

Collins Co., Ltd. and its subsidiaries
Consolidated Financial Statements
and Auditor's Review Report

The second quarter of 2025 and 2024

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The independent auditors' report and the accompanying consolidated financial statements are the English translation of the Chinese version prepared and used in the Republic of China. If there is any conflict between, or any difference in the interpretation of the English and Chinese language independent auditors' report and consolidated financial statements, the Chinese version shall prevail.

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Independent Auditor's Review Report

To the Board of Directors of Collins Co., Ltd.:

Introduction

Consolidated Balance Sheets of Collins Co., Ltd. and its subsidiaries as of June 30, 2025 and June 30, 2024, Consolidated Statements of Comprehensive Income for the periods from April 1 to June 30, 2025 and 2024, and Consolidated Statements of Changes in Equity and Consolidated Statements of Cash Flows for the periods from January 1, 2025 to June 30, 2025 and January 1, 2024 to June 30, 2024, along with the accompanying notes to the consolidated financial statements (including a summary of significant accounting policies) have been reviewed by our auditors. The preparation of the consolidated financial statements in accordance with the Financial Reporting Standards for Issuers and the International Accounting Standard No. 34 Interim Financial Reporting approved and issued by the Financial Supervisory Commission is the responsibility of management. Our responsibility is to express a conclusion on the consolidated financial statements based on our review.

Scope

Apart from the introductory paragraph that summarizes the conclusion, the auditor performed a review of the financial statements in accordance with Auditing Standard No. 2410, "Review of Financial Statements". The procedures performed in the review of the consolidated financial statements included inquiries (primarily directed to individuals responsible for financial and accounting matters), analytical procedures, and other review procedures. The scope of review work is significantly narrower than that of audit work; therefore, the accountant may not be able to detect all material matters identifiable through audit procedures and, as a result, cannot express an audit opinion.

Basis for Retaining Conclusions

As stated in Note 4(2) of the consolidated financial statements, the inclusion of the aforementioned partially significant subsidiaries in the consolidated financial statements is based on the unaudited financial statements of these investee companies for the same period. As of June 30, 2025 and 2024, the total assets were NTD1,292,411 thousand and NTD1,358,180 thousand, respectively, accounting for 10% and 11% of the consolidated total assets. The total liabilities were NTD658,379 thousand and NTD655,355 thousand, respectively, accounting for 11% and 11% of the consolidated total liabilities. The comprehensive income for the periods from April 1 to June 30, 2025 and 2024 and from January 1 to June 30, 2025 and 2024, was NTD(12,941) thousand, NTD12,285 thousand, NTD(14,429) thousand and NTD14,214 thousand, respectively, accounting for 19%, 4%, 76% and 3% of the consolidated comprehensive income.

In addition to the aforementioned, as stated in Note 6(6) of the consolidated financial statements, the investments accounted for using the equity method by Collins Co., Ltd. and its subsidiaries were NTD368,772 thousand and NTD371,010 thousand as of June 30, 2025 and 2024, respectively. The share of profit or loss from associated enterprises recognized using the equity method for the periods from April 1 to June 30, 2025 and 2024 and from January 1 to June 30, 2025 and 2024 was NTD6,457 thousand, NTD(6,014) thousand, NTD7,008 thousand and NTD(3,605) thousand respectively, based on the unaudited financial statements of the investee companies for the same period.

Retaining Conclusions

Based on the results of our auditor's review, except for the potential adjustments due to the issues described in the basis for the qualified opinion regarding the financial reports of the invested companies, no other issues were found that would prevent the consolidated financial statements from being fairly presented, in all material respects, in accordance with the Financial Reporting Standards for Issuers and the International Accounting Standard No. 34 Interim Financial Reporting approved and issued by the Financial Supervisory Commission. The consolidated financial statements of Collins Co., Ltd. and its subsidiaries as of June 30, 2025 and 2024, their consolidated financial performance for the periods from April 1 to June 30, 2025 and 2024, as well as consolidated cash flows for the periods from January 1 to June 30, 2025 and 2024, are fairly presented.

KPMG

Tang Chia-Chien

Accountant:

Chen Ya-Ling

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Notes to Readers

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

The independent auditors' report and the accompanying consolidated financial statements are the English translation of the Chinese version prepared and used in the Republic of China. If there is any conflict between, or any difference in the interpretation of the English and Chinese language independent auditors' report and consolidated financial statements, the Chinese version shall prevail.

Collins Co., Ltd. and its subsidiaries

Consolidated Balance Sheet

June 30, 2025, December 31, 2024, and June 30, 2024

Unit: NTD thousand

Assets		2025.6.30		2024.12.31		2024.6.30				2025.6.30		2024.12.31		2024.6.30			
		Amount	%	Amount	%	Amount	%			Amount	%	Amount	%	Amount	%		
Current assets:																	
1100	Cash and cash equivalents (Note 6(1))	\$	898,003	7	796,031	6	747,887	6	2100	Short-term loans (Notes 6(13), 8 and 9)	\$	1,831,447	15	1,340,554	10	1,880,532	15
1136	Financial assets measured at amortized cost - current (Note 6(1))		2,400	-	2,400	-	200	-	2120	Current financial liabilities measured at fair value through profit or loss							
1110	Financial assets measured at fair value through profit or loss - current (Note 6(2))		217,911	2	187,899	1	53,167	-	2130	(Notes 6(2) and (14))		17,312	-	11,239	-	-	-
1120	Financial assets measured at fair value through other comprehensive income - current (Note 6(3))		101,180	1	113,153	1	183,599	1	2150	Contract liabilities - current (Note 6(21))		45,659	-	40,691	-	44,578	-
1140	Contract assets (Note 6(21))		15,394	-	-	-	-	-	2150	Notes payable (Note 7)		14,071	-	6,730	-	7,651	-
1150	Notes receivable, net (Notes 6(4))		193,711	2	184,850	1	193,042	1	2170	Accounts payable		762,609	6	1,006,961	8	863,858	7
1170	Accounts receivable, net (Notes 6(4), 7 and 8)		1,560,379	12	1,822,651	14	1,928,418	15	2200	Other payables (Note 6(22) and 7)		283,472	2	388,176	3	383,179	3
1175	Lease receivables (Note 6(4))		37,451	-	36,133	-	38,444	-	2216	Dividends payable (Note 6(19) and 7)		374,777	3	-	-	374,770	3
1220	Current income tax assets		2,019	-	1,574	-	44	-	2230	Current income tax liabilities		68,539	1	79,030	1	88,726	1
130X	Inventory (Notes 6(5) and 8)		1,526,503	12	1,683,810	13	1,495,393	12	2280	Lease liabilities - current (Notes 6(15) and 7)		137,150	1	145,506	1	139,264	1
1410	Prepayments (Note 7)		125,566	1	125,376	1	96,692	1	2300	Other current liabilities		64,612	1	84,376	1	53,218	-
1476	Other current financial assets (Notes 7 and 8)		140,070	1	134,917	1	92,691	1	2321	Bonds payable within one year (Note 6(14))		956,044	8	938,786	7	-	-
1479	Other current assets		53,147	-	59,219	-	85,295	-	2322	Long-term loans due within one year (Notes 6 (13), 8 and 9)		35,918	-	24,775	-	-	-
	Total current assets		4,873,734	38	5,148,013	38	4,914,872	37		Total current liabilities		4,591,610	37	4,066,824	31	3,835,776	30
Non-current assets:																	
1510	Financial assets measured at fair value through profit or loss - non-current (Note 6(2))		63,168	1	-	-	-	-	2540	Long-term loans (Notes 6(13), 8 and 9)		789,979	6	1,249,188	10	518,000	4
1517	Financial assets measured at fair value through other comprehensive income - non-current (Note 6(3))		817,014	6	859,692	7	1,140,577	9	2500	Financial liabilities measured at fair value through profit or Loss - non-current (Note 6(2) and (14))		-	-	-	-	6,499	-
1550	Investment using the equity method (Note 6(6))		368,772	3	388,141	3	371,010	3	2527	Contract liabilities - non-current (Note 6(21))		27,247	-	26,922	-	24,027	-
1600	Property, plant and equipment (Notes 6(9), 7, 8 and 9)		4,100,945	33	4,216,988	33	3,916,516	31	2531	Bonds payable (Note 6(14))		-	-	-	-	921,839	7
1755	Right-of-use assets (Note 6(10))		722,159	6	767,437	6	764,674	6	2570	Deferred income tax liabilities		129,974	1	129,974	1	126,868	1
1760	Investment property (Note 6(11))		26,087	-	26,092	-	26,096	-	2580	Lease liabilities - non-current (Notes 6(15) and 7)		621,256	5	657,652	5	654,523	5
1780	Non-tangible assets (Note 6(12))		1,143,763	9	1,127,852	9	1,148,667	9	2645	Guarantee deposits received		2,391	-	2,256	-	5,316	-
1840	Deferred income tax assets		81,386	1	81,980	1	96,149	1	2600	Other non-current liabilities		46,256	-	48,990	-	51,013	1
1920	Guarantee deposits paid		99,889	1	105,152	1	99,046	1		Total non-current liabilities		1,617,103	12	2,114,982	16	2,308,085	18
1931	Long-term notes receivable (Note 6 (4))		9,560	-	10,011	-	7,858	-		Total liabilities		6,208,713	49	6,181,806	47	6,143,861	48
1935	Long-term lease receivables (Note 6(4))		104,026	1	109,945	1	93,481	1		Equity attributable to owners of the parent company (Note 6(3), (6), (14) and (19)):							
1990	Other non-current assets (Notes 6(4) and 8)		169,595	1	118,264	1	243,486	2	3110	Ordinary shares		2,091,167	17	2,091,167	16	2,091,167	16
	Total non-current assets		7,706,364	62	7,811,554	62	7,907,560	63	3200	Capital surplus		294,142	2	290,349	2	272,670	2
									3310	Retained earnings							
									3320	Statutory surplus reserve		677,094	6	662,432	5	662,432	5
									3350	Special surplus reserve		220,615	2	220,615	2	220,615	2
										Undistributed earnings		50,820	-	164,352	1	47,952	-
										Total retained earnings		948,529	8	1,047,399	8	930,999	7
										Other equity							
									3410	Exchange differences on translations of foreign financial statements		(96,630)	(1)	(42,937)	-	(48,745)	-
									3420	Unrealized gains or losses from financial assets measured at fair value through other comprehensive income		11,399	-	86,088	1	211,370	2
										Other equity		(85,231)	(1)	43,151	1	162,625	2
										Total equity attributable to owners of parent		3,248,607	26	3,472,066	27	3,457,461	27
									36XX	Non-controlling interests (Notes 6(7), (8) and (19))		3,122,778	25	3,305,695	26	3,221,110	25
										Total equity		6,371,385	51	6,777,761	53	6,678,571	52
										Total liabilities and equity		\$ 12,580,098	100	12,959,567	100	12,822,432	100

(See accompanying notes to consolidated financial statements)

Chairman: Lee Chung Liang

Manager: Lee Chieh Hsi

Accounting Supervisor: Wang Peir-Yuh

Collins Co., Ltd. and its subsidiaries
Consolidated Statements of Comprehensive Income
April 1 to June 30, 2025 and 2024, and January 1 to June 30, 2025 and 2024

Unit: NTD thousand

	April to June 2025		April to June 2024		January to June 2025		January to June 2024	
	Amount	%	Amount	%	Amount	%	Amount	%
4000 Net operating revenue (Notes 6(15), (21) and 7)	\$ 1,979,189	100	2,305,633	100	4,283,192	100	4,356,604	100
5000 Cost of sales (Notes 6(5), (9), (10), (15), (17), 7 and 12)	1,378,991	70	1,634,921	71	3,034,601	71	3,076,377	71
5900 Gross profit	600,198	30	670,712	29	1,248,591	29	1,280,227	29
6000 Operating expenses (Notes 6(4), (9), (10), (11), (12), (15), (17), (22), 7, and 12):								
6100 Sales expenses	304,036	15	307,086	14	608,432	14	579,773	13
6200 Management expenses	243,596	12	235,966	10	488,494	11	466,872	11
6450 Expected credit loss (reversal gain)	(12,976)	(1)	(439)	-	(10,134)	-	3	-
Total operating expenses	534,656	26	542,613	24	1,086,792	25	1,046,648	24
6900 Operating net profit	65,542	4	128,099	5	161,799	4	233,579	5
7000 Non-operating income and expenses (Notes 6(6), (7), (9), (14), (15), (23) and 7):								
7010 Other income	17,745	1	24,747	1	34,646	1	39,209	1
7020 Other gains and losses	22,461	1	8,226	-	30,412	1	20,279	-
7050 Financial costs	(25,136)	(1)	(27,397)	-	(52,105)	(1)	(48,484)	(1)
7060 Recognition of the share of profit or loss of associated companies using the equity method	6,457	-	(6,014)	-	7,008	-	(3,605)	-
7100 Interest income	3,882	-	3,577	-	6,506	-	5,898	-
Total non-operating income and expenses	25,409	1	3,139	1	26,467	1	13,297	-
7900 Pre-tax net profit	90,951	5	131,238	6	188,266	5	246,876	5
7950 Less: income tax expense (Note 6(18))	29,765	2	35,090	2	62,065	1	71,846	2
Profit	61,186	3	96,148	4	126,201	4	175,030	3
8300 Other comprehensive income (Note 6(19)):								
8310 Items that may not be reclassified subsequently to profit or loss								
8316 Unrealized gains or losses from investments in equity instruments measured at fair value through other comprehensive income	(49,396)	(2)	214,896	9	(75,601)	(2)	237,884	5
8349 Less: income tax related to components of other comprehensive income that will not be reclassified to profit or loss	-	-	-	-	-	-	-	-
Total items that may not be reclassified subsequently to profit or loss	(49,396)	(2)	214,896	9	(75,601)	(2)	237,884	5
8360 Items that may be reclassified subsequently to profit or loss								
8361 Exchange differences on translations of foreign financial statements	(79,090)	(4)	7,627	-	(69,629)	(2)	30,601	1
8399 Less: income tax related to components of other comprehensive income that may be reclassified to profit or loss	-	-	-	-	-	-	-	-
Total items that may be reclassified subsequently to profit or loss	(79,090)	(4)	7,627	-	(69,629)	(2)	30,601	1
8300 Other comprehensive income for the period	(128,486)	(6)	222,523	9	(145,230)	(4)	268,485	6
8500 Total comprehensive income for the period	\$ (67,300)	(3)	318,671	13	(19,029)	-	443,515	9
Profit (loss) for the period attributable to:								
8610 Owners of parent	\$ 8,889	-	26,628	1	27,511	2	40,282	-
8620 Non-controlling interests	52,297	3	69,520	3	98,690	2	134,748	3
	\$ 61,186	3	96,148	4	126,201	4	175,030	3
Comprehensive income attributable to:								
8710 Owners of parent	\$ (101,978)	(5)	245,315	10	(101,783)	(2)	303,703	6
8720 Non-controlling interests	34,678	2	73,356	3	82,754	2	139,812	3
	\$ (67,300)	(3)	318,671	13	(19,029)	-	443,515	9
9750 Basic earnings per share (Unit: New Taiwan Dollars) (Note 6(20))	\$ 0.04		0.13		0.13		0.19	
9850 Diluted earnings per share (Unit: New Taiwan Dollars) (Note 6(20))	\$ 0.04		0.12		0.13		0.18	

(See accompanying notes to consolidated financial statements)

Chairman: Lee Chung Liang

Manager: Lee Chieh Hsi

Accounting Supervisor: Wang Peir-Yuh

Collins Co., Ltd. and its subsidiaries
Consolidated Statements of Changes in Equity
January 1 to June 30, 2025 and 2024

Unit: NTD thousand

	Equity attributable to owners of parent											
	Retained earnings					Other equity interests			Total equity attributable to owners of parent	Non-controlling interests	Total equity	
	Ordinary shares	Capital surplus	Statutory surplus reserve	Special surplus reserve	Undistributed earnings	Total	Exchange differences on translations of foreign financial statements	Unrealized gains or losses from financial assets measured at fair value through other comprehensive income				Total
Balance as of January 1, 2024	\$ 2,091,111	270,771	649,052	220,615	156,582	1,026,249	(74,282)	(36,579)	(110,861)	3,277,270	3,234,263	6,511,533
Profit	-	-	-	-	40,282	40,282	-	-	-	40,282	134,748	175,030
Other comprehensive income for the period	-	-	-	-	-	-	25,537	237,884	263,421	263,421	5,064	268,485
Total comprehensive income for the period	-	-	-	-	40,282	40,282	25,537	237,884	263,421	303,703	139,812	443,515
Allocation and distribution of surplus:												
Statutory surplus reserve allocated	-	-	13,380	-	(13,380)	-	-	-	-	-	-	-
Cash dividends on common stock	-	-	-	-	(125,467)	(125,467)	-	-	-	(125,467)	(271,865)	(397,332)
Convertible corporate bonds conversion	56	35	-	-	-	-	-	-	-	91	-	91
Changes in ownership interests of subsidiaries and associates	-	1,864	-	-	-	-	-	-	-	1,864	-	1,864
Increase in non-controlling interests	-	-	-	-	-	-	-	-	-	-	118,900	118,900
Disposal of investments in equity instruments designated at fair value through other comprehensive income	-	-	-	-	(10,065)	(10,065)	-	10,065	10,065	-	-	-
Balance as of June 30, 2024	\$ 2,091,167	272,670	662,432	220,615	47,952	930,999	(48,745)	211,370	162,625	3,457,461	3,221,110	6,678,571
Balance as of January 1, 2025	\$ 2,091,167	290,349	662,432	220,615	164,352	1,047,399	(42,937)	86,088	43,151	3,472,066	3,305,695	6,777,761
Profit	-	-	-	-	27,511	27,511	-	-	-	27,511	98,690	126,201
Other comprehensive income for the period	-	-	-	-	-	-	(53,693)	(75,601)	(129,294)	(129,294)	(15,936)	(145,230)
Total comprehensive income for the period	-	-	-	-	27,511	27,511	(53,693)	(75,601)	(129,294)	(101,783)	82,754	(19,029)
Allocation and distribution of surplus:												
Statutory surplus reserve allocated	-	-	14,662	-	(14,662)	-	-	-	-	-	-	-
Cash dividends on common stock	-	-	-	-	(125,469)	(125,469)	-	-	-	(125,469)	(269,541)	(395,010)
Changes in ownership interests of subsidiaries and associates	-	3,793	-	-	-	-	-	-	-	3,793	-	3,793
Increase in non-controlling interests	-	-	-	-	-	-	-	-	-	-	3,870	3,870
Disposal of investments in equity instruments designated at fair value through other comprehensive income	-	-	-	-	(912)	(912)	-	912	912	-	-	-
Balance as of June 30, 2025	\$ 2,091,167	294,142	677,094	220,615	50,820	948,529	(96,630)	11,399	(85,231)	3,248,607	3,122,778	6,371,385

(See accompanying notes to consolidated financial statements)

Chairman: Lee Chung Liang

Manager: Lee Chieh Hsi

Accounting Supervisor: Wang Peir-Yuh

Collins Co., Ltd. and its subsidiaries
Consolidated Statements of Cash Flows
January 1 to June 30, 2025 and 2024

Unit: NTD thousand

	January to June 2025	January to June 2024
Cash flow from operating activities:		
Profit before tax	\$ 188,266	246,876
Adjustments:		
Income and expense items		
Depreciation expenses	195,255	174,623
Amortization expenses	63,621	54,928
Expected credit impairment (reversal gains) losses	(10,134)	3
Interest expense	52,105	48,484
Interest income	(6,506)	(5,898)
Dividend income	(5,916)	(4,913)
Shares of loss (profit) of associates accounted for using the equity method	(7,008)	3,605
Loss on disposal of property, plant and equipment	3,072	4,620
Valuation gains on financial assets and liabilities	(32,958)	(8,024)
Gains on lease modification	(2,954)	(595)
Other item	-	824
Total adjustments to reconcile profits	248,577	267,657
Changes in operating assets/liabilities:		
Changes in operating assets:		
Decrease in financial assets measured at fair value through profit or loss	(54,149)	902
Increase (decrease) in notes payable	(9,868)	72,205
(Increase) decrease in accounts receivable	273,479	(298,281)
Lease receivables	4,648	3,533
(Increase) decrease in inventories	138,750	(57,111)
(Increase) decrease in long-term notes receivable	456	(697)
Increase in prepayments	(385)	-
Increase in contract assets	(15,394)	-
Decrease in other current assets	7,654	1,810
Increase in other financial assets	(5,153)	(24,965)
Total net changes in operating assets	340,038	(302,604)
Changes in operating liabilities:		
Increase in contract liabilities	5,293	18,648
Increase in notes payable	7,341	87
Decrease in accounts payable	(244,352)	(24,221)
Decrease in other payables	(104,704)	-
Increase (decrease) in other current liabilities	(19,537)	617
Increase (decrease) in other non-current liabilities	(1,663)	5,763
Decrease in net defined benefit liabilities	(1,071)	(709)
Total net changes in operating liabilities	(358,693)	185
Total net changes in operating assets and liabilities	(18,655)	(302,419)
Total adjustments	229,922	(34,762)
Cash inflows generated from operations	418,188	212,114
Interest received	6,506	5,898
Dividend received	11,068	4,913
Interest paid	(34,847)	(31,843)
Payment of income tax	(73,001)	(58,913)
Net cash flows from operating activities	327,914	132,169
Cash flows from (used in) investing activities:		
Acquisition of financial assets at fair value through other comprehensive income	(791)	(329,720)
Proceeds from disposal of financial assets at fair value through other comprehensive income	415	1,703
Proceeds from capital reduction of financial assets at fair value through other comprehensive income	746	-
Acquisition of financial assets measured at amortized cost	-	(200)
Acquisition of investments accounted for using the equity method	-	(135,000)
Acquisition of subsidiaries (net of cash acquired)	-	(383)
Acquisition of property, plant and equipment	(126,581)	(197,606)
Proceeds from disposal of property, plant and equipment	4,525	2,564
Decrease (increase) in guarantee deposits paid	5,263	(17,559)
Acquisition of intangible assets	(35,586)	(10,210)
Decrease (increase) in other non-current assets	12,335	(16,932)
Decrease (increase) in prepaid equipment payment	26,257	(190,784)
Net cash (used in) investing activities	(113,417)	(894,127)
Cash flows from (used in) financing activities:		
Increase in short-term loans	4,567,292	4,159,613
Decrease in short-term loans	(3,994,820)	(3,476,591)
Repayments of long-term loans	(526,816)	(12,651)
Increase (decrease) in guarantee deposits received	(92)	1,082
Payment of lease liabilities	(81,350)	(76,964)
Subsidiary distributes cash dividends to non-controlling interests	(20,233)	(22,562)
Changes in non-controlling interests	7,568	65,441
Net cash inflows (outflows) from financing activities	(48,451)	637,368
Effect of exchange rate changes on cash and cash equivalents	(64,074)	38,664
Net (decrease) increase in cash and cash equivalents	101,972	(85,926)
Cash and cash equivalents at beginning of the period	796,031	833,813
Cash and cash equivalents at end of the period	\$ 898,003	747,887

(See accompanying notes to consolidated financial statements)

Chairman: Lee Chung Liang

Manager: Lee Chieh Hsi

Accounting Supervisor: Wang Peir-Yuh

Collins Co., Ltd. and its subsidiaries
Notes to the consolidated financial statements
The second quarter of 2025 and 2024

(Unless otherwise specified, all amounts are in NTD thousands)

I. Company History

Collins Co., Ltd. (hereinafter referred to as the Company) was founded in May 1969. Initially, the Company focused on the construction materials and related processing business. In 1971, the Company changed its business strategy and established a presence in the United States, actively promoting products from small and medium-sized enterprises in our country. In March 1978, the Company was approved by the government as a major trader and subsequently established offices in Hong Kong, Manila, Bangkok, and other areas, gradually establishing a network of foreign business intelligence and expanding its business.

The nature of the business of our Company and its subsidiaries (hereinafter referred to as the Group) mainly includes import and export trade, retail of clothing, energy technology, leasing, medical equipment, biochemical reagents, sale of Western medicine, and medical management consulting services, catering, and investment.

II. Approval Date and Procedures of the Consolidated Financial Statements

This consolidated financial report was approved and released by the Board of Directors on August 13, 2025.

III. New Standards, Amendments and Interpretations Adopted

(I) The impact of the International Financial Reporting Standards (IFRS) endorsed by the Financial Supervisory Commission

The revised IFRS accounting standards, which have been in effect since January 1, 2025, are applicable to the Group and have not had a significant impact on the consolidated financial statements.

- Amendments to IAS 21 “Lack of Exchangeability”

(II) The impact of non-adoption of International Financial Reporting Standards and Accounting Standards recognized by the Financial Supervisory Commission

The Group has assessed that the application of the following newly revised International Financial Reporting Standards (IFRS) and Accounting Standards, effective from January 1, 2026, will not have a significant impact on the consolidated financial statements.

Consolidated Financial Report Notes (Continued) of Collins Co., Ltd. and its Subsidiaries

- IFRS 17 “Insurance Contracts” and amendments to IFRS 17 “Insurance Contracts”
 - Amendments to IFRS 9 and IFRS 7 "Amendments to the Classification and Measurement of Financial Instruments"
 - Annual Improvement of International Financial Reporting Standards Accounting Standards
 - Amendments to IFRS 9 and IFRS 7: “Contracts Referencing Nature-dependent Electricity”
- (III) New standards, amendments and interpretations not yet approved by the Financial Supervisory Commission

The International Accounting Standards Board has issued and revised standards and interpretations that have not yet been approved by the Financial Supervisory Commission. The following are relevant to the Group:

<u>Newly released or revised guidelines</u>	<u>Main revision content</u>	<u>Effective date of the Board of Directors</u>
International Financial Reporting Standards No. 18 "Presentation and Disclosure of Financial Statements"	<p>The new guidelines introduce three types of income and expenses, two subtotals on the income statement, and a single footnote on management performance measurement. These three amendments and enhancements provide a better and more consistent basis for users on how to segment information in financial statements and will affect all companies.</p> <ul style="list-style-type: none"> • A more structured income statement: Under current standards, companies use different formats to express their financial performance, making it difficult for investors to compare the financial performance of different companies. The new standard adopts a more structured income statement, introducing a new subtotal called "operating profit" and categorizing all revenues and expenses into three new distinct types based on the company's main operating activities. 	January 1, 2027

(Continued)

Consolidated Financial Report Notes (Continued) of Collins Co., Ltd. and its Subsidiaries

<u>Newly released or revised guidelines</u>	<u>Main revision content</u>	<u>Effective date of the Board of Directors</u>
	<ul style="list-style-type: none"> • Management Performance Measurement (MPMs): The new criteria introduce the definition of management performance measurement and require companies to explain in a single footnote in the financial statements how each measurement indicator provides useful information, how it is calculated, and how the measurement indicator is adjusted for amounts recognized in accordance with the accounting standards under the International Financial Reporting Standards. • More detailed information: The new guidelines include instructions on how companies should enhance the grouping of information in financial statements. This includes guidance on whether information should be included in the primary financial statements or further segmented in the notes. 	

The Group is currently evaluating the impact of the above criteria and interpretations on the financial condition and operating results of the Group. The relevant impact will be disclosed upon completion of the evaluation.

The Group expects that the following other not yet recognized new releases and revised guidelines will not have a significant impact on the consolidated financial statements.

- Amendment to International Financial Reporting Standards No. 10 and International Accounting Standards No. 28 "Sales or Contributions of Assets Between Investors and its Associate or Joint Venture"
- IFRS 19 "Subsidiaries without Public Accountability: Disclosures"

IV. Summary of Significant Accounting Policies

Apart from the following, the significant accounting policies adopted in this consolidated financial report are the same as those in the consolidated financial report for the year 2024. Please refer to Note 4 of the consolidated financial report for the year 2024 for further information.

Consolidated Financial Report Notes (Continued) of Collins Co., Ltd. and its Subsidiaries

(I) Compliance statement

This consolidated financial report is prepared in accordance with the Financial Reporting Standards for Securities Issuers (hereinafter referred to as the "Standards") and International Accounting Standards No. 34 "Interim Financial Reporting" as approved and issued by the Financial Supervisory Commission (FSC). This consolidated financial report does not include all the necessary information that should be disclosed in the full annual consolidated financial report prepared in accordance with the International Financial Reporting Standards, International Accounting Standards, Interpretations, and Interpretation Announcements (hereinafter referred to as the "FSC-approved International Financial Reporting Standards").

(II) Basis of consolidation

The subsidiaries included in this consolidated financial report are:

Name of investor	Name of subsidiary	Nature of business	Shareholding			Explanation
			2025.6.30	2024.12.31	2024.6.30	
The Company	Collins International Co., Ltd. (CICL.)	Trade	100.00%	100.00%	100.00%	Note 1
The Company	Quality Craft Ltd. (referred to as Q.C.L.)	Trade	78.26%	78.26%	78.26%	
The Company	Collins (BVI) International Co., Ltd. (Collins BVI)	General investing	100.00%	100.00%	100.00%	Note 1
The Company	Xing Chang Investment Co., Ltd. (Xing Chang)	General investing	100.00%	100.00%	100.00%	"
The Company	Jesco International Co., Ltd. (Jesco)	Manpower dispatch	100.00%	100.00%	100.00%	"
The Company	GrowTrend Biomedical Co., Ltd. (GrowTrend)	Wholesale and retail of medical equipment	52.08%	53.55%	55.54%	Note 1 and Note 6
The Company	Colltex Garment MFY (HK) Co.,Ltd. (referred to as Colltex HK)	Trade	100.00%	100.00%	100.00%	Note 1
The Company	Minoshin International Co., Ltd. (Minoshin)	Trade	67.71%	67.71%	67.71%	
The Company	Yuguang Energy Co., Ltd. (Yuguang Energy)	Energy technical services	78.00%	78.00%	78.00%	Note 1
The Company	Collins Energy Solutions Co., Ltd. (Collins Energy Solutions)	Energy technical services	51.00%	51.00%	51.00%	Note 3
The Company	Collins Jubilee Energy and Technology Co., Ltd. (Collins Jubilee Energy)	Energy technical services	70.00%	70.00%	-	Note 1 and Note 7
Collins BVI	Commend Holdings Limited (Commend Holdings)	General investing	100.00%	100.00%	100.00%	Note 1
Commend Holdings Limited	Commend (HK) Limited (Commend HK)	Trade	100.00%	100.00%	100.00%	"
Commend Holdings Limited	Gaolingaoke Giftware (Shenzhen) Company Limited (GLGK)	Trade	100.00%	100.00%	100.00%	"
Collins Energy Solutions	CESone Co., Ltd. (CESone)	Energy technical services	100.00%	100.00%	100.00%	Note 1

(Continued)

Consolidated Financial Report Notes (Continued) of Collins Co., Ltd. and its Subsidiaries

Name of investor	Name of subsidiary	Nature of business	Shareholding			Explanation
			2025.6.30	2024.12.31	2024.6.30	
Collins Energy Solutions	De Rui Technology (De Rui)	Energy management system services	78.13%	78.13%	60.00%	Note 1 and Note 4
Collins Energy Solutions	Wincharge Technology Inc. (WinCharge)	Charging station management system	33.75%	33.75%	33.75%	
Collins Energy Solutions	Pudeng Solar Energy Enterprise Co., Ltd. (Pudeng Solar)	Solar energy system engineering	100.00%	100.00%	100.00%	Note 1
Collins Energy Solutions	Tuosen Energy Co., Ltd. (Tuosen)	Energy technical services	100.00%	100.00%	100.00%	"
Collins Energy Solutions	Collins Energy Solutions Energy Kabushiki Kaisha (Collins Energy K.K)	Energy technical services	100.00%	- %	- %	Note 1 and Note 8
WinCharge Technology Inc.	Connergy Technology Inc. (Connergy)	Charging station management system	99.99%	99.99%	99.99%	Note 1
WinCharge Technology Inc.	WinCharge Technology Kabushiki Kaisha (WinCharge Technology K.K)	Energy technical services	100.00%	- %	- %	Note 1 and Note 8
Minoshin International Co., Ltd.	Ladore Co., Ltd. (Ladore)	Food and Beverage Industry	100.00%	- %	- %	Note 1 and Note 8
The Company and Xing Chang Investment	HI-CLEARANCE INC. (HIC)	Sale and purchase of medical equipment, biochemical reagents, and Western medicine	20.00%	20.00%	20.00%	Note 2
HI-CLEARANCE INC.	Succeed Agents Limited (B.V.I.) (SA Company)	Investment holding	100.00%	100.00%	100.00%	Note 1
HI-CLEARANCE INC.	Renalysis Medical Care Co., Ltd. (RMC)	Medical management consulting	100.00%	100.00%	100.00%	
HI-CLEARANCE INC.	Hsin Fu Healthcare Co., Ltd. (HFH)	Medical management consulting	- %	100.00%	100.00%	Note 5
HI-CLEARANCE INC.	Sin Hwa Biotech Co., Ltd. (SHB)	Medical devices trade	100.00%	100.00%	100.00%	Note 1
HI-CLEARANCE INC.	Sin Hwa Investment Co., Ltd. (SHI)	Investment holding	100.00%	100.00%	100.00%	"
HI-CLEARANCE INC.	HC-Healthcare Co., Ltd. (HCH)	Medical management consulting services and medical devices trading	100.00%	100.00%	100.00%	"
SA Company	PT Hiclearance Medical Indonesia (HMI company)	Medical devices trade	100.00%	100.00%	100.00%	"
SA Company	Moral Well Co., Ltd. (MW Company)	Investment holding	100.00%	100.00%	100.00%	"
MW Company	Taicha Medicare (Shanghai) Corp. (Taicha)	International and entrepot trade	100.00%	100.00%	100.00%	"

Note 1: Non-important subsidiaries have not undergone auditor review for their financial reports.

Note 2: Although the Company and Xing Chang Investment do not hold more than 50% of the shares in HI-CLEARANCE INC., we consider it a subsidiary due

Consolidated Financial Report Notes (Continued) of Collins Co., Ltd. and its Subsidiaries

to being the largest single shareholder and having the power to control its financial and operational policies.

Note 3: In the first quarter of 2024, the Company's investment equity net value increased by NTD1,864 thousand due to changes in the shareholding ratio of Collins Energy Solutions and its subsidiary and was included in the capital surplus.

Note 4: In January 2024, the Group acquired a 60% stake in De Rui Technology through Collins Energy Solutions. In October, the Group further increased its shareholding to 80% by purchasing an additional 20% equity stake in cash. In November 2024, due to not subscribing to De Rui Technology's cash capital increase in proportion to its original shareholding, the Group's ownership percentage decreased to 78.13%.

Note 5: Hsin Fu Healthcare Co., Ltd. was approved for liquidation by the Board of Directors on November 8, 2024. As of March 24, 2025, the related liquidation procedures have been completed.

Note 6: In the second quarter of 2025, due to the failure to subscribe to the cash capital increase of GrowTrend Biomedical in proportion to the shareholding, the net equity of the investment increased by NTD3,698 thousand, which was included in the capital surplus.

Note 7: It was established through capital injection in the fourth quarter of 2024.

Note 8: It was established through capital injection in the second quarter of 2025.

(III) Employee benefits

The determination of the mid-term period's defined benefit plan retirement pension is based on the actuarial determination of the retirement pension cost rate as of the reporting date of the previous year, calculated based on the period from the beginning of the year to the end of the current period. Adjustments are made for significant market fluctuations, significant reductions, liquidations, or other significant one-time events that occur after the reporting date.

(IV) Income tax

The Group is in accordance with paragraph B12 of International Accounting Standard No. 34, "Interim Financial Reporting", which requires the measurement and disclosure of income tax expenses for the interim period.

The income tax expense is measured by multiplying the pre-tax net income for the reporting period by the management's best estimate of the effective tax rate for the full year and is recognized as the current income tax expense.

Consolidated Financial Report Notes (Continued) of Collins Co., Ltd. and its Subsidiaries

Income tax expenses that are directly recognized in equity items or other comprehensive income items are measured based on the temporary differences between the carrying amounts of the related assets and liabilities for financial reporting purposes and their tax bases, using the applicable tax rates expected to be realized or settled when appropriate.

V. Significant Accounting Assumptions and Judgments, and Major Sources of Estimation Uncertainty

In preparing these consolidated financial statements in accordance with the preparation guidelines and IAS 34 “Interim Financial Reporting” as recognized by the Financial Supervisory Commission, management is required to make judgments and estimates about the future—including climate-related risks and opportunities—that affect the application of accounting policies and the reported amounts of assets, liabilities, income, and expenses. Actual results may differ from those estimates.

When preparing the consolidated financial statements, the management made significant judgments and estimates of uncertainties in adopting the accounting policies of the Group, which are consistent with Note 5 of the consolidated financial statements for the year 2024.

VI. Explanation of Significant Accounts

Apart from the following, the explanation of the significant accounting items in this consolidated financial report had no significant differences from those in the consolidated financial report for the year 2024. Please refer to Note 6 of the consolidated financial report for the year 2024 for further information.

(I) Cash and cash equivalents

1. Details are as follows:

	<u>2025.6.30</u>	<u>2024.12.31</u>	<u>2024.6.30</u>
Cash	\$ 2,303	2,583	2,661
Bank deposits	761,335	712,799	661,503
Fixed deposit	134,365	80,649	83,723
Cash and cash equivalents in the consolidated statement of cash flows	<u>\$ 898,003</u>	<u>796,031</u>	<u>747,887</u>

2. Financial assets measured at amortized cost - current

	<u>2025.6.30</u>	<u>2024.12.31</u>	<u>2024.6.30</u>
Fixed deposit with maturities	\$ 2,400	2,400	200

Consolidated Financial Report Notes (Continued) of Collins Co., Ltd. and its Subsidiaries

of more than three months

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

1. Details are as follows:

	<u>2025.6.30</u>	<u>2024.12.31</u>	<u>2024.6.30</u>
Financial assets at fair value through profit or loss - current			
Beneficiary certification - fund	\$ 16,976	22,031	53,167
Forward exchange contracts	-	530	-
Domestic unlisted shares	200,935	165,338	-
Total	\$ 217,911	187,899	53,167
Mandatorily measured at fair value through profit or loss:			
Private equity fund	\$ 63,168	-	-
	<u>2025.6.30</u>	<u>2024.12.31</u>	<u>2024.6.30</u>
Held-for-trading financial liabilities - current:			
Forward exchange contracts	\$ 1,234	-	-
Mandatorily financial liabilities measured at fair value through profit or loss - current:			
Convertible corporate bonds embedded with derivative instruments	16,078	11,239	-
Total	\$ 17,312	11,239	-
Mandatorily financial liabilities measured at fair value through profit or loss - non-current:			
Convertible corporate bonds embedded with derivative instruments	\$ -	-	6,499

2. Derivate financial instruments not designated as hedging instruments

Consolidated Financial Report Notes (Continued) of Collins Co., Ltd. and its Subsidiaries

Engaging in derivative financial instrument transactions is used to mitigate the exchange rate risk exposed by business activities. The detailed list of derivative instruments classified as held for trading financial liabilities and financial assets mandatorily measured at fair value through profit or loss, which the Group did not apply hedge accounting to, is as follows:

2025.6.30			
	Contract Amount	Currency	Expiration period
Derivative financial liabilities:			
Pre-purchase of forward exchange contracts	JPY 410,044	New Taiwanese Dollar to Japanese Yen	2025.07.09~ 2025.09.29
2024.12.31			
	Contract Amount	Currency	Expiration period
Derivative financial assets:			
Pre-purchase of forward exchange contracts	USD 403,429	New Taiwanese Dollar to Japanese Yen	2025.02.03~ 2025.04.24

3. Above financial assets were not pledged as collateral.

(III) Financial assets at fair value through other comprehensive income

	2025.6.30	2024.12.31	2024.6.30
Investments in equity instruments designated at fair value through other comprehensive income:			
Domestic listed shares	\$ 643,525	697,139	851,214
Domestic and foreign unlisted shares	<u>274,669</u>	<u>275,706</u>	<u>472,962</u>
Total	\$ 918,194	972,845	1,324,176
Current	\$ 101,180	113,153	183,599
Non-current	<u>817,014</u>	<u>859,692</u>	<u>1,140,577</u>
Total	\$ 918,194	972,845	1,324,176

1. Unrealized (losses) gains from investments in equity instruments measured at fair value through other comprehensive income

Consolidated Financial Report Notes (Continued) of Collins Co., Ltd. and its Subsidiaries

The Group designated the investments shown above as equity securities at fair value through other comprehensive income because these equity securities represent those investments that the Group intends to hold for long-term strategic purposes. The Group holds 25% ordinary shares of TUNGYA Collins (TUNGYA). However, the Group's management does not have significant influence over TUNGYA and holds no seat in its Board of Directors.

The Group sold parts of its investment to adjust its investment portfolio. From January 1 to June 30, 2025 and 2024, the disposal price was NTD415 thousand and NTD1,703 thousand, respectively, resulting in a disposal (loss) gain of NTD(912) thousand and NTD(10,065) thousand, which has been transferred to retained earnings from other equity. Additionally, the total amount of capital reduction refund from January 1 to June 30, 2025, is NTD746 thousand dollars.

2. For market risk information, please refer to Note 6(24).

3. Above financial assets were not pledged as collateral.

(IV) Notes receivable, accounts receivable, and lease receivables

	<u>2025.6.30</u>	<u>2024.12.31</u>	<u>2024.6.30</u>
Notes receivable	\$ 196,433	187,621	195,955
Accounts receivable	1,587,494	1,860,090	1,970,586
Long-term notes receivable	9,882	10,339	8,113
Less: loss allowance	(29,936)	(40,314)	(45,162)
Unrealized interest income	<u>(223)</u>	<u>(224)</u>	<u>(174)</u>
	<u>1,763,650</u>	<u>2,017,512</u>	<u>2,129,318</u>
Overdue receivables (included in other non-current assets)	113,076	126,046	124,799
Less: loss allowance	<u>(113,076)</u>	<u>(126,046)</u>	<u>(124,799)</u>
	<u>\$ 1,763,650</u>	<u>2,017,512</u>	<u>2,129,318</u>
	<u>2025.6.30</u>	<u>2024.12.31</u>	<u>2024.6.30</u>
Allowance for loss attributable to:			
Notes receivable	\$ (2,722)	(2,771)	(2,913)
Accounts receivable	(27,115)	(37,439)	(42,168)
Overdue receivables	(113,076)	(126,046)	(124,799)
Long-term notes receivable	<u>(99)</u>	<u>(104)</u>	<u>(81)</u>
	<u>\$ (143,012)</u>	<u>(166,360)</u>	<u>(169,961)</u>

Consolidated Financial Report Notes (Continued) of Collins Co., Ltd. and its Subsidiaries

A maturity analysis of lease payments, which reflects the undiscounted lease payments to be received after the reporting date, is as follows:

	<u>2025.6.30</u>	<u>2024.12.31</u>	<u>2024.6.30</u>
Less than one year	\$ 42,311	40,961	43,809
1 - 2 years	32,287	31,210	29,363
2 - 3 years	23,777	22,252	21,902
3 - 4 years	19,470	16,400	15,245
4 - 5 years	11,645	11,198	8,780
More than 5 years	<u>31,097</u>	<u>43,853</u>	<u>31,693</u>
Total lease payments receivable	160,587	165,874	150,792
Unearned finance income	<u>(17,681)</u>	<u>(18,320)</u>	<u>(17,534)</u>
Present value of lease payments receivable	142,906	147,554	133,258
Less: loss allowance	<u>(1,429)</u>	<u>(1,476)</u>	<u>(1,333)</u>
Present value of lease payments receivable	<u>\$ 141,477</u>	<u>146,078</u>	<u>131,925</u>

The Group applies a simplified approach to estimate expected credit losses for all notes receivable and accounts receivable, specifically using the lifetime expected credit loss measurement. For this measurement purpose, such notes receivable and accounts receivable are grouped based on their shared credit risk characteristics according to the contractual terms under which customers are expected to pay all due amounts. Forward-looking information has also been incorporated. The analysis of expected credit losses for the Group's notes receivable and accounts receivable is as follows:

	<u>2025.6.30</u>		
	<u>Accounts receivable balance</u>	<u>Weighted average expected credit loss rate</u>	<u>Expected credit losses on financial assets measured at amortized cost</u>
Not overdue	\$ 1,658,675	0.22%~1.12%	3,550
1 to 180 days past due	108,256	0.71%~2.63%	2,018
181 to 365 days past due	8,280	28.35%~100%	5,993
More than 365 days past due	<u>18,375</u>	100%	<u>18,375</u>
	<u>\$ 1,793,586</u>		<u>29,936</u>

Consolidated Financial Report Notes (Continued) of Collins Co., Ltd. and its Subsidiaries

	2024.12.31		
	Accounts receivable balance	Weighted average expected credit loss rate	Expected credit losses on financial assets measured at amortized cost
Not overdue	\$ 1,916,336	0.23%~1.31%	7,548
1 to 180 days past due	117,909	5.30%~10.58%	11,255
181 to 365 days past due	3,187	20.69%~55.20%	1,117
More than 365 days past due	<u>20,394</u>	100%	<u>20,394</u>
	<u>\$ 2,057,826</u>		<u>40,314</u>

	2024.6.30		
	Accounts receivable balance	Weighted average expected credit loss rate	Expected credit losses on financial assets measured at amortized cost
Not overdue	\$ 1,990,336	0.19%~1.61%	3,823
1 to 180 days past due	149,360	6.34%~8.87%	9,473
181 to 365 days past due	12,160	44.39%~80.23%	9,242
More than 365 days past due	<u>22,624</u>	100%	<u>22,624</u>
	<u>\$ 2,174,480</u>		<u>45,162</u>

On October 15, 2018, the Group's client Sears Holding Corp. filed for Chapter 11 Bankruptcy. The Group has recognized USD3,435 thousand as allowance of doubtful accounts (classified under overdue receivables); the Group continuously follows the reorganization situation to secure the Group's right.

The Group's schedule of changes in allowance for doubtful accounts and bad debt losses for accounts receivable is as follows:

	January to June 2025	January to June 2024
Beginning balance	\$ 167,836	164,395
Impairment loss recognized (reversed)	(10,134)	3
Effect of exchange rate	<u>(13,261)</u>	<u>6,896</u>
Ending balance	<u>\$ 144,441</u>	<u>171,294</u>

The Group utilized accounts receivable and collection notes to provide financial guarantees, please refer to Note 8.

Consolidated Financial Report Notes (Continued) of Collins Co., Ltd. and its Subsidiaries

(V) Inventory

	<u>2025.6.30</u>	<u>2024.12.31</u>	<u>2024.6.30</u>
Raw materials	\$ 5,132	518	440
Merchandise	1,457,781	1,427,035	1,322,153
Inventory in transit	63,590	256,257	172,800
	<u>\$ 1,526,503</u>	<u>1,683,810</u>	<u>1,495,393</u>

Except cost of goods sold and inventories recognized as expensed, the remaining gains or losses which were recognized as operating cost or deducting of operating cost were as follows:

	<u>April to June 2025</u>	<u>April to June 2024</u>	<u>January to June 2025</u>	<u>January to June 2024</u>
Write-downs of inventories	\$ 3,217	6,602	158	5,892
Losses (gains) on inventory and shortfall net amount	-	(231)	108	34
Total	<u>\$ 3,217</u>	<u>6,371</u>	<u>266</u>	<u>5,926</u>

Inventories of the Group had been pledged as collateral, please refer to Note 8.

(VI) Investments accounted for using the equity method

1. Acquisition of investments accounted for using the equity method:

The Group holds a total of 26.22% of the voting shares of Easting Biotechnology Company Limited (Easting Biotechnology), making it the largest single shareholder. However, the remaining shares of Easting Biotechnology are not concentrated in specific shareholders, and the Group does not have a majority of seats on the Board of Directors or voting rights representing a majority of shareholders at the shareholders' meeting. After evaluation, it is determined that the Group has significant influence over Easting Biotechnology but does not have control.

In April 2024, the subsidiary Collins Energy Solutions made a new investment of NTD135,000 thousand to acquire Kai Lan Energy Co., Ltd. (Kai Lan Energy). Kai Lan Energy conducted cash capital increases in April, May, and July 2024. Due to Collins Energy Solutions not participating in these capital increases, its shareholding ratio decreased to 15.00%. Since the Group holds 20% of the voting rights in the Board of Directors, it was assessed that the Group still has significant influence over Kai Lan Energy.

Consolidated Financial Report Notes (Continued) of Collins Co., Ltd. and its Subsidiaries

In the third quarter of 2024, Sanho Healthcare conducted a cash capital increase. As the Group did not participate in the capital increase, its shareholding percentage decreased from 15.63% to 10.58%. The increase in the net equity value of the investment amounted to NTD13,284 thousand and was recognized under capital surplus. In the second quarter of 2025, due to changes in the shareholding ratio of its subsidiary, the equity value of the investment increased by NTD95 thousand, which was recorded under capital surplus. However, as the Group holds 20% of the voting rights in the Board of Directors, it was assessed that the Group still retains significant influence over Sanho Healthcare.

The financial information of the associated companies accounted for using the equity method by the Group is individually immaterial. The financial information is included in the consolidated financial statements of the Group.

	<u>2025.6.30</u>	<u>2024.12.31</u>	<u>2024.6.30</u>
The end-of-period aggregated book value of the equity of individually immaterial associated enterprises	<u>\$ 368,772</u>	<u>388,141</u>	<u>371,010</u>

	<u>April to June 2025</u>	<u>April to June 2024</u>	<u>January to June 2025</u>	<u>January to June 2024</u>
Attributable to the Group:				
Profit	\$ 6,457	(6,014)	7,008	(3,605)
Other comprehensive income	-	-	-	-
Comprehensive income	<u>\$ 6,457</u>	<u>(6,014)</u>	<u>7,008</u>	<u>(3,605)</u>

2. Guarantee

The aforementioned investments accounted for using equity method were not pledged.

3. Investments accounted for using the equity method that have not been reviewed

The investment in the Group using the equity method and the share of its profits, losses, and other comprehensive income are calculated based on unaudited financial statements.

Consolidated Financial Report Notes (Continued) of Collins Co., Ltd. and its Subsidiaries

(VII) Acquisitions of subsidiaries and non-controlling interests

1. De Rui Technology

At the beginning of January 2024, the Group, through its subsidiary Collins Energy Solutions, acquired 60% of the shares of De Rui Technology for NTD6,000 thousand in cash, thereby gaining control of the company. De Rui Technology's main business is energy management system services.

(1) Recognized amounts of assets acquired and liabilities assumed

Details of the fair value of assets acquired and liabilities assumed at the acquisition date are as follows:

Consideration transferred:

Cash	\$	6,000
Non-controlling interest in the acquiree (proportionate share of the fair value of the identifiable net assets)		3,504
Fair value of assets and liabilities at the acquisition date		
Cash and cash equivalents	\$	10,011
Other current assets		69
Property, plant and equipment		431
Other payables	(1,751)	<u>8,760</u>
Goodwill	\$	<u><u>744</u></u>

The Group assessed that De Rui Technology Co., Ltd. is currently focused on research and development, with expected low future benefits over the next five years. It is estimated that the recoverable amount will be less than the carrying amount, resulting in the goodwill of NTD744 thousand in the second quarter of 2024 to be fully recognized as impairment loss.

2. WinCharge Technology Inc.

The Group's subsidiary, Collins Energy Solutions Energy, acquired 33.75% of the shares of WinCharge Technology Inc. (hereinafter referred to as WinCharge) for a cash amount of NTD56,241 thousand at the end of January 2024. In early March, the Board of Directors was reelected, gaining a majority of seats and thus obtaining control. WinCharge's main business operation is the charging pile management system.

Consolidated Financial Report Notes (Continued) of Collins Co., Ltd. and its Subsidiaries

(1) Recognized amounts of assets acquired and liabilities assumed

Details of the fair value of assets acquired and liabilities assumed at the acquisition date are as follows:

Consideration transferred:

Cash	\$	56,241
Fair value (re-measured) of previously held equity interest on the acquisition date		26,961
Non-controlling interest in the acquiree (proportionate share of the fair value of the identifiable net assets)		47,877
Fair value of assets and liabilities at the acquisition date		
Cash and cash equivalents	\$	51,690
Notes and accounts receivable		2,145
Property, plant and equipment		21,590
Intangible assets		764
Other current assets		924
Other non-current assets		1,165
Accounts payable		(486)
Other payables		(2,429)
Other current liabilities		(3,096)
		<u>72,267</u>
Goodwill	\$	<u>58,812</u>

The Group has completed the purchase price allocation assessment report. As a result of the remeasurement of the previously held 28.52% equity interest in Wincharge Technology Inc. at fair value on the acquisition date, a gain on disposal of investment amounting to NTD26,961 thousand was recognized. This gain was recognized under “Other Gains and Losses” in the consolidated statement of comprehensive income for the fourth quarter of 2024.

3. Pudeng Solar

The Group’s subsidiary, Collins Energy Solutions Co., Ltd, acquired 100% of shares of Pudeng Solar for NTD20 thousand in cash in early February 2024, thereby gaining control of the company. Pudeng Solar's main business activity is solar system engineering.

(1) Recognized amounts of assets acquired and liabilities assumed

Details of the fair value of assets acquired and liabilities assumed at the acquisition date are as follows:

Consolidated Financial Report Notes (Continued) of Collins Co., Ltd. and its Subsidiaries

Consideration transferred:			
Cash		\$	20
Fair value of assets and liabilities at the acquisition date			
Cash and cash equivalents	\$	363	
Other current assets		18,042	
Construction in process		2,045	
Bank loan		(15,356)	
Other current liabilities		(494)	4,600
Low-cost purchasing benefits			<u>\$ (4,580)</u>

The Group has completed the purchase price allocation assessment report. A gain of NTD4,580 thousand arising on the acquisition date was recognized under “Other Gains and Losses” in the consolidated statement of comprehensive income for the second quarter of 2024.

(VIII) Material non-controlling interests of subsidiaries

The material non-controlling interests of subsidiaries were as follows:

Name of subsidiary	Main business locations/ countries of company registration	Proportion of ownership rights and voting rights of non-controlling interests		
		2025.6.30	2024.12.31	2024.6.30
HI-CLEARANCE INC.	New Taipei City	80.00%	80.00%	80.00%

HCI is a listed company, and its fair value on the reporting date was as follows:

	2025.6.30	2024.12.31	2024.6.30
HI-CLEARANCE INC.	<u>\$ 6,188,415</u>	<u>6,210,675</u>	<u>6,143,894</u>

The summarized financial information of the aforementioned subsidiaries is as follows. This financial information is prepared in accordance with IFRS recognized and issued by the Financial Supervisory Commission and reflects the fair value adjustments made by the Group on the acquisition date, as well as adjustments for differences in accounting policies. Additionally, this financial information includes amounts before the elimination of internal transactions within the Group. The summarized financial information is as follows:

Consolidated Financial Report Notes (Continued) of Collins Co., Ltd. and its Subsidiaries

	2025.6.30	2024.12.31	2024.6.30
Current assets	\$ 2,565,682	2,484,795	2,743,588
Non-current assets	3,404,900	3,458,226	3,288,345
Current liabilities	(1,629,139)	(1,402,507)	(1,568,081)
Non-current liabilities	(547,504)	(566,135)	(569,456)
Net assets	\$ 3,793,939	3,974,379	3,894,396
Carrying amount of non-controlling interests at the end of the period	\$ 2,765,321	2,908,464	2,843,272

	April to June 2025	April to June 2024	January to June 2025	January to June 2024
Operating revenue	\$ 1,070,062	1,096,986	2,120,555	2,061,829
Profit	\$ 76,946	87,860	140,340	162,783
Other comprehensive income	(9,635)	3,567	(9,133)	2,219
Comprehensive income	\$ 67,311	91,427	131,207	165,002
Profit attributable to non-controlling interests	\$ 61,557	70,289	112,272	130,227
Comprehensive income attributable to non-controlling interests	\$ 53,849	73,142	104,966	132,002

	January to June 2025	January to June 2024
Cash flows from operating activities	\$ 126,427	(54,817)
Cash flows from investing activities	(46,384)	(98,993)
Cash flows from financing activities	(2,485)	177,564
Effect of exchange rate changes	(7,263)	2,250
Changes in cash and cash equivalents	\$ 70,295	26,004
Dividends paid to non-controlling interests	\$ (249,308)	(249,303)

Consolidated Financial Report Notes (Continued) of Collins Co., Ltd. and its Subsidiaries

(IX) Property, plant and equipment

The changes in the cost and accumulated depreciation of the property, plant and equipment of the Group were as follows:

	<u>Land</u>	<u>Buildings</u>	<u>Leased assets</u>	<u>Operations and other equipment</u>	<u>Construction in process</u>	<u>Total</u>
Cost:						
Balance as of January 1, 2025	\$ 2,126,540	1,169,666	531,571	1,030,106	189,909	5,047,792
Addition	-	2,174	29,501	51,468	43,438	126,581
Reclassification (Note)	-	6,535	21,416	3,939	(150,563)	(118,673)
Disposals	-	-	(20,267)	(1,759)	-	(22,026)
Effect of exchange rate changes	(227)	(641)	(2,623)	(6,856)	-	(10,347)
Balance as of June 30, 2025	<u>\$ 2,126,313</u>	<u>1,177,734</u>	<u>559,598</u>	<u>1,076,898</u>	<u>82,784</u>	<u>5,023,327</u>
Balance as of January 1, 2024	\$ 1,905,281	1,123,327	504,595	621,927	339,581	4,494,711
Addition	-	16,137	20,170	52,174	109,125	197,606
Acquisition through business combinations	-	-	-	22,021	2,045	24,066
Reclassification (Note)	-	69,037	43,037	171,748	(238,417)	45,405
Disposals	-	-	(3,253)	(26,379)	-	(29,632)
Reclassification of non-current assets held for sale	3,818	10,790	-	-	-	14,608
Effect of exchange rate changes	31	88	325	3,331	-	3,775
Balance as of June 30, 2024	<u>\$ 1,909,130</u>	<u>1,219,379</u>	<u>564,874</u>	<u>844,822</u>	<u>212,334</u>	<u>4,750,539</u>
Accumulated depreciation:						
Balance as of January 1, 2025	\$ -	113,964	241,364	475,476	-	830,804
Depreciation	-	15,130	30,203	67,743	-	113,076
Reclassification (Note)	-	-	(180)	359	-	179
Disposals	-	-	(12,894)	(1,535)	-	(14,429)
Effect of exchange rate changes	-	(364)	(654)	(6,230)	-	(7,248)
Balance as of June 30, 2025	<u>\$ -</u>	<u>128,730</u>	<u>257,839</u>	<u>535,813</u>	<u>-</u>	<u>922,382</u>
Balance as of January 1, 2024	\$ -	120,976	221,311	412,350	-	754,637
Depreciation	-	13,686	29,417	52,123	-	95,226
Reclassification (Note)	-	-	(31)	(2,076)	-	(2,107)
Disposals	-	-	(2,577)	(19,871)	-	(22,448)
Reclassification of non-current assets held for sale	-	5,943	-	-	-	5,943
Effect of exchange rate changes	-	48	48	2,676	-	2,772
Balance as of June 30, 2024	<u>\$ -</u>	<u>140,653</u>	<u>248,168</u>	<u>445,202</u>	<u>-</u>	<u>834,023</u>
Book value:						
January 1, 2025	<u>\$ 2,126,540</u>	<u>1,055,702</u>	<u>290,207</u>	<u>554,630</u>	<u>189,909</u>	<u>4,216,988</u>
June 30, 2025	<u>\$ 2,126,313</u>	<u>1,049,004</u>	<u>301,759</u>	<u>541,085</u>	<u>82,784</u>	<u>4,100,945</u>
January 1, 2024	<u>\$ 1,905,281</u>	<u>1,002,351</u>	<u>283,284</u>	<u>209,577</u>	<u>339,581</u>	<u>3,740,074</u>
June 30, 2024	<u>\$ 1,909,130</u>	<u>1,078,726</u>	<u>316,706</u>	<u>399,620</u>	<u>212,334</u>	<u>3,916,516</u>

Consolidated Financial Report Notes (Continued) of Collins Co., Ltd. and its Subsidiaries

Note 1: It is transferred out or transferred in from inventory, prepaid equipment payments, construction in process and other non-current assets.

1. The amount of interest capitalized from January 1 to June 30, 2025 and 2024 by the Group was NTD1,850 thousand and NTD534 thousand, respectively, with monthly interest rates of 0.21% and 0.22% to 1.54%, respectively.
2. On April 16, 2024, the Group acquired land through public bidding for the Chiayi Interchange Special Zone Project Goods Transit Center Area announced by the Chiayi County Government. The land is planned for a warehouse expansion project, with a total transaction amount of NTD 206,218 thousand, and land payment has been completed. The relevant ownership registration procedures were completed on August 14, 2024.
3. Property, plant and equipment have been pledged as collateral for loans and financing. Please refer to Note 8 for details.

(X) Right-of-use assets

The cost, and depreciation of the leased land, buildings, and equipment of the Group for the years ended were as follows:

	<u>Land</u>	<u>Buildings</u>	<u>Equipment</u>	<u>Total</u>
Cost of right-of-use assets:				
Balance as of January 1, 2025, \$	21,630	1,182,186	4,984	1,208,800
Addition	49	85,741	4,673	90,463
Reclassification	-	(1,575)	1,575	-
Disposals	-	(180,038)	-	(180,038)
Effect of exchange rate changes	-	(12,071)	-	(12,071)
Balance as of June 30, 2025, \$	<u>21,679</u>	<u>1,074,243</u>	<u>11,232</u>	<u>1,107,154</u>
Balance as of January 1, 2024, \$	44,289	954,031	3,833	1,002,153
Addition	-	209,547	4,860	214,407
Reclassification	(22,654)	22,654	-	-
Disposals	(5)	(62,540)	-	(62,545)
Effect of exchange rate changes	-	2,662	-	2,662
Balance as of June 30, 2024, \$	<u>21,630</u>	<u>1,126,354</u>	<u>8,693</u>	<u>1,156,677</u>

(Continued)

Consolidated Financial Report Notes (Continued) of Collins Co., Ltd. and its Subsidiaries

	Land	Buildings	Equipment	Total
Accumulated depreciation:				
Balance as of January 1, 2025, \$	2,422	435,801	3,140	441,363
Depreciation	864	79,286	2,024	82,174
Reclassification	-	582	(582)	-
Disposals	-	(133,243)	-	(133,243)
Effect of exchange rate changes	-	(5,299)	-	(5,299)
Balance as of June 30, 2025	\$ 3,286	377,127	4,582	384,995
Balance as of January 1, 2024, \$	2,127	352,034	2,600	356,761
Depreciation	878	77,303	1,211	79,392
Reclassification	(1,438)	1,438	-	-
Disposals	(5)	(44,194)	(1,942)	(46,141)
Effect of exchange rate changes	-	1,991	-	1,991
Balance as of June 30, 2024	\$ 1,562	388,572	1,869	392,003
Book value:				
January 1, 2025	\$ 19,208	746,385	1,844	767,437
June 30, 2025	\$ 18,393	697,116	6,650	722,159
January 1, 2024	\$ 42,162	601,997	1,233	645,392
June 30, 2024	\$ 20,068	737,782	6,824	764,674

(XI) Investment properties

	Land and improvements	Buildings	Total
Book amount:			
January 1, 2025	\$ 25,736	356	26,092
June 30, 2025	\$ 25,736	351	26,087
January 1, 2024	\$ 25,736	365	26,101
June 30, 2024	\$ 25,736	360	26,096

There were no significant additions, disposals, impairments, or reversals of investment properties of the Group during the period from January 1 to June 30, 2025 and 2024. Please refer to Note 12 (1) for the depreciation amount for this period. For other related information, please see Note 6 (12) of the consolidated financial statements for 2024.

Consolidated Financial Report Notes (Continued) of Collins Co., Ltd. and its Subsidiaries

There is no significant difference in the disclosed information on the fair value of investment properties and the consolidated financial statements for the year 2024 as stated in Note 6 (12) of the consolidated financial report of the Group.

Investment properties were not pledged as collateral.

(XII) Intangible assets

	<u>Goodwill</u>	<u>Patent</u>	<u>Customer relationship</u>	<u>Franchise</u>	<u>Other</u>	<u>Total</u>
Cost:						
Balance as of January 1, 2025	\$ 505,467	-	1,245,474	31,723	191,947	1,974,611
Additions	-	-	-	-	35,586	35,586
Reclassification (Note)	-	-	-	-	46,099	46,099
Effect of exchange rate changes	-	-	-	-	(2,668)	(2,668)
Balance as of June 30, 2025	<u>\$ 505,467</u>	<u>-</u>	<u>1,245,474</u>	<u>31,723</u>	<u>270,964</u>	<u>2,053,628</u>
Balance as of January 1, 2024	\$ 445,911	4,129	1,245,474	31,723	170,081	1,897,318
Acquisition through business combinations	33,706	-	-	-	-	33,706
Additions	-	-	-	-	10,210	10,210
Reclassification (Note)	-	-	-	-	3,235	3,235
Effect of exchange rate changes	-	179	-	-	656	835
Balance as of June 30, 2024	<u>\$ 479,617</u>	<u>4,308</u>	<u>1,245,474</u>	<u>31,723</u>	<u>184,182</u>	<u>1,945,304</u>
Accumulated amortization:						
Balance as of January 1, 2025	\$ 1,960	-	724,772	31,723	88,304	846,759
Amortization	-	-	42,215	-	21,406	63,621
Effect of exchange rate changes	-	-	-	-	(515)	(515)
Balance as of June 30, 2025	<u>\$ 1,960</u>	<u>-</u>	<u>766,987</u>	<u>31,723</u>	<u>109,195</u>	<u>909,865</u>
Balance as of January 1, 2024	\$ 1,216	4,129	640,332	31,723	63,137	740,537

(Continued)

Consolidated Financial Report Notes (Continued) of Collins Co., Ltd. and its Subsidiaries

	Goodwill	Patent	Customer relationship	Franchise	Other	Total
Amortization	-	-	42,222	-	12,706	54,928
Impairment loss	744	-	-	-	-	744
Effect of exchange rate changes	-	179	-	-	249	428
Balance as of June 30, 2024	<u>\$ 1,960</u>	<u>4,308</u>	<u>682,554</u>	<u>31,723</u>	<u>76,092</u>	<u>796,637</u>
Book value:						
January 1, 2025	<u>\$ 503,507</u>	-	<u>520,702</u>	-	<u>103,643</u>	<u>1,127,852</u>
June 30, 2025	<u>\$ 503,507</u>	-	<u>478,487</u>	-	<u>161,769</u>	<u>1,143,763</u>
January 1, 2024	<u>\$ 444,695</u>	-	<u>605,142</u>	-	<u>106,944</u>	<u>1,156,781</u>
June 30, 2024	<u>\$ 477,657</u>	-	<u>562,920</u>	-	<u>108,090</u>	<u>1,148,667</u>

Note: Reclassifications are mainly transferring from other non-current assets.

(XIII) Bank loan

1. Short-term loans

The details of the Group for short-term loans were as follows:

	2025.6.30		
	Currency	Interest rate collar	Amount
Unsecured bank loans	New Taiwan Dollar	1.80%~2.15%	\$ 1,567,387
Secured bank loans	New Taiwan Dollar	1.83%~1.85%	150,000
Subtotal			1,717,387
Commercial papers payable	New Taiwan Dollar	2.34%	114,500
Less: discount on commercial papers payable			(440)
Subtotal			114,060
Total			<u>\$ 1,831,447</u>
Unused credit lines			<u>\$ 5,183,555</u>

Consolidated Financial Report Notes (Continued) of Collins Co., Ltd. and its Subsidiaries

2024.12.31			
	Currency	Interest rate collar	Amount
Unsecured bank loans	New Taiwan Dollar	1.83%~2.69%	\$ 1,003,720
Secured bank loans	New Taiwan Dollar	1.83%~2.15%	167,987
Secured bank loans	Canadian dollar	5.95%~8.50%	46,244
Subtotal			1,217,951
Commercial papers payable	New Taiwan Dollar	2.34%	123,100
Less: discount on commercial papers payable			(497)
Subtotal			122,603
Total			\$ 1,340,554
Unused credit lines			\$ 5,878,444
2024.6.30			
	Currency	Interest rate collar	Amount
Unsecured bank loans	New Taiwan Dollar	0.50%~2.69%	\$ 1,493,805
Secured bank loans	New Taiwan Dollar	1.82%~2.00%	97,987
Secured bank loans	Canadian dollar	7.45%	146,221
Borrowings from non-financial institutions	New Taiwan Dollar	16.00%~18.50%	11,371
Subtotal			1,749,384
Commercial papers payable	New Taiwan Dollar	2.16%~2.82%	131,699
Less: discount on commercial papers payable			(551)
Subtotal			131,148
Total			\$ 1,880,532
Unused credit lines			\$ 4,484,858

Consolidated Financial Report Notes (Continued) of Collins Co., Ltd. and its Subsidiaries

2. Long-term loans

The details of the Group for long-term loans were as follows:

2025.6.30				
	Currency	Interest rate collar	Expiration year	Amount
Secured bank loans	New Taiwan Dollar	1.93%~2.69%	2029~2043	\$ 825,897
Less: current portion				(35,918)
Total				<u>\$ 789,979</u>

2024.12.31				
	Currency	Interest rate collar	Expiration year	Amount
Unsecured bank loans	New Taiwan Dollar	2.02%~2.46%	2026	\$ 520,000
Secured bank loans	New Taiwan Dollar	1.93%~2.55%	2024~2043	753,963
Less: current portion				(24,775)
Total				<u>\$ 1,249,188</u>

2024.6.30				
	Currency	Interest rate collar	Expiration year	Amount
Secured bank loans	New Taiwan Dollar	1.93%~1.98%	2042~2043	\$ 518,000
Less: current portion				-
Total				<u>\$ 518,000</u>

3. Please refer to Note 6(23) for details on interest expenses. For information on the mortgage of assets to secure bank loans, please see Note 8.

Consolidated Financial Report Notes (Continued) of Collins Co., Ltd. and its Subsidiaries

(XIV) Bonds payable

The details of unsecured bonds were as follows:

	<u>2025.6.30</u>	<u>2024.12.31</u>	<u>2024.6.30</u>	
Total convertible corporate bonds issued	\$ 1,000,000	1,000,000	1,000,000	
Cumulative converted amount	(100)	(100)	(100)	
Less: unamortized discounted corporate bonds payable	<u>(43,856)</u>	<u>(61,114)</u>	<u>(78,061)</u>	
Balance of corporate bonds payable at end of period	956,044	938,786	921,839	
Less: execute the repurchase of corporate bonds within one year	<u>(956,044)</u>	<u>(938,786)</u>	<u>-</u>	
	<u>\$ -</u>	<u>-</u>	<u>921,839</u>	
Embedded derivative - put right (included in financial liabilities at fair value through profit or loss)	<u>\$ 16,078</u>	<u>11,239</u>	<u>6,499</u>	
Equity component - conversion options (included in capital surplus - stock options)	<u>\$ 138,337</u>	<u>138,337</u>	<u>138,337</u>	
	<u>April to June 2025</u>	<u>April to June 2024</u>	<u>January to June 2025</u>	<u>January to June 2024</u>
Embedded derivative instruments - put rights (included in net profit or loss financial liabilities at fair value through profit or loss)	<u>\$ 2,859</u>	<u>1,760</u>	<u>(4,840)</u>	<u>5,680</u>
Interest expense	<u>\$ (8,668)</u>	<u>(8,358)</u>	<u>(17,258)</u>	<u>(16,642)</u>

Apart from the aforementioned, the Group did not issue, repurchase, or redeem any company bonds between January 1 to June 30, 2025 and 2024. For more information, please refer to Note 6 (15) of the consolidated financial report for 2024.

(XV) Lease liabilities

The lease liabilities of the Group are as follows:

	<u>2025.6.30</u>	<u>2024.12.31</u>	<u>2024.6.30</u>
Current	<u>\$ 137,150</u>	<u>145,506</u>	<u>139,264</u>
Non-current	<u>\$ 621,256</u>	<u>657,652</u>	<u>654,523</u>

Please refer to Note 6(24) Financial Instruments for the analysis of maturity.

Consolidated Financial Report Notes (Continued) of Collins Co., Ltd. and its Subsidiaries

The amounts recognized in profit or loss were as follows:

	<u>April to June 2025</u>	<u>April to June 2024</u>	<u>January to June 2025</u>	<u>January to June 2024</u>
Interest on lease liabilities	\$ 3,892	3,750	7,967	6,139
Variable lease payments not included in the measurement of lease liabilities	\$ 4,829	5,916	9,183	9,272
Income from sub-leasing right-of-use assets	\$ 23,329	18,390	42,381	39,941
Expenses relating to short-term leases	\$ 3,251	2,050	7,233	4,273
Expense relating to leases of low-value assets, (excluding short-term leases of low-value assets)	\$ 1,112	309	2,194	1,276

The amounts recognized in the statement of cash flows for the Group were as follows:

	<u>January to June 2025</u>	<u>January to June 2024</u>
Total cash outflow for leases	\$ 107,927	97,924

(XVI) Business lease

The Group had no significant new operating lease agreements between January 1 to June 30, 2025 and 2024. For more information, please refer to Note 6 (17) of the consolidated financial report for 2024.

(XVII) Employee benefits

1. Defined benefit plans

Due to the absence of significant market fluctuations, significant reductions, settlements, or other significant one-time events after the end of the previous fiscal year, the Group adopted the retirement benefit cost measurement and disclosure period determined by actuarial valuation as of December 31, 2024 and 2023.

Consolidated Financial Report Notes (Continued) of Collins Co., Ltd. and its Subsidiaries

The details of the Group reported expenses were as follows:

	<u>April to June 2025</u>	<u>April to June 2024</u>	<u>January to June 2025</u>	<u>January to June 2024</u>
Cost of sales	\$ 6	5	12	11
Management expenses	1,554	1,562	3,112	3,127
	<u>\$ 1,560</u>	<u>1,567</u>	<u>3,124</u>	<u>3,138</u>

2. Defined contribution plans

The retirement pension expenses under the method of allocating retirement pensions for the Group are as follows:

	<u>April to June 2025</u>	<u>April to June 2024</u>	<u>January to June 2025</u>	<u>January to June 2024</u>
Cost of sales	\$ 923	796	1,802	1,565
Management expenses	8,264	7,468	16,362	14,728
	<u>\$ 9,187</u>	<u>8,264</u>	<u>18,164</u>	<u>16,293</u>

(XVIII) Income tax

1. The details of the Group's income taxes were as follows:

	<u>April to June 2025</u>	<u>April to June 2024</u>	<u>January to June 2025</u>	<u>January to June 2024</u>
Current tax expense				
Current period	<u>\$ 29,765</u>	<u>35,090</u>	<u>62,065</u>	<u>71,846</u>

The Company's profit-seeking enterprise income tax settlement declaration has been approved by the tax authorities until the year 2022.

(XIX) Capital and other equity

Except as described below, the Group had no significant changes in capital and other equity between January 1 to June 30, 2025 and 2024. For more information, please refer to Note 6 (20) of the consolidated financial report for 2024.

1. Issuance of ordinary shares

From January 1 to June 30, 2024, the Company issued 6 thousand new shares to convertible bondholders, with a face value issuance totaling NTD 56 thousand. The relevant statutory registration procedures has been completed.

2. Capital surplus

Balances of capital surplus as the reporting dates were as follows:

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	<u>2025.6.30</u>	<u>2024.12.31</u>	<u>2024.6.30</u>
Treasury share transactions	\$ 31,084	31,084	31,084
Dividends paid to subsidiaries	42,608	42,608	42,608
Changes in ownership interests in subsidiaries and associates	82,113	78,320	60,641
Convertible corporate bonds			
- Stock rights	138,337	138,337	138,337
Total	<u>\$ 294,142</u>	<u>290,349</u>	<u>272,670</u>

3. Distribution of surplus

According to the Company's Articles of Incorporation, if there is a surplus after the annual financial statements, taxes should be paid first, followed by the offsetting of any losses from previous years. Next, 10% of the surplus should be allocated to legal reserve, unless the legal reserve has already reached the Company's paid-in capital, in which case this requirement does not apply. Additionally, special reserves may be allocated as needed for company operations and in accordance with legal requirements. Any remaining surplus, along with undistributed earnings from the beginning of the period, will be proposed by the Board of Directors for distribution, and the distribution plan will be submitted to the shareholders' meeting for approval.

The Company's surplus distribution can be in the form of cash dividends or stock dividends, but the annual cash dividend amount must not be less than 10% of the total dividends.

The Company's shareholders' meeting approved the profit distribution plan for the fiscal year 2024 and 2023 on June 11, 2025 and June 12, 2024. The amounts of dividends to be distributed to the shareholders are as follows:

	<u>2024</u>		<u>2023</u>	
	<u>Stock dividend rate (NTD)</u>	<u>Amount</u>	<u>Stock dividend rate (NTD)</u>	<u>Amount</u>
Dividends allocated to common shareholders:				
Cash	\$ 0.60	<u>125,469</u>	0.60	<u>125,467</u>

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Additionally, on May 26, 2025 and May 29, 2024, HI-CLEARANCE INC.'s shareholders' meetings resolved to distribute cash dividends of NTD311,647 thousand for both fiscal years 2024 and 2023. Of this amount, the dividends allocated to non-controlling interests were NTD249,308 thousand and NTD249,303, respectively.

4. Other equity

	Exchange differences on translations of foreign financial statements	Measured at fair value through other comprehensive income	Non-controlling interests	Total
Balance as of January 1, 2025	\$ (42,937)	86,088	(57,643)	(14,492)
Exchange differences on translations of net assets of foreign operations	(53,693)	-	(15,936)	(69,629)
Unrealized gains or losses from financial assets measured at fair value through other comprehensive income	-	(75,601)	-	(75,601)
Disposal of investments in equity instruments designated at fair value through other comprehensive income	-	912	-	912
Balance as of June 30, 2025	<u>\$ (96,630)</u>	<u>11,399</u>	<u>(73,579)</u>	<u>(158,810)</u>

	Exchange differences on translations of foreign financial statements	Measured at fair value through other comprehensive income	Non-controlling interests	Total
Balance as of January 1, 2024	\$ (74,282)	(36,579)	(39,011)	(149,872)
Exchange differences on translations of net assets of foreign operations	25,537	-	5,064	30,601
Unrealized gains or losses from financial assets measured at fair value through other comprehensive income	-	237,884	-	237,884
Disposal of investments in equity instruments designated at fair value through other comprehensive income	-	10,065	-	10,065
Balance as of June 30, 2024	<u>\$ (48,745)</u>	<u>211,370</u>	<u>(33,947)</u>	<u>128,678</u>

(XX) Earnings per share

The calculation of our company's basic earnings per share and diluted earnings per share is as follows:

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1. Basic earnings per share

	April to June 2025	April to June 2024	January to June 2025	January to June 2024
Net profit attributable to the Company's common equity holders	\$ 8,889	26,628	27,511	40,282
Weighted average number of ordinary shares (thousand)	209,117	209,112	209,117	209,112
Basic earnings per share (Unit: New Taiwan Dollars)	\$ 0.04	0.13	0.13	0.19

2. Diluted earnings per share

	April to June 2025	April to June 2024	January to June 2025	January to June 2024
Net profit attributable to the Company's common equity holders	\$ 8,889	26,628	27,511	40,282
The tax impact of interest expenses on convertible corporate bonds and other income or expenses (Note)	-	5,279	-	8,769
Net profit attributable to the Company's ordinary equity holders (after adjusting for the effects of dilutive potential ordinary shares)	\$ 8,889	31,907	27,511	49,051
Weighted average number of ordinary shares (thousand shares)	209,117	209,112	209,117	209,112

(Continued)

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	April to June 2025	April to June 2024	January to June 2025	January to June 2024
Effect of dilutive potential ordinary shares:				
Employee stock compensation (thousand shares)	60	80	149	147
Convertible corporate bonds (thousand shares) (Note)	-	57,137	-	57,137
Weighted average number of ordinary shares (diluted) (thousand shares)	209,177	266,329	209,266	266,396
Diluted earnings per share (NTD)	\$ 0.04	0.12	0.13	0.18

(Note) For the periods from April 1 to June 30, 2025, and January 1 to June 30, 2025, the Company's convertible bonds had an anti-dilutive effect on earnings per share and were therefore excluded from the calculation.

(XXI) Revenue from contracts with each customer

1. Details of revenue

	April to June 2025				
	Trading business department	Fashion life business department	Kidney dialysis business department	Other business department	Total
Main regional markets:					
Taiwan	\$ -	357,075	710,503	389,093	1,456,671
United States	276,902	-	-	-	276,902
Canada	108,411	-	-	-	108,411
Central and South America	62,161	-	-	-	62,161
Other countries	72,028	-	3,016	-	75,044
Total	\$ 519,502	357,075	713,519	389,093	1,979,189
Main product/service lines:					
Sales of goods	\$ 519,502	357,075	708,746	303,235	1,888,558
Rental income	-	-	2,091	54,784	56,875
Service income	-	-	2,682	31,074	33,756
Total	\$ 519,502	357,075	713,519	389,093	1,979,189

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April to June 2024

	Trading business department	Fashion life business department	Kidney dialysis business department	Other business department	Total
Main regional markets:					
Taiwan	\$ -	413,420	699,133	406,698	1,519,251
United States	445,310	-	-	-	445,310
Canada	112,421	-	-	-	112,421
Central and South America	118,324	-	-	-	118,324
Other countries	101,125	-	7,295	1,907	110,327
Total	\$ 777,180	413,420	706,428	408,605	2,305,633
Main product/service lines:					
Sales of goods	\$ 777,180	413,420	701,964	328,258	2,220,822
Rental income	-	-	1,516	49,404	50,920
Service income	-	-	2,948	30,943	33,891
Total	\$ 777,180	413,420	706,428	408,605	2,305,633

January to June 2025

	Trading business department	Fashion life business department	Kidney dialysis business department	Other business department	Total
Main regional markets:					
Taiwan	\$ -	748,966	1,423,112	738,984	2,911,062
United States	834,261	-	-	-	834,261
Canada	184,397	-	-	-	184,397
Central and South America	168,818	-	-	-	168,818
Other countries	173,383	-	9,533	1,738	184,654
Total	\$ 1,360,859	748,966	1,432,645	740,722	4,283,192
Main product/service lines:					
Sales of goods	\$ 1,360,859	748,966	1,422,835	571,349	4,104,009
Rental income	-	-	3,709	107,472	111,181
Service income	-	-	6,101	61,901	68,002
Total	\$ 1,360,859	748,966	1,432,645	740,722	4,283,192

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January to June 2024					
	Trading business department	Fashion life business department	Kidney dialysis business department	Other business department	Total
Main regional markets:					
Taiwan	\$ -	819,258	1,412,659	671,058	2,902,975
United States	845,320	-	-	-	845,320
Canada	184,251	-	-	-	184,251
Central and South America	231,199	-	-	-	231,199
Other countries	179,037	-	11,009	2,813	192,859
Total	<u>\$ 1,439,807</u>	<u>819,258</u>	<u>1,423,668</u>	<u>673,871</u>	<u>4,356,604</u>
Main product/service lines:					
Sales of goods	\$ 1,439,807	819,258	1,413,669	513,807	4,186,541
Rental income	-	-	3,262	97,462	100,724
Service income	-	-	6,737	62,602	69,339
Total	<u>\$ 1,439,807</u>	<u>819,258</u>	<u>1,423,668</u>	<u>673,871</u>	<u>4,356,604</u>

2. Contract balances

	2025.6.30	2024.12.31	2024.6.30
Contract assets - engineering	<u>\$ 15,394</u>	<u>-</u>	<u>-</u>
Contract liabilities-			
sale of goods	\$ 14,537	15,465	23,215
Contract liabilities- maintenance service	47,318	46,526	42,116
Contract liabilities - engineering	11,051	5,622	3,274
	<u>\$ 72,906</u>	<u>67,613</u>	<u>68,605</u>

For details on notes receivable, accounts receivable and lease payments receivable and allowance for impairment, please refer to Note 6(4).

The amount of revenue recognized for the periods from January 1 to June 30, 2025 and 2024 that was included in the beginning balance of the contract liability as of January 1, 2025 and 2024 were NTD14,262 thousand and NTD10,761 thousand, respectively.

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The major change in the balance of contract asset and contract liabilities is the difference between the time frame in the performance obligation to be satisfied and the payment to be received.

3. Transaction price allocated to the remaining performance obligations

On June 30, 2025, December 31 and June 30, 2024, the aggregate amount of the transaction price of extended warranty service allocated to the remaining performance obligation was NTD47,318 thousand, NTD46,526 thousand and NTD42,116 thousand, respectively. The Group will recognize this revenue over time as the service is provided, which is expected to be completed within 2 to 6 years.

(XXII) Remunerations to employees and directors

The Company, on June 11, 2025, resolved at the shareholders' meeting to amend the Articles of Incorporation. According to the amended Articles, the Company should contribute 3% of the profit as employee compensation (of which the remuneration for grassroots employees shall not be less than 1%) and less than 3% as directors' and supervisors' remuneration when there is profit for the year. However, if the Company has accumulated deficits, the profit should be reserved to offset the deficit. The recipients of shares and cash may include the employees of the Company's affiliated companies who meet certain conditions. The pre-amended Articles of Incorporation stipulated that the Company should contribute 3% of the profit as employee compensation and less than 3% as directors' and supervisors' remuneration when there is profit for the year. However, if the Company has accumulated deficits, the profit should be reserved to offset the deficit. The recipients of shares and cash may include the employees of the Company's affiliated companies who meet certain conditions.

The estimated amounts for employee remuneration and director remuneration of the company are as follows:

	<u>April to June 2025</u>	<u>April to June 2024</u>	<u>January to June 2025</u>	<u>January to June 2024</u>
Employee compensation	\$ 279	983	952	1,422
Directors remuneration	279	983	952	1,422
	<u>\$ 558</u>	<u>1,966</u>	<u>1,904</u>	<u>2,844</u>

The above mentioned remuneration were calculated by using the Company's pretax net profit for the period before deducting the amounts of the remuneration to employees and directors, multiplied by the distribution of ratio of the remuneration to

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employees' and directors' based on the Company's Articles of Incorporation, and expensed under operating expenses. If there would be any changes after the reporting date, the changes shall be accounted for as changes in accounting estimates and recognized as profit or loss in the following year.

For the fiscal years 2024 and 2023, the Company's employee compensation provisions amounted to NTD3,824 thousand and NTD3,980 thousand, respectively. The directors' compensation provisions were also NTD3,824 thousand and NTD3,980 thousand, respectively. These amounts are consistent with the resolutions approved by the Board of Directors. Relevant information can be found on the Market Observation Post System.

(XXIII) Non-operating income and expenses

1. Other income

The details of other income for the Group were as follows:

	<u>April to June 2025</u>	<u>April to June 2024</u>	<u>January to June 2025</u>	<u>January to June 2024</u>
Rental income	\$ 8,142	7,718	16,304	14,473
Dividend income	4,248	4,913	5,916	4,913
Other	5,355	12,116	12,426	19,823
Total other income	<u>\$ 17,745</u>	<u>24,747</u>	<u>34,646</u>	<u>39,209</u>

2. Interest income

The details of interest income for the Group were as follows:

	<u>April to June 2025</u>	<u>April to June 2024</u>	<u>January to June 2025</u>	<u>January to June 2024</u>
Interest income from bank deposits	\$ 2,456	1,966	3,673	2,731
Interest income from receivables on finance leases	1,395	1,599	2,722	3,122
Other interest income	31	12	111	45
Total interest income	<u>\$ 3,882</u>	<u>3,577</u>	<u>6,506</u>	<u>5,898</u>

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3. Other gains and losses

The details of other gains and losses for the Group were as follows:

	<u>April to June 2025</u>	<u>April to June 2024</u>	<u>January to June 2025</u>	<u>January to June 2024</u>
Gain or loss on disposal of property, plant and equipment	\$ (5,139)	(4,435)	(3,072)	(4,620)
Low-cost purchasing benefits	-	4,580	-	4,580
Foreign exchange gain/loss	6,726	9,588	(436)	16,769
Gains (losses) on financial assets and liabilities at fair value through profit or loss	18,604	2,488	32,958	8,024
Others	2,270	(3,995)	962	(4,474)
Other gains and losses, net	<u>\$ 22,461</u>	<u>8,226</u>	<u>30,412</u>	<u>20,279</u>

4. Financial costs

The details of finance costs for the Group were as follows:

	<u>April to June 2025</u>	<u>April to June 2024</u>	<u>January to June 2025</u>	<u>January to June 2024</u>
Interest expense - bank loan	\$ (13,501)	(15,823)	(28,730)	(26,237)
Interest expense - lease liabilities	(3,892)	(3,750)	(7,967)	(6,139)
Interest expense - bonds payable	(8,668)	(8,358)	(17,258)	(16,642)
Less: interest capitalized	925	534	1,850	534
Net financial costs	<u>\$ (25,136)</u>	<u>(27,397)</u>	<u>(52,105)</u>	<u>(48,484)</u>

(XXIV) Financial instruments

Apart from the following, there have been no significant changes in the fair value of the Group's financial instruments and its exposure to credit risk, liquidity risk, and market risk. For other related information, please refer to Note 6 (26) of the consolidated financial statements for 2024.

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1. Credit risk

(1) Credit risk exposure

The carrying amount of financial assets represents the maximum amount exposed to credit risk.

(2) Concentration of credit risk

The Group did not have any concentration of credit risk as of the reporting date.

(3) Credit risk of accounts receivable

Please refer to Note 6 (4) for information on credit risk exposure and impairment provision for accounts receivable.

2. Liquidity risk

The table below shows the maturity dates of financial liabilities, excluding estimated interest.

	<u>Book amount</u>	<u>Contractual cash flows</u>	<u>Within 1 year</u>	<u>1-2 years</u>	<u>2-5 years</u>	<u>More than 5 years</u>
June 30, 2025						
Non-derivative financial liabilities						
Short-term loans	\$ 1,831,447	1,831,447	1,831,447	-	-	-
Long-term loans (including those maturing within one year)	825,897	825,897	35,918	42,815	288,550	458,614
Lease liabilities	758,406	758,406	137,150	111,750	259,260	250,246
Notes payable	14,071	14,071	14,071	-	-	-
Accounts payable	762,609	762,609	762,609	-	-	-
Other payables (including related parties)	283,472	283,472	283,472	-	-	-
Deposit (recorded as other current liabilities and deposit)	5,545	5,545	3,154	2,340	51	-
Bonds payable	956,044	956,044	956,044	-	-	-
Dividends payable	374,777	374,777	374,777	-	-	-
Derivative financial liabilities						
Convertible corporate bonds embedded with derivative instruments	16,078	16,078	16,078	-	-	-
Forward exchange contracts	1,234	1,234	1,234	-	-	-
	<u>\$ 5,829,580</u>	<u>5,829,580</u>	<u>4,415,954</u>	<u>156,905</u>	<u>547,861</u>	<u>708,860</u>

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	Book amount	Contractual cash flows	Within 1 year	1-2 years	2-5 years	More than 5 years
December 31, 2024						
Non-derivative financial liabilities						
Short-term loans	\$ 1,340,554	1,340,554	1,340,554	-	-	-
Long-term loans (including those maturing within one year)	1,273,963	1,273,963	24,775	556,972	272,414	419,802
Lease liabilities	803,158	803,158	145,506	114,001	277,389	266,262
Notes payable	6,730	6,730	6,730	-	-	-
Accounts payable	1,006,961	1,006,961	1,006,961	-	-	-
Other payables (including related parties)	388,176	388,176	388,176	-	-	-
Deposit (recorded as other current liabilities and deposit)	5,637	5,637	3,381	2,095	161	-
Bonds payable	938,786	938,786	938,786	-	-	-
Derivative financial liabilities						
Convertible corporate bonds embedded with derivative instruments	11,239	11,239	11,239	-	-	-
	<u>\$ 5,775,204</u>	<u>5,775,204</u>	<u>3,866,108</u>	<u>673,068</u>	<u>549,964</u>	<u>686,064</u>
June 30, 2024						
Non-derivative financial liabilities						
Short-term loans	\$ 1,880,532	1,880,532	1,880,532	-	-	-
Long-term loans	518,000	518,000	-	22,286	84,142	411,572
Lease liabilities	793,787	793,787	139,264	112,882	268,369	273,272
Notes payable	7,651	7,651	7,651	-	-	-
Accounts payable	863,858	863,858	863,858	-	-	-
Other payables (including related parties)	383,179	383,179	383,179	-	-	-
Deposit (recorded as other current liabilities and deposit)	5,637	5,637	321	3,072	2,244	-
Bonds payable	921,839	921,839	-	-	921,839	-
Dividends payable	374,770	374,770	374,770	-	-	-
Derivative financial liabilities						
Convertible corporate bonds embedded with derivative instruments	6,499	6,499	6,499	-	-	-
	<u>\$ 5,755,752</u>	<u>5,755,752</u>	<u>3,656,074</u>	<u>138,240</u>	<u>1,276,594</u>	<u>684,844</u>

The Group does not anticipate a significant early occurrence of the cash flow at the maturity date analysis, or a significant difference in the actual amount.

3. Market risk

(1) Currency risk

The financial assets and liabilities of the Group exposed to significant foreign exchange rate risk are as follows:

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	2025.6.30			2024.12.31			2024.6.30		
	Foreign currency	Exchange rate	New	Foreign currency	Exchange rate	New	Foreign currency	Exchange rate	New
			Taiwan Dollar			Taiwan Dollar			Taiwan Dollar
Financial assets									
Monetary items									
US dollars	\$ 18,537	29.250	542,197	22,862	32.735	748,382	19,775	32.400	640,719
Japanese yen	40,943	0.201	8,230	171,959	0.208	35,750	224,377	0.200	44,808
Renminbi	222	4.066	903	278	4.453	1,240	262	4.420	1,159
Financial liabilities									
Monetary items									
US dollars	7,019	29.250	205,303	11,078	32.735	362,643	12,211	32.400	395,631
Japanese yen	639,692	0.201	128,578	652,696	0.208	135,696	624,122	0.200	124,637
Renminbi	1,570	4.066	6,384	2,397	4.453	10,674	3,548	4.420	15,682

(2) Sensitivity analysis

The Group's exposure to foreign currency risk arises from the translation of the foreign currency exchange gains and losses on cash and cash equivalents, accounts receivable, loans, accounts payable and other payable that are denominated in foreign currency. Ceteris paribus, a weakening (strengthening) of 1% of the NTD against foreign currency for the periods from January 1 and June 31, 2025 and 2024 would have increased (decreased) the profit before tax NTD2,111 thousand and NTD1,507 thousand, respectively. The analysis is performed on the same basis for both years.

Due to the diverse functional currencies of the consolidated companies, the information on gains and losses from currency translation is disclosed through consolidation. The foreign exchange gains (losses) for the periods from April 1 to June 30, 2025 and 2024 and from January 1 to June 30, 2025 and 2024 (including realized and unrealized), were NTD6,728 thousand, NTD9,588 thousand, NTD(436) thousand and NTD16,769 thousand, respectively.

4. Interest rate analysis

The interest rate risk of the financial assets and financial liabilities of the Group is explained in the liquidity risk management in this note.

The following sensitivity analysis is based on the exposure to the interest rate risk of derivative and non-derivative financial instruments on the reporting date.

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Regarding liabilities with variable interest rates, the analysis is based on the assumption that the amount of liabilities outstanding at the reporting date was outstanding throughout the year. The rate of change is expressed as the interest rate increases or decreases by 1% when reporting to management internally, which also represents the Group management's assessment of the reasonably possible interest rate change.

Ceteris paribus, if the interest rate had increased/decreased by 1%, the Group's profit before tax would have decreased/increased by NTD13,287 thousand and NTD11,993 thousand, respectively from January 1 to June 30, 2025 and 2024. This is mainly due to the changes of Group's borrowing at variable rates.

5. Other market price risks

If the reported securities prices change (the two periods of analysis use the same basis and assume other factors remain unchanged), the impact on the comprehensive income items is as follows:

Prices of securities at the reporting date	January to June 2025		January to June 2024	
	Other comprehensive income before tax	Profit (loss) before tax	Other comprehensive income before tax	Profit (loss) before tax
Increasing 1%	\$ 9,182	2,811	13,242	532
Decreasing 1%	\$ (9,182)	(2,811)	(13,242)	(532)

6. Fair value of financial instruments

(1) Fair value hierarchy

The fair value of financial assets and liabilities at fair value through profit or loss, and financial assets at fair value through other comprehensive income is measured on a recurring basis. The carrying amount and fair value of the Group's financial assets and liabilities, including the information on fair value hierarchy were as follows; however, except as described in the following paragraphs, for financial instruments not measured at fair value whose carrying amount is reasonably close to the fair value, and lease liabilities, disclosure of fair value information is not required:

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	2025.6.30				
	Book amount	Fair value			Total
		Level 1	Level 2	Level 3	
Financial assets at fair value through profit or loss - current					
Beneficiary certification - fund	\$ 16,976	16,976	-	-	16,976
Domestic unlisted shares	<u>200,935</u>	-	-	<u>200,935</u>	<u>200,935</u>
Subtotal	<u>217,911</u>	<u>16,976</u>	<u>-</u>	<u>200,935</u>	<u>217,911</u>
Financial assets at fair value through profit or loss - non-current					
Private equity fund	\$ 63,168	-	-	63,168	63,168
Financial assets at fair value through other comprehensive income - current					
Domestic listed shares	\$ 101,180	<u>101,180</u>	-	-	<u>101,180</u>
Financial assets at fair value through other comprehensive income - non-current					
Domestic listed shares	542,345	<u>542,345</u>	-	-	542,345
Domestic and foreign unlisted shares	<u>274,669</u>	-	-	<u>274,669</u>	<u>274,669</u>
Subtotal	<u>817,014</u>	<u>542,345</u>	<u>-</u>	<u>274,669</u>	<u>817,014</u>
Financial assets measured at amortized cost					
Cash and cash equivalents	898,003	-	-	-	-
Fixed deposit	2,400	-	-	-	-
Receivables	1,905,127	-	-	-	-
Other current financial assets	140,070	-	-	-	-
Guarantee deposits paid	99,889	-	-	-	-
Other non-current assets - restricted deposits	<u>135,499</u>	-	-	-	-
Subtotal	<u>3,180,988</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total	<u>\$ 4,380,261</u>	<u>660,501</u>	<u>-</u>	<u>538,772</u>	<u>1,199,273</u>
Financial liabilities measured at fair value through profit or loss					
Convertible corporate bonds embedded with derivative instruments	\$ 16,078	-	16,078	-	16,078
Forward exchange contracts	<u>1,234</u>	-	<u>1,234</u>	-	<u>1,234</u>
Subtotal	<u>17,312</u>	<u>-</u>	<u>17,312</u>	<u>-</u>	<u>17,312</u>
Financial liabilities measured at amortized cost					
Short-term loans	1,831,447	-	-	-	-
Long-term loans (including those maturing within one year)	825,897	-	-	-	-
Lease liabilities	758,406	-	-	-	-
Payables	1,434,929	-	-	-	-
Bonds payable	956,044	-	-	-	-
Deposit (recorded as other current liabilities and deposit)	<u>5,545</u>	-	-	-	-
Subtotal	<u>5,812,268</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total	<u>\$ 5,829,580</u>	<u>-</u>	<u>17,312</u>	<u>-</u>	<u>17,312</u>

Consolidated Financial Report Notes (Continued) of Collins Co., Ltd. and its Subsidiaries

	2024.12.31				
	Book amount	Fair value			Total
		Level 1	Level 2	Level 3	
Financial assets at fair value through profit or loss					
Beneficiary certification - fund	\$ 22,031	22,031	-	-	22,031
Domestic unlisted shares	165,338	-	-	165,338	165,338
Forward exchange contracts	530	-	530	-	530
Subtotal	187,899	22,031	530	165,338	187,899
Financial assets at fair value through other comprehensive income - current					
Domestic listed shares	113,153	113,153	-	-	113,153
Financial assets at fair value through other comprehensive income - non-current					
Domestic listed shares	583,986	583,986	-	-	583,986
Domestic and foreign unlisted shares	275,706	-	-	275,706	275,706
Subtotal	859,692	583,986	-	275,706	859,692
Financial assets measured at amortized cost					
Cash and cash equivalents	\$ 796,031	-	-	-	-
Fixed deposit	2,400	-	-	-	-
Receivables	2,163,590	-	-	-	-
Other current financial assets	134,917	-	-	-	-
Guarantee deposits paid	105,152	-	-	-	-
Other non-current assets - restricted deposits	7,710	-	-	-	-
Subtotal	3,209,800	-	-	-	-
Total	<u>\$ 4,370,544</u>	<u>719,170</u>	<u>530</u>	<u>441,044</u>	<u>1,160,744</u>
Financial liabilities measured at fair value through profit or loss					
Convertible corporate bonds embedded with derivative instruments	\$ 11,239	-	11,239	-	11,239
Financial liabilities measured at amortized cost					
Short-term loans	1,340,554	-	-	-	-
Long-term loans (including those maturing within one year)	1,273,963	-	-	-	-
Lease liabilities	803,158	-	-	-	-
Payables	1,401,867	-	-	-	-
Bonds payable	938,786	-	-	-	-
Deposit (recorded as other current liabilities and deposit)	5,637	-	-	-	-
Subtotal	5,763,965	-	-	-	-
Total	<u>\$ 5,775,204</u>	<u>-</u>	<u>11,239</u>	<u>-</u>	<u>11,239</u>

Consolidated Financial Report Notes (Continued) of Collins Co., Ltd. and its Subsidiaries

	2024.6.30				
	Book amount	Fair value			Total
	Level 1	Level 2	Level 3	Total	
Financial assets at fair value through profit or loss					
Beneficiary certification - fund	\$ 53,167	53,167	-	-	53,167
Financial assets at fair value through other comprehensive income - current					
Domestic listed shares	183,599	183,599	-	-	183,599
Financial assets at fair value through other comprehensive income - non-current					
Domestic listed shares	667,615	667,615	-	-	667,615
Domestic and foreign unlisted shares	472,962	-	-	472,962	472,962
Subtotal	1,140,577	667,615	-	472,962	1,140,577
Financial assets measured at amortized cost					
Cash and cash equivalents	747,887	-	-	-	-
Fixed deposit	200	-	-	-	-
Receivables	2,261,243	-	-	-	-
Other current financial assets	92,691	-	-	-	-
Guarantee deposits paid	99,046	-	-	-	-
Other non-current assets - restricted deposits	493	-	-	-	-
Subtotal	3,201,560	-	-	-	-
Total	<u>\$ 4,578,903</u>	<u>904,381</u>	<u>-</u>	<u>472,962</u>	<u>1,377,343</u>
Financial liabilities measured at fair value through profit or loss- non-current					
Convertible corporate bonds embedded with derivative instruments	\$ 6,499	-	6,499	-	6,499
Financial liabilities measured at amortized cost					
Short-term loans	1,880,532	-	-	-	-
Long-term loans	518,000	-	-	-	-
Lease liabilities	793,787	-	-	-	-
Payables	1,629,458	-	-	-	-
Bonds payable	921,839	-	-	-	-
Deposit (recorded as other current liabilities and deposit)	5,637	-	-	-	-
Subtotal	5,749,253	-	-	-	-
Total	<u>\$ 5,755,752</u>	<u>-</u>	<u>6,499</u>	<u>-</u>	<u>6,499</u>

Consolidated Financial Report Notes (Continued) of Collins Co., Ltd. and its Subsidiaries

(2) Fair value measurement techniques for financial instruments

When financial instruments have active market quotations, the fair value is determined based on the active market quotations. The main basis for the fair value of listed (OTC) equity instruments and debt instruments with active market quotations is the market price announced by the exchange and the Central Government Securities OTC Trading Center, as determined.

If timely and regular public quotations of financial instruments can be obtained from exchanges, brokers, underwriters, industry associations, pricing service organizations, or regulatory authorities, and if those prices represent actual and frequent transactions by fair market participants, then the financial instrument has an active market with public quotations. If the above conditions are not met, then the market is considered inactive. Generally speaking, large bid-ask spreads, significant increases in bid-ask spreads, or low trading volumes are indicators of an inactive market.

If the financial instruments held by the Group are actively traded in the market, their fair values are presented below by category and nature:

The listed stocks and beneficial certificates are financial assets traded in active markets, and their fair values are determined based on market quotations.

In addition to the aforementioned actively traded financial instruments, the fair value of other financial instruments is determined using valuation techniques or reference to quoted prices from market participants. The fair value obtained through valuation techniques can be referenced to the fair value of other similar financial instruments with substantially the same terms and characteristics, discounted cash flow analysis, or other valuation techniques, including the use of models that incorporate market information available on the balance sheet date, such as the Taiwan Stock Exchange reference dividend yield curve and the average quoted interest rate for commercial paper from Reuters.

(3) Transfer between Level 1 and Level 2

The fair value hierarchy for financial instruments of the Group did not experience any transfers during the period from January 1 to June 30, 2025 and 2024.

Consolidated Financial Report Notes (Continued) of Collins Co., Ltd. and its Subsidiaries

(4) Statement of changes in Level 3

	Measured at fair value through profit or loss	Measured at fair value through other comprehensive income	
	Non-derivative financial assets mandatorily measured at fair value through profit or loss	Non-publicly quoted equity instruments	Total
January 1, 2025	\$ 165,338	275,706	441,044
Net profit or loss:			
Recognized in profit and loss	35,597	-	35,597
Recognized in other comprehensive income	-	(21,611)	(21,611)
Reduction of capital and return of share capital	-	(746)	(746)
Addition	63,168	21,320	84,488
June 30, 2025	\$ 264,103	274,669	538,772

	Measured at fair value through other comprehensive income
	Non-publicly quoted equity instruments
January 1, 2024	\$ 326,087
Net profit or loss:	
Recognized in other comprehensive income	47,634
Transferred from Level 3	(122,507)
Addition	223,451
Disposals	(1,703)
June 30, 2024	\$ 472,962

The above total profit or loss is reported under "Other gains and losses" and "Unrealized gains (losses) on financial assets measured at fair value through other comprehensive income". The assets still held as of June 30, 2025, and June 30, 2024 are as follows:

Consolidated Financial Report Notes (Continued) of Collins Co., Ltd. and its Subsidiaries

	April to June 2025	April to June 2024	January to June 2025	January to June 2024
Net profit or loss:				
Recognized in profit and loss	\$ 17,590	-	35,597	-
Recognized in other comprehensive income	\$ (33,271)	41,133	(21,611)	47,619

(5) Quantified information on significant unobservable inputs (Level 3) used in fair value measurement

The fair value measurements of the Group classified as Level 3 are financial assets measured at fair value through profit or loss – debt instrument investments, and financial assets measured at fair value through other comprehensive income – equity instrument investments.

Most of the fair value measurements categorized within Level 3 use the single and significant unobservable input. Equity investments without an active market contain multiple significant unobservable inputs. The significant unobservable input of the equity investments is independent from each other, as a result, there is no relevance between them.

Quantified information of significant unobservable inputs was as follows:

Item	Valuation technique	Significant unobservable inputs	Inter-relationship between significant unobservable inputs and fair value measurement
Financial assets at fair value through profit or loss - equity investments in inactive markets	Comparable listed companies approach	<ul style="list-style-type: none"> • Price-to-sales ratio multiples (16.86 as of June 30, 2025, and 15.96 as of December 31, 2024) • Market liquidity discount rate (as of June 30, 2025, December 31, 2024, all at 20%) 	<ul style="list-style-type: none"> • The higher the ratio, the higher the fair value • The higher the discount for lack of market liquidity, the lower the fair value

(Continued)

Consolidated Financial Report Notes (Continued) of Collins Co., Ltd. and its Subsidiaries

<u>Item</u>	<u>Valuation technique</u>	<u>Significant unobservable inputs</u>	<u>Inter-relationship between significant unobservable inputs and fair value measurement</u>
Current financial assets at fair value through other comprehensive income-equity investments in non-active markets	Comparable listed companies approach	<ul style="list-style-type: none"> • Price-to-book ratio multiples (ranging from 1.56 to 5.16 as of June 30, 2025; 1.55 to 4.68 as of December 31, 2024; and 1.5 to 22.02 as of June 30, 2024) • Price-to-sales ratio multiples (3.77 as of June 30, 2025) • Market liquidity discount rate (10% to 20% as of June 30, 2025 and December 31, 2024, and 10% to 30% as of June 30, 2024) 	<ul style="list-style-type: none"> • The higher the ratio, the higher the fair value • The higher the discount for lack of market liquidity, the lower the fair value

(6) Fair value measurement in Level 3 – sensitivity analysis of reasonably possible alternative assumptions

The Group's measurement on the fair value of financial instruments is deemed reasonable despite different valuation models or assumptions may lead to different results. For fair value measurements in Level 3, changing one or more of the assumptions would have the following effects on profit or loss and other comprehensive income:

<u>Inputs</u>	<u>Increase or decrease</u>	<u>Fair value changes reflected in current profit or loss</u>		<u>Fair value changes reflected in other comprehensive income</u>		
		<u>Favorable</u>	<u>Unfavorable</u>	<u>Favorable</u>	<u>Unfavorable</u>	
June 30, 2025						
Financial assets at fair value through profit or loss	Price-to-sales ratio multiple	10%	26,410	(26,410)	-	-
Financial assets at fair value through other comprehensive income	Price-book ratio	10%	-	-	27,467	(27,467)

Consolidated Financial Report Notes (Continued) of Collins Co., Ltd. and its Subsidiaries

	Inputs	Increase or decrease	Fair value changes reflected in current profit or loss		Fair value changes reflected in other comprehensive income	
			Favorable	Unfavorable	Favorable	Unfavorable
December 31, 2024						
Financial assets at fair value through profit or loss	Price-to-sales ratio multiple	10%	16,534	(16,534)	-	-
Financial assets at fair value through other comprehensive income	Price-book ratio	10%	-	-	27,571	(27,571)
June 30, 2024						
Financial assets at fair value through other comprehensive income	Price-book ratio	10%	-	-	47,296	(47,296)

The favorable and unfavorable effects represent the changes in fair value, and fair value is based on a variety of unobservable inputs calculated using a valuation technique. The analysis above only reflects the effects of changes in a single input, and it does not include the inter-relationships with another input.

(XXV) Financial risk management

There have been no significant changes in the financial risk management objectives and policies of the Group as disclosed in Note 6 (27) of the consolidated financial report for the year 2024.

(XXVI) Capital management

The Group's capital management objectives, policies, and procedures of consolidated financial report are consistently disclosed to the consolidated financial report for the year 2024. Please refer to Note 6 (28) of the consolidated financial report for the year 2024 for further information.

Consolidated Financial Report Notes (Continued) of Collins Co., Ltd. and its Subsidiaries

(XXVII) Investing and financing activities not affecting current cash flow

Reconciliations of liabilities arising from financing activities were as follows:

	<u>Non-cash changes</u>					<u>2025.6.30</u>
	<u>2025.1.1</u>	<u>Cash flows</u>	<u>New lease</u>	<u>Acquisition through business combinations</u>	<u>Other</u>	
Short-term loans	\$ 1,340,554	572,472	-	-	(81,579)	1,831,447
Long-term loans (including those maturing within one year)	1,273,963	(526,816)	-	-	78,750	825,897
Lease liabilities	803,158	(81,350)	90,463	-	(53,865)	758,406
Bonds payable	938,786	-	-	-	17,258	956,044
Guarantee deposits received	5,637	(92)	-	-	-	5,545
Total liabilities from financing activities	<u>\$ 4,362,098</u>	<u>(35,786)</u>	<u>90,463</u>	<u>-</u>	<u>(39,436)</u>	<u>4,377,339</u>

	<u>Non-cash changes</u>					<u>2024.6.30</u>
	<u>2024.1.1</u>	<u>Cash flows</u>	<u>New lease</u>	<u>Acquisition through business combinations</u>	<u>Other</u>	
Short-term loans	\$ 1,179,965	683,022	-	15,356	2,189	1,880,532
Long-term loans	530,357	(12,651)	-	-	294	518,000
Lease liabilities	669,472	(76,964)	214,407	-	(13,128)	793,787
Bonds payable	905,288	-	-	-	16,551	921,839
Guarantee deposits received	4,555	1,082	-	-	-	5,637
Total liabilities from financing activities	<u>\$ 3,289,637</u>	<u>594,489</u>	<u>214,407</u>	<u>15,356</u>	<u>5,906</u>	<u>4,119,795</u>

VII. Related Party Transactions

(I) Name and relationship with related parties

The followings are entities that have had transactions with related party during the periods covered in the consolidated financial statements:

Consolidated Financial Report Notes (Continued) of Collins Co., Ltd. and its Subsidiaries

<u>Name of Related Party</u>	<u>Relationship with the Group</u>
Mundus Smart Energy Co. Ltd.	Other related parties
Feng Chih Electric Energy Co. Ltd.	Other related parties
J&V Energy Technology Co., Ltd.	Other related parties
Recharge Power Co., Ltd.	Other related parties
YUAN TI COSTUME CO., LTD.	Other related parties
KJ LIFESTYLE LIMITED	Other related parties
LCL Capital Inc.	Juristic person shareholder
Chih Pin Industrial Co., Ltd.	Juristic person shareholder
Witty Mate Corporation	Juristic person shareholder
Jing Shing Investment Co., Ltd.	Juristic person shareholder

Note 1: The relationship and related-party transactions of HIC Group, please refer to the note 7 of HIC Group's consolidated financial statements (stock code:1788)

(II) Significant transactions with related parties

1. Operating revenue

The amounts of significant sales and outstanding balance between the Group and related parties were as follows:

	<u>Sales</u>				<u>Receivables from related parties (recorded as net accounts receivable)</u>		
	<u>April to June 2025</u>	<u>April to June 2024</u>	<u>January to June 2025</u>	<u>January to June 2024</u>	<u>2025.6.30</u>	<u>2024.12.31</u>	<u>2024.6.30</u>
Other related parties	\$ 3,848	1,146	6,042	1,146	7,589	4,580	1,073

The selling price and payment terms of sales with related parties were not significantly different from those with third-party customers.

2. Purchases

The amounts of purchases from related parties and the outstanding balances of the Group are as follows:

	<u>Purchases</u>				<u>Accounts payable to related parties (recorded as notes payable)</u>		
	<u>April to June 2025</u>	<u>April to June 2024</u>	<u>January to June 2025</u>	<u>January to June 2024</u>	<u>2025.6.30</u>	<u>2024.12.31</u>	<u>2024.6.30</u>
Other related parties	\$ 858	-	5,386	-	2,377	-	-

The purchase prices from the aforementioned related parties were not significantly different from those paid to third-party suppliers by the Group. In addition, the payment terms were not materially different from those offered to general suppliers.

Consolidated Financial Report Notes (Continued) of Collins Co., Ltd. and its Subsidiaries

3. Operating expenses

The amount of the Group's management service, postage and communication fees and rental fees (classified under operating expenses) charged by the related parties were as follows:

	Transaction amount				Other payables to related parties (recorded as other payables)		
	April to June 2025	April to June 2024	January to June 2025	January to June 2024	2025.6.30	2024.12.31	2024.6.30
	Other related parties	\$ 1,248	2	2,447	6	402	4,988

4. Other income

The commissions, services, and other income (recorded under "Other income") collected by the Group from related parties and the outstanding balances are as follows:

	Transaction amount				Other receivables to related parties (recorded as other financial assets)		
	April to June 2025	April to June 2024	January to June 2025	January to June 2024	2025.6.30	2024.12.31	2024.6.30
	Other related parties	\$ 18	-	36	-	-	-

5. Property transactions

(1) Acquisition of property, plant and equipment

The total acquisition amounts paid by the Group to related parties for property, plant, and equipment are summarized as follows:

	April to June 2025	April to June 2024	January to June 2025	January to June 2024
Other related parties	\$ -	-	-	8,418

In February 2024, the Group purchased a solar panel project from J&V Energy Technology Co., Ltd. for a total amount of NTD8,418 thousand. The Group has fully paid this amount and has reclassified it as property, plant, and equipment.

6. Prepayments to related parties

The details of prepayments made by the Group to related parties are as follows:

Account item	Category of related party	2025.6.30	2024.12.31	2024.6.30
Prepayment	Other related parties	\$ 7,489	-	-

Consolidated Financial Report Notes (Continued) of Collins Co., Ltd. and its Subsidiaries

7. Dividends payable

The outstanding balance of dividends payable to juristic person shareholders by the Group (recorded as "dividends payable") is as follows:

	<u>2025.6.30</u>	<u>2024.12.31</u>	<u>2024.6.30</u>
LCL CAPITAL INC.	\$ 24,992	-	24,992
Chih Pin Industrial Co., Ltd.	6,209	-	5,684
Witty Mate Corporation	13,467	-	12,900
Jing Shing Investment Co., Ltd.	6,341	-	6,340
	<u>\$ 51,009</u>	<u>-</u>	<u>49,916</u>

8. From January 1, 2024, to June 30, 2024, the Group leased office space for business use from KJ LIFESTYLE LIMITED. Interest expenses recognized for the period from January 1, 2024, to June 30, 2024, amounted to NTD3 thousand. The lease liability balances as of December 31, 2024, and June 30, 2024, were NTD0 thousand and NTD124 thousand, respectively. There were no such transactions during the period from January 1, 2025 to June 30, 2025.

(III) Key management personnel compensation

	<u>April to June 2025</u>	<u>April to June 2024</u>	<u>January to June 2025</u>	<u>January to June 2024</u>
Short-term employee benefits	<u>\$ 23,462</u>	<u>19,123</u>	<u>54,247</u>	<u>50,398</u>

VIII. Pledged Assets

<u>Asset name</u>	<u>Collateral pledged</u>	<u>2025.6.30</u>	<u>2024.12.31</u>	<u>2024.6.30</u>
Accounts receivable	Short-term loans	\$ 138,073	215,731	277,168
Inventory	Short-term loans	164,695	321,429	274,336
Other current financial assets	Performance guarantee	107,242	108,102	57,261
Property, plant and equipment	Long-term and short-term loans	893,116	1,035,359	823,588
Other non-current assets - restricted deposits	Long-term and short-term loans	135,499	7,710	493
		<u>\$ 1,438,625</u>	<u>1,688,331</u>	<u>1,432,846</u>

Note 1: As of June 30, 2025, the other non-current assets - restricted deposits mainly consist of a dedicated trust account for construction funds related to the Formosa Plastics Building urban renewal project.

On June 30, 2025, December 31 and June 30, 2024, the Group has opened forward letters of credit in the amounts of NTD416,375 thousand, NTD549,214 thousand, and NTD436,837 thousand, respectively. These letters of credit are secured by bank collection bills, with

Consolidated Financial Report Notes (Continued) of Collins Co., Ltd. and its Subsidiaries

amounts of NTD188,369 thousand, NTD179,682 thousand, and NTD187,438 thousand, representing 10% of the total amounts.

IX. Commitments and Contingencies

(I) Outstanding standby letter of credit

	<u>2025.6.30</u>	<u>2024.12.31</u>	<u>2024.6.30</u>
Outstanding standby letter of credit	\$ <u>360,143</u>	<u>416,207</u>	<u>352,832</u>

(II) The Group provided a guarantee for notes as follows:

	<u>2025.6.30</u>	<u>2024.12.31</u>	<u>2024.6.30</u>
Setting up counters and purchasing goods	\$ 6,626	9,626	10,266
Bank loan	<u>535,050</u>	<u>566,415</u>	<u>563,400</u>
	<u>\$ 541,676</u>	<u>576,041</u>	<u>573,666</u>

(III) Unrecognized contractual commitments

	<u>2025.6.30</u>	<u>2024.12.31</u>	<u>2024.6.30</u>
Acquisition of property, plant and equipment	\$ <u>894,672</u>	<u>881,538</u>	<u>401,207</u>

X. Losses Due to Major Disasters: None.

XI. Subsequent Events: None.

XII. Other

(I) The functions of employee benefits, depreciation, amortization, and allocation of expenses are summarized as follows:

By Function	April to June 2025			April to June 2024		
	Belonging to operating costs	Belonging to operating expenses	Total	Belonging to operating costs	Belonging to operating expenses	Total
Nature						
Employee benefits						
Salary	19,622	216,138	235,760	18,598	226,086	244,684
Labor and health insurance	1,648	16,871	18,519	1,401	15,360	16,761
Pension	929	9,818	10,747	801	9,030	9,831
Remuneration of directors	-	5,303	5,303	-	6,629	6,629
Other employee benefits	656	7,721	8,377	543	6,811	7,354
Depreciation expenses	43,438	53,898	97,336	38,922	51,956	90,878
Amortization expenses	-	32,002	32,002	-	27,657	27,657

Consolidated Financial Report Notes (Continued) of Collins Co., Ltd. and its Subsidiaries

By Function	January to June 2025			January to June 2024		
	Belonging to operating costs	Belonging to operating expenses	Total	Belonging to operating costs	Belonging to operating expenses	Total
Employee benefits						
Salary	38,705	447,927	486,632	35,345	440,544	475,889
Labor and health insurance	3,473	36,112	39,585	2,980	32,231	35,211
Pension	1,814	19,474	21,288	1,576	17,855	19,431
Remuneration of directors	-	11,086	11,086	-	12,236	12,236
Other employee benefits	1,311	15,708	17,019	973	13,085	14,058
Depreciation expenses	86,893	108,362	195,255	72,625	101,998	174,623
Amortization expenses	-	63,621	63,621	-	54,928	54,928

(II) Seasonality of operations:

The operation of the Group is not affected by seasonal or cyclical factors.

XIII. Other Disclosure

(I) Information on Significant Transactions

From January 1 to June 30, 2025, the following is the information on significant transactions that should be disclosed in accordance with the provisions of the compilation guidelines of the “Regulations Governing the Preparation of Financial Reports by Securities Issuers” for the Group:

1. Loans to other parties:

Number	Company lending funds	Lending object	Accounting items	Is it a related party?	Highest amount in this period (Note 6)	Ending balance (Note 6)	Actual disbursement amount	Interest rate collar	Nature of lending	Total amount of trading	Reasons for the need for short-term funding	Amount of provision for impairment losses	Collateral		Individual object funding loan limits	Total loan limit
													Name	Value		
0	The Company	COLLTEX HK	Other current financial assets	Yes	33,155	29,250	-	5.00%	(Note 1)	-	(Note 2)	-	-	-	324,860 (Note 3)	1,299,442 (Note 5)
0	"	Yuguang Energy	Other current financial assets	Yes	35,000	35,000	23,000	3.00%	(Note 1)	-	(Note 2)	-	-	-	324,860 (Note 3)	1,299,442 (Note 5)
0	"	Collins Energy Solutions	Other current financial assets	Yes	315,000	315,000	-	3.00%	(Note 1)	-	(Note 2)	-	-	-	324,860 (Note 3)	1,299,442 (Note 5)
1	Collins Energy Solutions	Pudeng Solar	Other current financial assets	Yes	45,000	30,000	390	3.00%	(Note 1)	-	(Note 2)	-	-	-	127,194 (Note 4)	127,194 (Note 5)
1	"	De Rui Technology	Other current financial assets	Yes	3,000	3,000	-	3.00%	(Note 1)	-	(Note 2)	-	-	-	127,194 (Note 4)	127,194 (Note 5)
1	"	Tuosen Energy	Other current financial assets	Yes	30,000	30,000	15,000	2.50%	(Note 1)	-	(Note 2)	-	-	-	127,194 (Note 4)	127,194 (Note 5)
1	"	Collins Energy K.K.	Other current financial assets	Yes	20,000	20,000	-	2.00%	(Note 1)	-	(Note 2)	-	-	-	127,194 (Note 4)	127,194 (Note 5)

Note 1: Short-term financing.

Note 2: Operating working capital.

Consolidated Financial Report Notes (Continued) of Collins Co., Ltd. and its Subsidiaries

- Note 3: Where funds are loaned for reasons of business dealings, the ceiling of the loan is commensurate to the total amount of trading between the two companies. If short-term financing is needed, individual financing shall not exceed 10% of the lender's shareholders' equity. (Applicable to the Company and HI CLEARANCE INC.)
- Note 4: Where funds are loaned for reasons of business dealings, the ceiling of the loan is commensurate to the total amount of trading between the two companies. If short-term financing is needed, individual financing shall not exceed 40% of the lender's shareholders' equity. (Applicable to Collins Energy Solutions)
- Note 5: The total amount of these financing shall not exceed 40% of the amount of the lender's equity.
- Note 6: The amounts of the highest balance and the ending balance during the period were approved by the Board of Directors.
- Note 7: The amounts of the transactions and ending balance had been eliminated in the consolidated financial statements.

2. Guarantees and endorsements for other parties:

Number	Name of guarantor	Counterparty of guarantee and endorsement		Limitation on amount of guarantees and endorsements for a specific enterprise	Highest balance for guarantees and endorsements during the period	Balance of guarantees and endorsements as of reporting date	Actual disbursement amount	Guaranteed amounts secured by pledged assets	Ratio of accumulated amounts of guarantees and endorsements to net worth of the latest financial statements	Maximum amount for guarantees and endorsements	Parent company endorsements/guarantees to third parties on behalf of subsidiary	Subsidiary endorsements/guarantees to third parties on behalf of parent company	Endorsement guarantees to third parties on behalf of companies in Mainland China
		Company name	Relationship										
0	The Company	Commend Holdings Limited	2	8,121,517	132,620	117,000	-	-	3.60%	12,994,428	Y	N	N
0	"	Commend (HK)	2	8,121,517	165,775	146,250	5,677	-	4.50%	12,994,428	Y	N	N
0	"	Yuguang Energy	2	8,121,517	146,800	146,800	114,500	-	4.51%	12,994,428	Y	N	N
0	"	Tuosen Energy	2	8,121,517	125,000	125,000	84,061	-	3.84%	12,994,428	Y	N	N
1	HI-CLEARANCE INC.	SIN HWA BIOTECH CO., LTD.	2	1,431,921	50,000	50,000	-	This promissory note is for NTD50,000	1.75%	1,431,921	Y	N	N
1	"	HC-Healthcare Co., Ltd.	2	1,431,921	120,000	120,000	104,587	This promissory note is for NTD120,000	4.19%	1,431,921	Y	N	N

Note 1: There are seven types of relationships between endorsers and endorseees, as indicated below:

1. Companies with business relationships.
2. Companies in which the Company directly or indirectly holds more than fifty percent of the voting shares.
3. Companies that directly or indirectly hold more than fifty percent of the voting shares of the Company.
4. The company directly and indirectly holds more than ninety percent of the voting rights of the company.
5. Based on the need for contractors to jointly undertake projects or co-construct in accordance with contractual provisions for mutual protection among companies.
6. The company is a joint venture in which all shareholders contribute capital in proportion to their shareholding to provide endorsement guarantees.
7. The industry engages in joint and several guarantees for the performance of pre-sale housing sales contracts in accordance with consumer protection laws and regulations.

Note 2: According to the "Endorsement Guarantee Regulations" of the Company, the amount of endorsement guarantee provided by the Company shall not exceed 400% of the Company's net worth, and the endorsement guarantee for a single enterprise shall not exceed 250% of the Company's net worth. The amount of endorsement guarantee provided by HI-CLEARANCE INC. shall not exceed 50% of its net worth, and the endorsement guarantee for a single enterprise shall not exceed 50% of its net worth.

Consolidated Financial Report Notes (Continued) of Collins Co., Ltd. and its Subsidiaries

3. End-of-period holdings of significant marketable securities (excluding investments in subsidiaries, affiliated companies, and equity interests in joint ventures):

Holding company	Types and names of securities	Relationship with the issuer of securities	Accounting items	Final				Note
				Number of shares/units	Book amount	Shareholding ratio	Fair value	
SIN HWA BIOTECH CO., LTD.	Fuhua Advantage Currency Market Fund	—	Financial assets at fair value through profit or loss - current	387,000	5,454	-	5,454	
"	SinoPac Global Multi Income Fund TWD Acc	—	Financial assets at fair value through profit or loss - current	1,000,000	11,522	-	11,522	
The Company	TXOne Networks Inc.	—	Financial assets at fair value through profit or loss - current	1,000,000	175,511	1.46 %	200,935	
	Subtotal				192,487			
	Valuation adjustment				25,424			
	Total				217,911		217,911	
The Company	Andra Capital Fund LP	—	Financial assets at fair value through profit or loss - non-current	-	63,168	-	63,168	
The Company	Center Laboratories, Inc. Stock	—	Financial assets at fair value through other comprehensive income - current	1,000,000	46,270	0.14 %	38,200	
"	DV Biomed Co., Ltd. shares	—	Financial assets at fair value through other comprehensive income - current	434,765	16,566	2.11 %	30,868	
"	Axman Enterprise Co., Ltd. shares	—	Financial assets at fair value through other comprehensive income - current	1,405,333	61,123	4.02 %	32,112	
	Subtotal				123,959			
	Valuation adjustment				(22,779)			
	Total				101,180		101,180	
The Company	Capital Securities Corporation Stock	—	Financial assets at fair value through other comprehensive income - non-current	1,373,225	15,678	0.06 %	26,915	
"	Shin Kong Financial Holding Co., Ltd. Stock	—	Financial assets at fair value through other comprehensive income - non-current	20,957,942	238,903	0.12 %	236,825	
"	J&V Energy Technology Co., Ltd. Stock	—	Financial assets at fair value through other comprehensive income - non-current	900,000	61,200	0.65 %	147,600	
"	Julien's International Entertainment Group Stock	—	Financial assets at fair value through other comprehensive income - non-current	2,000,000	60,000	4.27 %	71,180	
"	Taiwan Bio Therapeutics Co., Ltd. Stock	—	Financial assets at fair value through other comprehensive income - non-current	1,740,000	31,399	2.06 %	57,664	
"	GREENET CO., LTD.	—	Financial assets at fair value through other comprehensive income - non-current	9,902	792	0.07 %	2,161	
	Subtotal				407,972			
	Valuation adjustment				134,373			
	Total				542,345		542,345	
"	San Quan Construction Company	—	Financial assets at fair value through other comprehensive income - non-current	1,200,000	12,000	-	-	
"	Teletronics International, Inc.	—	Financial assets at fair value through other comprehensive income - non-current	740,600	27,855	-	-	
"	PowerWorld Capital Management Corp.	—	Financial assets at fair value through other comprehensive income - non-current	304,760	3,048	5.68 %	3,094	
"	Aerovision Avionics Inc.	—	Financial assets at fair value through other comprehensive income - non-current	1,656,000	14,400	4.36 %	20,902	
"	Acradia Design Systems Inc.	—	Financial assets at fair value through other comprehensive income - non-current	150,000	23,034	-	-	
"	China Yes Infor Media (Cayman) Inc.	—	Financial assets at fair value through other comprehensive income - non-current	1,000,000	6,361	-	-	

(Continued)

Holding company	Types and names of	Relationship	Accounting items	Final				Note
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Consolidated Financial Report Notes (Continued) of Collins Co., Ltd. and its Subsidiaries

	securities	with the issuer of securities		Number of shares/units	Book amount	Shareholding ratio	Fair value
"	Universal EC Inc.	—	Financial assets at fair value through other comprehensive income - non-current	598,062	17,299	1.20 %	18,970
"	TUNGYA Collins (TUNGYA)	—	Financial assets at fair value through other comprehensive income - non-current	2,000	83,057	25.00 %	93,619
"	PT. TUNGYA Perkasa Freight Forwarding	—	Financial assets at fair value through other comprehensive income - non-current	1,250,000	2,940	12.50 %	7,699
"	Leadsun Investment	—	Financial assets at fair value through other comprehensive income - non-current	787,500	5,577	7.50 %	7,889
The Company	Viscovery Pte Ltd	—	Financial assets at fair value through other comprehensive income - non-current	500,000	13,986	2.12 %	102
"	Uniconn Interconnections Technology Co., Ltd.	—	Financial assets at fair value through other comprehensive income - non-current	3,298,006	58,526	5.72 %	-
"	Taiwan Depository & Clearing Corporation	—	Financial assets at fair value through other comprehensive income - non-current	1,785	268	- %	312
"	Jing Chi Biomed Co., Ltd.	—	Financial assets at fair value through other comprehensive income - non-current	824,997	31,434	2.08 %	34,357
"	HEXAI GROUP LIMITED	—	Financial assets at fair value through other comprehensive income - non-current	263,415	19,647	18.00 %	62,566
"	Formosa Healthy Co.,Ltd.	—	Financial assets at fair value through other comprehensive income - non-current	1,428,750	21,320	9.53 %	13,149
	Subtotal				340,752		
	Valuation adjustment				(78,093)		
	Total				262,659		262,659
HI-CLEARANCE INC.	Taiwan Depository & Clearing Corporation	—	Financial assets at fair value through other comprehensive income - non-current	1,000	268	- %	268
"	EPED INC.	—	Financial assets at fair value through other comprehensive income - non-current	1,406,000	45,000	4.87 %	11,742
Taicha	Shanghai Shenshang Technologies Co., Ltd.	—	Financial assets at fair value through other comprehensive income - non-current	-	-	6.20 %	-
	Subtotal				45,268		
	Valuation adjustment				(33,258)		
	Total				12,010		12,010
	Total				817,014		817,014

4. Related-party transactions for purchases and sales with amounts exceeding the lower of NTD100 million or 20% of the capital stock: None.
5. Receivables from related party with amounts exceeding the lower of NTD100 million or 20% of the capital stock: None.

Consolidated Financial Report Notes (Continued) of Collins Co., Ltd. and its Subsidiaries

6. Business relationships and significant intercompany transactions:

Number	Name of company	Name of counterparty	Nature of relationship	Intercompany transactions			Percentage of the consolidated net revenue or total assets
				Account name	Amount	Trading terms	
0	The Company	Jesco International Co., Ltd.	1	Operating expenses	34,508	No significant difference from unrelated parties	0.81%
0	"	"	1	Payables to related parties	6,790	"	0.05%
0	"	Collins International Co., Ltd.	1	Operating expenses	2,917	"	0.07%
0	"	Commend Holdings Limited	1	Operating expenses	7,576	"	0.18%
0	"	"	1	Other payables	1,252	"	0.01%
0	"	HI-CLEARANCE INC.	1	Other income	8,881	"	0.21%
0	"	"	1	Other receivables	21,499	"	0.17%
0	"	Yuguang Energy	1	Other receivables	23,000	"	0.18%
1	Commend Holdings Limited	Commend (HK)	3	Other income	5,537	No significant difference from unrelated parties	0.13%
1	"	"	3	Receivables from related parties	38,796	"	0.31%
2	GLGK	Commend Holdings Limited	3	Other income	10,661	No significant difference from unrelated parties	0.25%
2	"	"	3	Other receivables	21,750	"	0.17%
3	Xing Chang Investment Co., Ltd.	HI-CLEARANCE INC.	3	Other income	2,040	No significant difference from unrelated parties	0.05%
3	"	"	3	Other receivables	45,640	"	0.36%
4	HI-CLEARANCE INC.	Collins Energy Solutions	3	Other non-current assets	4,571	No significant difference from unrelated parties	0.04%

Note 1: The method of filling in the number is as follows:

1. 0 represents the parent company
2. Subsidiary company number starts with Arabic numeral 1

Note 2: Relationship of the counterparties:

1. Transactions are between the parent company and its subsidiary
2. Transactions are between the subsidiary and the parent company
3. Transactions are between subsidiaries

Note 3: The section only disclosed the information of the account balance over NTD1,000 thousand.

Note 4: For business relationships and significant inter-company transactions of HIC, please refer to HIC (Stock Code: 1788)'s consolidated financial statement Note 13(1)6.

Note 5: The amounts of the transactions and ending balance had been eliminated in the consolidated financial statements.

(II) Information on investees:

The following is the information on investees for the period from January 1 to June 30, 2025 (excluding information on investees in mainland China):

Consolidated Financial Report Notes (Continued) of Collins Co., Ltd. and its Subsidiaries

Unit: NTD/USD/HKD in thousands

Name of investor	Name of investee	Location	Main business and products	Original investment amount		End-of-term holdings			Net profit/loss of the invested company for the current period	Recognition of investment gains and losses in this period	Note
				End of current period	End of previous year	Shares	Percentage of ownership	Book amount			
The Company	Collins International Co., Ltd.	United States	Trade	21,082	21,082	5,000	100.00%	2,897	(141)	(141)	Subsidiary
"	Collins BVI	British Virgin Islands	General investing	36,024	36,024	1,159	100.00%	60,399	(1,481)	(1,481)	"
"	Q.C.L.	Canada	Trade	5,607	5,607	80	78.26%	275,617	28,066	21,965	"
"	HI-CLEARANCE INC.	New Taipei City	Sale and purchase of medical equipment, biochemical reagents, and Western medicine	244,180	244,180	2,385,536	5.36%	222,694	182,699	7,301	"
"	Xing Chang Investment Co., Ltd.	New Taipei City	General investing	832,440	832,440	10,398,000	100.00%	855,321	21,595	21,595	"
"	GrowTrend Biomedical Co., Ltd.	Hsinchu City	Wholesale and retail of medical equipment	76,288	76,288	7,497,840	52.08%	16,546	(7,610)	(4,015)	"
"	COLLTEX GARMENT MFY (HK)	Hong Kong	Trade	59,971	59,971	2,000,000	100.00%	109,595	26,433	26,433	"
"	Jesco International Co., Ltd.	New Taipei City	Manpower dispatch	30,030	30,030	2,000,000	100.00%	25,955	993	993	"
"	Minoshin International Co., Ltd.	Taipei City	Trade	121,000	121,000	7,658,011	67.71%	125,223	(20,441)	(13,840)	"
"	Yuguang Energy	New Taipei City	Energy technical services	48,180	48,180	4,368,000	78.00%	35,439	(7,419)	(5,817)	"
"	Collins Energy Solutions	Taipei City	Energy technical services	171,229	171,229	17,085,000	51.00%	162,173	(17,051)	(8,696)	"
"	Collins Jubilee Energy and Technology Co., Ltd.	New Taipei City	Energy technical services	70	700	7,000	70.00%	52	(12)	(8)	"
"	Sanho Healthcare Co., Ltd.	Chia Yi County	Healthcare services industry	59,960	81,280	3,747,472	10.58%	64,544	(27,300)	3,887	Associated companies
"	QS Control Corp.	New Taipei City	Medical equipment and automotive components	16,830	16,830	1,100,000	3.67%	22,222	9,564	351	"
"	Asian Smart Logistics	Taipei City	Transportation industry	22,520	22,520	2,000,000	10.00%	19,919	(1,992)	(224)	"
"	Easting Biotechnology Co., Ltd.	New Taipei City	Medical materials and equipment manufacturing	74,466	74,466	1,145,810	26.22%	4,376	(2,476)	(649)	"
				1,819,877	1,841,827			2,002,972		47,654	
Collins Energy Solutions	CESone Co., Ltd.	Taipei City	Energy technical services	3,000	3,000	300,000	100.00%	2,771	(45)	(45)	Second-tier subsidiary
"	Tuosen Energy	Taipei City	Energy technical services	60,000	60,000	6,000,000	100.00%	50,319	(3,515)	(3,515)	"
"	De Rui Technology	Taipei City	Energy technical services	11,000	11,000	1,250,000	78.13%	203	(3,986)	(3,114)	"
"	WinCharge Technology Inc.	Taipei City	Charging station management system	56,241	56,241	2,051,840	33.75%	81,886	267	49	"
Collins Energy Solutions	Pudeng Solar	Taipei City	Solar Energy System Engineering	20	20	756,031	100.00%	4,550	(805)	(805)	Second-tier subsidiary
"	Collins Energy K.K.	Japan	Energy technical services	2,073	-	990	100.00%	1,987	(3)	(3)	"
"	Kai Lan Energy	Kaohsiung City	Energy technical services	135,000	135,000	13,500,000	15.00%	134,208	(3,530)	(1,176)	Associated companies
				267,334	265,261			275,924		(8,609)	
WinCharge Technology Inc.	Connergy Technology Inc.	Taipei City	Charging station management system	999	999	99,999	99.99%	1,117	107	107	Second-tier subsidiary
"	WinCharge K.K.	Japan	Energy technical services	2,075	-	990	100.00%	1,987	(3)	(3)	"
				3,074	999			3,104		104	
Collins BVI	Commend Holdings Limited	Hong Kong	Trade	HKD 10	HKD 10	10,000	100.00%	USD 59,641	USD (785)	USD (785)	Second-tier subsidiary
Commend Holdings Limited	Commend (HK)	Hong Kong	Trade	HKD 500	HKD 500	500,000	100.00%	USD 2,039	USD (25)	USD (25)	Second-tier subsidiary
Xing Chang Investment Co., Ltd.	HI-CLEARANCE INC. (Note 3)	New Taipei City	Sale and purchase of medical equipment, biochemical reagents, and Western medicine	171,813	171,813	6,519,991	14.64%	USD 118	USD (58)	USD (58)	Second-tier subsidiary
Minoshin International Co., Ltd.	Ladore Co., Ltd.	Taipei City	Food and Beverage Industry	100	-	10,000	100.00%	795,099	182,699	19,569	Second-tier subsidiary
				100	-	10,000	100.00%	100	-	-	Second-tier subsidiary

Note 1: The investment gains and losses recognized in this period by the Company include the investment gains and losses of its subsidiary.

Consolidated Financial Report Notes (Continued) of Collins Co., Ltd. and its Subsidiaries

Note 2: Except for associated companies, the amounts of the transactions and ending balance had been eliminated in the consolidated financial statements.

Note 3: For business relationships and investments in HCI (excluding investments in mainland China), please refer to Note 13(2) of HCI's (Stock Code:1788) consolidated financial statement.

(III) Mainland investment information:

1. Name of the mainland investment company, main business items, and other related information:

Unit: NTD/USD thousand

The names of investees in Mainland China	Main business and products	Actual paid-in capital	Investment method	The accumulated investment amount exported from Taiwan at the beginning of this period	The amount of investment exported or recovered in this period		The accumulated investment amount exported from Taiwan at the end of this period	Net profit/loss of the invested company for the current period	Percentage of shareholding directly or indirectly invested by the Company	Recognition of investment gains and losses in this period	Book value of investments at the end of the period	As of the end of this period, investment returns have been remitted
					Export	Retrieve						
GLGK	Design, scientific research, and economic information consulting for trade business commodities.	26,325 (USD900)	(Note 4)	26,325 (USD900)	-	-	26,325 (USD900)	1,149 (USD36) (Note 1)	100.00%	1,149 (USD36) (Note 1)	24,902 (USD851) (Note 1)	-

Note 1: The financial statements have been recognized using the equity method based on the audited financial reports by the invested company during the same period.

Note 2: The amounts of the transactions and ending balance had been eliminated in the consolidated financial statements of GLGK.

Note 3: Information regarding mainland investments of HI-CLEARANCE INC., please refer to Note 13(3) of HCI's (Stock Code:1788) consolidated financial statement.

Note 4: Through the investment holding company, Commend Holdings Limited, we have made a reinvestment in GLGK.

2. Investment quota in mainland China:

Unit: NTD/USD thousand

The cumulative amount of funds remitted from Taiwan to Mainland China for investments by the end of the current period	The investment amount approved by the Investment Commission of the Ministry of Economic Affairs.	The investment limit for investments in Mainland China as stipulated by the Investment Commission of the Ministry of Economic Affairs.
26,325 (USD900)	26,325 (USD900)	3,822,831

Note 1: June 30, 2025, USD to TWD exchange rate: 1 USD = 29.25 TWD.

3. Information on significant transactions:

Significant transaction details of the mainland invested companies for the period from January 1 to June 30, 2025 (already offset in the preparation of the consolidated financial statements), please refer to Note 13(1) for details of significant transaction activities.

Consolidated Financial Report Notes (Continued) of Collins Co., Ltd. and its Subsidiaries

XIV. Segment Information

(I) General information

The Group's operating segment information and reconciliation are as follows:

1. Trading business department: it is engaged in the export of all kinds of groceries, ready-made garments, trading of home furnishings and flooring, sales to medium large importers and distributors in the United States, Canada, other America regions and European regions.
2. Fashion life business department: it is engaged in the exclusive sales agency business of Hong Kong brand G2000, Korean brand Chatelaine and other products, as well as casual apparel distribution business.
3. Kidney dialysis business department: it sells all kinds of hemodialysis related consumables to hospitals, clinics and distributors.
4. Other business department: Engaged in domestic and international investment and sales of dental, green energy operations, and other related products.

The reporting departments of the Group are business units that provide different products and services. Each business unit requires different technologies and marketing strategies, so they need to be managed separately.

The Group's operating segment information and reconciliation are as follows:

	April to June 2025					
	Trading business department	Fashion life business department	Kidney dialysis business department	Other business department	Adjustment and elimination	Total
Revenue:						
External customer revenue	\$ 519,502	357,075	713,519	389,093	-	1,979,189
Interdepartmental revenue	1,396	17,231	-	-	(18,627)	-
Income	<u>\$ 520,898</u>	<u>374,306</u>	<u>713,519</u>	<u>389,093</u>	<u>(18,627)</u>	<u>1,979,189</u>
Department profit and loss report	<u>\$ 5,534</u>	<u>(12,618)</u>	<u>50,236</u>	<u>47,799</u>	<u>-</u>	<u>90,951</u>

From April 1 to June 30 of 2025, significant adjustments to the reported segment information include eliminating inter-segment revenue totaling NTD18,627 thousand from the total segment revenue.

Consolidated Financial Report Notes (Continued) of Collins Co., Ltd. and its Subsidiaries

April to June 2024						
	<u>Trading business department</u>	<u>Fashion life business department</u>	<u>Kidney dialysis business department</u>	<u>Other business department</u>	<u>Adjustment and elimination</u>	<u>Total</u>
Revenue:						
External customer revenue	\$ 777,180	413,420	706,428	408,605	-	2,305,633
Interdepartmental revenue	<u>1,502</u>	<u>18,644</u>	<u>-</u>	<u>-</u>	<u>(20,146)</u>	<u>-</u>
Income	<u>\$ 778,682</u>	<u>432,064</u>	<u>706,428</u>	<u>408,605</u>	<u>(20,146)</u>	<u>2,305,633</u>
Department profit and loss report	<u>\$ 24,399</u>	<u>23,358</u>	<u>61,696</u>	<u>21,785</u>	<u>-</u>	<u>131,238</u>

From April 1 to June 30 of 2024, significant adjustments to the reported segment information include eliminating inter-segment revenue totaling NTD20,146 thousand from the total segment revenue.

January to June 2025						
	<u>Trading business department</u>	<u>Fashion life business department</u>	<u>Kidney dialysis business department</u>	<u>Other business department</u>	<u>Adjustment and elimination</u>	<u>Total</u>
Revenue:						
External customer revenue	\$ 1,360,859	748,966	1,432,645	740,722	-	4,283,192
Interdepartmental revenue	<u>2,917</u>	<u>34,725</u>	<u>-</u>	<u>-</u>	<u>(37,642)</u>	<u>-</u>
Income	<u>\$ 1,363,776</u>	<u>783,691</u>	<u>1,432,645</u>	<u>740,722</u>	<u>(37,642)</u>	<u>4,283,192</u>
Department profit and loss report	<u>\$ 56,260</u>	<u>(4,947)</u>	<u>105,551</u>	<u>31,402</u>	<u>-</u>	<u>188,266</u>

From January 1 to June 30 of 2025, significant adjustments to the reported segment information include eliminating inter-segment revenue totaling NTD37,642 thousand from the total segment revenue.

Consolidated Financial Report Notes (Continued) of Collins Co., Ltd. and its Subsidiaries

	January to June 2024					
	Trading business department	Fashion life business department	Kidney dialysis business department	Other business department	Adjustment and elimination	Total
Revenue:						
External customer revenue	\$ 1,439,807	819,258	1,423,668	673,871	-	4,356,604
Interdepartmental revenue	<u>3,007</u>	<u>37,159</u>	<u>-</u>	<u>-</u>	<u>(40,166)</u>	<u>-</u>
Income	<u>\$ 1,442,814</u>	<u>856,417</u>	<u>1,423,668</u>	<u>673,871</u>	<u>(40,166)</u>	<u>4,356,604</u>
Department profit and loss report	<u>\$ 46,185</u>	<u>45,228</u>	<u>123,288</u>	<u>32,175</u>	<u>-</u>	<u>246,876</u>

From January 1 to June 30 of 2024, significant adjustments to the reported segment information include eliminating inter-segment revenue totaling NTD40,166 thousand from the total segment revenue.