

TSRC Corporation and Subsidiaries

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

INDEPENDENT AUDITORS' REVIEW REPORT

The Board of Directors and Shareholders
TSRC Corporation

Introduction

We have reviewed the accompanying consolidated balance sheets of TSRC Corporation and its subsidiaries (collectively, the "Group") as of March 31, 2025 and 2024, and the related consolidated statements of comprehensive income, the consolidated statements of changes in equity and cash flows for the three months then ended, and the related notes to the consolidated financial statements, including material accounting policy information (collectively referred to as the "consolidated financial statements"). Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, and International Accounting Standard 34 "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China. Our responsibility is to express a conclusion on the consolidated financial statements based on our reviews.

Scope of Review

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

Basis for Qualified Conclusion

As disclosed in Note 11 to the consolidated financial statements, the financial statements of some non-significant subsidiaries included in the consolidated financial statements referred to in the first paragraph were not reviewed. As of March 31, 2025 and 2024, combined total assets of these non-significant subsidiaries were NT\$3,853,642 thousand and NT\$4,181,941 thousand, representing 8% and 10% of the consolidated total assets, and combined total liabilities of these subsidiaries were NT\$814,296 thousand and NT\$711,971 thousand, representing 3% and 4% of the consolidated total liabilities; for the three months ended March 31, 2025 and 2024, the amounts of combined comprehensive income of these subsidiaries were NT\$49,307 thousand and NT\$32,653 thousand, representing 6% and 3% of the consolidated total comprehensive income. Also, as stated in Note 12 of the consolidated financial statements, as of March 31, 2025 and 2024, the investments accounted for using the equity method were NT\$3,195,697 thousand and NT\$2,480,415 thousand. As of March 31, 2024, the credit balance of the investment accounted for using the equity method was NT\$2,538 thousand. For the three months ended March 31, 2025 and 2024, the share of other comprehensive income of the associates was NT\$176,473 thousand and NT\$112,734 thousand of the consolidated comprehensive income, and these investment amounts as

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well as additional disclosures in Note 34 “Information on Investees” were based on the investees’ unreviewed financial statements for the same reporting periods as those of the Group.

Qualified Conclusion

Based on our reviews, except for the adjustments, if any, as might have been determined to be necessary had the financial statements of the non-significant subsidiaries and investees accounted for using the equity method as described in the preceding paragraph been reviewed, nothing has come to our attention that caused us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of the Group as of March 31, 2025 and 2024, and of its consolidated financial performance and its consolidated cash flows for the three months ended March 31, 2025 and 2024 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, and International Accounting Standard 34 “Interim Financial Reporting” endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

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

Deloitte & Touche
Taipei, Taiwan
Republic of China

May 8, 2025

Notice to Readers

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

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

TSRC CORPORATION AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS (In Thousands of New Taiwan Dollars)

ASSETS	March 31, 2025		December 31, 2024		March 31, 2024	
	Amount	%	Amount	%	Amount	%
CURRENT ASSETS						
Cash and cash equivalents (Note 6)	\$ 6,056,143	13	\$ 6,335,266	15	\$ 6,092,769	15
Financial assets at fair value through profit or loss - current (Note 7)	142	-	17,644	-	10,659	-
Notes receivable, net (Note 8)	1,402,692	3	1,394,513	3	1,056,311	3
Accounts receivable, net (Notes 8 and 29)	4,295,592	10	4,018,085	9	4,011,147	10
Other receivables (Notes 8 and 29)	293,979	1	266,700	1	204,648	-
Inventories (Note 9)	8,247,035	18	7,583,322	18	6,917,188	17
Other current assets	<u>619,381</u>	<u>1</u>	<u>501,678</u>	<u>1</u>	<u>460,437</u>	<u>1</u>
Total current assets	<u>20,914,964</u>	<u>46</u>	<u>20,117,208</u>	<u>47</u>	<u>18,753,159</u>	<u>46</u>
NON-CURRENT ASSETS						
Financial assets at fair value through other comprehensive income - non-current (Note 10)	2,049,333	5	1,948,502	4	2,555,190	6
Investments accounted for under equity method (Note 12)	3,195,697	7	2,968,544	7	2,480,415	6
Property, plant and equipment (Notes 13, 30 and 31)	13,870,232	31	13,568,513	31	12,060,865	30
Right-of-use assets (Notes 14 and 30)	2,481,501	6	1,559,545	4	1,635,093	4
Investment property (Note 15)	1,504,291	3	1,507,972	3	1,519,016	4
Intangible assets (Note 16)	636,796	1	663,086	2	738,430	2
Deferred income tax assets (Note 23)	607,472	1	663,709	2	567,549	1
Other non-current assets (Note 30)	<u>190,416</u>	<u>-</u>	<u>219,210</u>	<u>-</u>	<u>401,631</u>	<u>1</u>
Total non-current assets	<u>24,535,738</u>	<u>54</u>	<u>23,099,081</u>	<u>53</u>	<u>21,958,189</u>	<u>54</u>
TOTAL	<u>\$ 45,450,702</u>	<u>100</u>	<u>\$ 43,216,289</u>	<u>100</u>	<u>\$ 40,711,348</u>	<u>100</u>
LIABILITIES AND EQUITY						
CURRENT LIABILITIES						
Short-term borrowings (Note 17)	\$ 5,133,632	11	\$ 4,727,801	11	\$ 6,000,274	15
Short-term bills payable (Note 17)	-	-	99,950	-	159,766	-
Financial liabilities at fair value through profit or loss - current (Note 7)	31,543	-	217	-	334	-
Accounts payable	2,241,304	5	2,694,587	6	1,514,199	4
Accounts payable-related parties (Note 29)	-	-	73,628	-	85,951	-
Other payables (Note 29)	1,936,682	4	1,877,034	4	1,830,614	5
Current income tax liabilities (Note 23)	278,297	1	229,268	1	377,963	1
Lease liabilities - current (Note 14)	206,881	1	163,994	-	152,126	-
Current portion of long-term borrowings (Notes 17 and 30)	1,085,402	2	607,555	2	1,082,163	3
Other current liabilities	<u>167,160</u>	<u>-</u>	<u>366,246</u>	<u>1</u>	<u>128,742</u>	<u>-</u>
Total current liabilities	<u>11,080,901</u>	<u>24</u>	<u>10,840,280</u>	<u>25</u>	<u>11,332,132</u>	<u>28</u>
NON-CURRENT LIABILITIES						
Long-term bank borrowings (Notes 17 and 30)	6,688,865	15	6,308,861	15	4,354,566	11
Provisions - non-current (Notes 18 and 32)	261,258	-	255,971	1	245,275	1
Non-current income tax liabilities (Note 23)	11,533	-	28,831	-	80,728	-
Deferred income tax liabilities (Note 23)	2,301,406	5	2,204,806	5	1,722,652	4
Lease liabilities - non-current (Note 14)	1,312,151	3	442,737	1	525,117	1
Other non-current liabilities (Notes 12 and 32)	<u>1,727,410</u>	<u>4</u>	<u>1,347,551</u>	<u>3</u>	<u>1,170,179</u>	<u>3</u>
Total non-current liabilities	<u>12,302,623</u>	<u>27</u>	<u>10,588,757</u>	<u>25</u>	<u>8,098,517</u>	<u>20</u>
Total liabilities	<u>23,383,524</u>	<u>51</u>	<u>21,429,037</u>	<u>50</u>	<u>19,430,649</u>	<u>48</u>
EQUITY ATTRIBUTABLE TO SHAREHOLDERS OF THE COMPANY (Note 20)						
Common stock	<u>8,257,099</u>	<u>18</u>	<u>8,257,099</u>	<u>19</u>	<u>8,257,099</u>	<u>20</u>
Capital surplus	<u>57,219</u>	<u>-</u>	<u>57,219</u>	<u>-</u>	<u>55,977</u>	<u>-</u>
Retained earnings						
Legal reserve	4,713,729	11	4,713,729	11	4,647,059	12
Unappropriated earnings	<u>4,616,753</u>	<u>10</u>	<u>4,807,066</u>	<u>11</u>	<u>4,058,133</u>	<u>10</u>
Total retained earnings	<u>9,330,482</u>	<u>21</u>	<u>9,520,795</u>	<u>22</u>	<u>8,705,192</u>	<u>22</u>
Other equity	<u>2,921,339</u>	<u>6</u>	<u>2,516,380</u>	<u>6</u>	<u>2,847,262</u>	<u>7</u>
Total equity attributable to shareholders of the Company	20,566,139	45	20,351,493	47	19,865,530	49
NON-CONTROLLING INTERESTS (Note 11)	<u>1,501,039</u>	<u>4</u>	<u>1,435,759</u>	<u>3</u>	<u>1,415,169</u>	<u>3</u>
Total equity	<u>22,067,178</u>	<u>49</u>	<u>21,787,252</u>	<u>50</u>	<u>21,280,699</u>	<u>52</u>
TOTAL	<u>\$ 45,450,702</u>	<u>100</u>	<u>\$ 43,216,289</u>	<u>100</u>	<u>\$ 40,711,348</u>	<u>100</u>

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

(With Deloitte & Touche review report dated May 8, 2025)

TSRC CORPORATION AND SUBSIDIARIES

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

	For the Three Months Ended March 31			
	2025		2024	
	Amount	%	Amount	%
OPERATING REVENUE (Notes 21 and 29)	\$ 10,376,899	100	\$ 8,745,462	100
OPERATING COSTS (Notes 9, 22 and 29)	<u>9,185,583</u>	<u>88</u>	<u>7,693,955</u>	<u>88</u>
GROSS PROFIT	<u>1,191,316</u>	<u>12</u>	<u>1,051,507</u>	<u>12</u>
OPERATING EXPENSES (Note 22)				
Selling expenses	344,780	3	333,561	4
General and administrative expenses	307,959	3	258,407	3
Research and development expenses	97,164	1	92,578	1
Expected credit loss reversed on trade receivables	<u>(5,670)</u>	<u>-</u>	<u>(187)</u>	<u>-</u>
Total operating expenses	<u>744,233</u>	<u>7</u>	<u>684,359</u>	<u>8</u>
OTHER INCOME AND EXPENSES, NET (Notes 22 and 29)	<u>45,426</u>	<u>-</u>	<u>48,818</u>	<u>-</u>
OPERATING PROFIT	<u>492,509</u>	<u>5</u>	<u>415,966</u>	<u>4</u>
NON-OPERATING INCOME AND EXPENSES (Note 22)				
Interest income	53,718	-	56,669	1
Other gains and losses	14,409	-	7,647	-
Finance costs	(94,545)	(1)	(94,863)	(1)
Share of gain of associates and joint ventures accounted for under equity method	<u>176,473</u>	<u>2</u>	<u>112,734</u>	<u>1</u>
Total non-operating income	<u>150,055</u>	<u>1</u>	<u>82,187</u>	<u>1</u>
PROFIT BEFORE INCOME TAX	642,564	6	498,153	5
INCOME TAX EXPENSE (Note 23)	<u>268,294</u>	<u>2</u>	<u>193,717</u>	<u>2</u>
NET PROFIT FOR THE PERIOD	<u>374,270</u>	<u>4</u>	<u>304,436</u>	<u>3</u>

(Continued)

TSRC CORPORATION AND SUBSIDIARIES

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

	For the Three Months Ended March 31			
	2025		2024	
	Amount	%	Amount	%
OTHER COMPREHENSIVE INCOME				
Items that will not be reclassified subsequently to profit or loss:				
Unrealized gain on investments in equity instruments at fair value through other comprehensive income	\$ 100,065	1	\$ 140,854	2
Income tax related to items that will not be reclassified subsequently to profit or loss (Note 23)	(22,929)	-	(1,070)	-
	<u>77,136</u>	<u>1</u>	<u>139,784</u>	<u>2</u>
Items that may be reclassified subsequently to profit or loss:				
Exchange differences on translation of the financial statements of foreign operations	342,522	3	568,654	6
Share of the other comprehensive income of associates and joint ventures accounted for using equity method	6,195	-	(39,014)	-
	<u>348,717</u>	<u>3</u>	<u>529,640</u>	<u>6</u>
Other comprehensive income for the period, net of income tax	<u>425,853</u>	<u>4</u>	<u>669,424</u>	<u>8</u>
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	<u>\$ 800,123</u>	<u>8</u>	<u>\$ 973,860</u>	<u>11</u>
NET INCOME ATTRIBUTABLE TO:				
Owners of the Corporation	\$ 329,884	3	\$ 261,136	3
Non-controlling interests	<u>44,386</u>	<u>1</u>	<u>43,300</u>	-
	<u>\$ 374,270</u>	<u>4</u>	<u>\$ 304,436</u>	<u>3</u>
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:				
Owners of the Corporation	\$ 734,843	7	\$ 906,107	10
Non-controlling interests	<u>65,280</u>	<u>1</u>	<u>67,753</u>	<u>1</u>
	<u>\$ 800,123</u>	<u>8</u>	<u>\$ 973,860</u>	<u>11</u>
EARNINGS PER SHARE (Note 24)				
Basic	<u>\$ 0.40</u>		<u>\$ 0.32</u>	
Diluted	<u>\$ 0.40</u>		<u>\$ 0.32</u>	

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

(With Deloitte & Touche review report dated May 8, 2025)

(Concluded)

TSRC CORPORATION AND SUBSIDIARIES

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

	Equity Attributable to Owners of Parent					Total Other Equity Interest						
	Common Stock	Capital Surplus	Legal Reserve	Retained Earnings	Total	Exchange Differences on Translation of the Financial Statements of Foreign Operations	Unrealized Gains on Financial Assets Measured at Fair Value Through Other Comprehensive Income	Loss on Hedging Instruments	Total	Total Equity Attributable to Owners of Parent	Non-controlling Interests	Total Equity
				Unappropriated Retained Earnings								
BALANCE AT JANUARY 1, 2024	\$ 8,257,099	\$ 179,833	\$ 4,647,059	\$ 4,135,538	\$ 8,782,597	\$ 274,823	\$ 1,970,137	\$ (42,669)	\$ 2,202,291	\$ 19,421,820	\$ 1,379,974	\$ 20,801,794
Appropriation and distribution of retained earnings:												
Cash dividends	-	-	-	(338,541)	(338,541)	-	-	-	-	(338,541)	-	(338,541)
Cash dividends distributed to non-controlling interests by subsidiaries	-	-	-	-	-	-	-	-	-	-	(32,558)	(32,558)
Cash dividends from capital surplus	-	(123,856)	-	-	-	-	-	-	-	(123,856)	-	(123,856)
Net profit for three months ended March 31, 2024	-	-	-	261,136	261,136	-	-	-	-	261,136	43,300	304,436
Other comprehensive income (loss) for three months ended March 31, 2024	-	-	-	-	-	506,828	139,784	(1,641)	644,971	644,971	24,453	669,424
Total comprehensive income for three months ended March 31, 2024	-	-	-	261,136	261,136	506,828	139,784	(1,641)	644,971	906,107	67,753	973,860
BALANCE AT MARCH 31, 2024	\$ 8,257,099	\$ 55,977	\$ 4,647,059	\$ 4,058,133	\$ 8,705,192	\$ 781,651	\$ 2,109,921	\$ (44,310)	\$ 2,847,262	\$ 19,865,530	\$ 1,415,169	\$ 21,280,699
BALANCE AT JANUARY 1, 2025	\$ 8,257,099	\$ 57,219	\$ 4,713,729	\$ 4,807,066	\$ 9,520,795	\$ 1,091,509	\$ 1,463,463	\$ (38,592)	\$ 2,516,380	\$ 20,351,493	\$ 1,435,759	\$ 21,787,252
Appropriation and distribution of retained earnings:												
Cash dividends	-	-	-	(520,197)	(520,197)	-	-	-	-	(520,197)	-	(520,197)
Net profit for three months ended March 31, 2025	-	-	-	329,884	329,884	-	-	-	-	329,884	44,386	374,270
Other comprehensive income (loss) for three months ended March 31, 2025	-	-	-	-	-	328,345	77,136	(522)	404,959	404,959	20,894	425,853
Total comprehensive income (loss) for three months ended March 31, 2025	-	-	-	329,884	329,884	328,345	77,136	(522)	404,959	734,843	65,280	800,123
BALANCE AT MARCH 31, 2025	\$ 8,257,099	\$ 57,219	\$ 4,713,729	\$ 4,616,753	\$ 9,330,482	\$ 1,419,854	\$ 1,540,599	\$ (39,114)	\$ 2,921,339	\$ 20,566,139	\$ 1,501,039	\$ 22,067,178

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

(With Deloitte & Touche review report dated May 8, 2025)

TSRC CORPORATION AND SUBSIDIARIES

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

	For the Three Months Ended March 31	
	2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES		
Consolidated net income before tax	\$ 642,564	\$ 498,153
Adjustments to reconcile profit and loss:		
Depreciation	246,053	282,787
Amortization	34,616	34,185
Expected credit loss reversed on trade receivables	(5,670)	(187)
Interest expense	94,545	94,863
Interest income	(53,718)	(56,669)
Share of profit of associates and joint ventures accounted for used the equity method	(176,473)	(112,734)
Loss on disposal of property, plant and equipment	156	75
Transfer to operating costs and inventories	37,841	19,386
Changes in operating assets and liabilities:		
Financial assets at fair value through profit or loss	17,502	(10,659)
Notes receivable	(8,179)	(146,661)
Accounts receivable	(271,787)	(644,161)
Other receivables	(36,495)	31,988
Inventories	(663,713)	(264,327)
Other current assets	(117,703)	68,009
Financial liabilities at fair value through profit or loss	31,326	(18,197)
Accounts payable	(453,283)	(577,520)
Accounts payable - related parties	(73,628)	26,772
Other payables	(263,255)	(141,640)
Other current liabilities	(199,086)	(85,848)
Net defined benefit liability	(632)	(2,860)
Other non-current liabilities	18,977	(30,857)
Cash flow used in operating activities	(1,200,042)	(1,036,102)
Interest income received	62,934	53,866
Interest paid	(103,658)	(94,945)
Income taxes paid	(106,655)	(117,575)
Net cash flow used in operating activities	(1,347,421)	(1,194,756)
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from capital reduction of investments accounted for using equity method	-	236,396
Payments of property, plant and equipment	(493,602)	(1,091,037)
Proceeds from disposal of property, plant and equipment	118	138
Decrease in other non-current assets	29,863	13,354
Dividends received from associates	-	54,372
Compensation for relocation/Government grant	335,228	122,349
Net cash flow used in investing activities	(128,393)	(664,428)

(Continued)

TSRC CORPORATION AND SUBSIDIARIES

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

	For the Three Months Ended March 31	
	2025	2024
CASH FLOWS FROM FINANCING ACTIVITIES		
Increase in short-term borrowings	\$ 7,501,684	\$ 8,186,020
Decrease in short-term borrowings	(7,160,664)	(6,931,768)
Increase in short-term commercial paper payable	340,000	480,000
Decrease in short-term commercial paper payable	(440,000)	(320,000)
Proceeds from long-term borrowings	1,197,891	1,298,307
Repayments of long-term borrowings	(407,398)	(573,483)
Repayments of lease liabilities	(58,197)	(41,984)
Cash dividends paid	(154)	(116)
Cash dividends paid to non-controlling interests	<u>-</u>	<u>(32,558)</u>
Net cash flow generated from financing activities	<u>973,162</u>	<u>2,064,418</u>
EFFECTS OF EXCHANGE RATE CHANGES ON CASH AND CASH EQUIVALENTS	<u>223,529</u>	<u>438,944</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	<u>(279,123)</u>	<u>644,178</u>
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	<u>6,335,266</u>	<u>5,448,591</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	<u>\$ 6,056,143</u>	<u>\$ 6,092,769</u>

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

(With Deloitte & Touche review report dated May 8, 2025)

(Concluded)

TSRC CORPORATION AND SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED MARCH 31, 2025 AND 2024 (In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

1. GENERAL INFORMATION

TSRC Corporation (formerly Taiwan Synthetic Rubber Corporation, hereinafter referred to as “the Corporation”) was incorporated in the Republic of China (ROC) on November 22, 1973, as a corporation limited by shares in accordance with the ROC Company Act. In May 1999, Taiwan Synthetic Rubber Corporation was renamed TSRC Corporation and was approved by the shareholders in their meeting. In June 2016, the Corporation changed its registered address to No. 2, Singgong Rd., Dashe Dist., Kaohsiung City. The consolidated financial statements comprise the Corporation and its subsidiaries (collectively, “the Group”). The Group mainly manufactures, imports and sells various types of synthetic rubber and does import-export trades of related raw materials.

The consolidated financial statements are presented in New Taiwan dollars, which is Company’s functional currency.

2. APPROVAL OF CONSOLIDATED FINANCIAL STATEMENTS

The consolidated financial statements were approved by the Corporation’s board of directors and were authorized for issue on May 8, 2025.

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

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

Amendments to IAS 21 “Lack of Exchangeability”

The initial application of the Amendments to IAS 21 “Lack of Exchangeability” did not have a material impact on the Corporation’s accounting policies.

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

<u>New, Amended and Revised Standards and Interpretations</u>	<u>Effective Date Announced by IASB</u>
Amendments to IFRS 9 and IFRS 7 “Amendments to the Classification and Measurement of Financial Instruments”: Revisions to the application guidance on the classification of financial assets.	January 1, 2026 (Note)

Note: An entity shall apply those amendments for annual reporting periods beginning on or after January 1, 2026. It is permitted to apply these amendments for an earlier period beginning on January 1, 2026. An entity shall apply the amendments retrospectively but is not required to restate prior periods. The effect of initially applying the amendments shall be recognized as an adjustment to the opening balance at the date of initial application. An entity may restate prior periods if, and only if, it is possible to do so without the use of hindsight.

As of the date the consolidated financial statements were authorized for issue, the Group is continuously assessing the possible impact of the application of the amendments on the Group's financial position and financial performance.

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

New, Amended and Revised Standards and Interpretations	Effective Date Announced by IASB (Note)
Annual Improvements to IFRS Accounting Standards - Volume 11	January 1, 2026
Amendments to IFRS 9 and IFRS 7 "Amendments to the Classification and Measurement of Financial Instruments" - the amendments to the application guidance of derecognition of financial liabilities	January 1, 2026
Amendments to IFRS 9 and IFRS 7 "Contracts Referencing Nature-dependent Electricity"	January 1, 2026
Amendments to IFRS 10 and IAS 28 "Sale or Contribution of Assets between an Investor and its Associate or Joint Venture"	To be determined by IASB
IFRS 17 "Insurance Contracts"	January 1, 2023
Amendments to IFRS 17	January 1, 2023
Amendments to IFRS 17 "Initial Application of IFRS 9 and IFRS 17 - Comparative Information"	January 1, 2023
IFRS 18 "Presentation and Disclosures in Financial Statements"	January 1, 2027
IFRS 19 "Subsidiaries without Public Accountability: Disclosures"	January 1, 2027

Note: Unless stated otherwise, the above IFRSs are effective for annual reporting periods beginning on or after their respective effective dates:-

IFRS 18 "Presentation and Disclosure in Financial Statements"

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

- Items of income and expenses included in the statement of profit or loss shall be classified into the operating, investing, financing, income taxes and discontinued operations categories.
- The statement of profit or loss shall present totals and subtotals for operating profit or loss, profit or loss before financing and income taxes and profit or loss.
- Provides guidance to enhance the requirements of aggregation and disaggregation: The Group shall identify the assets, liabilities, equity, income, expenses and cash flows that arise from individual transactions or other events and shall classify and aggregate them into groups based on shared characteristics, so as to result in the presentation in the primary financial statements of line items that have at least one similar characteristic. The Group shall disaggregate items with dissimilar characteristics in the primary financial statements and in the notes. The Group labels items as "other" only if it cannot find a more informative label.

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

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

4. SUMMARY OF MATERIAL ACCOUNTING POLICY INFORMATION

a. Statement of compliance

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

b. Basis of preparation

The consolidated financial statements have been prepared on the historical cost basis except for financial instruments which are measured at fair value, biological assets excluding bearer plants which are measured at fair value less costs to sell, and net defined benefit liabilities which are measured at the present value of the defined benefit obligation less the fair value of plan assets.

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

- 1) Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities;
- 2) Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for an asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and
- 3) Level 3 inputs are unobservable inputs for an asset or liability.

c. Basis of consolidation

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

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

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

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

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

See Note 11, Tables 7 and 8 for the detailed information on subsidiaries (including the percentages of ownership and main businesses).

d. Other material accounting policies

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

1) Carbon fee provision

In accordance with the Regulations Governing the Collection of Carbon Fees and related regulations of the ROC, the carbon fee provision is recognized and measured on the basis of the best estimate of the expenditure required to settle the obligation for the current year and the proportion of actual emissions to the total annual emissions

2) Retirement benefits

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

3) Income tax expense

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

5. MATERIAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

Refer to the consolidated financial statements for the year ended December 31, 2024 for information on the material accounting judgements and key sources of estimation uncertainty.

6. CASH AND CASH EQUIVALENTS

	March 31, 2025	December 31, 2024	March 31, 2024
Cash on hand	\$ 463	\$ 468	\$ 458
Checking accounts and demand deposits	958,513	456,737	868,674
Cash equivalents			
Time deposits	<u>5,097,167</u>	<u>5,878,061</u>	<u>5,223,637</u>
	<u>\$ 6,056,143</u>	<u>\$ 6,335,266</u>	<u>\$ 6,092,769</u>

7. FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

	March 31, 2025	December 31, 2024	March 31, 2024
<u>Financial assets at FVTPL - current</u>			
Financial assets mandatorily classified as at FVTPL			
Derivative financial assets (not under hedge accounting)			
Foreign exchange forward contracts/			
Cross-currency swap contracts	<u>\$ 142</u>	<u>\$ 17,644</u>	<u>\$ 10,659</u>
<u>Financial liabilities at FVTPL - current</u>			
Financial liabilities held for trading			
Derivative financial liabilities (not under hedge accounting)			
Foreign exchange forward contracts/			
Cross-currency swap contracts	<u>\$ 31,543</u>	<u>\$ 217</u>	<u>\$ 334</u>

At the end of the reporting period, foreign exchange forward contracts and cross-currency swap contracts not under hedge accounting were as follows:

	Currency	Maturity Date	Notional Amount (In Thousands)
<u>March 31, 2025</u>			
Sell (forward contracts)	EUR/USD	2025.04.14-2025.05.28	EUR2,158/USD2,302
Swap contracts	EUR/USD	2025.04.14-2025.06.27	EUR22,780/USD23,817
Swap contracts	JPY/USD	2025.04.30-2025.05.28	JPY9,500/USD64
<u>December 31, 2024</u>			
Sell (forward contracts)	EUR/USD	2025.01.13-2025.02.27	EUR2,247/USD2,352
Sell (forward contracts)	JPY/USD	2025.01.24-2025.02.27	JYP27,500/USD179
Swap contracts	EUR/USD	2025.01.17-2025.03.27	EUR17,690/USD18,970

(Continued)

	Currency	Maturity Date	Notional Amount (In Thousands)
<u>March 31, 2024</u>			
Sell (forward contracts)	EUR/USD	2024.04.11-2024.07.12	EUR3,612/USD3,930
Sell (forward contracts)	CNH/USD	2024.04.03-2024.04.15	CNH87,757/USD12,200
Swap contracts	EUR/USD	2025.04.12-2024.06.21	EUR15,785/USD17,200
			(Concluded)

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

8. NOTES RECEIVABLE, TRADE RECEIVABLES AND OTHER RECEIVABLES

	March 31, 2025	December 31, 2024	March 31, 2024
<u>Notes receivable</u>			
At amortized cost			
Gross carrying amount	<u>\$ 1,402,692</u>	<u>\$ 1,394,513</u>	<u>\$ 1,056,311</u>
<u>Trade receivables</u>			
At amortized cost			
Gross carrying amount	\$ 4,296,431	\$ 4,024,544	\$ 4,013,501
Less: Allowance for impairment loss	<u>(839)</u>	<u>(6,459)</u>	<u>(2,354)</u>
	<u>\$ 4,295,592</u>	<u>\$ 4,018,085</u>	<u>\$ 4,011,147</u>
<u>Other receivables</u>			
Other receivables from related parties	\$ 35,923	\$ 30,444	\$ 66,985
Others	<u>258,056</u>	<u>236,256</u>	<u>137,663</u>
	<u>\$ 293,979</u>	<u>\$ 266,700</u>	<u>\$ 204,648</u>

The average credit period of sales of goods is 50 days. In order to minimize credit risk, the Group authorized a department to be responsible for determining credit limits, credit approvals, credit management and to manage other unusual risk to ensure that follow-up action is taken to recover overdue debts. In addition, the Group reviews the recoverable amount of each individual trade debt at the end of the reporting period to ensure that adequate allowance is made for possible irrecoverable amounts.

The Group applies the simplified approach to provide for its expected credit losses, i.e. the use of lifetime expected credit loss provision for all receivables. To measure the expected credit losses, trade receivables have been grouped based on shared credit risk characteristics days past due, and forward-looking information.

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

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

March 31, 2025

	Not Past Due	Past Due Less than 30 Days	Past Due 31 to 60 Days	Past Due 90+ Days	Total
Expected credit loss rate	0.00%	0.11%	8.30%	-	
Gross carrying amount	\$ 5,587,431	\$ 103,511	\$ 8,181	\$ -	\$ 5,699,123
Loss allowance (Lifetime ECLs)	<u>(50)</u>	<u>(111)</u>	<u>(678)</u>	<u>-</u>	<u>(839)</u>
Amortized cost	<u>\$ 5,587,381</u>	<u>\$ 103,400</u>	<u>\$ 7,503</u>	<u>\$ -</u>	<u>\$ 5,698,284</u>

December 31, 2024

	Not Past Due	Past Due Less than 30 Days	Past Due 31 to 60 Days	Past Due 90+ Days	Total
Expected credit loss rate	0.00%	0.11%	5.06%	100.00%	
Gross carrying amount	\$ 5,209,577	\$ 201,512	\$ 1,859	\$ 6,109	\$ 5,419,057
Loss allowance (Lifetime ECLs)	<u>(34)</u>	<u>(222)</u>	<u>(94)</u>	<u>(6,109)</u>	<u>(6,459)</u>
Amortized cost	<u>\$ 5,209,543</u>	<u>\$ 201,290</u>	<u>\$ 1,765</u>	<u>\$ -</u>	<u>\$ 5,412,598</u>

March 31, 2024

	Not Past Due	Past Due Less than 30 Days	Past Due 31 to 60 Days	Past Due 90+ Days	Total
Expected credit loss rate	0.01%	0.61%	29.17%	100%	
Gross carrying amount	\$ 4,962,336	\$ 104,348	\$ 2,869	\$ 259	\$ 5,069,812
Loss allowance (Lifetime ECLs)	<u>(621)</u>	<u>(637)</u>	<u>(837)</u>	<u>(259)</u>	<u>(2,354)</u>
Amortized cost	<u>\$ 4,961,715</u>	<u>\$ 103,711</u>	<u>\$ 2,032</u>	<u>\$ -</u>	<u>\$ 5,067,458</u>

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

	For the Three Months Ended March 31	
	2025	2024
Balance at January 1	\$ 6,459	\$ 2,490
Impairment losses reversed recognized for the period	(5,670)	(187)
Foreign exchange gains and losses	<u>50</u>	<u>51</u>
Balance at March 31	<u>\$ 839</u>	<u>\$ 2,354</u>

9. INVENTORIES

	March 31, 2025	December 31, 2024	March 31, 2024
Finished goods	\$ 5,390,041	\$ 4,520,849	\$ 4,558,501
Work in progress	376,946	411,338	334,880
Raw materials	<u>2,480,048</u>	<u>2,651,135</u>	<u>2,023,807</u>
	<u>\$ 8,247,035</u>	<u>\$ 7,583,322</u>	<u>\$ 6,917,188</u>

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

	For the Three Months Ended March 31	
	2025	2024
Cost of inventories sold	\$ 9,089,235	\$ 7,655,636
Inventory write-downs (reversed)	30,113	(41,743)
Income from sale of scrap	(14,382)	(8,324)
Inventory short and over	141	245
Unallocated production overhead	<u>80,476</u>	<u>88,141</u>
	<u>\$ 9,185,583</u>	<u>\$ 7,693,955</u>

The reversal of inventory write-downs for the three months ended March 31, 2024 resulted from the sale or consumption of the inventories in the current year.

10. FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

Investments in Equity Instruments at FVTOCI

	March 31, 2025	December 31, 2024	March 31, 2024
<u>Non-current</u>			
Investments in equity instruments			
Domestic listed and emerging market shares	\$ 1,069,024	\$ 1,083,601	\$ 1,512,426
Domestic and foreign unlisted shares	<u>980,309</u>	<u>864,901</u>	<u>1,042,764</u>
	<u>\$ 2,049,333</u>	<u>\$ 1,948,502</u>	<u>\$ 2,555,190</u>

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

11. SUBSIDIARIES

a. Subsidiaries included in the consolidated financial statements

Investor	Investee	Nature of Activities	Proportion of Ownership			Remark
			March 31, 2025	December 31, 2024	March 31, 2024	
The Corporation	Trimurti Holding Corporation	Investment	100.00	100.00	100.00	-
The Corporation	Hardison International Corporation	Investment	100.00	100.00	100.00	(3)
The Corporation and Hardison International Corporation	Dymas Corporation	Investment	100.00	100.00	100.00	(1) and (3)
The Corporation and Dymas Corporation	TSRC (Vietnam) Co., Ltd.	Production and processing of rubber color masterbatch, thermoplastic elastomer and plastic compound products	100.00	100.00	100.00	(2) and (3)
Trimurti Holding Corporation	Polybus Corporation Pte Ltd	International commerce and investment corporation	100.00	100.00	100.00	-
Trimurti Holding Corporation	TSRC (Hong Kong) Limited	Investment	100.00	100.00	100.00	-
TSRC (Hong Kong) Limited	TSRC (Shanghai) Industries Ltd.	Production and sale of engineering-plastics, plastic alloy and thermoplastic elastomer engineering-plastic	100.00	100.00	100.00	(3)
TSRC (Hong Kong) Limited	TSRC (Lux.) Corporation S.A R.L.	International commerce and investment corporation	100.00	100.00	100.00	-
TSRC (Lux.) Corporation S.A R.L.	TSRC (USA) Investment	Investment	100.00	100.00	100.00	-
TSRC (USA) Investment Corporation	TSRC Specialty Materials LLC	Production and sale of TPE	100.00	100.00	100.00	-
Polybus Corporation Pte Ltd	Shen Hua Chemical Industries Co., Ltd.	Production and sale of ESBR	88.00	88.00	88.00	-
Polybus Corporation Pte Ltd	TSRC-UBE (Nantong) Industries Ltd.	Production and sale of butadiene rubber	55.00	55.00	55.00	(3)
Polybus Corporation Pte Ltd	TSRC (Nantong) Industries Ltd.	Production and sale of thermoplastic elastomer	100.00	100.00	100.00	(4)
Hardison International Corporation	Triton International Holdings Corporation	Investment	100.00	100.00	100.00	(3)

Remarks:

- 1) TSRC directly owns 19.48% of Dymas Corporation's equity and indirectly owns 80.52% via Hardison International Corporation, for a total of 100.00% directly and indirectly owned equity.
- 2) In March 2025, Dymas Corporation acquired 45.69% shares of TSRC (Vietnam) Co., Ltd., which issued ordinary shares for cash, and as a result, TSRC Corporation's direct ownership decreased from 100% to 54.31%, total directly and indirectly owns of equity are 100%.
- 3) The company is not a major subsidiary; its financial statements have not been reviewed.
- 4) The company is not a major subsidiary; its financial statements have been reviewed.

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

Name of Subsidiary	Principal Place of Business	Proportion of Ownership and Voting Rights Held by Non-controlling Interests		
		March 31, 2025	December 31, 2024	March 31, 2024
Shen Hua Chemical Industries Co., Ltd.	China	12.00%	12.00%	12.00%
TSRC-UBE (Nantong) Industries Ltd.	China	45.00%	45.00%	45.00%

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

Shen Hua Chemical Industries Co., Ltd.

	March 31, 2025	December 31, 2024	March 31, 2024
Current assets	\$ 4,686,605	\$ 4,325,284	\$ 3,150,670
Non-current assets	6,384,871	6,075,080	4,338,055
Current liabilities	(1,397,177)	(1,550,042)	(839,825)
Non-current liabilities	<u>(4,697,438)</u>	<u>(4,189,154)</u>	<u>(2,398,120)</u>
Equity	<u>\$ 4,976,861</u>	<u>\$ 4,661,168</u>	<u>\$ 4,235,780</u>
Equity attributable to			
Owners of Shen Hua Chemical Industries Co., Ltd.	\$ 4,376,549	\$ 4,092,675	\$ 3,727,486
Non-controlling interests of Shen Hua Chemical Industries Co., Ltd.	<u>600,312</u>	<u>568,493</u>	<u>508,294</u>
	<u>\$ 4,976,861</u>	<u>\$ 4,661,168</u>	<u>\$ 4,235,780</u>
		For the Three Months Ended March 31	
		2025	2024
Revenue		<u>\$ 3,380,540</u>	<u>\$ 2,346,379</u>
Net profit for the year		\$ 216,528	\$ 110,816
Other comprehensive income		<u>23,142</u>	<u>72,717</u>
Total comprehensive income for the year		<u>\$ 239,670</u>	<u>\$ 183,533</u>
Profit attributable to			
Owners of Shen Hua Chemical Industries Co., Ltd.		\$ 187,486	\$ 97,518
Non-controlling interests of Shen Hua Chemical Industries Co., Ltd.		<u>29,042</u>	<u>13,298</u>
		<u>\$ 216,528</u>	<u>\$ 110,816</u>
Total comprehensive income attributable to:			
Owners of Shen Hua Chemical Industries Co., Ltd.		\$ 207,851	\$ 161,509
Non-controlling interests of Shen Hua Chemical Industries Co., Ltd.		<u>31,819</u>	<u>22,024</u>
		<u>\$ 239,670</u>	<u>\$ 183,533</u>
Cash inflow (outflow) from			
Operating activities		\$ (230,965)	\$ (188,487)
Investing activities		(91,457)	(812,696)
Financing activities		120,701	819,143
Effects of exchange rate changes on cash and cash equivalents		<u>18,183</u>	<u>8,884</u>
Net cash outflow		<u>\$ (183,538)</u>	<u>\$ (173,156)</u>

TSRC-UBE (Nantong) Industries Ltd.

	March 31, 2025	December 31, 2024	March 31, 2024
Current assets	\$ 1,599,668	\$ 1,792,891	\$ 1,557,571
Non-current assets	746,325	739,592	705,397
Current liabilities	(281,298)	(544,038)	(206,212)
Non-current liabilities	<u>(63,080)</u>	<u>(61,188)</u>	<u>(41,477)</u>
Equity	<u>\$ 2,001,615</u>	<u>\$ 1,927,257</u>	<u>\$ 2,015,279</u>
Equity attributable to			
Owners of TSRC-UBE (Nantong) Industries Ltd.	\$ 1,100,888	\$ 1,059,991	\$ 1,108,404
Non-controlling interests of TSRC-UBE (Nantong) Industries Ltd.	<u>900,727</u>	<u>867,266</u>	<u>906,875</u>
	<u>\$ 2,001,615</u>	<u>\$ 1,927,257</u>	<u>\$ 2,015,279</u>
		For the Three Months Ended March 31	
		2025	2024
Revenue		<u>\$ 1,078,353</u>	<u>\$ 832,643</u>
Net profit for the year		\$ 34,098	\$ 66,672
Other comprehensive income		<u>40,260</u>	<u>34,949</u>
Total comprehensive income for the year		<u>\$ 74,358</u>	<u>\$ 101,621</u>
Profit attributable to			
Owners of TSRC-UBE (Nantong) Industries Ltd.		\$ 18,754	\$ 36,670
Non-controlling interests of TSRC-UBE (Nantong) Industries Ltd.		<u>15,344</u>	<u>30,002</u>
		<u>\$ 34,098</u>	<u>\$ 66,672</u>
Total comprehensive income attributable to:			
Owners of TSRC-UBE (Nantong) Industries Ltd.		\$ 40,897	\$ 55,892
Non-controlling interests of TSRC-UBE (Nantong) Industries Ltd.		<u>33,461</u>	<u>45,729</u>
		<u>\$ 74,358</u>	<u>\$ 101,621</u>
Cash inflow (outflow) from			
Operating activities		\$ (196,332)	\$ (211,058)
Investing activities		(7,952)	(16,115)
Financing activities		(12,211)	(30,280)
Effects of exchange rate changes on cash and cash equivalents		<u>6,667</u>	<u>10,687</u>
Net cash outflow		<u>\$ (209,828)</u>	<u>\$ (246,766)</u>
Dividends paid to non-controlling interest of:			
TSRC-UBE (Nantong) Industries Ltd.		<u>\$ -</u>	<u>\$ 32,558</u>

12. INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

	March 31, 2025	December 31, 2024	March 31, 2024
Investments in associates	\$ 764,294	\$ 744,672	\$ 739,549
Investments in joint ventures	<u>2,431,403</u>	<u>2,223,872</u>	<u>1,740,866</u>
	<u>\$ 3,195,697</u>	<u>\$ 2,968,544</u>	<u>\$ 2,480,415</u>

Investments in Associates

	March 31, 2025	December 31, 2024	March 31, 2024
Material associate			
ARLANXEO-TSRC (Nantong) Chemicals Industries Co., Ltd.	<u>\$ 764,294</u>	<u>\$ 744,672</u>	<u>\$ 739,549</u>
Credit balance of investments accounted for using the equity method (included in other non-current liabilities)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,538</u>

a. Material associate

Name of Associate	Nature of Activities	Principal Place of Business	Proportion of Ownership and Voting Rights		
			March 31, 2025	December 31, 2024	March 31, 2024
ARLANXEO-TSRC (Nantong) Chemicals Industries Co., Ltd.	Strategic alliance of production and sale NBR	China	50.00%	50.00%	50.00%

The investment in the associate is accounted for using the equity method.

Summarized financial information of the Group's material associate set out below represents amounts shown in the associate's financial statements prepared in accordance with IFRS Accounting Standards adjusted by the Group for equity accounting purposes.

ARLANXEO-TSRC (Nantong) Chemicals Industries Co., Ltd.

	March 31, 2025	December 31, 2024	March 31, 2024
Current assets	\$ 1,391,782	\$ 1,265,234	\$ 1,071,244
Non-current assets	3,091,280	3,093,065	1,969,944
Current liabilities	(1,125,157)	(911,541)	(935,021)
Non-current liabilities	<u>(1,829,316)</u>	<u>(1,957,414)</u>	<u>(627,069)</u>
Equity	<u>\$ 1,528,589</u>	<u>\$ 1,489,344</u>	<u>\$ 1,479,098</u>

(Continued)

	March 31, 2025	December 31, 2024	March 31, 2024
Proportion of the Group's ownership	50.00%	50.00%	50.00%
Equity attributable to the Group	\$ 764,294	\$ 744,672	\$ 739,549
Other adjustments	<u>-</u>	<u>-</u>	<u>-</u>
Carrying amount	<u>\$ 764,294</u>	<u>\$ 744,672</u>	<u>\$ 739,549</u> (Concluded)

	For the Three Months Ended March 31	
	2025	2024
Revenue	<u>\$ 570,701</u>	<u>\$ 396,790</u>
Net profit for the period	\$ 8,372	\$ 13,162
Other comprehensive income	<u>-</u>	<u>-</u>
Total comprehensive income for the period	<u>\$ 8,372</u>	<u>\$ 13,162</u>

b. Aggregate information of associates that are not individually material

	For the Three Months Ended March 31	
	2025	2024
The Group's share of:		
Net profit for the period	\$ -	\$ 619
Other comprehensive income	<u>-</u>	<u>-</u>
Total comprehensive income for the period	<u>\$ -</u>	<u>\$ 619</u>

Asia Pacific Energy Development Co., Ltd. conducted the capital reduction and refunded shareholders' capital totaling \$236,396 thousand in March 2024.

Investments in Joint Ventures

	March 31, 2025	December 31, 2024	March 31, 2024
<u>Investments in joint ventures</u>			
Material joint venture			
Indian Synthetic Rubber Private Limited	\$ 2,394,780	\$ 2,183,541	\$ 1,687,990
Joint ventures that are not individually material	<u>36,623</u>	<u>40,331</u>	<u>52,876</u>
	<u>\$ 2,431,403</u>	<u>\$ 2,223,872</u>	<u>\$ 1,740,866</u>

a. Material joint venture

Name of Associate	Nature of Activities	Principal Place of Business	Proportion of Ownership and Voting Rights		
			March 31, 2025	December 31, 2024	March 31, 2024
Indian Synthetic Rubber Private Limited	Strategic alliance of production and sales of synthetic rubber products	India	50.00%	50.00%	50.00%

The investment in joint ventures is accounted for using the equity method.

The summarized financial information of the Group's material associate set out below represents amounts shown in the joint venture's financial statements prepared in accordance with IFRS Accounting Standards adjusted by the Group for equity accounting purposes.

Indian Synthetic Rubber Private Limited.

	March 31, 2025	December 31, 2024	March 31, 2024
Current assets	\$ 2,730,588	\$ 2,336,777	\$ 3,324,768
Non-current assets	4,635,671	4,572,696	2,534,518
Current liabilities	(1,708,215)	(1,685,010)	(1,258,516)
Non-current liabilities	<u>(732,071)</u>	<u>(722,125)</u>	<u>(1,091,454)</u>
Equity	<u>\$ 4,925,973</u>	<u>\$ 4,502,338</u>	<u>\$ 3,509,316</u>
Proportion of the Group's ownership	50.00%	50.00%	50.00%
Equity attributable to the Group	<u>\$ 2,462,987</u>	<u>\$ 2,251,169</u>	<u>\$ 1,754,658</u>
Carrying amount	<u>\$ 2,394,780</u>	<u>\$ 2,183,541</u>	<u>\$ 1,687,990</u>
		For the Three Months Ended March 31	
		2025	2024
Revenue		<u>\$ 1,892,775</u>	<u>\$ 1,658,578</u>
Net profit for the period		\$ 353,534	\$ 222,865
Other comprehensive income		<u>-</u>	<u>-</u>
Total comprehensive income for the period		<u>\$ 353,534</u>	<u>\$ 222,865</u>

b. Aggregate information of joint ventures that are not individually material

	For the Three Months Ended March 31	
	2025	2024
The Group's share of:		
Net loss for the period	\$ (4,480)	\$ (5,898)
Other comprehensive income	<u>-</u>	<u>-</u>
Total comprehensive loss for the period	<u>\$ (4,480)</u>	<u>\$ (5,898)</u>

13. PROPERTY, PLANT AND EQUIPMENT

	Freehold Land and Land Improvements	Buildings	Machinery Equipment	Office and Other Equipment	Construction in Progress and Equipment under Installation	Total
<u>Cost</u>						
Balance at January 1, 2025	\$ 806,595	\$ 5,130,987	\$ 25,279,737	\$ 288,255	\$ 4,994,930	\$ 36,500,504
Additions	-	-	148	174	305,303	305,625
Disposals	-	-	(1,415)	(2,119)	-	(3,534)
Reclassification	-	8,032	108,660	9,786	(129,115)	(2,637)
Effects of foreign currency exchange differences	<u>1,301</u>	<u>77,589</u>	<u>270,324</u>	<u>3,177</u>	<u>101,145</u>	<u>453,536</u>
Balance at March 31, 2025	<u>\$ 807,896</u>	<u>\$ 5,216,608</u>	<u>\$ 25,657,454</u>	<u>\$ 299,273</u>	<u>\$ 5,272,263</u>	<u>\$ 37,253,494</u>
<u>Accumulated depreciation and impairment</u>						
Balance at January 1, 2025	\$ 130,302	\$ 3,153,482	\$ 19,401,551	\$ 246,656	\$ -	\$ 22,931,991
Disposals	-	-	(1,359)	(1,901)	-	(3,260)
Reclassification	-	-	2,391	(2,391)	-	-
Depreciation expenses	1,839	32,152	177,355	3,293	-	214,639
Effects of foreign currency exchange differences	<u>695</u>	<u>43,265</u>	<u>193,502</u>	<u>2,430</u>	<u>-</u>	<u>239,892</u>
Balance at March 31, 2025	<u>\$ 132,836</u>	<u>\$ 3,228,899</u>	<u>\$ 19,773,440</u>	<u>\$ 248,087</u>	<u>\$ -</u>	<u>\$ 23,383,262</u>
Carrying amounts at March 31, 2025	<u>\$ 675,060</u>	<u>\$ 1,987,709</u>	<u>\$ 5,884,014</u>	<u>\$ 51,186</u>	<u>\$ 5,272,263</u>	<u>\$ 13,870,232</u>
Carrying amounts at December 31, 2024 and January 1, 2025	<u>\$ 676,293</u>	<u>\$ 1,977,505</u>	<u>\$ 5,878,186</u>	<u>\$ 41,599</u>	<u>\$ 4,994,930</u>	<u>\$ 13,568,513</u>
<u>Cost</u>						
Balance at January 1, 2024	\$ 798,815	\$ 4,991,085	\$ 24,056,746	\$ 274,501	\$ 1,890,977	\$ 32,012,124
Additions	-	-	1,838	66	1,126,415	1,128,319
Disposals	-	-	(7,304)	(517)	-	(7,821)
Reclassification	970	(401)	468,942	5,769	31,440	506,720
Effects of foreign currency exchange differences	<u>3,629</u>	<u>74,953</u>	<u>365,838</u>	<u>4,492</u>	<u>37,343</u>	<u>486,255</u>
Balance at March 31, 2024	<u>\$ 803,414</u>	<u>\$ 5,065,637</u>	<u>\$ 24,886,060</u>	<u>\$ 284,311</u>	<u>\$ 3,086,175</u>	<u>\$ 34,125,597</u>
<u>Accumulated depreciation and impairment</u>						
Balance at January 1, 2024	\$ 119,593	\$ 2,949,257	\$ 18,216,315	\$ 220,825	\$ -	\$ 21,505,990
Disposals	-	-	(7,143)	(465)	-	(7,608)
Depreciation expenses	2,208	35,239	211,379	3,726	-	252,552
Effects of foreign currency exchange differences	<u>1,591</u>	<u>37,150</u>	<u>271,627</u>	<u>3,430</u>	<u>-</u>	<u>313,798</u>
Balance at March 31, 2024	<u>\$ 123,392</u>	<u>\$ 3,021,646</u>	<u>\$ 18,692,178</u>	<u>\$ 227,516</u>	<u>\$ -</u>	<u>\$ 22,064,732</u>
Carrying amounts at March 31, 2024	<u>\$ 680,022</u>	<u>\$ 2,043,991</u>	<u>\$ 6,193,882</u>	<u>\$ 56,795</u>	<u>\$ 3,086,175</u>	<u>\$ 12,060,865</u>

The above items of property, plant and equipment are depreciated over their estimated useful lives of the assets as follows:

Land improvements	7-30 years
Buildings	3-60 years
Machinery equipment	3-50 years
Office and other equipment	3-8 years

Property, plant and equipment used by the Group and pledged as collateral for bank borrowings are set out in Note 30.

14. LEASE ARRANGEMENTS

a. Right-of-use assets

	March 31, 2025	December 31, 2024	March 31, 2024
<u>Carrying amounts</u>			
Land	\$ 1,000,973	\$ 988,264	\$ 992,149
Buildings	144,407	156,758	178,604
Machinery	1,303,364	379,378	445,388
Transportation equipment	<u>32,757</u>	<u>35,145</u>	<u>18,952</u>
	<u>\$ 2,481,501</u>	<u>\$ 1,559,545</u>	<u>\$ 1,635,093</u>
		For the Three Months Ended March 31	
		2025	2024
Additions to right-of-use assets		<u>\$ 948,170</u>	<u>\$ 20,934</u>
Depreciation charge for right-of-use assets			
Land		\$ 6,862	\$ 6,629
Buildings		12,626	12,465
Machinery		5,164	4,938
Transportation equipment		<u>3,081</u>	<u>2,522</u>
		<u>\$ 27,733</u>	<u>\$ 26,554</u>
Transfer to operating costs and inventories		<u>\$ 37,841</u>	<u>\$ 19,386</u>

Except for the aforementioned addition, recognized depreciation and transferred to operating costs and inventories, the Group did not have significant subleases or impairments of right-of-use assets during the three months ended March 31, 2025 and 2024.

b. Lease liabilities

	March 31, 2025	December 31, 2024	March 31, 2024
<u>Carrying amounts</u>			
Current	<u>\$ 206,881</u>	<u>\$ 163,994</u>	<u>\$ 152,126</u>
Non-current	<u>\$ 1,312,151</u>	<u>\$ 442,737</u>	<u>\$ 525,117</u>

Range of discount rates for lease liabilities was as follows:

	March 31, 2025	December 31, 2024	March 31, 2024
Buildings	1.21%-6.45%	1.21%-6.45%	1.21%-6.45%
Machinery	1.86%-3.10%	1.86%-3.10%	1.86%-3.10%
Transportation equipment	1.31%-6.94%	1.21%-6.94%	1.21%-6.55%

c. Other lease information

Lease arrangements under operating leases for the leasing out of investment properties are set out in Note 15.

	For the Three Months Ended March 31	
	2025	2024
Expenses relating to short-term leases	<u>\$ 316</u>	<u>\$ 386</u>
Expenses relating to low-value assets leases	<u>\$ 3,643</u>	<u>\$ 7,710</u>
Total cash outflow for leases	<u>\$ 67,673</u>	<u>\$ 53,463</u>

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

15. INVESTMENT PROPERTIES

	Completed Investment Property
<u>Cost</u>	
Balance at January 1, 2025 and March 31, 2025	<u>\$ 1,815,468</u>
<u>Accumulated depreciation and impairment</u>	
Balance at January 1, 2025	\$ 307,496
Depreciation expense	<u>3,681</u>
Balance at March 31, 2025	<u>\$ 311,177</u>
Carrying amount at December 31, 2024 and January 1, 2025	<u>\$ 1,507,972</u>
Carrying amount at March 31, 2025	<u>\$ 1,504,291</u>
<u>Cost</u>	
Balance at January 1, 2024 and March 31, 2024	<u>\$ 1,815,468</u>
<u>Accumulated depreciation and impairment</u>	
Balance at January 1, 2024	\$ 292,771
Depreciation expense	<u>3,681</u>
Balance at March 31, 2024	<u>\$ 296,452</u>
Carrying amount at March 31, 2024	<u>\$ 1,519,016</u>

The abovementioned investment properties were leased out for 3 to 10 years. The lessees do not have bargain purchase options to acquire the investment properties at the expiration of the lease periods.

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

	March 31, 2025	December 31, 2024	March 31, 2024
Not later than 1 year	\$ 70,248	\$ 70,809	\$ 43,836
Later than 1 year and not later than 5 years	237,378	250,793	83,554
Later than 5 years	<u>4,546</u>	<u>7,956</u>	<u>30,687</u>
	<u>\$ 312,172</u>	<u>\$ 329,558</u>	<u>\$ 158,077</u>

Investment properties were depreciated by applying the straight-line method:

Buildings	50 years
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The fair value of the Group's investment properties as of December 31, 2024 was \$3,383,413 thousand. The fair value of the investment properties was based on the valuation carried out by independent valuers, and the input values used in the fair value measurement are classified as Level 3. The valuation was carried out based on by market value.

All of the Group's investment properties were held under freehold interests. The investment properties are not pledged as collateral for bank borrowings.

16. INTANGIBLE ASSETS

	March 31, 2025	December 31, 2024	March 31, 2024
Industrial technology and know-how	\$ 154,842	\$ 171,033	\$ 223,861
Computer software	21,334	22,705	20,578
Patent and trademark	167,197	170,014	174,193
Customer relationship	<u>293,423</u>	<u>299,334</u>	<u>319,798</u>
	<u>\$ 636,796</u>	<u>\$ 663,086</u>	<u>\$ 738,430</u>

Except for amortization recognized, the Group did not have significant addition, disposal, or impairment of other intangible assets during the three months ended March 31, 2025 and 2024. Other intangible assets are amortized on a straight-line basis over their estimated useful lives, as follows:

Industrial technology and know-how	10-20 years
Computer software	3 years
Patent	20 years
Trademark	Undetermined
Customer relationship	18 years

17. BORROWINGS

a. Short-term borrowings

	March 31, 2025	December 31, 2024	March 31, 2024
<u>Unsecured borrowings</u>			
Line of credit borrowings	<u>\$ 5,133,632</u>	<u>\$ 4,727,801</u>	<u>\$ 6,000,274</u>

The range of weighted average effective interest rates on bank loans was 1.23%-5.78%, 1.00%-5.98% and 0.85%-6.93% per annum as of March 31, 2025, December 31, 2024 and March 31, 2024, respectively.

b. Short-term bills payable

	March 31, 2025	December 31, 2024	March 31, 2024
Commercial paper	\$ -	\$ 100,000	\$ 160,000
Less: Unamortized discounts on bills payable	<u>-</u>	<u>(50)</u>	<u>(234)</u>
	<u>\$ -</u>	<u>\$ 99,950</u>	<u>\$ 159,766</u>
Range of interest Rate	-	2.02%	1.84%

c. Long-term borrowings

	March 31, 2025	December 31, 2024	March 31, 2024
<u>Secured borrowings (Note 30)</u>			
Bank loans (RMB) (1)	\$ 2,749,751	\$ 2,617,208	\$ 1,035,003
<u>Unsecured borrowings</u>			
Bank loans (NTD) (2)	3,943,446	3,600,153	3,768,644
Bank loans (USD) (3)	<u>1,081,070</u>	<u>699,055</u>	<u>633,082</u>
	<u>7,774,267</u>	<u>6,916,416</u>	<u>5,436,729</u>
Less: Current portion	<u>(1,085,402)</u>	<u>(607,555)</u>	<u>(1,082,163)</u>
Long-term borrowings	<u>\$ 6,688,865</u>	<u>\$ 6,308,861</u>	<u>\$ 4,354,566</u>

1) March 31, 2025: The loan will be repayable in 2032 with interest at 2.41%-2.85%.

December 31, 2024: The loan will be repayable in 2032 with interest at 2.41%-2.85%

December March 31, 2024: The loan will be repayable in 2032 with interest at 2.60%-2.85%.

2) March 31, 2025: The loan will be repayable in 2025-2029 with interest at 1.33%-2.40%.

December 31, 2024: The loan will be repayable in 2025-2029 with interest at 1.33%-2.40%.

March 31, 2024: The loan will be repayable in 2024-2029 with interest at 1.05%-2.21%.

3) March 31, 2025: The loan will be repayable in 2025-2028 with interest at 5.81%-6.03%.

December 31, 2024: The loan will be repayable in 2025-2028 with interest at 5.88%-6.20%.

March 31, 2024: The loan will be repayable in 2024-2028 with interest at 6.82%-7.02%.

18. PROVISIONS

	March 31, 2025	December 31, 2024	March 31, 2024
<u>Non-current</u>			
Demolition and relocation costs	<u>\$ 261,258</u>	<u>\$ 255,971</u>	<u>\$ 245,275</u>
			Demolition and Relocation Costs
Balance at January 1, 2025			\$ 255,971
Effects of foreign currency exchange differences			<u>5,287</u>
Balance at March 31, 2025			<u>\$ 261,258</u>

Please refer to Note 32 for further descriptions of guarantees, demolition and relocation costs.

19. RETIREMENT BENEFIT PLANS

For the three months ended March 31, 2025 and 2024, the pension expenses of defined benefit plans were \$429 thousand and \$694 thousand, respectively, and these were calculated based on the pension cost rate determined by the actuarial calculation on December 31, 2024 and 2023, respectively.

20. EQUITY

a. Share capital - ordinary shares

	March 31, 2025	December 31, 2024	March 31, 2024
Shares of authorized shares (in thousands of shares)	<u>1,200,000</u>	<u>1,200,000</u>	<u>1,200,000</u>
Shares authorized, par value \$10 (in thousands of NT dollars)	<u>\$ 12,000,000</u>	<u>\$ 12,000,000</u>	<u>\$ 12,000,000</u>
Shares issued and fully paid (in thousands of shares)	<u>825,710</u>	<u>825,710</u>	<u>825,710</u>
Shares issued and fully paid (in thousands of NT dollars)	<u>\$ 8,257,099</u>	<u>\$ 8,257,099</u>	<u>\$ 8,257,099</u>

b. Capital surplus

	March 31, 2025	December 31, 2024	March 31, 2024
May be used to offset a deficit, distributed, as cash dividends, or transferred to share capital*			
Issuance of ordinary shares	\$ 849	\$ 849	\$ 849
The difference between the consideration received or paid and the carrying amount of the subsidiaries' net assets during actual disposal or acquisition	2,691	2,691	2,691
<u>May only be used to offset a deficit</u>			
Overdue unclaimed dividends	<u>53,679</u>	<u>53,679</u>	<u>52,437</u>
	<u>\$ 57,219</u>	<u>\$ 57,219</u>	<u>\$ 55,977</u>

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

c. Retained earnings and dividend policy

In accordance with the Corporation's articles of incorporation, when allocating the earnings for each fiscal year, the Corporation may, after offsetting losses from previous years, paying taxes and setting aside any statutory and appropriated retained earnings of 10% by ordinary resolution, allocate the remaining balance dividends, retained earnings or other purposes. The allocation shall be proposed by the board of directors for a resolution at the shareholders' general meeting. However, dividends, employee bonuses, capital surplus, and legal reserve distributed wholly or partially in cash may be passed by the board of directors with more than two-thirds of the directors' attendance and resolved by more than half of the directors thereafter and shall be reported during the shareholders' general meeting. For the policies on the distribution of employees' compensation and remuneration of directors after the amendment, refer to "employees' compensation and remuneration of directors" in Note 22-g.

In accordance with the Corporation's articles of incorporation, for the distribution based on the above paragraph, the cash dividend shall not be less than 20% of the total approval. The above-mentioned distribution of surplus shall be drawn up by the board of directors and shall be submitted to the shareholders' meeting for approval.

An appropriation of earnings to a legal reserve shall be made until the legal reserve equals the Group's paid-in capital. The legal reserve may be used to offset any deficits. If the Group has no deficit and the legal reserve has exceeded 25% of the Group's paid-in capital, the excess may be transferred to capital.

The allocation shall be proposed by the board of directors for a resolution at the shareholders' general meeting. However, dividends, employee bonuses, capital surplus, and legal reserve distributed wholly or partially in cash may be passed by the board of directors with more than two-thirds of the directors' attendance and resolved by more than half of the directors thereafter and shall be reported during the shareholders' general meeting.

The appropriations of earnings for 2024 and 2023 had been approved in the board of directors and shareholders' meetings on June 7, 2024 and March 6, 2025, respectively, as follows:

	For the Year Ended December 31	
	2024	2023
Legal reserve	<u>\$ 107,674</u>	<u>\$ 66,670</u>
Cash dividends	<u>\$ 520,197</u>	<u>\$ 338,541</u>
Cash dividends per share (NT\$)	<u>\$ 0.63</u>	<u>\$ 0.41</u>

The appropriations of earnings for 2024 are subject to the resolution in the shareholders' meeting to be held on June 3, 2025.

The Company's board of directors held a meeting on March 7, 2024 and approved to distribute cash of \$123,856 (representing NT\$0.15 per share) by using capital surplus. The related information can be accessed through the Market Observation Post System website.

d. Other equity items

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

	For the Three Months Ended March 31	
	2025	2024
Balance at January 1	<u>\$ 1,091,509</u>	<u>\$ 274,823</u>
Recognized for the period		
Exchange differences on translating the financial statements of foreign operations	321,628	544,201
Share from associates/joint ventures accounted for using the equity method	<u>6,717</u>	<u>(37,373)</u>
Other comprehensive income recognized for the period	<u>328,345</u>	<u>506,828</u>
Balance at March 31	<u>\$ 1,419,854</u>	<u>\$ 781,651</u>

2) Unrealized gain on financial assets at FVTOCI

	For the Three Months Ended March 31	
	2025	2024
Balance at January 1	<u>\$ 1,463,463</u>	<u>\$ 1,970,137</u>
Recognized for the period		
Unrealized gain - equity instruments	<u>77,136</u>	<u>139,784</u>
Balance at March 31	<u>\$ 1,540,599</u>	<u>\$ 2,109,921</u>

3) Gain/(loss) on hedging instruments

	For the Three Months Ended March 31	
	2025	2024
Balance at January 1	\$ (38,592)	\$ (42,669)
Recognized for the period		
Share from associates/joint ventures accounted for using the equity method	<u>(522)</u>	<u>(1,641)</u>
Balance at March 31	<u>\$ (39,114)</u>	<u>\$ (44,310)</u>

21. REVENUE

Disaggregation of Revenue

For the three months ended March 31, 2025

	Synthetic Rubber	Non-synthetic Rubber	Total
<u>Primary geographical markets</u>			
Asia	\$ 7,694,930	\$ 162,802	\$ 7,857,732
Americas	1,508,077	4,056	1,512,133
Europe	887,165	23	887,188
Others	<u>119,846</u>	<u>-</u>	<u>119,846</u>
	<u>\$ 10,210,018</u>	<u>\$ 166,881</u>	<u>\$ 10,376,899</u>

Major product lines

Synthetic rubber/elastomers	\$ 10,050,790	\$ -	\$ 10,050,790
Applied materials	-	166,863	166,863
Others	<u>159,228</u>	<u>18</u>	<u>159,246</u>
	<u>\$ 10,210,018</u>	<u>\$ 166,881</u>	<u>\$ 10,376,899</u>

For the three months ended March 31, 2024

	Synthetic Rubber	Non-synthetic Rubber	Total
<u>Primary geographical markets</u>			
Asia	\$ 6,112,704	\$ 193,356	\$ 6,306,060
Americas	1,424,095	173	1,424,268
Europe	922,671	44	922,715
Others	<u>92,419</u>	<u>-</u>	<u>92,419</u>
	<u>\$ 8,551,889</u>	<u>\$ 193,573</u>	<u>\$ 8,745,462</u>

(Continued)

	Synthetic Rubber	Non-synthetic Rubber	Total
<u>Major product lines</u>			
Synthetic rubber/elastomers	\$ 8,397,678	\$ -	\$ 8,397,678
Applied materials	-	193,573	193,573
Others	<u>154,211</u>	<u>-</u>	<u>154,211</u>
	<u>\$ 8,551,889</u>	<u>\$ 193,573</u>	<u>\$ 8,745,462</u>
			(Concluded)

22. NET PROFIT

a. Other income and expenses

	For the Three Months Ended March 31	
	2025	2024
Rental income	\$ 18,762	\$ 18,337
Royalty income	20,979	26,120
Net service income	2,378	6,045
Depreciation of investment properties	(3,681)	(3,681)
Net other income	<u>6,988</u>	<u>1,997</u>
	<u>\$ 45,426</u>	<u>\$ 48,818</u>

b. Interest income

	For the Three Months Ended March 31	
	2025	2024
Bank deposits	<u>\$ 53,718</u>	<u>\$ 56,669</u>

c. Other gains and losses

	For the Three Months Ended March 31	
	2025	2024
(Loss) gain on disposal of financial assets and financial liabilities	\$ (31,872)	\$ 29,137
Net foreign exchange gain (loss)	46,851	(20,468)
Loss on disposal of property, plant and equipment	(156)	(75)
Others	<u>(414)</u>	<u>(947)</u>
	<u>\$ 14,409</u>	<u>\$ 7,647</u>

d. Finance costs

	For the Three Months Ended March 31	
	2025	2024
Interest on bank loans	\$ 89,028	\$ 91,480
Interest on lease liabilities	<u>5,517</u>	<u>3,383</u>
	<u>\$ 94,545</u>	<u>\$ 94,863</u>

e. Depreciation and amortization

	For the Three Months Ended March 31	
	2025	2024
An analysis of depreciation by function		
Operating costs	\$ 213,028	\$ 248,414
Operating expenses	<u>29,344</u>	<u>30,692</u>
	<u>\$ 242,372</u>	<u>\$ 279,106</u>
An analysis of amortization by function		
Operating costs	\$ 1,450	\$ 2,940
Operating expenses	<u>33,166</u>	<u>31,245</u>
	<u>\$ 34,616</u>	<u>\$ 34,185</u>

The depreciation did not include the depreciation of investment properties (included in other income and expenses), the amounts for the three months ended March 31, 2025 and 2024 were both \$3,681 thousand.

f. Employee benefits expense

	For the Three Months Ended March 31	
	2025	2024
Short-term benefits	<u>\$ 561,557</u>	<u>\$ 502,733</u>
Post-employment benefits		
Defined contribution plans	35,928	33,681
Defined benefit plans (Note 19)	<u>429</u>	<u>694</u>
	<u>36,357</u>	<u>34,375</u>
Other employee benefits	<u>81,754</u>	<u>70,532</u>
Total employee benefits expense	<u>\$ 679,668</u>	<u>\$ 607,640</u>
An analysis of employee benefits expense by function		
Operating costs	\$ 413,969	\$ 365,697
Operating expenses	<u>265,699</u>	<u>241,943</u>
	<u>\$ 679,668</u>	<u>\$ 607,640</u>

g. Employees' compensation and remuneration of directors

In accordance with the Corporation's articles of incorporation, if there is profit for the year, the Corporation should contribute more than 1% of its profit as employee remuneration and less than 1% as directors' remuneration. The accrued employees' compensation and remuneration of directors for the three months ended March 31, 2025 and 2024 were as follows:

Amount

	For the Three Months Ended March 31	
	2025	2024
Employees' compensation	\$ 10,000	\$ 6,300
Remuneration of directors	-	-

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

The appropriations of employees' compensation and remuneration of directors for 2024 and 2023 that were resolved by the Corporation's board of directors, respectively, were as follows:

	For the Year Ended December 31	
	2024	2023
	Cash	Cash
Employees' compensation	\$ 62,289	\$ 69,010
Remuneration of directors	-	-

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

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

23. INCOME TAXES RELATING TO CONTINUING OPERATIONS

a. Income tax recognized in profit or loss

Major components of income tax expense are as follows:

	For the Three Months Ended March 31	
	2025	2024
Current tax		
In respect of the current period	\$ 134,627	\$ 117,279
Adjustments for prior year	3,759	2,967
Deferred tax		
In respect of the current period	<u>129,908</u>	<u>73,471</u>
Income tax expense recognized in profit or loss	<u>\$ 268,294</u>	<u>\$ 193,717</u>

b. Income tax recognized in other comprehensive income

	For the Three Months Ended March 31	
	2025	2024
<u>Deferred tax</u>		
In respect of the current period		
Fair value changes of financial assets at FVTOCI	<u>\$ (22,929)</u>	<u>\$ (1,070)</u>

c. Income tax assessments

The income tax returns of the Company have been assessed by the authorities for all years through 2022.

d. Pillar Two income tax legislation

The government of Luxembourg and Vietnam, where entities included in the Group's consolidated financial statements are incorporated, have enacted the Pillar Two income tax legislation effective January 1, 2024; while the Pillar Two income tax legislation in Singapore and Hong Kong has been enacted and substantively enacted, respectively, effective January 1, 2025.

The Group has assessed the impact of the Pillar Two income tax legislation for the period from January 1 to March 31, 2025, and noted there was no material current tax exposure. The Group is continuing to assess the impact of the Pillar Two income tax legislation on its future financial performance.

24. EARNINGS PER SHARE

	For the Year Ended March 31	
	2025	2024
Basic earnings per share	<u>\$ 0.40</u>	<u>\$ 0.32</u>
Diluted earnings per share	<u>\$ 0.40</u>	<u>\$ 0.32</u>

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

Net Profit for the Year

	For the Three Months Ended March 31	
	2025	2024
Earnings used in the computation of basic and diluted earnings per share	<u>\$ 329,884</u>	<u>\$ 261,136</u>

Weighted Average Number of Ordinary Shares Outstanding

(In Thousands of Shares)

	For the Three Months Ended March 31	
	2025	2024
Weighted average number of ordinary shares outstanding in computation of basic earnings per share	825,710	825,710
Effects to potentially dilutive ordinary shares		
Employees' compensation	<u>1,200</u>	<u>1,336</u>
Weighted average number of ordinary shares outstanding in computation of diluted earnings per share	<u>826,910</u>	<u>827,046</u>

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

25. CASH FLOW INFORMATION

Changes In Liabilities Arising from Financing Activities

For the three months ended March 31, 2025

	January 1, 2025	Cash Flow	Non-cash Changes			March 31, 2025
			Foreign Exchange Movement	Amortization of Commercial Paper Discount	Others	
Short-term borrowings (including short-term bills payable)	\$ 4,827,751	\$ 241,020	\$ 64,861	\$ -	\$ -	\$ 5,133,632
Long-term borrowings (including current portion)	6,916,416	790,493	67,358	-	-	7,774,267
Lease liabilities	<u>606,731</u>	<u>(58,197)</u>	<u>16,811</u>	<u>5,517</u>	<u>948,170</u>	<u>1,519,032</u>
	<u>\$ 12,350,898</u>	<u>\$ 973,316</u>	<u>\$ 149,030</u>	<u>\$ 5,517</u>	<u>\$ 948,170</u>	<u>\$ 14,426,931</u>

For the three months ended March 31, 2024

	January 1, 2024	Cash Flow	Non-cash Changes			March 31, 2024
			Foreign Exchange Movement	Amortization of Commercial Paper Discount	Others	
Short-term borrowings (including short-term bills payable)	\$ 4,580,149	\$ 1,414,252	\$ 165,873	\$ (234)	\$ -	\$ 6,160,040
Long-term borrowings (including current portion)	4,676,646	724,824	35,259	-	-	5,436,729
Lease liabilities	<u>680,008</u>	<u>(41,984)</u>	<u>14,902</u>	<u>3,383</u>	<u>20,934</u>	<u>677,243</u>
	<u>\$ 9,936,803</u>	<u>\$ 2,097,092</u>	<u>\$ 216,034</u>	<u>\$ 3,149</u>	<u>\$ 20,934</u>	<u>\$ 12,274,012</u>

26. EXPLANATORY COMMENTS ABOUT THE SEASONALITY OR CYCLICALITY OF INTERIM OPERATION

The Group's operations were not affected by seasonality or cyclicity factors.

27. CAPITAL MANAGEMENT

The objectives, policies and procedures of the Corporation's capital management are the same as those in the consolidated financial statements for the year ended December 31, 2024. There were no significant changes in the Corporation's quantitative information from that disclosed in the consolidated financial statements for the year ended December 31, 2024.

28. FINANCIAL INSTRUMENTS

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

The Corporation's management believes that the carrying amounts of financial assets not measured at fair value approximate their fair values.

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

1) Fair value hierarchy

March 31, 2025

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Derivative financial assets	\$ -	\$ 142	\$ -	\$ 142
Financial assets at FVOCI				
Investments in equity instruments				
Listed shares (domestic)	\$ 1,069,024	\$ -	\$ -	\$ 1,069,024
Unlisted shares (domestic and overseas)	-	-	980,309	980,309
	\$ 1,069,024	\$ -	\$ 980,309	\$ 2,049,333
Financial liabilities at FVTPL				
Derivatives financial liabilities	\$ -	\$ 31,543	\$ -	\$ 31,543

December 31, 2024

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Derivative financial assets	\$ <u> -</u>	\$ <u> 17,644 </u>	\$ <u> -</u>	\$ <u> 17,644 </u>
Financial assets at FVOCI				
Investments in equity instruments				
Listed shares (domestic)	\$ 1,083,601	\$ -	\$ -	\$ 1,083,601
Unlisted shares (domestic and overseas)	<u> -</u>	<u> -</u>	<u> 864,901 </u>	<u> 864,901 </u>
	<u>\$ 1,083,601</u>	<u>\$ -</u>	<u>\$ 864,901</u>	<u>\$ 1,948,502</u>
Financial liabilities at FVTPL				
Derivatives financial liabilities	\$ <u> -</u>	\$ <u> 217 </u>	\$ <u> -</u>	\$ <u> 217 </u>

March 31, 2024

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Derivative financial assets	\$ <u> -</u>	\$ <u> 10,659 </u>	\$ <u> -</u>	\$ <u> 10,659 </u>
Financial assets at FVOCI				
Investments in equity instruments				
Listed shares (domestic)	\$ 1,512,426	\$ -	\$ -	\$ 1,512,426
Unlisted shares (domestic and overseas)	<u> -</u>	<u> -</u>	<u> 1,042,764 </u>	<u> 1,042,764 </u>
	<u>\$ 1,512,426</u>	<u>\$ -</u>	<u>\$ 1,042,764</u>	<u>\$ 2,555,190</u>
Financial liabilities at FVTPL				
Derivatives financial liabilities	\$ <u> -</u>	\$ <u> 334 </u>	\$ <u> -</u>	\$ <u> 334 </u>

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

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

For the three months ended March 31, 2025

Financial Assets	Financial Assets at FVTOCI Equity Instruments
Balance at January 1, 2025	\$ 864,901
Recognized in other comprehensive income (included in unrealized gain/(loss) on financial assets at FVTOCI)	<u>115,408</u>
Balance at March 31, 2025	<u>\$ 980,309</u>

For the three months ended March 31, 2024

Financial Assets	Financial Assets at FVTOCI Equity Instruments
Balance at January 1, 2024	\$ 1,148,549
Recognized in other comprehensive income (included in unrealized gain/(loss) on financial assets at FVTOCI)	<u>(105,785)</u>
Balance at March 31, 2024	<u>\$ 1,042,764</u>

3) Valuation techniques and inputs applied for Level 2 fair value measurement

Financial Instruments	Valuation Techniques and Inputs
Derivatives - foreign exchange forward contracts and cross-currency swap contracts	Discounted cash flow. Future cash flows are estimated based on observable forward exchange rates at the end of the reporting period and contract forward rates, discounted at a rate that reflects the credit risk of various counterparties.

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

The fair values of domestic and overseas unlisted equity investments were determined using the market approach.

The market approach refers to the comparable market transaction price and related information to estimate the fair value of the investment target.

a) Quantified information of significant unobservable input was as follows:

Item	Valuation Technique	Significant Unobservable Inputs	Inter-Relationship between Significant Unobservable Inputs and Fair Value Measurement
Financial assets at fair value through other comprehensive income-equity investments without an active market	Comparative listed corporation	<ul style="list-style-type: none"> Multipliers of price-to-earnings ratios as of March 31, 2025, December 31, 2024 and March 31, 2024 was all 14.48, 14.29 and 12.95-19.56, respectively Market liquidity discount rate as of 20% 	<ul style="list-style-type: none"> The estimated fair value would have been higher if the price-to-earnings ratios had been higher The estimated fair value would have been higher if the market liquidity discount had been lower

b) Fair value measurements in Level 3-sensitivity analysis of reasonably possible alternative assumptions

For fair value measurements in Level 3, changing one or more of the assumptions would have the following effects on profit or loss and other comprehensive income:

	Input	Move Up or Down	Other Comprehensive Income	
			Favourable	Unfavourable
<u>March 31, 2025</u>				
Financial assets fair value through other comprehensive income				
Equity investments without an active market	Liquidity discount at 20%	1%	\$ 12,254	\$(12,254)
<u>December 31, 2024</u>				
Financial assets fair value through other comprehensive income				
Equity investments without an active market	Liquidity discount at 20%	1%	10,811	\$(10,811)
<u>March 31, 2024</u>				
Financial assets fair value through other comprehensive income				
Equity investments without an active market	Liquidity discount at 20%	1%	13,031	(13,031)

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

c. Categories of financial instruments

	March 31, 2025	December 31, 2024	March 31, 2024
<u>Financial assets</u>			
FVTPL			
Mandatorily classified as at FVTPL	\$ 142	\$ 17,644	\$ 10,659
Financial assets at amortized cost (1)	12,148,175	12,123,486	11,458,142
Financial assets at FVTOCI			
Equity instruments	2,049,333	1,948,502	2,555,190
<u>Financial liabilities</u>			
Financial liabilities at FVTPL			
Held for trading	31,543	217	334
Financial liabilities at amortized cost (2)	17,192,081	16,476,513	15,083,731

- 1) The balances include financial assets at amortized cost, which comprise cash and cash equivalents, notes receivable, trade receivables, other receivables and refundable deposits.
- 2) The balances include financial liabilities at amortized cost, which comprise short-term borrowings, short-term bills payable, trade payables, other payables, long-term borrowings and deposits received.

d. Financial risk management objectives and policies

The objectives and policies of the Group's financial risk management are the same as those note disclosure of the consolidated financial statements for the year ended December 31, 2024.

1) Market risk

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

a) Foreign currency risk

The Group had foreign currency denominated sales, purchases and loan transactions, which exposed the Group to foreign currency risk. Exchange rate exposures were managed within approved policy parameters utilizing foreign exchange forward contracts and cross-currency swap contracts.

The carrying amounts of the Group's foreign currency denominated monetary assets and monetary liabilities (including those eliminated on consolidation) and of the derivatives exposed to foreign currency risk at the end of the reporting period are set out in Note 33.

Sensitivity analysis

The Group was mainly exposed to the USD, EUR, JPY and RMB.

The following table details the Group's sensitivity to a 1% increase and a 1% decrease in the functional currency against the relevant foreign currencies. The sensitivity rate of 1% is used when reporting foreign currency risk internally to key management personnel and represents management's assessment of the reasonably possible change in foreign exchange rates. The sensitivity analysis included only outstanding foreign currency denominated monetary items, and their adjusted translation at the end of the reporting period for a 1% change in foreign currency rates. A positive number indicates an increase (decrease) in pre-tax profit when the functional currency strengthened by 1% against the relevant foreign currency. Conversely, a negative number below indicates a decrease in pre-tax profit when the functional currency weakened by 1% against the relevant foreign currency.

	USD Impact	
	For the Three Months Ended March 31	
	2025	2024
Profit or loss*	\$ 129	\$ (358)
	EUR Impact	
	For the Three Months Ended March 31	
	2025	2024
Profit or loss*	\$ (483)	\$ (662)
	JPY Impact	
	For the Three Months Ended March 31	
	2025	2024
Profit or loss*	\$ (4)	\$ -
	RMB Impact	
	For the Three Months Ended March 31	
	2025	2024
Profit or loss*	\$ (381)	\$ (1,264)

* This was mainly attributable to the exposure on outstanding USD, EUR, JPY and RMB bank deposits, receivables, borrowings and payables which were not hedged at the end of the reporting period.

There have been no significant changes in the sensitivity analysis of the Group to exchange rate of USD, EUR, JPY and RMB compared to the previous period.

b) Interest rate risk

The carrying amounts of the Group's financial liabilities with exposure to interest rates for the three months ended March 31, 2025 and 2024 were \$12,907,899 thousand and \$11,437,003 thousand, respectively.

Sensitivity analysis

The sensitivity analyses below were determined based on the Group's exposure to interest rates for non-derivative instruments at the end of the reporting period. For floating rate liabilities, the analysis was prepared assuming the amount of each liability outstanding at the end of the reporting period was outstanding for the whole year. A sensitivity rate of 1% increase or decrease was used when reporting interest rate risk internally to key management personnel and represents management's assessment of the reasonably possible change in interest rates.

If interest rates had been 1% higher/lower and all other variables were held constant, the Group's pre-tax profit for the three months ended March 31, 2025 and 2024 would have decreased/increased by \$32,270 thousand and \$28,593 thousand, respectively.

The Group's sensitivity to changes in interest rates is mainly due to borrowing at floating rates.

c) Other price risk

The Group was exposed to price risk through its investments in listed equity securities. The Group has appointed a special team to monitor the price risk and make plans to manage the price risk.

Regarding the sensitivity to changes in Level 3 fair value measurement, please refer to the note(b) above, Fair value of financial instruments is measured at fair value on a recurring basis.

2) Credit risk

Credit risk refers to the risk that counterparty will default on its contractual obligations resulting in a financial loss to the Group. As at the end of the reporting period, the Group's maximum exposure to credit risk which would cause a financial loss to the Group due to the failure of the counterparties to discharge their obligation and due to the financial guarantees provided by the Group, could arise from:

- a) The carrying amount of the respective recognized financial assets as stated in the consolidated balance sheets; and
- b) The amount of contingent liabilities in relation to financial guarantees issued by the Group.

The credit risk on liquid funds and derivatives was limited because the counterparties are reputable banks.

3) Liquidity risk

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

The Group relies on bank borrowings as a significant source of liquidity. As of March 31, 2025, December 31, 2024 and March 31, 2024, the Group had available unutilized short-term bank loan facilities of \$18,376,280 thousand, \$17,026,695 thousand and \$16,288,386 thousand, respectively.

a) Liquidity and interest rate risk tables for non-derivative financial liabilities

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

March 31, 2025

	On Demand or Less than 1 Year	1-2 Years	2-5 Years	5+ Years
<u>Non-derivative financial liabilities</u>				
Short-term borrowings	\$ 5,303,153	\$ -	\$ -	\$ -
Accounts payable (including related parties)	2,241,304	-	-	-
Other payables	1,936,682	-	-	-
Long-term borrowings (including current portion)	1,362,195	1,299,842	2,638,045	3,329,570
Lease liabilities	217,214	214,169	367,069	741,286
Deposits received	<u>-</u>	<u>88,934</u>	<u>14,412</u>	<u>3,120</u>
	<u>\$ 11,060,548</u>	<u>\$ 1,602,945</u>	<u>\$ 3,019,526</u>	<u>\$ 4,073,976</u>

December 31, 2024

	On Demand or Less than 1 Year	1-2 Years	2-5 Years	5+ Years
<u>Non-derivative financial liabilities</u>				
Short-term borrowings (including short-term bills payable)	\$ 4,959,362	\$ -	\$ -	\$ -
Accounts payable (including related parties)	2,768,215	-	-	-
Other payables	1,877,034	-	-	-
Long-term borrowings (including current portion)	702,526	1,487,228	2,377,052	3,188,582
Lease liabilities	177,588	172,439	278,574	4,190
Deposits received	<u>-</u>	<u>69,835</u>	<u>14,142</u>	<u>3,120</u>
	<u>\$ 10,484,725</u>	<u>\$ 1,729,502</u>	<u>\$ 2,669,768</u>	<u>\$ 3,195,892</u>

March 31, 2024

	On Demand or Less than 1 Year	1-2 Years	2-5 Years	5+ Years
<u>Non-derivative financial liabilities</u>				
Short-term borrowings (including short-term bills payable)	\$ 6,210,797	\$ -	\$ -	\$ -
Accounts payable (including related parties)	1,600,150	-	-	-
Other payables	1,830,614	-	-	-
Long-term borrowings (including current portion)	1,298,854	1,134,353	2,214,780	1,290,365
Lease liabilities	163,856	134,625	383,059	23,856
Deposits received	<u>11,247</u>	<u>40,470</u>	<u>-</u>	<u>4,480</u>
	<u>\$ 11,115,518</u>	<u>\$ 1,309,448</u>	<u>\$ 2,597,839</u>	<u>\$ 1,318,701</u>

The amounts included above for variable interest rate instruments for non-derivative financial liabilities were subject to change if changes in variable interest rates differ from those estimates of interest rates determined at the end of the reporting period.

b) Liquidity and interest rate risk table for derivative financial liabilities

The following table details the Group's liquidity analysis for its derivative financial instruments. The table was based on the undiscounted gross inflows and outflows on those derivatives that require gross settlement.

March 31, 2025

	On Demand or Less than 1 Month	1-3 Months	3 Months to 1 Year	1-5 Years	5+ Years
Foreign exchange forward contracts/cross-currency swap contracts					
Outflows	<u>\$ -</u>	<u>\$ 31,543</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Inflows	<u>\$ 142</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

December 31, 2024

	On Demand or Less than 1 Month	1-3 Months	3 Months to 1 Year	1-5 Years	5+ Years
Foreign exchange forward contracts/cross-currency swap contracts					
Outflows	<u>\$ -</u>	<u>\$ 217</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Inflows	<u>\$ 17,644</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

March 31, 2024

	On Demand or Less than 1 Month	1-3 Months	3 Months to 1 Year	1-5 Years	5+ Years
Foreign exchange forward contracts/cross-currency swap contracts					
Outflows	\$ -	\$ 334	\$ -	\$ -	\$ -
Inflows	\$ 10,659	\$ -	\$ -	\$ -	\$ -

29. TRANSACTIONS WITH RELATED PARTIES

a. Parent corporation and ultimate controlling party

Montrion Corporation is the ultimate controlling party of the Corporation. It indirectly controls Han-De Construction Co., Ltd. and Wei-Dar Development Co., Ltd., who held more than half of the members of the directors of the Corporation through their share

b. Related party name and category

Balances and transactions between the Corporation and its subsidiaries, which are related parties of the Corporation, have been eliminated on consolidation and are not disclosed in this note. Besides information disclosed elsewhere in the other note. Details of transactions between the Group and other related parties were disclosed below.

<u>Name of Related Party</u>	<u>Relationship with the Group</u>
Indian Synthetic Rubber Private Limited	Joint venture
Nantong Qix Storage Co., Ltd	Joint venture
ARLANXEO-TSRC (Nantong) Chemical Industries Co., Ltd.	Associate
Marubeni Corporation	Corporate director of one consolidate entity
Metropolis Property Management Corporation	Other related parties
WV Corporation	Other related parties
Continental Consulting Limited Company	Other related parties
UBE (Shanghai) Ltd.	Subsidiary of other related parties of one consolidated entity
Marubeni Petrochemicals Investment B.V.	Substantive related party

c. Operating revenue

Line Items	Related Parties Categories/Name	For the Three Months Ended March 31	
		2025	2024
Sales	Associate	\$ 23,862	\$ 6,247

d. Purchases of goods

Related Parties Categories/Name	For the Three Months Ended March 31	
	2025	2024
Corporate director of one of the group entity	\$ 24,819	\$ 239,810

e. Receivables from related parties

Line Items	Related Parties Categories/Name	March 31, 2025	December 31, 2024	March 31, 2024
Trade receivables	Associate	\$ 4,855	\$ -	\$ -
Other receivables	Associate	35,696	30,223	45,257
	Joint venture	<u>227</u>	<u>221</u>	<u>21,728</u>
		<u>\$ 40,778</u>	<u>\$ 30,444</u>	<u>\$ 66,985</u>

f. Payables to related parties

Line Items	Related Parties Categories/Name	March 31, 2025	December 31, 2024	March 31, 2024
Trade payables to related parties	Corporate director of one of the group entity Marubeni Corporation	\$ -	\$ 73,628	\$ 85,951
Other payables	Associate	198	8	26
	Joint venture	776	-	2,579
	Subsidiary of the Group's other related party	905	911	885
	Other related parties	<u>397</u>	<u>435</u>	<u>484</u>
		<u>\$ 2,276</u>	<u>\$ 74,982</u>	<u>\$ 89,925</u>

g. Other transactions with related parties

Line Items	Related Parties Categories/Name	For the Three Months Ended March 31	
		2025	2024
Service income and expense (included in other income and expense)	Associate ARLANXEO-TSRC (Nantong) Chemical Industries Co., Ltd.	\$ 43,375	\$ 44,905
	Joint venture Indian Synthetic Rubber Private Limited	2,519	10,070
	Others	677	670
	Subsidiary of the Group's other related party	(893)	(864)
	Other related parties	<u>(3,185)</u>	<u>(1,409)</u>
		<u>\$ 42,493</u>	<u>\$ 53,372</u>
Rental revenue (included in other income and expense)	Associates	\$ 634	\$ 614
	Other related parties	<u>1,147</u>	<u>1,147</u>
		<u>\$ 1,781</u>	<u>\$ 1,761</u>

The transactions with related parties were made at prices and terms comparable to those that would be obtained in similar transactions with non-related parties.

The aforementioned monthly rentals collected were based on prevailing market rates.

The outstanding receivables from related parties are unsecured. For the three months ended March 31, 2025 and 2024, no impairment loss was recognized for receivables from related parties.

The outstanding payables to related parties are unsecured.

h. Remuneration of key management personnel

	For the Three Months Ended March 31	
	2025	2024
Short-term employee benefits	\$ 39,012	\$ 38,301
Post-employment benefits	<u>625</u>	<u>366</u>
	<u>\$ 39,637</u>	<u>\$ 38,667</u>

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

30. ASSETS PLEDGED AS COLLATERAL OR FOR SECURITY

The following assets were mortgaged as collateral for bank guarantees related to of electricity usage and long-term borrowings:

	March 31, 2025	December 31, 2024	March 31, 2024
Restricted savings deposits (included in other non-current assets)	\$ 1,234	\$ 1,222	\$ 1,225
Machinery etc. (included in property, plant and equipment)	610,797	598,435	-
Land-use right (included in right-of-use assets)	<u>608,380</u>	<u>599,188</u>	<u>598,983</u>
	<u>\$ 1,220,411</u>	<u>\$ 1,198,845</u>	<u>\$ 600,208</u>

31. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNIZED COMMITMENTS

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

- a. As of March 31, 2025, December 31, 2024 and March 31, 2024, unused letters of credit for purchases of raw materials and machinery and equipment amounted to approximately \$1,790,721 thousand, \$2,214,546 thousand and \$928,715 thousand, respectively.

- b. Total amounts and the cumulative payments of the Group's signed construction and design contracts with several vendors are as follows:

	March 31, 2025	December 31, 2024	March 31, 2024
Total amounts of construction in progress contracts	\$ 541,277	\$ 4,995,774	\$ 4,880,774
Cumulative payments	\$ 405,395	\$ 4,658,856	\$ 2,941,458

32. OTHER MATTERS

To comply with the policy, Shen Hua Chemical Industries Co., Ltd. signed a relocation compensation contract with Nantong Management Office and Nantong Nengda on December 4, 2021. It also signed an investment agreement for its new factories with Nantong Management Office at the compensated amount of CNY479,677 thousand. Following the agreement schedule, Shen Hua Chemical Industries Co., Ltd. will return the right-of-use of the land after moving and demolishing its immovable assets in 2024. As for the movable assets, they will be transported to the new factories for further operation.

	March 31, 2025	December 31, 2024	March 31, 2024
Cumulative compensation received	\$ 1,432,720	\$ 1,081,538	\$ 1,064,534
Land-use right price for new location	\$ 637,047	\$ 624,154	\$ 614,341
Provision for demolish and relocation	\$ 261,258	\$ 255,971	\$ 245,275

33. SIGNIFICANT ASSETS AND LIABILITIES DENOMINATED IN FOREIGN CURRENCIES

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

March 31, 2025

	Foreign Currency	Exchange Rate	Carrying Amount
<u>Financial assets</u>			
Monetary items			
USD	\$ 84,572	33.1820 (USD:NTD)	\$ 2,806,268
EUR	12,661	35.9427 (EUR:NTD)	455,071
JPY	262,229	0.2225 (JPY:NTD)	58,346
RMB	8,676	4.5703 (RMB:NTD)	39,652
Non-monetary items			
Equity instruments			
THB	996,046	0.9842 (THB:NTD)	980,309
<u>Financial liabilities</u>			
Monetary items			
USD	84,960	33.1820 (USD:NTD)	2,819,143
EUR	11,318	35.9427 (EUR:NTD)	406,799
JPY	260,628	0.2225 (JPY:NTD)	57,990
RMB	329	4.5703 (RMB:NTD)	1,504

December 31, 2024

	Foreign Currency	Exchange Rate	Carrying Amount
<u>Financial assets</u>			
Monetary items			
USD	\$ 78,830	32.7810 (USD:NTD)	\$ 2,584,126
EUR	8,448	34.1316 (EUR:NTD)	288,344
JPY	399,376	0.2098 (JPY:NTD)	83,789
RMB	18,689	4.4778 (RMB:NTD)	83,686
Non-monetary items			
Equity instruments			
THB	898,784	0.9623 (THB:NTD)	864,901

Financial liabilities

Monetary items			
USD	80,868	32.7810 (USD:NTD)	2,650,934
EUR	8,295	34.1316 (EUR:NTD)	283,122
JPY	399,161	0.2098 (JPY:NTD)	83,744
RMB	189	4.4778 (RMB:NTD)	846

March 31, 2024

	Foreign Currency	Exchange Rate	Carrying Amount
<u>Financial assets</u>			
Monetary items			
USD	\$ 80,311	31.9900 (USD:NTD)	\$ 2,569,149
EUR	14,356	34.4500 (EUR:NTD)	494,564
JPY	225,081	0.2114 (JPY:NTD)	47,582
RMB	116,949	4.4074 (RMB:NTD)	515,441
Non-monetary items			
Equity instruments			
THB	1,179,597	0.8840 (THB:NTD)	1,042,764

Financial liabilities

Monetary items			
USD	79,193	31.9900 (USD:NTD)	2,533,394
EUR	12,434	34.4500 (EUR:NTD)	428,351
JPY	173,268	0.2114 (JPY:NTD)	36,629
RMB	88,275	4.4074 (RMB:NTD)	389,063

Please refer to Note 22 for the aggregate of realized and unrealized foreign currency exchange gains and losses for the three months ended March 31, 2025 and 2024. Due to various kinds of foreign currency transactions and functional currencies of the Corporation's subsidiaries, it is not possible to disclose exchange gains and losses separately for material impacts of foreign currency.

34. SEPARATELY DISCLOSED ITEMS

- a. Information about significant transactions and investees:
- 1) Financing provided to others: Table 1.
 - 2) Endorsements/guarantees provided: Table 2.
 - 3) Significant marketable securities held (excluding investments in subsidiaries and associates): Table 3.
 - 4) Total purchases from or sales to related parties amounting to at least NT\$100 million or 20% of the paid-in capital: Table 4.
 - 5) Receivables from related parties amounting to at least NT\$100 million or 20% of the paid-in capital: Table 5.
 - 6) Intercompany relationships and significant intercompany transactions: Table 6.
- b. Information on investees (excluding investees in mainland China): Table 7.
- c. Information on investments in mainland China
- 1) Information on any investee company in mainland China, showing the name, principal business activities, paid-in capital, method of investment, inward and outward remittance of funds, ownership percentage, net income of investees, investment income or loss, carrying amount of the investment at the end of the period, repatriations of investment income, and limit on the amount of investment in the mainland China area: Table 8.
 - 2) Any of significant transactions with investee companies in mainland China, either directly or indirectly through a company in third area, and their prices, payment terms, and unrealized gains or losses: Table 6.

35. OPERATING SEGMENT INFORMATION

Segment Revenues and Results

The information of the Group's revenues and results by segment was as follows:

	Synthetic Rubber	Non-synthetic Rubber	Others	Total
For the three months ended <u>March 31, 2025</u>				
Revenue from external customers	<u>\$ 10,210,018</u>	<u>\$ 166,881</u>	<u>\$ -</u>	<u>\$ 10,376,899</u>
Segment income	<u>\$ 714,937</u>	<u>\$ (34,151)</u>	<u>\$ (38,222)</u>	<u>\$ 642,564</u>
For the three months ended <u>March 31, 2024</u>				
Revenue from external customers	<u>\$ 8,551,889</u>	<u>\$ 193,573</u>	<u>\$ -</u>	<u>\$ 8,745,462</u>
Segment income	<u>\$ 574,187</u>	<u>\$ (36,315)</u>	<u>\$ (39,719)</u>	<u>\$ 498,153</u>

TABLE 1

TSRC CORPORATION AND SUBSIDIARIES

FINANCING PROVIDED TO OTHERS
FOR THE THREE MONTHS ENDED MARCH 31, 2025
(In Thousands of New Taiwan Dollars)

No.	Lender	Borrower	Financial Statement Account	Related Party	Highest Balance for the Period	Ending Balance	Actual Amount Borrowed	Interest Rate (%)	Nature of Financing (Note 5)	Business Transaction Amount	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower (Note 1)	Aggregate Financing Limit (Note 2)	Note
													Item	Value			
1	TSRC (Shanghai) Industries Ltd.	TSRC (Nantong) Industries Ltd.	Entrusted loans	Yes	\$ 114,258	\$ 114,258	\$ 68,555	2.20-2.68	2	\$ -	Operational turnaround	\$ -	-	\$ -	\$ 165,272	\$ 330,543	Note 6
2	Polybus Corporation Pte Ltd.	TSRC Specialty Materials LLC	Other receivables from related parties	Yes	331,820	331,820	-	5.32	2	-	Operational turnaround	-	-	-	5,623,691	11,247,382	Note 6
		TSRC (Vietnam) Co., Ltd.	Other receivables from related parties	Yes	122,773	122,773	-	5.32	2	-	Operational turnaround	-	-	-	5,623,691	11,247,382	Note 6
3	TSRC (Hong Kong) Ltd.	TSRC (Vietnam) Co., Ltd.	Other receivables from related parties	Yes	106,182	106,182	56,409	5.30-5.53	2	-	Operational turnaround	-	-	-	1,263,524	2,527,048	Note 6
4	TSRC (USA) Investment Corporation	TSRC Specialty Materials LLC	Other receivables from related parties	Yes	663,640	663,640	358,366	5.82	2	-	Operational turnaround	-	-	-	1,036,892	2,073,784	Note 6

Note 1: The loan limit extended per party should not be over 10% of the total equity. However, if the counterparty is a subsidiary 100% owned, directly or indirectly by TSRC, the loan limit extended per party should not be over 50% of the total equity of the most recent financial statements audited or reviewed by a CPA.

Note 2: The maximum loan extended to all parties should not be over 40% of the total equity. However, if the counterparty is a subsidiary 100% owned, directly or indirectly by TSRC, the loan limit should not be over 100% of total equity of the most recent financial statements audited or reviewed by a CPA.

Note 3: The fund of loan and the loan to the other party are 100% owned by TSRC.

Note 4: The total amount of loans and individual limits comply with the regulations set forth by the company's lending policy for funds.

Note 5: Loans to other parties are numbered is as follows:

a.

If its ordinary business relationship, the number is “1”.

b.

If it needs short-term financial funds, the number is “2”.

Note 6: The amount was eliminated upon consolidation.

TABLE 2

TSRC CORPORATION AND SUBSIDIARIES

ENDORSEMENTS/GUARANTEES PROVIDED
FOR THE THREE MONTHS ENDED MARCH 31, 2025
(In Thousands of New Taiwan Dollars)

No. (Note 1)	Endorser/Guarantor	Endorsee/Guarantee		Limits on Endorsement/ Guarantee Given on Behalf of Each Party	Maximum Amount Endorsed/ Guaranteed During the Period	Outstanding Endorsement/ Guarantee at the End of the Period	Actual Borrowing Amount	Amount Endorsed/ Guaranteed by Collaterals	Ratio of Accumulated Endorsement/ Guarantee to Net Equity in Latest Financial Statements (%)	Aggregate Endorsement/ Guarantee Limit	Endorsement/ Guarantee Given by Parent on Behalf of Subsidiaries	Endorsement/ Guarantee Given by Subsidiaries on Behalf of Parent	Endorsement/ Guarantee Given on Behalf of Companies in Mainland China	Note
		Name	Relationship (Note 1)											
0	TSRC Corporation	TSRC (USA) Investment Corporation	d	\$ 12,339,683 (Note 2)	\$ 1,634,100	\$ 1,327,280	\$ 460,566	\$ -	6.45	\$ 30,849,209 (Note 3)	Y	-	-	
		TSRC (Vietnam) Co., Ltd.	d	12,339,683 (Note 2)	570,731	570,731	454,594	-	2.78	30,849,209 (Note 3)	Y	-	-	

Note 1: Relationship between endorser/guarantor and endorsee/guarantee are categorized as follows:

- a. A company that the Corporation has business relationship with.
- b. The Corporation owns directly or indirectly over 50% ownership of the investee company.
- c. The Company that owns directly or indirectly hold over 50% ownership of the Corporation.
- d. In between companies that were held over 90% of voting shares directly or indirectly by an entity.
- e. The Corporation is required to provide guarantees or endorsements for the construction project based on the construction contract.
- f. Shareholder of the investee provides endorsements/guarantees to the company in proportion to their shareholding percentages.
- g. According to Consumer Protection Act, companies in the same industry enter into collateral performance guarantees for pre-construction home sales agreements.

Note 2: The limit for endorsement of a single enterprise is 60% of the net value of the Corporation’s latest financial statements, which is calculated to be \$12,339,683 thousand.

Note 3: The maximum limit is 150% of total equity, which is calculated to be \$30,849,209 thousand.

TABLE 3

TSRC CORPORATION AND SUBSIDIARIES

MARKETABLE SECURITIES HELD (EXCLUDING INVESTMENTS IN SUBSIDIARIES AND ASSOCIATES)
MARCH 31, 2025
(In Thousands of New Taiwan Dollars)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	March 31, 2025			
				Shares	Carrying Amount	Percentage of Ownership	Fair Value
TSRC Corporation	<u>Shares</u>						
	Evergreen Steel Corporation	-	Financial assets at FVTOCI	12,148,000	\$ 1,069,024	2.91	\$ 1,069,024
	Thai Synthetic Rubbers Co., Ltd.	-	Financial assets at FVTOCI	599,999	409,157	5.42	409,157
Dymas Corporation	<u>Shares</u>						
	Thai Synthetic Rubbers Co., Ltd.	-	Financial assets at FVTOCI	837,552	571,152	7.57	571,152

TABLE 4

TSRC CORPORATION AND SUBSIDIARIES

TOTAL PURCHASES FROM OR SALES TO RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL
FOR THE THREE MONTHS ENDED MARCH 31, 2025
(In Thousands of New Taiwan Dollars)

Company Name	Related Party	Relationship	Transaction Details				Abnormal Transaction (Note 1)		Notes/Accounts Receivable (Payable)		Note
			Purchases/ Sales	Amount	% to Total	Payment Terms	Unit Price	Payment Terms	Ending Balance	% to Total	
TSRC Specialty Materials LLC	TSRC Corporation	Parent and Subsidiary	Purchase	\$ 127,225	16.42	Payment in 60 days after acceptance	\$ -	-	\$ (172,929)	(46.87)	Note
TSRC Corporation	TSRC Specialty Materials LLC	Parent and Subsidiary	Sale	(127,225)	(4.10)	Collect receivables in 60 days after confirming	-	-	172,929	11.37	Note
TSRC (Lux) Corporation S.A R.L.	TSRC Specialty Materials LLC	Related parties	Purchase	123,111	23.60	Payment in 60 days after acceptance	-	-	(92,554)	(23.17)	Note
TSRC Specialty Materials LLC	TSRC (Lux) Corporation S.A R.L.	Related parties	Sale	(123,111)	(9.01)	Collect receivables in 60 days after confirming	-	-	92,554	12.43	Note
TSRC (Lux) Corporation S.A R.L.	TSRC (Nantong) Industries Ltd.	Related parties	Purchase	341,230	65.41	Payment in 60 days after acceptance	-	-	(265,583)	(66.47)	Note
TSRC (Nantong) Industries Ltd.	TSRC (Lux) Corporation S.A R.L.	Related parties	Sale	(341,230)	(24.58)	Collect receivables in 60 days after confirming	-	-	265,583	35.25	Note

Note: The amount was eliminated upon consolidation.

TABLE 5

TSRC CORPORATION AND SUBSIDIARIES

**RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL
MARCH 31, 2025
(In Thousands of New Taiwan Dollars)**

Company Name	Related Party	Relationship	Ending Balance	Turnover Rate	Overdue		Amounts Received in Subsequent Year	Allowance for Impairment Loss	Note
					Amount	Actions Taken			
TSRC Corporation	TSRC Specialty Materials LLC	Parent and subsidiary	Accounts receivable <u>\$ 172,929</u>	3.68 times for a year	<u>\$ -</u>	-	<u>\$ 142,185</u> (Note 1)	<u>\$ -</u>	Note 2
TSRC (Nantong) Industries Ltd.	TSRC (Lux) Corporation S.A R.L.	Related parties	Accounts receivable <u>\$ 265,583</u>	6.26 times for a year	<u>\$ -</u>	-	<u>\$ 135,645</u> (Note 1)	<u>\$ -</u>	Note 2

Note 1: Amounts received before May 8, 2025.

Note 2: The amount was eliminated upon consolidation.

TABLE 6

TSRC CORPORATION AND SUBSIDIARIES

**INTERCOMPANY RELATIONSHIPS AND SIGNIFICANT TRANSACTIONS
FOR THE THREE MONTHS ENDED MARCH 31, 2025
(In Thousands of New Taiwan Dollars)**

No. (Note 1)	Investee Company	Counterparty	Relationship (Note 2)	Transactions Details			% to Total Sales or Assets (Note 3)
				Financial Statement Account	Amount (Note 4)	Payment Terms	
0	TSRC	TSRC (Lux) Corporation S.A R.L.	a	Sales	\$ 57,467	The transaction is not significantly different from normal transactions, and the collection terms were about two months	0.55
		TSRC (Lux) Corporation S.A R.L.	a	Trade receivables from related parties	45,622	The transaction is not significantly different from normal transactions, and the collection terms were about two months	0.10
		TSRC Specialty Materials LLC	a	Sales	127,225	The transaction is not significantly different from normal transactions, and the collection terms were about two months	1.23
		TSRC Specialty Materials LLC	a	Trade receivables from related parties	172,929	The transaction is not significantly different from normal transactions, and the collection terms were about two to three months	0.38
		TSRC (Nantong) Industries Ltd.	a	Other income and expenses	20,388	The transaction is not significantly different from normal transactions, and the collection terms were about one year	0.20
		TSRC (Nantong) Industries Ltd.	a	Other income and expenses	14,993	The transaction is not significantly different from normal transactions, and the collection terms were about six months	0.10
1	TSRC (Nantong) Industries Ltd.	TSRC Specialty Materials LLC	c	Sales	10,540	The transaction is not significantly different from normal transactions, and the collection terms were about two months	0.10
		TSRC (Shanghai) Industries Ltd.	c	Sales	15,506	The transaction is not significantly different from normal transactions, and the collection terms were about two months	0.15
		Polybus Corporation Pte Ltd	c	Sales	71,823	The transaction is not significantly different from normal transactions, and the collection terms were about two months	0.69
		Polybus Corporation Pte Ltd	c	Trade receivables from related parties	48,623	The transaction is not significantly different from normal transactions, and the collection terms were about two months	0.11
		TSRC (Lux) Corporation S.A R.L.	c	Sales	341,230	The transaction is not significantly different from normal transactions, and the collection terms were about two months	3.29

(Continued)

No. (Note 1)	Investee Company	Counterparty	Relationship (Note 2)	Transactions Details			% to Total Sales or Assets (Note 3)
				Financial Statement Account	Amount (Note 4)	Payment Terms	
		TSRC (Lux) Corporation S.A R.L.	c	Trade receivables from related parties	\$ 265,583	The transaction is not significantly different from normal transactions, and the collection terms were about two months	0.58
		TSRC-UBE (Nantong) Industries Ltd.	c	Other income and expenses	76,620	The transaction is not significantly different from normal transactions, and the collection terms were about one month	0.74
2	TSRC Specialty Materials LLC	TSRC (Lux) Corporation S.A R.L.	c	Sales	123,111	The transaction is not significantly different from normal transactions, and the collection terms were about two months	1.19
		TSRC (Lux) Corporation S.A R.L.	c	Trade receivables from related parties	92,554	The transaction is not significantly different from normal transactions, and the collection terms were about two months	0.20
3	Shen Hua Chemical Industries Co., Ltd	Polybus Corporation Pte Ltd	c	Sales	71,253	The transaction is not significantly different from normal transactions, and the collection terms were about two months	0.69
		TSRC (Nantong) Industries Ltd.	c	Sales	19,637	The transaction is not significantly different from normal transactions, and the collection terms were about two months	0.19
4	TSRC (Hong Kong) Limited	TSRC (Vietnam) Co., Ltd.	c	Other receivables from related parties	56,409	The transaction is not significantly different from normal transactions, and the payment method is based on a one-year period starting from the date of the initial disbursement.	0.12
5	TSRC (Shanghai) Industries Ltd.	TSRC (Nantong) Industries Ltd.	c	Entrusted loan	68,555	The transaction is not significantly different from normal transactions, and the payment method is based on a one-year period starting from the date of the initial disbursement.	0.15
6	TSRC (USA) Investment Corporation	TSRC Specialty Materials LLC	c	Other receivables from related parties	358,366	The transaction is not significantly different from normal transactions, and the payment method is based on a one-year period starting from the date of the initial disbursement.	0.79

Note 1: Business relationships between the parent and subsidiaries are numbered as follows:

- a. Parent: 0.
- b. Subsidiaries, sequentially numbered by Arabic numerals from 1.

Note 2: Relationships between counterparties are categorized as follows:

- a. Parent to subsidiary.
- b. Subsidiary to parent.
- c. One subsidiary to another subsidiary.

Note 3: For balance sheet items, over 0.1% of total consolidated assets, and for profit or loss items, over 0.1% of total consolidated revenue were selected for disclosure.

Note 4: The amount was eliminated upon consolidation.

(Concluded)

TABLE 7

TSRC CORPORATION AND SUBSIDIARIES

INFORMATION ON INVESTEEES (EXCLUDING INVESTMENTS IN MAINLAND CHINA)
FOR THE THREE MONTHS ENDED MARCH 31, 2025
(In Thousands of New Taiwan Dollars)

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		As of March 31, 2025			Net Income (Loss) of the Investee	Share of Profits (Loss)	Note
				March 31, 2025	December 31, 2024	Shares	%	Carrying Amount			
TSRC	Trimurti Holding Corporation	Tortola B.V.I.	Investment	\$ 1,005,495	\$ 1,005,495	86,920,000	100.00	\$ 19,509,873	\$ 406,380	\$ 406,380	Subsidiary (Note 4)
	Hardison International Corporation	Tortola B.V.I.	Investment	109,442	109,442	3,896,305	100.00	537,008	(5,185)	(5,185)	Subsidiary (Note 4)
	Dymas Corporation	Tortola B.V.I.	Investment	38,376	38,376	1,161,004	19.48	120,519	(677)	(132)	Subsidiary (Notes 2 and 4)
	TSRC (Vietnam) Co., Ltd.	Binh Duong Province, Vietnam	Production and processing of rubber color masterbatch, thermoplastic elastomer and plastic compound products	387,585	387,585	-	54.31	44,602	(17,949)	(15,253)	Subsidiary (Notes 3 and 4)
Trimurti Holding Corporation	Polybus Corporation Pte Ltd	Singapore	International commerce and investment corporation	2,840,412 (US\$ 85,601)	2,840,412 (US\$ 85,601)	133,728,000	100.00	11,247,382	299,176	299,176	Subsidiary (Note 4)
	TSRC (Hong Kong) Limited	Hong Kong	Investment	3,445,951 (US\$ 103,850)	3,445,951 (US\$ 103,850)	103,850,000	100.00	2,527,048	(104,867)	(104,867)	Subsidiary (Note 4)
	Indian Synthetic Rubber Private Limited	New Delhi, India	Production and sale of synthetic rubber products	977,973 (US\$ 29,473)	977,973 (US\$ 29,473)	222,861,375	50.00	2,394,780	353,534	176,767	Joint ventures
TSRC (Hong Kong) Limited	TSRC (Lux.) Corporation S.A R.L.	Luxembourg	International commerce and investment	2,691,016 (EUR 74,870)	2,691,016 (EUR 74,870)	74,869,617	100.00	2,001,440	(115,324)	(115,324)	Subsidiary (Note 4)
TSRC (Lux.) Corporation S.A R.L.	TSRC (USA) Investment Corporation	Delaware, U.S.A.	Investment	3,187,131 (US\$ 96,050)	3,187,131 (US\$ 96,050)	130	100.00	2,073,784	(112,327)	(112,327)	Subsidiary (Note 4)
TSRC (USA) Investment Corporation	TSRC Specialty Materials LLC	Texas, U.S.A.	Production and sale of TPE	7,254,149 (US\$ 218,617)	7,254,149 (US\$ 218,617)	-	100.00	1,436,418	(75,463)	(75,463)	Subsidiary (Note 4)
Hardison International Corporation	Triton International Holdings Corporation	Tortola B.V.I.	Investment	1,659 (US\$ 50)	1,659 (US\$ 50)	50,000	100.00	36,759	(4,547)	(4,547)	Subsidiary (Note 4)
	Dymas Corporation	Tortola B.V.I.	Investment	159,240 (US\$ 4,799)	159,240 (US\$ 4,799)	4,798,566	80.52	498,160	(677)	(545)	Subsidiary (Notes 2 and 4)
Dymas Corporation	TSRC (Vietnam) Co., Ltd.	Binh Duong Province, Vietnam	Production and processing of rubber color masterbatch, thermoplastic elastomer and plastic compound products	331,820 (US\$ 10,000)	- (US\$ -)	-	45.69	37,523	(17,949)	(2,696)	Subsidiary (Notes 3 and 4)

Note 1: Amounts in foreign currencies were translated based on the exchange rate at the reporting date (US\$1 to NT\$33.1820; EUR1 to NT\$35.9427).

Note 2: TSRC directly owns 19.48% of Dymas’ equity and indirectly owns 80.52% via Hardison International Corporation, total directly and indirectly owns of equity are 100%.

Note 3: TSRC directly owns 54.31% of Dymas’ equity and indirectly owns 45.69% via Dymas Corporation, total directly and indirectly owns of equity are 100%.

Note 4: The amount was eliminated upon consolidation.

TABLE 8

TSRC CORPORATION AND SUBSIDIARIES

INFORMATION ON INVESTMENTS IN MAINLAND CHINA
FOR THE THREE MONTHS ENDED MARCH 31, 2025
(In Thousands of New Taiwan Dollars)

Investee Company in Mainland China	Main Businesses and Products	Paid-in Capital	Method of Investment (Note 1)	Accumulated Outward Remittance for Investment from Taiwan as of January 1, 2025	Remittance of Funds		Accumulated Outward Remittance for Investment from Taiwan as of March 31, 2025	Net Income (Loss) of the Investee	% Ownership of Direct or Indirect Investment	Investment Income (Loss) (Note 4)	Carrying Amount as of March 31, 2025	Accumulated Repatriation of Investment Income as of March 31, 2025	Note
					Outward	Inward							
Shen Hua Chemical Industries Co., Ltd.	Production and sale of synthetic rubber products	\$ 2,765,720 (US\$ 83,350)	b. 1)	\$ -	\$ -	\$ -	\$ -	\$ 216,528	88.00	\$ 187,486 b	\$ 4,385,815	\$ 4,786,340	Note 3
TSRC (Shanghai) Industries Ltd.	Production and sale of compounding materials	182,501 (US\$ 5,500)	b. 2)	130,073 (US\$ 3,920)	-	-	130,073 (US\$ 3,920)	9,555	100.00	9,555 a	347,053	-	Note 3
Nantong Qix Storage Co., Ltd.	Storehouse for chemicals	99,546 (US\$ 3,000)	b. 3)	49,773 (US\$ 1,500)	-	-	49,773 (US\$ 1,500)	(8,961)	50.00	(4,480) a	36,623	74,060	-
TSRC-UBE (Nantong) Chemical Industrial Co., Ltd.	Production and sale of synthetic rubber products	1,327,280 (US\$ 40,000)	b. 1)	33,182 (US\$ 1,000)	-	-	33,182 (US\$ 1,000)	34,098	55.00	18,754 a	1,100,888	208,813	Note 3
TSRC (Nantong) Industries Ltd.	Production and sale of TPE	3,488,258 (US\$ 105,125)	b. 1)	220,594 (US\$ 6,648)	-	-	220,594 (US\$ 6,648)	93,782	100.00	93,782 b	4,228,104	440,864	Note 3
ARLANXEO-TSRC (Nantong) Chemical Industries Co., Ltd.	Production and sale of NBR	1,486,554 (US\$ 44,800)	b. 1)	-	-	-	-	8,372	50.00	4,186 a	764,294	-	-

Accumulated Outward Remittance for Investment in Mainland China as of March 31, 2025	Investment Amounts Authorized by Investment Commission, MOEA	Upper Limit on the Amount of Investment Stipulated by Investment Commission, MOEA
\$560,776 (US\$16,900)	\$10,058,194 (US\$303,122) (Note 6)	No upper limit on the amount of investment (Note 5)

Note 1: The methods of making investments include the following:

- a. Direct investment in mainland China.
- b. Through the establishment of third-region companies, then investing in China.
 - 1) Through the establishment of Polybus Corporation Pte Ltd, then investing in China.
 - 2) Through the establishment of TSRC (Hong Kong) Limited, then investing in China.
 - 3) Through the establishment of Triton International Holdings Corporation, then investing in China.
- c. Other methods.

Note 2: Amounts in foreign currencies were translated based on the exchange rate at the reporting date (US\$1 to NT\$33.1820)

Note 3: The amount was eliminated upon consolidation.

Note 4: Investment income (loss) and book value column:

- a. Based on financial statements that have not been reviewed by CPA.
- b. Investment income (loss) was calculated based on financial statements that have been reviewed by CPA of parent company.

Note 5: In accordance with the “Regulations on Permission for Investment or Technical Cooperation in Mainland China” and the “Principles for Examination of Applications for Investment or Technical Cooperation in Mainland China” amended and ratified by the Executive Yuan on August 22, 2008, the Company met the criteria for operational headquarters under the Statute for Industrial Innovation and obtained approval from the Industrial Development Bureau, Ministry of Economic Affairs, on August 6, 2024. As it has an operational headquarters status, the Company is not subject to the limitation as to the amount of investment in China during the period from July 18, 2024 to July 17, 2027.

Note 6: This amount includes capital increase out of earnings, approved by the Investment Commission, MOEA.