Quang Viet Enterprise Co., Ltd. and Subsidiaries

Consolidated Financial Statements for the Six Months Ended June 30, 2025 and 2024 and Independent Auditors' Review Report

INDEPENDENT AUDITORS' REPORT

The Board of Directors and Shareholders
Quang Viet Enterprise Co., Ltd.

Introduction

We have reviewed the accompanying consolidated balance sheets of Quang Viet Enterprise Co., Ltd. (the "Company") and its subsidiaries (collectively referred to as the "Group") as of June 30, 2025 and 2024, the consolidated statements of comprehensive income for the three months and six months ended June 30, 2025 and 2024, the consolidated statements of changes in equity and cash flows for the six months ended June 30, 2025 and 2024, and related notes to the consolidated financial statements, including a summary of significant accounting policies (collectively referred to as the consolidated financial statements). Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34 "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China. Our responsibility is to express a conclusion on the consolidated financial statements based on our reviews.

Scope of Review

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

Basis for Qualified Conclusion

As disclosed in Note 13 to the consolidated financial statements, the financial statements of some non-significant subsidiaries included in the consolidated financial statements were not reviewed. As of June 30, 2025 and 2024, the combined total assets of these non-significant subsidiaries were NT$2,420,750 thousand and NT$2,063,187 thousand, respectively, representing 12% and 11%, respectively, of the consolidated total assets, and the combined total liabilities of these subsidiaries were NT$1,554,384 thousand and NT$815,418 thousand, respectively, representing 14% and 9%, respectively, of the consolidated total liabilities; for the three months and six months ended June 30, 2025 and 2024, the amounts of combined comprehensive income (loss) of these subsidiaries were NT$25,524 thousand, NT$(23,393) thousand, NT$15,238 thousand and NT$(63,560) thousand, respectively, representing 3%, (9)%, 2% and (16)%, respectively, of the consolidated total comprehensive income. As disclosed in Note 14, the investments accounted for using the equity method, as of June 30, 2025 and 2024, were NT$506,078 thousand and NT$489,873 thousand, respectively, and the consolidated equity in these investees' net gain for the three months and six months ended June 30, 2025 and 2024 amounted to NT$14,146 thousand, NT$11,008 thousand, NT$24,886 thousand and NT$30,058 thousand, respectively, and the related investment amounts are based on these investees' unreviewed financial statements. In addition, related investments information on non-significant subsidiaries and associates stated above shown in Note 42 to the consolidated financial statements were also not reviewed.

Qualified Conclusion

Based on our reviews, except for the adjustments, if any, as might have been determined to be necessary had the financial statements of the non-significant subsidiaries and other investees accounted for using the equity method as described in the preceding paragraph been reviewed, nothing has come to our attention that caused us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of the Group as of June 30, 2025 and 2024, and its consolidated financial performance for the three months and six months ended June 30, 2025 and 2024 and its consolidated cash flows for the six months ended June 30, 2025 and 2024 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, and International Accounting Standard 34 “Interim Financial Reporting” endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

The engagement partners on the reviews resulting in this independent auditors’ review report are Yi-Chen Lu and Yi-Min Huang.

Deloitte & Touche
Taipei, Taiwan
Republic of China

August 5, 2025

Notice to Readers

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

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

QUANG VIET ENTERPRISE CO., LTD. AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS
(In Thousands of New Taiwan Dollars)

ASSETS	June 30, 2025 Amount	%	December 31, 2024 Amount	%	June 30, 2024 Amount	%
CURRENT ASSETS						
Cash and cash equivalents (Note 6)	$ 1,926,169	10	$ 2,337,266	14	$ 2,067,037	11
Financial assets at fair value through profit or loss - current (Notes 7)	118,587	1	281,875	2	274,906	1
Financial assets at amortized cost - current (Notes 9, 10 and 37)	1,690,852	8	2,501,865	15	2,252,716	12
Notes receivable (Note 26)	120	-	-	-	18,261	-
Trade receivables (Notes 11, 26 and 36)	2,607,353	13	1,570,109	9	2,691,805	14
Other receivables (Note 19)	51,591	-	60,856	-	60,396	-
Current tax assets (Note 4)	9,471	-	9,880	-	7,710	-
Inventories (Note 12)	7,121,822	36	4,213,119	24	5,461,046	29
Prepayments (Note 19)	430,259	2	246,816	1	358,357	2
Other current assets	7,808	-	6,879	-	9,670	-
Total current assets	13,964,032	70	11,228,665	65	13,201,904	69
NON-CURRENT ASSETS						
Financial assets at fair value through other comprehensive income - non-current (Notes 8)	5,477	-	5,477	-	5,952	-
Financial asset at amortized cost - non-current (Notes 9 and 10)	470,066	2	374,648	2	318,727	2
Investments accounted for using the equity method (Note 14)	506,078	2	518,248	3	489,873	3
Property, plant and equipment (Note 15)	3,606,517	18	3,534,294	21	3,535,076	18
Right-of-use assets (Note 16)	515,359	3	598,573	4	617,775	3
Investment properties (Note 17)	172,869	1	201,213	1	209,450	1
Other intangible assets (Note 18)	386,637	2	407,954	2	404,741	2
Deferred tax assets (Note 4)	359,210	2	152,240	1	209,812	1
Prepayments for equipment	24,783	-	6,776	-	13,873	-
Refundable deposits	36,457	-	38,990	-	34,403	-
Net defined benefit assets	17,671	-	19,709	-	17,474	-
Other non-current assets (Note 19)	22,681	-	111,544	1	94,603	1
Total non-current assets	6,123,805	30	5,969,666	35	5,951,759	31
TOTAL	$ 20,087,837	100	$ 17,198,331	100	$ 19,153,663	100
LIABILITIES AND EQUITY						
CURRENT LIABILITIES						
Short-term borrowings (Note 20)	$ 5,124,706	26	$ 1,738,438	10	$ 3,136,723	16
Contract liabilities - current (Note 26)	33,855	-	31,458	-	51,108	-
Notes payable (Note 22)	156,387	1	68	-	-	-
Trade payables to unrelated parties (Note 22)	1,103,918	6	999,091	6	1,102,078	6
Trade payables to related parties (Notes 22 and 36)	242,069	1	155,058	1	200,706	1
Dividends payable	470,113	2	40,286	-	662,386	4
Other payables to unrelated parties (Note 23)	1,086,723	5	1,095,158	6	1,220,111	6
Other payables to related parties (Note 36)	173,510	1	58,492	-	227,039	1
Current tax liabilities (Note 4)	192,409	1	155,801	1	137,572	1
Lease liabilities - current (Note 16)	25,534	-	28,504	-	27,348	-
Current portion of bonds payable (Note 21)	1,492,102	7	1,477,169	9	-	-
Current portion of long-term borrowings (Note 20)	95,667	1	70,667	1	97,167	1
Other current liabilities	9,309	-	9,324	-	10,653	-
Total current liabilities	10,206,302	51	5,859,514	34	6,872,891	36
NON-CURRENT LIABILITIES						
Bonds payable (Note 21)	-	-	-	-	1,462,142	8
Long-term borrowings (Note 20)	546,000	3	629,167	4	460,333	2
Deferred tax liabilities (Note 4)	334,410	1	355,050	2	422,882	2
Lease liabilities - non-current (Note 16)	148,352	1	180,435	1	188,546	1
Deferred revenue	15,212	-	17,407	-	17,834	-
Guarantee deposits received	1,698	-	1,815	-	1,813	-
Total non-current liabilities	1,045,672	5	1,183,874	7	2,553,550	13
Total liabilities	11,251,974	56	7,043,388	41	9,426,441	49
EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY (Note 25)						
Share capital						
Ordinary shares	1,034,255	5	1,034,255	6	1,034,255	6
Capital surplus	3,165,402	16	3,147,073	18	3,099,720	16
Retained earnings						
Legal reserve	1,083,986	6	1,045,250	6	1,045,250	5
Special reserve	172,705	1	401,904	3	401,904	2
Unappropriated earnings	2,259,716	11	2,565,495	15	2,259,935	12
Total retained earnings	3,516,407	18	4,012,649	24	3,707,089	19
Other equity						
Exchange differences on translation of the financial statements of foreign operations	(719,548)	(4)	(169,036)	(1)	(199,878)	(1)
Unrealized loss on financial assets at fair value through other comprehensive income	(3,669)	-	(3,669)	-	(3,669)	-
Total other equity	(723,217)	(4)	(172,705)	(1)	(203,547)	(1)
Treasury shares	(62,946)	-	-	-	-	-
Total equity attributable to owners of the Company	6,929,901	35	8,021,272	47	7,637,517	40
NON-CONTROLLING INTERESTS (Note 25)	1,905,962	9	2,133,671	12	2,089,705	11
Total equity	8,835,863	44	10,154,943	59	9,727,222	51
TOTAL	$ 20,087,837	100	$ 17,198,331	100	$ 19,153,663	100

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

QUANG VIET ENTERPRISE CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
(In Thousands of New Taiwan Dollars, Except Earnings Per Share)
(Reviewed, Not Audited)

	For the Three Months Ended June 30				For the Six Months Ended June 30			
	2025		2024		2025		2024	
	Amount	%	Amount	%	Amount	%	Amount	%
OPERATING REVENUE (Notes 26 and 36)	$ 4,804,575	100	$ 4,132,785	100	$ 7,560,625	100	$ 6,500,420	100
OPERATING COSTS (Notes 12, 27 and 36)	(3,999,291)	(83)	(3,451,853)	(83)	(6,474,301)	(86)	(5,645,925)	(87)
GROSS PROFIT	805,284	17	680,932	17	1,086,324	14	854,495	13
OPERATING EXPENSES (Notes 24 and 27)								
Selling and marketing expenses	(69,034)	(2)	(63,295)	(2)	(128,607)	(2)	(116,891)	(2)
General and administrative expenses	(300,347)	(6)	(274,149)	(7)	(580,100)	(8)	(535,598)	(8)
Research and development expenses	(64,583)	(1)	(55,681)	(1)	(123,736)	(1)	(107,310)	(2)
Gain (loss) on reversal of expected credit loss (Note 11)	376	-	(2,529)	-	161	-	(3,524)	-
Total operating expenses	(433,588)	(9)	(395,654)	(10)	(832,282)	(11)	(763,323)	(12)
PROFIT FROM OPERATIONS	371,696	8	285,278	7	254,042	3	91,172	1
NON-OPERATING INCOME AND EXPENSES (Notes 27 and 36)								
Interest income	26,718	1	31,512	1	50,216	1	62,993	1
Other income	17,009	-	7,717	-	35,297	1	21,480	-
Other gains and losses	(380,168)	(8)	35,959	1	(419,360)	(6)	82,266	1
Finance costs	(56,689)	(1)	(47,351)	(1)	(91,321)	(1)	(71,458)	(1)
Share of profit of associates	14,146	-	11,008	-	24,886	-	30,058	1
Total non-operating income and expenses	(378,984)	(8)	38,845	1	(400,282)	(5)	125,339	2
(LOSS) PROFIT BEFORE INCOME TAX	(7,288)	-	324,123	8	(146,240)	(2)	216,511	3
INCOME TAX EXPENSE (Notes 4 and 28)	(25,056)	(1)	(79,546)	(2)	(25,256)	-	(63,049)	(1)
NET (LOSS) PROFIT FOR THE PERIOD	(32,344)	(1)	244,577	6	(171,496)	(2)	153,462	2

(Continued)

QUANG VIET ENTERPRISE CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
(In Thousands of New Taiwan Dollars, Except Earnings Per Share)
(Reviewed, Not Audited)

	For the Three Months Ended June 30				For the Six Months Ended June 30			
	2025		2024		2025		2024	
	Amount	%	Amount	%	Amount	%	Amount	%
OTHER COMPREHENSIVE INCOME (LOSS) (Note 28)								
Items that will not be subsequently reclassified to profit or loss:								
Unrealized profit or loss on investments in equity instruments at fair value through other comprehensive income	-	-	-	-	-	-	(1,749)	-
Items that may be reclassified subsequently to profit or loss:								
Exchange differences on translation of the financial statements of foreign operations	(931,252)	(19)	28,945	1	(814,605)	(11)	285,925	5
Income tax related to items that may be reclassified subsequently to profit or loss	161,471	3	(3,088)	-	142,465	2	(46,117)	(1)
	(769,781)	(16)	25,857	1	(672,140)	(9)	239,808	4
Other comprehensive income (loss) for the year, net of income tax	(769,781)	(16)	25,857	1	(672,140)	(9)	238,059	4
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	$ (802,125)	(17)	$ 270,434	7	$ (843,636)	(11)	$ 391,521	6
NET (LOSS) PROFIT ATTRIBUTABLE TO:								
Owners of the Company	$ (35,438)	(1)	$ 214,092	5	$ (165,280)	(2)	$ 98,231	1
Non-controlling interests	3,094	-	30,485	1	(6,216)	-	55,231	1
	$ (32,344)	(1)	$ 244,577	6	$ (171,496)	(2)	$ 153,462	2
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:								
Owners of the Company	$ (659,634)	(14)	$ 228,954	6	$ (715,792)	(9)	$ 280,162	4
Non-controlling interests	(142,491)	(3)	41,480	1	(127,844)	(2)	111,359	2
	$ (802,125)	(17)	$ 270,434	7	$ (843,636)	(11)	$ 391,521	6
(LOSS) EARNINGS PER SHARE (Note 29)								
Basic	$ (0.34)		$ 2.07		$ (1.60)		$ 0.95	
Diluted	$ (0.34)		$ 1.91		$ (1.60)		$ 0.95	

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

QUANG VIET ENTERPRISE CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
(In Thousands of New Taiwan Dollars)
(Reviewed, Not Audited)

	Equity Attributable to Owners of the Company											
	Share Capital			Retained Earnings			Other Equity					
	Shares (In Thousands)	Share Capital	Capital Surplus	Legal Reserve	Special Reserve	Unappropriated Earnings	Exchange Differences on Translation of the Financial Statements of Foreign Operations	Unrealized Gain (Loss) on Financial Assets at Fair Value Through Other Comprehensive Income	Treasury Shares	Total	Non-controlling Interests	Total Equity
BALANCE ON JANUARY 1, 2024	103,425	$ 1,034,255	$ 3,084,305	$ 973,126	$ 324,770	$ 2,865,200	$ (383,558)	$ (18,346)	$ -	$ 7,879,752	$ 2,062,414	$ 9,942,166
Appropriation of 2023 earnings												
Legal reserve	-	-	-	72,124	-	(72,124)	-	-	-	-	-	-
Special reserve	-	-	-	-	77,134	(77,134)	-	-	-	-	-	-
Cash dividends distributed by the Company	-	-	-	-	-	(537,812)	-	-	-	(537,812)	-	(537,812)
Changes in capital surplus from investments in associates and accounted for using the equity method	-	-	15,415	-	-	-	-	-	-	15,415	-	15,415
Cash dividends distributed by subsidiaries	-	-	-	-	-	-	-	-	-	-	(84,068)	(84,068)
Net profit for the nine months ended June 30, 2024	-	-	-	-	-	98,231	-	-	-	98,231	55,231	153,462
Other comprehensive income (loss) for the nine months ended June 30, 2024, net of income tax	-	-	-	-	-	-	183,680	(1,749)	-	181,931	56,128	238,059
Total comprehensive income (loss) for the nine months ended June 30, 2024,	-	-	-	-	-	98,231	183,680	(1,749)	-	280,162	111,359	391,521
Disposal of investments in equity instruments designated as at fair value through other comprehensive income	-	-	-	-	-	(16,426)	-	16,426	-	-	-	-
BALANCE ON JUNE 30, 2024	103,425	$ 1,034,255	$ 3,099,720	$ 1,045,250	$ 401,904	$ 2,259,935	$ (199,878)	$ (3,669)	$ -	$ 7,637,517	$ 2,089,705	$ 9,727,222
BALANCE ON JANUARY 1, 2025	103,425	$ 1,034,255	$ 3,147,073	$ 1,045,250	$ 401,904	$ 2,565,495	$ (169,036)	$ (3,669)	$ -	$ 8,021,272	$ 2,133,671	$ 10,154,943
Appropriation of 2024 earnings												
Legal reserve	-	-	-	38,736	-	(38,736)	-	-	-	-	-	-
Special reserve	-	-	-	-	(229,199)	229,199	-	-	-	-	-	-
Cash dividends distributed by the Company	-	-	-	-	-	(330,962)	-	-	-	(330,962)	-	(330,962)
Changes in capital surplus from investments in associates accounted and joint ventures for using the equity method	-	-	18,329	-	-	-	-	-	-	18,329	-	18,329
Buy-back of ordinary shares	-	-	-	-	-	-	-	-	(62,946)	(62,946)	-	(62,946)-
Cash dividends distributed by subsidiaries	-	-	-	-	-	-	-	-	-	-	(99,865)	(99,865)
Net profit (loss) for the nine months ended June 30, 2025	-	-	-	-	-	(165,280)	-	-	-	(165,280)	(6,216)	(171,496)
Other comprehensive income (loss) for the nine months ended June 30, 2025, net of income tax	-	-	-	-	-	-	(550,512)	-	-	(550,512)	(121,628)	(672,140)
Total comprehensive income (loss) for the nine months ended June 30, 2025	-	-	-	-	-	(165,280)	(550,512)	-	-	(715,792)	(127,844)	(843,636))
BALANCE ON JUNE 30, 2025	103,425	$ 1,034,255	$ 3,165,402	$ 1,083,986	$ 172,705	$ 2,259,716	$ (719,548)	$ (3,669)	$ (62,946)	$ 6,929,901	$ 1,905,962	$ 8,835,863

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

QUANG VIET ENTERPRISE CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS
(In Thousands of New Taiwan Dollars)
(Reviewed, Not Audited)

	For the Six Months Ended June 30	
	2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES		
(Loss) Income before income tax	$ (146,240)	$ 216,511
Adjustments for:		
Depreciation expense	207,373	206,799
Amortization expense	6,348	3,979
Expected credit loss recognized (reversed) on trade receivables	(161)	3,524
Net loss (gain) on fair value changes of financial assets at fair value through profit or loss	35,114	(33,029)
Finance costs	91,321	71,458
Interest income	(50,216)	(62,993)
Dividend income	(1,516)	(2,532)
Share of profit of associates	(24,886)	(30,058)
Loss (gain) on disposal of property, plant and equipment	1,388	(14,327)
Write-down of inventories	34,316	41,735
Gain on lease modifications	(66)	(577)
Losses on disaster	212,067	-
Changes in operating assets and liabilities		
Notes receivable	(120)	(18,198)
Trade receivables	(1,034,149)	(1,376,631)
Other receivables	(4,581)	9,339
Inventories	(3,124,397)	(2,282,578)
Prepayments	(183,443)	(185,269)
Other current assets	(929)	(1,316)
Other non-current assets	166	(482)
Contract liabilities	2,397	(10,387)
Notes payable	156,319	(657)
Trade payables to unrelated parties	104,827	488,284
Trade payables to related parties	87,011	112,089
Other payables to unrelated parties	(3,193)	207,008
Other payables to related parties	115,018	39,210
Deferred revenue	(2,195)	493
Other current liabilities	(15)	2,538
Net defined benefit liabilities	2,038	(290)
Cash used in operations	(3,520,404)	(2,616,357)
Interest paid	(73,502)	(42,697)
Income tax paid	(53,416)	(283,589)
Net cash used in operating activities	(3,647,322)	(2,942,643)
CASH FLOWS FROM INVESTING ACTIVITIES		
Disposal of investments in equity instruments designated as at fair value through other comprehensive income	-	44,648
Purchase of financial assets at amortized cost	-	(438,485)

(Continued)

QUANG VIET ENTERPRISE CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS
(In Thousands of New Taiwan Dollars)
(Reviewed, Not Audited)

	For the Six Months Ended June 30	
	2025	2024
Proceeds from sale of financial assets at amortized cost	$ 633,931	$ -
Purchase of financial assets at fair value through profit or loss	(47,936)	(249,281)
Proceeds from sale of financial assets at fair value through profit or loss	176,110	102,588
Payments for property, plant and equipment	(445,907)	(193,268)
Proceeds from disposal of property, plant and equipment	1,449	49,743
Increase in refundable deposits	-	(1,879)
Decrease in refundable deposits	2,533	-
Payments for intangible assets	(3,730)	(504)
Increase in prepayments for buildings and land	-	(43,298)
Increase in prepayments for equipment	(30,081)	(9,289)
Interest received	65,369	59,610
Dividends received from associates	-	83,959
Other dividends received	619	2,673
Net cash inflow on acquisition of subsidiary	-	7,705
Net cash generated from(used in) investing activities	352,357	(585,078)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from short-term borrowings	3,386,268	2,298,201
Repayments of long-term borrowings	(58,167)	(19,500)
Repayments of guarantee deposits received	(117)	(314)
Repayments of the principal portion of lease liabilities	(19,087)	(18,017)
Payments for buy-back of ordinary shares	(62,946)	-
Dividends paid to non-controlling interests	(429)	(31,328)
Net cash generated from financing activities	3,245,522	2,229,042
EFFECTS OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH HELD IN FOREIGN CURRENCIES	(361,654)	138,648
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	(411,097)	(1,160,031)
CASH AND CASH EQUIVALENTS AT JANUARY 1, 2025	2,337,266	3,227,068
CASH AND CASH EQUIVALENTS JUNE 30, 2025	$ 1,926,169	$ 2,067,037

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

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

1. GENERAL INFORMATION

Quang Viet Enterprise Co., Ltd. (the "Company") was incorporated in the Republic of China (ROC) in October 1995. The Company and its subsidiaries (the "Group") is mainly engaged in the manufacturing, processing and sale of garments, raw material such as feather and down and medical products.

The Company's shares were listed and have been trading on the Taiwan Stock Exchange (TWSE) since October 18, 2016.

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

2. APPROVAL OF FINANCIAL STATEMENTS

The consolidated financial statements were approved by the Company's board of directors on August 5, 2025.

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

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

Amendments to IAS 21 "Lack of Exchangeability"

The initial application of the Amendments to IAS 21 "Lack of Exchangeability" did not have a material impact on the Group's accounting policies.

b. The IFRS Accounting Standards endorsed by the FSC for application starting from 2026

New, Amended and Revised Standards and Interpretations	Effective Date Announced by IASB
Amendments to IFRS 9 and IFRS 7 "Amendments to the Classification and Measurement of Financial Instruments"	January 1, 2026
Amendments to IFRS 9 and IFRS 7 "Contracts Referencing Nature-dependent Electricity"	January 1, 2026
Annual Improvements to IFRS Accounting Standards-Volume 11	January 1, 2026
IFRS 17 "Insurance Contracts"	January 1, 2023
Amendments to IFRS 17	January 1, 2023
Amendments to IFRS 17 "Initial Application of IFRS 17 and IFRS 9 - Comparative Information"	January 1, 2023

Amendments to IFRS 9 and IFRS 7 "Amendments to the Classification and Measurement of Financial

Instruments”

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

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

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

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

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

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

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

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

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

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

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

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

An entity shall apply the amendments retrospectively but is not required to restate prior periods. The effect of initially applying the amendments shall be recognized as an adjustment to the opening balance at the date of initial application. An entity may restate prior periods if, and only if, it is possible to do so without the use of hindsight.

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

New, Amended and Revised Standards and Interpretations	Effective Date Announced by IASB (Note)
Amendments to IFRS 10 and IAS 28 “Sale or Contribution of Assets between an Investor and its Associate or Joint Venture”	To be determined by IASB
IFRS 18 “Presentation and Disclosure in Financial Statements”	January 1, 2027
IFRS 19 “Subsidiaries without Public Accountability: Disclosures”	January 1, 2027

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

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

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

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

b) IFRS 18 "Presentation and Disclosure in Financial Statements"

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

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

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

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

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

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

4. SUMMARY OF MATERIAL ACCOUNTING POLICY INFORMATION

a. Statement of compliance

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

b. Basis of preparation

The consolidated financial statements have been prepared on the historical cost basis except for financial instruments which are measured at fair value and net defined benefit assets which are measured at the present value of the defined benefit obligations less the fair value of plan assets.

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

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

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

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

c. Basis of consolidation

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

Income and expenses of subsidiaries acquired or disposed of during the period are included in the consolidated statement of comprehensive income from the effective dates of acquisitions up to the effective dates of disposals, as appropriate.

When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those of the Group.

All intra-group transactions, balances, income and expenses are eliminated in full upon consolidation. Total comprehensive income of subsidiaries is attributed to the owners of the Company and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

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

See Note 13, Table 6 and Table 7 of Note 42 for detailed information on subsidiaries (including percentages of ownership and main businesses).

d. Other material accounting policies

Except for the following, please refer to the consolidated financial statements for the year ended December 31, 2024.

1) Retirement benefits

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

2) Income tax expense

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

5. MATERIAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

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

When developing material accounting estimates, the Group considers the possible impact of US reciprocal tariffs on the cash flow projection, growth rates, discount rates, profitability and other relevant material estimates. The estimates and underlying assumptions are reviewed on an ongoing basis.

For the material accounting judgments and key sources of estimation uncertainty of the consolidated financial statements, please refer to the consolidated financial statements for the year ended December 31, 2024.

6. CASH AND CASH EQUIVALENTS

	June 30, 2025	December 31, 2024	June 30, 2024
Cash on hand	$ 5,430	$ 6,164	$ 7,111
Checking accounts and demand deposits	984,036	1,228,253	853,926
Cash equivalents (investments with original maturities of 3 months or less)			
Time deposits	926,703	1,102,849	1,176,000
Short-term notes	10,000	-	30,000
	$ 1,926,169	$ 2,337,266	$ 2,067,037

7. FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

	June 30, 2025	December 31, 2024	June 30, 2024
Financial assets at FVTPL - current			
Financial assets mandatorily classified as at FVTPL			
Non-derivative financial assets			
Domestic listed shares	$ 82,017	$ 203,067	$ 200,747
Foreign listed shares	36,570	78,808	71,759
Domestic bonds	-	-	2,400
	$ 118,587	$ 281,875	$ 274,906

8. FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

	June 30, 2025	December 31, 2024	June 30, 2024
Non-current			
Domestic investments			
Unlisted shares	$ 5,477	$ 5,477	$ 5,952

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

9. FINANCIAL ASSETS AT AMORTIZED COST

	June 30, 2025	December 31, 2024	June 30, 2024
Current			
Time deposits with original maturities of more than 3 months	$ 1,649,922	$ 2,494,865	$ 2,245,716
Pledged time deposits	40,930	7,000	7,000
	$$ 1,690,852	$ 2,501,865	$ 2,252,716
Non-current			
Time deposits with original maturities of more than 3 months	$ 245,921	$ 364,866	$ 318,727
Pledged time deposits	204,307	-	-
Domestic bonds	19,838	9,782	-
	$ 470,066	$ 374,648	$ 318,727

a. Refer to Note 10 for information relating to the credit risk management and impairment of investments in financial assets at amortized cost.

b. Refer to Note 37 for information relating to investments in financial assets at amortized cost pledged as security.

10. CREDIT RISK MANAGEMENT FOR INVESTMENTS IN DEBT INSTRUMENTS

Investments in debt instruments classified as at amortized cost were as follows:

	June 30, 2025	December 31, 2024	June 30, 2024
Gross carrying amount			
Current	$ 1,690,852	$ 2,501,865	$ 2,252,716
Non-current	470,066	374,648	318,727
Less: Allowance for impairment loss	-	-	-
Amortized cost	$ 2,160,918	$ 2,876,513	$ 2,571,443

In order to minimize credit risk, the Group has tasked its credit management committee to develop and maintain a credit risk grading framework to categorize exposures according to the degree of risk of default. The credit rating information may be obtained from independent rating agencies where available, and if such information is not available, the credit management committee uses other publicly available financial information to rate the debtors.

In determining the expected credit losses for debt instrument investments, the Group considers the historical probability of default of each credit rating supplied by internal rating agencies and the current financial condition of debtors. The Group's current credit risk grading mechanism is as follows:

Category	Description	Basis for Recognizing Expected Credit Losses (ECLs)
Performing	The counterparty has a low risk of default and a strong capacity to meet contractual cash flows	12m ECLs

The gross carrying amounts of debt instrument investments classified by credit category and the corresponding expected loss rates were shown below:

		Gross Carrying Amount at Amortized Cost		
Category	Expected Loss Rate	June 30, 2025	December 31, 2024	June 30, 2024
Performing	0%-0.01%	$ 2,160,918	$ 2,876,513	$ 2,571,443

11. TRADE RECEIVABLES

	June 30, 2025	December 31, 2024	June 30, 2024
Trade receivables			
At amortized cost			
Gross carrying amount	$ 2,641,976	$ 1,607,827	$ 2,736,979
Less: Allowance for impairment loss	(34,623)	(37,718)	(45,174)
	$ 2,607,353	$ 1,570,109	$ 2,691,805

The average credit period of sales of goods is 30-90 days. In order to minimize credit risk, the management of the Company has delegated a team responsible for determining credit limits, credit approvals and other monitoring procedures to ensure that follow-up action is taken to recover overdue debts. In addition, the Group reviews the recoverable amount of each individual trade debt at the end of the year to ensure that adequate allowance is made for possible irrecoverable amounts. In this regard, the management believes the Group's credit risk was significantly reduced.

The Group measures the loss allowance for trade receivables at an amount equal to lifetime ECLs. The expected credit losses on trade receivables are estimated using a provision matrix prepared by reference to the past default experience of the customer, the customer's current financial position, economic condition of the industry in which the customer operates, as well as the GDP forecasts and industry outlook. As the Group's historical credit loss experience does not show significantly different loss patterns for different customer segments, the provision for loss allowance based on past due status is not further distinguished according to the Group's different customer base.

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

The following table details the loss allowance of trade receivables based on the Group's provision matrix:

June 30, 2025

	Not Yet Due	1-30 Days Past Due	31-60 Days Past Due	61-90 Days Past Due	91-180 Days Past Due	181-365 Days Past Due	Over 365 Days Past Due	Total
Expect credit loss rate	0.00%-0.75%	0.00%~3.74%	0.09%~13.74%	0.55%~17.20%	1.60%~45.69%	2.91%~100%	100%	
Gross carrying amount	$ 2,524,611	$ 60,350	$ 6,099	$ 6,662	$ 11,418	$ 11,598	$ 21,238	$ 2,641,976
Loss allowance (Lifetime ECLs)	(5,931)	(346)	(976)	(412)	(2,654)	(3,066)	(21,238)	(34,623)
Amortized cost	$ 2,518,680	$ 60,004	$ 5,123	$ 6,250	$ 8,764	$ 8,532	$ -	$ 2,607,353

December 31, 2024

	Not Yet Due	1-30 Days Past Due	31-60 Days Past Due	61-90 Days Past Due	91-180 Days Past Due	181-365 Days Past Due	Over 365 Days Past Due	Total
Expect credit loss rate	0.00%~6.61%	0.00%~6.76%	0.00%~14.73%	0.00%~18.28%	0.00%~29.03%	0.00%~100.00%	100%	
Gross carrying amount	$ 1,459,611	$ 73,834	$ 9,130	$ 33,367	$ 7,980	$ 2,213	$ 21,692	$ 1,607,827
Loss allowance (Lifetime ECLs)	(9,811)	(1,222)	(176)	(421)	(2,242)	(2,154)	(21,692)	(37,718)
Amortized cost	$ 1,449,800	$ 72,612	$ 8,954	$ 32,946	$ 5,738	$ 59	$ -	$ 1,570,109

June 30, 2024

	Not Yet Due	1-30 Days Past Due	31-60 Days Past Due	61-90 Days Past Due	91-180 Days Past Due	181-365 Days Past Due	Over 365 Days Past Due	Total
Expect credit loss rate	0.00%~2.98%	0.00%~1.67%	0.00%~4.17%	1.00%~13.78%	0.00%~31.71%	0.00%~98.20%	100%	
Gross carrying amount	$ 2,420,408	$ 248,760	$ 23,802	$ 5,269	$ 6,742	$ 8,824	$ 23,174	$ 2,736,979
Loss allowance (Lifetime ECLs)	(3,807)	(4,002)	(833)	(470)	(4,806)	(8,082)	(23,174)	(45,174)
Amortized cost	$ 2,416,601	$ 244,758	$ 22,969	$ 4,799	$ 1,936	$ 742	$ -	$ 2,691,805

The movements of the loss allowance of trade receivables were as follows:

	For the Six Months Ended June 30	
	2025	2024
Balance at January 1	$ 37,718	$ 40,433
Add: Impairment losses (reversed) recognized	(161)	3,524
Foreign exchange gains and losses	(2,934)	1,217
Balance at June 30	$ 34,623	$ 45,174

12. INVENTORIES

	June 30, 2025	December 31, 2024	June 30, 2024
Raw materials	$ 2,197,704	$ 1,919,349	$ 1,575,823
Work in progress	2,709,632	1,547,119	2,727,497
Finished goods	2,214,486	746,651	1,157,726
	$ 7,121,822	$ 4,213,119	$ 5,461,046

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

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2025	2024	2025	2024
Cost of inventories sold	$ 3,983,472	$ 3,428,113	$ 6,439,985	$ 5,604,190
Inventory write-downs	15,819	23,740	34,316	41,735
	$ 3,999,291	$ 3,451,853	$ 6,474,301	$ 5,645,925

13. SUBSIDIARIES

a. Subsidiaries included in the consolidated financial statements

		Proportion of Ownership (%)			
Investor	Investee	June 30, 2025	December 31, 2024	June 30, 2024	Remark
Quang Viet Enterprise Co., Ltd.	Kwang Viet Garment Co., Ltd.	100.00	100.00	100.00	
Quang Viet Enterprise Co., Ltd.	Quang Viet (Long An) Co., Ltd.	100.00	100.00	100.00	
Quang Viet Enterprise Co., Ltd.	Spring Co., Ltd.	100.00	100.00	100.00	
Quang Viet Enterprise Co., Ltd.	Quang Viet (Tien Giang) Co., Ltd.	100.00	100.00	100.00	
Quang Viet Enterprise Co., Ltd.	Q.V.S. Limited	100.00	100.00	100.00	
Quang Viet Enterprise Co., Ltd.	Q Gear Limited	100.00	100.00	100.00	
Quang Viet Enterprise Co., Ltd.	Top One Down & Feather Co., Ltd.	95.68	95.68	95.68	
Quang Viet Enterprise Co., Ltd.	Biancospino S.R.L.	51.00	51.00	51.00	7)
Quang Viet Enterprise Co., Ltd.	Atlanta Garment Manufacturing Company LLC	60.00	60.00	60.00	7)
Quang Viet Enterprise Co., Ltd.	King Hamm Industrial Co., Ltd.	44.66	44.66	45.65	1)
Quang Viet Enterprise Co., Ltd.	W&D Apparel (Jordan) Corp.	65.00	65.00	65.00	7)
Quang Viet Enterprise Co., Ltd.	Q.V.P. Limited	100.00	100.00	100.00	
Quang Viet Enterprise Co., Ltd.	Sidney Apparels LLC	100.00	100.00	100.00	7)
Quang Viet Enterprise Co., Ltd.	Golden Style Apparels LLC	100.00	100.00	100.00	
Spring Co., Ltd.	Jiaxing Quang Viet Garment Co., Ltd.	100.00	100.00	100.00	
Jiaxing Quang Viet Garment Co., Ltd.	Q.V.C. Limited	100.00	-	-	2)
Q.V.S. Limited	Top One Apparel Shu Yang Co., Ltd.	-	100.00	100.00	5)
Top One Apparel Shu Yang Co., Ltd.	Zhejiang Shang Hong Garment Co., Ltd.	-	-	100.00	4)
Top One Down & Feather Co., Ltd.	T.O.D. Limited	100.00	100.00	100.00	
T.O.D. Limited	Top One Down & Feather Shu Yang Co., Ltd.	100.00	100.00	100.00	
King Hamm Industrial Co., Ltd.	King Hung Garments Industrial Co., Ltd.	100.00	100.00	100.00	
King Hamm Industrial Co., Ltd.	King Hamm Industrial Co., Ltd. (VN)	100.00	100.00	100.00	
King Hamm Industrial Co., Ltd.	Kingsville Garment Industry	100.00	100.00	100.00	
Q.V.P. Limited	Principle & Will Co., Ltd.	50.00	50.00	50.00	
Principle & Will Co., Ltd.	Joykey Industrial Limited	100.00	100.00	100.00	
Principle & Will Co., Ltd.	Principle & Will Biotech (Pinghu) Co., Ltd.	100.00	100.00	100.00	
Principle & Will Co., Ltd.	Principle & Will Biotech Co., Ltd.	100.00	100.00	100.00	3)
Joykey Industrial Limited	Principle & Will Biotech (Xiantao) Co., Ltd.	19.97	19.97	19.97	
Joykey Industrial Limited	Joykey Industrial (Pinghu) Limited	100.00	100.00	100.00	
Principle & Will Biotech (Pinghu) Co., Ltd.	Principle & Will Biotech (Xiantao) Co., Ltd.	80.03	80.03	80.03	
Principle & Will Biotech (Pinghu) Co., Ltd.	Joykey Biotech (Xiantao) Co., Ltd.	100.00	-	-	6)

1) The Company sold 500,000 common shares of King Hamm Industrial Co., Ltd. for $32,402 thousand on December 17, 2024. After the sale, the Company's shareholding ratio was reduced to 44.66%, and the remaining 55.34% interest is dispersed and held by other shareholders. Considering the Group's absolute size of holding, and the relative size of and dispersion of the shareholdings owned by the other shareholders, the directors of the Company concluded that the Group has the practical ability to direct the relevant activities of King Hamm Industrial Co., Ltd. and therefore, the Company has control over King Hamm Industrial Co., Ltd. and deems it a subsidiary.

2) Jiaxing Quang Viet Garment Co., Ltd. established Q.V.C. Limited on March 24, 2025 by cash in the amount of US$8,000 thousand.

3) Principle & Will Biotech Co., Ltd. acquired 100% ownership of Principle & Will Biotech Co., Ltd., in the amount of US$3,580 thousand on May 1, 2024. (Note 31)

4) Zhejiang Shang Hong Garment Co., Ltd. was dissolved in November 2024.

5) Top One Apparel Shu Yang Co., Ltd. was dissolved in February 2025.

6) Principle & Will Biotech (Pinghu) Co., Ltd. invested by cash in the amount of RMB 5,000 thousand in Joykey Biotech (Xiantao) Co., Ltd on April 7, 2025 and Joykey Biotech (Xiantao) Co., Ltd was established on June 24, 2025.

7) The financial statements for the three months ended June 30, 2025 and 2024 were not reviewed by independent auditors, however, management believes that there is no significant difference if the financial statements were reviewed by independent auditors.

8) Refer to Table 6 and Table 7 for information relating to the nature of activities of subsidiaries.

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

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

		Proportion of Ownership and Voting Rights Held by Non-controlling Interests		
Name of Subsidiary	**Principal Place of Business**	**June 30, 2025**	**December 31, 2024**	**June 30, 2024**
King Hamm Industrial Co., Ltd. and subsidiaries	Taiwan	55.34%	55.34%	54.35%
Principle & Will Co., Ltd. and subsidiaries	Mainland China	50.00%	50.00%	50.00%

See Tables 6 and 7 for the information on the places of incorporation and principal places of business.

	Profit (Loss) Allocated to Non-controlling Interests				**Accumulated Non-controlling Interests**		
	For the Three Months Ended June 30		**For the Six Months Ended June 30**				
Name of Subsidiary	**2025**	**2024**	**2025**	**2024**	**June 30, 2025**	**December 31, 2025**	**June 30, 2024**
King Hamm Industrial Co., Ltd. and subsidiaries	$ (1,237)	$ 41,649	$ 13,525	$ 78,193	$868,144	$969,785	$888,589
Principle & Will Co., Ltd. and subsidiaries	$ (9,872)	$ (9,478)	$ (18,795)	$ (11,967)	$542,671	$627,517	$624,623

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

King Hamm Industrial Co., Ltd. and subsidiaries:

	June 30, 2025	**December 31, 2024**	**June 30, 2024**
Current assets	$ 1,269,696	$ 1,642,669	$ 1,680,728
Non-current assets	666,206	403,988	358,346

(Continued)

Current liabilities	(364,255)	(283,193)	(393,381)
Non-current liabilities	(2,901)	(11,052)	(10,754)
Equity	$ 1,568,746	$ 1,752,412	$ 1,634,939
Equity attributable to:			
Owners of King Hamm Industrial Co., Ltd.	$ 700,602	$ 782,627	$ 746,350
Non-controlling interests of King Hamm Industrial Co., Ltd.	868,144	969,785	888,589
	$ 1,568,746	$ 1,752,412	$ 1,634,939

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2025	2024	2025	2024
Revenue	$ 276,474	$ 358,563	$ 635,334	$ 752,140
(Loss) profit for the year	$ (2,237)	$ 76,631	$ 24,439	$ 143,869
Other comprehensive (loss) income for the year	(35,084)	(5,007)	(31,355)	(402)
Total comprehensive (loss) income for the year	$ (37,321)	$ 71,624	$ (6,916)	$ 143,467
(Loss) profit attributable to:				
Owners of King Hamm Industrial Co., Ltd.	$ (1,000)	$ 34,982	$ 10,914	$ 65,676
Non-controlling interests of King Hamm Industrial Co., Ltd.	(1,237)	41,649	13,525	78,193
	$ (2,237)	$ 76,631	$ 24,439	$ 143,869
Total comprehensive (loss) income attributable to:				
Owners of King Hamm Industrial Co., Ltd.	$ (16,668)	$ 32,697	$ (3,089)	$ 65,493
Non-controlling interests of King Hamm Industrial Co., Ltd.	(20,653)	38,927	(3,827)	77,974
	$ (37,321)	$ 71,624	$ (6,916)	$ 143,467

(Concluded)

Principle & Will Co., Ltd. and subsidiaries:

	June 30, 2025	December 31, 2024	June 30, 2024
Current assets	$ 659,445	$ 781,276	$ 922,371
Non-current assets	596,322	687,135	693,222
Current liabilities	(153,397)	(193,772)	(345,163)
Non-current liabilities	(17,027)	(19,604)	(21,183)
Equity	$ 1,085,343	$ 1,255,035	$ 1,249,247

(Continued)

Equity attributable to:	June 30, 2025	December 31, 2024	June 30, 2024
Owners of Principle & Will Co., Ltd.	$ 542,672	$ 627,518	$ 624,624
Non-controlling interests of Principle & Will Co., Ltd.	542,671	627,517	624,623
	$ 1,085,343	$ 1,255,035	$ 1,249,247

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2025	2024	2025	2024
Revenue	$ 108,771	$ 128,673	$ 218,261	$ 241,327
Loss for the year	$ (19,745)	$ (18,955)	$ (37,591)	$ (23,934)
Other comprehensive (loss) income for the year	(2,061)	(2,742)	(1,861)	(3,918)
Total comprehensive (loss) income for the year	$ (21,806)	$ (21,697)	$ (39,452)	$ (27,852)
Loss attributable to:				
Owners of Principle & Will Co., Ltd.	$ (9,873)	$ (9,477)	$ (18,796)	$ (11,967)
Non-controlling interests of Principle & Will Co., Ltd.	(9,872)	(9,478)	(18,795)	(11,967)
	$ (19,745)	$ (18,955)	$ (37,591)	$ (23,934)
Total comprehensive (loss) income attributable to:				
Owners of Principle & Will Co., Ltd.	$ (10,903)	$ (10,848)	$ (19,726)	$ (13,926)
Non-controlling interests of Principle & Will Co., Ltd.	(10,903)	(10,849)	(19,726)	(13,926)
	$ (21,806)	$ (21,697)	$ (39,452)	$ (27,852)

(Concluded)

14. INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

	June 30, 2025	December 31, 2024	June 30, 2024
Material associate			
Anhui Xingxing Garment Co., Ltd.	$ 506,078	$ 518,248	$ 489,873

Investments in Associate

	Proportion of Ownership and Voting Rights		
	June 30, 2025	December 31, 2024	June 30, 2024
Material associate			
Anhui Xingxing Garment Co., Ltd.	19.02%	19.02%	18.97%

Refer to Table 8 for the nature of activities, principal place of business and country of incorporation of the associate.

15. PROPERTY, PLANT AND EQUIPMENT

	Land	Building and Construction	Equipment	Transportation	Other Equipment	Leasehold Improvements	Construction Work in Progress	Total
Cost								
Balance at January 1, 2025	$ 912,236	$ 2,787,690	$ 1,796,371	$ 116,463	$ 687,048	$ 6,197	$ 145,797	$ 6,451,802
Additions	242,154	132,933	28,890	1,591	13,039	-	19,172	437,779
Disposals	-	(28,263)	(39,859)	(3,256)	(8,980)	-	-	(80,358)
Reclassification	57,760	38,678	28,016	-	26,623	-	(53,835)	97,242
Effect of foreign currency exchange differences	(17,099)	(275,101)	(199,510)	(9,124)	(76,725)	(641)	(913,486)	(591,686)
Balance at June 30, 2025	$ 1,195,051	$ 2,655,937	$ 1,613,908	$ 105,674	$ 641,005	$ 5,556	$ 97,648	$ 6,314,779
Accumulated depreciation								
Balance at January 1, 2025	$ -	$ 1,326,858	$ 1,051,106	$ 66,308	$ 470,114	$ 3,122	$ -	$ 2,917,508
Depreciation expenses	-	69,162	62,185	5,078	37,083	2,867	-	176,375
Disposals	-	(15,042)	(37,301)	(3,054)	(8,904)	-	-	(64,301)
Effect of foreign currency exchange differences	-	(141,446)	(119,996)	(6,076)	(53,257)	(545)	-	(321,320)
Balance at June 30, 2025	$ -	$ 1,239,532	$ 955,994	$ 62,256	$ 445,036	$ 5,444	$ -	$ 2,708,262
Carrying amount at June 30, 2025	$ 1,195,051	$ 1,416,405	$ 657,914	$ 43,418	$ 195,969	$ 112	$ 97,648	$ 3,606,517
Carrying amount at December 31, 2024 and January 1, 2025	$ 912,236	$ 1,460,832	$ 745,265	$ 50,155	$ 216,934	$ 3,075	$ 145,797	$ 3,534,294
Cost								
Balance at January 1, 2024	$ 912,515	$ 2,432,443	$ 1,646,735	$ 103,280	$ 599,658	$ 4,882	$ 215,284	$ 5,914,797
Additions	-	29,237	36,430	8,689	16,705	-	98,237	189,298
Disposals	-	(42,569)	(35,972)	(3,644)	(21,635)	-	-	(103,820)
Acquisitions through business combinations	-	70,705	8,733	-	1,045	-	5,091	85,574
Reclassification	-	177,938	(8,592)	-	24,181	-	(185,215)	8,312
Effect of foreign currency exchange differences	9,322	79,286	65,136	2,928	23,636	268	8,109	188,685
Balance at June 30, 2024	$ 921,837	$ 2,747,040	$ 1,712,470	$ 111,253	$ 643,590	$ 5,150	$ 141,506	$ 6,282,846
Accumulated depreciation								
Balance at January 1, 2024	$ -	$ 1,141,864	$ 929,945	$ 54,794	$ 398,856	$ 2,448	$ -	$ 2,527,907
Depreciation expenses	-	67,085	61,794	5,649	39,525	245	-	174,298
Disposals	-	(20,278)	(26,807)	(2,216)	(19,103)	-	-	(68,404)
Acquisitions through business combinations	-	14,089	6,113	-	817	-	-	21,019
Reclassification	-	2,231	(6,663)	-	4,432	-	-	-
Effect of foreign currency exchange differences	-	41,662	33,774	1,877	15,504	133	-	92,950
Balance at June 30, 2024	$ -	$ 1,246,653	$ 998,156	$ 60,104	$ 440,031	$ 2,826	$ -	$ 2,747,770
Carrying amount at June 30, 2024	$ 921,837	$ 1,500,387	$ 714,314	$ 51,149	$ 203,559	$ 2,324	$ 141,506	$ 3,535,076

No impairment assessment was performed for the six months ended June 30, 2025 and 2024.

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

Buildings and construction	
Main buildings	51 years
Renovations	5-25 years
Machinery	3-11 years
Transportation equipment	4-10 years
Other equipment	3-15 years
Leasehold improvements	2-10 years

16. LEASE ARRANGEMENTS

a. Right-of-use assets

	June 30, 2025	December 31, 2024	June 30, 2024
Carrying amount			
Land	$ 363,261	$ 417,743	$ 422,376
Buildings	151,023	179,581	193,975
Other equipment	1,075	1,249	1,424
	$ 515,359	$ 598,573	$ 617,775

The information on the change of right-of-use assets for the six months ended June 30, 2025 and 2024:

	For the Six Months Ended June 30	
	2025	2024
Balance at 1 January	$ 598,573	$ 556,748
Add：Additional lease	5,380	25,893
Acquisitions through business combinations	-	52,908
Less：Depreciation expenses recognized	(22,650)	(24,390)
Disposals in this period	(165)	(18,358)
Foreign exchange gains and losses	(65,779)	24,974
Balance at 30 June	$ 515,359	$ 617,775

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2025	2024	2025	2024
Depreciation charge for right-of-use assets				
Land	$ 3,357	$ 4,198	$ 6,961	$ 7,285
Buildings	7,471	7,864	15,515	16,931
Other equipment	87	87	174	174
	$ 10,915	$ 12,149	$ 22,650	$ 24,390

Except for the additions and depreciation recognized as described above, the Group had no material sublease transactions and impairment losses for the six months ended June 30, 2025 and 2024.

b. Lease liabilities

	June 30, 2025	December 31, 2024	June 30, 2024
Carrying amount			
Current	$ 25,534	$ 28,504	$ 27,348
Non-current	$ 148,352	$ 180,435	$ 188,546

Range of discount rate for lease liabilities was as follows:

	June 30, 2025	December 31, 2024	June 30, 2024
Land	6.50%	6.50%	6.50%
Buildings	2.00%～11.39%	2.00%～11.39%	2.00%～9.57%
Other equipment	2.00%	2.00%	2.00%

c. Material lease-in activities and terms

The Group leases certain land and buildings in mainland China, Vietnam, and Jordan for the use of plants and offices with lease terms of 10 to 50 years. The Group also leases certain land and buildings in Vietnam and Jordan for the use of warehouses and dormitories with lease terms of 2 to 5 years. The Group does not have bargain purchase options to acquire the leasehold land and buildings at the end of the lease terms. In addition, the Group is prohibited from subleasing or transferring all or any portion of the underlying assets without the lessor's consent.

d. Other lease information

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2025	2024	2025	2024
Expenses relating to short-term leases	$ 4,046	$ 56	$ 6,205	$ 208
Expenses relating to low-value asset leases	$ 232	$ 1,157	$ 477	$ 2,056
Total cash outflow for leases			$ (31,935)	$ (27,241))

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

17. INVESTMENT PROPERTIES

	Completed Investment Properties	Right-of-use Assets	Total
Cost			
Balance at January 1, 2025	$ 375,469	$ 34,195	$ 409,664
Effects of foreign currency exchange differences	(38,514)	(3,508)	(42,022)
Balance at June 30, 2025	$ 336,955	$ 30,687	$ 367,642
Accumulated depreciation			
Balance at January 1, 2025	$ 203,635	$ 4,816	$ 208,451
Depreciation expenses	7,871	477	8,348
Effects of foreign currency exchange differences	(21,495)	(531)	(22,026)
Balance at June 30, 2025	$ 190,011	$ 4,762	$ 194,773
Carrying amount at June 30, 2025	$ 146,944	$ 25,925	$ 172,869
Carrying amount at December 31, 2024 and January 1, 2025	$ 171,834	$ 29,379	$ 201,213
Cost			
Balance at January 1, 2024	$ 356,896	$ 32,504	$ 389,400
Effects of foreign currency exchange differences	17,949	1,634	19,583
Balance at June 30, 2024	$ 374,845	$ 34,138	$ 408,983
Accumulated depreciation			
Balance at January 1, 2024	$ 178,173	$ 3,646	$ 181,819
Depreciation expenses	7,969	142	8,111
Effects of foreign currency exchange differences	9,073	530	9,603
Balance at June 30, 2024	$ 195,215	$ 4,318	$ 199,533
Carrying amount at June 30, 2024	$ 179,630	$ 29,820	$ 209,450

Right-of-use assets included in investment properties are land located in mainland China and subleased under operating leases to several companies.

The investment properties are leased out for 3 to 15 years, and the lessees have renewal options to lease the investment properties at the expiry of the lease periods.

Investment properties are depreciated using the straight-line method over their estimated useful lives as follows:

Main buildings	50 years
Right-of-use assets	30 years

The determination of fair value was not performed by independent qualified professional valuers. The management of the Company used the valuation model that market participants would use in determining the fair value, and the fair value was measured using Level 3 inputs. The valuation was arrived at by reference to market evidence of transaction prices for similar properties. The fair value as appraised was as follows:

	June 30, 2025	December 31, 2024	June 30, 2024
Fair value	$ 190,791	$ 217,233	$ 221,497

18. OTHER INTANGIBLE ASSETS

	Customer Relationships	Value of QIZ Tax Free Trade	Computer Software	Total
Cost				
Balance at January 1, 2025	$ 246,087	$ 135,050	$ 64,989	$ 446,126
Additions	-	-	3,730	3,730
Disposals	-	-	(64)	(64)
Reclassification	-	-	873	873
Effect of foreign currency exchange differences	(3,499)	(14,355)	(3,340)	(21,194)
Balance at June 30, 2025	$ 242,588	$ 120,695	$ 66,188	$ 429,471
Accumulated amortization				
Balance at January 1, 2025	$ -	$ -	$ 38,172	$ 38,172
Amortization expenses	-	-	6,348	6,348
Disposals	-	-	(64)	(64)
Effect of foreign currency exchange differences	-	-	(1,622)	(1,622)
Balance at June 30, 2025	$ -	$ -	$ 42,834	$ 42,834
Carrying amount at June 30, 2025	$ 242,588	$ 120,695	$ 23,354	$ 386,637
Carrying amount at December 31, 2024 and January 1, 2025	$ 246,087	$ 135,050	$ 26,817	$ 407,954
Cost				
Balance at January 1, 2024	$ 244,905	$ 126,482	$ 56,833	$ 428,220
Additions	-	-	504	504
Disposals	-	-	(6,096)	(6,096)
Reclassification	-	-	1,837	1,837
Effect of foreign currency exchange differences	5,165	7,188	1,331	13,684
Balance at June 30, 2024	$ 250,070	$ 133,670	$ 54,409	$ 438,149
Accumulated amortization				

(Continued)

Balance at January 1, 2024	$ -	$ -	$ 35,018	$ 35,018
Amortization expenses	-	-	3,979	3,979
Disposals	-	-	(6,096)	(6,096)
Effect of foreign currency exchange differences	-	-	507	507
Balance at June 30, 2024	$ -	$ -	$ 33,408	$ 33,408
Carrying amount at June 30, 2024	$ 250,070	$ 133,670	$ 21,001	$ 404,741

(Concluded)

Other intangible assets are amortized on a straight-line basis over their estimated useful lives as follows:

Computer software	1-5 years

Customer Relationships

The value of the customer relationships arising from the acquisition of Biancospino S.R.L. was mainly determined through the difference between the acquisition costs and the fair value of the net identifiable assets.

The Group also acquired the purchase price allocation report for valuing intangible assets and deemed the useful life of the customer relationships to be indefinite.

Value of QIZ Tax Free Trade

The value of QIZ tax free trade arising from the acquisition of Atlanta Garment Manufacturing LLC was mainly generated from the expected benefits of the free trade agreement within the Qualified Industrial Zone (QIZ).

19. OTHER ASSETS

	June 30, 2025	December 31, 2024	June 30, 2024
Current			
Prepayments			
Prepayments for suppliers	$ 53,356	$ 42,843	$ 73,166
Overpaid sales tax	260,589	120,286	185,764
Prepaid expenses	116,314	83,687	99,427
	$ 430,259	$ 246,816	$ 358,357
Other receivables			
Sales tax receivable	$ 14,823	$ 6,078	$ 6,699
Interest receivable	17,624	32,865	35,824
Others	19,144	21,913	17,873
	$ 51,591	$ 60,856	$ 60,396
Non-current			
Other assets			
Prepayments for land and buildings (a)	$ 22,477	$ 111,174	$ 94,088

(Continued)

Others	204	370	515
	$ 22,681	$ 111,544	$ 94,603

(Concluded)

a. Prepayments for land and buildings are land and property in Taiwan for office use, in which the Group expects to acquire to meet the Group's long-term development needs. As the rights have not been transferred to the Group, they are classified as other assets as of June 30, 2025.

20. BORROWINGS

a. Short-term borrowings

	June 30, 2025	December 31, 2024	June 30, 2024
Unsecured borrowings			
Operating loans	$ 3,208,418	$ 766,289	$ 1,220,654
Letter of credit payables	1,580,081	972,149	1,916,069
	4,788,499	1,738,438	3,136,723
Secured borrowings			
Operating loans	336,207	-	-
	$ 5,124,706	$ 1,738,438	$ 3,136,723

1) The range of weighted average effective interest rates on bank loans were 1.80%-5.67%, 1.775%-5.90%, and 1.00%-6.74% per annum at June 30, 2025 and December 31 and June 30, 2024, respectively.

2) The Group has entered into supplier finance arrangements with a bank. Under these arrangements, the bank pays the amounts, at a discount offered by the suppliers, owed by the Group in advance to suppliers before the set original due dates. The Group then settles the amounts with the bank in 180 days, after the amounts are settled by the bank, with interest rate of 1.84%-5.03%. Under the above arrangements, the Group's actual payment days are beyond the original due dates set with suppliers, and the additional interest rate is consistent with the Group's short-term borrowing rates. Considering the substance of these arrangements, the Group presents payables to the bank as short-term bank loans.

b. Long-term borrowings

	June 30, 2025	December 31, 2024	June 30, 2024
Unsecured borrowings			
Bank loans	$ 641,667	$ 699,834	$ 557,500
Less: Current portion	(95,667)	(70,667)	(97,167)
Long-term borrowings	$ 546,000	$ 629,167	$ 460,333
Range of interest rates	1.6770%～1.8373%	1.6907%～1.8354%	1.63857%～1.7737%

Unsecured Borrowings	Main terms	June 30, 2025	December 31, 2024	June 30, 2024
Export-Import Bank of the Republic of China	Long-term borrowings; the loan limit is US$4,000 thousand, the interest is paid every three months at the interest rate which is the LIBOR rate plus 0.38% (adjusted every six months), and the principal is paid every six months from February 2023, totally six periods	$ -	$ -	$ 58,500
Export-Import Bank of the Republic of China	Long-term borrowings; the loan limit is NT$349,000 thousand, the interest is paid every three months at the interest rate which is the or the second business day prior to the adjustment date TAIBOR rate plus 0.06% (adjusted every three months), and the principal is paid every six months from December 2024, totally six periods	232,667	290,834	349,000
Export-Import Bank of the Republic of China	Long-term borrowings, the loan limit is NT$259,000 thousand, the interest is paid every three months at the interest rate which is the or the second business day prior to the adjustment date TAIBOR rate plus 0.06% (adjusted every three months), and the principal is paid every six months from June 2027, totally six periods	259,000	259,000	-
Taipei Fubon Bank	Long-term borrowings, the loan limit is NT$150,000 thousand, the interest is paid every months at the interest rate of TAIBOR rate plus 0.069912%, divided by 0.946 (adjusted every three months), and the principal is paid every months from October 2025, totally thirty six periods.	150,000	150,000	150,000
		641,667	699,834	557,500
Less: Current portion		(95,667)	(70,667)	(97,167)
		$ 546,000	$ 629,167	$ 460,333

21. BONDS PAYABLE

	June 30, 2025	December 31, 2024	June 30, 2024
Unsecured domestic bonds	$ 1,492,102	$ 1,477,169	$ 1,462,142
Less: Current portion	(1,492,102)	(1,477,169)	-
	$ -	$ -	$ 1,462,142

2nd domestic unsecured convertible bonds

In October 2022, the Company issued 15 thousand, 3 years and an interest rate of 0% NTD-denominated unsecured convertible bonds in Taiwan, with an aggregate principal amount of $1,500,000 thousand.

The major terms of redemption and conversion of unsecured domestic convertible bonds are as follows:

1) From 3 months after the date of issuance to 40 days before the maturity date, which is from January 4, 2023 to August 25, 2025, the Company has the right to redeem its bonds from bondholders at the contract price under specific conditions.

2) From 3 months after the date of issuance to the maturity date, which is from January 4, 2023 to October 3, 2025, each bondholder has the right to convert their bonds into ordinary shares at the conversion price of NT$138 per share. If the bonds have not been converted, they will be redeemed at contract price at the maturity date. Following the terms of issuance and conversion, the conversion price was adjusted from NTD130 to NT$123.7 per share since September 2, 2024.

3) The Company will repay the bonds at face value by cash at the maturity date.

The effective interest rate of the liability component was 2.03% per annum on initial recognition.

Proceeds from issuance (less transaction costs of $5,472 thousand)	$ 1,519,159
Conversion value (less transaction costs allocated to the equity component of $312 thousand)	(108,469)
Redemption value	600
Liability component at the date of issue (less transaction costs allocated to the liability component of $5,160 thousand)	1,411,290
Interest charged at an effective interest rate of 2.03%	36,139
Liability component at December 31, 2023	1,447,429
Interest charged at an effective interest rate of 2.03%	14,713
Liability component at June 30, 2024	$ 1,462,142
Liability component at January 1, 2025	$ 1,477,169
Interest charged at an effective interest rate of 2.03%	14,933
Liability component at June 30, 2025	$ 1,492,102

22. NOTES PAYABLE AND TRADE PAYABLES

	June 30, 2025	December 31, 2024	June 30, 2024
Notes payable			
Operating			
To unrelated parties	$ 156,387	$ 68	$ -
Trade payables			
Operating			
To unrelated parties	$ 1,103,918	$ 999,091	$ 1,102,078
To related parties (Note 36)	242,069	155,058	200,706
	$ 1,345,987	$ 1,154,149	$ 1,302,784

The Group's credit terms with suppliers are net 30-90 days.

23. OTHER LIABILITIES

	June 30, 2025	December 31, 2024	June 30, 2024
Current			
Other payables			
Payables for salaries and bonuses	$ 440,611	$ 560,975	$ 453,795
Payables for labor insurance	67,198	67,979	82,384
Payables for processing fees	267,433	73,541	223,883
Payables for purchases of equipment	9,849	17,977	14,869
Payables for employees' compensation and remuneration of directors	17,943	25,867	23,613
Others	283,689	348,819	421,567
	$ 1,086,723	$ 1,095,158	$ 1,220,111

24. RETIREMENT BENEFIT PLANS

For defined benefit plans, employee benefit expenses for the three months and six months ended June 30, 2025 and 2024 were calculated as $(11) thousand, $19 thousand, $(21) thousand and $19 thousand respectively by the actuarially determined pension cost discount rate as of December 31, 2024 and 2023.

25. EQUITY

a. Share capital

Ordinary shares

	June 30, 2025	December 31, 2024	June 30, 2024
Shares authorized (in thousands of shares)	150,000	150,000	150,000
Shares authorized	$ 1,500,000	$ 1,500,000	$ 1,500,000
Shares issued and fully paid (in thousands of shares)	103,425	103,425	103,425
Shares issued	$ 1,034,255	$ 1,034,255	$ 1,034,255

A holder of issued common shares with a par value of NT$10 per share is entitled to vote and to receive dividends.

b. Capital surplus

	June 30, 2025	December 31, 2024	June 30, 2024
May be used to offset a deficit, distributed as cash dividends, or transferred to share capital (1)			
Issuance of ordinary shares	$ 2,868,317	$ 2,868,317	$ 2,868,317
Conversion of bonds	7,036	7,036	7,036
Difference between consideration and carrying amount of subsidiaries acquired or disposed	30,190	30,190	14,381
Forfeited share warrants	70,107	70,107	70,107
May only be used to offset a deficit			
Changes in percentage of ownership interests in subsidiaries (2)	1,684	1,684	1,684
Share of changes in capital surplus of associates	79,599	61,270	29,726
May not be used for any purpose			
Share warrants	108,469	108,469	108,469
	$ 3,165,402	$ 3,147,073	$ 3,099,720

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

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

c. Retained earnings and dividends policy

Under the dividends policy as set forth in the Company's articles of incorporation (the "Articles"), where the Company made a profit in a fiscal year, the profit shall be first utilized for paying taxes, offsetting losses of previous years, setting aside a legal reserve 10% of the remaining profit, setting aside or reversing a special reserve in accordance with the laws and regulations, and then any remaining profit together with any undistributed retained earnings shall be used by the Company's board of directors as the basis for proposing a distribution plan, which should be resolved in the shareholders' meeting for the distribution of dividends and bonuses to shareholders. For the policies on the distribution of compensation of employees and remuneration of directors after the amendment, refer to "Employee benefits expense" in Note 27 (g).

According to the Company's Articles, the dividends policy should align with current and future development plans, taking the investment environment, capital needs and domestic and international competition into consideration, while sustaining shareholders' interests. Distribution of dividends and bonuses to shareholders must not be less than 40% of distributable earnings, except when distributable earnings is less than 5% of shares issued and fully paid, in which case no distribution shall occur. Distribution of dividends and bonuses to shareholders may be distributed by way of cash dividends or stock dividends, however, cash dividends shall not be less than 20% of total dividends distributed. The type of distribution may change according to circumstances of profitability and capital, and may be adjusted during the annual shareholders' meeting.

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

The appropriations of earnings for 2024 and 2023, which were approved in the shareholders' meetings on June 17, 2025 and on June 13, 2024 respectively, were as follows:

	Appropriation of Earnings For the Year Ended December 31	
	2024	**2023**
Legal reserve	$ 38,736	$ 72,124
Special reserve	$ (229,199)	$ 77,134
Cash dividends	$ 330,962	$ 537,812
Cash dividends per share (NT$)	$ 3.20	$ 5.20

d. Non-controlling interests

	For the Six Months Ended June 30	
	2025	**2024**
Balance at January 1	$ 2,133,671	$ 2,062,414
Cash dividends received from subsidiaries	(99,865)	(84,068)
Attributable to non-controlling interests		
Share in profit for the year	(6,216)	55,231
Exchange differences on the translation of the financial statements of foreign operations	(126,465)	56,325
Related income tax	4,837	(197)
Balance at June 30	$ 1,905,962	$ 2,089,705

f. Treasury shares

Purpose of Buy-back	Shares Transferred to Employees (In Thousands of Shares)
Number of shares on January 1,2025	-
Increase during the period	754
Number of shares on June 30, 2025	754

Under the Securities and Exchange Act, the Company shall neither pledge treasury shares nor exercise shareholders' rights on these shares, such as the rights to dividends and to vote.

26. REVENUE

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2025	2024	2025	2024
Revenue from contracts with customers				
Revenue from the sale of goods	$ 4,804,575	$ 4,132,785	$ 7,560,625	$ 6,500,420

a. Contract information

Revenue from the sale of goods

The Group generates revenue from the sale of garments, feather and down and medical products. The sale of goods is recognized as revenue when the customer has full discretion over the manner of distribution and price to sell the goods, has the primary responsibility for sales to future customers and bears the risks of obsolescence. Trade receivables are recognized concurrently.

Refer to Note 43 for information about the disaggregation of revenue.

b. Contract balances

	June 30, 2054	December 31, 2024	June 30, 2025	January 1, 2024
Trade receivables (Note 11)	$ 2,607,473	$ 1,570,109	$ 2,710,066	$ 1,319,978
Contract liabilities-current				
Sale of goods	$ 33,855	$ 31,458	$ 51,108	$ 61,495

The changes in the balance of contract assets and contract liabilities primarily result from the timing difference between the Group's satisfaction of performance obligations; no other significant changes have occurred.

27. NET PROFIT FROM CONTINUING OPERATIONS

a. Interest income

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2025	2024	2025	2024
Bank deposits	$ 16,193	$ 15,506	$ 26,986	$ 30,626
Financial assets at amortized cost	10,525	16,006	23,230	32,367
	$ 26,718	$ 31,512	$ 50,216	$ 62,993

b. Other income

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2025	2024	2025	2024
Rental income				
Other operating leases (Note 36)	$ 8,995	$ 1,694	$ 17,181	$ 7,468
Dividends	1,516	2,532	1,516	2,532
Government grant income (Note 30)	5,741	2,071	6,404	6,217
Others	757	1,420	10,196	5,263
	$ 17,009	$ 7,717	$ 35,297	$ 21,480

c. Other gains and losses

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2025	2024	2025	2024
(Loss) gain on financial assets and liabilities				
Financial assets mandatorily classified as at FVTPL	$ 9,207	$ 14,492	$ (35,114)	$ 33,029
(Loss) gain on disposal of property, plant and equipment	(512)	2,791	(1,388)	14,327
Net foreign exchange gains	(177,743)	19,337	(168,137)	37,288
Fire loss (Note 39)	(212,067)	-	(212,067)	-
Others	947	(661)	(2,654)	(2,378)
	$ (380,168)	$ 35,959	$ (419,360)	$ 82,266

d. Finance costs

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2025	2024	2025	2024
Interest on bank loans	$ 46,215	$ 36,579	$ 70,222	$ 49,785
Interest on lease liabilities	2,947	3,397	6,166	6,960
Interest on convertible bonds	7,527	7,375	14,933	14,713
	$ 56,689	$ 47,351	$ 91,321	$ 71,458

e. Depreciation and amortization

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2025	2024	2025	2024
An analysis of depreciation by function				
Operating costs	$ 76,210	$ 78,429	$ 159,133	$ 157,286
Operating expenses	24,280	25,464	48,240	49,513
	$ 100,490	$ 103,893	$ 207,373	$ 206,799
An analysis of amortization by function				
Operating costs	$ 486	$ 428	$ 1,006	$ 777
Operating expenses	2,779	1,528	5,342	3,202
	$ 3,265	$ 1,956	$ 6,348	$ 3,979

f. Employee benefits expense

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2025	2024	2025	2024
Short-term benefits	$ 1,367,350	$ 1,290,878	$ 2,675,574	$ 2,425,049
Post-employment benefits				
Defined contribution plans	3,860	3,328	7,840	7,173
Defined benefit plans (Note 24)	(11)	19	(21)	19
Total employee benefits expense	$ 1,371,199	$ 1,294,225	$ 2,683,393	$ 2,432,241
An analysis of employee benefits expense by function				
Operating costs	$ 1,128,070	$ 1,057,426	$ 2,196,252	$ 1,957,468
Operating expenses	243,129	236,799	487,141	474,773
	$ 1,371,199	$ 1,294,225	$ 2,683,393	$ 2,432,241

g. Compensation of employees and remuneration of directors

According to the Company's Articles, the Company accrues compensation of employees and remuneration of directors at rates of no less than 1% and no higher than 8% for employees, and no less than 2% for directors, of net profit before income tax, compensation of employees, and remuneration of directors. Due to the loss before income tax for the six months ended June 30, 2025, no estimates were made for the compensation of employees and remuneration of directors. The accrued compensation of employees and remuneration of directors for the three months and six months ended June 30, 2024 are as follows:

Accrual rate

	For the Six Months Ended June 30	
	2025	2024
Compensation of employees	-	1.04%
Remuneration of directors	-	1.93%

Amount

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2025	2024	2025	2024
Compensation of employees	$ -	$ 1,202	$ -	$ 1,202
Remuneration of directors	$ -	$ 2,228	$ -	$ 2,228

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

The compensation of employees and the remuneration of directors for the years ended December 31, 2024 and 2023, which were approved by the Company's board of directors on March 5, 2025 and March 6, 2024, respectively, are as follows:

Amount

	For the Year Ended December 31	
	2024	2023
	Cash	Cash
Compensation of employees	$ 4,367	$ 9,285
Remuneration of directors	$ 5,880	$ 5,880

There is no difference between the actual amounts of compensation of employees and remuneration of directors and supervisors paid and the amounts recognized in the consolidated financial statements for the years ended December 31, 2024 and 2023.

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

h. Gain or loss on foreign currency exchange

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2025	2024	2025	2024
Foreign exchange gains	$ 93,023	$ 63,475	$ 133,447	$ 91,232
Foreign exchange losses	(270,766)	(44,138)	(301,584)	(53,944)
Net (losses) gains	$ (177,743)	$ 19,337	$ (168,137)	$ 37,288

28. INCOME TAX

a. Income tax recognized in profit or loss

Major components of income tax expense are as follows:

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2025	2024	2025	2024
Current tax				
In respect of the current year	$ 27,706	$ 53,917	$ 83,924	$ 75,383
Income tax on unappropriated earnings	12,176	1,708	12,176	1,708
Adjustments for prior years	(587)	(967)	13,208	331
	39,295	54,658	109,308	77,422
Deferred tax				
In respect of the current year	(14,239)	24,888	(84,052)	(14,373)
Income tax expense recognized in (profit) or loss	$ 25,056	$ 79,546	$ 25,256	$ 63,049

b. Income tax recognized in other comprehensive income

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2025	2024	2025	2024
Deferred tax				
In respect of the current year				
Translation of foreign operations	$ (161,471)	$ 3,088	$ (142,465)	$ 46,117

c. Income tax assessments

Income tax returns of the Company, Top One Down & Feather Co., Ltd. and King Hamm Industrial Co., Ltd. have been assessed by the local tax authorities through 2023.

29. (LOSSES) EARNINGS PER SHARE

Unit: NT$ Per Share

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2025	2024	2025	2024
Basic (losses) earnings per share	$ (0.34)	$ 2.07	$ (1.60)	$ 0.95
Diluted (losses) earnings per share	$ (0.34)	$ 1.91	$ (1.60).	$ 0.95

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

Net (Loss) Profit for the Year

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2025	2024	2025	2024
(Loss) profit for the year attributable to owners of the Company	$ (35,438)	$ 214,092	$ (165,280)	$ 98,231
Effect of potentially dilutive ordinary shares				
Interest on convertible bonds (after tax)	-	5,900	-	-
(Losses) earnings used in the computation of diluted earnings per share	$ (35,438)	$ 219,992	$ (165,280)	$ 98,231

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

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2025	2024	2025	2024
Weighted average number of ordinary shares used in the computation of basic (losses) earnings per share	102,889	103,425	103,156	103,425
Effect of potentially dilutive				
Convertible bonds	-	11,538	-	-
Compensation of employees	-	11	-	41
Weighted average number of ordinary shares used in the computation of diluted (losses) earnings per share	102,889	114,974	103,156	103,466

The Group may settle the compensation of employees in cash or shares; therefore, the Group assumes that the entire amount of the compensation will be settled in shares, and the resulting potential shares are included in the weighted average number of shares outstanding used in the computation of diluted earnings per share, as the effect is dilutive. Such dilutive effect of the potential shares is included in the computation of diluted earnings per share until the number of shares to be distributed to employees is resolved in the following year.

In the event of the Group's outstanding convertible bonds were converted, the effect of anti-dilutive, therefore, it is not included in the computation of diluted loss per share.

30. GOVERNMENT GRANTS

The Group's subsidiaries in mainland China recognized grant income of $5,741 thousand, $2,071 thousand, $6,404 thousand and $6,217 thousand as other income from local governments during the three months and six months ended June 30, 2025 and 2024, respectively.

31. BUSINESS COMBINATIONS

a. Subsidiaries acquired

	Principal Activity	Date of Acquisition	Proportion of Voting Equity Interests Acquired (%)	Consideration Transferred
Principle & Will Biotech Co., Ltd.	Manufacturing, processing and sale of medical products	May 1, 2024	100	$ 116,511

Principle & Will Biotech Co., Ltd., was acquired on May 1, 2024 in order to continue the growth of the Group's medical product business.

b. Consideration transferred

	Principle & Will Biotech Co., Ltd.
Cash	$ 116,511

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

	Principle & Will Biotech Co., Ltd.
Current assets	
Cash and cash equivalents	$ 7,705
Prepayments	14
Inventories	22
Non-current assets	
Plant and equipment	64,555
Right-of-use assets	52,908
Other non-current assets	20
Current liabilities	
Trade payables and other payables	(8,713)
	$ 116,511

d. Net cash outflow on the acquisition of subsidiaries

	Principle & Will Biotech Co., Ltd.
Consideration paid in cash	$ 116,511
Less: Cash and cash equivalent balances acquired	(7,705)
	108,806
Payables for investment, end of period	(116,511)
	$ (7,705)

e. Impact of acquisitions on the results of the Group

The financial results of the acquirees since the acquisition dates, which are included in the consolidated statements of comprehensive income, were as follows:

	Principle & Will Biotech Co., Ltd.
	For the Two Months Ended June 30, 2025
Revenue	$ -
Loss attribute to owners of the Company	$ (810)

Had Principle & Will Biotech Co., Ltd. concluded the acquisition at the beginning of 2024, the Group's revenue would have been $4,132,785 thousand and $6,500,420 thousand, and the profit would have been $243,010 thousand and $151,895 thousand for the three months and six months ended June 30, 2024, respectively. This pro-forma information is for illustrative purposes only and is not necessarily an indication of the revenue and results of operations of the Group that actually would have been achieved had the acquisition been completed at the beginning of the acquisition year, 2024, nor is it intended to be a projection of future results.

In determining the pro-forma revenue and profit of the Group had Principle & Will Biotech Co., Ltd. been acquired at the beginning of the financial year, the management considered the fair values of plant and property, rather than their carrying amounts recognized in the respective pre-acquisition financial statements at the initial accounting for the business combination, were used as the basis for the depreciation of plant and property.

32. CASH FLOW INFORMATION

a. Non-cash transactions

The Group entered into the following non-cash investing and financing activities which were not reflected in the consolidated statements of cash flows for the six months ended June 30, 2025 and 2024:

	For the Six Months Ended June 30	
	2025	2024
Additions to property, plant and equipment		
Increase in property, plant and equipment	$ 437,779	$ 189,298
Add: Payables for equipment, beginning of period	17,977	18,839
Less: Payables for equipment, end of period	(9,849)	(14,869)
Cash paid	$ 445,907	$ 193,268
Cash dividends received	$ 1,516	$ 2,532
Add: Dividends receivable, beginning of yea	208	141
Less: Dividends receivable, end of year	(1,105)	-
Dividends received	$ 619	$ 2,673
Cash dividends paid by non-controlling interests		
Cash dividends paid	$ 99,865	$ 84,068
Add: Cash dividends payable, beginning of period	40,286	70,949
Less: Dividends payable, end of period	(139,151)	(124,574)
Foreign currency exchange differences	(571)	885
Dividends paid	$ 429	$ 31,328

	For the Six Months Ended June 30	
	2025	2024
Cash dividends paid		
Cash dividends paid	$ 330,962	$ 537,812
Less: Dividends payable, end of year	(330,962)	(537,812)
Dividends paid	$ -	$ -

b. Changes in liabilities arising from financing activities

For the six months ended June 30, 2025

	Opening Balance	Cash Flows	Non-cash Changes: New Leases	Non-cash Changes: Others	Closing Balance
Short-term borrowings	$ 1,738,438	$ 3,386,268	$ -	$ -	$ 5,124,706
Long-term borrowings	699,834	(58,167)	-	-	641,667
Bonds payable	1,477,169	-	-	14,933	1,492,102
Guarantee deposits received	1,815	(117)	-	-	1,698
Lease liabilities	208,939	(19,087)	5,380	(21,346)	173,886
	$ 4,126,195	$ 3,308,897	$ 5,380	$ (6,413)	$ 7,434,059

For the six months ended June 30, 2024

	Opening Balance	Cash Flows	Non-cash Changes: New Leases	Non-cash Changes: Others	Closing Balance
Short-term borrowings	$ 838,522	$ 2,298,201	$ -	$ -	$ 3,136,723
Long-term borrowings	577,000	(19,500)	-	-	557,500
Bonds payable	1,447,429	-	-	14,713	1,462,142
Guarantee deposits received	2,127	(314)	-	-	1,813
Lease liabilities	215,392	(18,017)	25,893	(7,374)	215,894
	$ 3,080,470	$ 2,260,370	$ 25,893	$ 7,339	$ 5,374,072

33. INTERPRETATION OF SEASONAL OR PERIODICAL INTERIM OPERATIONS

The Group is mainly engaged in the high-end down jackets for world-renowned brands. The high-end down jacket industry has a highly seasonal characteristic, with peak sales peroid in autum and winter.

The Group starts to prepare materials at the end of each year, and starts production from the beginning of the next year. The mainly delivery with large quantities period starts from the middle of the year until October.

According to historical experience, the peak sales period of the Group is between June and September each year, and the second peak period is in May and October. Therefore, the inventory level of the Group from April to July is relatively higher than that of other months.

Usually, the operating revenue in the first quarter of each year is the lowest compared to the other three quarters. The peak season for shipments begins at the end of the second quarter and continues until the beginning of the fourth quarter, therefore, the single-quarter operating revenue in the third quarter is the highest.

34. CAPITAL MANAGEMENT

The Group manages its capital to ensure that entities in the Group will be able to continue as going concerns while maximizing the return to stakeholders through the optimization of the debt and equity balance.

The capital structure of the Group consists of net debt (borrowings offset by cash and cash equivalents) and equity of the Group (comprising issued capital, reserves, retained earnings and other equity).

The Group is not subject to any externally imposed capital requirements.

35. FINANCIAL INSTRUMENTS

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

The management of the Group believes the carrying amount of the Group's financial instruments not measured at fair value are close to the fair value.

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

1) Fair value hierarchy

June 30, 2025

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL - current				
Domestic listed shares	$ 82,017	$ -	$ -	$ 82,017
Foreign listed shares	36,570	-	-	36,570
	$ 118,587	$ -	$ -	$ 118,587
Financial assets at FVTOCI - non-current				
Investments in equity instruments				
Domestic unlisted shares	$ -	$ -	$ 5,477	$ 5,477

December 31, 2024

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL - current				
Domestic listed shares	$ 203,067	$ -	$ -	$ 203,067
Foreign listed shares	78,808	-	-	78,808
	$ 281,875	$ -	$ -	$ 281,875
Financial assets at FVTOCI - non-current				
Investments in equity				

	Level 1	Level 2	Level 3	Total
instruments				
Domestic unlisted shares	$ -	$ -	$ 5,477	$ 5,477

June 30, 2024

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL - current				
Domestic listed shares	$ 200,747	$ -	$ -	$ 200,747
Foreign listed shares	71,759	-	-	71,759
Domestic bonds	2,400	-	-	2,400
	$ 274,906	$ -	$ -	$ 274,906
Financial assets at FVTOCI - non-current				
Investments in equity instruments				
Domestic unlisted shares	$ -	$ -	$ 5,952	$ 5,952

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

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

Investments in domestic unlisted shares are the only financial asset that the Group subsequently measures using Level 3 fair value. The profit or loss of these equity investments was not recognized in the consolidated statements of comprehensive income for the six months ended June 30, 2025 and 2024.

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

The fair values of domestic and foreign unlisted shares are determined using the market approach with reference to the types of industry, similar companies in the same industry, and the operating conditions of the Company.

c. Categories of financial instruments

	June 30, 2025	December 31, 2024	June 30, 2024
Financial assets			
Fair value through profit or loss (FVTPL)			
Mandatorily classified as at FVTPL	$ 118,587	$ 281,875	$ 274,906
Financial assets at amortized cost (1)	6,746,151	6,844,744	7,408,942
Financial assets at FVTOCI			
Investments in equity instruments	5,477	5,477	5,952
Financial liabilities			
Amortized cost (2)	10,491,195	6,263,594	8,568,685

1) The balances include financial assets at amortized cost, which comprise cash and cash equivalents, notes receivable and trade receivables, other receivables and time deposits with original maturities

of more than 3 months.

2) The balances include financial liabilities at amortized cost, which comprise short-term and long-term loans, notes payable, trade and other payables and bonds payable.

d. Financial risk management objectives and policies

The Group's major financial instruments include equity and debt investments, trade receivables, trade payables, bonds payable, borrowings and lease liabilities. The Group's corporate treasury function provides services to the business, coordinates access to domestic and international financial markets, and monitors and manages the financial risks relating to the operations of the Group through internal risk reports that analyze exposures by degree and magnitude of risks. These risks include market risk (including foreign currency risk and interest rate risk), credit risk and liquidity risk.

1) Market risk

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

a) Foreign currency risk

The Company had foreign currency denominated sales and purchases, which exposed the Group to foreign currency risk.

The carrying amounts of the Group's foreign currency denominated monetary assets and monetary liabilities at the three months end of the period are set out in Note 41.

Sensitivity analysis

The Group is mainly exposed to the USD.

The following table details the Group's sensitivity to a 1% increase and decrease in the New Taiwan dollar against the USD. The sensitivity rate used when reporting foreign currency risk internally to key management personnel and representing management's assessment of the reasonably possible change in foreign exchange rates is 1%. A positive number below indicates an increase in pre-tax profit associated with the New Taiwan dollar strengthening 1% against the USD. For a 1% weakening of the New Taiwan dollar against the USD, there would be an equal and opposite impact on pre-tax profit and the balances below would be negative.

	USD Impact	
	For the Six Months Ended June 30	
	2025	**2024**
Profit or loss	$ 2,684	$ 9,599

b) Interest rate risk

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

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

	June 30, 2025	December 31, 2024	June 30, 2024
Fair value interest rate risk			
Financial assets	$ 3,067,783	$ 3,969,580	$ 3,747,443
Financial liabilities	173,886	208,939	215,894
Cash flow interest rate risk			
Financial assets	984,036	1,228,253	853,926
Financial liabilities	5,766,373	2,438,272	3,694,223

Sensitivity analysis

The sensitivity analysis below was determined based on the Group's exposure to interest rates for non-derivative instruments at the end of the year.

A 0.1% increase or decrease is used when reporting interest rate risk internally to key management personnel and represents management's assessment of the reasonably possible change in interest rates. If interest rates had been 0.1% higher and all other variables were held constant, the Group's pre-tax profit for the six months ended June 30, 2025 and 2024 would have decreased by $2,391 thousand and $1,420 thousand, respectively.

c) Other price risk

The Group was exposed to equity price risk through its investments in equity securities. The Group manages this exposure by maintaining a portfolio of investments with different risks. In addition, the Group has appointed a special team to monitor the price risk and will consider hedging the risk exposure should the need arise.

Sensitivity analysis

The sensitivity analysis below was determined based on the exposure to equity price risks at the end of the year.

If equity prices had been 1% higher, pre-tax profit for the six months ended June 30, 2025 and 2025 would have increased by $1,186 thousand and $2,749 thousand, respectively, as a result of the changes in fair value of financial assets at FVTPL, and the pre-tax other comprehensive income for the six months ended June 30, 2025 and 2024 would have increased by $55 thousand and $60 thousand, respectively, as a result of the changes in fair value of financial assets at FVTOCI.

2) Credit risk

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in a financial loss to the Group. At the three months end of the period, the Group's maximum exposure to credit risk, which would cause a financial loss to the Group due to the failure of the counterparty to discharge its obligation and due to the financial guarantees provided by the Group is mainly from the carrying amount of the respective recognized financial assets as stated in the balance sheets.

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

3) Liquidity risk

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

The Group relies on bank borrowings as a significant source of liquidity. As of June 30, 2025 and December 31 and June 30, 2024, the Group had available unutilized bank loan facilities set out in (b) below.

a) Liquidity risk tables for non-derivative financial liabilities

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

June 30, 2025

	1-3 Months	3 Months to 1 Year	1 Year+	Total
Non-derivative financial liabilities				
Short-term borrowings	$ 2,471,504	$ 2,653,202	$ -	$ 5,124,706
Bonds payable	1,492,102	-	-	1,492,102
Current portion of long-term borrowings	-	95,667	-	95,667
Long-term borrowings	-	-	546,000	546,000
	$ 3,963,606	$ 2,748,869	$ 546,000	$ 7,258,475

December 31, 2024

	1-3 Months	3 Months to 1 Year	1 Year+	Total
Non-derivative financial liabilities				
Short-term borrowings	$ 823,866	$ 914,572	$ -	$ 1,738,438
Bonds payable	-	1,477,169	-	1,477,169
Current portion of long-term borrowings	-	70,667	-	70,667
Long-term borrowings	-	-	629,167	629,167
	$ 823,866	$ 2,462,408	$ 629,167	$ 3,915,441

June 30, 2024

	1-3 Months	3 Months to 1 Year	1 Year+	Total
Non-derivative financial liabilities				
Short-term borrowings	$ 1,721,705	$ 1,415,018	$ -	$ 3,136,723
Bonds payable	-	-	1,462,142	1,462,142
Current portion of long-term borrowings	-	97,167	-	97,167
Long-term borrowings	-	-	460,333	460,333
	$ 1,721,705	$ 1,512,185	$ 1,922,475	$ 5,156,365

Taking into account the Group's financial position, management does not believe that it is probable that the banks will exercise their discretionary rights to demand immediate repayment. Management believes that such bank loans will be repaid after the reporting date in accordance with the scheduled repayment dates set out in the loan agreements.

b) Financing facilities

	June 30, 2025	December 31, 2024	June 30, 2024
Unsecured bank overdraft facilities, reviewed annually			
Amount used	$ 5,430,166	$ 2,438,272	$ 3,694,223
Amount unused	6,207,856	10,403,888	10,742,525
	$ 11,638,022	$ 12,842,160	$ 14,436,748
Secured bank overdraft facilities			
Amount used	$ 336,207	$ -	$ -
Amount unused	-	147,533	144,000
	$ 336,207	$ 147,533	$ 144,000

36. TRANSACTIONS WITH RELATED PARTIES

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

a. Related party name and category

Related Party Name	Related Party Category
Formosa Taffeta Co., Ltd. (Group company)	Investor with significant influence - corporate director of the Company
Top One Investment Co., Ltd.	Other related party - corporate director of the Company
Cu Chi Investment, Ltd.	Related party in substance

Related Party Name	Related Party Category
Xin Xiang Investment, Ltd.	Related party in substance
Best One Investment Co., Ltd.	Related party in substance
Da Fang Investment Co., Ltd.	Related party in substance
Spring Printing (Pinghu) Co., Ltd.	Related party in substance
Asia Healthcare (Dalian) Co., Ltd.	Related party in substance
Spring Printing Co., Ltd. (Group company)	Related party in substance
Chiu Hsing Investment, Ltd.	Related party in substance
Chuan Jiu Investment, Ltd.	Related party in substance
Nanliu Enterprise (Pinghu) Co., Ltd.	Other related party - director of the subsidiary
Anhui Xingxing Garment Co., Ltd.	Associate
Taso-Pi Wu	Key management personnel
Yang-Han Wu	Key management personnel
Wen-Hsien Yang	Key management personnel
I-Lun Lee	Key management personnel
Shen-Wen Hung	Key management personnel
Cheng-Wei Hung	Key management personnel
Shih-Ping Tsai	Key management personnel
Yueh-Hsiao Yang	Related party in substance
Chi-Lu Yang	Related party in substance
Shih-Chu Yang	Related party in substance
Yun-Lin Tsai	Related party in substance
Yun-Tse Tsai	Related party in substance
Cheng-Kuo Hung	Related party in substance
I-Chun Chuang	Other related party - director of the subsidiary
Chia-Hsing Lee	Other related party - director of the subsidiary

b. Sales of goods

Related Party Category/Name	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2025	2024	2025	2024
Related party in substance	$ 12,687	$ 14,113	$ 24,653	$ 30,533
Investor with significant influence	-	13	22	13
Other related party	2	2	2	2
	$ 12,689	$ 14,128	$ 24,677	$ 30,548

The goods sold by the Group to the related parties and the credit terms granted were made at the Group's usual prices and terms.

c. Processing fees

Related Party Category/Name	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2025	2024	2025	2024
Associate	$ 168,671	$ 21,551	$ 195,210	$ 21,551
Related party in substance	13,013	13,133	21,955	18,373
	$ 181,684	$ 34,684	$ 217,165	$ 39,924

The processing fees charged by the related parties in substance to the Group and the credit terms granted were made at the Group’s usual prices and terms.

d. Purchases of goods

Related Party Category/Name	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2025	2024	2025	2024
Investor with significant influence	$ 237,893	$ 214,910	$ 591,046	$ 438,978
Other related party	1,481	2,532	3,949	5,087
	$ 239,374	$ 217,442	$ 594,995	$ 444,065

The purchases of goods from the related parties by the Group and the credit terms granted were made at the Group’s usual prices and terms.

e. Equity transactions

The Group acquired ownership of Principle & Will Biotech Co., Ltd., in the amount of $87,473 thousand (US$2,688 thousand) from key management personnel , related parties in substance and other related parties on May 1, 2024. As the transaction amount has not been paid, it is classified as Other payables to related parties as of June 30, 2024.The aforementioned transaction amount was paid on July 2024.

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

Line Item	Related Party Category/Name	June 30, 2025	December 31, 2024	June 30, 2024
Trade receivables	Related party in substance	$ 24,637	$ 37,018	$ 30,641
	Other related party	-	2	-
		$ 24,637	$ 37,020	$ 30,641

The outstanding trade receivables from related parties are unsecured. For the six months ended June 30, 2025 and 2024, no impairment losses were recognized for trade receivables from related parties.

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

Line Item	Related Party Category/Name	June 30, 2025	December 31, 2024	June 30, 2024
Trade payables	Investor with significant influence			
	Formosa Taffeta Co., Ltd. (Group	$238,770	$154,262	$199,301
	Other related party	3,299	796	1,405
		$242,069	$155,058	$200,706
Other payables	key management personnel			
	Taso-Pi Wu	$ -	$ -	$ 11,975
	Yang-Han Wu	-	-	13,404
	Wen-Hsien Yang	-	-	11,975

Others	-	-	10,276
	-	-	47,630
Other related party			
I-Chun Chuang	44,981	50,331	88,789
Others	-	-	715
	44,981	50,331	89,504
Related party in substance			
Yueh-Hsiao Yang	-	8,136	14,745
Others	10,543	-	35,266
	10,543	8,136	50,011
Investor with significant influence	22	25	25
Associate	117,964	-	39,869
	$ 173,510	$ 58,492	$ 227,039

The outstanding trade payables to related parties are unsecured.

h. Other transactions with related parties

Line Item	Related Party Category/Name	For the Three Months Ended June 30 2025	For the Three Months Ended June 30 2024	For the Six Months Ended June 30 2025	For the Six Months Ended June 30 2024
Other income (rental income)	Related party in substance	$ -	$ -	$ 56	$ 56
	Other related party	-	-	11	11
		$ -	$ -	$ 67	$ 67
Manufacturing overhead	Related party in substance	$ 359	$ 205	$ 591	$ 397

The rental revenue received from the related parties in substance were due to the rental of office space at prices negotiated between the transacting parties, and rental payments are received accordingly.

i. Remuneration of key management personnel

	For the Three Months Ended June 30 2025	For the Three Months Ended June 30 2024	For the Six Months Ended June 30 2025	For the Six Months Ended June 30 2024
Short-term employee benefits	$ 18,244	$ 15,448	$ 35,748	$ 32,079
Post-employment benefits	357	224	718	577
	$ 18,601	$ 15,672	$ 36,466	$ 32,656

The remuneration of directors and key executives, as determined by the remuneration committee, is based on the performance of individuals and market trends.

37. ASSETS PLEDGED AS COLLATERAL OR FOR SECURITY

The following assets were provided as collateral for purchases from suppliers:

	June 30, 2025	December 31, 2024	June 30, 2024
Pledged deposits (classified as financial assets at amortized cost - current)	$ 40,930	$ 7,000	$ 7,000
Pledged deposits (classified as financial assets at amortized cost – non-current)	$ 204,307	$ -	$ -

38. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNIZED COMMITMENTS

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

a. As of June 30, 2025 and 2024, the Group had unused letters of credit for purchases of raw materials that amounted to $230,085 thousand and $166,280 thousand.

b. As of June 30, 2025 and 2024, guarantee notes submitted by the Group for loan applications and borrowings amounted to $9,944,935housand and $9,426,911 thousand.

c. As of June 30, 2025 and 2024, the Group's unrecognized commitments for the purchase of property, plant and equipment amounted to $167,332 thousand and $170,850 thousand.

39. SIGNIFICANT LOSSES FROM DISASTERS

A fire incident occurred at the plant of the Company's subsidiary, Quang Viet (Tien Giang) Co., Ltd., in April 2025, resulting in a loss of $212,067 thousand. The management of the Group has assessed that the fire loss does not have a material impact on the Group's operations.

40. OTHER ITEMS

The board of director of the Company resolved to approve a cash capital increase by issuing 10,000 thousand new common shares and the issuance of the third domestic unsecured convertible bonds with a total face value amount of $800,000 thousand.

41. SIGNIFICANT ASSETS AND LIABILITIES DENOMINATED IN FOREIGN CURRENCIES

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

June 30, 2025

	Foreign Currency	Exchange Rate	Carrying Amount
Financial assets			
Monetary items			
USD	$ 147,088	29.3 (USD:NTD)	$ 4,309,675
USD	36,545	26,095 (USD:VND)	1,070,672
USD	14,988	7.1586 (USD:RMB)	438,929
USD	28,847	0.708 (USD:JOD)	845,214
Financial liabilities			
Monetary items			
USD	145,049	29.3 (USD:NTD)	4,251,476
USD	58,332	0.708 (USD:JOD)	1,709,122
USD	9,227	7.1586 (USD:RMB)	270,751
USD	5,623	26,095 (USD:VND)	164,745

December 31, 2024

	Foreign Currency	Exchange Rate	Carrying Amount
Financial assets			
Monetary items			
USD	$ 105,159	32.785 (USD:NTD)	$ 3,447,628
USD	37,491	25,420 (USD:VND)	1,229,025
USD	19,279	7.1884 (USD:RMB)	632,053
USD	17,689	0.708 (USD:JOD)	579,942
Financial liabilities			
Monetary items			
USD	96,876	32.785 (USD:NTD)	3,175,228
USD	8,310	7.1884 (USD:RMB)	272,839
USD	51,309	0.708 (USD:JOD)	1,682,172
USD	6,761	25,420 (USD:VND)	217,195

June 30, 2024

	Foreign Currency	Exchange Rate	Carrying Amount
Financial assets			
Monetary items			
USD	$ 126,627	32.45 (USD:NTD)	$ 4,109,044
USD	30,795	25,382 (USD:VND)	999,291
USD	22,523	7.1268 (USD:RMB)	730,900
USD	15,548	0.708 (USD:JOD)	504,529

Financial liabilities

Monetary items			
USD	115,805	32.45 (USD:NTD)	3,756,882
USD	34,300	0.708 (USD:JOD)	1,113,020
USD	9,860	7.1268 (USD:RMB)	320,431
USD	6,100	25,382 (USD:VND)	193,561

For the three months and six months ended June 30, 2025 and 2024, realized and unrealized net foreign exchange gains were $(177,743) thousand, $19,337 thousand, $(168,137) thousand and $37,288 thousand, respectively. It is impractical to disclose net foreign exchange gains (losses) by each significant foreign currency due to the variety of the foreign currency transactions.

42. SEPARATELY DISCLOSED ITEMS

a. Information about significant transactions:

1) Financing provided to others (Table 1)

2) Endorsements/guarantees provided (None)

3) Marketable securities held (excluding investments in subsidiaries, associates and joint ventures) (Table 2)

4) Total purchases from or sales to related parties amounting to at least NT$100 million or 20% of the paid-in capital (Table 3)

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

6) Intercompany relationships and significant intercompany transactions (Table 5)

b. Information on investees (Table 6)

c. Information on investments in mainland China

1) Information on any investee company in mainland China, showing the name, principal business activities, paid-in capital, method of investment, inward and outward remittance of funds, ownership percentage, net income of investees, investment income or loss, carrying amount of the investment at the end of the period, repatriations of investment income, and limit on the amount of investment in the mainland China area (Table 7)

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

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

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

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

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

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

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

43. SEGMENT INFORMATION

Information reported to the chief operating decision maker for the purpose of resource allocation and assessment of segment performance focuses on the types of goods or services delivered or provided. The Group's reportable segments were as follows:

Garment business
Down feather business
Medical business

a. Segment revenue and results

The following is an analysis of the Group's revenue and results from continuing operations by reportable segments:

	Garment	Down Feather	Medical	Total
For the six months ended June 30, 2025				
Revenue from external customers	$ 7,269,734	$ 72,630	$ 218,261	$ 7,560,625
Inter-segment revenue	4,371,474	857,410	-	5,228,884
Segment revenue	11,641,208	930,040	218,261	12,789,509
Eliminations				(5,228,884)
Consolidated revenue				$7,560,625
Segment income	$ 189,433	$ 131,001	$ (66,392)	$ 254,042
Interest income				50,216
Grant income				6,404
Rental income				17,181
Gain on disposal of property, plant and equipment				(1,388)
Financial assets measured at FVTPL				(35,114)
Net exchange gain				(168,137)
Other income and gains				11,712
Other losses				(2,654)
Disaster loss				(212,067)
Finance costs				(91,321)
Share of profit or loss of associates accounted for using the equity method				24,886

(Continued)

Loss before tax from continuing operations				$ (146,240)
				(Concluded)

	Garment	Down Feather	Medical	Total
For the six months ended June 30, 2024				
Revenue from external customers	$ 6,129,042	$ 130,050	$ 241,328	$ 6,500,420
Inter-segment revenue	2,960,167	404,453	-	3,364,620
Segment revenue	9,089,209	534,503	241,328	9,865,040
Eliminations				(3,364,620)
Consolidated revenue				$ 6,500,420
Segment income	$ 97,376	$ 37,122	$ (43,326)	$ 91,172
Interest income				62,993
Grant income				6,217
Rental income				7,468
Gain on disposal of property, plant and equipment				14,327
Financial assets measured at FVTPL				33,029
Net exchange gain				37,288
Other income and gains				7,795
Other losses				(2,378)
Finance costs				(71,458)
Share of profit or loss of associates accounted for using the equity method				30,058
Profit before tax from continuing operations				$ 216,511

The above revenue was generated from transactions with external customers.

Segment income represents the profit before tax earned by each segment without allocation of central administration costs and directors' salaries, share of profit of associates, gains recognized on disposal of interests in former associates, lease income, interest income, gains or losses on disposal of property, plant and equipment, gains or losses on disposal of financial instruments, exchange gains or losses, valuation gains or losses on financial instruments, finance costs and income tax expense. This was the measure reported to the chief operating decision maker for the purpose of resource allocation and assessment of segment performance.

b. Total segment assets and liabilities

	June 30, 2025	December 31, 2024	June 30, 2024
Segment assets			
Garment business	$ 17,477,813	$ 14,358,618	$ 16,247,726
			(Continued)

Medical product business	1,507,103	1,756,025	1,909,313
Down feather business	743,711	931,448	786,812
Total segment assets	19,728,627	17,046,091	18,943,851
Unallocated assets	359,210	152,240	209,812
Consolidated total assets	$ 20,087,837	$ 17,198,331	$ 19,153,663
Segment liabilities			
Garment business	$ 10,390,441	$ 6,174,419	$ 8,412,769
Medical product business	356,821	212,991	365,713
Down feather business	170,302	300,928	225,077
Total segment liabilities	10,917,564	6,688,338	9,003,559
Unallocated liabilities	334,410	355,050	422,882
Consolidated total liabilities	$ 11,251,974	$ 7,043,388	$ 9,426,441

(Concluded)

c. Geographical information

The Group's revenue from continuing operations from external customers by location of operations is detailed below:

	Revenue from External Customers			
	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2025	2024	2025	2024
North America	$ 2,472,117	$ 2,256,817	$ 4,160,149	$ 3,520,147
Europe	1,425,436	986,902	1,871,675	1,469,896
Mainland China	290,897	187,612	461,244	421,406
Japan	184,358	194,054	341,970	338,966
Oceania	38,946	35,183	67,093	51,304
Others	392,821	472,217	658,494	698,701
	$ 4,804,575	$ 4,132,785	$ 7,560,625	$ 6,500,420

d. Information about major customers

Single customers contributing 10% or more to the Group's revenue were as follows:

	For the Three Months Ended June 30				For the Six Months Ended June 30			
	2025		2024		2025		2024	
	Amount	% of Total Sales	Amount	% of Total Sales	Amount	% of Total Sales	Amount	% of Total Sales
VF (Group company)	$1,177,904	25	$ 767,709	19	$1,522,299	20	$ 930,421	14
ADIDAS(Group company)	848,318	18	473,453	11	1,473,914	19	741,001	11
PATAGONIA	930,601	19	924,826	22	1,369,978	18	1,376,264	21
	$2,956,823	62	$2,165,988	52	$4,366,191	57	$3,047,686	46

TABLE 1

QUANG VIET ENTERPRISE CO., LTD. AND SUBSIDIARIES

FINANCING PROVIDED TO OTHERS
FOR THE SIX MONTHS ENDED JUNE 30, 2025
(In Thousands of New Taiwan Dollars, and Thousands of Foreign Currencies, Unless Stated Otherwise)

No. (Note 1)	Lender	Borrower	Financial Statement Account	Related Party	Highest Balance for the Period	Ending Balance	Actual Amount Borrowed	Interest Rate (%)	Nature of Financing (Note 2)	Business Transaction Amount	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower (Note 3)	Aggregate Financing Limit (Note 3)	Note
													Item	Value			
0	Quang Viet Enterprise Co., Ltd.	Quang Viet (Long An) Co., Ltd.	Other receivables - related parties	Yes	$ 263,700 (US$ 9,000)	$ 131,850 (US$ 4,500)	$ 131,850 (US$ 4,500)	5.27	1	$ 712,572	Business	$ -	None	-	$ 712,572	$ 2,771,960	Note 5
		Atlanta Garment Manufacturing Company LLC	Other receivables - related parties	Yes	468,800 (US$ 16,000)	322,300 (US$ 11,000)	171,405 (US$ 5,850)	5.27-5.62	1	877,943	Business	-	〃	-	877,943	2,771,960	Note 6
		Sidney Apparels LLC	Other receivables - related parties	Yes	263,700 (US$ 9,000)	- (US$ -)	- (US$ -)	-	2	-	Turnover	-	〃	-	2,078,970	2,771,960	-
		Sidney Apparels LLC	Other receivables - related parties	Yes	410,200 (US$ 14,000)	410,200 (US$ 14,000)	410,200 (US$ 14,000)	5.27	1	527,439	Business	-	〃	-	527,439	2,771,960	Note 7
1	King Hamm Industrial Co., Ltd.	King Hamm Industrial Co., Ltd. (VN)	Other receivables - related parties	Yes	58,600 (US$ 2,000)	58,600 (US$ 2,000)	- -	-	1	321,124	Business	-	〃	-	321,124	627,498	Note 8
		King Hung Garments Industrial Co., Ltd. (VN)	Other receivables - related parties	Yes	58,600 (US$ 2,000)	58,600 (US$ 2,000)	- -	-	1	269,588	Business	-	〃	-	269,588	627,498	Note 9
2	Principle & Will Co., Ltd.	Principle & Will Biotech (Pinghu) Co., Ltd.	Other receivables - related parties	Yes	73,250 (US$ 2,500)	73,250 (US$ 2,500)	73,250 (US$ 2,500)	0.50	1	173,487	Business	-	〃	-	173,487	434,137	Note 10
		Principle & Will Biotech Co., Ltd.	Other receivables - related parties	Yes	32,230 (US$ 1,100)	- -	- -	-	2	-	Turnover	-	〃	-	325,603	434,137	-
3	Principle & Will Biotech (Pinghu) Co., Ltd.	Principle & Will Biotech (Xiantao) Co., Ltd.	Other receivables - related parties	Yes	36,837 (RMB 9,000)	36,837 (RMB 9,000)	20,465 (RMB 5,000)	3.10	1	61,406	Business	-	〃	-	61,406	181,042	Note 11
4	Atlanta Garment Manufacturing Company LLC	W&D Apparel (Jordan) Corp.	Other receivables - related parties	Yes	29,300 (USD 1,000)	29,300 (USD 1,000)	17,488 (USD 597)	-	1	89,228	Business	-	〃	-	89,228	119,660	Note 12

Note 1: Numbering sequence is as follows:

a. The issuer is numbered 0.
b. Investees are numbered sequentially starting from 1.

Note 2: The nature of financing is as follows:

a. Borrowers with business relationships are numbered 1.
b. Borrowers with short term financing needs are numbered 2.

Note 3: a. The amount available for the Company lending to individual borrowers shall not exceed the amount of business transactions between the two parties within the most recent year in the case of business transaction; the amount available for the Company lending to individual borrowers shall not exceed 30% of the net worth of the parent company on its most recent financial statements in the case of operating turnover. In addition, the total amount lendable shall not exceed 40% of net worth of the parent company on its most recent financial statements.

b. The amount that King Hamm Industrial Co., Ltd. can provide to any individual borrower shall not exceed the amount of business transactions between the two parties within the most recent year. The total amount lendable shall not exceed 40% of its net worth on its most recent financial statements.

c. The amount that Principle & Will Co., Ltd. can provide to any individual borrower shall not exceed the amount of business transactions between the two parties within the most recent year. The total amount lendable shall not exceed 40% of its net worth on its most recent financial statements.

d. The amount that Principle & Will Biotech (Pinghu) Co., Ltd. can provide to any individual borrower shall not exceed the amount of business transactions between the two parties within the most recent year in the case of business transaction, and the amount that Principle & Will Biotech (Pinghu) Co., Ltd. can provide to any individual borrower shall not exceed 30% of its net worth on its most recent financial statements in the case of operating turnover; the total amount lendable shall not exceed 40% of its net worth on its most recent financial statements.

Note 4: The above transactions have been eliminated on the preparation of the consolidated financial statements.

Note 5: In the most recent fiscal year, the amounts transacted between the Company and Quang Viet (Long An) Co., Ltd. were processing fee of $712,572 thousand.

Note 6: In the most recent fiscal year, the amounts transacted between the Company and Atlanta Garment Manufacturing Company LLC were purchases of $877,943 thousand.

Note 7: In the most recent fiscal year, the amounts transacted between the Company and Sidney Apparels LLC were purchases of $527,439 thousand.

Note 8: The amounts transacted between King Hamm Industrial Co., Ltd. and King Hamm Industrial Co., Ltd. (VN) in the most recent fiscal year were processing fee of $321,124 thousand.

Note 9: The amounts transacted between King Hamm Industrial Co., Ltd. and King Hung Garments Industrial Co., Ltd. in the most recent fiscal year were processing fee of $269,588 thousand.

Note 10: The amounts transacted between Principle & Will Co., Ltd. and Principle & Will Biotech (Pinghu) Co., Ltd. in the most recent fiscal year were purchases of $173,487 thousand.

Note 11: The amounts transacted between Principle & Will Biotech (Pinghu) Co., Ltd. and Principle & Will Biotech (Xiantao) Co., Ltd. in the most recent fiscal year were processing fee of $61,406 thousand.

Note 12: The amounts transacted between Atlanta Garment Manufacturing Company LLC and W&D Apparel (Jordan) Corp. in the most recent fiscal year were processing fee of $89,228 thousand.

TABLE 2

QUANG VIET ENTERPRISE CO., LTD. AND SUBSIDIARIES

SIGNIFICANT MARKETABLE SECURITIES HELD
JUNE 30, 2025
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Holding Company Name	Type and Name of Marketable Securities (Note 1)	Relationship with the Holding Company	Financial Statement Account	June 30, 2025				Note
				Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Quang Viet Enterprise Co., Ltd.	Publicly traded shares QUANTA COMPUTER INC.	-	Financial assets at fair value through profit or loss - current	121,000	$ 33,215		$ 33,215	
Quang Viet Enterprise Co., Ltd.	Publicly traded shares GIGA-BYTE Technology Co., Ltd.	-	Financial assets at fair value through profit or loss - current	50,000	$ 14,150		$ 14,150	
Quang Viet Enterprise Co., Ltd.	Publicly traded financial bonds First Commercial Bank Co., Ltd. 2021 First Unsecured Senior Financial Bonds	-	Financial asset at amortized cost - non-current	100	$ 10,000		$ 10,000	
King Hamm Industrial Co., Ltd.	Publicly traded shares QUANTA COMPUTER INC.	-	Financial assets at fair value through profit or loss - current	85,000	$ 23,332		$ 23,332	
King Hamm Industrial Co., Ltd.	Publicly traded shares GIGA-BYTE Technology Co., Ltd.	-	Financial assets at fair value through profit or loss - current	40,000	$ 11,320		$ 11,320	
King Hamm Industrial Co., Ltd.	Publicly traded shares NVIDIA Corporation		Financial assets at fair value through profit or loss - current	7,900	$ 36,570		$ 36,570	

Note 1: The term “Marketable Securities” in this table refers to the IFRS No. 9 “Financial Instruments”, which refers to the stocks, bonds, beneficiary certificates and derivatives of the above items.

Note 2: This table presents marketable securities that the Company has determined to disclose based on the principle of materiality.

Note 3: For information on subsidiaries, affiliates, and interests in joint ventures, refer to Tables 6 and 7.

QUANG VIET ENTERPRISE CO., LTD. AND SUBSIDIARIES

TOTAL PURCHASES FROM OR SALES TO RELATED PARTIES AMOUNTING TO AT LEAST NT$100 MILLION OR 20% OF THE PAID-IN CAPITAL
FOR THE SIX MONTHS ENDED JUNE 30, 2025
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Buyer	Related Party	Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts Receivable (Payable)		Note
			Purchase/ Sale	Amount	% of Total	Payment Terms	Unit Price	Payment Terms	Ending Balance	% of Total	
Quang Viet Enterprise Co., Ltd.	Kwang Viet Garment Co., Ltd.	Subsidiary	Processing fee	$ 1,004,239	13	Internal transfer pricing	Internal transfer pricing	Net 60 days from the end of the month when the invoice is issued	$ (249,188)	1	Note
	Quang Viet (Tien Giang) Co., Ltd.	Subsidiary	Processing fee	1,205,917	16	Internal transfer pricing	Internal transfer pricing	Net 60 days from the end of the month when the invoice is issued	-	-	Note
	Quang Viet (Long An) Co., Ltd.	Subsidiary	Processing fee	508,913	7	Internal transfer pricing	Internal transfer pricing	Net 60 days from the end of the month when the invoice is issued	(803,986)	4	Note
	Top One Down & Feather Co., Ltd.	Subsidiary	Purchase of raw material	385,741	5	Internal transfer pricing	Internal transfer pricing	Net 60 days from the end of the month when the invoice is issued	(205,914)	1	Note
	Atlanta Garment Manufacturing Company LLC	Subsidiary	Purchases	724,703	10	Internal transfer pricing	Internal transfer pricing	Net 75 days from the end of the month when the invoice is issued	(220,418)	1	Note
	Sidney Apparels LLC	Subsidiary	Purchases	739,768	10	Internal transfer pricing	Internal transfer pricing	Net 60 days from the end of the month when the invoice is issued	(171,207)	1	Note
	Formosa Taffeta Co., Ltd. (Group company)	Corporate director of the Company and its subsidiary	Purchase of raw material	192,554	3	Net 75 days from the end of the month when the invoice is issued	Normal transaction price	Net 75 days from the end of the month when the invoice is issued	(72,295)	-	-
Quang Viet (Tien Giang) Co., Ltd.	Formosa Taffeta Co., Ltd. (Group company)	Corporate director of the Parent Company and its subsidiary	Purchase of raw material	217,739	3	Net 75 days from the end of the month when the invoice is issued	Normal transaction price	Net 75 days from the end of the month when the invoice is issued	(91,396)	-	-
Top One Down & Feather Co., Ltd.	Top One Down & Feather Shu Yang Co., Ltd.	Subsidiary	Purchase of raw material	361,794	5	Internal transfer pricing	Internal transfer pricing	Net 60 days from the end of the month when the invoice is issued	(94,808)	-	Note
Jiaxing Quang Viet Garment Co., Ltd.	Top One Down & Feather Shu Yang Co., Ltd.	Brother company	Purchase of raw material	471,740	6	Internal transfer pricing	Internal transfer pricing	Net 60 days from the end of the month when the invoice is issued	(106,273)	1	Note
	Anhui Xingxing Garment Co., Ltd.	Associate	Processing fee	195,210	3	Net 60 days from the end of the month when the invoice is issued	Normal transaction price	Net 60 days from the end of the month when the invoice is issued	(117,964)	1	Note
	Formosa Taffeta Co., Ltd. (Group company)	Corporate director of the Parent Company and its subsidiary	Purchase of raw material	115,435	2	Net 75 days from the end of the month when the invoice is issued	Normal transaction price	Net 75 days from the end of the month when the invoice is issued	(39,663)	-	Note
King Hamm Industrial Co., Ltd.	King Hung Garments Industrial Co., Ltd.	Subsidiary	Processing fee	120,861	2	Internal transfer pricing	Internal transfer pricing	Net 60 days from the end of the month when the invoice is issued	(11,698)	-	Note
	King Hamm Industrial Co., Ltd. (VN)	Subsidiary	Processing fee	182,122	2	Internal transfer pricing	Internal transfer pricing	Net 60 days from the end of the month when the invoice is issued	(5,231)	-	Note

Note: The above transactions have been eliminated during the preparation of the consolidated financial statements.

TABLE 4

QUANG VIET ENTERPRISE CO., LTD. AND SUBSIDIARIES

RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT$100 MILLION OR 20% OF THE PAID-IN CAPITAL
JUNE 30, 2025
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Company Name	Related Party	Relationship	Ending Balance (Note)	Turnover Rate	Overdue		Amount Received in Subsequent Period	Allowance for Impairment Loss
					Amount	Actions Taken		
Quang Viet Enterprise Co., Ltd.	Quang Viet (Long An) Co., Ltd.	Subsidiary	Other receivables - related parties $ 132,497	Note 2	$ -	-	$ -	$ -
	Atlanta Garment Manufacturing Company LLC	Subsidiary	Other receivables - related parties 239,564	Note 2	-	-	40,263	-
	Sidney Apparels LLC	Subsidiary	Other receivables - related parties 1,349,682	Note 2	-	-	169,921	-
Kwang Viet Garment Co., Ltd.	Quang Viet Enterprise Co., Ltd.	Subsidiary	Trade receivables - related parties 249,188	7.35	-	-	201,258	-
Quang Viet (Long An) Co., Ltd.	Quang Viet Enterprise Co., Ltd.	Subsidiary	Trade receivables - related parties 803,986	1.22	-	-	74,024	-
Atlanta Garment Manufacturing Company LLC	Quang Viet Enterprise Co., Ltd.	Subsidiary	Trade receivables - related parties 220,418	5.00	-	-	103,345	-
Top One Down & Feather Co., Ltd.	Quang Viet Enterprise Co., Ltd.	Subsidiary	Trade receivables - related parties 205,914	6.20	-	-	56,769	-
Sidney Apparels LLC	Quang Viet Enterprise Co., Ltd.	Subsidiary	Trade receivables - related parties 171,207	12.46	-	-	-	-
Top One Down & Feather Shu Yang Co., Ltd.	Jiaxing Quang Viet Garment Co., Ltd.	Brother company	Trade receivables - related parties 106,273	15.93	-	-	49,979	-
Principle & Will Co., Ltd.	Principle & Will Biotech (Pinghu) Co., Ltd.	Brother company	Other receivables - related parties 210,333	Note 2	-	-	-	-

Note 1: The above transactions have been eliminated during the preparation of the consolidated financial statements.

Note 2: Belongs to other receivables, so the turnover rate is not calculated.

QUANG VIET ENTERPRISE CO., LTD. AND SUBSIDIARIES

INTERCOMPANY RELATIONSHIPS AND SIGNIFICANT INTERCOMPANY TRANSACTIONS
FOR THE SIX MONTHS ENDED JUNE 30, 2025
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

No. (Note 1)	Investee Company	Counterparty	Relationship (Note 2)	Transaction Details: Financial Statement Account	Transaction Details: Amount	Transaction Details: Payment Terms	% of Total Sales or Assets (Note 3)
0	Quang Viet Enterprise Co., Ltd.	Kwang Viet Garment Co., Ltd.	1	Cost of goods sold (processing fee)	$ 1,004,239	Mutual agreement on internal transfer pricing	13
		Kwang Viet Garment Co., Ltd.	1	Other payables	249,188	〃	1
		Quang Viet (Tien Giang) Co., Ltd.	1	Cost of goods sold (processing fee)	1,205,917	〃	16
		Quang Viet (Tien Giang) Co., Ltd.	1	Prepayments	404,148	〃	2
		Top One Down & Feather Co., Ltd.	1	Cost of goods sold (purchase of raw material)	385,741	〃	5
		Top One Down & Feather Co., Ltd.	1	Trade payables	205,914	〃	1
		Quang Viet (Long An) Co., Ltd.	1	Cost of goods sold (processing fee)	508,913	〃	7
		Quang Viet (Long An) Co., Ltd.	1	Other receivables	132,497	〃	1
		Quang Viet (Long An) Co., Ltd.	1	Other payables	803,986	〃	4
		Atlanta Garment Manufacturing Company LLC	1	Cost of goods sold (purchase of finished goods)	724,703	〃	10
		Atlanta Garment Manufacturing Company LLC	1	Other receivables	239,564	〃	1
		Atlanta Garment Manufacturing Company LLC	1	Trade payables	220,418	〃	1
		Jiaxing Quang Viet Garment Co., Ltd.	1	Cost of goods sold (purchase of finished goods)	67,193	〃	1
		Sidney Apparels LLC	1	Cost of goods sold (purchase of finished goods)	739,768	〃	10
		Sidney Apparels LLC	1	Other receivables	1,349,682	〃	7
		Sidney Apparels LLC	1	Trade payables	171,207	〃	1
1	Jiaxing Quang Viet Garment Co., Ltd.	Top One Down & Feather Shu Yang Co., Ltd.	3	Cost of goods sold (purchase of raw material)	$ 471,740	〃	6
		Top One Down & Feather Shu Yang Co., Ltd.	3	Trade payables	106,273	〃	1
2	Top One Down & Feather Co., Ltd.	Top One Down & Feather Shu Yang Co., Ltd.	3	Cost of goods sold (purchase of raw material)	361,794	〃	5
3	King Hamm Industrial Co., Ltd.	King Hung Garments Industrial Co., Ltd.	3	Cost of goods sold (processing fee)	120,861	〃	2
		King Hamm Industrial Co., Ltd. (VN)	3	Cost of goods sold (processing fee)	182,122	〃	2
4	Atlanta Garment Manufacturing Company LLC	W&D Apparel (Jordan) Corp.	3	Cost of goods sold (processing fee)	58,060	〃	1
5	Principle & Will Co., Ltd.	Principle & Will Biotech (Pinghu) Co., Ltd.	3	Cost of goods sold (purchases)	67,105	〃	1
		Principle & Will Biotech (Pinghu) Co., Ltd.	3	Other receivables	210,333	〃	1
		Principle & Will Biotech (Pinghu) Co., Ltd.	3	Prepayments for inventory	379,063	〃	2
		Principle & Will Biotech (Pinghu) Co., Ltd.	3	Contract liabilities	304,615	〃	2

(Continued)

Note 1: The numbering sequence for transactions between the parent company and its subsidiaries is as follows:

a. The parent company is numbered 0.
b. Subsidiaries are numbered sequentially from 1.

Note 2: The three types of relationships between transacting parties are as follows, the same transaction between the parent company and its subsidiary or between subsidiaries is only listed on one end.

a. Parent company to subsidiary.
b. Subsidiary to parent company.
c. Between subsidiaries.

Note 3: Transaction price as a percentage of total sales or total assets is calculated based on the percentage of the ending balance to consolidated total assets for balance sheet items, and calculated based on the interim amount as a percentage of consolidated total revenue for income statement line items.

Note 4: The transactions of this table are listed based on materiality as determined by the Company.

(Concluded)

TABLE 6

QUANG VIET ENTERPRISE CO., LTD. AND SUBSIDIARIES

INFORMATION ON INVESTEES
FOR THE SIX MONTHS ENDED JUNE 30, 2025
(In Thousands of New Taiwan Dollars, and Thousands of Vietnamese Dong, Unless Stated Otherwise)

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		As of June 30, 2025			Net Income (Loss) of the Investee	Share of Profit (Loss)	Note
				June 30, 2025	December 31, 2024	Number of Shares	%	Carrying Amount			
Quang Viet Enterprise Co., Ltd.	Kwang Viet Garment Co., Ltd.	Vietnam	Manufacturing and processing of apparel	$ 490,547	$ 490,547	-	100.00	$ 643,834	$ 51,163	$ 41,875	-
				(VND 314,796,696)	(VND 314,796,696)			(VND 573,407,607)	(VND 41,274,215)	(VND 33,781,462)	
	Spring Co., Ltd.	Samoa	Holding company	476,343	476,343	15,230,000	100.00	2,091,814	(51,638)	(51,564)	-
				(US$ 15,230,000)	(US$ 15,230,000)			(US$ 71,392,956)	(US$ -1,620,838)	(US$ -1,618,508)	
	Quang Viet (Tien Giang) Co., Ltd.	Vietnam	Manufacturing and processing of apparel	761,563	761,563	-	100.00	326,773	(4,241)	(19,064)	-
				(VND 521,418,024)	(VND 521,418,024)			(VND 291,028,325)	(VND -3,421,346)	(VND -15,379,450)	
	Q.V.S. Limited	Samoa	Holding company	77,450	77,450	2,100,000	100.00	(10,345)	(9,281)	(8,740)	-
				(US$ 2,100,000)	(US$ 2,100,000)			(US$ -353,079)	(US$ -291,327)	(US$ -274,332)	
	Top One Down & Feather Co., Ltd.	Taiwan	Sale of down products	478,385	478,385	47,838,480	95.68	555,975	83,165	65,909	-
	Q Gear Limited	Samoa	Agency for sale to external parties	1,510	1,510	50,000	100.00	104,145	3,569	3,569	-
				(US$ 50,000)	(US$ 50,000)			(US$ 3,554,434)	(US$ 112,026)	(US$ 112,026)	
	Quang Viet (Long An) Co., Ltd.	Vietnam	Manufacturing and processing of apparel	482,716	482,716	-	100.00	933,164	75,073	68,617	-
				(VND 341,987,000)	(VND 341,987,000)			(VND 831,088,683)	(VND 60,562,707)	(VND 55,354,911)	
	Biancospino S.R.L.	Romania	Manufacturing and processing of apparel	274,104	274,104	-	51.00	177,348	(14,337)	(7,312)	-
				(RON 36,554,700)	(RON 36,554,700)			(RON 26,216,538)	(RON -2,062,352)	(RON -1,051,799)	
	Atlanta Garment Manufacturing Company LLC	Jordan	Manufacturing and processing of apparel	13,839	13,839	-	60.00	251,906	9,263	5,107	-
				(JOD 330,000)	(JOD 330,000)			(JOD 6,087,013)	(JOD 205,860)	(JOD 113,499)	
	King Hamm Industrial Co., Ltd.	Taiwan	Manufacturing, processing, and sale of apparel	567,848	567,848	22,554,600	44.66	711,450	24,439	10,915	-
	W&D Apparel (Jordan) Corp.	Jordan	Manufacturing and processing of apparel	27,347	27,347	-	65.00	43,682	6,262	4,070	-
				(JOD 625,872)	(JOD 625,872)			(JOD 1,055,519)	(JOD 139,160)	(JOD 90,454)	
	Q.V.P. Limited	Samoa	Holding company	420,934	420,934	14,780,000	100.00	637,530	(21,288)	(21,288)	-
				(US$ 14,780,000)	(US$ 14,780,000)			(US$ 21,758,690)	(US$ -668,188)	(US$ -668,188)	
	Sidney Apparels LLC	Jordan	Manufacturing and processing of apparel	318,722	318,722	-	100.00	(224,296)	(11,031)	(15,133)	-
				(JOD 7,080,001)	(JOD 7,080,001)			(JOD -5,419,860)	(JOD -245,154)	(JOD -336,301)	
	Golden Style Apparels LLC	Jordan	Manufacturing and processing of apparel	2,273	2,273	-	100.00	1,976	(59)	(59)	-
				(JOD 50,000)	(JOD 50,000)			(JOD 47,737)	(JOD -1,301)	(JOD -1,301)	
Top One Down & Feather Co., Ltd.	T.O.D. Limited	Samoa	Holding company	271,666	271,666	9,000,000	100.00	517,240	81,057	74,089	-
				(US$ 9,000,000)	(US$ 9,000,000)			(US$ 17,653,257)	(US$ 2,544,255)	(US$ 2,325,535)	
King Hamm Industrial Co., Ltd.	King Hung Garments Industrial Co., Ltd.	Vietnam	Manufacturing and processing of apparel	87,634	87,634	-	100.00	93,755	3,297	4,327	-
				(US$ 2,910,000)	(US$ 2,910,000)			(US$ 3,199,820)	(US$ 103,487)	(US$ 135,833)	
	King Hamm Industrial Co., Ltd. (VN)	Vietnam	Manufacturing and processing of apparel	214,322	214,322	-	100.00	190,316	13,214	12,033	-
				(US$ 7,080,000)	(US$ 7,080,000)			(US$ 6,495,416)	(US$ 414,780)	(US$ 377,710)	
	Kingsville Garment Industry	Jordan	Manufacturing and processing of apparel	46,984	46,984	-	100.00	42,957	(439)	(439)	-
				(JOD 1,093,763)	(JOD 1,093,763)			(JOD 1,042,593)	(JOD -9,764)	(JOD -9,764)	
Q.V.P. Limited	Principle & Will Co., Ltd.	Samoa	Holding company	420,650	420,650	10,000,000	50.00	637,422	(37,591)	(21,288)	-
				(US$ 14,770,000)	(US$ 14,770,000)			(US$ 21,755,006)	(US$ -1,179,922)	(US$ -668,202)	
Principle & Will Co., Ltd.	Joykey Industrial Limited	Hong Kong	Holding company	66,848	66,848	-	100.00	90,881	(5,032)	(5,032)	-
				(RMB 15,453,317)	(RMB 15,453,317)			(RMB 22,204,131)	(RMB -1,134,563)	(RMB -1,134,563)	
	Principle & Will Biotech Co., Ltd.	Vietnam	Manufacturing, processing and sale of medical products	181,531	181,531	-	100.00	146,865	(5,879)	(6,997)	-
				(US$ 5,580,000)	(US$ 5,580,000)			(VND 130,804,988)	(VND -4,742,549)	(VND -5,644,477)	
Jiaxing Quang Viet Garment Co., Ltd.	Q.V.S. Limited	Samoa	Holding company	261,241	-	-	100.00	235,262	937	937	-
				(US$ 8,000,000)	(US$ -)			(US$ 8,029,413)	(US$ 29,413)	(US$ 29,413)	

TABLE 7

QUANG VIET ENTERPRISE CO., LTD. AND SUBSIDIARIES

INFORMATION ON INVESTMENTS IN MAINLAND CHINA
FOR THE SIX MONTHS ENDED JUNE 30, 2025
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Investee Company	Main Businesses and Products	Paid-in Capital	Method of Investment (Note 1)	Accumulated Outward Remittance for Investment from Taiwan as of January 1, 2025	Remittance of Funds		Accumulated Outward Remittance for Investment from Taiwan as of June 30, 2025	Net Income (Loss) of the Investee	% Ownership of Direct or Indirect Investment	Investment Gain (Loss)	Carrying Amount as of June 30, 2025	Accumulated Repatriation of Investment Income as of June 30, 2025	Note
					Outward	Inward							
Jiaxing Quang Viet Garment Co., Ltd.	Manufacturing and processing, and sale of apparel	$ 445,785 (RMB 98,939,650)	(b) Spring Co., Ltd.	$ 445,785 (US$ 14,200,000)	$ -	$ -	$ 445,785 (US$ 14,200,000)	$ (51,639) (RMB -11,643,851)	100.00	$ (51,639) (RMB -11,643,851)	$ 2,091,542 (RMB 511,007,286)	$ -	-
Top One Apparel Shu Yang Co., Ltd.	Manufacturing and processing of apparel	- (RMB -)	(b) Q.V.S. Limited	61,693 (US$ 2,100,000)	-	-	61,693 (US$ 2,100,000)	13 (RMB 2,833)	100.00	13 (RMB 2,833)	- (RMB -)	136,241	-
Top One Down & Feather Shu Yang Co., Ltd.	Manufacturing, processing and sale of down products	267,934 (RMB 56,000,000)	(b) T.O.D. Limited	267,934 (US$ 8,877,506)	-	-	267,934 (US$ 8,877,506)	82,169 (RMB 18,528,039)	95.68	71,952 (RMB 16,224,288)	501,945 (RMB 122,635,630)	-	-
Principle & Will Biotech (Pinghu) Co., Ltd.	Manufacturing, processing and sale of medical products	740,363 (RMB 161,189,287)	(b) Principle & Will Co., Ltd.	-	-	-	-	(21,837) (RMB -4,923,939)	50.00	(10,918) (RMB -2,461,970)	226,302 (RMB 55,290,473)	-	-
Principle & Will Biotech (Xiantao) Co., Ltd.	Manufacturing, processing and sale of medical products	277,430 (RMB 61,873,760)	(b) Joykey Industrial Limited	-	-	-	-	(8,801) (RMB -1,984,487)	9.99	(879) (RMB -198,151)	20,723 (RMB 5,063,182)	-	-
Joykey Industrial (Pinghu) Limited	Manufacturing and sale of medical products	16,568 (RMB 3,579,524)	(b) Joykey Industrial Limited	-	-	-	-	(3,274) (RMB -738,261)	50.00	(1,637) (RMB -369,131)	24,717 (RMB 6,038,883)	-	-
Principle & Will Biotech (Xiantao) Co., Ltd.	Manufacturing, processing and sale of medical products	277,430 (RMB 61,873,760)	(c) Principle & Will Biotech (Pinghu) Co., Ltd.	-	-	-	-	(8,801) (RMB -1,984,487)	40.01	(3,522) (RMB -794,093)	83,050 (RMB 20,290,759)	-	-
Joykey Biotech (Xiantao) Co., Ltd.	Manufacturing, processing and sale of medical products	22,211 (RMB 5,000,000)	(c) Principle & Will Biotech (Pinghu) Co., Ltd.	-	-	-	-	(3,637) (RMB -820,062)	50.00	(1,818) (RMB -410,031)	8,554 (RMB 2,089,969)	-	-
Anhui Xingxing Garment Co., Ltd.	Manufacturing and processing, and sale of apparel	252,468 (RMB 57,822,000)	(c) Jiaxing Quang Viet Garment Co., Ltd.	-	-	-	-	130,840 (RMB 29,502,698)	19.02	24,886 (RMB 5,611,413)	506,078 (RMB 123,645,425)	-	-

Accumulated Outward Remittance for Investments in Mainland China as of June 30, 2025	Investment Amount Authorized by the Investment Commission, MOEA	Upper Limit on the Amount of Investments Stipulated by Investment Commission, MOEA
$775,412 (US$25,177,506)	$1,718,995 (US$58,668,756) (Exchange rate: 29.30)	$4,157,941

Note 1: The three methods of investment are as follows:

a. Direct investment in China
b. Indirect investment through a company registered in a third region
c. Others

Note 2: According to Regulations Governing the Approval of Investment or Technical Cooperation in Mainland China administered by the Foreign Investment Commission, the amount is limited to the higher of the net worth of the investor company or 60% of the consolidated net worth.

QUANG VIET ENTERPRISE CO., LTD. AND SUBSIDIARIES

SIGNIFICANT TRANSACTIONS WITH INVESTEE COMPANIES IN MAINLAND CHINA, EITHER DIRECTLY OR INDIRECTLY THROUGH A THIRD PARTY, AND THEIR PRICES, PAYMENT TERMS, AND UNREALIZED GAINS OR LOSSES
FOR THE SIX MONTHS ENDED JUNE 30, 2025
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Investee Company	Transaction Type	Purchase/Sale		Transaction Details		Notes/Accounts Receivable (Payable)		Unrealized (Gain) Loss	Note
		Amount	%	Payment Terms	Comparison with Normal Transactions	Ending Balance	%		
Jiaxing Quang Viet Garment Co., Ltd.	Purchases	$ 67,193	1	Internal transfer pricing	Net 60 days from the end of the month when the invoice is issued	$ (54,547)	4	$ -	
Jiaxing Quang Viet Garment Co., Ltd.	Technical service revenue	11,133	32	〃	—	2,519	5	-	Note 1、2
Top One Down & Feather Shu Yang Co., Ltd.	Purchase of raw material	361,794	5	Internal transfer pricing	Net 60 days from the end of the month when the invoice is issued	(94,808)	7	4,708	
Principle & Will Biotech (Pinghu) Co., Ltd.	Purchase	67,105	1	Internal transfer pricing	Net 60 days from the end of the month when the invoice is issued	(42,400)	3	-	

Note 1: The proportion of technical service revenue to purchases/sales is calculated based on its percentage to consolidated other income.

Note 2: The proportion of technical service receivable to receivables is calculated based on its percentage to consolidated other receivables.