QUALIPOLY CHEMICAL CORP. AND SUBSIDIARIES

CONSOLIDATED FINANCIAL STATEMENTS AND

INDEPENDENT AUDITORS' REVIEW REPORT

SEPTEMBER 30, 2025 AND 2024

INDEPENDENT AUDITORS' REVIEW REPORT TRANSLATED FROM CHINESE

To the Board of Directors and Shareholders of QUALIPOLY CHEMICAL CORP. :

Introduction

We have reviewed the accompanying consolidated balance sheets of Qualipoly Chemical Corp. and its subsidiaries (the "Group") as at September 30, 2025 and 2024, and the related consolidated statements of comprehensive income for the three-month and nine-month periods then ended, as well as the consolidated statements of changes in equity and of cash flows for the nine-month periods then ended, and notes to the consolidated financial statements, including a summary of material accounting policies. Management is responsible for the preparation and fair presentation of these 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" that came into effect as endorsed by the Financial Supervisory Commission. Our responsibility is to express a conclusion on these consolidated financial statements based on our reviews.

Scope of Review

We conducted our reviews in accordance with the Standard of Review Engagements 2410 "Review of Financial Information Performed by the Independent Auditor of the Entity" in the Republic of China. 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.

Conclusion

Based on our reviews, nothing has come to our attention that causes 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 at September 30, 2025 and 2024, and of its consolidated financial performance for the three-month and nine-month periods then ended and its consolidated cash flows for the nine-month periods then ended in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, "Interim Financial Reporting" that came into effect as endorsed by the Financial Supervisory Commission.

Hsu, Huei-Yu

Independent Accoutants

Yeh, Fang-Ting

PricewaterhouseCoopers, Taiwan
Republic of China
November 7, 2025

The accompanying consolidated financial statements are not intended to present the financial position and results of operations and cash flows in accordance with accounting principles generally accepted in countries and jurisdictions other than the Republic of China. The standards, procedures and practices in the Republic of China governing the audit of such financial statements may differ from those generally accepted in countries and jurisdictions other than the Republic of China. Accordingly, the accompanying consolidated financial statements and independent auditors' report are not intended for use by those who are not informed about the accounting principles or auditing standards generally accepted in the Republic of China, and their applications in practice.

As the financial statements are the responsibility of the management, PricewaterhouseCoopers Taiwan cannot accept any liability for the use of, or reliance on, the English translation or for any errors or misunderstandings that may derive from the translation.

QUALIPOLY CHEMICAL CORP. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
(Expressed in thousands of New Taiwan dollars)

	Assets	Notes	September 30, 2025 AMOUNT	%	December 31, 2024 AMOUNT	%	September 30, 2024 AMOUNT	%
	Current assets							
1100	Cash and cash equivalents	6(1)	$ 412,851	7	$ 237,414	4	$ 245,637	5
1110	Financial assets at fair value through profit or loss - current	6(2)	-	-	2,990	-	4,835	-
1136	Financial assets at amortised cost - current	6(1)	11,199	-	-	-	-	-
1150	Notes receivable, net	6(3)	106,538	2	98,035	2	114,545	2
1170	Accounts receivable, net	6(3)	796,894	13	840,472	16	906,581	17
1200	Other receivables		7,997	-	10,564	-	13,164	-
1220	Current income tax assets		-	-	3,808	-	-	-
130X	Inventory	6(4)	1,157,980	18	1,025,084	19	1,025,247	20
1410	Prepayments		114,837	2	81,692	2	90,463	2
1479	Other current assets		7,998	-	6,936	-	9,690	-
11XX	**Total current assets**		2,616,294	42	2,306,995	43	2,410,162	46
	Non-current assets							
1510	Financial assets at fair value through profit or loss - non-current	6(2)	115,902	2	124,810	2	120,489	2
1517	Financial assets at fair value through other comprehensive income - non-current	6(5)	35,344	1	41,077	1	56,840	1
1600	Property, plant and equipment	6(6) and 8	1,457,649	23	1,483,599	28	1,483,686	28
1755	Right-of-use assets	6(7)	17,951	-	19,819	-	21,028	-
1780	Intangible assets	6(8)(9)	74,236	1	78,827	2	76,351	2
1840	Deferred income tax assets	6(27)	36,832	1	31,924	1	33,121	1
1915	Prepayments for equipment		1,812,604	29	1,186,560	22	1,023,171	19
1920	Guarantee deposits paid	6(6)	59,495	1	58,810	1	58,816	1
1975	Net defined benefit asset, non-current		-	-	-	-	184	-
1990	Other non-current assets		3,438	-	4,742	-	5,235	-
15XX	**Total non-current assets**		3,613,451	58	3,030,168	57	2,878,921	54
1XXX	**Total assets**		$ 6,229,745	100	$ 5,337,163	100	$ 5,289,083	100

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QUALIPOLY CHEMICAL CORP. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
(Expressed in thousands of New Taiwan dollars)

	Liabilities and Equity	Notes	September 30, 2025 AMOUNT	%	December 31, 2024 AMOUNT	%	September 30, 2024 AMOUNT	%
	Current liabilities							
2100	Short-term borrowings	6(10) and 8	$ 339,764	6	$ 197,853	4	$ 257,796	5
2110	Short-term notes and bills payable	6(11)	-	-	3,421	-	1,907	-
2120	Financial liabilities at fair value through profit or loss - current	6(2)	679	-	359	-	-	-
2130	Contract liabilities - current	6(20)	560	-	5,850	-	8,831	-
2150	Notes payable		112,974	2	103,633	2	109,636	2
2170	Accounts payable		257,424	4	208,189	4	190,418	3
2200	Other payables	6(12)	121,957	2	165,163	3	146,323	3
2230	Current income tax liabilities		15,977	-	36,597	-	31,635	1
2280	Lease liabilities - current		-	-	712	-	712	-
2310	Advance receipts	6(13)	510,000	8	-	-	-	-
2320	Long-term liabilities, current portion	6(14) and 8	235,991	4	259,174	5	221,780	4
2399	Other current liabilities		9,993	-	8,088	-	7,600	-
21XX	**Total current liabilities**		1,605,319	26	989,039	18	976,638	18
	Non-current liabilities							
2540	Long-term borrowings	6(14) and 8	1,516,358	24	1,255,195	24	1,265,744	24
2570	Deferred income tax liabilities	6(27)	60,821	1	54,676	1	50,353	1
2640	Accrued pension liabilities		78	-	79	-	-	-
25XX	**Total non-current liabilities**		1,577,257	25	1,309,950	25	1,316,097	25
2XXX	**Total liabilities**		3,182,576	51	2,298,989	43	2,292,735	43
	Equity attributable to owners of parent							
	Share capital	6(16)						
3110	Common stock		1,010,592	16	1,000,092	19	1,000,092	19
3140	Advance receipts for share capital		25,542	1	9,483	-	-	-
3200	Capital surplus	6(16)(17)(18)	451,786	7	429,316	8	427,209	9
	Retained earnings	6(19)						
3310	Legal reserve		451,863	7	429,431	8	429,431	8
3320	Special reserve		5,723	-	11,916	-	11,916	-
3350	Unappropriated retained earnings		1,140,244	18	1,163,659	22	1,121,298	21
3400	Other equity interest	6(5)	(38,581)	-	(5,723)	-	6,402	-
3XXX	**Total equity**		3,047,169	49	3,038,174	57	2,996,348	57
	Significant Contingent Liabilities and Unrecognized Contract Commitments	9						
3X2X	**Total liabilities and equity**		$ 6,229,745	100	$ 5,337,163	100	$ 5,289,083	100

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

QUALIPOLY CHEMICAL CORP. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
(Expressed in thousands of New Taiwan dollars, except for earnings per share amount)

			Three months ended September 30				Nine months ended September 30			
			2025		2024		2025		2024	
	Items	Notes	AMOUNT	%	AMOUNT	%	AMOUNT	%	AMOUNT	%
4000	Operating revenue	6(20)	$ 969,232	100	$ 1,058,364	100	$ 2,859,429	100	$ 3,073,701	100
5000	Operating costs	6(4)(7)(8)(15)(25)(26) and 7	(787,765)	(81)	(875,606)	(83)	(2,387,243)	(84)	(2,549,521)	(83)
5900	Operating margin		181,467	19	182,758	17	472,186	16	524,180	17
	Operating expenses	6(7)(8)(15)(17)(25)(26), 7 and 12								
6100	Selling expenses		(57,119)	(6)	(61,078)	(6)	(168,826)	(6)	(173,541)	(6)
6200	General and administrative expenses		(28,515)	(3)	(33,386)	(3)	(86,100)	(3)	(97,135)	(3)
6300	Research and development expenses		(12,889)	(1)	(15,404)	(1)	(37,247)	(1)	(39,905)	(1)
6450	Excepted credit gains		3,493	-	437	-	8,828	-	1,365	-
6000	Total operating expenses		(95,030)	(10)	(109,431)	(10)	(283,345)	(10)	(309,216)	(10)
6900	Operating profit		86,437	9	73,327	7	188,841	6	214,964	7
	Non-operating income and expenses									
7100	Interest income	6(21)	94	-	154	-	733	-	811	-
7010	Other income	6(22)	7,653	1	21,332	2	27,988	1	26,931	1
7020	Other gains and losses	6(2)(23)	17,965	2	(19,636)	(2)	(27,795)	(1)	3,595	-
7050	Finance costs	6(6)(7)(24)	(3,913)	(1)	(3,420)	-	(9,388)	-	(9,294)	-
7000	Total non-operating income and expenses		21,799	2	(1,570)	-	(8,462)	-	22,043	1
7900	**Profit before income tax**		108,236	11	71,757	7	180,379	6	237,007	8
7950	Income tax expense	6(27)	(26,769)	(3)	(16,604)	(2)	(46,452)	(1)	(55,053)	(2)
8200	**Profit for the period**		$ 81,467	8	$ 55,153	5	$ 133,927	5	$ 181,954	6
	Other comprehensive income									
	Components of other comprehensive income that will not be reclassified to profit or loss									
8316	Unrealised losses from investments in equity instruments measured at fair value through other comprehensive income	6(5)	($ 384)	-	$ -	-	($ 5,733)	-	$ -	-
	Components of other comprehensive income that will be reclassified to profit or loss									
8361	Financial statements translation differences of foreign operations		24,749	3	(860)	-	(33,906)	(1)	22,897	1
8399	Income tax relating to the components of other comprehensive income	6(27)	(4,950)	(1)	172	-	6,781	-	(4,579)	-
8300	**Total other comprehensive income (loss) for the period**		$ 19,415	2	($ 688)	-	($ 32,858)	(1)	$ 18,318	1
8500	**Total comprehensive income for the period**		$ 100,882	10	$ 54,465	5	$ 101,069	4	$ 200,272	7
	Profit attributable to:									
8610	Owners of the parent		$ 81,467	8	$ 55,153	5	$ 133,927	5	$ 181,954	6
	Comprehensive income attributable to:									
8710	Owners of the parent		$ 100,882	10	$ 54,465	5	$ 101,069	4	$ 200,272	7
	Earnings per shares (in dollars)	6(28)								
9750	Basic		$ 0.81		$ 0.55		$ 1.33		$ 1.82	
9850	Diluted		$ 0.80		$ 0.55		$ 1.32		$ 1.81	

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

QUALIPOLY CHEMICAL CORP. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
(Expressed in thousands of New Taiwan dollars)

		Equity attributable to owners of the parent										
		Capital		Capital Reserves			Retained Earnings			Other equity interest		
	Notes	Share capital - common stock	Advance receipts for share capital	Additional paid-in capital	Treasury stock transactions	Employee stock options	Legal reserve	Special reserve	Unappropriated retained earnings	Financial statements translation differences of foreign operations	Unrealised losses from financial assets measured at fair value through other comprehensive income	Total equity
For the nine-month period ended September 30, 2024												
Balance at January 1, 2024		$ 1,000,092	$ -	$ 386,806	$ 23,371	$ 9,874	$ 412,729	$ 8,476	$ 1,059,495	($ 11,916)	$ -	$ 2,888,927
Net income for the nine-month period ended September 30, 2024		-	-	-	-	-	-	-	181,954	-	-	181,954
Other comprehensive income for the nine-month period ended September 30, 2024		-	-	-	-	-	-	-	-	18,318	-	18,318
Total comprehensive income for the nine-month period ended September 30,2024		-	-	-	-	-	-	-	181,954	18,318	-	200,272
Distribution of 2023 earnings:												
Legal reserve		-	-	-	-	-	16,702	-	(16,702)	-	-	-
Special reserve	6(19)	-	-	-	-	-	-	3,440	(3,440)	-	-	-
Cash dividends	6(19)	-	-	-	-	-	-	-	(100,009)	-	-	(100,009)
Compensation cost recognized in employee stock options	6(17)(26)	-	-	-	-	7,158	-	-	-	-	-	7,158
Balance at September 30, 2024		$ 1,000,092	$ -	$ 386,806	$ 23,371	$ 17,032	$ 429,431	$ 11,916	$ 1,121,298	$ 6,402	$ -	$ 2,996,348
For the nine-month period ended September 30, 2025												
Balance at January 1, 2025		$ 1,000,092	$ 9,483	$ 386,806	$ 23,371	$ 19,139	$ 429,431	$ 11,916	$ 1,163,659	$ 10,040	($ 15,763)	$ 3,038,174
Net income for the nine-month period ended September 30, 2025		-	-	-	-	-	-	-	133,927	-	-	133,927
Other comprehensive loss for the nine-month period ended September 30, 2025	6(5)	-	-	-	-	-	-	-	-	(27,125)	(5,733)	(32,858)
Total comprehensive income (loss) for the nine-month period ended September 30, 2025		-	-	-	-	-	-	-	133,927	(27,125)	(5,733)	101,069
Distribution of 2024 earnings:												
Legal reserve		-	-	-	-	-	22,432	-	(22,432)	-	-	-
Special reserve	6(19)	-	-	-	-	-	-	(6,193)	6,193	-	-	-
Cash dividends	6(19)	-	-	-	-	-	-	-	(141,103)	-	-	(141,103)
Proceeds from employee stock options exercised	6(16)	-	49,029	-	-	-	-	-	-	-	-	49,029
Employee stock option exercised	6(16)	10,500	(32,970)	34,721	-	(12,251)	-	-	-	-	-	-
Balance at September 30, 2025		$ 1,010,592	$ 25,542	$ 421,527	$ 23,371	$ 6,888	$ 451,863	$ 5,723	$ 1,140,244	($ 17,085)	($ 21,496)	$ 3,047,169

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

QUALIPOLY CHEMICAL CORP. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
(Expressed in thousands of New Taiwan dollars)

	Notes	For the nine-month periods ended September 30, 2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before tax		$ 180,379	$ 237,007
Adjustments			
Adjustments to reconcile profit (loss)			
Loss on financial assets and liabilities at fair value through profit or loss	6(2)(23)	405	17,816
Expected credit gain	12	(8,828)	(1,365)
Provision for inventory market price decline	6(4)	12,553	4,083
Depreciation	6(6)(7)(25)	48,015	50,122
Loss on disposal of property, plant and equipment	6(23)	216	253
Amortization	6(8)(25)	683	529
Prepayments for equipment transferred to expenses		324	213
Interest income	6(21)	(733)	(811)
Dividend income	6(22)	(6,510)	(19,492)
Exchange loss (gain)	6(30)	2,570	(552)
Finance costs	6(24)	9,388	9,294
Compensation cost recognized in employee stock options	6(17)(26)	-	7,158
Changes in operating assets and liabilities			
Changes in operating assets			
Financial assets at fair value through profit or loss - current		2,905	-
Notes receivable		(8,503)	7,182
Accounts receivable		52,636	(133,842)
Other receivables		15,481	2,019
Inventories		(145,580)	(196,855)
Prepayments		(33,145)	(6,143)
Other current assets		(1,062)	(3,763)
Changes in operating liabilities			
Contract liabilities - current		(5,290)	5,361
Notes payable		9,341	(28,680)
Accounts payable		49,235	(78,027)
Other payables		(43,131)	16,048
Other current liabilities		1,905	(1,802)
Cash inflow (outflow) generated from operations		133,254	(114,247)
Interest received		733	811
Dividends received	6(29)	6,510	31,226
Interest paid		(9,463)	(8,715)
Income tax paid		(53,648)	(87,986)
Net cash flows from (used in) operating activities		77,386	(178,911)

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QUALIPOLY CHEMICAL CORP. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
(Expressed in thousands of New Taiwan dollars)

	Notes	For the nine-month periods ended September 30, 2025	2024
CASH FLOWS FROM INVESTING ACTIVITIES			
Increase in financial assets at amortized cost - current		($ 11,199)	$ -
Acquisition of property, plant and equipment	6(6)	(1,279)	(1,802)
Proceeds from disposal of property, plant and equipment		641	101
Increase in prepayments for equipment		(645,491)	(341,488)
Interest paid for prepayments for equipment	6(6)(24)	(17,983)	(11,167)
Increase in guarantee deposits paid		(685)	(227)
Decrease in other non-current assets		1,304	1,064
Net cash flows used in investing activities		(674,692)	(353,519)
CASH FLOWS FROM FINANCING ACTIVITIES			
Increase in short-term borrowings	6(30)	139,341	136,727
(Decrease) increase in short-term notes and bills payable	6(30)	(3,421)	1,437
Payments for lease liabilities	6(30)	(712)	(704)
Advance receipts for convertible bonds	6(13)(30)	510,000	-
Increase in long-term borrowings	6(30)	1,346,181	756,089
Decrease in long-term borrowings	6(30)	(1,108,201)	(242,500)
Proceeds from employee stock options exercised	6(16)	49,029	-
Payments for cash dividends	6(19)	(141,103)	(100,009)
Net cash flows from financing activities		791,114	551,040
Effect of foreign exchange		(18,371)	15,719
Net increase in cash and cash equivalents		175,437	34,329
Cash and cash equivalents at beginning of period	6(1)	237,414	211,308
Cash and cash equivalents at end of period	6(1)	$ 412,851	$ 245,637

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

QUALIPOLY CHEMICAL CORP. AND SUBSIDIARIES
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2025 AND 2024
(Expressed in thousands of New Taiwan dollars, except as otherwise indicated)

1. History and Organisation

(1) Qualipoly Chemical Corp. (the "Company") was incorporated as a company limited by shares under the provisions of the Company Act of the Republic of China (R.O.C) in November 1978. The Company and its subsidiaries (collectively referred herein as the "Group") are primarily engaged in the manufacture and sales of UV curable materials, unsaturated polyester resins (UP resins) and synthetic resin with various usages, etc. For the subsidiaries' scope of business, refer to Note 4(3), 'Basis of consolidation'.

(2) The shares of the Company had been traded on the Taipei Exchange since December 2001 and listed on the Taiwan Stock Exchange since August 2012.

2. The Date of Authorization for Issuance of the Consolidated Financial Statements and Procedures for Authorization

These consolidated financial statements were authorized for issuance by the Board of Directors on November 7, 2025.

3. Application of New Standards, Amendments and Interpretations

(1) Effect of the adoption of new issuances of or amendments to International Financial Reporting Standards ("IFRS®") Accounting Standards that came into effect as endorsed by the Financial Supervisory Commission ("FSC")

New standards, interpretations and amendments endorsed by the FSC and became effective from 2025 are as follows:

New Standards, Interpretations and Amendments	Effective date by International Accounting Standards Board ("IASB")
Amendments to IAS 21,'Lack of exchangeability'	January 1, 2025

The above standards and interpretations have no significant impact to the Group's financial condition and financial performance based on the Group's assessment.

(2) Effect of new issuances of or amendments to IFRS Accounting Standards as endorsed by the FSC but not yet adopted by the Group

New standards, interpretations and amendments endorsed by the FSC effective from 2026 are as follows:

New Standards, Interpretations and Amendments	Effective date by IASB
Specific provisions of 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
IFRS 17, 'Insurance contracts'	January 1, 2023
Amendments to IFRS 17, 'Insurance contracts'	January 1, 2023
Amendment to IFRS 17, 'Initial application of IFRS 17 and IFRS 9 – comparative information'	January 1, 2023
Annual Improvements to IFRS Accounting Standards—Volume 11	January 1, 2026

The above standards and interpretations have no significant impact to the Group's financial condition and financial performance based on the Group's assessment.

(3) IFRS Accounting Standards issued by IASB but not yet endorsed by the FSC

New standards, interpretations and amendments issued by IASB but not yet included in the IFRS Accounting Standards as endorsed by the FSC are as follows:

New Standards, Interpretations and Amendments	Effective date by IASB
Amendments to IFRS 10 and IAS 28, 'Sale or contribution of assets between an investor and its associate or joint venture'	To be determined by IASB
IFRS 18, 'Presentation and disclosure in financial statements'	January 1, 2027 (Note)
IFRS 19, 'Subsidiaries without public accountability: disclosures'	January 1, 2027

Note：The FSC has announced in a press release on September 25, 2025 that public companies will apply IFRS 18 starting from the fiscal year 2028. Additionally, entities can choose to adopt IFRS 18 earlier based on their requirements after the FSC endorses IFRS 18.

Except for the following, the above standards and interpretations have no significant impact to the Group's financial condition and financial performance based on the Group's assessment.

IFRS 18, 'Presentation and disclosure in financial statements'

IFRS 18 replaces IAS 1. The standard introduces a defined structure of the statement of profit or loss, disclosure requirements related to management-defined performance measures, and enhanced principles on aggregation and disaggregation which apply to the primary financial statements and notes.

4. Summary of Material Accounting Policies

The principal accounting policies adopted are consistent with Note 4 in the consolidated financial statements for the year ended December 31, 2024, except for the compliance statement, basis of preparations, basis of consolidation and additional policies as set out below. These policies have been consistently applied to all the periods presented, unless otherwise stated.

(1) Compliance statement

A. The consolidated financial statements of the Group have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and the International Accounting Standard 34, 'Interim financial reporting' that came into effect as endorsed by the FSC.

B. The consolidated financial statements should be read together with the consolidated financial statements for the year ended December 31, 2024.

(2) Basis of preparation

A. Except for the following items, the consolidated financial statements have been prepared under the historical cost convention:

(a) Financial assets and liabilities (including derivative instruments) at fair value through profit or loss.

(b) Financial assets at fair value through other comprehensive income.

(c) Defined benefit assets (liabilities) recognized based on the net amount of pension fund assets less present value of defined benefit obligation.

B. The preparation of financial statements in conformity with International Financial Reporting Standards, International Accounting Standards, IFRIC Interpretations, and SIC Interpretations that came into effect as endorsed by the FSC (collectively referred herein as the "IFRSs") requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Group's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the consolidated financial statements are disclosed in Note 5, 'Critical Accounting Judgements, Estimates and Key Sources of Assumption Uncertainty'.

(3) Basis of consolidation

A. Basis for preparation of consolidated financial statements:

The basis for preparation of these consolidated financial statements is consistent with those for the preparation of consolidated financial statements for the year ended December 31, 2024.

B. Subsidiaries included in the consolidated financial statements:

Name of investors	Name of subsidiaries	Business activities	Ownership (%) September 30, 2025	Ownership (%) December 31, 2024
Qualipoly Chemical Corp.	Qualipoly International Inc.	General investment and international trading business	100.00	100.00
Qualipoly Chemical Corp.	Chao Chien International Inc.	General investment and international trading business	100.00	100.00
Qualipoly International Inc.	Chaoyang International Inc.	General investment and international trading business	100.00	100.00
Chao Chien International Inc.	Qualipoly Technology (Kunshan) Corp.	Sale of chemical raw materials, UV curable materials, unsaturated polyester resins (UP resins) and coating resins	100.00	100.00
Chaoyang International Inc.	Qualipoly Technology (Guangdong) Corp.	Manufacture and sale of unsaturated polyester resin, alkyd resin, and aminoalkyd resin	100.00	100.00
Qualipoly Technology (Kunshan) Corp.	Qualipoly Technology (Shanghai) Corp.	Sale of chemical raw materials, UV curable materials, unsaturated polyester resins (UP resins) and coating resins	100.00	100.00
Qualipoly Technology (Guangdong) Corp.	Dongguan Chao You New Material Co., Ltd	Sale of chemical raw materials, UV curable materials, unsaturated polyester resins (UP resins) and coating resins	100.00	100.00

Name of investors	Name of subsidiaries	Business activities	Ownership (%) September 30, 2024
Qualipoly Chemical Corp.	Qualipoly International Inc.	General investment and international trading business	100.00
Qualipoly Chemical Corp.	Chao Chien International Inc.	General investment and international trading business	100.00
Qualipoly International Inc.	Chaoyang International Inc.	General investment and international trading business	100.00
Chao Chien International Inc.	Qualipoly Technology (Kunshan) Corp.	Sale of chemical raw materials, UV curable materials, unsaturated polyester resins (UP resins) and coating resins	100.00
Chaoyang International Inc.	Qualipoly Technology (Guangdong) Corp.	Manufacture and sale of unsaturated polyester resin, alkyd resin, and aminoalkyd resin	100.00
Qualipoly Technology (Kunshan) Corp.	Qualipoly Technology (Shanghai) Corp.	Sale of chemical raw materials, UV curable materials, unsaturated polyester resins (UP resins) and coating resins	100.00
Qualipoly Technology (Guangdong) Corp.	Dongguan Chao You New Material Co., Ltd	Sale of chemical raw materials, UV curable materials, unsaturated polyester resins (UP resins) and coating resins	100.00

C. Subsidiaries not included in the consolidated financial statements: None.

D. Adjustments for subsidiaries with different balance sheet dates: None.

E. Significant restrictions: None.

F. Subsidiaries that have non-controlling interests that are material to the Group: Not applicable.

(4) Employee benefits

Pension cost for the interim period is calculated on a year-to-date basis by using the pension cost rate derived from the actuarial valuation at the end of the prior financial year, adjusted for significant market fluctuations since that time and for significant curtailments, settlements, or other significant one-off events. Also, the related information is disclosed accordingly.

(5) Income tax

The interim period income tax expense is recognized based on the estimated average annual effective income tax rate expected for the full financial year applied to the pretax income of the interim period, and the related information is disclosed accordingly.

5. Critical Accounting Judgements, Estimates and Key Sources of Assumption Uncertainty

There have been no significant changes during the period. For the detailed information, refer to Note 5 of the consolidated financial statements for the year ended December 31, 2024.

6. Details of Significant Accounts

(1) Cash and cash equivalents

	September 30, 2025	December 31, 2024	September 30, 2024
Cash:			
Cash on hand and revolving funds	$ 574	$ 569	$ 717
Checking accounts and demand deposits	412,277	224,802	232,877
	412,851	225,371	233,594
Cash equivalents:			
Time deposits	-	12,043	12,043
	$ 412,851	$ 237,414	$ 245,637

A. The Group transacts with a variety of financial institutions all with high credit quality to disperse credit risk, so it expects that the probability of counterparty default is remote.

B. The Group’s classified time deposits maturing in excess of three months as financial assets at amortized cost - current in the amount of $11,199. There were no such transactions on December 31, 2024 and September 30, 2024.

C. As of September 30, 2025, December 31, 2024 and September 30, 2024, the Group had no cash and cash equivalents pledged to others as collateral.

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

Assets	September 30, 2025	December 31, 2024	September 30, 2024
Current items:			
Financial assets mandatorily measured at fair value through profit or loss			
Listed stocks	$ -	$ 8,976	$ 8,976
Forward foreign exchange contract	-	-	165
	-	8,976	9,141
Valuation adjustment	-	(5,986)	(4,306)
	$ -	$ 2,990	$ 4,835
Non-current items:			
Financial assets mandatorily measured at fair value through profit or loss			
Unlisted stocks	$ 78,117	$ 84,121	$ 81,209
Valuation adjustment	37,785	40,689	39,280
	$ 115,902	$ 124,810	$ 120,489
Liabilities			
Current items:			
Financial liabilities held for trading			
Forward foreign exchange contracts	$ 679	$ 359	$ -

A. The Group recognized net losses on financial assets and liabilities at fair value through profit or loss amounting to $679, $14,717, $405 and $17,816 (listed as ‘Other gains and losses’) for the three-month and nine-month periods ended September 30, 2025 and 2024, respectively.

B. The Group entered into contracts relating to derivative financial liabilities which were not accounted for under hedge accounting. The information is listed below:

	September 30, 2025	
Derivative financial liabilities	Contract amount (in thousands)	Contract period
Current items:		
Forward foreign exchange contracts	USD 1,500	7.2025～11.2025

Derivative financial liabilities	December 31, 2024 Contract amount (in thousands)	Contract period
Current items:		
Forward foreign exchange contracts	USD 1,400	11.2024～3.2025

Derivative financial assets	September 30, 2024 Contract amount (in thousands)	Contract period
Current items:		
Forward foreign exchange contracts	USD 800	9.2024～12.2024

The Group entered into forward foreign exchange contracts, to hedge exchange risks arising from exchange rate changes in operating activities. However, these forward foreign exchange contracts are not accounted for under hedge accounting.

C. As of September 30, 2025, December 31, 2024 and September 30, 2024, the Group has no financial assets at fair value through profit or loss pledged to others as collateral.

(3) Notes and accounts receivable, net

	September 30, 2025	December 31, 2024	September 30, 2024
Notes receivable	$ 106,538	$ 98,035	$ 114,545
Accounts receivable	$ 808,510	$ 861,146	$ 929,644
Less: Allowance for uncollectible accounts	(11,616)	(20,674)	(23,063)
	$ 796,894	$ 840,472	$ 906,581

A. The aging analysis of notes receivable and accounts receivable is as follows:

	September 30, 2025	December 31, 2024	September 30, 2024
Notes receivable			
Within the credit period	$ 106,538	$ 98,035	$ 114,545
Accounts receivable			
Within the credit period	$ 763,974	$ 774,298	$ 851,871
Overdue 1 to 30 days	35,349	78,263	66,694
Overdue 31 to 90 days	3,460	3,651	2,924
Overdue 91 to 150 days	1,372	1,021	1,517
Overdue over 151 days	4,355	3,913	6,638
	$ 808,510	$ 861,146	$ 929,644

The above aging analysis was based on past due date.

B. As of September 30, 2025, December 31, 2024 and September 30, 2024, notes and accounts receivable were all from contracts with customers. As of January 1, 2024, the balance of receivables from contracts with customers amounted to $919,170.

C. Without taking into account any collateral held or other credit enhancements, the maximum exposure to credit risk was the carrying amount.

D. As of September 30, 2025, December 31, 2024 and September 30, 2024, the Group had no notes and accounts receivable pledged to others as collateral.

E. Information relating to credit risk of notes receivable and accounts receivable is provided in Note 12(2), 'Financial instruments'.

(4) Inventories

	September 30, 2025		
	Cost	Allowance for valuation loss	Book value
Raw materials	$ 443,862	($ 27,920)	$ 415,942
Supplies	33,691	(917)	32,774
Work in progress	79,803	(10,671)	69,132
Finished goods	692,227	(52,095)	640,132
	$ 1,249,583	($ 91,603)	$ 1,157,980

	December 31, 2024		
	Cost	Allowance for valuation loss	Book value
Raw materials	$ 441,983	($ 23,472)	$ 418,511
Supplies	24,018	(427)	23,591
Work in progress	95,237	(9,980)	85,257
Finished goods	542,765	(45,040)	497,725
	$ 1,104,003	($ 78,919)	$ 1,025,084

	September 30, 2024		
	Cost	Allowance for valuation loss	Book value
Raw materials	$ 451,193	($ 21,622)	$ 429,571
Supplies	23,901	(213)	23,688
Work in progress	102,553	(10,110)	92,443
Finished goods	522,931	(43,386)	479,545
	$ 1,100,578	($ 75,331)	$ 1,025,247

The cost of inventories recognized as expense for the period:

	For the three-month periods ended September 30,	
	2025	2024
Cost of goods sold	$ 791,625	$ 870,465
Loss on scrapped inventories	687	189
(Reversal of allowance) provision for inventory market price decline (Note)	(3,691)	5,456
Gain on physical inventories	(717)	(431)
Income from sales of scraps	(139)	(73)
	$ 787,765	$ 875,606

	For the nine-month periods ended September 30,	
	2025	2024
Cost of goods sold	$ 2,367,899	$ 2,544,840
Loss on scrapped inventories	9,669	4,362
Provision for inventory market price decline	12,553	4,083
Gain on physical inventories	(2,510)	(3,530)
Income from sales of scraps	(368)	(234)
	$ 2,387,243	$ 2,549,521

(Note) For the three-month period ended September 30, 2025, the Group reversed a previous inventory write-down as a result of subsequent sales and scraps of certain inventories which were previously provided with allowance.

(5) Financial assets at fair value through other comprehensive income – non-current

Assets	September 30, 2025	December 31, 2024	September 30, 2024
Equity instruments			
Unlisted stocks	$ 56,840	$ 56,840	$ 56,840
Valuation adjustment	(21,496)	(15,763)	-
	$ 35,344	$ 41,077	$ 56,840

A. On March 9, 2022, the Group invested $56,840 in Electroninks, Inc. The purpose of the investment was to enter the field of international intermediate-level electronic materials, thereby enhancing the opportunity of transformation of the Group's high value added products and upgrading the Group's image and value.

B. The Group has elected to classify the investments that are considered to be strategic investments as financial assets at fair value through other comprehensive income. As of September 30, 2025, December 31, 2024 and September 30, 2024, the fair value of these investments were $35,344, $41,077 and $56,840, respectively.

C. Amounts recognised in other comprehensive income in relation to the financial assets at fair value through other comprehensive income are listed below:

	For the three-month periods ended September 30,	
	2025	2024
Fair value change recognised in other comprehensive income (Listed as 'Other equity interest')	($ 384)	$ -

	For the nine-month periods ended September 30,	
	2025	2024
Fair value change recognised in other comprehensive income (Listed as 'Other equity interest')	($ 5,733)	$ -

D. As of September 30, 2025, December 31, 2024 and September 30, 2024, without taking into account any collateral held or other credit enhancements, the maximum exposure to credit risk in respect of the amount that best represents the financial assets at fair value through other comprehensive income held by the Group was the carrying amount.

E. As of September 30, 2025, December 31, 2024 and September 30, 2024, the Group has no financial assets at fair value through other comprehensive income pledged to others as collateral.

(6) Property, plant and equipment

	Land	Buildings	Machinery	Transportation equipment	Office equipment	Other equipment	Total
January 1, 2025							
Cost	$ 954,866	$ 418,798	$ 885,843	$ 99,875	$ 6,489	$ 233,545	$ 2,599,416
Accumulated depreciation	-	(199,705)	(653,111)	(72,613)	(4,751)	(185,637)	(1,115,817)
	$ 954,866	$ 219,093	$ 232,732	$ 27,262	$ 1,738	$ 47,908	$ 1,483,599
For the nine-month period ended September 30, 2025							
At January 1	$ 954,866	$ 219,093	$ 232,732	$ 27,262	$ 1,738	$ 47,908	$ 1,483,599
Additions	-	-	703	576	-	-	1,279
Transfers from prepayments for equipment	-	450	17,224	210	210	4,538	22,632
Depreciation	-	(10,221)	(27,151)	(3,888)	(305)	(5,499)	(47,064)
Disposal - cost	-	-	(25,634)	(4,732)	(79)	(2,327)	(32,772)
- accumulated depreciation	-	-	25,622	4,045	70	2,178	31,915
Net exchange differences	-	(840)	(598)	(68)	-	(434)	(1,940)
At September 30	$ 954,866	$ 208,482	$ 222,898	$ 23,405	$ 1,634	$ 46,364	$ 1,457,649
September 30, 2025							
Cost	$ 954,866	$ 415,510	$ 872,822	$ 95,636	$ 6,620	$ 231,887	$ 2,577,341
Accumulated depreciation	-	(207,028)	(649,924)	(72,231)	(4,986)	(185,523)	(1,119,692)
	$ 954,866	$ 208,482	$ 222,898	$ 23,405	$ 1,634	$ 46,364	$ 1,457,649

	Land	Buildings	Machinery	Transportation equipment	Office equipment	Other equipment	Total
January 1, 2024							
Cost	$ 954,398	$ 407,751	$ 869,707	$ 96,715	$ 6,391	$ 225,218	$ 2,560,180
Accumulated depreciation	-	(182,744)	(613,639)	(67,392)	(4,291)	(175,909)	(1,043,975)
	$ 954,398	$ 225,007	$ 256,068	$ 29,323	$ 2,100	$ 49,309	$ 1,516,205
For the nine-month period ended September 30, 2024							
At January 1	$ 954,398	$ 225,007	$ 256,068	$ 29,323	$ 2,100	$ 49,309	$ 1,516,205
Additions	-	-	-	460	-	1,342	1,802
Transferred (Note)	-	-	7,272	3,243	98	2,784	13,397
Depreciation	-	(11,104)	(27,845)	(4,331)	(352)	(5,531)	(49,163)
Disposal - cost	-	-	(1,563)	(758)	-	(300)	(2,621)
- accumulated depreciation	-	-	1,238	730	-	299	2,267
Net exchange differences	-	861	531	40	-	367	1,799
At September 30	$ 954,398	$ 214,764	$ 235,701	$ 28,707	$ 1,846	$ 48,270	$ 1,483,686
September 30, 2024							
Cost	$ 954,398	$ 411,032	$ 880,064	$ 99,904	$ 6,489	$ 232,406	$ 2,584,293
Accumulated depreciation	-	(196,268)	(644,363)	(71,197)	(4,643)	(184,136)	(1,100,607)
	$ 954,398	$ 214,764	$ 235,701	$ 28,707	$ 1,846	$ 48,270	$ 1,483,686

(Notes) Transfers from “Other receivables” of $900 and “Prepayments for equipment” of $12,497.

A. As of September 30, 2025, December 31, 2024 and September 30, 2024, the Group's property, plant and equipment were most for own use, with a small portion for rental purpose.

B. Amount of borrowing costs capitalized as part of prepayments for equipment and the range of the interest rates for such capitalization are as follows:

	For the three-month periods ended September 30,	
	2025	2024
Amount capitalized	$ 6,654	$ 4,386
Interest rate	1.78%	1.95%

	For the nine-month periods ended September 30,	
	2025	2024
Amount capitalized	$ 17,983	$ 11,167
Interest rate	1.80%～1.90%	1.69%～1.95%

C. To satisfy the requirement of the Company's operating development in the future, in June 2021, the Company was approved by the Industrial Development Bureau to apply for the purchase of the land on No. 862-7 in Tainan Technology Industrial Park. The area was 27,846.45 square meters, at a price of $20,600 (in dollars) per square meter, and the total price of the land was $573,637. The payment and transfer had been completed. Additionally, in accordance with regulations, relative to the construction of the plant, the Group had to pay guarantee to Industrial Development Bureau in the amount of $57,392 (listed as 'Guarantee deposits paid'), which will be returned without interest after the construction is completed. As of September 30, 2025, the construction of the plant has not yet been completed.

D. As of September 30, 2025, December 31, 2024 and September 30, 2024, information about the Group's property, plant and equipment pledged to others as collateral is provided in Note 8, 'Pledged Assets'.

(7) Leasing arrangements－lessee

A. Starting from 2002 to 2008, the Group entered into a use right contract for land located in Jiangmen City, Guangdong Province, China in the amount of $29,775 (RMB 6,766 thousand), with a lease term of 47.2 to 50 years. All rentals had been paid on the contract signing date. Of the total amount, RMB 1,978 thousand, the Group had not received the certificate of use right of national land as of September 30, 2025. Lease terms are negotiated on an individual basis and contain a wide range of different terms and conditions. The lease agreements do not impose covenants.

B. The Company leases assets including buildings. Rental contracts are typically made for period from February 1, 2021 to January 31, 2026. Lease terms are negotiated on an individual basis and contain a wide range of different terms and conditions. The lease agreements do not impose special covenants.

C. Short-term leases with a lease term of 12 months or less are comprised of vacant land, parking space, warehouse. Low-value assets are comprised of multifunction printers.

D. The carrying amount of right-of-use assets and the depreciation are as follows:

	September 30, 2025	December 31, 2024	September 30, 2024
	Carrying amount	Carrying amount	Carrying amount
Land	$ 17,951	$ 19,123	$ 20,332
Buildings	-	696	696
	$ 17,951	$ 19,819	$ 21,028

	For the three-month periods ended September 30,	
	2025	2024
	Depreciation	Depreciation
Land	$ 82	$ 89

	For the nine-month periods ended September 30,	
	2025	2024
	Depreciation	Depreciation
Land	$ 255	$ 263
Buildings	696	696
	$ 951	$ 959

E. Information on profit or loss in relation to lease contracts is as follows:

	For the three-month periods ended September 30,	
	2025	2024
Items affecting profit or loss		
Expense on short-term lease contracts	$ 301	$ 895
Expense on leases of low-value assets	127	128

	For the nine-month periods ended September 30,	
	2025	2024
Items affecting profit or loss		
Interest expense on lease liabilities	$ 8	$ 16
Expense on short-term lease contracts	1,018	2,440
Expense on leases of low-value assets	479	453

F. For the nine-month periods ended September 30, 2025 and 2024, the Group's total cash outflow for leases were $2,217 and $3,613, respectively.

(8) Intangible assets

	For the nine-month period ended September 30, 2025		
	Goodwill	Others	Total
At January 1			
Cost	$ 76,615	$ 35,643	$ 112,258
Accumulated amortization	-	(33,431)	(33,431)
	$ 76,615	$ 2,212	$ 78,827
At January 1	$ 76,615	$ 2,212	$ 78,827
Amortization	-	(683)	(683)
Transfers from prepayments for equipment	-	1,560	1,560
Net exchange differences	(5,468)	-	(5,468)
At September 30	$ 71,147	$ 3,089	$ 74,236
At September 30			
Cost	$ 71,147	$ 37,203	$ 108,350
Accumulated amortization	-	(34,114)	(34,114)
	$ 71,147	$ 3,089	$ 74,236

	For the nine-month period ended September 30, 2024		
	Goodwill	Others	Total
At January 1			
Cost	$ 71,755	$ 35,643	$ 107,398
Accumulated amortization	-	(32,726)	(32,726)
	$ 71,755	$ 2,917	$ 74,672
At January 1	$ 71,755	$ 2,917	$ 74,672
Amortization	-	(529)	(529)
Net exchange differences	2,208	-	2,208
At September 30	$ 73,963	$ 2,388	$ 76,351
At September 30			
Cost	$ 73,963	$ 35,643	$ 109,606
Accumulated amortization	-	(33,255)	(33,255)
	$ 73,963	$ 2,388	$ 76,351

A. No interest was capitalized for the three-month and nine-month periods ended September 30, 2025 and 2024.

B. Details of amortization expense on intangible assets are as follows:

	For the three-month periods ended September 30,			
	2025		2024	
Operating costs	$	49	$	49
Selling expenses		155		78
General and administrative expenses		49		49
	$	253	$	176

	For the nine-month periods ended September 30,			
	2025		2024	
Operating costs	$	146	$	146
Selling expenses		391		237
General and administrative expenses		146		146
	$	683	$	529

C. The Group's goodwill was generated as a result of the acquisition of equity interest in Qualipoly Technology (Guangdong) Corp. in 2006. The recoverable amount of all cash-generating units calculated using the value-in-use exceeded their carrying amounts, so goodwill was not impaired. Goodwill is allocated as follows to the cash-generating units identified according to operating segment:

	September 30, 2025		December 31, 2024		September 30, 2024	
Qualipoly Technology (Guangdong) Corp.	$	71,147	$	76,615	$	73,963

D. For the details about valuation of impairment of intangible assets – goodwill, refer to Note 6(9).

E. As of September 30, 2025, December 31, 2024 and September 30, 2024, the Group had no intangible assets pledged to others as collateral.

(9) Impairment of non-financial assets

A. For the three-month and nine-month periods ended September 30, 2025 and 2024, no impairment loss was recognized by the Group.

B. The Group tests annually for impairment the recoverable amount of goodwill. Goodwill is allocated to the Group's cash-generating units identified according to operating segment. The recoverable amount of all cash-generating units has been determined based on value-in-use calculations. These calculations use cash flow projections based on financial budgets in the future of cash generating units. The cash flows of financial budget were prepared based on the estimates of the growth of annual revenue, gross profit and capital expenditures. Management determined budgeted gross margin and growth rate based on past performance and their expectations of market development. The discount rate applied reflects the risks specific to the related operating segments and the current market assessments of the time value of money. For the nine-month periods ended September 30, 2025 and 2024, the related discount rates were 8.82% and 9.07%, respectively.

(10) Short-term borrowings

Type of borrowings	September 30, 2025	Interest rate range	Collateral
Unsecured bank borrowings	$ 279,764	1.83%～4.75%	None
Secured bank borrowings	60,000	1.82%	Land and buildings
	$ 339,764		

Type of borrowings	December 31, 2024	Interest rate range	Collateral
Unsecured bank borrowings	$ 85,182	1.83%～5.58%	None
Secured bank borrowings	112,671	1.82%	Land and buildings
	$ 197,853		

Type of borrowings	September 30, 2024	Interest rate range	Collateral
Unsecured bank borrowings	$ 157,796	1.83%～7.03%	None
Secured bank borrowings	100,000	1.77%～1.78%	Land and buildings
	$ 257,796		

For more information on interest expenses recognized in profit or loss by the Group for the three-month and nine-month periods ended September 30, 2025 and 2024, refer to Note 6(24), 'Finance costs'.

(11) Short-term notes and bills payable

Type of borrowings	December 31, 2024	Interest rate range	Collateral
Acceptance payable	$ 3,421	—	None

Type of borrowings	September 30, 2024	Interest rate range	Collateral
Acceptance payable	$ 1,907	—	None

There were no such transactions on September 30, 2025

A. Acceptance payables were accepted by Mega International Commercial Bank and other financial institutions who guaranteed to pay the cash amount to the bearer without any conditions at specific dates.

B. For more information on interest expenses recognized in profit or loss by the Group for the three-month and nine-month periods ended September 30, 2025 and 2024, refer to Note 6(24), 'Finance costs'.

(12) Other payables

	September 30, 2025	December 31, 2024	September 30, 2024
Payroll and bonus payable	$ 67,959	$ 91,189	$ 72,922
Export expenses payable	7,332	7,305	7,496
Remuneration for directors payable	2,874	7,500	6,250
Employees' compensation payable	1,437	3,750	3,125
Environmental expenses payable	44	21,597	-
Others	42,311	33,822	56,530
	$ 121,957	$ 165,163	$ 146,323

(13) Advance receipts

On July 4, 2025, the Company was approved by the board of directors to raise operating funds and issue the third unsecured convertible bonds in the amount of $500,000, issued at 102% of issue value. As of September 30, 2025, the total proceeds of $510,000 have been collected (listed under "Advances Receipts"), and the issuance date is October 1, 2025. There were no such transactions on December 31, 2024 and September 30, 2024.

(14) Long-term borrowings

Type of borrowings	Borrowing period	Interest rate range	Collateral	September 30, 2025
Long-term bank borrowings				
Secured borrowings	2021.9.9～2041.11.1	1.86%～1.89%	Land and buildings	$ 971,994
Unsecured borrowings	2022.3.23～2032.7.30	1.38%～1.88%	None	780,355
				1,752,349
Less: Current portion				(235,991)
				$ 1,516,358

Type of borrowings	Borrowing period	Interest rate range	Collateral	December 31, 2024
Long-term bank borrowings				
Secured borrowings	2021.9.9～2041.11.1	1.89%	Land and buildings	$ 912,017
Unsecured borrowings	2022.3.23～2032.7.30	1.38%～1.85%	None	602,352
				1,514,369
Less: Current portion				(259,174)
				$ 1,255,195

Type of borrowings	Borrowing period	Interest rate range	Collateral	September 30, 2024
Long-term bank borrowings				
Secured borrowings	2021.9.9～2041.11.1	1.89%	Land and buildings	$ 928,160
Unsecured borrowings	2022.3.23～2032.7.30	1.38%～1.80%	None	559,364
				1,487,524
Less: Current portion				(221,780)
				$ 1,265,744

For more information on interest expenses recognized in profit or loss by the Group for the three-month and nine-month periods ended September 30, 2025 and 2024, refer to Note 6(24), 'Finance costs'.

(15) Pensions

A. The Company has a defined benefit pension plan in accordance with the Labor Standards Act of R.O.C, covering all regular employees' service years prior to the enforcement of the Labor Pension Act of R.O.C on July 1, 2005 and service years thereafter of employees who chose to continue to be subject to the pension mechanism under the Law. Under the defined benefit pension plan, two units are accrued for each year of service for the first 15 years and one unit for each additional year thereafter, subject to a maximum of 45 units. Pension benefits are based on the number of units accrued and the average monthly salaries and wages of the last 6 months prior to retirement. The Company contributes monthly an amount equal to 7.70% of the employees' monthly salaries and wages to the retirement fund deposited with Bank of Taiwan, the trustee, under the name of the independent retirement fund committee. Also, the Company would assess the balance in the aforementioned labor pension reserve account by the end of December 31, every year. If the account balance is insufficient to pay the pension calculated by the aforementioned method to the employees expected to qualify for retirement in the following year, the Company will make contributions for the deficit by next March. The information in relation to the defined benefit pension plan of the Company was as follows:

(a) The pension costs under the defined benefit pension plans of the Company for the three-month and nine-month periods ended September 30, 2025 and 2024 were \$15, \$8, \$35 and \$12, respectively..

(b) Expected contributions to the defined benefit pension plan of the Company for the year ending December 31, 2025 amount to \$35.

B. (a) Effective July 1, 2005, the Company has established a defined contribution pension plan (the "New Plan") under the Labor Pension Act (the "Act"), covering all regular employees with R.O.C. nationality. Under the New Plan, the Company contributes monthly an amount based on 6% of the employees' monthly salaries and wages to the employees' individual pension accounts at the Bureau of Labor Insurance. The benefits accrued are paid monthly or in lump sum upon termination of employment.

(b) The subsidiaries, Qualipoly Technology (Kunshan) Corp., Qualipoly Technology (Guangdong) Corp., Qualipoly Technology (Shanghai) Corp. and Dongguan Chao You New Material Co., Ltd., have defined contribution plans. Monthly contributions to an independent fund administered by the government in accordance with the pension regulations in the People's Republic of China (PRC) are based on certain percentages of employees' monthly salaries and wages. The contribution percentages for the nine-month periods ended September 30, 2025 and 2024 were both 13%～19%. Other than the monthly contributions, the subsidiaries have no further obligations.

(c) The pension costs under the defined contribution pension plans of the Group for the three-month and nine-month periods ended September 30, 2025 and 2024 were \$3,558, \$3,309, \$10,568 and \$9,842, respectively.

(16) Share capital and advance receipts for share capital

A. Movements in the number of the Company's ordinary shares outstanding are as follows (unit: shares in thousands):

	For the nine-month periods ended September 30,	
	2025	2024
Beginning balance	100,009	100,009
Employee stock options exercised	1,050	-
Ending balance	101,059	100,009

B. In December 2024, the Company's employees exercised stock warrants of 302 units. On January 21, 2025, the Company's Board of Directors resolved to issue 302 thousand new shares with a par value of NT$10 (in dollars) per share and an issuance price of NT$31.4 (in dollars) per share. All proceeds from the subscription amounting to $9,483 have been collected. The effective date was set on January 21, 2025 and the registration had been completed.

C. For the nine-month period ended September 30, 2025, the Company's employees exercised stock warrants of 1,580 units, of which 748 units were approved by the Company's Board of Directors at their meeting for issuing 748 thousand new shares on May 9, 2025. The par value was NT$10 (in dollars) per share and the issuance price was NT$31.4 (in dollars) per share. All proceeds from the subscription amounting to $49,029 have been collected. The effective date was set on May 9, 2025 and the registration had been completed. The proceeds from the subscription of the remaining 832 units was $25,542 (listed as "Advance receipts for share capital", with a par value of $30.7 (in dollars) per share). As of September 30, 2025, the registration of changes has not yet been completed.

D. As of September 30, 2025, the Company's authorized capital was $1,500,000, and the paid-in capital was $1,010,592, consisting of 101,059 thousand shares of ordinary stock with a par value of $10 (in dollars) per share. All proceeds from shares issued have been collected.

(17) Share-based payment

Employee stock options:

A. On December 21, 2022, the Company issued compensatory stock option plan of 3,000 units, and the exercise price was $34 (in dollars) per share, which was set based on the closing price of the Company's ordinary share on the day of issuance. Employees can subscribe for 1,000 ordinary shares per unit of the options. If there is an increase in the Company's issued ordinary shares after the issuance of stock options, the exercise price is adjusted according to a specific formula, except for the increase caused by the conversion into ordinary shares from various securities with conversion options or stock options issued by the Company or the issuance of new shares due to employees' compensation. The life of the options is 4 years. After 2 years from the date of grant, employees may exercise the options in accordance with terms of employee stock options. For the three-month and nine-month periods ended September 30, 2025 and 2024, the

Company's compensation cost due to employee stock options amounted to $－, $2,386, $－ and $7,158, respectively.

B. Details of the share-based payment arrangements are as follows:

Share option	For the nine-month period ended September 30, 2025 Quantity (units in thousands)	Weighted-average exercise price per share (in dollars)
Options outstanding at January 1	2,638	$ 31.40
Options exercised (Note)	(1,580)	30.7～31.4
Options outstanding at September 30	1,058	30.70
Options exercisable at September 30	1,058	30.70

Share option	For the nine-month period ended September 30, 2024 Quantity (units in thousands)	Weighted-average exercise price per share (in dollars)
Options outstanding at January 1 and September 30	2,940	$ 31.40
Options exercisable at September 30	-	-

(Note) Refer to Note 6(16) for "Share capital and advance receipts for share capital".

C. The fair value of stock options granted is measured using the Black-Scholes option-pricing model. Relevant information is as follows:

Grant date	December 21, 2022
Dividend yield	0%
Expected price volatility	25.94%
Risk-free interest rate	1.10%
Expected duration	3 years
Fair value in dollars (per share)	$ 6.51(in dollars)

(18) Capital surplus

Pursuant to the R.O.C. Company Act, capital surplus arising from paid-in capital in excess of par value on issuance of common stocks and donations can be used to cover accumulated deficit or to issue new stocks or cash to shareholders in proportion to their share ownership, provided that the Company has no accumulated deficit. Further, the R.O.C. Securities and Exchange Act requires that the amount of capital surplus to be capitalized mentioned above should not exceed 10% of the paid-in capital each year. Capital surplus should not be used to cover accumulated deficit unless the legal reserve is insufficient.

(19) Retained earnings

A. In accordance with the R.O.C. Company Act, the Company shall set aside 10% of current year's profit after taxes as legal reserve, until the legal reserve equals to the paid-in capital. Except for covering accumulated deficit or issuing new stocks or cash to shareholders in proportion to their share ownership, the legal reserve shall not be used for any other purpose. The use of legal reserve for the issuance of stocks or cash to shareholders in proportion to their share ownership is permitted, provided that the distribution of the reserve is limited to the portion in excess of 25% of the Company's paid-in capital.

B. Under the Company's Articles of Incorporation, the current year's earnings, if any, shall first be used to pay all taxes and offset prior years' operating losses and then 10% of the remaining amount shall be set aside as legal reserve until the legal reserve equals the paid-in capital. The residual amount will be provisioned as or reversed from special reserve in accordance with regulations. The remainder, if any, to be appropriated shall be proposed by the Board of Directors and resolved by the stockholders at the stockholder's meeting. When distributing earnings, the Company takes into consideration the industrial environment, financial plans, sustainable operations, stable development and shareholders' interest as follows:

The Company is in the stable growth stage. To support the requirement of business growth, the Company's dividends distribution is no lower than 50% of current year's earnings. The Company distributes shareholders' dividends in the form of cash or stock, of which cash dividends shall comprise at least 20% of the total dividends distributed. However, if the cash dividend per share is less than $0.5 (in dollars), it can be distributed as stock dividends.

The actual appropriation ratio and form of distribution shall be set by the Board of Directors based on the Company's financial situation and capital budget.

C. In accordance with the regulations, the Company shall set aside special reserve from the debit balance on other equity items at the balance sheet date before distributing earnings. When debit balance on other equity items is reversed subsequently, the reversed amount could be included in the distributable earnings. The special surplus reserve (reversed) appropriated for the nine-month periods ended September 30, 2025 and 2024 amounted to ($6,193) and $3,440, respectively. As of September 30, 2025, the outstanding balance of the above special surplus reserve was $5,723.

D. On May 23, 2025 and May 29, 2024, the shareholders during their meeting resolved the distribution of cash dividends from 2024 and 2023 earnings in the amounts of $141,103 ($1.4 (in dollars) per share) and $100,009 ($1.0 (in dollars) per share), respectively.

(20) Operating revenue

A. The Group derives revenue from contracts with customers which are recognized at a point in time. Revenue is divided into the following major product lines:

	For the three-month period ended September 30, 2025			
	Qualipoly Chemical Corp.	Qualipoly Technology (Guangdong) Corp.	Others	Total
UV Curable Resins	$ 311,435	$ 13,359	$ 99,249	$ 424,043
Unsaturated Polyester Resins	159,115	8,492	1,591	169,198
Electronic Chemical Materials	225,470	8,132	168	233,770
Coating resins	47,343	64,021	2,756	114,120
Others	25,818	1,640	643	28,101
	$ 769,181	$ 95,644	$ 104,407	$ 969,232

	For the three-month period ended September 30, 2024			
	Qualipoly Chemical Corp.	Qualipoly Technology (Guangdong) Corp.	Others	Total
UV Curable Resins	$ 540,504	$ 11,817	$ 93,107	$ 645,428
Unsaturated Polyester Resins	178,489	15,525	956	194,970
Electronic Chemical Materials	62,421	9,405	190	72,016
Coating resins	58,437	61,650	719	120,806
Others	23,698	360	1,086	25,144
	$ 863,549	$ 98,757	$ 96,058	$ 1,058,364

	For the nine-month period ended September 30, 2025			
	Qualipoly Chemical Corp.	Qualipoly Technology (Guangdong) Corp.	Others	Total
UV Curable Resins	$ 1,117,647	$ 40,215	$ 297,643	$ 1,455,505
Unsaturated Polyester Resins	465,230	30,214	3,878	499,322
Electronic Chemical Materials	465,028	21,980	378	487,386
Coating resins	158,016	172,759	4,194	334,969
Others	72,091	6,538	3,618	82,247
	$ 2,278,012	$ 271,706	$ 309,711	$ 2,859,429

	For the nine-month period ended September 30, 2024			
	Qualipoly Chemical Corp.	Qualipoly Technology (Guangdong) Corp.	Others	Total
UV Curable Resins	$ 1,569,629	$ 34,513	$ 261,163	$ 1,865,305
Unsaturated Polyester Resins	535,916	35,329	2,039	573,284
Electronic Chemical Materials	173,855	25,131	225	199,211
Coating resins	173,888	177,784	2,101	353,773
Others	78,703	1,335	2,090	82,128
	$ 2,531,991	$ 274,092	$ 267,618	$ 3,073,701

B. The Group has recognized the following revenue-related contract liabilities:

	September 30, 2025	December 31, 2024
Contract liabilities - current	$ 560	$ 5,850
	September 30, 2024	January 1, 2024
Contract liabilities - current	$ 8,831	$ 4,615

Revenue recognized that was included in the contract liabilities at the beginning of the year were \$112, \$523, \$1,877 and \$3,259 for the three-month and nine-month periods ended September 30, 2025 and 2024, respectively.

(21) Interest income

	For the three-month periods ended September 30,	
	2025	2024
Bank deposits	$ 94	$ 154

	For the nine-month periods ended September 30,	
	2025	2024
Bank deposits	$ 733	$ 811

(22) Other income

	For the three-month periods ended September 30,	
	2025	2024
Rental income	$ 694	$ 985
Sample income	-	770
Dividend income	6,510	19,492
Other income	449	85
	$ 7,653	$ 21,332

	For the nine-month periods ended September 30,	
	2025	2024
Rental income	$ 2,539	$ 2,851
Sample income	6,913	3,921
Dividend income	6,510	19,492
Other income	12,026	667
	$ 27,988	$ 26,931

(23) Other gains and losses

	For the three-month periods ended September 30,	
	2025	2024
Losses on financial assets and liabilities at fair value through profit or loss	($ 679)	($ 14,717)
Net foreign exchange gains (losses)	18,815	(4,589)
Losses on disposal of property, plant and equipment	(152)	(307)
Other losses	(19)	(23)
	$ 17,965	($ 19,636)

	For the nine-month periods ended September 30,	
	2025	2024
Losses on financial assets and liabilities at fair value through profit or loss	($ 405)	($ 17,816)
Net foreign exchange (losses) gains	(27,124)	22,429
Losses on disposal of property, plant and equipment	(216)	(253)
Other losses	(50)	(765)
	($ 27,795)	$ 3,595

(24) Finance costs

	For the three-month periods ended September 30, 2025	2024
Interest expense:		
Bank borrowings	$ 10,567	$ 7,806
Less: Capitalization of qualifying assets	(6,654)	(4,386)
	$ 3,913	$ 3,420

	For the nine-month periods ended September 30, 2025	2024
Interest expense:		
Bank borrowings	$ 27,363	$ 20,445
Lease liabilities	8	16
	27,371	20,461
Less: Capitalization of qualifying assets	(17,983)	(11,167)
	$ 9,388	$ 9,294

(25) Expenses by nature

	For the three-month period ended September 30, 2025		
	Operating costs	Operating expenses	Total
Employee benefit expense	$ 55,851	$ 43,377	$ 99,228
Depreciation	12,520	2,812	15,332
Amortization	49	204	253
	$ 68,420	$ 46,393	$ 114,813

	For the three-month period ended September 30, 2024		
	Operating costs	Operating expenses	Total
Employee benefit expense	$ 53,044	$ 52,392	$ 105,436
Depreciation	13,427	3,261	16,688
Amortization	49	127	176
	$ 66,520	$ 55,780	$ 122,300

	For the nine-month period ended September 30, 2025		
	Operating costs	Operating expenses	Total
Employee benefit expense	$ 165,043	$ 135,608	$ 300,651
Depreciation	39,245	8,770	48,015
Amortization	146	537	683
	$ 204,434	$ 144,915	$ 349,349

	For the nine-month period ended September 30, 2024		
	Operating costs	Operating expenses	Total
Employee benefit expense	$ 152,344	$ 147,013	$ 299,357
Depreciation	40,530	9,592	50,122
Amortization	146	383	529
	$ 193,020	$ 156,988	$ 350,008

(26) Employee benefit expense

	For the three-month period ended September 30, 2025		
	Operating costs	Operating expenses	Total
Wages and salaries	$ 46,946	$ 36,372	$ 83,318
Labour and health insurance fees	4,395	2,887	7,282
Pension costs	1,818	1,755	3,573
Other personnel expenses	2,692	2,363	5,055
	$ 55,851	$ 43,377	$ 99,228

	For the three-month period ended September 30, 2024		
	Operating costs	Operating expenses	Total
Wages and salaries	$ 45,151	$ 43,082	$ 88,233
Employees' compensation	-	2,386	2,386
Labour and health insurance fees	3,864	2,818	6,682
Pension costs	1,702	1,615	3,317
Other personnel expenses	2,327	2,491	4,818
	$ 53,044	$ 52,392	$ 105,436

	For the nine-month period ended September 30, 2025		
	Operating costs	Operating expenses	Total
Wages and salaries	$ 138,644	$ 114,383	$ 253,027
Labour and health insurance fees	13,108	9,004	22,112
Pension costs	5,373	5,230	10,603
Other personnel expenses	7,918	6,991	14,909
	$ 165,043	$ 135,608	$ 300,651

	For the nine-month period ended September 30, 2024		
	Operating costs	Operating expenses	Total
Wages and salaries	$ 129,473	$ 119,616	$ 249,089
Employees' compensation	-	7,158	7,158
Labour and health insurance fees	11,350	8,445	19,795
Pension costs	5,077	4,777	9,854
Other personnel expenses	6,444	7,017	13,461
	$ 152,344	$ 147,013	$ 299,357

A. Under the Company's Articles of Incorporation, employees' compensation and directors' remuneration shall be distributed at a ratio of not lower that 1% but not more than 1.5% of current year's earnings, and not more than 3% of current year's earnings, respectively. In addition, of which the amount of the employees' compensation shall be distributed in a ratio not lower than 30% as rank-and-file employees' compensation. However, if the Company has an accumulated deficit, the earnings shall be reserved to cover the deficit.

B. For the three-month and nine-month periods ended September 30, 2025 and 2024, employees' compensation were accrued at $431, $1,563, $1,437 and $3,125, respectively; while directors' remuneration were accrued at $862, $3,125, $2,874 and $6,250, respectively. The aforementioned amounts were recognized in salary expenses. The expense recognized was accrued based on the profit of current year as prescribed by Company's Articles of Incorporation. On March 7, 2025, the employees' compensation and directors' remuneration for 2024 as resolved by the Board of Directors were $3,750 and $7,500, respectively, and the employees' compensation will be distributed in the form of cash. Information about employees' compensation and directors' remuneration of the Company as resolved at the meeting by the Board of Directors will be posted in the "Market Observation Post System" at the website of the Taiwan Stock Exchange.

(27) Income tax

A. Income tax expense:

(a) Components of income tax expense:

	For the three-month periods ended September 30, 2025	2024
Current tax:		
Current tax on profit for the period	$ 17,069	$ 25,070
Deferred tax:		
Origination and reversal of temporary differences	9,700	(8,466)
Income tax expense	$ 26,769	$ 16,604

	For the nine-month periods ended September 30, 2025	2024
Current tax:		
Current tax on profit for the period	$ 37,563	$ 57,676
Tax on undistributed surplus earnings	3,349	2,343
Prior year income tax over estimation	(2,478)	(2,061)
	38,434	57,958
Deferred tax:		
Origination and reversal of temporary differences	8,018	(2,905)
Income tax expense	$ 46,452	$ 55,053

(b) The income tax relating to components of other comprehensive income is as follows:

	For the three-month periods ended September 30, 2025	2024
Currency translation differences	$ 4,950	($ 172)

	For the nine-month periods ended September 30, 2025	2024
Currency translation differences	($ 6,781)	$ 4,579

B. The Company’s income tax returns through 2022 have been assessed and approved by the Tax Authority. As of November 7, 2025, the Company was not involved in any administration lawsuit.

(28) Earnings per share

	For the three-month period ended September 30, 2025		
	Amount after tax	Weighted average number of shares outstanding (shares in thousands)	Earnings per share (in dollars)
Basic earnings per share			
Profit attributable to ordinary shareholders of the parent	$ 81,467	101,059	$ 0.81
Diluted earnings per share			
Profit attributable to ordinary shareholders of the parent	$ 81,467	101,059	
Assumed conversion of all dilutive potential ordinary shares			
Employee stock options	-	625	
Employees’ compensation	-	7	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	$ 81,467	101,691	$ 0.80

	For the three-month period ended September 30, 2024		
	Amount after tax	Weighted average number of shares outstanding (shares in thousands)	Earnings per share (in dollars)
Basic earnings per share			
Profit attributable to ordinary shareholders of the parent	$ 55,153	100,009	$ 0.55
Diluted earnings per share			
Profit attributable to ordinary shareholders of the parent	$ 55,153	100,009	
Assumed conversion of all dilutive potential ordinary shares			
Employee stock options	-	178	
Employees’ compensation	-	68	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	$ 55,153	100,255	$ 0.55

	For the nine-month period ended September 30, 2025		
	Amount after tax	Weighted average number of shares outstanding (shares in thousands)	Earnings per share (in dollars)
Basic earnings per share			
Profit attributable to ordinary shareholders of the parent	$ 133,927	100,686	$ 1.33
Diluted earnings per share			
Profit attributable to ordinary shareholders of the parent	$ 133,927	100,686	
Assumed conversion of all dilutive potential ordinary shares			
Employee stock options	-	625	
Employees' compensation	-	20	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	$ 133,927	101,331	$ 1.32

	For the nine-month period ended September 30, 2024		
	Amount after tax	Weighted average number of shares outstanding (shares in thousands)	Earnings per share (in dollars)
Basic earnings per share			
Profit attributable to ordinary shareholders of the parent	$ 181,954	100,009	$ 1.82
Diluted earnings per share			
Profit attributable to ordinary shareholders of the parent	$ 181,954	100,009	
Assumed conversion of all dilutive potential ordinary shares			
Employee stock options	-	530	
Employees' compensation	-	86	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	$ 181,954	100,625	$ 1.81

(29) Supplemental cash flow information

1.Operating activities with partial cash receipts:

	For the nine-month periods ended September 30, 2025	2024
Dividend income	$ 6,510	$ 19,492
Add: Beginning balance of other receivables	-	11,734
Dividends received	$ 6,510	$ 31,226

2.Operating and investing activities with no cash flow effects:

	For the nine-month periods ended September 30, 2025	2024
(a) Write-offs of allowance for uncollectible accounts	$ -	$ 1,641
(b) Other receivables transferred to property, plant and equipment	$ -	$ 900
(c) Prepayments for equipment transferred to other receivables	$ 12,914	$ -
(d) Prepayments for equipment transferred to property, plant and equipment	$ 22,632	$ 12,497
(e) Prepayments for equipment transferred to intangible assets	$ 1,560	$ -

(30) Changes in liabilities from financing activities

	Short-term borrowings	Short-term notes and bills payable	Lease liabilities	Advance receipts (for convertible bonds)	Long-term borrowings (including current portion)	Total
January 1, 2025	$ 197,853	$ 3,421	$ 712	$ -	$1,514,369	$1,716,355
Changes in cash flow from financing activities	139,341	(3,421)	(712)	510,000	237,980	883,188
Changes in other non-cash items	2,570	-	-	-	-	2,570
September 30, 2025	$ 339,764	$ -	$ -	$510,000	$1,752,349	$2,602,113

	Short-term borrowings	Short-term notes and bills payable	Lease liabilities	Long-term borrowings (including current portion)	Total
January 1, 2024	$ 121,621	$ 470	$ 1,416	$ 973,935	$ 1,097,442
Changes in cash flow from financing activities	136,727	1,437	(704)	513,589	651,049
Changes in other non-cash items	(552)	-	-	-	(552)
September 30, 2024	$ 257,796	$ 1,907	$ 712	$ 1,487,524	$ 1,747,939

7. Related Party Transactions

Key management compensation:

	For the three-month periods ended September 30,	
	2025	2024
Salaries and other short-term employee benefits	$ 5,751	$ 8,531
Post-employment benefits	144	121
	$ 5,895	$ 8,652

	For the nine-month periods ended September 30,	
	2025	2024
Salaries and other short-term employee benefits	$ 21,059	$ 24,801
Post-employment benefits	424	468
	$ 21,483	$ 25,269

8. Pledged Assets

The Group’s assets pledged as collateral are as follows:

Pledged asset item	September 30, 2025	December 31, 2024	September 30, 2024	Purpose
Land (Note)	$ 750,705	$ 750,705	$ 750,705	Short-term borrowings, long-term borrowings and borrowing facilities
Buildings, net (Note)	40,410	42,156	42,738	Short-term borrowings, long-term borrowings and borrowing facilities
Other equipment, net (Note)	2,246	2,824	3,017	Facilities of long-term borrowings
	$ 793,361	$ 795,685	$ 796,460	

(Note) Listed as ‘Property, plant and equipment’.

9. Significant Contingent Liabilities and Unrecognized Contract Commitments

As of September 30, 2025, December 31, 2024 and September 30, 2024, the Group’s other significant contingent liabilities and unrecognized contract commitments were as follows:

(1) The outstanding letters of credit issued but not negotiated were $23,501, $42,463 and $57,780, respectively.

(2) Capital expenditures contracted but not yet incurred are as follows:

	September 30, 2025	December 31, 2024	September 30, 2024
Property, plant and equipment	$ 663,175	$ 794,509	$ 742,255

10. Significant Disaster Loss

None.

11. Significant Events after the Balance Sheet Date

None.

12. OTHERS

(1) Capital management

The Group's objectives when managing capital are to safeguard the Group's ability to continue as a going concern in order to provide returns for shareholders and to maintain an optimal capital structure to reduce the cost of capital. In order to maintain or adjust the capital structure, the Group may adjust the amount of dividends paid to shareholders, return capital to shareholders, issue new shares or sell assets to reduce debt.

(2) Financial instruments

A. Financial instruments by category

Details of financial instruments by category of the Group are described in Note 6, 'Financial assets and liabilities'.

B. Financial risk management policies

(a) The Group's activities expose it to a variety of financial risks: market risk (including foreign exchange risk, price risk and interest rate risk), credit risk and liquidity risk. To minimize any adverse effect on the financial performance of the Group, derivative instruments are used to hedge based on situation.

(b) Risk management is carried out by the Group's treasury department under policies approved by the Board of Directors. Group treasury identifies, evaluates and hedges financial risks in close cooperation with the Group's operating units. The Board provides written principles for overall risk management, as well as written policies covering specific areas and matters, such as foreign exchange risk, interest rate risk, credit risk, use of derivative financial instruments and non-derivative financial instruments, and investment of excess liquidity.

C. Significant financial risks and degrees of financial risks

(a) Market risk

Foreign exchange risk

i. The Group operates internationally and is exposed to exchange rate risk arising from the transactions of the Group used in various currency, primarily with respect to the USD, AUD and RMB. Foreign exchange rate risk arises from future commercial transactions and recognized assets and liabilities.

ii. The Group has certain sales and purchases denominated in USD and other foreign currencies. Exchange rates would affect the fair value in the market. When commercial transactions occur in the future, recognized assets or liabilities do not price at the functional foreign currency of the entity, the exchange risk will occur.

iii. The Group has certain investments in foreign operations, whose net assets are exposed to foreign currency translation risk. The Group's foreign operations are considered strategic investments; thus, no hedging for the purpose is conducted.

iv. The Group's businesses involve some non-functional currency operations (the Company's functional currency: NTD and the subsidiaries' functional currencies: USD and RMB). The information on assets and liabilities denominated in foreign currencies whose values would be materially affected by the exchange rate fluctuations is as follows:

	September 30, 2025		
	Foreign currency amount (in thousands)	Exchange rate	Book value
(foreign currency: functional currency)			
Financial assets			
Monetary items			
USD:NTD	$ 15,296	30.445	$ 465,687
RMB:NTD	7,696	4.271	32,870
AUD:NTD	2,897	20.11	58,259
GBP:NTD	367	40.97	15,036
Non-monetary items			
RMB:USD	26,412	0.1404	115,902
Financial liabilities			
Monetary items			
USD:NTD	9,352	30.445	284,722

	December 31, 2024		
	Foreign currency amount (in thousands)	Exchange rate	Book value
(foreign currency: functional currency)			
Financial assets			
Monetary items			
USD:NTD	$ 13,124	32.785	$ 430,270
RMB:NTD	7,000	4.478	31,346
AUD:NTD	2,135	20.39	43,533
GBP:NTD	341	41.19	14,046
JPY:NTD	47,697	0.2099	10,012
Non-monetary items			
RMB:USD	26,412	0.1370	124,810
Financial liabilities			
Monetary items			
USD:NTD	1,703	32.785	55,833

	September 30, 2024		
	Foreign currency amount (in thousands)	Exchange rate	Book value
(foreign currency: functional currency)			
Financial assets			
Monetary items			
USD:NTD	$ 15,913	31.65	$ 503,646
RMB:NTD	6,626	4.523	29,969
AUD:NTD	1,574	21.93	34,518
JPY:NTD	58,366	0.2223	12,975
EUR:NTD	358	35.38	12,666
GBP:NTD	449	42.43	19,051
Non-monetary items			
RMB:USD	26,412	0.1426	120,489
Financial liabilities			
Monetary items			
USD:NTD	1,534	31.65	48,551

v. The sensitivity analysis of foreign exchange risk is mainly focused on the foreign currency items at the end of financial reporting date. If the exchange rate of NTD to all foreign currency had decreased/increased by 1% with all other variables remaining constant, the profit or loss for the three-month and nine-month periods ended September 30, 2025 and 2024 would have increased/decreased by ($774), $319, $2,297 and $4,514, respectively.

vi. The total exchange gain (loss), including realized and unrealized, arising from significant foreign exchange variation on the monetary items held by the Group for the three-month and nine-month periods ended September 30, 2025 and 2024, amounted to $18,815, ($4,589), ($27,124) and $22,429, respectively.

Price risk

i. The Group is exposed to the price risk of equity securities because of investments held by the Group and classified as financial assets at fair value through profit or loss and financial assets at fair value through other comprehensive income on the consolidated balance sheet. To manage the price risk arising from equity securities, the Group strictly evaluates investment activities and pre-sets a "stop loss", so the Group does not expect material price risk.

ii. The sensitivity analysis of price risk of equity securities is calculated from fair value changes at the end of balance sheet date. If the price of these equity securities had increased/decreased by 1% with all other variables remaining constant, post-tax profit for the three-month and nine-month periods ended September 30, 2025 and 2024 would have increased/decreased by $44, ($184), $1,159 and $1,252, respectively, as a result of gains/losses on equity securities classified as at fair value through profit or loss. Other comprehensive income would have increased/decreased by ($4), $－, $353 and $568, respectively, as a result of gains/losses on equity securities classified as at fair value through other comprehensive income.

Cash flow and fair value interest rate risk

i. The Group's borrowings are measured at amortized cost. The borrowings are periodically contractually repriced and to that extent are also exposed to the risk of future changes in market interest rates.

ii. If the borrowing interest rate had increased/decreased by 1% with all other variables held constant, profit, net of tax for the three-month and nine-month periods ended September 30, 2025 and 2024 would have decreased/increased by $85, $63, $219 and $164, respectively. The main factor is that changes in interest expense result from floating rate borrowings.

(b) Credit risk

i. Credit risk refers to the risk of financial loss to the Group arising from default by the clients or counterparties of financial instruments on the contract obligations. The main factor is that counterparties could not repay in full the accounts receivable based on the agreed terms.

ii. The Group manages its credit risk taking into consideration the entire group's concern. According to the Group's credit policy, each local entity in the Group is responsible for managing and analysing the credit risk for each of their new clients before standard payment and delivery terms and conditions are offered. Internal risk control assesses the credit quality of the customers, taking into account their financial position, past experience and other factors. Individual risk limits are set based on internal or external ratings in accordance with limits set by the Board of Directors. The utilization of credit limits is regularly monitored.

iii. In line with the credit risk management policies, if the contract payments were past due within 90~180 days, the proceeds are within normal collection period. However, the defaults occur past due over 90~180 days.

iv. The Group classifies customer's accounts receivable in accordance with credit rating of customer. The Group applies the modified approach using a provision matrix to estimate the expected credit loss. The Group used the forecastability to adjust historical and timely information to assess the default possibility of receivables.

Movements in relation to the Group applying the modified approach to provide loss allowance for receivables are as follows:

September 30, 2025	Expected loss rate	Total book value	Loss allowance
Within the credit period	0.51%	$ 870,512	$ 4,452
Overdue 1 to 30 days	4.99%	35,349	1,764
Overdue 31 to 60 days	10.83%	2,641	286
Overdue 61 to 90 days	51.89%	819	425
Overdue 91 to 150 days	59.60%	1,372	815
Overdue over 151 days	88.96%	4,355	3,874
		$ 915,048	$ 11,616

December 31, 2024	Expected loss rate	Total book value	Loss allowance
Within the credit period	0.86%	$ 872,333	$ 7,525
Overdue 1 to 30 days	8.43%	78,263	6,601
Overdue 31 to 60 days	29.74%	1,402	417
Overdue 61 to 90 days	71.63%	2,249	1,611
Overdue 91 to 150 days	90.60%	1,021	925
Overdue over 151 days	91.87%	3,913	3,595
		$ 959,181	$ 20,674

September 30, 2024	Expected loss rate	Total book value	Loss allowance
Within the credit period	0.87%	$ 966,416	$ 8,416
Overdue 1 to 30 days	7.59%	66,694	5,064
Overdue 31 to 60 days	50.89%	2,478	1,261
Overdue 61 to 90 days	70.18%	446	313
Overdue 91 to 150 days	98.09%	1,517	1,488
Overdue over 151 days	98.24%	6,638	6,521
		$ 1,044,189	$ 23,063

v. Movements in relation to the Group applying the modified approach to provide loss allowance for accounts receivable are as follows:

	For the nine-month periods ended September 30,	
	2025	2024
At January 1	$ 20,674	$ 25,861
Expected credit gains	(8,828)	(1,365)
Write-offs of uncollectible receivables	-	(1,641)
Effect of foreign exchange	(230)	208
At September 30	$ 11,616	$ 23,063

(c) Liquidity risk

i. The Group's treasury department monitors rolling forecasts of the Group's liquidity requirements to ensure it has sufficient cash to meet operational needs while maintaining sufficient headroom on its undrawn committed borrowing facilities at all times so that the Group does not breach borrowing limits or covenants (where applicable) on any of its borrowing facilities and ensure the Group has sufficient financial flexibility.

ii. Surplus cash held by the operating entities exceeded the requirement of working capital management. The Group's treasury department aggregately invests surplus cash in interest bearing current accounts, time deposits and marketable securities, choosing instruments with appropriate maturities or sufficient liquidity to provide sufficient headroom as determined by the abovementioned forecasts.

iii. The Group has the following undrawn borrowing facilities:

	September 30, 2025	December 31, 2024	September 30, 2024
Floating rate:			
Expiring within one year	$ 950,859	$ 1,005,877	$ 927,366
Expiring over one year	590,780	821,692	977,075
Fixed rate:			
Expiring within one year	17,084	17,912	18,092
	$ 1,558,723	$ 1,845,481	$ 1,922,533

The facilities expiring within one year are annual facilities subject to review at various dates during the next year. The other facilities are for the Group's operating capital.

iv. The table below analyses the Group's non-derivative financial liabilities and net-settled gross-settled derivative financial liabilities into relevant maturity groupings based on the remaining period at the balance sheet date to the contractual maturity date for nonderivative financial liabilities and to the expected maturity date for derivative financial liabilities. The amounts disclosed in the table are the contractual undiscounted cash flows:

September 30, 2025	Less than 1 year	Between 1 and 2 years	Between 2 and 5 years	More than 5 years
Non-derivative financial liabilities:				
Short-term borrowings	$ 343,824	$ -	$ -	$ -
Notes payable	112,974	-	-	-
Accounts payable	257,424	-	-	-
Other payables	121,957	-	-	-
Long-term borrowings (including current portion)	263,648	276,703	658,410	703,879
Derivative finacial liabilities:				
Forward forigen exchange contracts	679	-	-	-

December 31, 2024	Less than 1 year	Between 1 and 2 years	Between 2 and 5 years	More than 5 years
Non-derivative financial liabilities:				
Short-term borrowings	$ 199,078	$ -	$ -	$ -
Short-term notes and bills payable	3,421	-	-	-
Notes payable	103,633	-	-	-
Accounts payable	208,189	-	-	-
Other payables	165,163	-	-	-
Lease liabilities - current	720	-	-	-
Long-term borrowings (including current portion)	282,817	220,601	483,567	680,991
Derivative finacial liabilities:				
Forward forigen exchange contracts	359	-	-	-

September 30, 2024	Less than 1 year	Between 1 and 2 years	Between 2 and 5 years	More than 5 years
Non-derivative financial liabilities:				
Short-term borrowings	$ 257,796	$ -	$ -	$ -
Short-term notes and bills payable	1,907	-	-	-
Notes payable	109,636	-	-	-
Accounts payable	190,418	-	-	-
Other payables	146,323	-	-	-
Lease liabilities - current	712	-	-	-
Long-term borrowings (including current portion)	304,976	213,786	501,476	685,879

v. The Group does not expect the maturity date to end early nor the actual cash flow to be significantly materially different.

(3) Fair value information

A. The different levels that the inputs to valuation techniques are used to measure fair value of financial and non-financial instruments have been defined as follows:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date. A market is regarded as active where a market in which transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis. The fair value of the Group's investments in listed stocks is included in Level 1.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly. The fair value of the Group's investment in derivatives is included in Level 2.

Level3: Unobservable inputs for the asset or liability. The Group's investments in equity instruments without active market is included in Level 3.

B. The carrying amounts of the Group's financial instruments not measured at fair value (including cash and cash equivalents, financial assets at amortised cost - current, notes receivable, accounts receivable, other receivables, guarantee deposits paid, short-term borrowings, short-term notes and bills payable, notes payable, accounts payable, other payables and long-term borrowings (including current portion)) are approximate to their fair values.

C. The related information on financial and non-financial instruments measured at fair value by level on the basis of the nature, characteristics and risks of the assets are as follows:

(a) The related information on the nature of the assets is as follows:

September 30, 2025	Level 1	Level 2	Level 3	Total
Assets				
Recurring fair value measurements				
Financial assets at fair value through profit or loss				
Equity securities	$ -	$ -	$ 115,902	$ 115,902
Financial assets at fair value through other comprehensive income				
Equity securities	$ -	$ -	$ 35,344	$ 35,344
Liabilities				
Recurring fair value measurements				
Financial liabilities at fair value through profit or loss				
Forward foreign exchange contracts	$ -	$ 679	$ -	$ 679

December 31, 2024	Level 1	Level 2	Level 3	Total
Assets				
Recurring fair value measurements				
Financial assets at fair value through profit or loss				
Equity securities	$ 2,990	$ -	$ 124,810	$ 127,800
Financial assets at fair value through other comprehensive income				
Equity securities	$ -	$ -	$ 41,077	$ 41,077
Liabilities				
Recurring fair value measurements				
Financial liabilities at fair value through profit or loss				
Forward foreign exchange contracts	$ -	$ 359	$ -	$ 359

September 30, 2024	Level 1	Level 2	Level 3	Total
Assets				
Recurring fair value measurements				
Financial assets at fair value through profit or loss				
Forward foreign exchange contracts	$ -	$ 165	$ -	$ 165
Equity securities	4,670	-	120,489	125,159
	$ 4,670	$ 165	$ 120,489	$ 125,324
Financial assets at fair value through other comprehensive income				
Equity securities	$ -	$ -	$ 56,840	$ 56,840

(b) The methods and assumptions the Group used to measure fair value are as follows:

i. The instruments the Group used closing price as their fair values (that is, Level 1).

ii. Except for financial instruments with active markets, the fair value of other financial instruments is measured by using valuation techniques or by reference to counterparty quotes. The fair value of financial instruments measured by using valuation techniques can be referred to current fair value of instruments with similar terms and characteristics in substance, discounted cash flow method or other valuation methods, including calculated by applying model using market information available at the consolidated balance sheet date.

iii. The valuation of derivative financial instruments is based on valuation model widely accepted by market participants, such as present value techniques and option pricing models. Forward exchange contracts are usually valued based on the current forward exchange rate.

iv. The output of valuation model is an estimated value and the valuation technique may not be able to capture all relevant factors of the Group’s financial and non-financial instruments. Therefore, the estimated value derived using valuation model is adjusted accordingly with additional inputs, for example, model risk or liquidity risk, etc. In accordance with the Group’s management policies and relevant control procedures relating to the valuation models used for fair value measurement, management believes adjustment to valuation is necessary to reasonably represent the fair value of financial and non-financial instruments at consolidated balance sheet. The inputs and pricing information used during valuation are carefully assessed and adjusted based on current market conditions.

D. For the nine-month periods ended September 30, 2025 and 2024, there was no transfer between Level 1 and Level 2, nor transfer into or out from Level 3.

E. The following chart is the movement of Level 3 for the nine-month periods ended September 30, 2025 and 2024:

	For the nine-month periods ended September 30, 2025	2024
At January 1	$ 165,887	$ 188,724
Losses recognized in other comprehensive income	(5,733)	(15,641)
Net exchange differences	(8,908)	4,246
At September 30	$ 151,246	$ 177,329

F. Treasury segment is in charge of valuation procedures for fair value measurements being categorized within Level 3, which is to verify independent fair value of financial instruments. Such assessment is to ensure the valuation results are reasonable by applying independent information to make results close to current market conditions, confirming the resource of information is independent, reliable and in line with other resources and represented as the exercisable price, and frequently calibrating valuation model.

G. The following is the qualitative information of significant unobservable inputs and sensitivity analysis of changes in significant unobservable inputs to valuation model used in Level 3 fair value measurement:

	September 30, 2025	Valuation technique	Significant unobservable input	Range (weighted average)	Relationship of inputs to fair value
Non-derivative equity instruments:					
Unlisted stocks	$ 151,246	Market comparable companies	Price to book value ratio multipliers	0.81～8.34	The higher the multipliers, the higher the fair value

	December 31, 2024	Valuation technique	Significant unobservable input	(weighted average)	Relationship of inputs to fair value
Non-derivative equity instruments:					
Unlisted stocks	$ 165,887	Market comparable companies	Price to book value ratio multipliers	1.05～6.92	The higher the multipliers, the higher the fair value

	September 30, 2024	Valuation technique	Significant unobservable input	Range (weighted average)	Relationship of inputs to fair value
Non-derivative equity instruments:					
Unlisted stocks	$ 186,715	Net assets value	Not applicable	Not applicable	The higher the net asset value, the higher the fair value

H. The Group has carefully assessed the valuation models and assumptions used to measure fair value. However, use of different valuation models or assumptions may result in different measurement. The following is the effect on profit or loss or on other comprehensive income from financial assets categorized within Level 3 if the inputs used to valuation models have changed:

			September 30, 2025			
			Recognized in profit or loss		Recognized in other comprehensive income	
	Input	Change	Favourable change	Unfavourable change	Favourable change	Unfavourable change
Financial assets						
Equity instruments	Price to book value ratio multipliers	±10%	$ 341	($ 341)	$ 3,534	($ 3,534)

			December 31, 2024			
			Recognized in profit or loss		Recognized in other comprehensive income	
	Input	Change	Favourable change	Unfavourable change	Favourable change	Unfavourable change
Financial assets						
Equity instruments	Price to book value ratio multipliers	±10%	$ 388	($ 388)	$ 4,108	($ 4,108)

			September 30, 2024			
			Recognized in profit or loss		Recognized in other comprehensive income	
	Input	Change	Favourable change	Unfavourable change	Favourable change	Unfavourable change
Financial assets						
Equity instruments	Not applicable	—	Not applicable		Not applicable	

13. Supplementary Disclosures

According to the current regulatory requirements, the Group is only required to disclose the information for the nine-month period ended September 30, 2025

(1) Significant transactions information

A. Loans to others: None.

B. Provision of endorsements and guarantees to others: None.

C. Holding of significant marketable securities at the end of the period (not including subsidiaries, associates and joint ventures): Please refer to table 1.

D. Purchases or sales of goods from or to related parties reaching $100 million or 20% of paid-in capital or more: Please refer to table 2.

E. Receivables from related parties reaching NT$100 million or 20% of paid-in capital or more: None.

F. Significant inter-company transactions during the reporting period: Refer to table 3.

(2) Information on investees

Names, locations and other information of investee companies (not including investees in Mainland China): Refer to table 4.

(3) Information on investments in Mainland China

A. Basic information: Refer to table 5.

B. Significant transactions, either directly or indirectly through a third area, with investee companies in the Mainland Area: Refer to table 6.

14. Segment Information

(1) General information

The management of the Group has identified the operating segments based on information provided to the Group's chief operating decision-maker in order to make strategic decisions. The Group's organization basis of identification and measurement of segment information had no significant changes in this period.

(2) Information about segment profit or loss, assets and liabilities

The segment information provided to the chief operating decision-maker for the reportable segments is as follows:

	For the nine-month period ended September 30, 2025			
	Qualipoly Chemical Corp.	Qualipoly Technology (Guangdong) Corp.	Others	Total
Segment revenue	$ 2,536,230	$ 290,209	$ 315,531	$ 3,141,970
Inter-segment revenue	(258,218)	(18,503)	(5,820)	(282,541)
Revenue from external customers	2,278,012	271,706	309,711	2,859,429
Interest income	584	126	23	733
Finance costs	9,388	-	-	9,388
Segment profit before income tax	171,101	14,773	31,766	217,640
Segment assets	5,506,893	244,760	478,092	6,229,745
Segment liabilities	3,118,626	21,659	42,291	3,182,576

	For the nine-month period ended September 30, 2024			
	Qualipoly Chemical Corp.	Qualipoly Technology (Guangdong) Corp.	Others	Total
Segment revenue	$ 2,791,341	$ 277,851	$ 269,905	$ 3,339,097
Inter-segment revenue	(259,350)	(3,759)	(2,287)	(265,396)
Revenue from external customers	2,531,991	274,092	267,618	3,073,701
Interest income	620	145	46	811
Finance costs	9,278	16	-	9,294
Segment profit before income tax	226,678	4,399	27,950	259,027
Segment assets	4,595,030	243,637	450,416	5,289,083
Segment liabilities	2,240,370	22,489	29,876	2,292,735

(3) Reconciliation information about segment income (loss), assets and liabilities

A. Sales between segments are carried out at arm's length. The revenue from external customers reported to the chief operating decision-maker is measured in a manner consistent with that in the consolidated statement of comprehensive income. The total amount of segment revenue and consolidated operating revenue and a reconciliation of reportable segment income or loss before tax were provided as follows:

	For the nine-month periods ended September 30,	
	2025	2024
Revenue from reportable segments	$ 2,826,439	$ 3,069,192
Revenue from other operating segments	315,531	269,905
Inter-segment revenue	(282,541)	(265,396)
Operating revenue	$ 2,859,429	$ 3,073,701

	For the nine-month periods ended September 30,	
	2025	2024
Reportable segment income before tax	$ 185,874	$ 231,077
Other segment income before tax	31,766	27,950
Inter-segment loss	(37,261)	(22,020)
Profit before income tax	$ 180,379	$ 237,007

B. The amounts provided to the chief operating decision maker with respect to total assets and total liabilities are measured in a manner consistent with that of the Group's consolidated financial statements, thus, there was no need for reconciliation.

Qualipoly Chemical Corp. and Subsidiaries

Holding of significant marketable securities at the end of the period (not including subsidiaries, associates and joint ventures)

September 30, 2025

Table 1

Expressed in thousands of NTD

Securities held by	Marketable securities	Relationship with the securities issuer	General ledger account	As of September 30, 2025 No. of shares (in thousands of units or shares)	Book value	Ownership	Fair value	Footnote
Qualipoly Chemical Corp.	Stocks:							
	ELECTRONINKS INCORPORATED	—	Financial assets at fair value through other comprehensive income - non-current	1,044	$ 35,344	2.44%	$ 35,344	—
Qualipoly International Inc.	Stocks:							
	Tianjin Yabang Chemical Co., Ltd.	—	Financial assets at fair value through profit or loss - non-current	-	14,779	19.00%	14,779	—
Chao Chien International Inc.	Stocks:							
	Zhangzhou Yabang Chemical Co., Ltd.	—	Financial assets at fair value through profit or loss - non-current	-	57,226	19.00%	57,226	—
	Zhangzhou Newsolar Technology Co., Ltd.	—	Financial assets at fair value through profit or loss - non-current	-	43,897	9.09%	43,897	—

Qualipoly Chemical Corp. and Subsidiaries

Purchases or sales of goods from or to related parties reaching NT$100 million or 20% of paid-in capital or more

For the nine-month period ended September 30, 2025

Table 2

Expressed in thousands of NTD

			Transaction				Differences in transaction terms compared to third party transactions		Notes/accounts receivable (payable)		
Purchaser/seller	Counterparty	Relationship with the counterparty	Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit term	Unit Price	Credit term	Balance	Percentage of total notes/accounts receivable (payable)	Footnote
Qualipoly Chemical Corp.	Qualipoly Technology (Kun Shan) Corp.	Subsidiaries	(Sales)	($ 190,554)	(8%)	Collect in 120 days after monthly billings	$ -	(Note 2)	$ 45,893	6%	—

(Note 1) As the amounts and counterparties of significant inter-company transactions are the same from the opposite transaction sides, no disclosure is required.
(Note 2) Collected in 90 days after monthly billings.

Qualipoly Chemical Corp. and Subsidiaries

Significant inter-company transactions during the reporting period

For the nine-month period ended September 30, 2025

Table 3

Expressed in thousands of NTD

Number (Note 2)	Company name	Counterparty	Relationship (Note 3)	Transaction			
				Items	Amount	Transaction terms	Percentage of consolidated total operating revenues or total assets (Note 4)
0	Qualipoly Chemical Corp.	Qualipoly Technology (Kunshan) Corp.	1	Sales	$ 190,554	Collect in 120 days after monthly billings	7%
				Accounts receivable	45,893	—	1%
		Qualipoly Technology (Guangdong) Corp.	1	Sales	29,783	Collect in 90 days after monthly billings	1%
		Dongguan Chao You New Material Co., Ltd.	1	Sales	34,624	Collect in 120 days after monthly billings	1%

(Note 1) As the amounts and counterparties of significant inter-company transactions are the same from the opposite transaction sides, no disclosure is required. Only transactions amountiong to more than $10,000 are disclosed.

(Note 2) The numbers filled in for the transaction company in respect of inter-company transactions are as follows:

(1) Parent company is “0”.

(2) The subsidiaries are numbered in order starting from “1”.

(Note 3) Relationship between transaction company and counterparty is classified into the following three categories:

(1) Parent company to subsidiary.

(2) Subsidiary to parent company.

(3) Subsidiary to subsidiary.

(Note 4) Regarding percentage of transaction amount to total operating revenues or total assets, it is computed based on period-end balance of transaction to consolidated total assets for balance sheet accounts and based on for the period to consolidated total operating revenue for income statement accounts.

(Note 5) Foreign currencies are translated into New Taiwan Dollars with exchange rates as of September 30, 2025 as follows: USD:NTD 1:30.445; RMB:NTD 1:4.271).

Qualipoly Chemical Corp. and Subsidiaries

Information on investees

For the nine-month period ended September 30, 2025

Table 4

Expressed in thousands of NTD

Investor	Investee	Location	Main business activities	Initial investment amount: Balance at September 30, 2025	Initial investment amount: Balance at December 31, 2024	Shares held as of September 30, 2025: Number of shares	Shares held as of September 30, 2025: Ownership (%)	Shares held as of September 30, 2025: Book value	Net profit (loss) of the investee for the nine-month period ended September 30, 2025	Investment income (loss) recognized for the nine-month period ended September 30, 2025	Footnote
Qualipoly Chemical Corp.	Qualipoly International Inc.	Samoa	General investment and international trading business	$ 265,785	$ 265,785	8,730,000	100.00	$ 343,782	$ 14,722	$ 14,704	Subsidiaries
Qualipoly Chemical Corp.	Chao Chien International Inc.	Samoa	General investment and international trading business	66,035	66,035	2,169,000	100.00	266,259	22,692	22,557	Subsidiaries
Qualipoly International Inc.	Chaoyang International Inc.	Samoa	General investment and international trading business	298,536	298,536	9,805,738	100.00	328,211	14,774	-	Subsidiaries (Note 1)

(Note 1) According to the related regulations, it is not required to disclose income (loss) recognized in current period.
(Note 2) Foreign currencies are translated into New Taiwan Dollars with exchange rates as of September 30, 2025 as follows: USD:NTD 1:30.445.

Qualipoly Chemical Corp. and Subsidiaries

Information on investments in Mainland China - basic information

For the nine-month period ended September 30, 2025

Table 5

Expressed in thousands of NTD

Investee in Mainland China	Main business activities	Paid-in capital	Investment method	Accumulated amount of remittance from Taiwan to Mainland China at January 1, 2025	Amount remitted from Taiwan to Mainland China/Amount remitted back to Taiwan for the nine-month period ended September 30, 2025		Accumulated amount of remittance from Taiwan to Mainland China at September 30, 2025	Net income of investee for the nine-month period ended September 30, 2025	Ownership held by the Company (direct or indirect)	Investment income (loss) recognized by the Company for the nine-month period ended September 30, 2025	Book value of investments in Mainland China at September 30, 2025	Accumulated amount of investment income remitted back to Taiwan as of September 30, 2025	Footnote
					Remitted to Mainland China	Remitted back to Taiwan							
Qualipoly Technology (Kunshan) Corp.	Sales of chemical raw materials, UV curable materials, unsaturated polyester resins (UP resins) and coating resin	$ 76,113	(Note 1)	$ 76,113	$ -	$ -	$ 76,113	$ 16,184	100.00	$ 16,184	$ 169,857	$ -	(Note 4)
Qualipoly Technology (Guangdong) Corp.	Manufacture and sales of unsaturated polyester resin, alkyd resin and aminoalkyd resin	197,893	(Note 2)	286,830	-	-	286,830	14,773	100.00	14,773	328,201	125,649	(Note 4)
Qualipoly Technology (Shanghai) Corp.	Sales of chemical raw materials, UV curable materials, unsaturated polyester resins (UP resins) and coating resin	12,823	(Note 1)	-	-	-	-	(1,294)	100.00	(1,294)	4,775	-	(Note 4)
Dongguan Chao You New Material Co., Ltd.	Sales of chemical raw materials, UV curable materials, unsaturated polyester resins (UP resins) and coating resin	14,960	(Note 2)	-	-	-	-	4,305	100.00	4,305	43,681	-	(Note 4)
Tianjin Yabang Chemical Co., Ltd.	Manufacture and sales of unsaturated polyester resin, alkyd resin and aminoalkyd resin	85,485	(Note 3)	13,974	-	-	13,974	-	19.00	-	14,779	-	-

Investee in Mainland China	Main business activities	Paid-in capital	Investment method	Accumulated amount of remittance from Taiwan to Mainland China at January 1, 2025	Amount remitted from Taiwan to Mainland China/Amount remitted back to Taiwan for the nine-month period ended September 30, 2025		Accumulated amount of remittance from Taiwan to Mainland China at September 30, 2025	Net income of investee for the nine-month period ended September 30, 2025	Ownership held by the Company (direct or indirect)	Investment income (loss) recognized by the Company for the nine-month period ended September 30, 2025	Book value of investments in Mainland China at September 30, 2025	Accumulated amount of investment income remitted back to Taiwan as of September 30, 2025	Footnote
					Remitted to Mainland China	Remitted back to Taiwan							
Zhangzhou Yabang Chemical Co., Ltd.	Manufacture and sales of unsaturated polyester resin, alkyd resin and aminoalkyd resin	$ 166,518	(Note 1)	$ 20,246	$ -	$ -	$ 20,246	$ -	19.00	$ -	$ 57,226	$ 218,731	-
Zhangzhou Newsolar Technology Co., Ltd.	Manufacture and sales of unsaturated polyester resin, alkyd resin and aminoalkyd resin	470,166	(Note 1)	43,897	-	-	43,897	-	9.09	-	43,897	4,315	-

Company name	Accumulated amount of remittance from Taiwan to Mainland China at September 30, 2025	Investment amount approved by the Investment Commission of the Ministry of Economic Affairs (MOEA)	Ceiling on investments in Mainland China imposed by the Investment Commission of MOEA (Note 5)
Qualipoly Chemical Corp.	$ 441,060	$ 455,883	$ 1,828,301

(Note 1) Through an existing company (Chao Chien International Inc.) located in the third area, invest in the investee in Mainland China.

(Note 2) Formerly held by the Qualipoly International Inc., which was established in the third area, however, because of the adjustment of investment structure from September 2006, the Company reinvested in the investee in Mainland China by investing and establishing Chaoyang International Inc. in the third area through Qualipoly International Inc.

(Note 3) Through investing in an existing company (Qualipoly International Inc.) located in the third area, invest in the investee in Mainland China.

(Note 4) The Company recognized income (loss) based on the audited financial statements.

(Note 5) The ceiling amount was 60% of the parent Company only net worth or consolidated net worth (whichever is higher).

(Note 6) Foreign currencies are translated into New Taiwan Dollars with exchange rates as of September 30, 2025 as follows: USD:NTD 1:30.445.

Qualipoly Chemical Corp. and Subsidiaries

Information on investments in Mainland China - significant transactions, either directly or indirectly through a third area

For the nine-month period ended September 30, 2025

Table 6

Expressed in thousands of NTD

	Sales (purchases)		Property transactions		Accounts receivable (payable)		Provision of endorsements/guarantees or collaterals		Financing				
Investee in Mainland China	Amount	%	Amount	%	Balance at September 30, 2025	%	Balance at September 30, 2025	Purpose	Maximum balance for the nine-month period ended September 30, 2025	Balance at September 30, 2025	Interest rate	Interest for the nine-month period ended September 30, 2025	Others
Qualipoly Technology (Kunshan) Corp.	$ 190,554	7%	$ -	-	$ 45,893	6%	$ -	-	$ -	$ -	-	$ -	$ -
Qualipoly Technology (Guangdong) Corp.	29,783	1%	-	-	9,714	1%	-	-	-	-	-	-	-
Dongguan Chao You New Material Co., Ltd.	34,624	1%	-	-	-	—	-	-	-	-	-	-	-