International CSRC Investment Holdings Co., Ltd. and Subsidiaries

Consolidated Financial Statements for the Three Months Ended March 31, 2026 and 2025 and Independent Auditors' Review Report

INDEPENDENT AUDITORS' REVIEW REPORT

The Board of Directors and Shareholders
International CSRC Investment Holdings Co., Ltd.

Introduction

We have reviewed the accompanying consolidated balance sheets of International CSRC Investment Holdings Co., Ltd. and its subsidiaries (collectively, the "Group") as of March 31, 2026 and 2025, the related consolidated statements of comprehensive income, the consolidated statements of changes in equity and cash flows for the three months then ended, the related notes to the consolidated financial statements, including a summary of significant accounting policies (collectively referred to as the consolidated financial statements). Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34 "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China. Our responsibility is to express a conclusion on the consolidated financial statements based on our reviews.

Scope of Review

Except as explained in the following paragraph, we conducted our reviews in accordance with the Standards on Review Engagements of the Republic of China 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of consolidated financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Basis for Qualified Conclusion

As disclosed in Note 13 to the consolidated financial statements, the financial statements of some non-significant subsidiaries included in the consolidated financial statements referred to in the first paragraph were not reviewed. As of March 31, 2026 and 2025, combined total assets of these non-significant subsidiaries were NT$4,173,006 thousand and NT$5,179,941 thousand, respectively, both representing 9% of the consolidated total assets, and combined total liabilities of these subsidiaries were NT$1,396,353 thousand and NT$1,369,731 thousand, respectively, both representing 6% of the consolidated total liabilities; for the three months ended March 31, 2026 and 2025, the amounts of combined comprehensive loss of these subsidiaries were NT$28,054 thousand and NT$68,075 thousand, respectively, representing 4% and (460%), respectively, of the consolidated total comprehensive (loss) income.

Qualified Conclusion

Based on our reviews, except for the adjustments, if any, as might have been determined to be necessary had the financial statements of the non-significant subsidiaries as described in the preceding paragraph been reviewed, nothing has come to our attention that caused us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of the Group as of March 31, 2026 and 2025, and its consolidated financial performance and its consolidated cash flows for the three months then ended in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34 “Interim Financial Reporting” endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

The engagement partners on the reviews resulting in this independent auditors’ review report are Mei-Hui Wu and Tza-Li Gung.

Deloitte & Touche
Taipei, Taiwan
Republic of China

May 12, 2026

Notice to Readers

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

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

INTERNATIONAL CSRC INVESTMENT HOLDINGS CO., LTD. AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS
(In Thousands of New Taiwan Dollars)

	March 31, 2026		December 31, 2025		March 31, 2025	
ASSETS	**Amount**	**%**	**Amount**	**%**	**Amount**	**%**
CURRENT ASSETS						
Cash and cash equivalents (Note 6)	$ 10,455,071	22	$ 10,593,696	22	$ 12,071,383	21
Financial assets at fair value through other comprehensive income - current (Note 8)	1,372,720	3	1,107,208	2	1,505,641	3
Notes receivable, net (Notes 9 and 34)	76,724	-	224,299	1	225,287	-
Accounts receivable, net (Notes 9 and 34)	2,732,502	6	2,604,888	5	3,329,257	6
Accounts receivable from related parties (Note 33)	12,267	-	11,878	-	394	-
Current tax assets (Notes 4 and 27)	5,521	-	6,577	-	7,564	-
Inventories (Notes 10 and 34)	2,971,589	6	3,451,697	7	2,835,506	5
Disposal groups held for sale (Notes 4 and 11)	-	-	-	-	328,278	1
Other financial assets - current (Notes 12, 33 and 34)	3,163,136	6	3,146,783	6	1,785,789	3
Other current assets (Note 19)	931,839	2	1,012,837	2	1,532,123	3
Total current assets	21,721,369	45	22,159,863	45	23,621,222	42
NON-CURRENT ASSETS						
Financial assets at fair value through other comprehensive income - non-current (Notes 8 and 34)	4,270,870	9	4,324,073	9	5,829,345	10
Investments accounted for using the equity method (Note 14)	2,833,044	6	2,824,664	6	5,132,559	9
Property, plant and equipment (Note 15)	16,411,294	34	16,685,627	34	18,341,166	32
Right-of-use assets (Note 16)	1,095,724	2	1,148,376	2	1,390,752	2
Investment properties (Notes 17 and 33)	14,269	-	22,835	-	281,944	1
Goodwill (Note 18)	-	-	-	-	274,955	1
Deferred tax assets (Notes 4 and 27)	1,078,708	2	1,047,465	2	1,061,903	2
Prepayments for equipment	3,302	-	3,302	-	12,032	-
Net defined benefit assets (Notes 4 and 23)	3,584	-	3,584	-	-	-
Other financial assets - non-current (Note 34)	83,959	-	76,225	-	69,760	-
Other non-current assets (Note 19)	809,369	2	889,570	2	505,070	1
Total non-current assets	26,604,123	55	27,025,721	55	32,899,486	58
TOTAL	$ 48,325,492	100	$ 49,185,584	100	$ 56,520,708	100
LIABILITIES AND EQUITY						
CURRENT LIABILITIES						
Short-term borrowings (Notes 20 and 34)	$ 10,483,283	22	$ 10,323,593	21	$ 9,940,255	18
Short-term bills payable (Note 20)	-	-	-	-	19,975	-
Financial liabilities at fair value through profit or loss (Note 7)	51,450	-	83,300	-	133,000	-
Trade payables	976,542	2	940,405	2	719,771	1
Trade payables to related parties (Note 33)	148,649	-	73,694	-	86,547	-
Other payables (Notes 22 and 33)	1,149,352	3	1,225,170	3	1,455,994	3
Current tax liabilities (Notes 4 and 27)	64,865	-	36,612	-	75,932	-
Liabilities directly associated with disposal groups held for sale (Note 11)	-	-	-	-	43,302	-
Lease liabilities - current (Note 16)	132,889	-	68,396	-	143,601	-
Current portion of long-term borrowings and bonds payable (Notes 20 and 21)	3,336,370	7	3,320,576	7	1,004,451	2
Other current liabilities (Note 30)	149,586	-	196,579	-	330,393	1
Total current liabilities	16,492,986	34	16,268,325	33	13,953,221	25
NON-CURRENT LIABILITIES						
Bonds payable (Note 21)	-	-	-	-	3,273,822	6
Long-term borrowings (Note 20)	1,165,000	3	1,500,000	3	-	-
Provisions - non-current (Notes 4 and 23)	14,235	-	14,235	-	16,335	-
Deferred tax liabilities (Notes 4 and 27)	4,996,999	10	4,943,607	10	4,818,991	8
Lease liabilities - non-current (Note 16)	752,989	1	859,924	2	974,925	2
Net defined benefit liabilities (Notes 4 and 23)	27,375	-	27,569	-	40,814	-
Other non-current liabilities	63,751	-	64,004	-	57,862	-
Total non-current liabilities	7,020,349	14	7,409,339	15	9,182,749	16
Total liabilities	23,513,335	48	23,677,664	48	23,135,970	41
EQUITY ATTRIBUTABLE TO OWNERS OF THE CORPORATION (Notes 21 and 24)						
Ordinary shares	9,847,336	20	9,847,336	20	9,847,336	17
Capital surplus	9,237,013	19	9,237,013	19	9,237,013	17
Retained earnings						
Legal reserve	3,189,170	7	3,189,170	6	3,189,170	6
Special reserve	748,274	1	748,274	2	648,078	1
(Accumulated deficit) unappropriated earnings	(904,340)	(2)	(119,027)	-	3,892,518	7
Total retained earnings	3,033,104	6	3,818,417	8	7,729,766	14
Other equity	1,790,383	4	1,519,439	3	5,141,162	9
Treasury shares	(290,088)	-	(290,088)	(1)	(290,088)	(1)
Total equity attributable to owners of the Corporation	23,617,748	49	24,132,117	49	31,665,189	56
NON-CONTROLLING INTERESTS	1,194,409	3	1,375,803	3	1,719,549	3
Total equity	24,812,157	52	25,507,920	52	33,384,738	59
TOTAL	$ 48,325,492	100	$ 49,185,584	100	$ 56,520,708	100

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

(With Deloitte & Touche review report dated May 12, 2026)

INTERNATIONAL CSRC INVESTMENT HOLDINGS CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
(In Thousands of New Taiwan Dollars, Except Loss Per Share)

	For the Three Months Ended March 31			
	2026		2025	
	Amount	%	Amount	%
NET LOSS FROM CONTINUING OPERATIONS				
Net operating revenue (Notes 25 and 33)	$ 3,507,985	100	$ 4,179,909	100
Operating costs (Notes 10, 26 and 33)	4,100,260	117	4,348,568	104
Gross loss	(592,275)	(17)	(168,659)	(4)
Operating expenses (Notes 9, 23, 26 and 33)				
Selling and marketing expenses	108,846	3	102,394	2
General and administrative expenses	181,617	5	203,826	5
Research and development expenses	42,260	1	40,616	1
Expected credit (reversal gain) loss	(36,647)	(1)	200	-
Total operating expenses	296,076	8	347,036	8
Loss from operations	(888,351)	(25)	(515,695)	(12)
Non-operating income and expenses (Notes 14, 26 and 33)				
Interest income	88,216	3	93,390	2
Other income	79,848	2	26,230	1
Other gains and losses	9,027	-	114,065	3
Finance costs	(201,858)	(6)	(160,626)	(4)
Share of loss of associates and joint ventures	(25,296)	(1)	(123,606)	(3)
Total non-operating income and expenses	(50,063)	(2)	(50,547)	(1)
Loss before income tax from continuing operations	(938,414)	(27)	(566,242)	(13)
Income tax (expense) benefit (Notes 4 and 27)	(49,297)	(1)	264,217	6
Net loss from continuing operations	(987,711)	(28)	(302,025)	(7)
LOSS FROM DISCONTINUED OPERATIONS (Note 11)	(1,506)	-	(63,140)	(2)
NET LOSS	(989,217)	(28)	(365,165)	(9)
OTHER COMPREHENSIVE INCOME				
Items that will not be reclassified subsequently to profit or loss:				
Unrealized gain on investments in equity instruments at fair value through other comprehensive income	180,805	5	89,225	2
Share of the other comprehensive income of associates and joint ventures accounted for using the equity method	714	-	531	-

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INTERNATIONAL CSRC INVESTMENT HOLDINGS CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
(In Thousands of New Taiwan Dollars, Except Loss Per Share)

	For the Three Months Ended March 31			
	2026		2025	
	Amount	%	Amount	%
Items that may be reclassified subsequently to profit or loss:				
Exchange differences on translating of foreign operations	$ 78,973	2	$ 269,602	6
Share of the other comprehensive income of associates and joint ventures accounted for using the equity method	32,962	1	20,614	1
Other comprehensive income	293,454	8	379,972	9
TOTAL COMPREHENSIVE (LOSS) INCOME	$ (695,763)	(20)	$ 14,807	-
NET LOSS ATTRIBUTABLE TO:				
Owners of the Corporation	$ (785,313)	(22)	$ (237,320)	(6)
Non-controlling interests	(203,904)	(6)	(127,845)	(3)
	$ (989,217)	(28)	$ (365,165)	(9)
TOTAL COMPREHENSIVE (LOSS) INCOME ATTRIBUTABLE TO:				
Owners of the Corporation	$ (514,369)	(15)	$ 120,169	3
Non-controlling interests	(181,394)	(5)	(105,362)	(3)
	$ (695,763)	(20)	$ 14,807	-
LOSS PER SHARE (NEW TAIWAN DOLLARS; Note 28)				
From continuing and discontinued operations				
Basic	$ (0.81)		$ (0.24)	
Diluted	$ (0.81)		$ (0.24)	
From continuing operations				
Basic	$ (0.81)		$ (0.18)	
Diluted	$ (0.81)		$ (0.18)	

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

(With Deloitte & Touche review report dated May 12, 2026) (Concluded)

INTERNATIONAL CSRC INVESTMENT HOLDINGS CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
(In Thousands of New Taiwan Dollars)

	Equity Attributable to Owners of the Corporation (Note 24)										
			Retained Earnings			Other Equity					
	Ordinary Shares	Capital Surplus	Legal Reserve	Special Reserve	Unappropriated Earnings (Accumulated Deficit)	Exchange Differences on Translating of Foreign Operations	Unrealized Gain on Financial Assets at Fair Value Through Other Comprehensive Income	Treasury Shares	Total	Non-controlling Interests	Total Equity
BALANCE ON JANUARY 1, 2025	$ 9,847,336	$ 9,237,013	$ 3,189,170	$ 648,078	$ 4,129,838	$ 846,253	$ 3,937,420	$ (290,088)	$ 31,545,020	$ 1,824,911	$ 33,369,931
Net loss for the three months ended March 31, 2025	-	-	-	-	(237,320)	-	-	-	(237,320)	(127,845)	(365,165)
Other comprehensive income for the three months ended March 31, 2025	-	-	-	-	-	267,415	90,074	-	357,489	22,483	379,972
Total comprehensive (loss) income for the three months ended March 31, 2025	-	-	-	-	(237,320)	267,415	90,074	-	120,169	(105,362)	14,807
BALANCE ON MARCH 31, 2025	$ 9,847,336	$ 9,237,013	$ 3,189,170	$ 648,078	$ 3,892,518	$ 1,113,668	$ 4,027,494	$ (290,088)	$ 31,665,189	$ 1,719,549	$ 33,384,738
BALANCE ON JANUARY 1, 2026	$ 9,847,336	$ 9,237,013	$ 3,189,170	$ 748,274	$ (119,027)	$ (768,868)	$ 2,288,307	$ (290,088)	$ 24,132,117	$ 1,375,803	$ 25,507,920
Net loss for the three months ended March 31, 2026	-	-	-	-	(785,313)	-	-	-	(785,313)	(203,904)	(989,217)
Other comprehensive income for the three months ended March 31, 2026	-	-	-	-	-	89,391	181,553	-	270,944	22,510	293,454
Total comprehensive (loss) income for the three months ended March 31, 2026	-	-	-	-	(785,313)	89,391	181,553	-	(514,369)	(181,394)	(695,763)
BALANCE ON MARCH 31, 2026	$ 9,847,336	$ 9,237,013	$ 3,189,170	$ 748,274	$ (904,340)	$ (679,477)	$ 2,469,860	$ (290,088)	$ 23,617,748	$ 1,194,409	$ 24,812,157

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

(With Deloitte & Touche review report dated May 12, 2026)

INTERNATIONAL CSRC INVESTMENT HOLDINGS CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS
(In Thousands of New Taiwan Dollars)

	For the Three Months Ended March 31	
	2026	**2025**
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before income tax from continuing operations	$ (938,414)	$ (566,242)
Loss before income tax from discontinued operations	(1,506)	(63,140)
Loss before income tax	(939,920)	(629,382)
Adjustments for:		
Depreciation	368,480	411,298
Amortization	4,588	7,747
Expected credit (reversal gain) loss	(36,647)	142
Net (gain) loss on financial assets and liabilities at FVTPL	(31,850)	2,951
Interest expense	201,506	164,635
Interest income	(88,218)	(93,707)
Compensation costs of share-based payments	-	(15,495)
Share of loss of associates and joint ventures	25,296	123,606
(Gain) loss on disposal and retirement of property, plant and equipment	(514)	2,839
Impairment reversal gain recognized on non-financial assets	(27,184)	(82,759)
Unrealized (gain) loss on foreign exchange	(910)	713
Changes in operating assets and liabilities		
Notes receivable	116,071	370,749
Accounts receivable	(91,828)	(311,973)
Accounts receivable from related parties	(186)	(394)
Inventories	526,719	493,212
Other current assets	80,998	(117,250)
Other financial assets	92,975	85,528
Trade payables	36,107	(205,418)
Trade payables to related parties	74,955	(14,563)
Other payables	(51,260)	21,872
Other current liabilities	(46,993)	(10,342)
Net defined benefit assets and liabilities	(194)	(339)
Cash generated from operations	211,991	203,670
Interest received	68,295	207,953
Income tax refunded (paid)	2,161	(2,640)
Net cash generated from operating activities	282,447	408,983
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from disposal of financial assets at FVTPL	-	202,727
Acquisition of property, plant and equipment	(89,711)	(333,795)
Proceeds from disposal of property, plant and equipment	10,000	1,722
(Increase) decrease in other financial assets	(80,002)	2,777,162

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INTERNATIONAL CSRC INVESTMENT HOLDINGS CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS
(In Thousands of New Taiwan Dollars)

	For the Three Months Ended March 31	
	2026	**2025**
Decrease (increase) in other non-current assets	$ 75,613	$ (24,312)
Increase in prepayments for equipment	-	(14,158)
Net cash (used in) generated from investing activities	(84,100)	2,609,346
CASH FLOWS FROM FINANCING ACTIVITIES		
Increase in short-term borrowings	159,690	2,626,532
Decrease in short-term bills payable	-	(179,784)
Repayments of long-term borrowings	(335,000)	(657,900)
Repayments of the principal portion of lease liabilities	(31,805)	(34,018)
(Decrease) increase in other non-current liabilities	(253)	7,316
Interest paid	(209,938)	(150,078)
Net cash (used in) generated from financing activities	(417,306)	1,612,068
EFFECTS OF EXCHANGE RATE CHANGES ON CASH AND CASH EQUIVALENTS	80,334	41,954
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	(138,625)	4,672,351
CASH AND CASH EQUIVALENTS, BEGINNING OF THE PERIOD	10,593,696	7,513,216
CASH AND CASH EQUIVALENTS, END OF THE PERIOD	$ 10,455,071	$ 12,185,567

Reconciliation between consolidated balance sheets and consolidated statements of cash flows:

	March 31	
	2026	**2025**
Cash and cash equivalents in the consolidated balance sheets	$ 10,455,071	$ 12,071,383
Cash and cash equivalents included in disposal groups held for sale	-	114,184
Cash and cash equivalents at the end of the period in the consolidated statements of cash flows	$ 10,455,071	$ 12,185,567

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

(With Deloitte & Touche review report dated May 12, 2026) (Concluded)

INTERNATIONAL CSRC INVESTMENT HOLDINGS CO., LTD. AND SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED MARCH 31, 2026 AND 2025
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

1. GENERAL INFORMATION

International CSRC Investment Holdings Co., Ltd. (formerly China Synthetic Rubber Corporation) (the “Corporation”) was incorporated on June 15, 1973 with a factory located inside the Linyuan Petrochemical Industrial Zone in Kaohsiung City, which produces carbon black, a material for tire and other rubber products. The power and steam co-generation system started operations in December 1993. The Corporation also engages in biotechnology research and development. The Corporation’s shares are listed on the Taiwan Stock Exchange.

The Corporation spun off and assigned the business related to the domestic Carbon Black Business to its wholly-owned subsidiary, Linyuan Advanced Materials Technology Co., Ltd., and spun off the business related to the Biotechnology Business to establish Circular Commitment Company. After the spin-off, the Corporation was transformed into an investment holding corporation. The spin-off was approved at the shareholders’ meeting on June 26, 2018. The spin-off record date was scheduled on October 1, 2018, which was approved by the Board of Directors on August 7, 2018.

Approved by the Ministry of Economic Affairs on October 15, 2018, China Synthetic Rubber Corporation is renamed as “International CSRC Investment Holdings Co., Ltd.” The Corporation continues its listing with same stock code: 2104. The Chinese stock short name will be “International CSRC.”

The consolidated financial statements are presented in the Corporation’s functional currency, the New Taiwan dollar.

2. APPROVAL OF FINANCIAL STATEMENTS

The consolidated financial statements were approved by the Corporation’s Board of Directors on May 12, 2026.

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

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

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

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

1) The amendments to the application guidance of classification of financial assets

The amendments mainly amend the requirements for the classification of financial assets, including:

a) If a financial asset contains a contingent feature that could change the timing or amount of contractual cash flows and the contingent event itself does not relate directly to changes in basic lending risks and costs (e.g., whether the debtor achieves a contractually specified reduction in carbon emissions), the financial asset has contractual cash flows that are solely payments of principal and interest on the principal amount outstanding if, and only if,

- In all possible scenarios (before and after the occurrence of a contingent event), the contractual cash flows are solely payments of principal and interest on the principal amount outstanding; and

- In all possible scenarios, the contractual cash flows would not be significantly different from the contractual cash flows on a financial instrument with identical contractual terms, but without such a contingent feature.

b) To clarify that a financial asset has non-recourse features if an entity’s ultimate right to receive cash flows is contractually limited to the cash flows generated by specified assets.

c) To clarify that the characteristics of contractually linked instruments include a prioritization of payments to the holders of financial assets using multiple contractually linked instruments (tranches) established through a waterfall payment structure, resulting in concentrations of credit risk and a disproportionate allocation of cash shortfalls from the underlying pool between the tranches.

2) The amendments to the application guidance of derecognition of financial liabilities

The amendments mainly stipulate that a financial liability is derecognized on the settlement date. However, when settling a financial liability in cash using an electronic payment system, the Group can choose to derecognize the financial liability before the settlement date if, and only if, the Group has initiated a payment instruction that resulted in:

- The Group having no practical ability to withdraw, stop or cancel the payment instruction;

- The Group having no practical ability to access the cash to be used for settlement as a result of the payment instruction; and

- The settlement risk associated with the electronic payment system being insignificant.

b. 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 1)
Amendments to IFRS 10 and IAS 28 "Sale or Contribution of Assets between an Investor and its Associate or Joint Venture"	To be determined by IASB
IFRS 18 "Presentation and Disclosure in Financial Statements"	January 1, 2027 (Note 2)
IFRS 19 "Subsidiaries without Public Accountability: Disclosures" (including the 2025 amendments to IFRS 19)	January 1, 2027
Amendments to IAS 21 "Translation to a Hyperinflationary Presentation Currency"	January 1, 2027

Note 1: Unless stated otherwise, the above IFRS Accounting Standards are effective for annual reporting periods beginning on or after their respective effective dates.

Note 2: On September 25, 2025, the FSC announced that IFRS 18 will take effect starting from January 1, 2028. Domestic entities could elect to apply IFRS 18 for an earlier period after the endorsement of IFRS 18 by the FSC.

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

The amendments stipulate that, when the Group sells or contributes assets that constitute a business (as defined in IFRS 3) to an associate or joint venture, the gain or loss resulting from the transaction is recognized in full. Also, when the Group loses control of a subsidiary that contains a business but retains significant influence or joint control, the gain or loss resulting from the transaction is recognized in full.

Conversely, when the Group sells or contributes assets that do not constitute a business to an associate or joint venture, the gain or loss resulting from the transaction is recognized only to the extent of the Group's interest as an unrelated investor in the associate or joint venture, i.e., the Group's share of the gain or loss is eliminated. Also, when the Group loses control of a subsidiary that does not contain a business but retains significant influence or joint control over an associate or a joint venture, the gain or loss resulting from the transaction is recognized only to the extent of the Group's interest as an unrelated investor in the associate or joint venture, i.e., the Group's share of the gain or loss is eliminated.

2) IFRS 18 "Presentation and Disclosure in Financial Statements" and consequential amendments

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

- To classify items of income and expenses presented in the statement of profit or loss into the operating, investing, financing, income taxes and discontinued operations categories, the Group shall assess whether it has specified main business activities of investing in particular types of assets and providing financing to customers.

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

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

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

In addition, the following consequential amendments have been made to IAS 7 “Statement of Cash Flows”:

- The Group shall use operating profit or loss as the starting point when presenting cash flows from operating activities under the indirect method.

- Interest and dividends received by the Group shall be classified as investing activities, while interest and dividends paid shall be classified as financing activities. However, if, after assessment, the Group has a specific main operating activity, it shall determine how to classify dividends received, interest received and interest paid in the statement of cash flows by referring to how it classifies dividend income, interest income and interest expense in the statement of profit or loss. The total of each of these cash flows shall be classified in a single category in the statement of cash flows.

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

4. SUMMARY OF MATERIAL ACCOUNTING POLICY INFORMATION

a. Statement of compliance

These interim consolidated financial statements have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and IAS 34 “Interim Financial Reporting” as endorsed and issued into effect by the FSC. Disclosure information included in these interim consolidated financial statements is less than the disclosure information required in a complete set of annual consolidated financial statements.

b. Basis of preparation

The consolidated financial statements have been prepared on the historical cost basis, except for financial instruments measured at fair value, payables arising from cash settled share-based payments and net defined benefit abilities recognized at the present value of defined benefit abilities less the fair value of plan assets.

The fair value measurements, which are grouped into Levels 1 to 3 based on the degree to which the fair value measurement inputs are observable and based on the significance of the inputs to the fair value measurement in its entirety, are described as follows:

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

2) Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for 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.

c. Basis of consolidation

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

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 Corporation 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 Group's interests and the non-controlling interests are adjusted to reflect the changes in their relative interests in the subsidiaries. Any difference between the amount by which the non-controlling interests are adjusted and the fair value of the consideration paid or received is recognized directly in equity and attributed to the owners of the Corporation.

When the Group loses control of a subsidiary, a gain or loss is recognized in profit or loss and is calculated as the difference between (i) the aggregate of the fair value of the consideration received and any investment retained in the former subsidiary at its fair value at the date when control is lost and (ii) the assets (including any goodwill) and liabilities and any non-controlling interests of the former subsidiary at their carrying amounts at the date when control is lost. The Group accounts for all amounts recognized in other comprehensive income in relation to that subsidiary on the same basis as would be required had the Group directly disposed of the related assets or liabilities.

See Note 13, Tables 6 and 7 for detailed information on subsidiaries (including the percentages of ownership and main business).

d. Other material accounting policies

Except for the following, please refer to the consolidated financial statements for the year ended December 31, 2025.

1) Disposal groups classified as held for sale

Disposal groups are classified as held for sale when their carrying amounts are expected to be recovered principally through a sale transaction rather than through continuing use. This condition is met only when the sale is highly probable, and the disposal group is available for immediate sale in its present condition. For a sale to be considered highly probable, management with the appropriate authority must have committed to a plan to sell the disposal group, and the sale is expected to be completed within one year from the date of classification.

When a sale plan would result in a loss of control of a subsidiary, all assets and liabilities of that subsidiary will be classified as held for sale, regardless of whether the Group retains any non-controlling interest in that subsidiary after the sale.

Disposal groups classified as held for sale are measured at the lower of their carrying amount and fair value less costs to sell. Depreciation of such assets will cease upon classification as held for sale.

2) Retirement benefits

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

3) Other long-term employee benefits

Other long-term employee benefits are accounted for in the same way as the accounting required for defined benefit plan except that remeasurement is recognized in profit or loss.

4) Income tax expense

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

5. MATERIAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

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

The same material accounting judgments and key sources of estimates and uncertainty have been followed in these consolidated financial statements as were applied in the preparation of the Corporation's consolidated financial statements for the year ended December 31, 2025.

6. CASH AND CASH EQUIVALENTS

	March 31, 2026	December 31, 2025	March 31, 2025
Bank deposits	$ 2,546,701	$ 2,351,351	$ 2,862,175
Cash equivalent (investments with original maturities less than 3 months)			
Time deposits	7,376,254	7,231,124	8,289,081
Repurchase agreements collateralized by commercial papers	531,851	1,010,960	919,859
Cash on hand	265	261	268
	$ 10,455,071	$ 10,593,696	$ 12,071,383

7. FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

	March 31, 2026	December 31, 2025	March 31, 2025
Financial liabilities at FVTPL - current			
Held for trading			
Derivatives (undesignated hedging)			
Redemption option and put option of convertible bonds	$ 51,450	$ 83,300	$ 133,000

8. FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

	March 31, 2026	December 31, 2025	March 31, 2025
Current			
Debt instruments investment			
Bank’s acceptance bill	$ 337,918	$ 306,414	$ 393,230
Domestic investments			
Listed shares and emerging market shares	1,034,802	800,794	1,112,411
	$ 1,372,720	$ 1,107,208	$ 1,505,641
Non-current			
Domestic investments			
Listed shares and emerging market shares	$ 3,772,750	$ 3,787,974	$ 5,109,441
Unlisted shares	498,120	536,099	719,904
	$ 4,270,870	$ 4,324,073	$ 5,829,345

The objectives of managing the bill receivables in mainland China by the Group are collecting contractual cash flows and selling financial assets. Accordingly, the management elected to designate these bill receivables in debt instruments as at FVTOCI. As of March 31, 2026, the Group evaluated the credit risk exposure as immaterial because all counterparties are reputable financial institutions with good credit ratings.

These investments in equity instruments are held for medium to long-term purposes. Accordingly, the management elected to designate these investments in equity instruments as at FVTOCI.

The financial assets at FVTOCI pledged as collateral for bank borrowings were set out in Note 34.

9. NOTES RECEIVABLE AND ACCOUNTS RECEIVABLE

	March 31, 2026	December 31, 2025	March 31, 2025
Notes receivable			
Notes receivable	$ 76,724	$ 224,299	$ 225,287
Less: Allowance for impairment loss	-	-	-
	$ 76,724	$ 224,299	$ 225,287
Accounts receivable			
Accounts receivable	$ 2,768,515	$ 2,678,814	$ 3,374,723
Less: Allowance for impairment loss	(36,013)	(73,926)	(45,466)
	$ 2,732,502	$ 2,604,888	$ 3,329,257

a. Notes receivable

The Group entered into a factoring agreement with financial institutions to sell its discounted notes receivable. Although the Group has transferred the contractual rights to collect cash flows, the Group is still obligated to bear the default risk of such notes receivable. Thus, it did not meet the conditions for derecognition of financial assets. The related information is as follows:

	March 31, 2025		
Purchaser of Notes Receivable	**Notes Receivable Transferred**	**Amount in Advanced (Note)**	**Interest Rate**
Bank of Communications Co., Ltd. Maanshan Branch	$ 709	$ 709	1.35%

Note: The advanced payment of the discounted note receivable was accounted for short-term borrowings, please refer to Notes 20 and 34 for related information of short-term borrowings and guarantee.

b. Accounts receivable

The average credit period of sales of goods was 30-60 days. In order to minimize credit risk, the management of the Group has delegated proper personnel in accordance with the division of duties responsible for determining credit limits, credit approvals and other monitoring procedures to ensure that follow-up action is taken to recover overdue debts. In addition, the Group reviews the recoverable amount 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 was significantly reduced.

The Group applies the simplified approach to providing for expected credit losses prescribed by IFRS 9, which permits the use of lifetime expected loss provision for all accounts receivables. The expected credit losses on accounts receivables are estimated using a provision matrix by reference to past collecting experience of the debtor, an analysis of the debtor's current financial position and adjusted for general economic conditions of the industry in which the debtors operate. As the Group's historical credit loss experience does not show significantly different loss patterns for different customer of carbon black segments, the allowance for impairment loss based on past due status is not further distinguished according to the Group's different customer base.

The Group recognizes a full allowance for impairment loss of each individual accounts receivable or writes off accounts receivable when there is information indicating that the debtor is in severe financial difficulty and there is no realistic prospect of recovery of the receivables. For accounts receivables 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 allowance for impairment loss of notes receivable and accounts receivable based on the Group's provision matrix.

March 31, 2026

		Past Due					
	Not Past Due	Less than 90 Days	91 to 180 Days	181 to 270 Days	271 to 365 Days	Over 365 Days	Total
Expected credit loss rate	0%	0%-4%	52%-100%	100%	100%	100%	
Gross carrying amount	$ 2,660,468	$ 158,594	$ 2,400	$ 27	$ 1,797	$ 21,953	$ 2,845,239
Allowance for impairment loss (Lifetime ECL)	(5,869)	(3,991)	(2,376)	(27)	(1,797)	(21,953)	(36,013)
Amortized cost	$ 2,654,599	$ 154,603	$ 24	$ -	$ -	$ -	$ 2,809,226

December 31, 2025

		Past Due					
	Not Past Due	Less than 90 Days	91 to 180 Days	181 to 270 Days	271 to 365 Days	Over 365 Days	Total
Expected credit loss rate	0%-1%	0%-12%	88%-100%	100%	100%	100%	
Gross carrying amount	$ 2,432,145	$ 423,169	$ 13,422	$ 11,743	$ 3,775	$ 18,859	$ 2,903,113
Allowance for impairment loss (Lifetime ECL)	(6,318)	(21,050)	(12,181)	(11,743)	(3,775)	(18,859)	(73,926)
Amortized cost	$ 2,425,827	$ 402,119	$ 1,241	$ -	$ -	$ -	$ 2,829,187

March 31, 2025

		Past Due					
	Not Past Due	Less than 90 Days	91 to 180 Days	181 to 270 Days	271 to 365 Days	Over 365 Days	Total
Expected credit loss rate	0%	4%-9%	99%-100%	100%	100%	100%	
Gross carrying amount	$ 3,355,096	$ 211,904	$ 11,030	$ 137	$ 15	$ 21,828	$ 3,600,010
Allowance for impairment loss (Lifetime ECL)	(3,422)	(9,109)	(10,955)	(137)	(15)	(21,828)	(45,466)
Amortized cost	$ 3,351,674	$ 202,795	$ 75	$ -	$ -	$ -	$ 3,554,544

The movements of the allowance for impairment loss of notes receivable and accounts receivable were as follows:

	For the Three Months Ended March 31					
	2026			2025		
	Notes Receivable	Accounts Receivable	Total	Notes Receivable	Accounts Receivable	Total
Balance on January 1	$ -	$ 73,926	$ 73,926	$ -	$ 44,833	$ 44,833
Add: (Reversal of) impairment loss recognized	-	(36,647)	(36,647)	-	142	142
Less: Amount written off	-	-	-	-	(115)	(115)
Effect of exchange rate differences	-	(1,266)	(1,266)	-	606	606
Balance on March 31	$ -	$ 36,013	$ 36,013	$ -	$ 45,466	$ 45,466

The notes receivable and accounts receivable pledged as collateral for bank borrowings were set out in Note 34.

10. INVENTORIES

	March 31, 2026	December 31, 2025	March 31, 2025
Finished goods	$ 1,083,043	$ 1,170,726	$ 1,305,452
Semi-finished goods	39,323	44,301	58,995
Raw materials	1,435,029	1,865,196	1,041,785
Supplies	232,556	199,825	174,859
Inventory in transit	181,638	171,649	254,415
	$ 2,971,589	$ 3,451,697	$ 2,835,506

The nature of the cost of goods sold was as follows:

	For the Three Months Ended March 31	
	2026	2025
Cost of inventories sold	$ 3,581,665	$ 3,993,286
Reversal of provision for inventory	(27,184)	(92,472)
Unallocated fixed overhead	545,779	447,754
	$ 4,100,260	$ 4,348,568

The reversal was as a result of reduction of inventories for the three months ended March 31, 2026 and 2025.

The inventories pledged as collateral for bank borrowings were set out in Note 34.

11. DISPOSAL GROUPS HELD FOR SALE

a. Disposal groups held for sale

On March 11, 2025, the Board of Directors resolved to authorize CSRC (Singapore) Pte. Ltd., a subsidiary indirectly held by the Corporation, to enter into a share transfer agreement with Longxing Technology Group Co., Ltd. for the sale of its 100% equity interest in CSRC China (Chongqing) Corporation. This transaction meets the criteria under IFRS 5 "Non-current Assets Held for Sale and Discontinued Operations." Accordingly, the assets and liabilities of CSRC China (Chongqing) Corporation have been reclassified as a disposal group held for sale and were presented separately in the consolidated balance sheet. The major classes of assets and liabilities classified as held for sale were as follows:

	March 31, 2025
Cash and cash equivalents	$ 114,184
Notes receivable, net	776
Accounts receivable, net	22,098
Other current assets	5,689
Property, plant and equipment	145,197
Right-of-use assets	40,292
Other financial assets - non-current	42
Disposal groups held for sale	$ 328,278
Trade payables	$ 437
Other payables	41,565
Other current liabilities	1,300
Liabilities directly associated with disposal groups held for sale	$ 43,302

The net proceeds from the disposal were expected to exceed the carrying amount of the related net assets. Accordingly, no impairment loss was recognized upon reclassification of the assets and liabilities attributable to the disposal groups as held for sale.

The disposal transaction was completed on April 10, 2025, resulting in the Group losing control over the subsidiary.

b. Discontinued operations

On March 11, 2025, the Board of Directors resolved that its subsidiary in mainland China, CSRC China (Anshan) Corporation, to cease operations and proceed with dissolution and liquidation. This decision meets the criteria under IFRS 5 "Non-current Assets Held for Sale and Discontinued Operations." Accordingly, the Corporation has presented the operations related to CSRC China (Anshan) Corporation as discontinued operations in the consolidated statement of comprehensive income.

The details of profit (loss) from discontinued operations and the related cash flow information were as follows:

	For the Three Months Ended March 31	
	2026	2025
Operating revenue	$ -	$ 71
Operating costs	30	(10,797)
Gross profit (loss)	30	(10,726)
Selling and marketing expenses	-	(178)
General and administrative expenses	(7,305)	(57,535)
Research and development expenses	-	(323)
Reversal of expected credit loss	-	58
Loss from operations	(7,275)	(68,704)
Interest income	2	317
Other income	6,088	3
Other gains and losses	(191)	9,781
Finance costs	(130)	(4,537)
Loss before income tax	(1,506)	(63,140)
Income tax expense	-	-
Loss from discontinued operations	$ (1,506)	$ (63,140)
Loss from discontinued operations attributable to:		
Owners of the Corporation	$ (1,506)	$ (63,140)
Non-controlling interests	-	-
	$ (1,506)	$ (63,140)
Cash flows		
Operating activities	$ 2,715	$ 36,030
Investing activities	1,223	-
Financing activities	(127)	(503,683)
Net cash inflows (outflows)	$ 3,811	$ (467,653)

12. OTHER FINANCIAL ASSETS - CURRENT

	March 31, 2026	December 31, 2025	March 31, 2025
Time deposits (original maturities more than 3 months)	$ 2,708,088	$ 2,635,820	$ 1,286,920
Pledged bank deposits	375,948	451,251	431,959
Interest receivable	38,703	18,780	41,126
Pledged time deposits	9,098	19,395	9,308
Others	31,299	21,537	16,476
	$ 3,163,136	$ 3,146,783	$ 1,785,789

The market rate intervals of time deposits with original maturities more than 3 months at the end of reporting period were as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Time deposits with original maturities more than 3 months	1.39%-3.69%	1.39%-3.69%	1.00%-5.00%

The other financial assets - current pledged as collateral were set out in Note 34.

13. SUBSIDIARIES

a. Subsidiaries included in consolidated financial statements

The consolidated financial statements include subsidiaries as follows:

			Proportion of Ownership (%)			
Investor	**Investee**	**Main Business**	**March 31, 2026**	**December 31, 2025**	**March 31, 2025**	**Remark**
International CSRC Investment Holdings Co., Ltd.	CSRC (BVI) Ltd.	Investment	100.00	100.00	100.00	-
	CS Development & Investment Co.	Investment	100.00	100.00	100.00	1)
	Consolidated Resource Co.	Carbon masterbatch and carbon black processing and sales	100.00	100.00	100.00	1)
	Linyuan Advanced Materials Technology Co., Ltd.	Carbon black production and sales	100.00	100.00	100.00	-
	Circular Commitment Company	Biotechnology services and investment	100.00	100.00	100.00	-
	CCC Dutch B.V.	Investment	100.00	100.00	100.00	1)
	CSRC Alpha, Inc.	Investment	100.00	100.00	100.00	1)
	Yun Cheng Investment Corporation	Investment	94.69	94.69	94.69	1)
	Synpac (North Carolina), Inc.	Investment	88.46	88.46	88.46	-
	Synpac Ltd.	Investment	75.00	75.00	75.00	1)
	CCC USA Corp.	Investment	66.67	66.67	66.67	-
CSRC (BVI) Ltd.	CSRC (Singapore) Pte. Ltd.	Investment	100.00	100.00	100.00	-
	Continental Carbon Eco Tech Pvt. Ltd.	Carbon black production and sales	0.01	0.01	0.01	-
CSRC (Singapore) Pte. Ltd.	CSRC China Corporation	Carbon black production and sales	100.00	100.00	100.00	-
	CSRC China (Anshan) Corporation	Carbon black production and sales	100.00	100.00	100.00	2)
	CSRC China (Chongqing) Corporation	Carbon black production and sales	-	-	100.00	3)
	Continental Carbon India Pvt. Ltd.	Carbon black production and sales	100.00	100.00	100.00	1)
	Continental Carbon Eco Tech Pvt. Ltd.	Carbon black production and sales	99.99	99.99	99.99	-
CS Development & Investment Co.	SVC Services, LLC	Investment service	99.90	99.90	99.90	-
	SVC Management, LLC	Investment consultation	99.90	99.90	99.90	-
	Yun Cheng Investment Corporation	Investment	0.33	0.33	0.33	1)
Circular Commitment Company	Synpac GP Corporation	Investment	100.00	100.00	100.00	1)
Synpac GP Corporation	SVC Services, LLC	Investment service	0.10	0.10	0.10	-
	SVC Management, LLC	Investment consultation	0.10	0.10	0.10	-
Yun Cheng Investment Corporation	Synpac (North Carolina), Inc.	Investment	11.54	11.54	11.54	-
Synpac (North Carolina), Inc.	Synpac Venture Capital, L.P.	Investment	99.90	99.90	99.90	-
SVC Management, LLC	Synpac Venture Capital, L.P.	Investment	0.10	0.10	0.10	-
CCC USA Corp.	Continental Carbon Company	Carbon black production and sales	100.00	100.00	100.00	-
	CCC Transport Company	Carbon black transport	100.00	100.00	100.00	-
	Continental Carbon Nanotechnologies, Inc.	Carbon nanotubes production and sales	100.00	100.00	100.00	-
Continental Carbon Company	Continental Carbon Company Europe SPRL	Carbon black sales	100.00	100.00	100.00	-

Remark:

1) Company is not a major subsidiary. Its financial statements have not been reviewed.

2) On March 11, 2025, the Board of Directors resolved that its subsidiary in mainland China, CSRC China (Anshan) Corporation, to cease operations and proceed with dissolution and liquidation.

3) On March 11, 2025, the Board of Directors resolved to authorize CSRC (Singapore) Pte. Ltd., a subsidiary indirectly held by the Corporation, to enter into a share transfer agreement with Longxing Technology Group Co., Ltd. for the sale of its 100% equity interest in CSRC China (Chongqing) Corporation. The disposal transaction was completed on April 10, 2025, resulting in the Group losing control of the subsidiary and ceasing to consolidate it in the consolidated financial statements.

b. Subsidiaries excluded from consolidated financial statements: None.

c. There are no subsidiaries that have material non-controlling interests.

14. INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

	March 31, 2026	December 31, 2025	March 31, 2025
Investment in associate	$ 982,490	$ 1,013,891	$ 3,469,265
Investment in joint venture	1,850,554	1,810,773	1,663,294
	$ 2,833,044	$ 2,824,664	$ 5,132,559

a. Investment in associate

	March 31, 2026	December 31, 2025	March 31, 2025
Associate that is not individually material			
TCC Recycle Energy Technology Company	$ 982,490	$ 1,013,891	$ 3,469,265

Aggregate information of associate that is not individually material

	For the Three Months Ended March 31	
	2026	2025
The Group’s share of:		
Net loss from continuing operations	$ (32,132)	$ (108,691)
Other comprehensive income	731	697
Total comprehensive loss	$ (31,401)	$ (107,994)

b. Investment in joint venture

	March 31, 2026	December 31, 2025	March 31, 2025
Joint venture that is not individually material			
Continental Carbon OYAK (Netherlands) B.V.	$ 1,450,890	$ 1,418,428	$ 1,663,294
Eco CSRC Infinic, LLC	399,664	392,345	-
	$ 1,850,554	$ 1,810,773	$ 1,663,294

Aggregate information of joint venture that is not individually material

	For the Three Months Ended March 31	
	2026	2025
The Group's share of:		
Net income (loss) from continuing operations	$ 6,836	$ (14,915)
Other comprehensive income	32,945	20,448
Total comprehensive income	$ 39,781	$ 5,533

The Group, together with its subsidiary Continental Carbon Company ("CCC") and Eco Infinic Co., Ltd., a Thai subsidiary of SHEICO Group (Shei Chung Hsin Ind.) Co., Ltd., jointly established a joint venture company, Eco CSRC Infinic, LLC to engage in the recovered carbon black business in the United States. The Company contributed cash to acquire a 21% equity interest in the joint venture, while CCC contributed certain property, plant, and equipment to acquire a 14% equity interest.

According to the contents of the joint venture agreement, the management authority of the actual operations, major approval matters, and significant decision-making are jointly led by two capital contributors, and the Group does not have control over these aspects.

15. PROPERTY, PLANT AND EQUIPMENT

	Land	Buildings	Equipment	Other Equipment	Property under Construction	Total
Cost						
Balance on January 1, 2026	$ 587,666	$ 3,580,609	$ 25,815,985	$ 1,296,376	$ 1,107,170	$ 32,387,806
Additions	-	-	7,753	3,626	78,332	89,711
Disposals and retirements	-	-	(11,271)	(23,198)	-	(34,469)
Reclassification	-	3,314	134,756	21,425	(154,141)	5,354
Effect of exchange rate differences	1,285	5,998	163,808	3,848	17,139	192,078
Balance on March 31, 2026	$ 588,951	$ 3,589,921	$ 26,111,031	$ 1,302,077	$ 1,048,500	$ 32,640,480

(Continued)

	Land	Buildings	Equipment	Other Equipment	Property under Construction	Total
Accumulated depreciation and impairment						
Balance on January 1, 2026	$ -	$ 1,518,105	$ 13,013,839	$ 921,832	$ 248,403	$ 15,702,179
Depreciation expense	-	27,099	281,341	14,695	-	323,135
Disposals and retirements	-	-	(10,144)	(14,839)	-	(24,983)
Reclassification	-	-	-	12,848	-	12,848
Effect of exchange rate differences	-	23,359	176,077	10,690	5,881	216,007
Balance on March 31, 2026	$ -	$ 1,568,563	$ 13,461,113	$ 945,226	$ 254,284	$ 16,229,186
Carrying amounts on March 31, 2026	$ 588,951	$ 2,021,358	$ 12,649,918	$ 356,851	$ 794,216	$ 16,411,294
Cost						
Balance on January 1, 2025	$ 612,329	$ 3,835,117	$ 30,541,956	$ 1,362,998	$ 961,603	$ 37,314,003
Additions	-	56,076	182,185	4,480	91,054	333,795
Disposals and retirements	-	-	(6,012)	(510)	-	(6,522)
Reclassification	-	435,967	(405,421)	129	(25,509)	5,166
Reclassified as disposal groups held for sale	-	(434,807)	(787,408)	(36,516)	(25,282)	(1,284,013)
Effect of exchange rate differences	1,049	54,036	358,301	13,678	10,132	437,196
Balance on March 31, 2025	$ 613,378	$ 3,946,389	$ 29,883,601	$ 1,344,259	$ 1,011,998	$ 36,799,625
Accumulated depreciation and impairment						
Balance on January 1, 2025	$ -	$ 1,977,755	$ 15,851,822	$ 920,738	$ 280,357	$ 19,030,672
Depreciation expense	-	24,878	313,088	16,177	-	354,143
Disposals and retirements	-	-	(1,468)	(493)	-	(1,961)
Reclassification	-	6,414	(6,409)	(5)	-	-
Reclassified as disposal groups held for sale	-	(323,296)	(755,563)	(34,675)	(25,282)	(1,138,816)
Effect of exchange rate differences	-	22,023	179,734	8,669	3,995	214,421
Balance on March 31, 2025	$ -	$ 1,707,774	$ 15,581,204	$ 910,411	$ 259,070	$ 18,458,459
Carrying amounts on March 31, 2025	$ 613,378	$ 2,238,615	$ 14,302,397	$ 433,848	$ 752,928	$ 18,341,166

(Concluded)

The above items of property, plant and equipment are depreciated on a straight-line basis over their estimated useful lives of the assets as follows:

Buildings	
Main buildings and improvements	3 to 61 years
Electro - mechanical equipment	10 years
Engineering system	10 years
Network equipment	10 years
Equipment	3 to 22 years
Other equipment	2 to 13 years

16. LEASE ARRANGEMENTS

a. Right-of-use assets

	March 31, 2026	December 31, 2025	March 31, 2025
Carrying amounts			
Land	$ 299,463	$ 305,285	$ 338,335
Buildings	12,341	13,808	27,855
Machinery	11,836	12,048	14,333
Transportation equipment	321,589	321,100	355,871
Oil tank	450,495	496,135	654,358
	$ 1,095,724	$ 1,148,376	$ 1,390,752

	For the Three Months Ended March 31	
	2026	2025
Additions to right-of-use assets	$ -	$ 1,539
Depreciation charge for right-of-use assets		
From continuing operations		
Land	$ 1,724	$ 2,036
Buildings	1,872	4,662
Transportation equipment	10,673	12,283
Oil tank	30,211	33,182
	$ 44,480	$ 52,163
From discontinued operations		
Machinery	$ 613	$ 618

Except for the aforementioned addition and recognized depreciation, the Group did not have significant sublease or impairment of right-of-use assets during the three months ended March 31, 2026 and 2025.

b. Lease liabilities

	March 31, 2026	December 31, 2025	March 31, 2025
Carrying amounts			
Current	$ 132,889	$ 68,396	$ 143,601
Non-current	$ 752,989	$ 859,924	$ 974,925

Range of discount rate for lease liabilities was as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Land	2.90%-8.00%	2.90%-8.00%	2.90%-8.00%
Buildings	6.00%-8.35%	2.75%-8.35%	2.75%-8.35%
Machinery	3.80%	3.80%	3.80%
Transportation equipment	5.75%-6.75%	5.75%-6.75%	5.75%-6.75%
Oil tank	9.50%	9.50%	9.50%

c. Material lease-in activities and terms

Prior to the commencement of the lease, the subsidiaries in China and India leased land use rights from the People’s Republic of China and Republic of India by prepaid lease payments. It was recognized under the right-of-use assets upon obtaining the land certificate, and depreciated on a straight-line basis during the lease period.

d. Other lease information

Lease arrangements under operating leases for the leasing out of investment properties are set out in Note 17.

	For the Three Months Ended March 31	
	2026	2025
Continuing operations		
Expenses relating to short-term leases	$ 6,082	$ 6,915
Expenses relating to low-value asset leases	$ 594	$ 618
Expenses relating to variable lease payments not included in the measurement of lease liabilities	$ 8,306	$ 9,509
Total cash outflow for leases	$ 57,031	$ 64,589
Discontinued operations		
Expenses relating to short-term leases	$ -	$ 488
Total cash outflow for leases	$ 128	$ 639

The Group leases certain buildings, office equipment, transportation equipment which qualify as short-term leases and certain office equipment which qualify as low-value asset leases. The Group has elected to apply the recognition exemption and thus, did not recognize right-of-use assets and lease liabilities for these leases.

17. INVESTMENT PROPERTIES

	For the Three Months Ended March 31	
	2026	2025
Cost		
Balance on January 1	$ 35,431	$ 487,430
Reclassification	(21,162)	-
Balance on March 31	$ 14,269	$ 487,430
Accumulated depreciation		
Balance on January 1	$ (12,596)	$ (201,112)
Depreciation expense	(252)	(4,374)
Reclassification	12,848	-
Balance on March 31	$ -	$ (205,486)
Carrying amount on March 31	$ 14,269	$ 281,944

The investment properties held by the Group are depreciated by the straight-line basis over the estimated useful lives of 9-51 years.

The lease period of the above mentioned investment properties was from November 20, 2017 to November 19, 2027 with an option to extend for an additional 5 years. The lessee does not have a bargain purchase option to acquire the investment properties at the expiry of the lease period.

The maturity analysis of lease payments receivable under operating leases of investment properties was as follows:

	March 31, 2025
Year 1	$ 26,868
Year 2	26,868
Year 3	17,152
	$ 70,888

The fair value of investment properties as of December 31, 2025 was primarily based on the valuation reports obtained from several independent valuers. The fair value as of December 31, 2025 ranged from NT$1.34 billion to NT$1.71 billion. Management of the Group had assessed and determined that there was no significant change in the fair value for the three months ended March 31, 2026.

As of December 31, 2024, the determination of fair value was not performed by independent qualified professional valuers. The management of the Group used the valuation model that market participants would use in determining the fair value, and the fair value was measured using Level 3 inputs. The valuation was arrived at with reference to the cost approach in the Regulations on Real Estate Appraisal. Cost approach refers to an approach used in estimating the value of the subject property by deducting the accrued depreciation or other items due to be subtracted from the reproduction cost. The fair value of investment properties was $292,401 thousand on December 31, 2024. Management of the Group had assessed and determined that there was no significant change in the fair value for the three months ended March 31, 2025.

18. GOODWILL

	For the Three Months Ended March 31, 2025
Cost	
Balance on January 1	$ 647,150
Effect of exchange rate differences	6,885
Balance on March 31	$ 654,035
Accumulated impairment	
Balance on January 1	$ (377,391)
Effect of exchange rate differences	(1,689)
Balance on March 31	$ (379,080)
Carrying amount on March 31	$ 274,955

19. OTHER ASSETS

	March 31, 2026	December 31, 2025	March 31, 2025
Excess VAT paid	$ 1,262,748	$ 1,359,050	$ 1,321,001
Prepayments for purchases	228,786	298,414	589,425
Deferred expenses	206,226	211,681	43,033
Other prepayments	35,187	23,724	73,136
Others	8,261	9,538	10,598
	$ 1,741,208	$ 1,902,407	$ 2,037,193
Current	$ 931,839	$ 1,012,837	$ 1,532,123
Non-current	809,369	889,570	505,070
	$ 1,741,208	$ 1,902,407	$ 2,037,193

20. BORROWINGS

a. Short-term borrowings

	March 31, 2026	December 31, 2025	March 31, 2025
Secured borrowings (Note 34)			
Bank loans	$ 716,858	$ 840,427	$ 954,650
Discounted notes receivable*	-	-	709
	716,858	840,427	955,359
Unsecured borrowings			
Credit borrowings	9,766,425	9,483,166	8,984,896
	$ 10,483,283	$ 10,323,593	$ 9,940,255
Interest rates	1.88%-9.19%	1.85%-9.30%	1.85%-9.30%

* Discounted notes receivable were secured by the Group’s notes receivable. The effective interest rate was 1.35% per annum as of March 31, 2025. Please refer to Note 32 (e) for the relevant covenant.

b. Short-term bills payable

	March 31, 2026	December 31, 2025	March 31, 2025
Commercial paper	$ -	$ -	$ 20,000
Less: Unamortized discount on bills payable	-	-	(25)
	$ -	$ -	$ 19,975
Interest rate	-	-	2.10%
Due date	-	-	2025.4.23

c. Long-term borrowings

	March 31, 2026	December 31, 2025	March 31, 2025
Credit borrowings	$ 1,165,000	$ 1,500,000	$ 1,004,451
Less: Current portions	-	-	(1,004,451)
Long-term borrowings	$ 1,165,000	$ 1,500,000	$ -
Interest rate	1.91%-2.10%	1.91%-2.39%	6.42%
Due date	2032.11.26	2032.11.26	2025.5.22

On December 7, 2021, Continental Carbon Company ("CCC") entered into a new three-year syndicated loan agreement with ChinaTrust Commercial Bank and seven other banks. According to the loan agreement, after 2 years from the first use of the loan facility to six months before the expiration, a written application for extension of the credit period for two years can be made to the management bank if there is no breach of contract. The Group made early repayment of bank loans in the third quarter of 2025.

21. BONDS PAYABLE

	March 31, 2026	December 31, 2025	March 31, 2025
Third domestic unsecured convertible bonds	$ 3,500,000	$ 3,500,000	$ 3,500,000
Less: Discounts on bonds payable	(163,630)	(179,424)	(226,178)
	3,336,370	3,320,576	3,273,822
Less: Current portions	(3,336,370)	(3,320,576)	-
	$ -	$ -	$ 3,273,822

The Corporation issued third domestic unsecured convertible bonds with a coupon rate of 0% on October 13, 2023. The face value of each bond was $100 thousand and was issued at 100.2% of the face value. The bonds issued 35,000 units at the total amount of $3,507,000 thousand, and the maturity period was five years.

Each bondholders has the right to convert one unit of bonds into ordinary shares at a price of $21.2 per share. If the subsequent conversion price encounters anti-dilution clauses, it will be adjusted in accordance with the conversion regulations. The conversion period is from January 14, 2024 to October 13, 2028. If the corporate bonds are not converted by then, they will be repaid in cash at maturity according to the face value of the bonds.

Other major clauses are as follows:

a. Put option of the bondholders

These convertible bonds could be sold back by bondholders three years after the issuance date (i.e., October 13, 2026). Bondholders may request the Corporation to redeem the convertible bonds at the price by adding interest compensation to the face value, which is 100.90% of the face value of the bonds (the real yield is 0.3%). If the Corporation accepts the request of sell-back, the Corporation shall redeem the convertible bonds in cash.

b. Redemption right of the Corporation

From the day after the three-month issuance of the convertible bonds (i.e., January 14, 2024) to the forty days before the expiration of the issuance period (i.e., September 3, 2028), if the closing price of the Corporation's common stock exceeding the current conversion price by more than 30% (inclusive) for thirty consecutive business days, or when the outstanding balance of the convertible bonds is less than 10% of the original issuance amount, the Corporation may redeem the outstanding bonds in cash according to the face value of the bonds in accordance with the regulations.

These convertible bonds include liability and equity components. The equity component is presented as capital surplus - share option under equity. The effective interest rate initially recognized for the liability component was 1.9106%.

	Convertible Bonds
Proceeds from issuance (less transaction cost $5,729 thousands)	$ 3,501,272
Derivative instrument of redemption option and put option (listed as financial liabilities at fair value through profit or loss) and allocation of transaction cost recognized as profit or loss	(34,592)
Equity component (less allocation of transaction cost $462 thousand)	(282,688)
Liability component at issue date (less allocation of transaction cost $5,208 thousand)	3,183,992
Interest charged at an effective interest rate of 1.9106%	136,584
Liability component on December 31, 2025	3,320,576
Interest charged at an effective interest rate of 1.9106%	15,794
Liability component on March 31, 2026	$ 3,336,370

22. OTHER PAYABLES

	March 31, 2026	December 31, 2025	March 31, 2025
Payable for research fee	$ 268,084	$ 267,848	$ 270,081
Payable for salaries and bonuses	216,217	223,187	208,613
Payable for purchase of equipment, construction and repairing construction	187,849	161,431	363,452
Payable for professional fee	97,996	98,545	224,370
Payable for tax	51,792	43,487	59,089
Payable for water and electricity	26,795	33,218	20,221
Payable for transportation and selling expenses	17,006	12,523	17,082
Payable for cash-settled share-based payment transactions	-	-	708
Others	283,613	384,931	292,378
	$ 1,149,352	$ 1,225,170	$ 1,455,994

23. RETIREMENT BENEFIT PLANS

Employee benefit expenses in respect of the Group's defined benefit retirement plans for the three months ended March 31, 2026 and 2025 were $6,053 thousand and $4,420 thousand, respectively. These amounts were determined based on the actuarial pension cost discount rates as of December 31, 2025 and 2024, respectively.

The Group's other long-term employee benefits were $5,865 thousand, $5,866 thousand and $7,965 thousand as of March 31, 2026, December 31, 2025 and March 31, 2025, respectively, and were presented in provisions - non-current.

24. EQUITY

a. Ordinary shares

	March 31, 2026	December 31, 2025	March 31, 2025
Number of shares authorized (in thousands)	2,000,000	2,000,000	2,000,000
Shares authorized	$ 20,000,000	$ 20,000,000	$ 20,000,000
Number of shares issued and fully paid (in thousands)	984,734	984,734	984,734
Shares issued	$ 9,847,336	$ 9,847,336	$ 9,847,336
Surplus	8,529,343	8,529,343	8,529,343
	$ 18,376,679	$ 18,376,679	$ 18,376,679

The issued ordinary shares, with a par value of NT$10, carry one voting right per share and carry a right to dividends.

b. Capital surplus

	March 31, 2026	December 31, 2025	March 31, 2025
May be used to offset a deficit, distributed as cash dividends, or transferred to share capital (1)			
Issuance of ordinary shares	$ 8,529,343	$ 8,529,343	$ 8,529,343
Treasury shares transactions	250,662	250,662	250,662
May be used to offset a deficit only (2)			
Changes in percentage of ownership interests in subsidiaries	107,235	107,235	107,235
Changes in interests in associates or joint ventures accounted for using the equity method	44,944	44,944	44,944
May not be used for any purpose			
Equity component of convertible bonds	282,688	282,688	282,688
Employee share options	22,141	22,141	22,141
	$ 9,237,013	$ 9,237,013	$ 9,237,013

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

2) Such capital surplus arises from the effects of changes in ownership interests in subsidiaries and associates resulting from equity transactions other than actual disposals or acquisitions or from changes in capital surplus of subsidiaries and associates accounted for using the equity method.

c. Retained earnings and dividend policy

Under the dividend policy as set forth in the Articles, where the Corporation made profit in a fiscal year, the profit shall be first utilized for paying taxes, offsetting losses of previous years, setting aside as legal reserve 10% of the remaining profit, and then any remaining profit together with any undistributed retained earnings, setting aside or reversing a special reserve in accordance with the laws and regulations if necessary, and then any remaining profit together with any undistributed retained earnings shall be used by the Corporation's Board of Directors as the basis for proposing a distribution plan, which should be resolved at the shareholders' meeting for distribution of dividends and bonus to shareholders.

The Corporation may also opt to transfer retained earnings to capital and distribute share dividends to finance its working capital requirements and major investment plans, but the cash dividend payout ratio should be up to 20% of the total dividends to be distributed to ordinary shareholders. For the policies on distribution of compensation of employees and remuneration of directors, please refer to Note 26 (g).

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

Items referred to under Rule No. 1010012865 and Rule No. 1010047490 issued by the FSC and the directive titled "Questions and Answers for Special Reserves Appropriated Following Adoption of IFRS Accounting Standards" should be appropriated to or reversed from a special reserve by the Corporation.

The appropriation of earnings for 2024 was approved at the shareholders' meeting on May 28, 2025, as follows:

	Appropriation of Earnings	**Dividends Per Share (NT$)**
	For the Year Ended December 31, 2024	**For the Year Ended December 31, 2024**
Appropriation of special reserve	$ 100,196	$ -

The deficit compensation for 2025 was approved by the Company's Board of Directors on March 10, 2026, as follows:

	Deficit Compensation
	For the Year Ended December 31, 2025
Unappropriated earnings at the beginning of the year	$ 4,029,642
Add: Remeasurement on defined benefit plan	56
Less: Net loss for the year	(4,148,725)
Accumulated deficit at the end of the year	$ (119,027)

The deficit compensation for 2025 is subject to approval at the shareholders' meeting to be held on May 26, 2026.

d. Non-controlling interests

	For the Three Months Ended March 31	
	2026	2025
Balance on January 1	$ 1,375,803	$ 1,824,911
Attributable to non-controlling interests		
Share of loss for the period	(203,904)	(127,845)
Exchange difference on translating foreign operations	22,544	22,801
Unrealized loss on financial assets at FVTOCI	(34)	(318)
Balance on March 31	$ 1,194,409	$ 1,719,549

e. Treasury shares

(Shares in Thousands)

Purpose	Number of Shares on January 1	Increase During the Period	Decrease During the Period	Number of Shares on March 31
2026				
Shares held by its subsidiary	14,735	-	-	14,735
2025				
Shares held by its subsidiary	14,735	-	-	14,735

The subsidiary, CS Development & Investment Co., acquired the Corporation’s shares with book value of $290,088 thousand. As of March 31, 2026, December 31, 2025 and March 31, 2025, the market value of the treasury shares was $179,026 thousand, $169,449 thousand and $170,185 thousand, respectively. A subsidiary holding treasury shares, shall have shareholders’ rights, except that subsidiary holding over 50% of the shares has no rights to participate in any share issuance for cash and to vote.

25. REVENUE

	For the Three Months Ended March 31	
	2026	2025
Revenue from contracts with customers from continuing operations		
Revenue from the sales of goods	$ 3,507,985	$ 4,173,123
Other operating revenue	-	6,786
	$ 3,507,985	$ 4,179,909
Revenue from contracts with customers from discontinued operations		
Revenue from the sales of goods	$ -	$ 71

a. Contract information

Revenue from the sale of goods comes from the sales of carbon black good. Goods are sold at their respective fixed amounts as agreed in the contracts.

b. Contract balances

	March 31, 2026	December 31, 2025	March 31, 2025	January 1, 2025
Accounts receivable, net (Note 9)	$ 2,732,502	$ 2,604,888	$ 3,329,257	$ 3,039,522

26. LOSS BEFORE INCOME TAX

a. Other income

	For the Three Months Ended March 31	
	2026	2025
From continuing operations		
Claim income	$ 61,725	$ 5,409
Technology licensing income	11,306	14,901
Government grants income (Note 30)	3,436	30
Rental income	176	78
Others	3,205	5,812
	$ 79,848	$ 26,230
From discontinued operations		
Government grants income	$ 6,085	$ -
Others	3	3
	$ 6,088	$ 3
Total other income	$ 85,936	$ 26,233

b. Interest income

	For the Three Months Ended March 31	
	2026	2025
From continuing operations		
Bank deposits	$ 88,216	$ 93,390
From discontinued operations		
Bank deposits	$ 2	$ 317
Total interest income	$ 88,218	$ 93,707

c. Other gains and losses

	For the Three Months Ended March 31	
	2026	2025
From continuing operations		
Net gain (loss) on financial assets and liabilities at FVTPL	$ 31,850	$ (2,951)
Net foreign exchange (losses) gains	(30,270)	110,945
Gain (loss) on disposal and retirement of property, plant and equipment	514	(2,839)
Other gains	6,933	8,910
	$ 9,027	$ 114,065
From discontinued operations		
Net foreign exchange gains	$ -	$ 9,908
Others losses	(191)	(127)
	$ (191)	$ 9,781
Total other gains and losses	$ 8,836	$ 123,846

d. Finance costs

	For the Three Months Ended March 31	
	2026	2025
From continuing operations		
Interest expense	$ 166,935	$ 121,479
Interest on lease liabilities	18,649	23,136
Bond interest	15,794	15,499
Other finance costs	480	512
	$ 201,858	$ 160,626
From discontinued operations		
Interest expense	$ -	$ 4,369
Interest on lease liabilities	128	152
Other finance costs	2	16
	$ 130	$ 4,537
Total finance costs	$ 201,988	$ 165,163

e. Depreciation and amortization

	For the Three Months Ended March 31	
	2026	2025
From continuing operations		
Property, plant and equipment	$ 323,135	$ 354,143
Right-of-use assets	44,480	52,163
Investment properties	252	4,374
Deferred expenses	3,493	7,021
	$ 371,360	$ 417,701
From discontinued operations		
Right-of-use assets	$ 613	$ 618
Deferred expenses	1,095	726
	$ 1,708	$ 1,344
An analysis of depreciation by function		
Operating costs	$ 340,428	$ 378,789
Operating expenses	27,439	31,891
From discontinued operations	613	618
	$ 368,480	$ 411,298
An analysis of amortization by function		
Operating costs	$ 1,604	$ 2,252
Operating expenses	1,889	4,769
From discontinued operations	1,095	726
	$ 4,588	$ 7,747

f. Employee benefits expense

	For the Three Months Ended March 31	
	2026	2025
From continuing operations		
Post-employment benefits		
Defined contribution plans	$ 12,809	$ 13,012
Defined benefit plans (Note 23)	6,053	4,420
	18,862	17,432
Cash-settled share-based payments (Note 29)	-	(15,495)
Other employee benefits	325,077	284,934
	$ 343,939	$ 286,871

(Continued)

	For the Three Months Ended March 31	
	2026	**2025**
From discontinued operations		
Post-employment benefits		
Defined contribution plans	$ 153	$ 1,321
Other employee benefits	1,472	59,595
	$ 1,625	$ 60,916
Total employee benefits expense	$ 345,564	$ 347,787
An analysis of employee benefits expense by function		
Operating costs	$ 230,451	$ 236,591
Operating expenses	113,488	50,280
From discontinued operations	1,625	60,916
	$ 345,564	$ 347,787

(Concluded)

g. Compensation of employees and remuneration of directors

According to the amendments to the Corporation's Articles approved at the shareholders' meeting on May 28, 2025, the allocation ratio of employee compensation increased from 0.01%-3% of profit before income tax, before the deduction of employee compensation and directors' remuneration, to 0.1%-3%. Of the total amount of employee compensation, no less than 10% shall be distributed to non-executive employees. The allocation for director remuneration shall remain no more than 1%. When the Corporation has accumulated deficits, it shall reserve the deficit amount in advance, and then allocate compensation of employees and remuneration of directors based on aforementioned ratio.

For the three months ended March 31, 2026 and 2025, the Corporation incurred loss before tax, and thus did not accrue compensation of employees and remuneration of directors.

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 and adjusted in the following year.

There is no difference between the actual amounts of compensation of employees and remuneration of directors paid and the amounts recognized in the consolidated financial statements for the years ended December 31, 2025 and 2024.

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

27. INCOME TAXES

a. Income tax recognized in profit or loss

Major components of income tax expense (benefit) were as follows:

	For the Three Months Ended March 31	
	2026	2025
Current tax		
In respect of the current year	$ 27,153	$ 35,120
Adjustments for prior years	(5)	-
	27,148	35,120
Deferred tax		
In respect of the current year	20,241	(300,416)
Others	1,908	1,079
	22,149	(299,337)
Income tax expense (benefit) recognized in profit or loss	$ 49,297	$ (264,217)

b. Income tax assessments

Income tax returns of the following companies had been assessed by tax authorities:

1) CS Development & Investment Co. - through 2024
2) Yun Cheng Investment Corporation - through 2024
3) Consolidated Resource Co. - through 2024
4) Circular Commitment Company - through 2022
5) Linyuan Advanced Materials Technology Co., Ltd. - through 2022
6) The Corporation - through 2022

28. LOSS PER SHARE

Unit: NT$ Per Share

	For the Three Months Ended March 31	
	2026	2025
Basic loss per share		
From continuing operations	$ (0.81)	$ (0.18)
From discontinued operations	-	(0.06)
Total basic loss per share	$ (0.81)	$ (0.24)
Diluted loss per share		
From continuing operations	$ (0.81)	$ (0.18)
From discontinued operations	-	(0.06)
Total diluted loss per share	$ (0.81)	$ (0.24)

The loss and weighted average number of ordinary shares used in the computation of loss per share from continuing operations were as follows:

Net Loss for the Period

	For the Three Months Ended March 31	
	2026	**2025**
Loss attributable to owners of the Corporation	$ (785,313)	$ (237,320)
Net loss used in the computation of basic loss per share from discontinued operations	1,506	63,140
Net loss used in the computation of basic loss per share from continuing operations	(783,807)	(174,180)
Effect of potentially dilutive ordinary shares:		
Compensation of employees	-	-
Net loss used in the computation of diluted loss per share from continuing operations	$ (783,807)	$ (174,180)

Weighted Average Number of Ordinary Shares Outstanding (In Thousand Shares)

	For the Three Months Ended March 31	
	2026	**2025**
Weighted average number of ordinary shares used in the computation of basic loss per share	969,999	969,999
Effect of potentially dilutive ordinary shares:		
Compensation of employees	-	-
Weighted average number of ordinary shares used in the computation of diluted loss per share	969,999	969,999

If the Group may choose to settle the compensation of employees in cash or shares, the Group assumes that the entire amount of the compensation will be settled in shares, and the resulting potential shares are 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.

For the three months ended March 31, 2026 and 2025, one of the components used in the computation of diluted earnings per share was a net loss. Therefore, it caused an anti-dilutive effect and was excluded from the computation of diluted earnings per share.

29. CASH-SETTLED SHARE-BASED PAYMENTS ARRANGEMENTS

Information on employee share appreciation rights issued by CCC, the Corporation's subsidiary, for the three months ended March 31, 2026 and 2025, was as follows:

	For the Three Months Ended March 31			
	2026		2025	
	Number of Rights (In Thousands)	Weighted-average Exercise Price (NT$)	Number of Rights (In Thousands)	Weighted-average Exercise Price (NT$)
Balance on January 1	91	$ 4,401	187	$ 3,983
Rights exercised	-	-	(67)	3,246
Balance on March 31	91		120	
Rights exercisable, end of period	69		76	
Weighted-average fair value of rights granted ($)	$ -		$ 9	

The Corporation's subsidiary, CCC, issued share appreciation rights ("SARs") to certain employees, and paid the intrinsic value of the SARs in cash to the employees at the date of exercise, in accordance with the contract.

The Group recorded total benefit of $15,495 thousand in respect of the SARs for the three months ended March 31, 2025.

30. GOVERNMENT GRANTS

In addition to those disclosed in other notes, the government grants obtained by the Group are as follows:

CCC had received Employee Retention Credit from Internal Revenue Service in May 2023. As of March 31, 2026, there was not yet reasonable assurance that the grant will meet the conditions and therefore an amount of $66,496 thousand was still recorded under other current liabilities.

31. CAPITAL MANAGEMENT

The Group manages and maintains sufficient capital to expand operations and meet related capital expenditure. The Group manages its capital to maintain the profitability and financial structure, and ensure that it has sufficient financial resources to fund its working capital, capital expenditures, debt repayments and the payment of dividends to shareholders.

32. FINANCIAL INSTRUMENTS

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

Except those listed in the table below, the disclosures of fair value are not required for financial instruments that are not measured at fair value with carrying value approximating fair value.

March 31, 2026

	Carrying Amount	Fair Value			
		Level 1	Level 2	Level 3	Total
Financial liabilities					
Financial liabilities at amortized cost					
Convertible bonds	$ 3,336,370	$ -	$ -	$ 3,336,200	$ 3,336,200

December 31, 2025

	Carrying Amount	Fair Value			
		Level 1	Level 2	Level 3	Total
Financial liabilities					
Financial liabilities at amortized cost					
Convertible bonds	$ 3,320,576	$ -	$ -	$ 3,319,750	$ 3,319,750

March 31, 2025

	Carrying Amount	Fair Value			
		Level 1	Level 2	Level 3	Total
Financial liabilities					
Financial liabilities at amortized cost					
Convertible bonds	$ 3,273,822	$ -	$ -	$ 3,252,550	$ 3,25 2,550

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

1) Fair value hierarchy

March 31, 2026

	Level 1	Level 2	Level 3	Total
Financial assets at FVTOCI				
Investments in equity instruments				
Domestic listed shares and emerging market shares	$ 4,794,053	$ -	$ 13,499	$ 4,807,552
Domestic unlisted shares	-	-	498,120	498,120
Investments in debt instruments				
Bank's acceptance bill	-	-	337,918	337,918
	$ 4,794,053	$ -	$ 849,537	$ 5,643,590
Financial liabilities at FVTPL				
Derivative instrument - redemption option and put option of convertible bonds	$ -	$ -	$ 51,450	$ 51,450

December 31, 2025

	Level 1	Level 2	Level 3	Total
Financial assets at FVTOCI				
Investments in equity instruments				
Domestic listed shares and emerging market shares	$ 4,573,105	$ -	$ 15,663	$ 4,588,768
Domestic unlisted shares	-	-	536,099	536,099
Investments in debt instruments				
Bank's acceptance bill	-	-	306,414	306,414
	$ 4,573,105	$ -	$ 858,176	$ 5,431,281
Financial liabilities at FVTPL				
Derivative instrument - redemption option and put option of convertible bonds	$ -	$ -	$ 83,300	$ 83,300

March 31, 2025

	Level 1	Level 2	Level 3	Total
Financial assets at FVTOCI				
Investments in equity instruments				
Domestic listed shares and emerging market shares	$ 6,206,458	$ -	$ 15,394	$ 6,221,852
Domestic unlisted shares	-	-	719,904	719,904
Investments in debt instruments				
Bank's acceptance bill	-	-	393,230	393,230
	$ 6,206,458	$ -	$ 1,128,528	$ 7,334,986
Financial liabilities at FVTPL				
Derivative instrument - redemption option and put option of convertible bonds	$ -	$ -	$ 133,000	$ 133,000

No transfers between Levels 1 and 2 for the three months ended March 31, 2026 and 2025.

2) Reconciliation of Level 3 fair value measurements of financial instruments

For the three months ended March 31, 2026

Financial Assets	Financial Assets at FVTPL	Financial Assets at FVTOCI	Total
Balance on January 1, 2026	$ -	$ 858,176	$ 858,176
Recognized in other comprehensive loss (included in unrealized loss on financial assets at FVTOCI)	-	(40,143)	(40,143)
Changes in bank's acceptance bill	-	31,504	31,504
Balance on March 31, 2026	$ -	$ 849,537	$ 849,537

Financial Liabilities	Financial Liabilities at FVTPL	Financial Liabilities at FVTOCI	Total
Balance on January 1, 2026	$ 83,300	$ -	$ 83,300
Recognized in profit (other gains and losses)	(31,850)	-	(31,850)
Balance on March 31, 2026	$ 51,450	$ -	$ 51,450

For the three months ended March 31, 2025

Financial Assets	Financial Assets at FVTPL	Financial Assets at FVTOCI	Total
Balance on January 1, 2025	$ -	$ 1,479,226	$ 1,479,226
Recognized in other comprehensive income (included in unrealized gain on financial assets at FVTOCI)	-	9,241	9,241
Changes in bank's acceptance bill	-	(359,939)	(359,939)
Balance on March 31, 2025	$ -	$ 1,128,528	$ 1,128,528

Financial Liabilities	Financial Liabilities at FVTPL	Financial Liabilities at FVTOCI	Total
Balance on January 1, 2025	$ 129,500	$ -	$ 129,500
Recognized in loss (other gains and losses)	3,500	-	3,500
Balance on March 31, 2025	$ 133,000	$ -	$ 133,000

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

	Fair Value at March 31, 2026	Valuation Techniques	Significant Unobservable Inputs	Range (Average Weighted)	The Relationship Between Inputs and Fair Value
Financial assets at FVTOCI					
Equity instruments	$ 511,619	Market approach	P/B Lack of liquidity discount	0.84-2.08 20%-40%	When the higher income multiplier, the higher of fair value; when the higher lack of liquidity discount, the lower of fair value
		Balance sheet method	Lack of liquidity discount	10%	When the higher lack of liquidity discount, the lower of fair value
Debt instruments investment	337,918	Income approach	-	-	-
Financial liabilities at FVTPL					
Redemption option and put option of convertible bonds	51,450	Binomial option pricing model	Volatility	40.51%	When the higher of the volatility, the higher of the fair value.

	Fair Value at December 31, 2025	Valuation Techniques	Significant Unobservable Inputs	Range (Average Weighted)	The Relationship Between Inputs and Fair Value
Financial assets at FVTOCI					
Equity instruments	$ 551,762	Market approach	P/B Lack of liquidity discount	1.13-2.24 20%-40%	When the higher income multiplier, the higher of fair value; when the higher lack of liquidity discount, the lower of fair value
		Balance sheet method	Lack of liquidity discount	10%	When the higher lack of liquidity discount, the lower of fair value
Debt instruments investment	306,414	Income approach	-	-	-
Financial liabilities at FVTPL					
Redemption option and put option of convertible bonds	83,300	Binomial option pricing model	Volatility	34.45%	When the higher of the volatility, the higher of the fair value.

	Fair Value at March 31, 2025	Valuation Techniques	Significant Unobservable Inputs	Range (Average Weighted)	The Relationship Between Inputs and Fair Value
Financial assets at FVTOCI					
Equity instruments	$ 735,298	Market approach	P/B Lack of liquidity discount	1.08-2.37 20%-40%	When the higher income multiplier, the higher of fair value; when the higher lack of liquidity discount, the lower of fair value
		Balance sheet method	Lack of liquidity discount	10%	When the higher lack of liquidity discount, the lower of fair value
Debt instruments investment	393,230	Income approach	-	-	-
Financial liabilities at FVTPL					
Redemption option and put option of convertible bonds	133,000	Binomial option pricing model	Volatility	22.51%	When the higher of the volatility, the higher of the fair value.

c. Categories of financial instruments

	March 31, 2026	December 31, 2025	March 31, 2025
<u>Financial assets</u>			
Financial assets at amortized cost (1)	$ 16,523,659	$ 16,657,769	17,618,970
Financial assets at FVTOCI (2)	5,643,590	5,431,281	7,334,986
<u>Financial liabilities</u>			
Financial liabilities at FVTPL			
Held for trading	51,450	83,300	133,000
Amortized cost (3)	17,259,196	17,383,438	16,542,817

1) The balances included financial assets measured at amortized cost, which comprise cash and cash equivalents, notes receivable, accounts receivable, accounts receivable from related parties, other financial assets - current, and other financial assets - non-current. These balances also included the amounts reclassified to disposal groups held for sale.

2) The balances included financial assets at fair value through other comprehensive income - current and financial assets at fair value through other comprehensive income - non-current.

3) The balances included financial liabilities measured at amortized cost, which comprise short-term borrowings, short-term bills payable, trade payables, trade payables to related parties, other payables, bonds payable (included current portion) and long-term borrowings (included current portion). These balances also included the amounts reclassified to disposal groups held for sale.

d. Financial risk management objectives and policies

The Group’s major financial instruments include equity and debt instruments investments, beneficiary certificates, accounts receivable, trade payables, borrowings, bonds payable and lease liabilities. The Group’s Corporate Treasury function provides services to the business, coordinates access to domestic and international financial markets, 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 include market risk (including currency risk, interest rate risk and other price risk), credit risk and liquidity risk.

1) Market risk

The Group's activities exposed it primarily to the financial risks of changes in foreign currency exchange rates (see (a) below) and interest rates (see (b) below).

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

a) Foreign currency risk

The carrying amounts of the Group's foreign currency denominated monetary assets and monetary liabilities (including those eliminated on consolidation) at the end of the reporting period are set out in Note 36.

<u>Sensitivity analysis</u>

The Group was mainly exposed to the U.S. dollars.

The sensitivity analysis included only outstanding foreign currency denominated monetary items and adjusts the translation at the end of the reporting period for a 1% change in foreign currency rates. Had the New Taiwan dollars strengthened/weakened by 1% against U.S. dollars, the Group's pre-tax loss for the three months ended March 31, 2026 and 2025 would decrease/increase by $11,764 thousand and $4,537 thousand, respectively.

In management's opinion, sensitivity analysis was unrepresentative of the inherent foreign exchange risk. The exposure at the end of the reporting period did not reflect the exposure during the period because sales are seasonal.

b) Interest rate risk

The Group was exposed to interest rate risk because entities in the Group borrowed funds at both fixed and floating interest rates.

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, 2026	**December 31, 2025**	**March 31, 2025 (Including Disposal Groups Held for Sale)**
Fair value interest rate risk			
Financial assets	$ 10,648,955	$ 10,921,733	$ 10,529,101
Financial liabilities	9,970,483	10,454,702	9,645,763
Cash flow interest rate risk			
Financial assets	2,922,649	2,802,602	3,408,272
Financial liabilities	5,900,048	5,617,787	5,711,266

Sensitivity analysis

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

If interest rates had been 50 basis points higher/lower and all other variables were held constant, the Group's pre-tax loss for the three months ended March 31, 2026 and 2025 would increase/decrease by $3,722 thousand and $2,879 thousand, respectively.

c) Other price risk

The Group was exposed to equity price risk through its investments in listed equity securities. Equity investments are held for strategic rather than trading purposes. The Group does not actively trade these investments. The Group adopted sensitivity analysis to measure the equity price risk.

Sensitivity analysis

The sensitivity analyses below were determined based on the exposure to equity price risks at the end of the reporting period.

If equity prices had been 5% higher/lower, the pre-tax other comprehensive income for the three months ended March 31, 2026 and 2025 would increase/decrease by $265,284 thousand and $347,088 thousand, respectively, as a result of the changes in financial assets at fair value through other comprehensive income.

2) Credit risk

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in financial loss to the Group. As at the end of the reporting period, the Group's maximum exposure to credit risk which will cause a financial loss to the Group due to failure of counterparties to discharge an obligation could arise from the carrying amount of the respective recognized financial assets as stated in the balance sheets.

The accounts receivable of the Group covers a large number of customers and spreads across different industries and geographical regions. The Group continuously evaluates the business and financial status of the customers and monitors the collection of accounts receivable.

The credit risk on liquid funds and derivatives was limited because the counterparties are banks with high credit ratings assigned by international credit-rating agencies.

The Group's concentration of credit risk of 52%, 42% and 55% in total accounts receivable as of March 31, 2026, December 31, 2025 and March 31, 2025, respectively, was related to the Group's seven largest customers.

3) Liquidity risk

The Group manages liquidity risk by maintaining a level of cash and cash equivalents, high liquidity in securities, and adequate reserves for bank loan facilities, deemed adequate to ensure the Group maintain enough financial flexibility. As of March 31, 2026, December 31, 2025 and March 31, 2025, the amounts of unused financing facilities were $14,887,088 thousand, $13,217,224 thousand and $17,814,299 thousand, respectively.

Liquidity and interest risk rate tables

The following table details the Group's remaining contractual maturity for its non-derivative financial liabilities with agreed repayment periods. The tables had been 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 tables excluded interest cash flows.

March 31, 2026

	Less than 1 Year	1-2 Years	2-5 Years	5+ Years	Total
Non-derivative financial liabilities					
Non-interest bearing	$ 2,316,545	$ -	$ -	$ -	$ 2,316,545
Lease liabilities	197,825	201,978	410,415	298,456	1,108,674
Variable interest rate borrowings	5,900,048	-	-	-	5,900,048
Fixed interest rate borrowings	4,583,235	865,000	200,000	100,000	5,748,235
	$ 12,997,653	$ 1,066,978	$ 610,415	$ 398,456	$ 15,073,502

Additional information about the maturity analysis for total financial liabilities:

	Less than 1 Year	1-5 Years	5-10 Years	10-15 Years	15+ Years	Total
Lease liabilities	$ 197,825	$ 612,393	$ 173,111	$ 125,345	$ -	$ 1,108,674
Variable interest rate borrowings	5,900,048	-	-	-	-	5,900,048
Fixed interest rate borrowings	4,583,235	1,065,000	100,000	-	-	5,748,235
	$ 10,681,108	$ 1,677,393	$ 273,111	$ 125,345	$ -	$ 12,756,957

December 31, 2025

	Less than 1 Year	1-2 Years	2-5 Years	5+ Years	Total
Non-derivative financial liabilities					
Non-interest bearing	$ 2,239,269	$ -	$ -	$ -	$ 2,239,269
Lease liabilities	201,538	205,217	461,374	297,451	1,165,580
Variable interest rate borrowings	5,617,787	-	-	-	5,617,787
Fixed interest rate borrowings	4,705,806	1,200,000	200,000	100,000	6,205,806
	$ 12,764,400	$ 1,405,217	$ 661,374	$ 397,451	$ 15,228,442

Additional information about the maturity analysis for total financial liabilities:

	Less than 1 Year	1-5 Years	5-10 Years	10-15 Years	15+ Years	Total
Lease liabilities	$ 201,538	$ 666,591	$ 170,054	$ 127,397	$ -	$ 1,165,580
Variable interest rate borrowings	5,617,787	-	-	-	-	5,617,787
Fixed interest rate borrowings	4,705,806	1,400,000	100,000	-	-	6,205,806
	$ 10,525,131	$ 2,066,591	$ 270,054	$ 127,397	$ -	$ 12,989,173

March 31, 2025 (including disposal groups held for sale)

	Less than 1 Year	1-2 Years	2-5 Years	5+ Years	Total
Non-derivative financial liabilities					
Non-interest bearing	$ 2,304,314	$ -	$ -	$ -	$ 2,304,314
Lease liabilities	230,325	222,353	645,603	330,823	1,429,104
Variable interest rate borrowings	5,711,266	-	-	-	5,711,266
Fixed interest rate borrowings	5,253,415	-	-	-	5,253,415
	$ 13,499,320	$ 222,353	$ 645,603	$ 330,823	$ 14,698,099

Additional information about the maturity analysis for total financial liabilities:

	Less than 1 Year	1-5 Years	5-10 Years	10-15 Years	15+ Years	Total
Lease liabilities	$ 230,325	$ 867,956	$ 182,711	$ 148,112	$ -	$ 1,429,104
Variable interest rate borrowings	5,711,266	-	-	-	-	5,711,266
Fixed interest rate borrowings	5,253,415	-	-	-	-	5,253,415
	$ 11,195,006	$ 867,956	$ 182,711	$ 148,112	$ -	$ 12,393,785

e. Transfers of financial assets

During the three months ended March 31, 2025, the Group transferred part of notes receivable in mainland China to the Bank of Communications. According to the contract, if these notes receivable cannot be collected at maturity, the bank has the right to request the Group to pay the uncollected balance. As the significant risks and rewards of these notes receivable have not been transferred, the Group continues to recognize the full carrying amounts of these notes receivable and treats these notes receivable as collateral for borrowings. Please refer to Note 20 for the relevant borrowings information.

The Group transferred a portion of its banker's acceptance bills in mainland China to some of its suppliers in order to settle the trade payables to these suppliers. As the Group has transferred substantially all risks and rewards relating to these bills receivable, it derecognized the full carrying amount of the bills receivable and the associated trade payables. However, if the derecognized bills receivable are not paid at maturity, the suppliers have the right to request the Group to pay the unsettled balance; therefore, the Group still has continuing involvement in these bills receivable.

The maximum exposure to loss from the Group's continuing involvement in the derecognized bills receivable is equal to the face amounts of the transferred but unsettled bills receivable, and as of March 31, 2026, December 31, 2025 and March 31, 2025, the face amounts of these unsettled bills receivable were $101,921 thousand, $71,415 thousand and $173,414 thousand, respectively. The unsettled bills receivable will be due in 5 months, 5 months and 6 months after March 31, 2026, December 31, 2025 and March 31, 2025, respectively. Taking into consideration the credit risk of these derecognized bills receivable, the Group estimates that the fair values of its continuing involvement are not significant.

During the three months ended March 31, 2026 and 2025, the Group did not recognize any gains or losses upon the transfer of the banker's acceptance bills. No gains or losses were recognized from the continuing involvement, both during the period or cumulatively.

33. TRANSACTIONS WITH RELATED PARTIES

Balances and transactions between the Group and its related parties have been eliminated on consolidation and are not disclosed in this note. Details of transactions between the Group and other related parties are disclosed below.

a. The Group's related parties and their relationship

Related Party Name	Relationship with the Group
China Steel Chemical Corporation	The Group acts as key management personnel of the entity
TCC Group Holdings Co., Ltd.	Same key management personnel
Taiwan Transport & Storage Corporation	Same key management personnel
TCC Information Systems Corporation	Same key management personnel
Fuzhou TCC Information Technology Corporation	Same key management personnel
TCC Kao-Cheng Green Energy Corporation	Same key management personnel
Kuan-Ho Refractories Industry Corporation	Same key management personnel
Energy Helper TCC Corporation	Same key management personnel
Dr. Cecilia Koo Botanic Conservation and Environmental Protection Foundation	Related party in substance
FDC International Hotels Corporation	Related party in substance
L'Hotel De Chine Corporation	Related party in substance
OYAK Synthetic Carbon Products Industry and Trade Corporation (OYAK Synthetic Carbon)	Joint venture (Note)

Note: OYAK Synthetic Carbon is a 100% owned subsidiary of the joint venture company, Continental Carbon OYAK (Netherlands) B.V.

b. Operating transactions

The prices and payment terms were comparable with those for third parties. Rental of lease agreements with related parties was based on market price and the payment terms were determined at general condition.

	Sales of Goods	
	For the Three Months Ended March 31	
	2026	2025
Same key management personnel	$ 1,018	$ 394

	Purchase of Goods	
	For the Three Months Ended March 31	
	2026	2025
The Group acts as key management personnel of the entity	$ 224,288	$ 247,654
Same key management personnel	46,971	2,342
	$ 271,259	$ 249,996

	Overhead and Operating Expenses	
	For the Three Months Ended March 31	
	2026	2025
Same key management personnel	$ 49,160	$ 37,339
Related party in substance	266	138
The Group acts as key management personnel of the entity	9	-
	$ 49,435	$ 37,477

	Accounts Receivable from Related Parties		
	March 31, 2026	December 31, 2025	March 31, 2025
OYAK Synthetic Carbon	$ 11,518	$ 11,315	$ -
Same key management personnel	749	563	394
	$ 12,267	$ 11,878	$ 394

	Trade Payables to Related Parties		
	March 31, 2026	December 31, 2025	March 31, 2025
China Steel Chemical Corporation	$ 117,507	$ 73,617	$ 85,608
Same key management personnel	31,142	77	939
	$ 148,649	$ 73,694	$ 86,547

The outstanding trade payables to related parties are unsecured, and no guarantee is required for the outstanding amount of receivables from related parties. No allowances were recognized for receivables from related parties.

c. Other income

	For the Three Months Ended March 31	
	2026	2025
Same key management personnel	$ -	$ 420

d. Other receivables from related parties (included in other financial assets - current)

	March 31, 2026	December 31, 2025	March 31, 2025
Same key management personnel	$ 10,566	$ 52	$ 422
OYAK Synthetic Carbon	2,211	-	-
	$ 12,777	$ 52	$ 422

e. Other payables to related parties (included in other payables)

	March 31, 2026	December 31, 2025	March 31, 2025
Related party in substance	$ 28,065	$ 28,000	$ 28,000
Same key management personnel	13,232	10,638	17,158
	$ 41,297	$ 38,638	$ 45,158

f. Disposal of property, plant and equipment

	Proceeds (Excluding VAT) For the Three Months Ended March 31		Gain (Loss) on Disposal For the Three Months Ended March 31	
	2026	2025	2026	2025
Same key management personnel	$ 10,000	$ -	$ 1,686	$ -

g. Compensation of key management personnel

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

	For the Three Months Ended March 31	
	2026	2025
Short-term employee benefits	$ 14,745	$ 97,782
Post-employment benefits	72	64
Share-based payments	-	(15,495)
	$ 14,817	$ 82,351

34. ASSETS PLEDGED AS COLLATERAL OR FOR SECURITY

The following assets were provided as collateral for certain short-term borrowings, performance guarantees, and other credit accommodations:

	March 31, 2026		December 31, 2025		March 31, 2025	
	Shares (Thousands)	Amount	Shares (Thousands)	Amount	Shares (Thousands)	Amount
Notes and accounts receivable	-	$ 919,754	-	$ 1,043,189	-	$ 1,388,626
Inventories	-	771,468	-	699,192	-	767,615
Pledged bank deposits (included in other financial assets - current)	-	375,948	-	451,251	-	431,959
Pledged time deposits (included in other financial assets - current and non-current)	-	32,762	-	43,829	-	33,241
Financial assets at fair value through other comprehensive income - non-current						
TCC Group Holdings Co., Ltd.	4,100	94,300	4,100	95,120	4,100	131,405
		$ 2,194,232		$ 2,332,581		$ 2,752,846

35. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNIZED COMMITMENTS

In addition to those disclosed in other notes, significant commitments and contingencies of the Group as of March 31, 2026, December 31, 2025 and March 31, 2025 were as follows:

a. The Group entered into purchase agreements of materials with multiple suppliers. The relative minimum purchase quantity is specified in the agreements.

b. In January 2019, Continental Carbon Eco Tech Pvt. Ltd. (“CCET”), the Corporation’s subsidiary, signed the contract for the construction of a turnkey project for the carbon black factory and the contract price was approximately US$60,000 thousand without tax. In December 2020, the Board of Directors of the Corporation approved the supplementary contract for the construction of a turnkey project for the carbon black factory of CCET and the contract was signed in December 2020. The amounts invested in this project would increase by US$105,000 thousand without tax. Total engineering contract price is US$165,000 thousand without tax. However, the actual total project cost is still subject to the final calculation according to the actual quantity and amount after the completion of the design, equipment procurement, and construction at various stages. As of March 31, 2026, the accumulated construction cost paid is US$220,056 thousand (including advance payment US$11,416 thousand) without tax.

c. The amounts of letters of guarantee granted and issued by the banks for the Group are as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Linyuan Advanced Materials Technology Co., Ltd.	$ 345,000	$ 385,000	$ 388,000
Continental Carbon Eco Tech Pvt. Ltd.	17,236	17,796	35,925

d. The turnkey contractor for the construction of the factory of the subsidiary, Continental Carbon Eco Tech Pvt. Ltd. (CCET), CINDA Engineering & Construction Private Limited (CINDA), filed an arbitration claim with the Singapore International Arbitration Centre (SIAC) on December 30, 2024, seeking payment of US$25,584 thousand from CCET. The claim pertains to disputes arising during the construction process, including additional project costs and expenses incurred during the pandemic, with CINDA indicating that further claims may be submitted in the future. CINDA gradually amended the originally claimed payment amount during 2025. As of March 31, 2026, the claimed payment amount had been reduced to US$20,606 thousand. Additionally, on January 24, 2025, CCET filed a counterclaim within the arbitration proceedings, demanding US$3,120 thousand from CINDA for deficiencies related to design and material selection, while reserving the right to supplement its claim with additional amounts. The arbitration process is in progress.

36. SIGNIFICANT ASSETS AND LIABILITIES DENOMINATED IN FOREIGN CURRENCIES

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

March 31, 2026

	Foreign Currencies	Exchange Rate	Carrying Amount
Financial assets			
Monetary items			
USD	$ 17,340	31.9950 (USD:NTD)	$ 554,789
USD	1,469	6.9194 (USD:RMB)	46,997
USD	511	94.3590 (USD:INR)	16,350
USD	2,038	0.8716 (USD:EUR)	65,219
			$ 683,355
Financial liabilities			
Monetary items			
USD	209	31.9950 (USD:NTD)	$ 6,678
USD	6	6.9194 (USD:RMB)	196
USD	196	94.3590 (USD:INR)	6,257
USD	57,715	0.8716 (USD:EUR)	1,846,590
			$ 1,859,721

December 31, 2025

	Foreign Currencies	Exchange Rate		Carrying Amount
Financial assets				
Monetary items				
USD	$ 19,397	31.4300	(USD:NTD)	$ 609,654
USD	1,386	7.0288	(USD:RMB)	43,566
USD	942	89.7769	(USD:INR)	29,623
USD	94	0.8518	(USD:EUR)	2,951
				$ 685,794
Financial liabilities				
Monetary items				
USD	248	31.4300	(USD:NTD)	$ 7,802
USD	20	7.0288	(USD:RMB)	624
USD	107	89.7769	(USD:INR)	3,360
USD	57,718	0.8518	(USD:EUR)	1,814,065
				$ 1,825,851

March 31, 2025 (including disposal groups held for sale)

	Foreign Currencies	Exchange Rate	Exchange Rate	Carrying Amount
Financial assets				
Monetary items				
USD	$ 38,742	33.2050	(USD:NTD)	$ 1,286,439
USD	3,400	7.1782	(USD:RMB)	112,907
USD	2,212	0.9231	(USD:EUR)	73,452
				$ 1,472,798
Financial liabilities				
Monetary items				
USD	298	33.2050	(USD:NTD)	$ 9,879
USD	57,721	0.9231	(USD:EUR)	1,916,631
				$ 1,926,510

For the three months ended March 31, 2026 and 2025, net foreign exchange loss was $30,270 thousand and net foreign exchange gain was $120,853 thousand, respectively. It is impractical to disclose net foreign exchange gains (losses) by each significant foreign currency due to the variety of the foreign currency transactions and functional currencies of the group entities.

37. SEPARATELY DISCLOSED ITEMS

a. Information about significant transactions and investees:

1) Financing provided to others. (Table 1)

2) Endorsements/guarantees provided. (Table 2)

3) Significant Marketable securities held. (Table 3)

4) Total purchases from or sales to related parties amounting to at least NT$100 million or 20% of the paid-in capital. (Table 4)

5) Receivables from related parties amounting to at least NT$100 million or 20% of the paid-in capital. (Table 5)

6) Intercompany relationships and significant intercompany transactions. (Table 8)

7) Information on investees. (Table 6)

b. 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 reporting period, repatriations of investment income, and limit on the amount of investment in the mainland China area. (Table 7)

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:

   a) The amount and percentage of purchases and the balance and percentage of the related payables at the end of the reporting period. (None)

   b) The amount and percentage of sales and the balance and percentage of the related receivables at the end of the reporting period. (None)

   c) The amount of property transactions and the amount of the resultant gains or losses. (None)

   d) The balance of negotiable instrument endorsements or guarantees or pledges of collateral at the end of the reporting period and the purposes. (Table 2)

   e) The highest balance, the end of period balance, the interest rate range, and total current period interest with respect to financing of funds. (Table 1)

   f) Other transactions that have a material effect on the profit or loss for the reporting period or on the financial position, such as the rendering or receiving of services. (None)

38. SEGMENT INFORMATION

One operating unit, CSRC China (Anshan) Corporation, was discontinued in March 2025. The segment information presented below does not include the amounts related to the discontinued operation. Please refer to Note 11 for further details.

Information reported to the chief operating decision maker for the purpose of resource allocation and assessment of segment performance focuses on the types of goods or services delivered or provided. Specifically, the Group's reportable segments are carbon black, biotechnology, and others:

a. Segment revenue and results

	For the Three Months Ended March 31, 2026			
	Carbon Black	Biotechnology	Others	Total
Segment revenues	$ 3,507,985	$ -	$ -	$ 3,507,985
Segment losses	$ (847,439)	$ (1,390)	$ (39,522)	$ (888,351)
Interest income				88,216
Other income				79,848
Other gains and losses				9,027
Finance costs				(201,858)
Share of profit or loss of associates and joint ventures for using the equity method				(25,296)
Net losses before income tax from continuing operations				$ (938,414)
Depreciation and amortization expenses from continuing operations				$ 371,360

	For the Three Months Ended March 31, 2025			
	Carbon Black	Biotechnology	Others	Total
Segment revenues	$ 4,173,123	$ -	$ 6,786	$ 4,179,909
Segment losses	$ (475,196)	$ (2,414)	$ (38,085)	$ (515,695)
Interest income				93,390
Other income				26,230
Other gains and losses				114,065
Finance costs				(160,626)
Share of profit or loss of associates and joint ventures for using the equity method				(123,606)
Net losses before income tax from continuing operations				$ (566,242)
Depreciation and amortization expenses from continuing operations				$ 417,701

The segment revenue reported was generated from external customers. There were no intersegment sales for the three months ended March 31, 2026 and 2025.

Segment profit or loss represented the profit or loss before income tax earned by each segment without the allocation of interest income, interest expense, other non-operating income and expense. This was the measure reported to the chief operating decision maker for the purpose of resource allocation and assessment of segment performance.

b. Segment assets and liabilities

	March 31, 2026			
	Carbon Black	**Biotechnology**	**Others**	**Total**
Total segment assets	$ 29,812,581	$ 10,505,142	$ 8,007,769	$ 48,325,492
Total segment liabilities	$ 14,250,740	$ 4,253,843	$ 5,008,752	$ 23,513,335

	December 31, 2025			
	Carbon Black	**Biotechnology**	**Others**	**Total**
Total segment assets	$ 31,018,763	$ 10,193,393	$ 7,973,428	$ 49,185,584
Total segment liabilities	$ 14,079,218	$ 4,194,018	$ 5,404,428	$ 23,677,664

	March 31, 2025			
	Carbon Black	**Biotechnology**	**Others**	**Total**
Total segment assets	$ 33,772,921	$ 10,546,087	$ 12,201,700	$ 56,520,708
Total segment liabilities	$ 13,526,342	$ 4,236,019	$ 5,373,609	$ 23,135,970

TABLE 1

INTERNATIONAL CSRC INVESTMENT HOLDINGS CO., LTD. AND SUBSIDIARIES

FINANCING PROVIDED TO OTHERS
FOR THE THREE MONTHS ENDED MARCH 31, 2026
(In Thousands of New Taiwan Dollars and U.S. Dollars)

No.	Lender	Borrower	Financial Statement Account	Related Party	Highest Balance for the Period	Ending Balance	Actual Borrowing Amount	Interest Rate	Nature of Financing	Business Transaction Amount	Reason for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower	Aggregate Financing Limits	Note
													Item	Value			
1	Synpac (North Carolina), Inc.	Continental Carbon Company	Other receivables from related parties	Yes	$ 959,850 (US$ 30,000)	$ 959,850 (US$ 30,000)	$ 703,890 (US$ 22,000)	5.44%	Short-term financing	$ -	Operating capital	$ -	-	$ -	$ 20,711,984 (Note 1)	$ 41,423,969 (Note 1)	-
		CCC Transport Company	Other receivables from related parties	Yes	319,950 (US$ 10,000)	319,950 (US$ 10,000)	287,955 (US$ 9,000)	5.29%	Short-term financing	-	Operating capital	-	-	-	20,711,984 (Note 1)	41,423,969 (Note 1)	-
		CCC Dutch B.V.	Other receivables from related parties	Yes	1,839,713 (US$ 57,500)	1,839,713 (US$ 57,500)	1,839,713 (US$ 57,500)	4.62%-4.64%	Short-term financing	-	Operating capital	-	-	-	20,711,984 (Note 1)	41,423,969 (Note 1)	-
		SVC Management, LLC	Other receivables from related parties	Yes	1,503,765 (US$ 47,000)	1,503,765 (US$ 47,000)	1,503,765 (US$ 47,000)	4.55%-4.64%	Short-term financing	-	Operating capital	-	-	-	20,711,984 (Note 1)	41,423,969 (Note 1)	-
		CSRC (BVI) Ltd.	Other receivables from related parties	Yes	1,919,700 (US$ 60,000)	1,919,700 (US$ 60,000)	1,919,700 (US$ 60,000)	4.62%	Short-term financing	-	Operating capital	-	-	-	20,711,984 (Note 1)	41,423,969 (Note 1)	-
2	CSRC (Singapore) Pte. Ltd.	Continental Carbon Eco Tech Pvt. Ltd.	Other receivables from related parties	Yes	$ 1,599,750 (US$ 50,000)	$ 1,599,750 (US$ 50,000)	-	-	Short-term financing	-	Operating capital	-	-	-	12,150,983 (Note 2)	24,301,966 (Note 2)	-

Note 1: The financing limit of financing provided by Synpac (North Carolina), Inc. to direct and indirect wholly owned subsidiaries of the Corporation for each borrower is 150% of the lender’s net equity on its latest financial statements. The aggregate financing limit is 300% of the lender’s net equity on its latest financial statements.

Note 2: The financing limit of financing provided by CSRC (Singapore) Pte. Ltd. to direct and indirect wholly owned subsidiaries of the Corporation for each borrower is 150% of the lender’s net equity on its latest financial statements. The aggregate financing limit is 300% of the lender’s net equity on its latest financial statements.

Note 3: The consolidated subsidiaries’ ending balances were excluded from the consolidation.

INTERNATIONAL CSRC INVESTMENT HOLDINGS CO., LTD. AND SUBSIDIARIES

ENDORSEMENTS/GUARANTEES PROVIDED
FOR THE THREE MONTHS ENDED MARCH 31, 2026
(In Thousands of New Taiwan Dollars)

No.	Endorser/Guarantor	Endorsee/Guarantee		Limits on Endorsement/ Guarantee Given on Behalf of Each Party (Note 2)	Maximum Amount Endorsed/ Guaranteed During the Period	Outstanding Endorsement/ Guarantee at the End of the Period	Actual Borrowing Amount	Amount Endorsed/ Guaranteed by Collaterals	Ratio of Accumulated Endorsement/ Guarantee to Net Equity in Latest Financial Statements	Aggregate Endorsement/ Guarantee Limit	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	Note
		Name	Relationship											
1	International CSRC Investment Holdings Co., Ltd.	Consolidated Resource Co.	Note 1	$ 23,617,748	$ 75,000	$ 75,000	$ -	$ -	0.32%	$ 35,426,622 (Note 3)	Yes	No	No	-
		CS Development & Investment Co.	Note 1		140,000	140,000	-	-	0.59%		Yes	No	No	-
		Continental Carbon India Pvt. Ltd.	Note 1		1,507,828	1,507,828	365,711	-	6.38%		Yes	No	No	-
		Continental Carbon Eco Tech Pvt. Ltd.	Note 1		4,447,464	4,400,580	2,267,094	-	18.63%		Yes	No	No	-
		Continental Carbon Company	Note 1		6,750,945	6,750,945	5,183,190	-	28.58%		Yes	No	No	-
		CSRC (Singapore) Pte. Ltd.	Note 1		799,875	799,875	-	-	3.39%		Yes	No	No	-
		CSRC China Corporation	Note 1		3,492,180	3,492,180	1,768,378	-	14.79%		Yes	No	Yes	-
		Yun Cheng Investment Corporation	Note 1		150,000	150,000	-	-	0.64%		Yes	No	No	-

Note 1: Subsidiary in which the Corporation directly or indirectly owns more than 50% of its voting shares.

Note 2: For guarantees provided to a counter-party which a business relationship exists with the Corporation, the endorsement guarantee amount is limited up to 50% of total transactions amount in the recent year. In addition, the limit on endorsement guarantee is up to 100% of the Corporation’s net equity based on latest financial statements.

Note 3: The aggregate endorsement/guarantee amount of the Corporation is limited to 150% of its net equity based on its latest financial statements.

INTERNATIONAL CSRC INVESTMENT HOLDINGS CO., LTD. AND SUBSIDIARIES

SIGNIFICANT MARKETABLE SECURITIES HELD
MARCH 31, 2026
(In Thousands of New Taiwan Dollars)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	March 31, 2026				Note
				Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value (Note 1)	
International CSRC Investment Holdings Co., Ltd.	Ordinary share(s)							
	China Steel Chemical Corporation	The Corporation is one of its directors	Financial assets at FVTOCI - current	11,759,096	$ 1,034,802	4.96	$ 1,034,802	-
	TCC Group Holdings Co., Ltd.	Same with key management personnel	Financial assets at FVTOCI - non-current	113,896,285	2,619,615	1.51	2,619,615	-
	Videoland Television Network	-	Financial assets at FVTOCI - non-current	6,437,457	304,363	5.64	304,363	-
CS Development & Investment Co.	Ordinary share(s)							
	TCC Group Holdings Co., Ltd.	Same with key management personnel	Financial assets at FVTOCI - non-current	30,860,136	709,783	0.41	709,783	(Note 2)

Note 1: Listed shares were measured by closing price of March 31, 2026. Unlisted shares were measured by valuation techniques and inputs applied for Level 3 fair value, please refer to Note 32.

Note 2: Please refer to Note 34 for the detail of financial assets pledged as collateral.

Note 3: This table only discloses marketable securities with a carrying amount of $300,000 thousand or above.

TABLE 4

INTERNATIONAL CSRC INVESTMENT HOLDINGS CO., LTD. AND SUBSIDIARIES

TOTAL PURCHASES FROM OR SALES TO RELATED PARTIES AMOUNTING TO AT LEAST NT$100 MILLION OR 20% OF THE PAID-IN CAPITAL
FOR THE THREE MONTHS ENDED MARCH 31, 2026
(In Thousands of New Taiwan Dollars)

Buyer	Related Party	Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts Receivable (Payables)			Note
			Purchase/ Sale	Amount	% of Total	Payment Terms	Unit Price	Payment Terms	Ending Balance		% of Total	
Linyuan Advanced Materials Technology Co., Ltd.	China Steel Chemical Corporation	The Corporation is one of its directors	Purchase	$ 224,288	31	Payable on the 15th of the next month	$ -	-	Trade payables	$ (117,507)	(26)	-
Continental Carbon Company	Continental Carbon Company Europe SPRL	Same ultimate parent company	Sale	113,155	12	Receivable on the 120th day	-	-	Accounts receivable	195,061	21	Note
Continental Carbon Company Europe SPRL	Continental Carbon Company	Same ultimate parent company	Purchase	113,155	86	Payable on the 120th day	-	-	Trade payables	(195,061)	(100)	Note

Note: The consolidated subsidiaries' ending balances were excluded from the consolidation.

TABLE 5

INTERNATIONAL CSRC INVESTMENT HOLDINGS CO., LTD. AND SUBSIDIARIES

RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT$100 MILLION OR 20% OF THE PAID-IN CAPITAL
MARCH 31, 2026
(In Thousands of New Taiwan Dollars)

Company Name	Related Party	Relationship	Ending Balance		Turnover Rate	Overdue		Amounts Received in Subsequent Period	Allowance for Impairment Loss
						Amount	Action Taken		
Synpac (North Carolina), Inc.	Continental Carbon Company	Same ultimate parent company	Other receivables	$ 710,160	Note 2	$ -	-	$ -	$ -
	CCC Transport Company	Same ultimate parent company	Other receivables	288,801	Note 2	-	-	-	-
	CCC Dutch B.V.	Same ultimate parent company	Other receivables	1,846,590	Note 2	-	-	-	-
	SVC Management, LLC	Same ultimate parent company	Other receivables	1,505,582	Note 2	-	-	1,820	-
	CSRC (BVI) Ltd.	Same ultimate parent company	Other receivables	1,932,388	Note 2	-	-	-	-
Continental Carbon Company	Continental Carbon Company Europe SPRL	Same ultimate parent company	Accounts receivable	195,061	2.16	-	-	-	-

Note 1: The consolidated subsidiaries' ending balances were excluded from the consolidation.

Note 2: It was the transaction resulting from financing provided to others (including interest).

INTERNATIONAL CSRC INVESTMENT HOLDINGS CO., LTD. AND SUBSIDIARIES

INFORMATION ON INVESTEES
FOR THE THREE MONTHS ENDED MARCH 31, 2026
(In Thousands of New Taiwan Dollars, U.S. Dollars and EUR)

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		As of March 31, 2026			Net Income (Loss) of the Investee (Note 1)	Share of Profits (Loss) (Note 1)	Note
				March 31, 2026 (Note 1)	December 31, 2025 (Note 1)	Shares	%	Carrying Amount (Note 1)			
International CSRC Investment Holdings Co., Ltd.	CSRC (BVI) Ltd.	B.V.I.	Investment	$ 20,052,504	$ 20,386,125	512,990,790	100.00	$ 5,419,234	$ (240,683)	$ (240,581)	Subsidiary (Note 2)
	CS Development & Investment Co.	Taipei, Taiwan	Investment	198,569	198,569	45,178,600	100.00	1,326,050	4,801	4,801	Subsidiary (Note 2)
	Consolidated Resource Co.	Taipei, Taiwan	Carbon masterbatch and carbon black processing and sales	195,878	195,878	164,440	100.00	268,864	3,242	3,242	Subsidiary (Note 2)
	Linyuan Advanced Materials Technology Co., Ltd.	Kaohsiung, Taiwan	Carbon black production and sales	1,600,100	1,600,100	135,986,110	100.00	1,943,057	(115,046)	(115,075)	Subsidiary (Note 2)
	Circular Commitment Company	Taipei, Taiwan	Biotechnology services and investment	90,000	90,000	9,000,000	100.00	145,236	1,555	1,555	Subsidiary (Note 2)
	CCC Dutch B.V.	Dutch	Investment	345,568	263,668	50,000	100.00	(329,430)	(54,626)	(54,626)	Subsidiary (Note 2)
	CSRC Alpha, Inc.	U.S.A.	Investment	142,131	142,131	3,000	100.00	132,775	158	158	Subsidiary (Note 2)
	Yun Cheng Investment Corporation	Taipei, Taiwan	Investment	991,041	991,041	52,173,842	94.69	1,352,041	9,566	9,058	Subsidiary (Note 2)
	Synpac (North Carolina), Inc.	U.S.A.	Investment	3,053,037	3,053,037	11,500,000	88.46	12,302,045	97,787	86,502	Subsidiary (Note 2)
	Synpac Ltd.	B.V.I.	Investment	211,425	211,425	8,100,000	75.00	23,556	27	20	Subsidiary (Note 2)
	CCC USA Corp.	U.S.A.	Investment	3,066,826	3,066,826	158,334	66.67	2,231,019	(613,162)	(408,776)	Subsidiary (Note 2)
	TCC Recycle Energy Technology Company	Taipei, Taiwan	Battery, electric generator and electronic components production and sales	3,963,684	3,963,684	388,962,582	13.67	956,167	(229,074)	(31,272)	Associate
CSRC (BVI) Ltd.	CSRC (Singapore) Pte. Ltd.	Singapore	Investment	US$ 703,060 ≒ 22,494,405	US$ 713,491 ≒ 22,828,145	764,104,456	100.00	US$ 224,664 ≒ 7,188,125	US$ (6,952) ≒ (219,899)	Note 3	Subsidiary (Note 2)
	Continental Carbon Eco Tech Pvt. Ltd.	India	Carbon black production and sales	US$ - ≒ 2	US$ - ≒ 2	335	0.01	US$ - ≒ -	US$ (5,645) ≒ (178,557)	Note 3	Subsidiary (Note 2)
CSRC (Singapore) Pte. Ltd.	Continental Carbon India Pvt. Ltd.	India	Carbon black production and sales	US$ 96,949 ≒ 3,101,883	US$ 96,949 ≒ 3,101,883	408,390,634	100.00	US$ 16,795 ≒ 537,356	US$ 437 ≒ 13,823	Note 3	Subsidiary (Note 2)
	Continental Carbon Eco Tech Pvt. Ltd.	India	Carbon black production and sales	US$ 314,300 ≒ 10,056,029	US$ 314,300 ≒ 10,056,029	2,373,064,884	99.99	US$ 201,792 ≒ 6,456,335	US$ (5,645) ≒ (178,557)	Note 3	Subsidiary (Note 2)
CS Development & Investment Co.	SVC Services, LLC	U.S.A.	Investment service	4	4	-	99.90	22,924	(167)	Note 3	Subsidiary (Note 2)
	SVC Management, LLC	U.S.A.	Investment consultation	8,885	8,885	-	99.90	753,877	6,287	Note 3	Subsidiary (Note 2)
	TCC Recycle Energy Technology Company	Taipei, Taiwan	Battery, electric generator and electronic components production and sales	105,046	105,046	10,583,923	0.37	25,905	(229,074)	Note 3	Associate
	Yun Cheng Investment Corporation	Taipei, Taiwan	Investment	10,775	10,775	183,066	0.33	4,712	9,566	Note 3	Subsidiary (Note 2)
Consolidated Resource Co.	TCC Recycle Energy Technology Company	Taipei, Taiwan	Battery, electric generator and electronic components production and sales	1,685	1,685	166,631	0.01	418	(229,074)	Note 3	Associate
Circular Commitment Company	Synpac GP Corporation	U.S.A.	Investment	602	602	1,000	100.00	838	6	Note 3	Subsidiary (Note 2)
Synpac GP Corporation	SVC Services, LLC	U.S.A.	Investment service	US$ 1 ≒ 32	US$ 1 ≒ 32	-	0.10	US$ 1 ≒ 32	US$ (5) ≒ (167)	Note 3	Subsidiary (Note 2)
	SVC Management, LLC	U.S.A.	Investment consultation	US$ 11 ≒ 352	US$ 11 ≒ 352	-	0.10	US$ 24 ≒ 768	US$ 199 ≒ 6,287	Note 3	Subsidiary (Note 2)
Yun Cheng Investment Corporation	Synpac (North Carolina), Inc.	U.S.A.	Investment	150,000	150,000	1,500,000	11.54	1,675,730	97,787	Note 3	Subsidiary (Note 2)
Synpac (North Carolina), Inc.	Synpac Venture Capital, L.P.	U.S.A.	Investment	US$ 2,250 ≒ 71,989	US$ 2,250 ≒ 71,989	-	99.90	US$ 159,422 ≒ 5,100,707	US$ 1,252 ≒ 39,602	Note 3	Subsidiary (Note 2)
SVC Management, LLC	Synpac Venture Capital, L.P.	U.S.A.	Investment	US$ 2 ≒ 64	US$ 2 ≒ 64	-	0.10	US$ 8,263 ≒ 264,375	US$ 1,252 ≒ 39,602	Note 3	Subsidiary (Note 2)
CCC USA Corp.	Continental Carbon Company	U.S.A.	Carbon black production and sales	US$ 204,000 ≒ 6,526,980	US$ 204,000 ≒ 6,526,980	151,300	100.00	US$ 129,403 ≒ 4,140,249	US$ (19,461) ≒ (615,571)	Note 3	Subsidiary (Note 2)
	CCC Transport Company	U.S.A.	Carbon black transport	US$ 10 ≒ 320	US$ 10 ≒ 320	10,000	100.00	US$ (2,515) ≒ (80,467)	US$ (18) ≒ (569)	Note 3	Subsidiary (Note 2)
	Continental Carbon Nanotechnologies, Inc.	U.S.A.	Carbon nanotubes production and sales	US$ 6,200 ≒ 198,369	US$ 6,200 ≒ 198,369	1,000	100.00	US$ 731 ≒ 23,388	US$ - ≒ -	Note 3	Subsidiary (Note 2)
Continental Carbon Company	Continental Carbon Company Europe SPRL	Belgium	Carbon black sales	US$ 24 ≒ 768	US$ 24 ≒ 768	1,000	100.00	US$ 231 ≒ 7,391	US$ 107 ≒ 3,385	Note 3	Subsidiary (Note 2)
	Eco CSRC Infinic, LLC	U.S.A.	Carbon black production and sales	US$ 8,500 ≒ 271,958	US$ 8,500 ≒ 271,958	-	14.00	US$ 8,347 ≒ 267,049	US$ 24 ≒ 759	Note 3	Joint venture

(Continued)

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount March 31, 2026 (Note 1)	Original Investment Amount December 31, 2025 (Note 1)	As of March 31, 2026 Shares	As of March 31, 2026 %	As of March 31, 2026 Carrying Amount (Note 1)	Net Income (Loss) of the Investee (Note 1)	Share of Profits (Loss) (Note 1)	Note
CCC Dutch B.V.	Continental Carbon OYAK (Netherland) B.V.	Dutch	Investment	US$ 60,000 ≒ 1,919,700	US$ 60,000 ≒ 1,919,700	27	50.00	EUR 39,523 ≒ 1,450,890	EUR 355 ≒ 13,147	Note 3	Joint venture
CSRC Alpha, Inc.	Eco CSRC Infinic, LLC	U.S.A.	Carbon black production and sales	US$ 4,375 ≒ 139,978	US$ 4,375 ≒ 139,978	-	21.00	US$ 4,145 ≒ 132,615	US$ 24 ≒ 759	Note 3	Joint venture

Note 1: The average exchange rates for the three months ended March 31, 2026 were US$1=NT$31.631, EUR1=NT$37.040; the exchange rates on March 31, 2026 were US$1=NT$31.995, EUR1=NT$36.710.

Note 2: The consolidated subsidiaries' ending balances were excluded from the consolidation.

Note 3: The share of profits/losses of the investee company is not reflected herein as such amount is already included in the share of profits/losses of the investor company.

(Concluded)

INTERNATIONAL CSRC INVESTMENT HOLDINGS CO., LTD. AND SUBSIDIARIES

INFORMATION ON INVESTMENTS IN MAINLAND CHINA
FOR THE THREE MONTHS ENDED MARCH 31, 2026
(In Thousands of New Taiwan Dollars and U.S. Dollars)

Investee Company	Main Businesses and Products	Paid-in Capital	Method of Investment	Accumulated Outward Remittance for Investments from Taiwan as of January 1, 2026	Investment Flows		Accumulated Outward Remittance for Investments from Taiwan as of March 31, 2026	Net Income (Loss) of the Investee	% Ownership of Direct or Indirect Investment	Investment Gain (Loss)	Carrying Amount as of March 31, 2026	Accumulated Repatriation of Investment Income as of March 31, 2026	Note
					Outflow	Inflow							
CSRC China Corporation	Carbon black production and sales	US$ 30,000 ≒ 959,850	Indirect	US$ 56,441 ≒ 1,805,830	$ -	$ -	US$ 56,441 ≒ 1,805,830	US$ (1,736) ≒ (54,911) (Note 1)	100.00	US$ (1,736) ≒ (54,911) (Note 1)	US$ 4,161 ≒ 133,131	$ -	-
CSRC China (Anshan) Corporation	Carbon black production and sales	US$ 118,850 ≒ 3,802,606	Indirect	US$ 169,250 ≒ 5,415,154	-	-	US$ 169,250 ≒ 5,415,154	US$ (49) ≒ (1,550) (Note 1)	100.00	US$ (49) ≒ (1,550) (Note 1)	US$ 1,641 ≒ 52,504	-	(Note 4)

	Accumulated Outward Remittance for Investments in Mainland China as of March 31, 2026	Investment Amounts Authorized by Investment Commission, MOEA	Upper Limit on the Amount of Investment Stipulated by the Investment Commission, MOEA (Note 3)
International CSRC Investment Holdings Co., Ltd.	$ 9,364,649	$ 9,927,761 (US$ 310,291)	$ 14,170,648

Note 1: Investment gain (loss) was based on financial statements reviewed by the Corporation's auditors.

Note 2: Except for the profit (loss) in the current period which was based on the average exchange rate for the three months ended March 31, 2026 (US$1=NT$31.631), the rest of the amounts were based on the exchange rate on March 31, 2026 (US$1=NT$31.995).

Note 3: The investment limit is 60% of the Corporation's net equity.

Note 4: On March 11, 2025, the Board of Directors resolved to cease operations and proceed with dissolution and liquidation, and this decision meets the criteria of discontinued operations. See Note 11.

Note 5: CSRC China (Chongqing) Corporation obtained approval from the Investment Commission, Ministry of Economic Affairs for an investment amount of US$67,000 thousand. The related equity interest was fully disposed of in 2025, and the application for cancellation of the approved investment quota has not yet been filed with the Investment Commission, Ministry of Economic Affairs.

INTERNATIONAL CSRC INVESTMENT HOLDINGS CO., LTD. AND SUBSIDIARIES

INTERCOMPANY RELATIONSHIPS AND SIGNIFICANT TRANSACTIONS
FOR THE THREE MONTHS ENDED MARCH 31, 2026
(In Thousands of New Taiwan Dollars)

No. (Note 1)	Transaction Company	Counterparty	Relationship (Note 2)	Transaction Details (Notes 3 and 5)			
				Financial Statement Accounts	Amount	Payment Terms	% of Total Sales or Assets
1	CSRC (BVI) Ltd.	Synpac (North Carolina), Inc.	3	Other payables to related parties	$ 1,932,388	(Note 4)	4
		Synpac (North Carolina), Inc.	3	Interest expense	21,758	(Note 4)	1
2	CSRC China Corporation	CSRC China (Anshan) Corporation	3	Trade payables to related parties	16,449	(Note 4)	-
3	CSRC China (Anshan) Corporation	CSRC China Corporation	3	Accounts receivable from related parties	16,449	(Note 4)	-
4	Synpac (North Carolina), Inc.	Continental Carbon Company	3	Other receivables from related parties	710,160	(Note 4)	1
		CCC Transport Company	3	Other receivables from related parties	288,801	(Note 4)	1
		CCC Dutch B.V.	3	Other receivables from related parties	1,846,590	(Note 4)	4
		CCC Dutch B.V.	3	Interest income	20,646	(Note 4)	1
		SVC Management, LLC	3	Other receivables from related parties	1,505,582	(Note 4)	3
		SVC Management, LLC	3	Interest income	16,673	(Note 4)	-
		CSRC (BVI) Ltd.	3	Other receivables from related parties	1,932,388	(Note 4)	4
		CSRC (BVI) Ltd.	3	Interest income	21,758	(Note 4)	1
5	SVC Management, LLC	Synpac (North Carolina), Inc.	3	Other payables to related parties	1,505,582	(Note 4)	3
		Synpac (North Carolina), Inc.	3	Interest expense	16,673	(Note 4)	-
6	Continental Carbon Company	Synpac (North Carolina), Inc.	3	Other payables to related parties	710,160	(Note 4)	1
		Continental Carbon Company Europe SPRL	3	Accounts receivable from related parties	195,061	(Note 4)	-
		Continental Carbon Company Europe SPRL	3	Operating revenue	113,155	(Note 4)	3
		CCC Transport Company	3	Operating costs	11,095	(Note 4)	-
		CCC USA Corp.	3	Other payables to related parties	31,319	(Note 4)	-
7	CCC USA Corp.	Continental Carbon Company	3	Other receivables from related parties	31,319	(Note 4)	-
8	Continental Carbon Company Europe SPRL	Continental Carbon Company	3	Trade payables to related parties	195,061	(Note 4)	-
		Continental Carbon Company	3	Operating costs	113,155	(Note 4)	3
9	CCC Transport Company	Continental Carbon Company	3	Operating revenue	11,095	(Note 4)	-
		Synpac (North Carolina), Inc.	3	Other payables to related parties	288,801	(Note 4)	1
10	CCC Dutch B.V.	Synpac (North Carolina), Inc.	3	Other payables to related parties	1,846,590	(Note 4)	4
		Synpac (North Carolina), Inc.	3	Interest expense	20,646	(Note 4)	1

(Continued)

Note 1: The types of transaction companies are identified by the following numbers in the "No." column:

a. 0 - parent company;
b. 1 to 10 - subsidiary.

Note 2: The flow of transactions are identified by the following numbers in the "Relationship" column:

a. 1 - from parent company to subsidiary;
b. 2 - from subsidiary to parent company;
c. 3 - between subsidiaries.

Note 3: The ratio of consolidated revenue/assets depends on the account to which it belongs. The profit and loss account is a percentage of consolidated revenue while the assets/liabilities are a percentage of consolidated total assets.

Note 4: The transaction terms are comparable with those for third parties.

Note 5: A transaction is disclosed if it amounts to more than $10,000 thousand.

(Concluded)