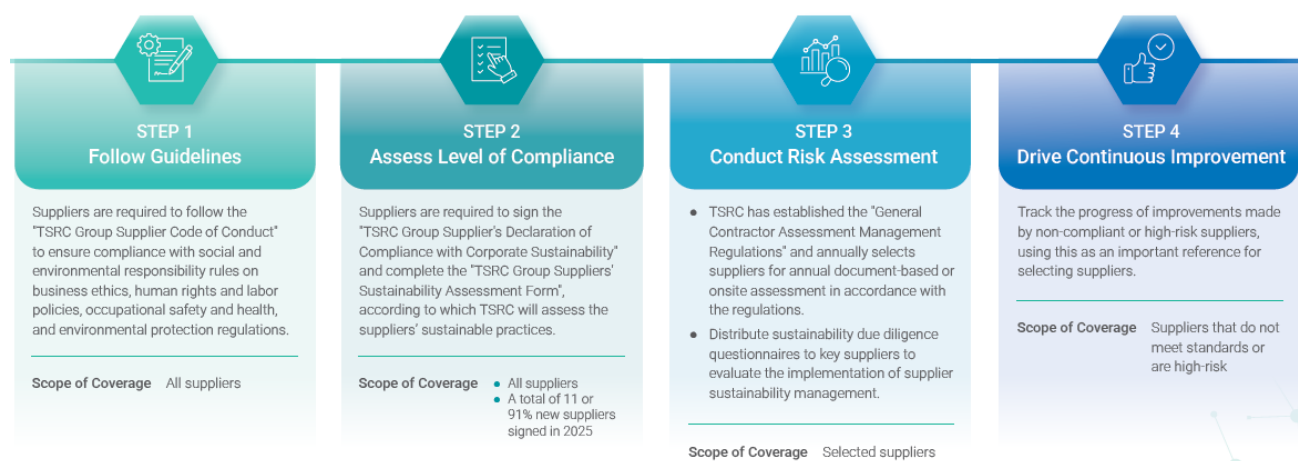


Status of Supplier Management

Suppliers are our partners, and we create value together. TSRC focuses on our partners' environmental, social, and governance performance. We require our suppliers to adhere to the "[TSRC Group Supplier Code of Conduct](#)" and the "[Code of Business Conduct](#)", and the "[TSRC ESG Procurement Policy](#)" to comply with business ethics. Suppliers are requested to provide high-quality products and reducing the risk of business interruption not at the expense of human rights and labor rights, safe working environment, and environmental impact. TSRC closely engages with suppliers by reviewing and evaluating their operational status to manage the supply chain sustainability risks.

1. Supplier Sustainability Risk Control and Management

Based on the Responsible Business Alliance (RBA) Code of Conduct, and following the International Labor Organization (ILO) Convention and the United Nations Convention on the Rights of the Child (UNCRC), TSRC has established the "TSRC Group Supplier Code of Conduct". This Code regulates the social and environmental performance of suppliers, including their ethical management conduct, human rights and labor policies, occupational safety and health, and environmental protection. TSRC requires new suppliers to comply with and sign the "TSRC Group Supplier's Declaration of Compliance with Corporate Sustainability", and also fill out the "TSRC Group Sustainable Management Assessment Form" and assess themselves on their compliance on a number of topics. Suppliers are also required to sign these documents again should they be updated. Should a supplier have concerns about TSRC's business activities or suffer negative impacts, they may submit a complaint or report via the whistleblower mailbox on the TSRC website.

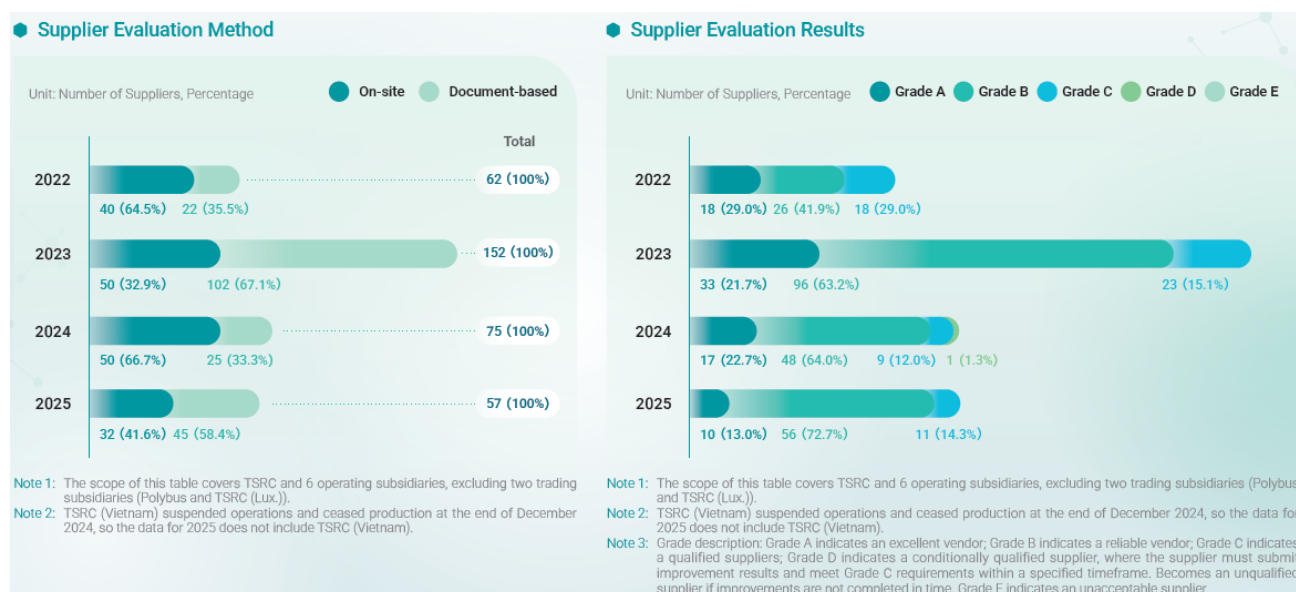


To effectively implement supply chain management, TSRC classifies Tier-1 suppliers into raw material suppliers, packaging suppliers, contractors, and general suppliers. Upstream raw material suppliers are TSRC's primary value chain partners. TSRC relies on petrochemical raw materials

purchased from suppliers for polymerization. Upon completion of the synthesis, the raw materials are manufactured into chemical materials and rubber material products, which are sold to downstream customers (including tire manufacturers and medical product manufacturers), and then downstream customers use the materials to produce the end-use product. For raw material suppliers, we conduct audits according to our annual audit plan to ensure the suppliers' ability to deliver. We also conduct non-hazardous substance surveys for raw material suppliers and packaging suppliers to ensure that the products provided for use in our manufacturing process do not contain hazardous substances. Contractors are those provide labor services (including cleaning, security, cafeteria, and administrative services) and equipment, construction, civil engineering, and warehousing and logistics. General suppliers are those other than the above three categories. TSRC conducts annual performance evaluations of contractors and general suppliers to ensure the quality and delivery.

2. Supplier Evaluation System

TSRC values suppliers that provide stable quality products and services. We also monitor their performance in area of labor human rights, occupational safety and health, environmental impact, Code of Ethics, and social impact. Each year, following the "General Contractor Evaluation Management Regulations," we select suppliers through procurement after excluding low-risk bulk chemicals (such as BD, SM, KOH, NaOH, etc.), general commercially available chemicals (such as KCL, H₂SO₄, NaNO₂, SHS, etc.), raw materials with an annual purchase amount of less than NT\$3 million and less than two purchases per year. An annual supplier audit program is established to evaluate the Group's suppliers to ensure that the actual performance of suppliers meets the standards. In addition, conduct interviews with suppliers from time to time to understand suppliers' ESG risk management measures and adjust the supplier audit evaluation mechanism.

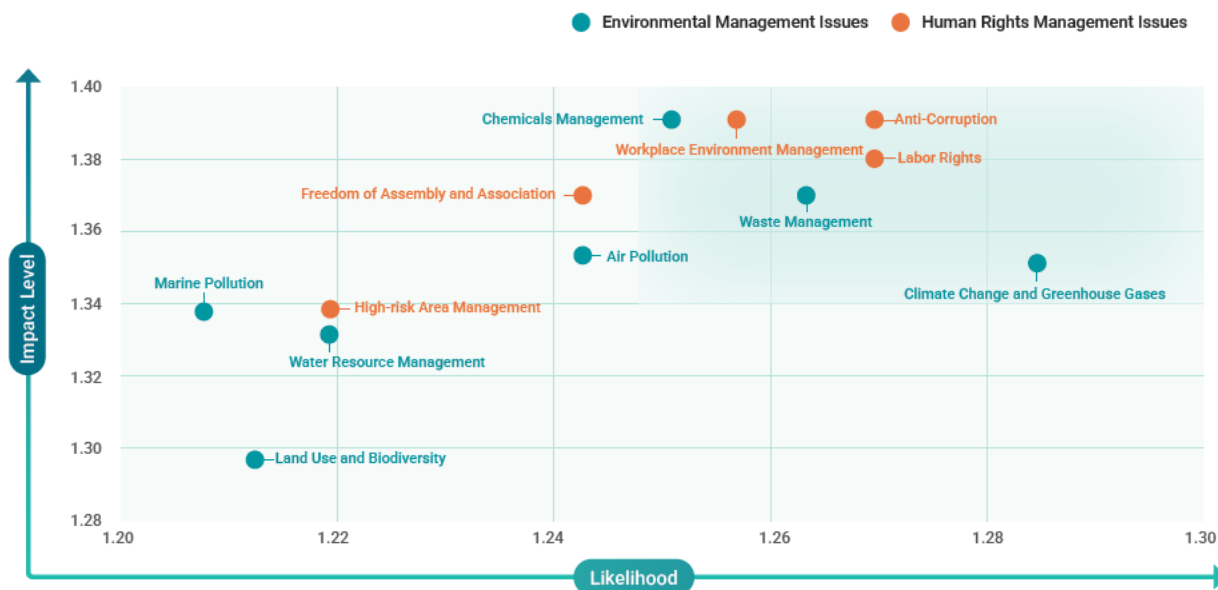


3. Collaborating with Suppliers to Reduce Carbon Emissions

TSRC has developed an ESG strategy plan in 2021 with the ultimate goal of achieving carbon neutrality. Supply chain partners are key to TSRC's carbon reduction journey, and TSRC is committed to promoting greenhouse gas emissions reduction among suppliers to increase operational resilience. TSRC requires our 50 largest suppliers to commit to greenhouse gas reduction targets, develop solutions to improve energy efficiency, and minimize energy consumption and greenhouse gas emissions. According to information disclosed in the sustainability reports published by our primary raw materials suppliers, each supplier has established short and medium-term greenhouse gas reduction targets, and is working towards the long-term goal of achieving net zero carbon emissions. In 2025, we identified the top 50 suppliers by annual procurement value for primary and secondary raw materials based on public information disclosed in suppliers' sustainability reports and the results of due diligence conducted. Of these, 35 have established greenhouse gas reduction targets or have proposed carbon reduction plans and action plans. In the future, we will continue to consolidate the carbon reduction targets, progress, and performance of key suppliers with significant carbon footprints, using this as the basis for setting of Scope 3 targets and working towards the long-term goal of net zero emissions.

4. Supplier Sustainability Due Diligence

In 2025, TSRC complied with international sustainability standards and guidelines, including the EU Corporate Sustainability Due Diligence Directive (CSDDD), RBA Code of Conduct, UN Human Rights Principles, OECD Guidelines, and GRI Standards to conduct supplier environmental and human rights due diligence. 308 Key suppliers (including raw materials, packaging materials, marine transportation, and human resources services) were selected as the survey subjects. The results of this survey collected a total of 292 questionnaires, with a 95% response rate. Based on the analysis results of "likelihood" and "impact level" of various management issues, a "Supplier Sustainability Risk Matrix" was developed to identify "material sustainability risks" of suppliers. This survey is conducted once every three years and continuously monitored to reduce supply chain sustainability risks.



	Risks	Risk Level	Prioritized Risks
Environmental Management Risk Ranking	1 Chemicals Management	1.742	★
	2 Climate Change and Greenhouse Gases	1.742	★
	3 Waste Management	1.731	★
	4 Air Pollution	1.682	
	5 Water Resource Management	1.624	
	6 Marine Pollution	1.619	
	7 Land Use and Biodiversity	1.574	

	Risks	Risk Level	Prioritized Risks
Human Rights Management Risk Ranking	1 Anti-Corruption	1.771	★
	2 Labor Rights	1.754	★
	3 Workplace Environment Management	1.752	★
	4 Freedom of Assembly and Association	1.703	
	5 High-risk Area Management	1.633	

Note: Risk level = likelihood × impact level; Low risk (risk level < 4), moderate risk (4 ≤ risk level < 9), and high risk (risk level ≥ 9).

After analysis, key suppliers did not have material sustainability risk issues, and overall risks were low. To strengthen supplier management, TSRC has listed the top three environmental and social (human rights) issues identified as priority issues, and established corresponding preventive, mitigation, and remedial measures. There are currently no related penalties or complaints. Based on the survey results and taking into account the nature of the suppliers, a total of 10 suppliers were identified as having potential risks related to environmental management issues, and 15 suppliers were identified as having potential risks in social (human rights) management issues^{Note}. We further analyzed issues that may have a material impact on TSRC's operations, with results showing that none of the suppliers have caused any significant negative impact on the environment or society. TSRC will continue to monitor suppliers with potential environmental and social risks through regular assessments and surveys, initiate communication and improvement measures when necessary, and continue to track their risk status and improvement progress over the next two years.

Note: Potential risk considerations include inadequate management of environmental or social (human rights) management issues by suppliers, or high risk assessment results.

Supplier Evaluation Results

	Environmental	Social (Human Rights)	Note
Number of key suppliers surveyed	292	292	
Number of suppliers with actual negative impacts	0	0	
Number and percentage of suppliers with actual negative impacts that implemented improvement plans	0(0%)	0(0%)	There were no suppliers with significant negative impacts, so there was no improvement plan.
Number of suppliers terminated due to actual negative impacts	0	0	

Supplier Engagement Actions

To help suppliers understand TSRC's sustainability strategies and actions, and strengthen their roles and management responsibilities within the sustainable supply chain, TSRC communicates and cooperates with suppliers through a sustainable supply chain promotion video, with the content covering: TSRC's sustainability strategies and action plans, the importance of sustainable suppliers and related issues, the scope of supplier environment and human rights management. All of which aims to enhance suppliers' awareness of sustainability issues and promote the joint implementation of sustainability goals in the supply chain.

