carrying amounts and balances of various financial liabilities involving the financing arrangements with suppliers, the amounts received by the suppliers from the financing are as follows:

	March 31, 2025	December 31, 2024
Long-term borrowings		
Amounts received from financing by suppliers	$ 743,627	$ 817,616

The ranges of payment due dates for financial liabilities involving supplier financing arrangements and their comparable financial liabilities (calculated from the date of the commercial invoices) are as follows:

	March 31, 2025	December 31, 2024
Long-term borrowings		
Involving financing arrangements with suppliers	5 years	5 years
Comparable liabilities not involving financing arrangements with suppliers	30 to 60 Days	30 to 60 Days

The change in financial liabilities involving financing arrangements with suppliers is mainly from the purchase of equipment and subsequent settlement of accounts, and there is no significant non-cash change.

(IV) The financial ratio limits for the syndicated loan are as follows:

	The Company (Note 1)	TCI and its subsidiaries (Note 2)	Syndicated loan of BBI-TW for 2024 (Note 3)	Syndicated loan of BBI-TW for 2021 (Note 3)	BBI-USA (Note 4)	TKA (Note 2)
Current ratio (minimum)	120%	—	130%	130%	-	-
Debt ratio (maximum)	290%	—	200%	200%	-	-
Interest coverage ratio (minimum)	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: Calculations are based on the annual consolidated financial statements audited by CPAs and Q2 consolidated financial statements reviewed by CPAs.

Note 2: Calculations are based on TCI's annual consolidated financial statements audited by CPAs 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: Calculations are based on BBI-TW's annual consolidated financial statements audited by CPAs and Q2 consolidated financial statements reviewed by CPAs.

Note 4: Calculations are based on BBI-USA's annual consolidated financial statements audited by CPAs appoved by the credit-line administrative bank 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 March 31, 2025, December 31, 2024 and March 31, 2024, the borrowers have complied with the above-stated requirements.

XXI. Notes Payable and Accounts Payable (including related parties)

	March 31, 2025	December 31, 2024	March 31, 2024
Notes payable			
Operating	$ 59,071	$ 56,906	$ 47,452
Non-operating	43,982	17,917	50,588
	$ 103,053	$ 74,823	$ 98,040

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

Accounts payable (including related parties)

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.

XXII. Other Payables

	March 31, 2025	December 31, 2024	March 31, 2024
Other payable			
Salary and incentive bonus	$ 344,257	$ 483,245	$ 305,113
Remuneration of directors	56,538	29,700	54,736
Employees' compensation	647,133	599,820	510,547
Payables for unused leave	140,139	141,096	126,246
Payables for freight and taxes	542,264	418,034	507,359
Property taxes payable	147,893	443,502	142,324
Tariff and penalties payable for litigation cases (Note 33)	156,064	115,561	112,794
Others	1,396,648	1,297,449	1,041,150
	$3,430,936	$3,528,407	$2,800,269

XXIII. Retirement Benefit Plans

The pension expenses related to the defined benefit plan recognized from January 1 to March 31, 2025 and 2024 are based on the pension cost rate actuarially determined on December 31, 2024 and 2023, and the amounts were NT$(146) thousand and NT$349 thousand, respectively.

XXIV. Equity

(I) Ordinary share capital

	March 31, 2025	December 31, 2024	March 31, 2024
Number of shares authorized (in thousands)	3,200,000	3,200,000	3,200,000
Shares authorized	$32,000,000	$32,000,000	$32,000,000
Number of shares issued and fully paid (in thousands) Ordinary shares	2,434,261	2,434,261	2,434,261
Shares issued Ordinary shares	$24,342,606	$24,342,606	$24,342,606

(II) Capital surplus

	March 31, 2025	December 31, 2024	March 31, 2024
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	$22,054,172
Treasury share transactions	1,070,752	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	21,023	13,249
Expired employee share options	13,503	13,503	13,503
May only be used to offset a deficit			
Share of changes in capital surplus of subsidiary	28,122	26,880	29,686
	$23,187,572	$23,155,021	$23,000,824

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).

(III) 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. Please refer to Note 26(8) for the policy on the distribution of employees' and directors' remuneration as stipulated in the Company's Articles of Incorporation.

In line with current and future development plans, the Company's dividend policy after the amendments 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 2024 and 2023, approved in the board meetings on March 12, 2025 and the annual general meeting on June 19, 2024, respectively, are stated as follows:

	Appropriation of Earnings		Dividends Per Share (NT$)	
	2024	2023	2024	2023
Legal Reserve	$ 358,378	$ 535,341		
Provision (reversal) of special reserve	626,382	(64,308)		
Cash dividends	2,677,687	2,921,113	$ 1.1	$ 1.2

The appropriation of earnings for 2024 is subject to the resolution of the shareholders in the annual general meeting convened on June 11, 2025.

(IV) Other equity items

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

	January 1 to March 31, 2025	January 1 to March 31, 2024
Opening Balance	$ 5,231,711	$ 1,290,561
Occurred in the current period		
Difference from translation of foreign operation	946,106	2,500,954
Ending Balance	$ 6,177,817	$ 3,791,515

2. Unrealized Gain and Losses on Financial Assets at Fair Value Through Other Comprehensive Income

	January 1 to March 31, 2025	January 1 to March 31, 2024
Opening Balance	($ 102,645)	($ 61,163)
Occurred in the current period		
Unrealized profit or loss		
Equity instruments	16,032	(29,410)
Ending Balance	($ 86,613)	($ 90,573)

3. Gain (loss) on hedging instruments

	January 1 to March 31, 2025	January 1 to March 31, 2024
Opening Balance	$ 282,629	$ 511,197
Occurred in the current period		
Gain on changes in the fair value of hedging instruments		
Interest rate swap contracts	367,606	198,246
Related income tax	(73,497)	12,365
Reclassification adjustment		
Hedged items affecting profit or loss		
Interest rate swap contracts	(79,333)	(79,539)
The hedged item is no longer expected		
Interest rate swap contracts	-	(182,132)
Ending Balance	$ 497,405	$ 460,137

For the information related to interest rate swap contracts into between the Group and financial institutions for interest rate hedging, please refer to Note 30.

(V) Non-controlling interests

	January 1 to March 31, 2025	January 1 to March 31, 2024
Opening Balance	$ 12,225,088	$ 11,419,312
Net profit	316,688	361,949
Other comprehensive profit and loss for the current period		
Exchange Differences on Translating the Financial Statements Foreign Operations	162,590	356,292
Profit and loss from cash flow hedging	-	2,059
Unrealized gains and losses from FVTOCI	$ 138,827	($ 67,532)
Related income tax	-	(376)
Shares of the parent company disposed by Subsidiaries are deemed transaction of treasury shares	64,673	-
Changes in equity of subsidiaries	(3,960)	(961)
Changes in non-controlling interests	(12,802)	(8,351)
Ending Balance	$ 12,891,104	$ 12,062,392

(VI) Treasury shares

Purpose of Buy-back	Shares Held by Subsidiaries (In Thousands of Shares)
Number of shares at January 1, 2025	290,352
Decrease in the current period	(2,296)
Number of shares as of March 31, 2025	288,056
Number of shares on January 1 and March 31, 2024	290,352

The subsidiaries, BBI-TW and TCE held shares of the Company (BBI-TW classified them as financial assets at FVTPL-current and financial assets at FVTOCI-non-current, which was recorded as financial assets at fair value through profit or loss - current by TCE) The Company recognized treasury shares by the combined ownership percentages of BBI-TW and TCE.

For the purpose of investment, related information regarding shares of the Company held by BBI-TW and TCE on the balance sheet date was as follows:

March 31, 2025

Name of Subsidiary	Number of Shares Held (In Thousands of Shares)	Cost	Market Price
Brighton-Best International Inc.	167,204		$8,234,791
Ta Chen Empire Co., Ltd.	120,852		$5,951,979
Belonging to the Company	123,403	$4,372,069	$6,077,612

December 31, 2024

Name of Subsidiary	Number of Shares Held (In Thousands of Shares)	Cost	Market Price
Brighton-Best International Inc.	167,204		$5,057,917
Ta Chen Empire Co., Ltd.	123,148		$3,725,239
Belonging to the Company	124,358	$4,388,208	$3,761,826

March 31, 2024

Name of Subsidiary	Number of Shares Held (In Thousands of Shares)	Cost	Market Price
Brighton-Best International Inc.	167,204		$6,102,942
Ta Chen Empire Co., Ltd.	123,148		$4,494,915
Belonging to the Company	124,300	$4,386,159	$4,536,943

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

XXV. Revenue

	January 1 to March 31, 2025	January 1 to March 31, 2024
Revenue from contracts with customers		
Revenue from sale of goods	$ 25,932,694	$ 22,991,663
Construction contract revenue	152,696	233,137
	$ 26,085,390	$ 23,224,800

Contract balances

	March 31, 2025	December 31, 2024	March 31, 2024	January 1, 2024
Accounts receivable (Note 10)	$11,333,423	$ 8,212,530	$ 9,159,214	$ 7,466,965

Contract assets (recognized as other current assets)

	March 31, 2025	December 31, 2024	March 31, 2024	January 1, 2024
Construction contract revenue	$ 102,142	$ 146,363	$ 63,472	$ 28,407

Contract liabilities

	March 31, 2025	December 31, 2024	March 31, 2024	January 1, 2024
Sales of goods	$ 119,697	$ 128,494	$ 145,959	$ 145,627

Refer to Note 37 for segment revenue information.

XXVI. Profit (Loss) Before Income Tax

Net income before tax includes the following items:

(I) Other operating income and expenses, net

	January 1 to March 31, 2025	January 1 to March 31, 2024
Net loss and gain from disposal of property, plant and equipment	$ 59	($ 2,211)

(II) Interest revenue

	January 1 to March 31, 2025	January 1 to March 31, 2024
Bank deposits and financial assets at amortized cost	$ 36,254	$ 57,634

(III) Other revenue

	January 1 to March 31, 2025	January 1 to March 31, 2024
Rental income	$ 10,827	$ 3,684
Others	32,439	25,881
	$ 43,266	$ 29,565

(IV) Other gains and losses

	January 1 to March 31, 2025	January 1 to March 31, 2024
Foreign exchange gain	$ 810,599	$ 866,494
Foreign exchange losses	(579,682)	(237,589)
Net loss on financial assets designated as at FVTPL	(567,550)	247,124
Others	(1,326)	(11,261)
	($ 337,959)	$ 864,768

(V) Finance costs

	January 1 to March 31, 2025	January 1 to March 31, 2024
Interest on bank loans	$ 464,031	$ 387,024
Amortization of arrangement fees of syndicated bank loans	15,306	21,278
Gain on fair value of derivatives designated as cash flow hedge relationship from equity reclassified to profit or loss	(79,333)	(79,539)
Interest on lease liabilities	84,833	63,589
	484,837	392,352
Less: Amounts included in the cost of qualifying assets	195,111	144,579
	$ 289,726	$ 247,773

Information about capitalized interest is as follows:

	January 1 to March 31, 2025	January 1 to March 31, 2024
Capitalized interest	$ 195,111	$ 144,579
Capitalization rate	2.08%~6.41%	0.86%~6.41%

(VI) Depreciation and amortization

	January 1 to March 31, 2025	January 1 to March 31, 2024
Property, plant and equipment	$ 420,625	$ 331,036
Investment properties	2,287	2,287
Other intangible assets	99,660	99,687
Other non-current assets	124	145
Right-of-use assets	330,022	317,241
	$ 852,718	$ 750,396
An analysis of depreciation by function		
Operating costs	$ 308,651	$ 232,721
Operating expenses	444,283	417,843
	$ 752,934	$ 650,564
An analysis of amortization by function		
Operating costs	$ 124	$ 145
Operating expenses	99,660	99,687
	$ 99,784	$ 99,832

(VII) Employee benefits expense

	January 1 to March 31, 2025	January 1 to March 31, 2024
Short-term employee benefits	$ 1,901,302	$ 1,615,911
Post-employment benefits		
Defined contribution plans	63,505	50,356
Defined benefit plans (refer to Note 23)	(146)	349
	63,359	50,705
	$ 1,964,661	$ 1,666,616
An analysis of employee benefits expense by function		
Operating costs	$ 695,141	$ 574,069
Operating expenses	1,269,520	1,092,547
	$ 1,964,661	$ 1,666,616

(VIII) Employees' compensation and remuneration of directors

According to the Articles of Incorporation, the Company accrued employees' compensation and remuneration to directors 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. Pursuant to the amendment to the Securities and Exchange Act in August 2024, the Company plans to approve the amendments to the Articles of Incorporation in the 2025 shareholders' meeting, stipulating that 50% of the above-mentioned employee remuneration shall be distributed to the remuneration of the non-executive employees. The estimated remunerations to employees and directors for the three months ended March 31, 2025 and 2024 are as follows:

Accrual rate

	January 1 to March 31, 2025	January 1 to March 31, 2024
Employees' compensation	3%	3%
Remuneration of directors	1.5%	1.5%

Amount

	January 1 to March 31, 2025	January 1 to March 31, 2024
Employees' compensation	$ 51,425	$ 38,972
Remuneration of directors	25,713	19,486

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

The remunerations to employees and directors for the years ended December 31, 2024 and 2023 resolved by the Company's board of directors on March 12, 2025 and March 12, 2024 were as follows:

Accrual rate

	2024	2023
Employees' compensation	3%	3%
Remuneration of directors	0.58%	0.39%
Employees' compensation – cash	$ 123,456	$ 185,807
Remuneration of directors – cash	24,000	24,000

There was no difference between the actual amounts of employees' remunerations paid in 2024 and 2023 and the amounts recognized in the consolidated financial statements for 2024 and 2023.

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.

XXVII. Income Tax

(I) Income tax recognized in profit or loss

The main components of income tax expense are as follows:

	January 1 to March 31, 2025	January 1 to March 31, 2024
Current tax		
Occurred in the current period	$ 859,519	$ 281,603
Adjustments for prior years	(14,015)	5,029
	845,504	286,632
Deferred tax		
Occurred in the current period	(215,988)	220,450
Income tax expense recognized in profit or loss	$ 629,516	$ 507,082

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 investees. As a result, no deferred tax liability has been recognized on the related investment income recognized under the equity method.

As of the balance sheet date, the Pillar Two income tax acts in the countries where some of the Group's subsidiaries are registered, namely, Belgium, the UK, Canada, Australia, Brazil, Malaysia, and New Zealand, have been enacted.

Pursuant to the act, the subsidiaries locates in the countries where the Pillar Two income tax act is enacted, shall pay the supplementary tax in such countries for their profits taxable at the tax rates lower than the effective tax rate 15%. However, as of March 31, 2025, the Group assessed that said subsidiaries comply with the safe harbor requirements. As the assessment concluded no significant income tax impact on the Group in the countries where the Pillar 2 Income Tax Act took effect. The Group continues to review the impact of the Pillar 2 Income Tax Act on its future financial performance.

(II) Income tax expense recognized in other comprehensive income

	January 1 to March 31, 2025	January 1 to March 31, 2024
Deferred income tax gains (expenses)		
Occurred in the current period		
- Cash flow hedge	($ 73,497)	$ 12,671
- Translation of foreign operation	-	(682)
	($ 73,497)	$ 11,989

(III) Income tax assessments

The income tax returns of the Company and its domestic subsidiaries, through 2023 have been assessed by the tax authorities.

XXVIII. Earnings per Share

The net profit and weighted average number of ordinary shares used in the computation of basic earnings per share is stated as following:

	January 1 to March 31, 2025	January 1 to March 31, 2024
Profit for the year attributable to owners of the Company	$ 1,549,707	$ 1,082,689

Number of Shares

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

	January 1 to March 31, 2025	January 1 to March 31, 2024
Weighted average number of ordinary shares used in the computation of basic earnings per share	2,310,887	2,309,961
Effect of potentially dilutive ordinary shares:		
Employees' compensation	3,034	5,140
Weighted average number of ordinary shares used in the computation of diluted earnings per share	2,313,921	2,315,101

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.

XXIX. Equity Transactions with Non-Controlling Interests

(I) The subsidiary, Right Way Industrial Co., Ltd. purchased the shares of BBI-TW in the market from January 1 to March 31, 2025 and 2024. The transaction was recognized to purchase treasury shares, and the Group's continuing interest of BBI-TW was changed.

(II) The Group's shareholding in Right Way was changed due to the exercise of employee stock options by employees of the subsidiary, Right Way, from January 1 to March 31, 2025 and 2024.

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

January 1 to March 31, 2025

	BBI-TW (I)
Cash consideration paid	($ 15,520)
The amount shall be transferred out of the non-controlling interests is calculated based on the change in the relative equity at the carrying amount of the net assets of subsidiaries	16,762
Difference recognized from equity transactions	$ 1,242

	BBI-TW (I)
Adjustment subjects to the difference from equity transactions	
Additional Paid-In Capital - Recognition of changes in ownership equity in subsidiaries	$ 1,242

January 1 to March 31, 2024

	BBI-TW (I)	Right Way (II)
Cash Consideration paid	($ 10,118)	$ 79
The proportionate share of the carrying amount of the net assets of the subsidiary transferred from non-controlling interests	9,395	(83)
Difference recognized from equity transactions	($ 723)	($ 4)

	BBI-TW (I)	Right Way (II)	Total
Adjustment subjects to the difference from equity transactions			
Additional Paid-In Capital - Recognition of changes in ownership equity in subsidiaries	($ 723)	($ 4)	($ 727)

XXX. Financial Instruments

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

Fair value hierarchy

The carrying amounts of the consolidated company's financial instruments not measured at fair value, such as cash and cash equivalents, receivables, financial assets measured at amortized cost, bank loans, short-term bills payable and payables, are a reasonable approximation of their fair values.

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

1. Fair value hierarchy

March 31, 2025

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Derivatives	$ -	$ 358,548	$ -	$ 358,548
Mutual funds	51,247	-	-	51,247
	$ 51,247	$ 358,548	$ -	$ 409,795
Financial assets at FVTOCI				
Foreign listed shares	$ 95,203	$ -	$ -	$ 95,203
Domestic emerging market shares	-	-	756,467	756,467
Domestic unlisted shares	-	-	27,152	27,152
	$ 95,203	$ -	$ 783,619	$ 878,822
Financial Assets for hedging				
Derivatives	$ -	$ 672,169	$ -	$ 672,169
Financial liabilities at FVTPL				
Derivatives	$ -	$ 83,171	$ -	$ 83,171

December 31, 2024

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Derivatives	$ -	$ 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

March 31, 2024

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Derivatives	$ -	$ 714,642	$ -	$ 714,642
Mutual funds	78,275	-	-	78,275
Total	$ 78,275	$ 714,642	$ -	$ 792,917
Financial assets at FVTOCI				
Foreign listed shares	$ 78,677	$ -	$ -	$ 78,677
Domestic emerging market shares	-	-	665,974	665,974
Domestic unlisted shares	-	-	27,152	27,152
Total	$ 78,677	$ -	$ 693,126	$ 771,803
Financial Assets for hedging				
Derivatives	$ -	$ 691,285	$ -	$ 691,285
Financial liabilities at FVTPL				
Derivatives	$ -	$ 183,520	$ -	$ 183,520

There were no transfers between Levels 1 and 2 from January 1 to March 31, 2025 and 2024.

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

The fair value of foreign exchange forward contracts is measured based on the exchange rate forward quotations and corresponding yield curves. The foreign exchange swap contracts are measured at the applicable yield curves at the durations of the derivatives. 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. Option contracts were measured by option pricing models.

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 and emerging market equity investment 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

January 1 to March 31, 2025

	Financial assets at FVTOCI
	Equity instruments
Opening Balance	$ 640,809
Recognized in Other Comprehensive Income	142,810
Ending Balance	$ 783,619

January 1 to March 31, 2024

	Financial assets at FVTOCI
	Equity instruments
Opening Balance	$ 786,447
Recognized in Other Comprehensive Income	(93,321)
Ending Balance	$ 693,126

(III) Categories of financial instruments

	March 31, 2025	December 31, 2024	March 31, 2024
Financial assets			
Financial liabilities at FVTPL			
Held for trading	$ 358,548	$ 860,760	$ 714,642
Mandatorily classified as at FVTPL	51,247	50,953	78,275
Financial Assets for hedging	672,169	381,931	691,285
Financial assets at amortized cost (Note 1)	27,093,228	19,495,392	25,327,625
Financial assets at FVTOCI	$ 878,822	$ 723,819	$ 771,803
Financial liabilities			
Financial liabilities at FVTPL			
Held for trading	83,171	125,254	183,520
Financial liabilities at amortized cost (Note 2)	51,807,910	43,998,590	46,092,913

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

Note 2: 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 and guarantee deposit received (recognized in other non-current liabilities).

(IV) 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 (1) below), interest rates (refer to (2) below) and other price risk (refer to (3) 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.

(1) Foreign exchange rate 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 swap contracts, foreign exchange forward contracts and foreign exchange option 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 35.

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	
	January 1 to March 31, 2025	January 1 to March 31, 2024
Profit or loss	$ 68,904	$ 89,367

This was mainly derived from the consolidated company's cash and cash equivalents denominated in foreign currencies still outstanding without cash flow hedging at the balance sheet date, accounts receivable, other assets measured at amortized cost, payables and loans.

The Group's sensitivity to foreign currency decreased during the current period due to the decrease in the assets of the US dollar-denominated goods. 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.

(2) 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:

	March 31, 2025	December 31, 2024	March 31, 2024
Fair value interest rate risk			
Financial assets	$ 5,166,519	$ 4,052,905	$ 4,685,022
Financial liabilities	11,355,161	11,461,773	10,872,820
Cash flow interest rate risk			
Financial assets	6,924,786	4,744,358	7,206,171
Financial liabilities	43,717,135	36,326,063	38,886,510

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 the interest rate increased/decreased by 1%, with all other variables remaining unchanged, the Group's net profit before tax for the nine months ended March 31, 2025 and 2024 would have decreased by NT$91,981 thousand and NT$79,201 thousand, respectively. This was mainly due the Group's borrowings at variable interest rates.

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:

March 31, 2025

Notional Amount (in thousands)	Maturity	Range of Interest Rates Paid	Range of Interest Rates Received	Line Item in Balance Sheet	Carrying Amount Asset
USD 475,000 (Note)	2027.5.6	0.67%~1.78 %	Compounded SOFR+0.11448%	Financial Assets for hedging	$ 672,169

Hedging instrument/hedged items	Change in Fair Value of Hedging Instruments Used for Calculating Hedge Ineffectiveness	Change in Value Used for Calculating Hedge Ineffectiveness	Accumulated Gains or Losses on Hedging Instruments in Other Equity: Continuing Hedges	Accumulated Gains or Losses on Hedging Instruments in Other Equity: Hedge Accounting No Longer Applied
Cash flow hedge				
Syndicated Loans of TCI and TKA	$ 290,238	($ 290,238)	$ 672,169	$ -

Note: The Group designated the contract amount of USD 411,900 as hedging instrument.

December 31, 2024

Notional Amount (in thousands)	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

Hedging instrument/hedged items	Change in Fair Value of Hedging Instruments Used for Calculating Hedge Ineffectiveness	Change in Value Used for Calculating Hedge Ineffectiveness	Accumulated Gains or Losses on Hedging Instruments in Other Equity: Continuing Hedges	Accumulated Gains or Losses on Hedging Instruments in Other Equity: Hedge Accounting No Longer Applied
Cash flow hedge				
SYNDICATED LOANS OF TCI AND TKA	($ 251,531)	$ 251,531	$ 381,931	$ -
Borrowings from the syndicated loan of BBI-USA	(64,404)	64,404	-	-

Note: The Group designated the contract amount of USD 210,900 as hedging instrument.

March 31, 2024

Notional Amount (in thousands)	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	$ 619,414
USD 10,000	2026.5.1	0.975%	Compounded SOFR+0.11448%	Financial Assets for hedging	24,135
USD 10,000	2026.5.1	1.023%	Compounded SOFR+0.11448%	Financial Assets for hedging	23,803
USD 10,000	2026.5.1	1.005%	Compounded SOFR+0.11448%	Financial Assets for hedging	23,933
					$ 691,285

Hedging instrument/hedged items	Change in Fair Value of Hedging Instruments Used for Calculating Hedge Ineffectiveness	Change in Value Used for Calculating Hedge Ineffectiveness	Accumulated Gains or Losses on Hedging Instruments in Other Equity: Continuing Hedges	Accumulated Gains or Losses on Hedging Instruments in Other Equity: Hedge Accounting No Longer Applied
Cash flow hedge				
TCI and the subsidiaries thereof	($ 14,048)	$ 14,048	$ 619,414	$ -
Borrowings from the syndicated loan of BBI-USA	7,467	(7,467)	71,871	-

Note: The Group designated the contract amount of USD 255,000 as hedging instrument.

January 1 to March 31, 2025

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	Amount Reclassified to P/L and the Adjusted Line Item: The hedged item is no longer expected
Cash flow hedge			
Fluctuations of interest of loan	$ 288,273	$ 79,333	$ -

January 1 to March 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	Amount Reclassified to P/L and the Adjusted Line Item: The hedged item is no longer expected
Cash flow hedge			
Fluctuations of interest of loan	($ 61,366)	$ 79,539	($ 182,132)

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

(3) 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 from January 1 to March 31, 2025 and 2024 would have increased/decreased by NT$40,646 thousand and NT$28,664 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 losses of NT$159,237 thousand and NT$100,029 thousand from January 1 to March 31, 2025 and 2024, 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:

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

(2) 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 March 31, 2025, December 31, 2024 and March 31, 2024, the Group had available unutilized short-term bank loan facilities set out in (3) below.

(1) 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.

	Less than 1 Year	More than 1 years
March 31, 2025		
Non-derivative financial liabilities		
Non-interest bearing liabilities	$ 6,729,170	$ 43,759
Lease liabilities	1,641,809	10,284,738
Fixed interest rate bank loans	519,481	518,945
Floating interest rate bank loans	15,606,473	31,810,709
	$ 24,496,933	$ 42,658,151

Additional information about the maturity analysis for lease liabilities:

	Less than 1 year	1-5 years	More than 5 years
Lease liabilities	$1,641,809	$5,418,705	$4,866,033

	Less than 1 Year	More than 1 years
December 31, 2024		
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	More than 5 years
Lease liabilities	$1,551,351	$5,357,241	$4,899,807

	Less than 1 Year	More than 1 years
March 31, 2024		
Non-derivative financial liabilities		
Non-interest bearing liabilities	$ 5,209,296	$ 47,153
Lease liabilities	1,497,475	9,381,453
Fixed interest rate bank loans	1,035,269	740,575
Floating interest rate bank loans	18,682,159	23,428,591
	$ 26,424,199	$ 33,597,772

Additional information about the maturity analysis for lease liabilities:

	Less than 1 year	1-5 years	More than 5 years
Lease liabilities	$ 1,497,475	$ 5,947,848	$ 3,433,605

(2) 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.

	Less than 1 Year
March 31, 2025	
Net settled	
Foreign exchange forward contracts	$ 75,662
Metal price derivative contracts	7,510
	$ 83,172
December 31, 2024	
Net settled	
Foreign exchange forward contracts	$ 119,267
Metal price derivative contracts	5,987
	$ 125,254
March 31, 2024	
Net settled	
Foreign exchange forward contracts	$ 79,524
Metal price derivative contracts	103,996
	$ 183,520

(3) Financing facilities

	March 31, 2025	December 31, 2024	March 31, 2024
Unsecured bank overdraft facility (reviewed annually)			
Amount used	$ 8,873,730	$ 8,159,538	$10,902,565
Amount unused	10,642,799	11,934,651	4,619,802
	$19,516,529	$20,094,189	$15,522,367
Secured bank loan facilities which may be extended by mutual agreement:			
Amount used	$36,280,071	$29,865,498	$30,088,076
Amount unused	51,150,500	57,454,208	54,437,574
	$87,430,571	$87,319,706	$84,525,650

XXXI. 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.

(I) 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
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 , refer to the note below)
Wei Mei Curtain Co., Ltd.	Related party in substance (the person in charge is close relative of the director of the subsidiary , refer to the note below)
Anders Enterprise Co., Ltd.	Related party in substance (the director is close relative of the general manager of the subsidiary)

Note: After the re-election of the company's directors in November 2024, it is not the related party anymore. The amount of transaction and balance of the account disclosed in the note were generated when it was a related-party.

(II) Purchases of goods

Related Party Category / Name	January 1 to March 31, 2025	January 1 to March 31, 2024
Jinn Her Enterprise Co., Ltd.	$ 441,567	$ 346,667
Fang Sheng Screw Co., Ltd.	180,815	147,392
Tong Win	258,838	140,146
Related party in substance	32,980	20,954
	$ 914,200	$ 655,159

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.

(III) Receivables from related parties (excluding loans to related parties)

Line Item	Category of related party	March 31, 2025	December 31, 2024	March 31, 2024
Other receivables	Corporate director of subsidiaries	$ 757	$ 794	$ 426
	Related party in substance	841	658	516
		$ 1,598	$ 1,452	$ 942

The outstanding receivables from related parties are not guaranteed and do not accrue interest.

(IV) Payables to related parties

Line Item	Related Party Category / Name	March 31, 2025	December 31, 2024	March 31, 2024
Accounts payable	Jinn Her Enterprise Co., Ltd.	$ 223,731	$ 200,568	$ 158,542
	Fang Sheng Screw Co., Ltd.	129,992	98,309	89,893
	Related party in substance	30,907	66,522	18,395
		$ 384,630	$ 365,399	$ 266,830

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

(V) Prepayments

Related Party Category / Name	March 31, 2025	December 31, 2024	March 31, 2024
Associate	$ 20,000	$ 20,000	$ 20,000
Tong Win	-	10,528	49,930
	$ 20,000	$ 30,528	$ 69,930

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

Category of related party	March 31, 2025	December 31, 2024	March 31, 2024
Related party in substance	$ 1,760	$ 1,760	$ 1,760

(VII) Lease agreements

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

Lease expenses included rents of short-term leases and variable rents not depending on an index or a rate. Total future lease payables related to short-term leases are as follows:

	March 31, 2025	December 31, 2024	March 31, 2024
Future lease payables	$ 7,411	$ 12,882	$ 8,620

Category of related party	January 1 to March 31, 2025	January 1 to March 31, 2024
Lease expense		
Related party in substance	$ 3,501	$ 4,969

(VIII) 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 NT$1,914 thousand of consulting expense (recognized as operating expense) from January 1 to March 31, 2024.

(IX) Remuneration of key management personnel

	January 1 to March 31, 2025	January 1 to March 31, 2024
Short-term employee benefits	$ 191,623	$ 157,677
Post-employment benefits	408	397
	$ 192,031	$ 158,074

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

XXXII. Assets Pledged as Collateral or for Security

The following assets were provided as collateral for bank borrowings:

	March 31, 2025	December 31, 2024	March 31, 2024
Financial assets at amortized cost (pledged time deposits, pledged demand deposits and pledged repurchase agreements collateralized by bonds)	$ 2,406,414	$ 2,436,111	$ 2,709,284
Net accounts receivable	9,406,602	6,466,307	7,425,409
Inventories	52,786,877	50,549,127	49,591,968
Property, plant and equipment	15,785,659	15,896,842	18,345,250
	$ 80,385,552	$ 75,348,387	$ 78,071,911

XXXIII. Significant Contingent Liabilities and Unrecognized Commitments

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

(I) Unused letters of credit for purchases of raw materials are as follows:

	March 31, 2025	December 31, 2024	March 31, 2024
Unused letters of credit for purchases of raw materials	$ 365,459	$ 381,557	$ 534,988

(II) Contract commitments which are not fulfilled by the Group are as follows:

	March 31, 2025	December 31, 2024	March 31, 2024
Acquisition of property, plant and equipment	$ 5,274,658	$ 7,032,266	$ 9,849,312

(III) As of March 31, 2025, the subsidiary BBI-USA provided a letter of credit in the amount of NT$169,346 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 and tariff for the importation of the related products below.

(VI) The U.S. Customs and Border Protection (CBP) has conducted an investigation into the Group's subsidiary, 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, in order to examine whether the makers of fasteners in China sell products to America through triangular trade to avoid anti-dumping duties. BBI-USA has estimated payback customs duty and fines in the amount of NT$156,064 thousand (US$4,700 thousand) until March 31, 2025, which was stated as sales costs and 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.

(V) As of March 31, 2025, December 31, 2024 and March 31, 2024, the guaranteed notes submitted and payables issued by the Group for the loan was NT$265,545 thousand, NT$265,545 thousand and NT$380,300 thousand, respectively.

(VI) The Group's guarantee notes as performance bonds:

	March 31, 2025	December 31, 2024	March 31, 2024
Guarantee notes	$ 1,500	$ 1,500	$ 1,500

(VII) The Group participated in the "Grants for Low Carbon and Smart Manufacturing Upgrading Transformation of SME Driven by Large Enterprises" program by the Ministry of Economic Affairs. As of March 31, 2025 and December 31, 2024, the amount of the guarantee letter provided by Mega International Commercial Bank was both NT$3,545 thousand.

XXXIV. Major subsequent events

On April 15, 2025, the Group's Board of Directors resolved to dispose of 93.1% of the equity of Ta Chen (Shijiazhuang) Co., Ltd. and 100% of the equity of Ta Chen (Boye) Co., Ltd. to non-related parties for an amount of RMB 233,000 thousand.

XXXV. 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:

Unit: Foreign Currency in Thousands; NTD Thousand

March 31, 2025

Financial assets	Foreign Currency	Exchange Rate	Carrying Amount
Monetary items			
USD	$ 224,846	33.205	$ 7,466,011
USD	7,028	7.1782 (USD:CNY)	233,372
EUR	1,070	35.97	38,488
EUR	3,601	7.7962 (EUR:CNY)	129,871
CAD	7,305	23.16	169,193
AUD	37,894	20.81	788,577
GBP	5,624	43.05	242,096
Financial liabilities			
Monetary items			
USD	17,622	33.205	585,153
USD	1,015	7.1782 (USD:CNY)	33,717
USD	5,727	5.7422 (USD:BRL)	190,155

December 31, 2024

Financial assets	Foreign Currency	Exchange Rate	Carrying Amount
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

March 31, 2024 Financial assets	Foreign Currency	Exchange Rate	Carrying Amount
Monetary items			
USD	$ 297,936	32.00	$ 9,533,962
USD	3,832	7.095 (USD:CNY)	122,633
EUR	911	34.46	31,406
EUR	4,941	7.6765 (EUR:CNY)	171,081
GBP	5,818	39.15	234,990
CAD	2,197	23.2	51,888
AUD	39,078	20.98	813,597
Financial liabilities			
Monetary items			
USD	15,334	32.00	490,683
USD	1,015	7.095 (USD:CNY)	32,494
USD	6,148	4.9962 (USD:BRL)	196,727

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:

	January 1 to March 31, 2025		January 1 to March 31, 2024	
Foreign Currency	Exchange Rate	Net Foreign Exchange Gain (Loss)	Exchange Rate	Net Foreign Exchange Gain (Loss)
NTD	1 (NTD:NTD)	$ 204,431	1 (NTD:NTD)	$ 639,193
USD	32.8947 (USD:NTD)	13,894	31.4477 (USD:NTD)	(2,865)
BRL	5.6209 (BRL:NTD)	4,890	6.3512 (BRL:NTD)	(2,803)
CAD	22.9367 (CAD:NTD)	837	23.3300 (CAD:NTD)	(443)
NZD	18.6767 (NZD:NTD)	98	19.2867 (NZD:NTD)	(879)
GBP	41.4000 (GBP:NTD)	(289)	39.8967 (GBP:NTD)	(239)
AUD	20.6367 (AUD:NTD)	27	20.6933 (AUD:NTD)	(920)
MYR	7.3996 (MYR:NTD)	(894)	- (MYR:NTD)	-
CNY	4.5840 (CNY:NTD)	7,923	4.4274 (CNY:NTD)	(2,139)
		$ 230,917		$ 628,905

XXXVI. Separately Disclosed Items

(I) Information about significant transaction:

1. Financing provided to others (Table 2)
2. Endorsements/guarantees provided for others (Table 3)
3. Material securities held at the end of period (excluding investments in subsidiaries, associates and joint ventures) (Table 4)
4. Total purchases from or sales to related parties amounting to at least NT$100 million or 20% of the paid-in capital. (Table 5)
5. Receivables from related parties amounting to at least NT$100 million or 20% of the paid-in capital (Table 6)
6. Others: Intercompany relationships between parent company and subsidiaries and among subsidiaries, and significant intercompany transactions and the amounts thereof. (Table 9)

(II) Information on investees (Table 7)

(III) Information on investments in mainland China

1. Information on any investee company in mainland China, showing the name, principal business activities, paid-in capital, method of investment, inward and outward remittance of funds, ownership percentage, net income of investees, investment income or loss, carrying amount of the investment at the end of the period, repatriations of investment income, and limit on the amount of investment in the mainland China area. (Table 8)
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, 8 and 9)
   (1) The amount and percentage of purchases and the balance and percentage of the related payables at the end of the period.
   (2) The amount and percentage of sales and the balance and percentage of the related receivables at the end of the period.
   (3) The amount of property transactions and the amount of the resultant gains or losses
   (4) The balance of negotiable instrument endorsements or guarantees or pledges of collateral at the end of the period and the purposes.
   (5) The highest balance, the end of period balance, the interest rate range, and total current period interest with respect to financing of funds.
   (6) Other transactions that have a material effect on the profit or loss for the year or on the financial position, such as the rendering or receipt of services

XXXVII. 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, 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 and Nash 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 Interior Decoration Co., Ltd., Right Way Industrial Co., Ltd., and Right Way North America Inc. mainly focus on the manufacture and sale of curtains and decorations, interior decoration and manufacturing and mobile parts.

Segment revenue and results

	Stainless Steel and Aluminum	Aluminum Manufacturing	Screws and Nuts	Curtains and Decorations	Adjustments and Eliminations	Total
January 1 to March 31, 2025						
Revenue from external customers	$20,166,997	$ 22,263	$ 5,385,775	$ 510,355	$ -	$26,085,390
Inter-segment revenue	2,695,420	5,512,826	240,852	35,052	(8,484,150)	-
Segment revenue	$22,862,417	$ 5,535,089	$ 5,626,627	$ 545,407	($ 8,484,150)	$26,085,390
Segment profit (loss)	$ 2,328,217	$ 5,789	$ 755,970	($ 54,823)	$ 45,195	$ 3,080,348
Interest income						36,254
Other income						43,266
Other gains and losses						(337,959)
Finance costs						(289,726)
Share of associates accounted for using the equity method						(36,272)
Net income before tax						$ 2,495,911
January 1 to March 31, 2024						
Revenue from external customers	$17,339,712	$ -	$ 5,264,213	$ 620,875	$ -	$23,224,800
Inter-segment revenue	1,971,059	5,992,180	194,696	31,281	(8,189,216)	-
Segment revenue	$19,310,771	$ 5,992,180	$ 5,458,909	$ 652,156	($ 8,189,216)	$23,224,800
Segment profit (loss)	$ 503,139	$ 117,415	$ 771,951	($ 35,902)	$ 6,140	$ 1,362,743
Interest income						57,634
Other income						29,565
Other gains and losses						864,768
Finance costs						(247,773)
Share of associates accounted for using the equity method						(115,217)
Net income before tax						$ 1,951,720

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.

Ta Chen Stainless Pipe Co., Ltd. and Subsidiaries

MOVEMENTS OF PROPERTY, PLANT AND EQUIPMENT

January 1 to March 31, 2025 and 2024

TABLE 1

(Amounts 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 and equipment to be inspected	Total
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	21,855	-	4,109	926,105	34,659	-	5,023	10,497	-	2,047	-	374	551,010	1,555,679
Disposals	-	-	(551)	(14,017)	(54,983)	-	(2,682)	(5,790)	(5,763)	(2,293)	-	(969)	-	(87,048)
Reclassifications	41,772	-	3,925,999	2,285,941	805	-	(35)	51,244	-	5,634	-	176	(6,208,397)	103,139
Effects of foreign currency exchange differences	60,465	2,669	300,202	385,281	84,738	-	1,808	19,529	(1)	5,695	78	1,381	119,093	980,938
Balance at March 31, 2024	$ 8,994,729	$ 158,946	$11,416,686	$15,732,705	$ 2,205,637	$ 342,491	$ 291,034	$ 761,845	$ 341,726	$ 544,139	$ 1,932	$ 611,191	$ 2,523,475	$43,926,536
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 Expense	-	1,839	72,536	175,865	23,877	4,744	8,358	11,362	1,461	16,162	-	14,832	-	331,036
Disposals	-	-	(551)	(11,464)	(54,858)	-	(2,536)	(5,761)	(5,763)	(2,293)	-	(771)	-	(83,997)
Reclassifications			213	23,393	-		-	-	-	(23)		23		23,606
Effects of foreign currency exchange differences	-	692	39,973	98,308	70,078	1	1,652	15,338	-	4,596	78	1,252	-	231,968
Balance at March 31, 2024	$ -	$ 66,940	$ 1,969,131	$ 6,319,601	$ 1,799,128	$ 241,611	$ 189,771	$ 578,315	$ 292,147	$ 305,001	$ 1,932	$ 343,790	$ -	$12,107,367
Carrying amounts at March 31, 2024	$ 8,994,729	$ 92,006	$ 9,447,555	$ 9,413,104	$ 406,509	$ 100,880	$ 101,263	$ 183,530	$ 49,579	$ 239,138	$ -	$ 267,401	$ 2,523,475	$31,819,169
Cost														
Balance at January 1, 2025	$ 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
Additions	(35,169)	-	21,569	225,476	9,726	-	1,550	15,726	150	957	-	5,730	1,013,333	1,259,048
Disposals	-	-	(457)	(9,335)	(14,459)	-	(3,672)	(5,372)	-	(139)	-	(1,213)	(2,087)	(36,734)
Reclassifications	-	-	479,605	139,180	4,533	-	-	950	194	-	-	1,050	(503,744)	121,768
Effects of foreign currency exchange differences	53,507	866	153,419	183,046	32,241	(1)	(1,050)	12,487	-	2,343	25	596	95,703	533,182
Balance at March 31, 2025	$ 9,041,222	$ 162,170	$13,400,580	$17,349,405	$ 2,397,293	$ 342,491	$ 281,492	$ 957,978	$ 343,492	$ 563,436	$ 2,004	$ 646,686	$ 4,870,821	$50,359,070
Accumulated depreciation and impairment														
Balance at January 1, 2025	$ -	$ 73,240	$ 2,264,106	$ 7,015,066	$ 1,909,358	$ 255,677	$ 201,544	$ 618,157	$ 295,909	$ 344,166	$ 1,979	$ 381,011	$ -	$13,360,213
Depreciation Expense	-	1,970	109,230	225,543	23,498	4,556	7,731	16,918	1,101	15,379	-	14,699	-	420,625
Disposals	-	-	(457)	(8,691)	(14,435)	-	(2,208)	(5,340)	-	(139)	-	(461)	-	(31,731)
Effects of foreign currency exchange differences	-	271	21,253	61,180	25,820	(1)	(1,053)	8,121	-	1,771	25	547	-	117,934
Balance at March 31, 2025	$ -	$ 75,481	$ 2,394,132	$ 7,293,098	$ 1,944,241	$ 260,232	$ 206,014	$ 637,856	$ 297,010	$ 361,177	$ 2,004	$ 395,796	$ -	$13,867,041
Carrying amounts at January 1, 2025	$ 9,022,884	$ 88,064	$10,482,338	$ 9,795,972	$ 455,894	$ 86,815	$ 83,120	$ 316,030	$ 47,239	$ 216,109	$ -	$ 259,512	$ 4,267,616	$35,121,593
Balance at March 31, 2025	$ 9,041,222	$ 86,689	$11,006,448	$10,056,307	$ 453,052	$ 82,259	$ 75,478	$ 320,122	$ 46,482	$ 202,259	$ -	$ 250,890	$ 4,870,821	$36,492,029

Ta Chen Stainless Pipe Co., Ltd. and Subsidiaries

FINANCING PROVIDED TO OTHERS

January 1 to March 31, 2025

TABLE 2

(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	Ta Chen Lung Mei Home Life Co., Ltd.	Other receivables from related parties	Y	$ 200,000	$ -	$ -	1.80%	2	$ -	Operating capital	$ -	None	$ -	$ 7,033,015	$ 28,132,060
		TCI Texarkana, Inc.	Other receivables from related parties	Y	4,870,500	2,950,500	2,950,500	4.4%~4.58%	2	-	Operating capital	-	None	-	7,033,015	28,132,060
1	Brighton-Best International (Taiwan) Inc.	Brighton-Best International (NZ), Limited	Other receivables from related parties	Y	17,201	17,201	17,201	Note 3	1	24,817	-	-	None	-	24,817	12,752,576
		Brighton-Best International (AU), Pty Ltd.	Other receivables from related parties	Y	466,485	466,485	466,485	Note 3	1	490,521	-	-	None	-	490,521	12,752,576
		Brighton-Best International (Brasil), Comercio de Parafusos Ltda.	Other receivables from related parties	Y	24,620	24,620	24,620	Note 3	1	36,367	-	-	None	-	36,367	12,752,576
		Brighton-Best International (UK), Limited	Other receivables from related parties	Y	124,845	124,845	124,845	Note 3	2	-	Operating capital	-	None	-	6,100,436	12,200,871
		Brighton-Best International (AU), Pty Ltd.	Other receivables from related parties	Y	41,620	41,620	-	Note 3	2	-	Operating capital	-	None	-	6,100,436	12,200,871
2	Brighton-Best International, Inc.	Brighton-Best International (Brasil), Comercio de Parafusos Ltda.	Other receivables from related parties	Y	166,025	166,025	132,820	-	2	-	Operating capital	-	None	-	3,352,529	6,705,058
		Brighton-Best International (Canada), Inc.	Other receivables from related parties	Y	83,013	83,013	-	-	2	-	Operating capital	-	None	-	3,352,529	6,705,058
3	Brighton-Best International (AU), Pty Ltd.	Brighton-Best International (NZ), Limited	Other receivables from related parties	Y	72,835	72,835	53,245	-	2	-	Operating capital	-	None	-	170,974	341,948
4	Hupao Technology CO., LTD.	Noei Geeng Enterprise Co., Ltd.	Other receivables from related parties	Y	44,000	44,000	44,000	1.50%	2	-	Operating capital	-	None	-	46,334	92,668
5	Right Way Industrial Co., Ltd.	Right Way Industrial (Malaysia) Sdn. Bhd.	Other receivables from related parties	Y	49,808	49,808	49,808	5.00%	1	105,102	—	-	None	-	105,102	1,128,860
6	Empire Resources, Inc.	Ta Chen International, Inc.	Other receivables from related parties	Y	2,131,105	2,131,105	2,131,105	-	2	-	Operating capital	-	None	-	5,238,406	5,238,406
		Imbali Metals BVBA	Other receivables from related parties	Y	253,200	253,200	170,705	1M SOFR+1.6%	2	-	Operating capital	-	None	-	5,238,406	5,238,406
		Empire Resources (UK) Limited	Other receivables from related parties	Y	226,800	226,800	-	1M SOFR+1.6%	2	-	Operating capital	-	None	-	5,238,406	5,238,406
7	Ta Chen (Hong Kong) Limited	Ta Chen (Boye) Co., Ltd.	Other receivables from related parties	Y	144,825	144,825	144,825	4.00%	2	-	Operating capital	-	None	-	2,688,520	2,688,520
8	8911 Kelso Drive	Empire Resources, Inc.	Other receivables from related parties	Y	80,655	80,655	80,655	-	2	-	Operating capital	-	None	-	96,842	96,842

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 business transaction: Recently business transaction amount plus 40% of net worth in recently audited financial statements or reviewed financial statements
	For short-term financing: 20% 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 business transaction: 40% of net worth in recently audited financial statements reviewed financial statements
	For short-term financing: 15% 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

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

Note 2: Nature of Financing

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

January 1 to March 31, 2025

TABLE 3

(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

No.	Endorser/ Guarantor	Endorsee/ Guarantee		Endorsements/ Guarantees Limit for Each Borrower (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	Empire Resources, Inc.	Sub-subsidiary	$ 140,660,290	$ 181,170	$ 181,170	$ -	$ -	-		Y	N	N
		Ta Chen (Boye) Co., Ltd.	Sub-subsidiary	140,660,290	161,532	161,532	126,097	-	-		Y	N	Y
		TMCT Products, Inc.	Sub-subsidiary	140,660,290	174,132	174,132	174,132	-	-		Y	N	N
		Ta Chen Lung Mei Home Life Co., Ltd.	Subsidiary	140,660,290	2,520,000	2,220,000	1,159,386	-	3		Y	N	N
		TCI Texarkana, Inc.	Sub-subsidiary	140,660,290	913,500	913,500	-	-	1		Y	N	N
		Wei Mei Hsin Shu Interior Decoration Co., Ltd.	Sub-subsidiary	140,660,290	110,000	110,000	45,000	-	-	$ 140,660,290	Y	N	N
1	Brighton-Best International (Taiwan) Inc.	Brighton-Best International (AU), Pty Ltd.	Subsidiary (100% of ownership)	24,401,742	169,107	169,107	-	-	1		Y	N	N
		Brighton-Best International (NZ), Limited	Subsidiary (100% of ownership)	24,401,742	87,383	87,383	-	-	-	30,502,178	Y	N	N
2	Ta Chen Empire Co., Ltd. (TCE)	Hupao Technology CO., LTD.	Subsidiary (80% of ownership)	5,733,709	148,000	148,000	141,010	-	2		Y	N	N
		Noei Geeng Enterprise Co., Ltd.	Subsidiary (80% of ownership)	5,733,709	190,000	190,000	190,000	-	3	7,167,136	Y	N	N
3	Ta Chen International, Inc.	Empire Resources Pacific, Ltd.	Sub-subsidiary	116,974,786	29,230,500	29,230,500	6,807,025	-	50		N	N	N
		TCI Investment Group, Inc.	Subsidiary	116,974,786	29,230,500	29,230,500	6,807,025	-	50		N	N	N
		Empire Resources, Inc.	Subsidiary	116,974,786	29,230,500	29,230,500	6,807,025	-	50		N	N	N
		TCI Texarkana, Inc.	Subsidiary	116,974,786	39,222,060	39,222,060	13,677,140	-	67		N	N	N
		Primus Pipe and Tube Holding, Inc.	Subsidiary	116,974,786	29,230,500	29,230,500	6,807,025	-	50		N	N	N
		Primus Pipe and Tube Inc.	Sub-subsidiary	116,974,786	29,230,500	29,230,500	6,807,025	-	50		N	N	N
		Bristol Pipe and Tube, Inc.	Sub-subsidiary	116,974,786	29,230,500	29,230,500	6,807,025	-	50	116,974,786	N	N	N
4	Empire Resources, Inc.	Ta Chen International, Inc.	Parent Company	104,768,120	29,230,500	29,230,500	6,807,025	-	558		N	N	N
		Empire Resources Pacific, Ltd.	Subsidiary	104,768,120	29,230,500	29,230,500	6,807,025	-	558		N	N	N
		TCI Investment Group, Inc.	Fellow subsidiaries	104,768,120	29,230,500	29,230,500	6,807,025	-	558		N	N	N
		TCI Texarkana, Inc.	Fellow subsidiaries	104,768,120	29,230,500	29,230,500	6,807,025	-	558		N	N	N
		Primus Pipe and Tube Holding, Inc.	Fellow subsidiaries	104,768,120	29,230,500	29,230,500	6,807,025	-	558		N	N	N
		Primus Pipe and Tube, Inc.	Fellow subsidiaries	104,768,120	29,230,500	29,230,500	6,807,025	-	558		N	N	N
		Bristol Pipe and Tube, Inc.	Fellow subsidiaries	104,768,120	29,230,500	29,230,500	6,807,025	-	558	104,768,120	N	N	N
5	TCI Investment Group, Inc.	Ta Chen International, Inc.	Parent Company	65,132,200	29,230,500	29,230,500	6,807,025	-	15,708		N	N	N
		Empire Resources Pacific, Ltd.	Fellow subsidiaries	65,132,200	29,230,500	29,230,500	6,807,025	-	15,708		N	N	N
		Empire Resources, Inc.	Fellow subsidiaries	65,132,200	29,230,500	29,230,500	6,807,025	-	15,708		N	N	N
		TCI Texarkana, Inc.	Fellow subsidiaries	65,132,200	29,230,500	29,230,500	6,807,025	-	15,708		N	N	N
		Primus Pipe and Tube Holding, Inc.	Fellow subsidiaries	65,132,200	29,230,500	29,230,500	6,807,025	-	15,708		N	N	N
		Primus Pipe and Tube, Inc.	Fellow subsidiaries	65,132,200	29,230,500	29,230,500	6,807,025	-	15,708		N	N	N
		Bristol Pipe and Tube, Inc.	Fellow subsidiaries	65,132,200	29,230,500	29,230,500	6,807,025	-	15,708	65,132,200	N	N	N
6	Empire Resources Pacific, Ltd.	Ta Chen International, Inc.	Parent Company	48,000,000	29,230,500	29,230,500	6,807,025	-	15,224,219		N	N	N
		TCI Investment Group, Inc.	Fellow subsidiaries	48,000,000	29,230,500	29,230,500	6,807,025	-	15,224,219		N	N	N
		Empire Resources, Inc.	Parent Company	48,000,000	29,230,500	29,230,500	6,807,025	-	15,224,219		N	N	N
		TCI Texarkana, Inc.	Fellow subsidiaries	48,000,000	29,230,500	29,230,500	6,807,025	-	15,224,219		N	N	N
		Primus Pipe and Tube Holding, Inc.	Fellow subsidiaries	48,000,000	29,230,500	29,230,500	6,807,025	-	15,224,219		N	N	N
		Primus Pipe and Tube, Inc.	Fellow subsidiaries	48,000,000	29,230,500	29,230,500	6,807,025	-	15,224,219		N	N	N
		Bristol Pipe and Tube, Inc.	Fellow subsidiaries	48,000,000	29,230,500	29,230,500	6,807,025	-	15,224,219	48,000,000	N	N	N

(To be Continued)

(Brought Forward)

No.	Endorser/ Guarantor	Endorsee/ Guarantee		Endorsements/ Guarantees Limit for Each Borrower (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										
7	Primus Pipe and Tube Holding, Inc.	Ta Chen International, Inc.	Parent Company	$ 64,294,230	$ 29,230,500	$ 29,230,500	$ 6,807,025	$ -	1,591		N	N	N
		Empire Resources, Inc.	Fellow subsidiaries	64,294,230	29,230,500	29,230,500	6,807,025	-	1,591		N	N	N
		TCI Investment Group, Inc.	Fellow subsidiaries	64,294,230	29,230,500	29,230,500	6,807,025	-	1,591		N	N	N
		Empire Resources Pacific, Ltd.	Fellow subsidiaries	64,294,230	29,230,500	29,230,500	6,807,025	-	1,591		N	N	N
		TCI Texarkana, Inc.	Fellow subsidiaries	64,294,230	29,230,500	29,230,500	6,807,025	-	1,591		N	N	N
		Primus Pipe and Tube, Inc.	Subsidiary	64,294,230	29,230,500	29,230,500	6,807,025	-	1,591		N	N	N
		Bristol Pipe and Tube, Inc.	Sub-subsidiary	64,294,230	29,230,500	29,230,500	6,807,025	-	1,591	$ 64,294,230	N	N	N
8	Primus Pipe and Tube Inc.	Ta Chen International, Inc.	Parent Company	88,036,135	29,230,500	29,230,500	6,807,025	-	1,826		N	N	N
		Empire Resources, Inc.	Fellow subsidiaries	88,036,135	29,230,500	29,230,500	6,807,025	-	1,826		N	N	N
		TCI Investment Group, Inc.	Fellow subsidiaries	88,036,135	29,230,500	29,230,500	6,807,025	-	1,826		N	N	N
		Empire Resources Pacific, Ltd.	Fellow subsidiaries	88,036,135	29,230,500	29,230,500	6,807,025	-	1,826		N	N	N
		TCI Texarkana, Inc.	Fellow subsidiaries	88,036,135	29,230,500	29,230,500	6,807,025	-	1,826		N	N	N
		Primus Pipe and Tube Holding, Inc.	Parent Company	88,036,135	29,230,500	29,230,500	6,807,025	-	1,826		N	N	N
		Bristol Pipe and Tube, Inc.	Fellow subsidiaries	88,036,135	29,230,500	29,230,500	6,807,025	-	1,826	88,036,135	N	N	N
9	TCI Texarkana, Inc.	Empire Resources Pacific Ltd.	Fellow subsidiaries	62,825,895	29,230,500	29,230,500	6,807,025	-	233		N	N	N
		Primus Pipe and Tube Holdings, Inc.	Fellow subsidiaries	62,825,895	29,230,500	29,230,500	6,807,025	-	233		N	N	N
		Primus Pipe and Tube, Inc.	Fellow subsidiaries	62,825,895	29,230,500	29,230,500	6,807,025	-	233		N	N	N
		TCI Investment Group, Inc.	Fellow subsidiaries	62,825,895	29,230,500	29,230,500	6,807,025	-	233		N	N	N
		Empire Resources, Inc.	Fellow subsidiaries	62,825,895	29,230,500	29,230,500	6,807,025	-	233		N	N	N
		Ta Chen International, Inc.	Parent Company	62,825,895	29,230,500	29,230,500	6,807,025	-	233		N	N	N
		Bristol Pipe and Tube, Inc.	Fellow subsidiaries	62,825,895	29,230,500	29,230,500	6,807,025	-	233	62,825,895	N	N	N
10	Bristol Pipe and Tube, Inc.	Ta Chen International, Inc.	Parent Company	Note 2	29,230,500	29,230,500	6,807,025	-	-		N	N	N
		Empire Resources, Inc.	Fellow subsidiaries	Note 2	29,230,500	29,230,500	6,807,025	-	-		N	N	N
		TCI Investment Group, Inc.	Fellow subsidiaries	Note 2	29,230,500	29,230,500	6,807,025	-	-		N	N	N
		Empire Resources Pacific, Ltd.	Fellow subsidiaries	Note 2	29,230,500	29,230,500	6,807,025	-	-		N	N	N
		TCI Texarkana, Inc.	Fellow subsidiaries	Note 2	29,230,500	29,230,500	6,807,025	-	-		N	N	N
		Primus Pipe and Tube Holding, Inc.	Parent Company	Note 2	29,230,500	29,230,500	6,807,025	-	-		N	N	N
		Primus Pipe and Tube Inc.	Fellow subsidiaries	Note 2	29,230,500	29,230,500	6,807,025	-	-	Note 2	N	N	N

Note 1:

	Endorsements/ Guarantees Limit for Each Borrower	Aggregate Endorsement/ Guarantee 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
Bristol Pipe and Tube, 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

Note 2: The Group's Board of Directors approved the endorsement and guarantee for Bristol Pipe and Tube, Inc. on March 12, 2025, and as of March 31, 2025, the investment had not been remitted. However, the capital infusion was completed on April 1, 2025, with US$45 million. The limit of the Company's endorsement and guarantee for a single enterprise is NT$52,297,875 thousand, which is not exceeded.

Ta Chen Stainless Pipe Co., Ltd. and Subsidiaries

Material securities held at the end of period

March 31, 2025

TABLE 4

(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	At the End of the Period				Note
				Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
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	$ 426,474	9.58	$ 426,474	
	Ta Chen Stainless Pipe Co., Ltd.	Parent Company	Financial assets at fair value through profit or loss - current	5,113,089	251,819	0.21	251,819	
	Ta Chen Stainless Pipe Co., Ltd.	Parent Company	Financial assets at fair value through other comprehensive income - non-current	162,090,795	7,982,972	6.66	7,982,972	
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	3,930,556	193,580	0.16	193,580	
	Ta Chen Stainless Pipe Co., Ltd.	Ultimate parent company	Financial assets at fair value through other comprehensive income - non-current	116,921,815	5,758,399	4.80	5,758,399	
Right Way Industrial Co., Ltd.	Listed shares-ROC and Emerging market shares							
	Brighton-Best International (Taiwan) Inc.	Parent Company	Financial assets at fair value through other comprehensive income - non-current	16,607,000	593,700	1.44	593,700	
	Tung Mung Development Co., Ltd.	None	Financial assets at fair value through other comprehensive income - non-current	30,840,493	329,993	7.41	329,993	

Note 1: The Group determines the securities that must be listed in accordance with the principle of materiality.

Note 2: Refer to Table 7 and Table 8 for information regarding investment in subsidiaries.

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

January 1 to March 31, 2025

TABLE 5

(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	Percentage of total purchase (sale) (%)	Payment Terms	Unit Price	Payment Terms	Balance	Percentage of total accounts receivable (payable) (%)	
The Company	Ta Chen International, Inc.	Subsidiary (100% of ownership)	(Sale)	($ 2,620,345)	(88)	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.	$ 4,544,105	96	-
Ta Chen International, Inc.	TCI Texarkana, Inc.	Subsidiary (100% of ownership)	Purchase	5,020,272	37	Within 30 days	The price is decided by taking both local market price in the US and the operation costs of TKA into consideration.	Same	(1,929,902)	(31)	-
	Primus Pipe and Tube, Inc.	Sub-subsidiary (100% indirect shareholding)	Purchase	114,615	1	Within 30 days	General market price	Same	(53,407)	(1)	-
Empire Resources, Inc.	TCI Texarkana, Inc.	Fellow subsidiaries	Purchase	438,952	73	Within 30 days	The price is decided by taking both local market price in the US and the operation costs of TKA into consideration.	Same	(135,306)	(96)	-
Brighton-Best International (Taiwan) Inc.	Brighton-Best International, Inc.	Subsidiary (100% of ownership)	(Sale)	(1,773,767)	(84)	Within 180 days	No comparable transactions available	No comparable transactions available	625,374	53	-
	Brighton-Best International (AU), Pty Ltd.	Subsidiary (100% of ownership)	(Sale)	(135,277)	(6)	Within 180 days	No comparable transactions available	No comparable transactions available	280,481	24	-
	Brighton-Best International (Canada), Inc.	Subsidiary (100% of ownership)	(Sale)	(141,767)	(7)	Within 180 days	No comparable transactions available	No comparable transactions available	131,992	11	-
	Fang Sheng Screw Co., Ltd.	Related party in substance	Purchase	180,815	9	Approximately 45-90 days	No comparable transactions available	Note	(129,992)	(17)	-
	Tong Win International Co., Ltd.	Related party in substance	Purchase	258,838	13	T/T 5 days after final acceptance or prepaid	No comparable transactions available	Note	(17,273)	(2)	-
Brighton-Best International, Inc.	Jinn Her Enterprise Co., Ltd.	Corporate directors of parent entity	Purchase	363,943	13	T/T 45 days after final acceptance or prepaid	No comparable transactions available	Note	(174,473)	(21)	-
Ta Chen Empire Co., Ltd. (TCE)	Ta Chen International, Inc.	Fellow subsidiaries	(Sale)	(239,954)	(100)	Within 180 days	No comparable transactions available	No comparable transactions available	649,373	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

March 31, 2025

TABLE 6

(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)	$ 4,544,105	1.99	$ -	-	$ 866,821	$ -
	TCI Texarkana, Inc.	Sub-subsidiaries (100% ownership)	2,950,500	Note 2	-	-	-	-
Ta Chen International, Inc.	TCI Texarkana, Inc.	Subsidiaries (100% ownership)	6,807,025	Note 2	-	-	-	-
	Primus Pipe and Tube, Inc.	Sub-subsidiaries (100% ownership)	101,389	Note 2	-	-	-	-
Ta Chen (B.V.I.) Holdings Ltd.	Ta Chen (Shijiazhuang) Co., Ltd.	Subsidiaries (93.14% ownership)	282,956	Note 3	-	-	-	-
TCI Texarkana, Inc.	Ta Chen International, Inc.	Parent Company	1,929,902	11.84	-	-	1,875,574	-
	Empire Resources, Inc.	Fellow subsidiaries	135,306	14.09	-		132,373	-
Empire Resources, Inc.	Ta Chen International, Inc.	Parent Company	2,131,105	Note 2	-	-	-	-
	Imbali Metals BVBA	Subsidiaries (100% ownership)	170,705	Note 2	-	-	-	-
Brighton-Best International (Taiwan) Inc.	Brighton-Best International, Inc.	Subsidiaries (100% ownership)	625,374	8.89	-	-	413,033	-
	Brighton-Best International (AU), Pty Inc.	Subsidiaries (100% ownership)	280,481	1.99	-	-	-	-
	Brighton-Best International (Canada), Inc.	Subsidiaries (100% ownership)	131,992	5.76	-	-	27,070	-
	Brighton-Best International (UK), Limited	Subsidiaries (100% ownership)	106,437	1.65	-	-	11,983	-
	Brighton-Best International (AU), Pty Inc.	Subsidiaries (100% ownership)	505,259	Note 2	-	-	61,228	-
	Brighton-Best International (UK), Limited	Subsidiaries (100% ownership)	126,410	Note 2	-	-	-	-
Brighton-Best International, Inc.	Brighton-Best International (Brasil), Comercio de Parafusos Ltda	Subsidiaries (100% ownership)	132,820	Note 2	-	-	-	-
Ta Chen Empire Co., Ltd. (TCE)	Ta Chen International, Inc.	Fellow subsidiaries	649,373	1.45	-	-	105,603	-
Ta Chen (Hong Kong) Limited	Ta Chen (Boye) Co., Ltd.	Fellow subsidiaries	144,825	Note 2	-	-	-	-

Note 1: The ending balance of receivables includes both trade receivables-related parties and other receivables-related parties.
Note 2: The other receivables for financing purpose and advanced payment on other's behalf, are not applicable for the calculation of turnover rate.
Note 3: 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

January 1 to March 31, 2025

TABLE 7

(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Investor company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		Held at the End of the Period			Net Income (Loss) of the Investee	Share of Profit (Loss)	Note
				March 31,2025	December 31,2024	Number of Shares	%	Carrying Amount			
The Company	Ta Chen International, Inc.	USA	Manufacture and sale of stainless steel pipes, rolls and pipe fittings	$ 23,327,317	$ 23,327,317	734,836	100	$ 57,525,682	$ 1,038,613	$ 967,794	Note 2
	Ta Chen (B.V.I.) Holdings Ltd.	British Virgin Islands	Investment	990,817	990,817	32,625,300	100.00	2,391,002	38,291	31,166	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	6,780,673	765,806	236,145	Note 6
	Wei Mei Roller Blind Co., Ltd.	Taiwan	Investment	180,000	180,000	18,000,000	100.00	206,927	97	97	
	Ta Chen Lung Mei Home Life Co., Ltd.	Taiwan	Manufacture and sale of curtains and cloth products	1,606,468	1,606,468	30,995,367	99.99	70,249	(63,162)	(63,373)	
	Ta Chen (Hong Kong) Limited	Hong Kong	General trade business	279,720	279,720	10,000,000	100.00	268,852	3,143	3,142	
	TY Steel Co., Ltd.	Thailand	Manufacture of steel billets and steel bars	889,216	889,216	105,583,200	38.75	145,955	(95,985)	(35,948)	
	Ta Chen Green System Co., Ltd.	Taiwan	Interior design	60,000	60,000	6,000,000	50.00	57,831	(151)	(76)	
	Right Way Industrial Co., Ltd.	Taiwan	Manufacture and sales of automobile and motorcycle parts	17,843	17,843	779,000	0.26	7,319	3,492	10	
	City Mocean Co., Ltd.	Taiwan	asset management industry	4,900	4,900	490,000	49	1,517	(482)	(248)	
Ta Chen International, Inc.	TCI Investment Group, Inc.	USA	Import, export and sale of screws and nuts	94,950	94,950	3,000	100	186,092	522		
	Empire Resources, Inc.	USA	Investment	1,714,340	1,714,340	8,250,455	100	5,238,406	37,041		
	Primus Pipe and Tube Holding, Inc.	USA	Investment	877,540	877,540	29,000	100	1,836,978	(21,394)		
	TCI Texarkana, Inc.	USA	Manufacture and sale of aluminum products	14,298,600	14,298,600	92,000	100	12,565,179	3,037		
Primus Pipe and Tube Holding, Inc.	Primus Pipe and Tube, Inc.	USA	Manufacture and sale of stainless steel	873,575	873,575	1,000	100	1,600,657	(19,451)		
	Bristol Pipe and Tube , Inc.	USA	Manufacture and sale of stainless steel	-	-	-	-	-	-		Note 8
Empire Resources, Inc.	Empire Resources Pacific Ltd.	Australia	Import, export and sale of stainless steel and aluminum products	-	-	100	100	192	(106)		Note 5
	Imbali Metals BVBA	Belgium	Import, export and sale of stainless steel and aluminum products	624	624	1,000	100	185,268	(2,704)		
	Empire Resources UK Ltd.	United Kingdom	Import, export and sale of stainless steel and aluminum products	208,224	208,224	5,400,000	100	433,912	345		
	8911 Kelso Drive	USA	Import, export and sale of stainless steel and aluminum products	-	-	-	100	-	(66)		Note 5
Brighton-Best International (Taiwan) Inc.	Brighton-Best International, Inc.	USA	Import, export and sale of screws and nuts	5,801,521	5,801,521	186,480	100	15,613,670	429,363		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	871,105	(9,530)		
	Brighton-Best International (Canada), Inc.	Canada	Import, export and sale of screws and nuts	381,149	381,149	12,003,893	100	1,154,516	(5,122)		
	Brighton-Best International (UK), Limited	United Kingdom	Import, export and sale of screws and nuts	453,097	453,097	9,200,000	100	501,576	(12,274)		
	Brighton-Best International (NZ), Limited	New Zealand	Import, export and sale of screws and nuts	19,328	19,328	1,000	100	12,156	(771)		
	Ta Chen Empire Co., Ltd. (TCE)	Taiwan	Import, export and sale of aluminum products	5,300,000	5,300,000	530,000,000	100	7,167,136	135,031		
	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	726,380	3,492		
Brighton-Best International, Inc.	Brighton-Best International (Brasil), Comercio de Parafusos Ltda.	Brazil	Import and sale of screws and nuts	6,486	6,486	4,000,000	100	(64,202)	6,008		
	Brighton-Best International Middle East (FZE)	United Arab Emirates	Import and sale of protective products	959	959	1	100	952	(26)		

(To be Continued)

(Brought Forward)

Name of Investment Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		Held at the End of the Period			Net Income (Loss) of the Investee	Share of Profit (Loss)	Note
				At the End of Current Period	At the End of Last Year	Number of Shares	%	Carrying Amount			
Ta Chen Empire Co., Ltd. (TCE)	Noei Geeng Enterprise Co., Ltd.	Taiwan	Manufacturing of screws and nuts	$ 77,785	$ 77,785	7,778,598	80	$ 92,896	($ 1,437)		
	Hupao Technology CO., LTD.	Taiwan	Energy technology service industry	191,092	191,092	19,109,228	80	231,159	(510)		
	Shie Shin Enterprise Co., Ltd.	Taiwan	Manufacturing of screws and nuts	285,171	285,171	28,517,132	80	358,241	(195)		
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	297,233	702		
	Excellent Growth Investments Limited	British Virgin Islands	Investment	626,415	626,415	20,073,457	100	99	-		
	Right Way North America Inc.	USA	Trading of Automobile Engine Parts	1,575	1,575	-	100	6,051	-		Note 7
Right Way Industrial (Malaysia) Sdn. Bhd.	TRIM Engineering Sdn. Bhd.	Malaysia	Connecting rod manufacturing	53,033 (MYR 7,235)	53,033 (MYR 7,235)	8,950,000	89.50	-	-		
Ta Chen (B.V.I.) Holdings Ltd.	TMCT Products, Inc.	USA	Investment	403,413	403,413	13,000	100	647,247	14,059		
	Los Osos Holdings, Inc.	USA	Investment	110,237	110,237	-	100	96,351	(95)		
	Clarke St. Property Holdings, LLC	USA	Investment	14,240	14,240	-	100	15,863	2		
TMCT Products, Inc.	Nash Metals, LLC	USA	Aluminum processing industry	221,327	221,327	-	100	449,515	23,767		
Los Osos Holdings, Inc.	Procurmore Trading, Inc.	USA	General trade business	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	176,166	1,054		

Note 1: Refer to Table 8 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: The dissolution and liquidation were completed in April 2025.
Note 8: Established in March 2025, and US$45 million was funded in April 2025.

Ta Chen Stainless Pipe Co., Ltd. and Subsidiaries

Information on investments in mainland China

January 1 to March 31, 2025

TABLE 8

(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Investee Company	Main Businesses and Products	Paid-in Capital (Note 2)	Investment method (Note 4)	Accumulated Outward Remittance for Investment from Taiwan as of January 1, 2025 (Note 2)	Remittance of Funds		Accumulated Outward Remittance for Investment from Taiwan as of March 31,2025 (Note 2)	Net Income (Loss) of the Investee	% Ownership of Direct or Indirect Investment	Investment Gain (Loss) (Note 1(3) and Note 6)	Carrying Amount at the End of Current Period	Accumulated Repatriation of Investment Income as of the current period	Note
					Outward	Inward							
Ta Chen (Shijiazhuang) Co., Ltd.	Manufacture and sale of stainless steel valves and casting products	$ 169,346	(2) Ta Chen (B.V.I.) Holdings Ltd.	$ 139,571	$ -	$ -	$ 139,571	$ 770	93.14	$ 717	$ 404,747	$ -	
Ta Chen (Boye) Co., Ltd.	Manufacture and sale of stainless steel valves and casting products	396,302	(2) Ta Chen (B.V.I.) Holdings Ltd.	330,124	-	-	330,124	20,878	100	20,878	439,427	-	
Yinrong (Shanghai) Investment Management Limited (Note 8)	Investment	2,565	(3) The Company's direct investment	2,565	-	-	2,565	-	100	-	-	-	
Cheng-Rong (Shanghai) International Trading Ltd. (Note 5)	Trade	-	(2) Brighton-Best International, Inc.(Cayman)	-	-	-	-	-	-	- -	-	-	

Name of Investment Company	Accumulated Outward Remittance for Investment in Mainland China at the End of the Period (Note 2)	Investment Amount Authorized by Investment Commission, MOEA (Note 2)	Upper Limit on the Amount of Investment Stipulated in Mainland China by Investment Commission, MOEA
Ta Chen	$ 472,260	$ 1,057,660	$ 42,198,087 (Note 3)
Right Way	564,319 (USD 16,995)	564,319 (USD 16,995)	1,693,290 (Note 7)

Note 1: In the column of investment gains or losses recognized during the period:
1. If in preparation, no investment gains or losses yet, it should be noted.
2. Methods of basis of investment gains or losses recognition, it should be noted:
(1) The financial statements are reviewed by an international public accounting firm with all cooperative relations with the accounting firms of the Republic of China
(2) The financial statements reviewed by certified public accountants of the parent company in Taiwan.
(3) The financial statement isn't reviewed by certified public accountants.

Note 2: The amounts were calculated based on the foreign exchange rate of the Bank of Taiwan as of March 2025. (USD: NTD = 1: 33.205, CNY: NTD = 1: 4.573)

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:
NT$70,330,145 thousand x 60% = NT$42,198,087 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$2,822,150 thousand x 60% = NT$1,693,290 thousand.

Note 8: The cancellation registration was completed in December 2024. As of the end of March 2025, the investment had not been repatriated.

Ta Chen Stainless Pipe Co., Ltd. and Subsidiaries

INTERCOMPANY RELATIONSHIPS AND SIGNIFICANT INTERCOMPANY TRANSACTIONS

January 1 to March 31, 2025

TABLE 9

(Amounts in Thousands of New Taiwan Dollars)

No.	Investee Company	Counterparty	Relationship (Note 1)	Transaction Details			
				Financial Statement Accounts	Amount	Payment Terms	As a percentage of total consolidated operating revenue or total assets (%)
0	The Company	Ta Chen International, Inc.	1	Revenue from sale of goods	$ 2,620,345	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.	10
		Ta Chen International, Inc.	1	Accounts receivables	4,544,105	-	3
		TCI Texarkana, Inc.	1	Other receivables	2,950,500	-	2
1	Ta Chen International, Inc.	Primus Pipe and Tube, Inc.	3	Cost of goods sold	114,615	General market price, payment term is 40 days.	-
		Primus Pipe and Tube, Inc.	3	Other receivables	101,389	-	-
		Ta Chen Empire Co., Ltd.	3	Cost of goods sold	239,654	General market price, payment term is 4-6 months	4
		Ta Chen Empire Co., Ltd.	3	Accounts payable	649,373	-	-
		TCI Texarkana, Inc.	3	Other receivables	6,807,025	-	5
		TCI Texarkana, Inc.	3	Cost of goods sold	5,020,272	The price is decided by taking both local market price in the US and the operation costs of TKA into consideration. Collection term is 1 month.	19
		TCI Texarkana, Inc.	3	Accounts payable	1,929,902	-	1
		TCI Texarkana, Inc.	3	Prepayments	9,997,233	-	7
		Empire Resources, Inc.	3	Other payable	2,131,105	-	1
2	Empire Resources, Inc.	Imbali Metals BVBA	3	Other receivables	170,705	-	-
		TCI Texarkana, Inc.	3	Cost of goods sold	438,952	The price is decided by taking both local market price in the US and the operation costs of TKA into consideration. Collection term is 1 month.	2
		TCI Texarkana, Inc.	3	Accounts payable	135,306	-	-
3	Ta Chen (B.V.I.) Holdings Ltd.	Ta Chen (Shijiazhuang) Co., Ltd.	3	Other receivables	282,956	-	-
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	1,773,767	No comparable transactions available	7
		Brighton-Best International, Inc.	1	Accounts receivables	625,374	-	-
		Brighton-Best International (Canada), Inc.	1	Revenue from sale of goods	141,767	No comparable transactions available	2
		Brighton-Best International (Canada), Inc.	1	Accounts receivables	131,992	-	-
		Brighton-Best International (UK), Limited	1	Accounts receivables	106,437	-	-
		Brighton-Best International (UK), Limited	1	Other receivables	126,410	-	-
		Brighton-Best International (AU), Pty Ltd.	1	Revenue from sale of goods	135,277	No comparable transactions available	1
		Brighton-Best International (AU), Pty Ltd.	1	Accounts receivables	280,481	-	-

(To be Continued)

(Brought Forward)

No.	Investee Company	Counterparty	Relationship (Note 1)	Transaction Details			
				Financial Statement Accounts	Amount	Payment Terms	As a percentage of total consolidated operating revenue or total assets (%)
6	Brighton-Best International, Inc.	Brighton-Best International (AU), Pty Ltd.	1	Other receivables	$ 505,259	-	-
		Brighton-Best International (Brasil), Comercio de Parafusos Ltda	3	Other receivables	132,820	-	-

Note: The relationships with counterparties are as follows:

1. Parent to subsidiaries
2. Subsidiaries to parent
3. Subsidiaries to subsidiaries