

**Standard Foods Corporation and  
Subsidiaries**

**Consolidated Financial Statements and Independent  
Auditors' Report  
Ended on March 31, 2025 and 2024**

## **INDEPENDENT AUDITORS' REVIEW REPORT**

The Board of Directors and Shareholders  
Standard Foods Corporation

### **Introduction**

We have reviewed the accompanying consolidated balance sheets of Standard Foods 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 issues 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 14 to the consolidated financial statements, the financial statements of 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\$7,272,202 thousand and NT\$7,981,610 thousand, respectively, representing 28% and 31%, respectively, of the consolidated total assets, and combined total liabilities of these subsidiaries were NT\$1,542,342 thousand and NT\$1,612,478 thousand, respectively, representing 22% and 21%, respectively, 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\$23,460 and NT\$29,152 thousand, respectively, representing 4% and 4%, respectively, of the consolidated total comprehensive income. As disclosed in Note 36 to the consolidated financial statements, the information on these subsidiaries were not reviewed.

## **Qualified Conclusion**

Based on our reviews, except for the adjustments, if any, as might have been determined to be necessary had the financial statements of the non-significant subsidiaries 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 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 issues 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 Han-Ni Fang and Zhao-Yu Chen.

Deloitte & Touche  
Taipei, Taiwan  
Republic of China  
May 13, 2025

Standard Foods Corporation and Subsidiaries

CONSOLIDATED BALANCE SHEETS  
March 31, 2025 and December 31 and March 31, 2024  
(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)	\$ 2,854,416	11	\$ 3,126,724	11	\$ 3,399,565	13
Financial assets at fair value through profit or loss - current (Note 7)	1,806,171	7	1,606,889	6	1,270,499	5
Financial assets at fair value through other comprehensive income - current (Note 8)	186,520	1	215,821	1	212,868	1
Financial assets at amortized cost - current (Note 9)	3,578,961	13	3,055,817	11	2,239,659	9
Notes receivable (Notes 10 and 25)	5,980	-	5,365	-	5,215	-
Trade receivable (Notes 10 and 25)	3,032,936	12	4,287,238	16	3,732,723	14
Trade receivables from related parties (Notes 25 and 32)	1,873	-	7,940	-	57	-
Finance lease receivables - current (Note 11)	1,110	-	1,106	-	1,098	-
Other receivables (Note 10)	405,938	1	437,249	2	438,394	2
Current tax assets	299	-	299	-	537	-
Inventories (Note 12)	4,699,128	18	5,379,587	20	4,722,488	18
Prepayments (Note 13)	1,285,583	5	1,216,381	4	1,543,577	6
Other current assets (Notes 19 and 33)	80,165	-	73,674	-	107,113	-
Total current assets	17,939,080	68	19,414,090	71	17,673,793	68
NON-CURRENT ASSETS						
Financial assets at fair value through profit or loss - non-current (Note 7)	9,450	-	10,827	-	12,887	-
Financial assets at fair value through other comprehensive income - non-current (Note 8)	760,328	3	647,632	2	450,080	2
Financial assets at amortized cost - non-current (Note 9)	971,418	4	820,944	3	1,689,704	6
Property, plant and equipment (Notes 15 and 33)	4,177,669	16	4,096,900	15	4,163,003	16
Right-of-use assets (Note 16)	582,514	2	618,531	2	531,076	2
Investment properties (Notes 17 and 33)	709,596	3	710,842	3	728,084	3
Goodwill	558	-	558	-	558	-
Other intangible assets (Note 18)	148,259	-	150,811	1	173,244	1
Deferred tax assets	293,131	1	315,499	1	367,764	1
Finance lease receivables - non-current (Note 11)	2,498	-	2,776	-	3,607	-
Net defined benefit assets - non-current	-	-	-	-	632	-
Other non-current assets (Note 19)	770,619	3	640,241	2	356,919	1
Total non-current assets	8,426,040	32	8,015,561	29	8,477,558	32
TOTAL ASSETS	\$ 26,365,120	100	\$ 27,429,651	100	\$ 26,151,351	100
LIABILITIES AND EQUITY						
CURRENT LIABILITIES						
Short-term borrowings (Notes 20 and 33)	\$ 582,580	2	\$ 586,080	2	\$ 1,747,472	7
Short-term bills payable (Note 20)	19,980	-	-	-	19,987	-
Contract liabilities - current (Note 25)	234,906	1	253,182	1	215,573	1
Notes payable (Note 21)	597,220	2	1,481,420	6	375,871	1
Trade payables (Note 21)	1,297,135	5	1,655,973	6	1,304,803	5
Trade payables to related parties (Note 32)	23,926	-	14,701	-	11,017	-
Other payables (Note 22)	3,407,285	13	3,910,832	14	3,274,633	13
Other payables to related parties (Note 32)	1,510	-	602	-	-	-
Current tax liabilities	294,758	1	202,339	1	225,235	1
Lease liabilities - current (Note 16)	88,398	-	85,020	-	65,903	-
Other current liabilities (Note 22)	98,197	1	87,124	-	124,121	-
Total current liabilities	6,645,895	25	8,277,273	30	7,364,615	28
NON-CURRENT LIABILITIES						
Deferred tax liabilities	94,253	-	93,562	-	66,590	-
Lease liabilities - non-current (Note 16)	172,668	1	190,294	1	117,723	1
Net defined benefit liabilities - non-current	120,904	1	123,079	1	176,136	1
Other non-current liabilities (Note 22)	44,043	-	18,943	-	21,619	-
Total non-current liabilities	431,868	2	425,878	2	382,068	2
Total liabilities	7,077,763	27	8,703,151	32	7,746,683	30
EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY (Note 24)						
Ordinary Shares	9,150,897	35	9,150,897	33	9,150,897	35
Capital surplus	173,922	-	173,922	1	165,585	1
Retained earnings						
Legal reserve	4,096,216	16	4,096,216	15	3,978,059	15
Special reserve	577,494	2	577,494	2	577,494	2
Unappropriated Earnings	4,790,721	18	4,432,868	16	4,397,624	17
Total retained earnings	9,464,431	36	9,106,578	33	8,953,177	34
Other equity	179,879	1	2,282	-	( 150,312 )	( 1 )
Treasury shares	( 21,182 )	-	( 21,182 )	-	( 21,182 )	-
Total equity attributable to owners of the Company	18,947,947	72	18,412,497	67	18,098,165	69
NON-CONTROLLING INTERESTS (Note 24)	339,410	1	314,003	1	306,503	1
Total equity	19,287,357	73	18,726,500	68	18,404,668	70
TOTAL LIABILITIES AND EQUITY	\$ 26,365,120	100	\$ 27,429,651	100	\$ 26,151,351	100

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

## Standard Foods Corporation and Subsidiaries

### CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

For the three months ended March 31, 2025 and 2024

Unit: NTD thousand, except EPS which is in NTD.

	For the three months ended March 31, 2025		For the three months ended March 31, 2024	
	Amount	%	Amount	%
OPERATING REVENUE				
Sales (Notes 25 and 32)	\$ 6,880,311	100	\$ 6,795,849	100
OPERATING COSTS				
Cost of goods sold (Notes 12, 26, and 32)	<u>5,134,760</u>	<u>75</u>	<u>5,141,782</u>	<u>76</u>
GROSS PROFIT	<u>1,745,551</u>	<u>25</u>	<u>1,654,067</u>	<u>24</u>
OPERATING EXPENSES (Note 26)				
Selling and marketing expenses	1,003,097	14	842,580	12
General and administrative expenses	266,955	4	289,180	4
Research and development expenses	46,114	1	47,019	1
Expected credit losses (or reversal)	<u>3,762</u>	<u>-</u>	<u>3,487</u>	<u>-</u>
Total operating expenses	<u>1,319,928</u>	<u>19</u>	<u>1,182,266</u>	<u>17</u>
OPERATING INCOME	<u>425,623</u>	<u>6</u>	<u>471,801</u>	<u>7</u>
NON-OPERATING INCOME AND EXPENSES (Note 26)				
Interest income	44,182	1	40,316	-
Other income	13,065	-	11,697	-
Other gains and losses	18,688	-	117,008	2
Financial cost	( <u>7,791</u> )	<u>-</u>	( <u>11,508</u> )	<u>-</u>
Total non-operating income and expenses	<u>68,144</u>	<u>1</u>	<u>157,513</u>	<u>2</u>
PROFIT BEFORE INCOME TAX	493,767	7	629,314	9
INCOME TAX EXPENSE (Note 27)	<u>111,089</u>	<u>1</u>	<u>129,618</u>	<u>2</u>
NET PROFIT FOR THE PERIOD	<u>382,678</u>	<u>6</u>	<u>499,696</u>	<u>7</u>

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	For the three months ended March 31, 2025		For the three months ended March 31, 2024	
	Amount	%	Amount	%
OTHER COMPREHENSIVE INCOME (LOSS)				
Items that will not be reclassified subsequently to profit or loss:				
Unrealized gain (loss) on investments in equity instruments at fair value through other comprehensive income	\$ 73,374	1	( \$ 5,802 )	-
Income tax relating to items that will not be reclassified subsequently to profit or loss (Note 27)	<u>4</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>73,378</u>	<u>1</u>	<u>( 5,802 )</u>	<u>-</u>
Items that may be reclassified subsequently to profit or loss:				
Exchange differences on translating the financial statements of foreign operations	130,856	2	311,655	5
Income tax relating to the items that may be reclassified subsequently to profit or loss (Note 27)	( <u>26,055</u> )	( <u>1</u> )	( <u>62,028</u> )	( <u>1</u> )
	<u>104,801</u>	<u>1</u>	<u>249,627</u>	<u>4</u>
Other comprehensive loss for the period, net of income tax	<u>178,179</u>	<u>2</u>	<u>243,825</u>	<u>4</u>
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	<u>\$ 560,857</u>	<u>8</u>	<u>\$ 743,521</u>	<u>11</u>
NET PROFIT ATTRIBUTABLE TO:				
Owners of the Company	\$ 357,853	6	\$ 476,897	7
Non-controlling Interests	<u>24,825</u>	<u>-</u>	<u>22,799</u>	<u>-</u>
	<u>\$ 382,678</u>	<u>6</u>	<u>\$ 499,696</u>	<u>7</u>
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:				
Owners of the Company	\$ 535,450	8	\$ 719,208	11
Non-controlling Interests	<u>25,407</u>	<u>-</u>	<u>24,313</u>	<u>-</u>
	<u>\$ 560,857</u>	<u>8</u>	<u>\$ 743,521</u>	<u>11</u>
EARNINGS PER SHARE (Note 28)				
Basic	<u>\$ 0.39</u>		<u>\$ 0.52</u>	
Diluted	<u>\$ 0.39</u>		<u>\$ 0.52</u>	

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

Standard Foods Corporation and Subsidiaries

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY  
For the three months ended March 31, 2025 and 2024  
(In Thousands of New Taiwan Dollars)

	Equity Attributable to Owners of the Company												
							Other Equity Items						
	Ordinary Shares	Retained earnings					Exchange differences on translating the financial statements of foreign operations	Unrealized gain (loss) on financial assets at FVTOCI	Total	Treasury shares	Total	Non-controlling Interests	Total equity
	Capital surplus	Legal reserve	Special reserve	Unappropriated Earnings	Total								
Balance as of January 1, 2024	\$ 9,150,897	\$ 165,585	\$ 3,978,059	\$ 577,494	\$ 3,920,727	\$ 8,476,280	(\$ 576,053 )	\$ 183,430	(\$ 392,623 )	(\$ 21,182 )	\$ 17,378,957	\$ 282,190	\$ 17,661,147
Net profit for the three months ended March 31, 2024	-	-	-	-	476,897	476,897	-	-	-	-	476,897	22,799	499,696
Other comprehensive income for the three months ended March 31, 2024	-	-	-	-	-	-	248,113	( 5,802 )	242,311	-	242,311	1,514	243,825
Total comprehensive income for the three months ended March 31, 2024	-	-	-	-	476,897	476,897	248,113	( 5,802 )	242,311	-	719,208	24,313	743,521
Balance as of March 31, 2024	\$ 9,150,897	\$ 165,585	\$ 3,978,059	\$ 577,494	\$ 4,397,624	\$ 8,953,177	(\$ 327,940 )	\$ 177,628	(\$ 150,312 )	(\$ 21,182 )	\$ 18,098,165	\$ 306,503	\$ 18,404,668
Balance as of January 1, 2025	\$ 9,150,897	\$ 173,922	\$ 4,096,216	\$ 577,494	\$ 4,432,868	\$ 9,106,578	(\$ 247,432 )	\$ 249,714	\$ 2,282	(\$ 21,182 )	\$ 18,412,497	\$ 314,003	\$ 18,726,500
Net profit for the three months ended March 31, 2025	-	-	-	-	357,853	357,853	-	-	-	-	357,853	24,825	382,678
Other comprehensive income for the three months ended March 31, 2025	-	-	-	-	-	-	104,219	73,378	177,597	-	177,597	582	178,179
Total comprehensive income for the three months ended March 31, 2025	-	-	-	-	357,853	357,853	104,219	73,378	177,597	-	535,450	25,407	560,857
Balance as of March 31, 2025	\$ 9,150,897	\$ 173,922	\$ 4,096,216	\$ 577,494	\$ 4,790,721	\$ 9,464,431	(\$ 143,213 )	\$ 323,092	\$ 179,879	(\$ 21,182 )	\$ 18,947,947	\$ 339,410	\$ 19,287,357

Chairman: Tsao Te-Feng; General Manager: Tsao Po-Jui; Accounting Manager: Huang Shih-Kai

**Standard Foods Corporation and Subsidiaries**  
**CONSOLIDATED STATEMENTS OF CASH FLOWS**  
**For the three months ended March 31, 2025 and 2024**  
**(In Thousands of New Taiwan Dollars)**

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Income before income tax	\$ 493,767	\$ 629,314
Adjustments for:		
Depreciation expenses	139,725	144,007
Amortization expenses	17,258	18,368
Expected credit losses (or reversal)	3,762	3,487
Net loss (gain) on financial assets measured at FVTPL	13,433	( 34,127 )
Financial cost	7,791	11,508
Interest income	( 44,182 )	( 40,316 )
Dividend income	( 636 )	( 357 )
Net loss (gain) on disposal of property, plant and equipment	131	( 1,449 )
Gains on reversal of inventory devaluation and obsolescence	( 826 )	( 12,730 )
Land use right expropriation benefit	( 8,119 )	-
Net changes in operating assets and liabilities		
Financial assets mandatorily classified as at FVTPL	( 209,063 )	( 71,919 )
Notes receivable	( 541 )	9,957
Trade receivable	1,266,728	808,720
Trade receivables from related parties	6,067	( 14 )
Other receivables	22,864	( 50,207 )
Inventories	720,783	1,044,597
Prepayments	( 57,681 )	( 461,467 )
Other current assets	( 6,287 )	1,918
Contract liabilities	( 21,595 )	( 89,025 )
Notes payable	( 896,524 )	( 159,858 )
Trade payables	( 362,846 )	( 239,980 )
Trade payables to related parties	9,225	1,128
Other payables	( 529,339 )	( 253,819 )
Other payables to related parties	908	-
Other current liabilities	10,707	( 36,283 )
Net defined benefit liabilities	( 2,708 )	( 54,552 )
Cash generated from operations	572,802	1,166,901
Interest received	54,998	24,646

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	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Interest paid	( \$ 7,766 )	( \$ 11,339 )
Income tax paid	( 21,202 )	( 7,407 )
Net cash inflow from operating activities	<u>598,832</u>	<u>1,172,801</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Acquisition of financial assets at FVTOCI	( 10,000 )	( 289,750 )
Purchase of financial assets at amortized cost	( 1,374,102 )	( 1,151,545 )
Disposal of financial assets at amortized cost	734,487	496,332
Acquisition of property, plant and equipment	( 161,744 )	( 76,518 )
Proceeds from disposal of property, plant and equipment	186	12,252
Payments for intangible assets	( 1,490 )	( 8,359 )
Decrease in finance lease receivables	274	225
Increase in other financial assets	( 117,289 )	-
Decrease in other financial assets	-	51,558
Increase in other non-current assets	( 14,008 )	( 20,017 )
Dividends received	636	357
Other investing activities	<u>31,489</u>	<u>-</u>
Net cash used in investing activities	( <u>911,561</u> )	( <u>985,465</u> )
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Increase in short-term borrowings	-	268,239
Decrease in short-term borrowings	( 10,000 )	-
Increase in short-term notes and bills payable	19,980	-
Decrease in short-term bills payable	-	( 30,006 )
Repayment of lease principal	( 22,740 )	( 26,519 )
Increase in other financial liabilities	24,644	-
Decrease in other financial liabilities	<u>-</u>	( <u>358</u> )
Net cash generated from financing activities	<u>11,884</u>	<u>211,356</u>
<b>EFFECTS OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH HELD IN FOREIGN CURRENCIES</b>		
	<u>28,537</u>	<u>61,987</u>
Net increase (decrease) in cash and cash equivalents	( 272,308 )	460,679
<b>CASH AND CASH EQUIVALENTS, BEGINNING OF THE PERIOD</b>	<u>3,126,724</u>	<u>2,938,886</u>
<b>CASH AND CASH EQUIVALENTS, END OF THE PERIOD</b>	<u>\$ 2,854,416</u>	<u>\$ 3,399,565</u>

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

# Standard Foods 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)

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### 1. GENERAL INFORMATION

Standard Foods Corporation (the "Company") was incorporated on June 6, 1986. The Company mainly manufactures and sells nutritious foods, edible oils, dairy products and beverages.

The Company's shares have been listed on the Taiwan Stock Exchange since April 1994.

The consolidated financial statements of the Company and its subsidiaries, collectively referred to as the "Group," are presented in the Company's functional currency, the New Taiwan dollar.

### 2. DATE AND PROCEDURES FOR APPROVAL OF FINANCIAL STATEMENTS

The Consolidated Financial Statements have been approved by the Board of Directors on May 13, 2025.

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

- a. The first-time application of the International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), IFRIC Interpretations (IFRIC), and SIC Interpretations (SIC) (hereinafter referred to as "IFRSs") endorsed and issued into effect by the Financial Supervisory Commission (FSC).

#### Amendments to IAS 21 "Lack of exchangeability"

The application of the amendments to IAS 21 "Lack of exchangeability" should not result in major changes in the accounting policies of the Group.

b. FSC-endorsed IFRSs applicable in 2026

<u>New/Amended/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” for the guidance on financial asset classification application	Thursday, January 1, 2026 (Note 1)

Note 1: The amendments shall apply to annual reporting periods beginning on or after January 1, 2026. The enterprise may also choose to apply the same on January 1, 2025 earlier.

As of the date of authorization of the Consolidated Financial Statements, the Group is still assessing the effects of amendments on its financial condition and performance.

c. IFRSs that have been issued by the IASB but have not yet been endorsed and issued into effect by the FSC

<u>New/Amended/Revised Standards and Interpretations</u>	<u>Effective Date Announced by IASB (Note 1)</u>
“IFRS Annual Improvements – Volume 11”	Thursday, January 1, 2026
Amendments to IFRS 9 and IFRS 7 “Amendments to the Classification and Measurement of Financial Instruments” for the guidance on financial liability derecognition application	Thursday, January 1, 2026
Amendment to IFRS 9 and IFRS 7 “Contract with Natural Power Dependence”	Thursday, 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
IFRS 17 “Insurance Contracts”	Sunday, January 1, 2023
Amendments to IFRS 17	Sunday, January 1, 2023
Amendments to IFRS 17 “Initial Application of IFRS 17 and IFRS 9 - Comparative Information”	Sunday, January 1, 2023
IFRS 18 “Presentation and Disclosures in Financial Statements”	Friday, January 1, 2027
IFRS 19 “Subsidiaries without Public Accountability: Disclosures”	Friday, January 1, 2027

Note 1: Unless stated otherwise, the above New/Amended/Revised Standards and Interpretations are effective for annual reporting periods beginning on or after their respective effective dates.

### IFRS 18 “Presentation and Disclosures in Financial Statements”

IFRS 18 will replace IAS 1 “Expression of Financial Statements.” The main changes include:

- The income statement shall classify the income and expenses into operations, investment, financing, income tax and discontinued operations.
- The operating income and loss, income and loss before financing, as well as subtotals and total amounts of income and loss, shall be presented in the income statement.
- Guidance is provided to strengthen consolidation and segmentation regulations. The Company and its subsidiaries must identify assets, liabilities, equity, income, expenses, losses, and cash flows generated from individual transactions or other matters and classify and summarize them according to common characteristics. This ensures that each individual line item presented in the primary financial statements has at least one similar characteristic. The items with any characteristics other than similar ones shall be subdivided in the primary financial statements and notes. The Group only mark such items as “other” when it is impossible to find a more information sign.
- Disclosure in performance measurement defined by the management is increased: When the Group makes public communication outside of financial statements and communicates with users of financial statements about the management’s views on a certain aspect of the overall financial performance of the Group, it shall disclose relevant information on performance measurement defined by the management in a single note to the financial statements, including a description of the measurement, how it is calculated, its adjustment from subtotals or aggregates specified in the IFRS Accounting Standards, and the impact of income tax and non-controlling interests on related adjustment items.

Except said effects, as of the date of authorization of the Consolidated Financial Statements, the Group has continued to assess the other effects of amendments to the other standards and interpretations on its financial conditions and performance. Related impacts will be disclosed upon completion of the assessment.

#### **4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

a. Statement of compliance

The consolidated financial report was formulated in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and IAS 34 "Interim Financial Reporting" recognized and announced to enter into effect by FSC. The consolidated financial statements do not include all IFRSs disclosure information required by the annual financial report.

b. Basis of preparation

The consolidated financial statements have been prepared on the historical cost basis except for financial instruments which are measured at fair value and net defined benefit 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 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 on the measurement date;
- 2) Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for the 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 the asset or liability.

c. Basis of consolidation

The consolidated financial statements incorporate the financial statements of the Company and the entities controlled by the Company (i.e., its subsidiaries). Income and expenses of subsidiaries acquired or disposed of during the period are included in the

consolidated statements of comprehensive income from the effective dates of acquisitions up to the effective dates of disposals, as appropriate. When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those used by the Group. All intra-group transactions, balances, income and expenses are eliminated in full upon consolidation. Total comprehensive income of subsidiaries is attributed to the owners of the Company and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

Refer to Note 14 and Tables 7 and 8 for detailed information on subsidiaries (including the percentages of ownership and main businesses).

d. Other Significant Accounting Policies

Except for the following, please refer to the summary of material accounting policies in the 2024 consolidated financial statements.

1) Pension Benefit in a Defined Benefit Plan

The pension cost for the interim period is calculated based on the actuarial cost ratio determined by the actuarial calculation at the end of the previous year. Calculation term is from the beginning of the period to the end of the period, and adjustments are made for major market fluctuations in the current period, major amendments to plans, settlement, or other significant one-time matters.

2) Other long-term employee benefits

Other long-term employee benefits have the same accounting treatment as the pension benefit in a defined benefit plan, except that the relevant remeasurements are recognized in profit or loss.

3) Income tax expenses

Income tax expenses are the sum of current income tax and deferred income tax. The interim income tax is evaluated on an annual basis and the interim profit before tax is applied with the tax rate applicable to the expected total annual earnings for calculations.

## 5. CRITICAL ACCOUNTING JUDGEMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

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

When the Group develops significant accounting estimates, it will incorporate the potential impact of climate, related government policies and laws, and US reciprocal tariffs into the estimation of cash flow, growth rate, discount rate, profitability, and other major accounting estimates. The management will continue to review the estimates and basic assumptions.

## 6. CASH AND CASH EQUIVALENTS

	March 31, 2025	December 31, 2024	March 31, 2024
Cash on hand	\$ 27,261	\$ 1,441	\$ 1,435
Checking accounts and demand deposits	2,252,558	2,080,863	3,057,626
Cash equivalents (investments with original maturities of less than 3 months)			
Time deposits	504,597	979,420	340,504
Bond repurchase agreement	70,000	65,000	-
	<u>\$ 2,854,416</u>	<u>\$ 3,126,724</u>	<u>\$ 3,399,565</u>

The ranges of annual interest rate of cash in the bank at the end of the reporting period were as follows:

	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
Bank deposits	0.001%-4.380%	0.001%-4.950%	0.001%-5.500%
Bond repurchase agreement	1.450%	1.440%	-

## 7. FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
<u>Financial assets at FVTPL - current</u>			
Mandatorily classified as at FVTPL			
Non-derivative financial assets			
- Listed shares	\$ 51,029	\$ 58,118	\$ 46,645
- Fund beneficiary certificates	1,622,337	1,416,470	1,142,757
- Bonds	<u>132,805</u>	<u>132,301</u>	<u>81,097</u>
	<u>\$ 1,806,171</u>	<u>\$ 1,606,889</u>	<u>\$ 1,270,499</u>
<u>Financial assets at FVTPL - non-current</u>			
Mandatorily classified as at FVTPL			
Non-derivative financial assets			
- Listed shares	\$ 7,453	\$ 9,424	\$ 10,879
- Unlisted shares	<u>1,997</u>	<u>1,403</u>	<u>2,008</u>
	<u>\$ 9,450</u>	<u>\$ 10,827</u>	<u>\$ 12,887</u>

## 8. FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
<u>Current</u>			
Investments in equity instruments	<u>\$ 186,520</u>	<u>\$ 215,821</u>	<u>\$ 212,868</u>
<u>Non-current</u>			
Investments in equity instruments	<u>\$ 760,328</u>	<u>\$ 647,632</u>	<u>\$ 450,080</u>



Investments in equity instruments

	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
<u>Current</u>			
Listed shares			
Ordinary shares - Far Eastern International Bank	\$ 20,650	\$ 20,342	\$ 21,122
Ordinary shares - Chunghwa Telecom Co., Ltd	6,245	6,002	6,124
Ordinary shares - Formosa Plastics Corp.	-	-	6,300
Ordinary shares - China Steel Corp.	-	-	19,198
Ordinary shares - Polytronics Technology Corp.	77,725	92,727	90,014
Ordinary shares - Taiwan Semiconductor Manufacturing Co., Ltd.	<u>81,900</u>	<u>96,750</u>	<u>70,110</u>
	<u>\$ 186,520</u>	<u>\$ 215,821</u>	<u>\$ 212,868</u>
<u>Non-current</u>			
Listed shares			
Ordinary shares - GeneFerm Biotechnology Co., Ltd.	\$ 104,789	\$ 100,820	\$ 138,789
Unlisted shares			
Ordinary shares - Dah Chung Bills Finance Corp.	19,163	20,662	20,443
Ordinary shares – H2U Corporation	521,560	408,170	289,750
Ordinary shares – SANCCI MANUFACTURE FOOD COMPANY	113,688	116,853	-
Ordinary shares - AsiaVest Liquidation Co.	<u>1,128</u>	<u>1,127</u>	<u>1,098</u>
	<u>\$ 760,328</u>	<u>\$ 647,632</u>	<u>\$ 450,080</u>

These investments by the Group are held for medium- to long-term strategic purposes and the Group expects to profit from long-term investments. Accordingly, the management elected to designate these investments in equity instruments as at fair value through other comprehensive profit or loss 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.

In August 2024, the Group adjusted the investment position to diversify the risk and sold the ordinary shares of Formosa Plastics Corporation and China Steel Corporation at the price of NT\$23,878 thousand. The related other equity – unrealized gain (loss) on financial assets at FVTOCI, NT\$2,279 thousand, was restated into the retained earnings.

## 9. FINANCIAL ASSETS AT AMORTIZED COST

	March 31, 2025	December 31, 2024	March 31, 2024
<u>Current</u>			
Time deposits with original maturities of more than 3 months	<u>\$ 3,578,961</u>	<u>\$ 3,055,817</u>	<u>\$ 2,239,659</u>
<u>Non-current</u>			
Time deposits with original maturities of more than 3 months	<u>\$ 971,418</u>	<u>\$ 820,944</u>	<u>\$ 1,689,704</u>

The ranges of interest rates for time deposits with original maturities of more than 3 months were 1.53%–4.50%, 1.59%–4.62%, and 1.50%–5.59% per annum as of March 31, 2025 and December 31 and March 31, 2024, respectively.

## 10. NOTE RECEIVABLES, TRADE RECEIVABLES, AND OTHER RECEIVABLES

	March 31, 2025	December 31, 2024	March 31, 2024
<u>Notes receivable</u>			
Operating	<u>\$ 5,980</u>	<u>\$ 5,365</u>	<u>\$ 5,215</u>
<u>Trade receivable</u>			
At amortized cost			
Gross carrying amount	\$ 3,114,402	\$ 4,363,778	\$ 3,838,358
Less: Allowance for impairment loss	( <u>81,466</u> )	( <u>76,540</u> )	( <u>105,635</u> )
	<u>\$ 3,032,936</u>	<u>\$ 4,287,238</u>	<u>\$ 3,732,723</u>
<u>Other receivables</u>			
Losses arising from the provision of customer management services	\$ 217,136	\$ 242,061	\$ 258,508
Accrued income	175,864	184,354	142,156
Others	<u>12,938</u>	<u>10,834</u>	<u>37,730</u>
	<u>\$ 405,938</u>	<u>\$ 437,249</u>	<u>\$ 438,394</u>

The Group's credit period for commodity sales averages 30~90 days. To minimize credit risk, the management of the Group has delegated a team responsible for determining credit limits, credit approvals and other monitoring procedures to ensure that follow-up action is taken to recover overdue debts. In addition, the Group reviews the recoverable amount of each individual receivable on the balance sheet date to ensure that adequate allowances are made for possible irrecoverable amounts.

The Group adopts the simplified approach of IFRS 9 to measures the loss allowance for trade receivables at an amount equal to lifetime expected credit losses (ECLs). The Group performs assessment using the three forward-looking factors, i.e., industrial index of the customer, GDP growth rate and unemployment rate, as the ECL rate.

When there is evidence indicating that the debtor is in severe financial difficulty and there is no realistic prospect of recovery, the credit risk management department of the Group would continue to engage in enforcement activity in compliance with laws and regulations. The trade receivable will be written off when the amount due is collected.

The amount of loss provision on notes and accounts receivable calculated based on the provision matrix is presented below:

### March 31, 2025

	Not Pass Due	1-30 days	31-90 days	91-180 days	Over 180 days	Total
ECL rate	0.13%	4.43%	8.53%	38.96%	99.18%	
Gross carrying amount	\$ 2,893,821	\$ 55,770	\$ 90,431	\$ 20,293	\$ 60,067	\$ 3,120,382
Loss allowance (Lifetime ECL)	( 3,805 )	( 2,469 )	( 7,712 )	( 7,907 )	( 59,573 )	( 81,466 )
Amortized cost	<u>\$ 2,890,016</u>	<u>\$ 53,301</u>	<u>\$ 82,719</u>	<u>\$ 12,386</u>	<u>\$ 494</u>	<u>\$ 3,038,916</u>

### December 31, 2024

	Not Pass Due	1-30 days	31-90 days	91-180 days	Over 180 days	Total
ECL rate	0.27%	5.84%	8.49%	43.57%	99.14%	
Gross carrying amount	\$ 4,239,667	\$ 32,810	\$ 27,772	\$ 13,175	\$ 55,719	\$ 4,369,143
Loss allowance (Lifetime ECL)	( 11,286 )	( 1,916 )	( 2,359 )	( 5,740 )	( 55,239 )	( 76,540 )
Amortized cost	<u>\$ 4,228,381</u>	<u>\$ 30,894</u>	<u>\$ 25,413</u>	<u>\$ 7,435</u>	<u>\$ 480</u>	<u>\$ 4,292,603</u>

### March 31, 2024

	Not Pass Due	1-30 days	31-90 days	91-180 days	Over 180 days	Total
ECL rate	0.24%	4.57%	8.22%	43.6%	99.31%	
Gross carrying amount	\$ 3,613,988	\$ 57,491	\$ 74,436	\$ 15,451	\$ 82,207	\$ 3,843,573
Loss allowance (Lifetime ECL)	( 8,512 )	( 2,629 )	( 6,117 )	( 6,736 )	( 81,641 )	( 105,635 )
Amortized cost	<u>\$ 3,605,476</u>	<u>\$ 54,862</u>	<u>\$ 68,319</u>	<u>\$ 8,715</u>	<u>\$ 566</u>	<u>\$ 3,737,938</u>

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

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Balance as of January 1	\$ 76,540	\$ 98,588
Add: Impairment loss provided for the current period	3,762	3,487
Foreign exchange translation difference	<u>1,164</u>	<u>3,560</u>
Closing balance	<u>\$ 81,466</u>	<u>\$105,635</u>

## 11. FINANCE LEASE RECEIVABLES

The composition of finance lease receivables was as follows:

	March 31, 2025	December 31, 2024	March 31, 2024
Undiscounted lease payments			
Year 1	\$ 1,143	\$ 1,143	\$ 1,143
Year 2	2,516	1,143	1,143
Year 3	<u>-</u>	<u>1,659</u>	<u>2,516</u>
	3,659	3,945	4,802
Less: Unearned finance income	( <u>51</u> )	( <u>63</u> )	( <u>97</u> )
Net investment in leases presented as finance lease receivables	<u>\$ 3,608</u>	<u>\$ 3,882</u>	<u>\$ 4,705</u>

No finance lease receivable was past due on the balance sheet date. The Group has not recognized a loss allowance for finance lease receivables after taking into consideration the historical default experience and the future prospects of the industries in which the lessees operate, together with the value of collateral held over these finance lease receivables.

## 12. INVENTORIES

	March 31, 2025	December 31, 2024	March 31, 2024
Merchandise	\$ 421,305	\$ 443,731	\$ 356,697
Finished goods	1,860,380	2,231,907	1,848,377
Work in progress	836,046	788,823	740,076
Raw materials	1,496,521	1,818,193	1,699,156
Packing materials	<u>84,876</u>	<u>96,933</u>	<u>78,182</u>
	<u>\$ 4,699,128</u>	<u>\$ 5,379,587</u>	<u>\$ 4,722,488</u>

Cost of sale between January 1 and March 31, 2025 included the gain on price recovery of inventory, NT\$826 thousand, and inventory write-offs, NT\$1,637 thousand. Cost of sale

between January 1 and March 31, 2024 included the gain on price recovery of inventory, NT\$12,730 thousand, and inventory write-offs totaling NT\$712 thousand. The increase in the net realizable value of inventories was a result of the de-stocking of inventories initially stated as the loss on the price decline of inventories.

### 13. PREPAYMENTS

	March 31, 2025	December 31, 2024	March 31, 2024
Prepayments for purchases	\$ 787,486	\$ 747,004	\$ 864,348
Prepayments for rent	6,048	6,879	5,245
Prepayments for insurance	18,673	875	18,625
Excess business tax paid	230,064	207,406	224,668
Prepayments for advertisements	8,644	17,403	17,377
Others	234,668	236,814	413,314
	<u>\$ 1,285,583</u>	<u>\$ 1,216,381</u>	<u>\$ 1,543,577</u>

### 14. SUBSIDIARIES

#### Subsidiaries included in consolidated financial statements.

Entities of the consolidated financial statements were as follows:

Investor Company	Name of Subsidiary	Main Business	Proportion of Ownership			Remark
			March 31, 2025	December 31, 2024	March 31, 2024	
The Company	Standard Dairy Products Taiwan Ltd. (Standard Dairy Products) (Note)	Manufacture and sale of dairy products and beverages	100.0%	100.0%	100.0%	—
The Company	Chang Hui Ltd. (Chang Hui) (Note)	Investing	100.0%	100.0%	100.0%	—
The Company	Domex Technology Corporation (Domex Technology) (Note)	Manufacture and sale of computer peripherals and computer appliances	52.0%	52.0%	52.0%	—
The Company	Standard Beverage Company Ltd. (Standard Beverage) (Note)	Manufacture and sale of beverages	100.0%	100.0%	100.0%	—
The Company	Accession Limited	Investing	100.0%	100.0%	100.0%	—
The Company	Standard Investment (Cayman) Limited (Cayman Standard)	Investing	100.0%	100.0%	100.0%	—
The Company	Standard Foods, LLC. (Note)	Sale of health food	100.0%	100.0%	100.0%	—
The Company	SF NUTRA PTE. LTD. (NUTRA)(Note)	Food trading	100.0%	100.0%	100.0%	Standard Great Foods Singapore PTE. LTD. was renamed as SF NUTRA PTE. LTD. in February 2025.
The Company	Newtrin Holding PTE. LTD. (Newtrin Holding) (Note)	Investing	100.0%	100.0%	-	The Company invested US\$500 thousand in Newtrin Holding PTE. LTD. in December 2024.
Newtrin Holding	Newtrin Healthcare Foods Japan Co., Ltd. (Newtrin Japan)(Note)	Manufacture and sale of nutritious foods	100.0%	-	-	Newtrin Holding invested JPY50,000 thousand in Newtrin Japan in March 2025.
Accession Limited	Shanghai Standard Foods Co., Ltd. (Shanghai Standard)	Manufacture and sale of edible oils and nutritious foods	100.0%	100.0%	100.0%	—
Accession Limited	Dermalab S.A.(Note)	Development and sale of cosmetics	100.0%	100.0%	100.0%	—
Dermalab	Swissderma SL (Swissderma)(Note)	Sale of cosmetics	100.0%	100.0%	100.0%	—
Cayman Standard	Standard Corporation (Hong Kong) Limited (Hong Kong Standard)	Investing	100.0%	100.0%	100.0%	—

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Investor Company	Name of Subsidiary	Main Business	Proportion of Ownership			Remark
			March 31, 2025	December 31, 2024	March 31, 2024	
Hong Kong Standard	Standard Investment (China) Co., Ltd. (China Standard Investment)	Investment and sales of edible oil products and nutritional foods, etc.	99.0%	99.0%	99.0%	—
Hong Kong Standard	Shanghai New Vitality Health Technology (Group) Co., Ltd. (Shanghai New Vitality) (Note)	Sale of health foods and cosmetic goods, and import/export trade	99.0%	99.0%	99.0%	—
Hong Kong Standard	Shanghai Le Min Industrial Co., Ltd. (Shanghai Le Min) (Note)	Management of properties	100.0%	100.0%	100.0%	—
Hong Kong Standard	Shanghai Le Ho Industrial Co., Ltd. (Shanghai Le Ho) (Note)	Management of properties	100.0%	100.0%	100.0%	—
China Standard Investment	Standard Foods (China) Co., Ltd. (China Standard Foods)	Manufacture and sale of edible oils and nutritious foods	100.0%	100.0%	100.0%	—
China Standard Investment	Standard Foods (Xiamen) Co., Ltd. (Xiamen Standard) (Note)	Manufacture and sale of edible oils and nutritious foods	100.0%	100.0%	100.0%	—
Shanghai New Vitality	Shanghai Dermalab Corporation (Shanghai Dermalab) (Note)	Sale of health foods and cosmetic goods, and import/export trade	100.0%	100.0%	100.0%	—
Shanghai New Vitality	Le Bonta Wellness Co., Ltd. (Shanghai Le Bonta) (Note)	Sale of nutritional foods and engage in import and export business	100.0%	100.0%	100.0%	—
Shanghai New Vitality	Shanghai Le Ben De Health Technology Co., Ltd. (Shanghai Le Ben De) (Note)	Sales of health and beauty products and related services	100.0%	100.0%	100.0%	—
Shanghai New Vitality	Jiangsu Hua Sun Health Technology Co., Ltd. (Jiangsu Hua Sun) (Note)	Develop brands and products in the field of health foods and special nutritious foods	100.0%	100.0%	100.0%	—
Shanghai Dermalab	Rotiva International Limited (Rotiva) (Note)	Sale of cosmetics	100.0%	100.0%	-	In October 2024, Shanghai Dermalab invested RMB8 thousand in Rotiva.

Note: It is a non-significant subsidiary, and its financial statements have not been reviewed by any CPA.

## 15. REAL ESTATE, PLANT, AND EQUIPMENT

	Freehold Land	Land improvements	Buildings	Equipment	Other equipment	Property in Construction and Equipment to Be Tested	Total
<u>Cost</u>							
Balance as of January 1, 2024	\$ 999,150	\$ 33,771	\$ 3,571,469	\$ 4,355,951	\$ 634,823	\$ 242,333	\$ 9,837,497
Additions	-	-	-	27,250	28	49,240	76,518
Disposals	-	-	( 3,065)	( 58,134)	( 31,064)	-	( 92,263)
Reclassification	-	-	1,264	29,388	7,762	( 38,414)	-
Net foreign currency exchange differences	-	-	76,864	52,611	10,437	294	140,206
Balance as of March 31, 2024	<u>\$ 999,150</u>	<u>\$ 33,771</u>	<u>\$ 3,646,532</u>	<u>\$ 4,407,066</u>	<u>\$ 621,986</u>	<u>\$ 253,453</u>	<u>\$ 9,961,958</u>
<u>Accumulated depreciation and impairment</u>							
Balance as of January 1, 2024	\$ -	\$ 1,248	\$ 1,830,092	\$ 3,377,732	\$ 492,569	\$ -	\$ 5,701,641
Disposals	-	-	( 3,065)	( 49,236)	( 29,159)	-	( 81,460)
Reclassification	-	-	-	46	( 46)	-	-
Depreciation expenses	-	528	41,413	53,618	11,566	-	107,125
Net foreign currency exchange differences	-	-	30,504	33,386	7,759	-	71,649
Balance as of March 31, 2024	<u>\$ -</u>	<u>\$ 1,776</u>	<u>\$ 1,898,944</u>	<u>\$ 3,415,546</u>	<u>\$ 482,689</u>	<u>\$ -</u>	<u>\$ 5,798,955</u>
Net amount as of March 31, 2024	<u>\$ 999,150</u>	<u>\$ 31,995</u>	<u>\$ 1,747,588</u>	<u>\$ 991,520</u>	<u>\$ 139,297</u>	<u>\$ 253,453</u>	<u>\$ 4,163,003</u>

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	Freehold Land	Land improvements	Buildings	Equipment	Other equipment	Property in Construction and Equipment to Be Tested	Total
<u>Cost</u>							
Balance as of January 1, 2025	\$ 999,150	\$ 33,771	\$ 3,657,298	\$ 4,455,227	\$ 638,441	\$ 368,002	\$10,151,889
Additions	-	-	-	-	184	161,560	161,744
Disposals	-	-	( 289)	( 13,654)	( 1,385)	-	( 15,328)
Reclassification	-	-	11,679	6,523	2,428	( 20,630)	-
Net foreign currency exchange differences	-	-	28,404	19,649	4,693	99	52,845
Balance as of March 31, 2025	<u>\$ 999,150</u>	<u>\$ 33,771</u>	<u>\$ 3,697,092</u>	<u>\$ 4,467,745</u>	<u>\$ 644,361</u>	<u>\$ 509,031</u>	<u>\$10,351,150</u>
<u>Accumulated depreciation and impairment</u>							
Balance as of January 1, 2025	\$ -	\$ 3,358	\$ 2,014,538	\$ 3,532,631	\$ 504,462	\$ -	\$ 6,054,989
Disposals	-	-	( 145)	( 13,579)	( 1,287)	-	( 15,011)
Depreciation expenses	-	528	40,605	52,104	10,565	-	103,802
Net foreign currency exchange differences	-	-	12,555	13,475	3,671	-	29,701
Balance as of March 31, 2025	<u>\$ -</u>	<u>\$ 3,886</u>	<u>\$ 2,067,553</u>	<u>\$ 3,584,631</u>	<u>\$ 517,411</u>	<u>\$ -</u>	<u>\$ 6,173,481</u>
Net amount as of December 31, 2024 and January 1, 2025	<u>\$ 999,150</u>	<u>\$ 30,413</u>	<u>\$ 1,642,760</u>	<u>\$ 922,596</u>	<u>\$ 133,979</u>	<u>\$ 368,002</u>	<u>\$ 4,096,900</u>
Net amount as of March 31, 2025	<u>\$ 999,150</u>	<u>\$ 29,885</u>	<u>\$ 1,629,539</u>	<u>\$ 883,114</u>	<u>\$ 126,950</u>	<u>\$ 509,031</u>	<u>\$ 4,177,669</u>

No impairment loss was recognized or reversed from January 1 to March 31, 2025 and 2024.

Depreciation expenses were recognized on a straight-line basis over the following estimated useful lives of the assets:

Land improvements	15 years
Buildings	
Main buildings	20 – 51 years
Electrical and mechanical equipment	8 – 20 years
Engineering system	3 – 39 years
Others	3 – 20 years
Equipment	
Main equipment	2 – 20 years
Engineering system	3 – 20 years
Others	3 – 15 years
Other equipment	2 – 15 years

For the amount of real estate, plant, and equipment pledged as collateral, refer to Note 33.

## 16. LEASE ARRANGEMENTS

### a. Right-of-use assets

	March 31, 2025	December 31, 2024	March 31, 2024
Carrying amounts of right-of-use assets			
Land	\$ 364,640	\$ 387,868	\$ 392,703
Buildings	208,299	220,433	126,397
Office equipment	2,852	3,060	2,863
Transportation equipment	<u>6,723</u>	<u>7,170</u>	<u>9,113</u>
	<u>\$ 582,514</u>	<u>\$ 618,531</u>	<u>\$ 531,076</u>
	For the three months ended March 31, 2025	For the three months ended March 31, 2024	
Additions to right-of-use assets	<u>\$ 6,066</u>	<u>\$ 18,411</u>	
Depreciation expenses for right-of-use assets			
Land	\$ 3,134	\$ 3,234	
Buildings	21,803	22,929	
Office equipment	208	169	
Transportation equipment	<u>660</u>	<u>798</u>	
	<u>\$ 25,805</u>	<u>\$ 27,130</u>	

### b. Lease liabilities

	March 31, 2025	December 31, 2024	March 31, 2024
Carrying amounts of lease liabilities			
Current	<u>\$ 88,398</u>	<u>\$ 85,020</u>	<u>\$ 65,903</u>
Non-current	<u>\$ 172,668</u>	<u>\$ 190,294</u>	<u>\$ 117,723</u>

Range of discount rate for lease liabilities is as follows:

	March 31, 2025	December 31, 2024	March 31, 2024
Land	1.07%~1.49%	1.07%~1.49%	1.07%~1.49%
Buildings	1.07%~4.35%	1.07%~4.35%	1.07%~4.35%
Office equipment	1.07%~1.85%	1.07%~1.85%	1.07%
Transportation equipment	1.07%~3.77%	1.07%~3.77%	1.07%~3.77%



c. Material leasing activities and terms

The Group leases land, buildings, and transportation equipment for the use of plants, offices and business cars with lease terms of 1 to 50 years. The Group does not have bargain purchase options to acquire the leasehold land and buildings at the end of the lease terms. In addition, the Group is prohibited from subleasing or transferring all or any portion of the underlying assets without the lessor's consent.

d. Other lease information

Lease arrangements under operating leases for leasing out the investment properties are set out in Note 17. Lease arrangements for leasing out the assets under finance leases are set out in Note 11.

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Expenses relating to short-term leases	<u>\$ 26,983</u>	<u>\$ 25,359</u>
Expenses relating to low-value asset leases	<u>\$ 230</u>	<u>\$ 508</u>
Expenses relating to variable lease payments not included in the measurement of lease liabilities	<u>\$ 14</u>	<u>\$ 20</u>
Total cash outflow for leases	<u>( \$ 52,470 )</u>	<u>( \$ 53,503 )</u>

## 17. INVESTMENT PROPERTY

	Completed Investment Properties	Right-of-use assets	Total
<u>Cost</u>			
Balance as of January 1, 2024	\$ 991,052	\$ 5,597	\$ 996,649
Net foreign currency exchange differences	<u>35,110</u>	<u>226</u>	<u>35,336</u>
Balance as of March 31, 2024	<u>\$ 1,026,162</u>	<u>\$ 5,823</u>	<u>\$ 1,031,985</u>
<u>Accumulated depreciation and impairment</u>			
Balance as of January 1, 2024	\$ 281,919	\$ 2,093	\$ 284,012
Depreciation expenses	9,640	112	9,752
Net foreign currency exchange differences	<u>10,050</u>	<u>87</u>	<u>10,137</u>
Balance as of March 31, 2024	<u>\$ 301,609</u>	<u>\$ 2,292</u>	<u>\$ 303,901</u>
Net amount as of March 31, 2024	<u>\$ 724,553</u>	<u>\$ 3,531</u>	<u>\$ 728,084</u>
<u>Cost</u>			
Balance as of January 1, 2025	\$ 1,059,021	\$ 5,889	\$ 1,064,910
Net foreign currency exchange differences	<u>13,364</u>	<u>84</u>	<u>13,448</u>
Balance as of March 31, 2025	<u>\$ 1,072,385</u>	<u>\$ 5,973</u>	<u>\$ 1,078,358</u>
<u>Accumulated depreciation and impairment</u>			
Balance as of January 1, 2025	\$ 351,403	\$ 2,665	\$ 354,068
Depreciation expenses	10,002	116	10,118
Net foreign currency exchange differences	<u>4,537</u>	<u>39</u>	<u>4,576</u>
Balance as of March 31, 2025	<u>\$ 365,942</u>	<u>\$ 2,820</u>	<u>\$ 368,762</u>
Net amount as of December 31, 2024 and January 1, 2025	<u>\$ 707,618</u>	<u>\$ 3,224</u>	<u>\$ 710,842</u>
Net amount as of March 31, 2025	<u>\$ 706,443</u>	<u>\$ 3,153</u>	<u>\$ 709,596</u>

The investment properties held by the Group are depreciated using the straight-line basis over the following estimated useful lives:

Buildings	
Main buildings	35 – 51 years
Electrical and mechanical equipment	24 – 25 years
Engineering system	28 years
Right-of-use assets	49 years
Others	24 years

The Group's investment properties are located in Suzhou City, Jiangsu Province, China. Due to the land is included in the industrial districts, the market for comparable properties is inactive and alternative reliable measurements of fair value are not available. Therefore, the fair value is not reliably measurable.

In addition to said circumstances, the fair values of the investment properties were NT\$1,195,398 thousand, NT\$1,176,532 thousand, and NT\$1,158,342 thousand as of March 31, 2025 and December 31 and March 31, 2024, respectively. Said values were not evaluated by independent appraisers but determined by the Group based on the market evidence in reference to the transaction price of similar properties.

All of the Group's investment properties are held under freehold interests. For the amount of investment real estate set by the Group as a loan guarantee, please refer to Note 33.

## 18. INTANGIBLE ASSETS

	Trademark	Computer software	Total
<u>Cost</u>			
Balance as of January 1, 2024	\$ 264,494	\$ 337,787	\$ 602,281
Additions	-	8,359	8,359
Net foreign currency exchange differences	<u>8,102</u>	<u>2,568</u>	<u>10,670</u>
Balance as of March 31, 2024	<u>\$ 272,596</u>	<u>\$ 348,714</u>	<u>\$ 621,310</u>
<u>Accumulated amortization and impairment</u>			
Balance as of January 1, 2024	\$ 178,680	\$ 253,312	\$ 431,992
Amortization expenses	1,420	4,277	5,697
Net foreign currency exchange differences	<u>10,286</u>	<u>91</u>	<u>10,377</u>
Balance as of March 31, 2024	<u>\$ 190,386</u>	<u>\$ 257,680</u>	<u>\$ 448,066</u>
Net amount as of March 31, 2024	<u>\$ 82,210</u>	<u>\$ 91,034</u>	<u>\$ 173,244</u>

(Continued)

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	Trademark	Computer software	Total
<u>Cost</u>			
Balance as of January 1, 2025	\$ 276,079	\$ 375,939	\$ 652,018
Additions	-	1,490	1,490
Net foreign currency exchange differences	4,871	1,114	5,985
Balance as of March 31, 2025	<u>\$ 280,950</u>	<u>\$ 378,543</u>	<u>\$ 659,493</u>
<u>Accumulated amortization and impairment</u>			
Balance as of January 1, 2025	\$ 230,649	\$ 270,558	\$ 501,207
Amortization expenses	1,516	5,291	6,807
Net foreign currency exchange differences	3,112	108	3,220
Balance as of March 31, 2025	<u>\$ 235,277</u>	<u>\$ 275,957</u>	<u>\$ 511,234</u>
Net amount as of December 31, 2024 and January 1, 2025	<u>\$ 45,430</u>	<u>\$ 105,381</u>	<u>\$ 150,811</u>
Net amount as of March 31, 2025	<u>\$ 45,673</u>	<u>\$ 102,586</u>	<u>\$ 148,259</u>

Amortization expenses are calculated on a straight-line basis over the following useful lives:

Trademark	10 – 20 years
Computer software	2 – 15 years

## 19. OTHER ASSETS

	March 31, 2025	December 31, 2024	March 31, 2024
<u>Current</u>			
Pledged bank time deposits (Note 33)	\$ 10,548	\$ 10,478	\$ 10,246
Advances to officers	21,886	20,767	19,377
Right of products to be returned	47,314	42,429	76,393
Others	417	-	1,097
	<u>\$ 80,165</u>	<u>\$ 73,674</u>	<u>\$ 107,113</u>
<u>Non-current</u>			
Prepayments for equipment	\$ 13,775	\$ 8,413	\$ 9,760
Refundable deposits	659,553	533,873	242,083
Others	97,291	97,955	105,076
	<u>\$ 770,619</u>	<u>\$ 640,241</u>	<u>\$ 356,919</u>

## 20. BORROWINGS

### a. Short-term borrowings

	March 31, 2025	December 31, 2024	March 31, 2024
<u>Secured borrowings</u> (Note 33)			
Bank loans	\$ 30,000	\$ 70,000	\$ 30,000
<u>Unsecured borrowings</u>			
Bank loans	<u>552,580</u>	<u>516,080</u>	<u>1,717,472</u>
	<u>\$ 582,580</u>	<u>\$ 586,080</u>	<u>\$ 1,747,472</u>

The annual interest rates of said short-term borrowings or financing were 1.89%–2.90%, 1.89%–3.00% and 1.84%–3.00% on March 31, 2025 and December 31 and March 31, 2024.

### b. Short-term bills payable

	March 31, 2025	March 31, 2024
Commercial paper payable	\$ 20,000	\$ 20,000
Less: Discount on short-term bills payable	( <u>20</u> )	( <u>13</u> )
	<u>\$ 19,980</u>	<u>\$ 19,987</u>

The annual interest rates of commercial paper payable were 2.05% and 2.04% on March 31, 2025 and 2024, respectively.

## 21. NOTES PAYABLE AND TRADE PAYABLES

	March 31, 2025	December 31, 2024	March 31, 2024
<u>Notes payable</u>			
Operating	<u>\$ 597,220</u>	<u>\$ 1,481,420</u>	<u>\$ 375,871</u>
<u>Trade payables</u>			
Operating	<u>\$ 1,297,135</u>	<u>\$ 1,655,973</u>	<u>\$ 1,304,803</u>

The average credit period of payables for purchases of goods was 30-90 days. The Group has financial risk management policies in place to ensure that all payables are paid within the pre-agreed credit terms.

## 22. OTHER LIABILITIES

	March 31, 2025	December 31, 2024	March 31, 2024
<u>Current</u>			
Other payables			
Losses arising from the provision of customer management services	\$ 147,184	\$ 198,509	\$ 174,394
Payable for salaries or bonuses	306,350	398,332	262,807
Payable for compensation of employees	34,005	28,146	27,190
Payable for remuneration to directors	13,958	11,553	11,329
Payable for commission and rebates	1,659,821	1,929,862	1,769,600
Payable for advertisement	380,097	317,855	237,717
Payable for royalties	22,473	25,594	24,030
Payable for freight	86,327	80,788	80,028
Payable for equipment	119,061	78,718	68,573
Others	638,009	841,475	618,965
	<u>\$ 3,407,285</u>	<u>\$ 3,910,832</u>	<u>\$ 3,274,633</u>
Other liabilities			
Advance receipts from customers	\$ 1,311	\$ 1,854	\$ 2,797
Refund liability	86,207	75,104	116,259
Others	10,679	10,166	5,065
	<u>\$ 98,197</u>	<u>\$ 87,124</u>	<u>\$ 124,121</u>
<u>Non-current</u>			
Other liabilities			
Guarantee deposits	<u>\$ 44,043</u>	<u>\$ 18,943</u>	<u>\$ 21,619</u>

The Group accepts returns of sold goods according to the business practices. Taking into account the accumulated experience in the past, the Company and its mainland subsidiaries estimate the return rate based on the most probable amount, and recognize the return liability (recorded as other current liabilities) and related pending return product rights (recorded as other current assets).

## 23. RETIREMENT BENEFIT PLANS

Employee benefit expenses in respect of the Group's defined benefit retirement plans for the three months ended March 31, 2025 and 2024 were NT\$2,727 thousand and NT\$3,001 thousand by the actuarially determined pension cost discount rate as of December 31, 2024 and 2023, respectively.

## 24. EQUITY

### a. Share capital

#### Ordinary shares

	March 31, 2025	December 31, 2024	March 31, 2024
Number of shares authorized (in thousands)	<u>920,000</u>	<u>920,000</u>	<u>920,000</u>
Shares authorized	<u>\$ 9,200,000</u>	<u>\$ 9,200,000</u>	<u>\$ 9,200,000</u>
Number of shares issued and fully paid (in thousands)	<u>915,089</u>	<u>915,089</u>	<u>915,089</u>
Shares issued	<u>\$ 9,150,897</u>	<u>\$ 9,150,897</u>	<u>\$ 9,150,897</u>

### b. Capital surplus

	March 31, 2025	December 31, 2024	March 31, 2024
<u>May be used to offset a deficit, distributed as cash dividends, or transferred to share capital (1)</u>			
Difference between consideration received or paid and the carrying amount of the subsidiaries' net assets during actual disposal or acquisition	\$ 1	\$ 1	\$ 1
Treasury share transactions	173,212	173,212	164,875
<u>May only be used to offset a deficit</u>			
Changes in percentage of ownership interests in subsidiaries (2)	<u>709</u>	<u>709</u>	<u>709</u>
	<u>\$ 173,922</u>	<u>\$ 173,922</u>	<u>\$ 165,585</u>

- 1) Such capital surplus may be used to offset a deficit; in addition, when the Company has no deficit, such capital surplus may be distributed as cash dividends or transferred to share capital (limited to a certain percentage of the Company's capital surplus and to once a year).
- 2) Such capital surplus arises from the effect of changes in ownership interests in subsidiaries that result from equity transactions other than actual disposals or acquisitions, or from changes in capital surplus of subsidiaries accounted for using the equity method.

c. Retained earnings and dividend policy

Under the dividend policy as set forth in the Articles of Incorporation, where the Company made any profits in a fiscal year, the profits shall be appropriated, less any paying taxes and deficit, 10% thereof as legal reserve, special reserve provided or reversed in accordance with the regulations, and 30% to 100% of the sum of the remainder and prior years' unappropriated earnings as dividends. The Company's Articles of Incorporation also prescribe that 30% to 100% of dividends shall be paid in cash; however, if the Company has major investment plans for which external funds are not available, the percentage may be lowered to 5% to 20%. The distribution plan shall be proposed by the Company's board of directors and resolved in the shareholders' meeting for distribution of dividends and bonus to shareholders. For the policies on distribution of the compensation of employees and remuneration of directors in the Articles of Incorporation, please refer to Note 26(i) "employees' compensation and remuneration of directors."

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

The Company held its board of directors meeting on March 11, 2025 and annual general meeting on June 19, 2024 to propose and resolve earnings distribution plans for 2024 and 2023, respectively, as follows:



	2024	2023
Legal reserve	<u>\$ 177,416</u>	<u>\$ 118,157</u>
Cash dividends	<u>\$ 1,281,125</u>	<u>\$ 1,143,862</u>
Cash dividends per share (NT\$)	\$ 1.40	\$ 1.25

Distribution of 2024 earnings is still pending for shareholders' resolution in the annual general meeting scheduled on June 19, 2025.

d. Special reserve

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Balance as of beginning and end of the period	<u>\$ 577,494</u>	<u>\$ 577,494</u>

Appropriation for special reserve should be made in the amount equal to the net debit balance of other equity at the end of the reporting period. If there is a subsequent reversal of the net deduction of other shareholders' equity, the special reserve reversed may be reverted to distribute the surplus.

e. Other Equity Items

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

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Balance as of January 1	( \$ 247,432 )	( \$ 576,053 )
Recognized for the year		
Exchange differences on translating the financial statements of foreign operations	<u>104,219</u>	<u>248,113</u>
Other comprehensive income for the period	<u>104,219</u>	<u>248,113</u>
Closing balance	( <u>\$ 143,213</u> )	( <u>\$ 327,940</u> )

2) Unrealized gain (loss) on financial assets at FVTOCI

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Balance as of January 1	\$ 249,714	\$ 183,430
Recognized for the year		
Unrealized gain (loss)		
Equity instruments	<u>73,378</u>	( <u>5,802</u> )
Other comprehensive income for the period	<u>73,378</u>	( <u>5,802</u> )
Closing balance	<u>\$ 323,092</u>	<u>\$ 177,628</u>

f. Non-controlling Interests

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Balance as of January 1	\$ 314,003	\$ 282,190
Net profit for the period	24,825	22,799
Other comprehensive income for the period		
Exchange differences on translating the financial statements of foreign operations	<u>582</u>	<u>1,514</u>
Closing balance	<u>\$ 339,410</u>	<u>\$ 306,503</u>

g. Treasury shares

Purpose of Buy-back	Number of parent company's shares held by subsidiaries (thousand shares)
Number of shares as of January 1 and March 31, 2025	<u>6,669</u>
Number of shares as of January 1 and March 31, 2024	<u>6,669</u>

For the purpose of maintaining the Company's credit and shareholders' equity, the Company's shares held by its subsidiaries at the end of the reporting periods were as follows:

<u>Name of Subsidiary</u>	<u>Number of shares held (thousand shares)</u>	<u>Carrying Amount</u>	<u>Market Price</u>
<u>March 31, 2025</u>			
Charng Hui	6,669	<u>\$ 21,182</u>	<u>\$ 228,763</u>
<u>December 31, 2024</u>			
Charng Hui	6,669	<u>\$ 21,182</u>	<u>\$ 244,436</u>
<u>March 31, 2024</u>			
Charng Hui	6,669	<u>\$ 21,182</u>	<u>\$ 254,440</u>

The Company's shares held by subsidiaries were treated as treasury shares, aside from the rights to participate in any share issuance for cash and to vote, the rest were similar to general shareholder's rights.

## 25. REVENUE

	<u>For the three months ended March 31, 2025</u>	<u>For the three months ended March 31, 2024</u>
Revenue from contracts with customers		
Sale of goods	<u>\$ 6,880,311</u>	<u>\$ 6,795,849</u>

### a. Contract balances

	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>	<u>January 1, 2024</u>
Notes receivable (Note 10)	<u>\$ 5,980</u>	<u>\$ 5,365</u>	<u>\$ 5,215</u>	<u>\$ 14,829</u>
Trade receivable (Note 10)	<u>\$ 3,114,402</u>	<u>\$ 4,363,778</u>	<u>\$ 3,838,358</u>	<u>\$ 4,590,853</u>
Trade receivables from related parties (Note 32)	<u>\$ 1,873</u>	<u>\$ 7,940</u>	<u>\$ 57</u>	<u>\$ 43</u>
Contract liabilities - current				
Sale of goods	<u>\$ 234,906</u>	<u>\$ 253,182</u>	<u>\$ 215,573</u>	<u>\$ 295,312</u>

b. Disaggregation of revenue

For the three months ended March 31, 2025

	Reportable Segments			Total
	Nutritious Foods	Cooking Products Foods	Others	
<u>Types of goods or services</u>				
Sale of goods	\$ 2,442,349	\$ 3,691,662	\$ 746,300	\$ 6,880,311

For the three months ended March 31, 2024

	Reportable Segments			Total
	Nutritious Foods	Cooking Products Foods	Others	
<u>Types of goods or services</u>				
Sale of goods	\$ 2,566,596	\$ 3,625,690	\$ 603,563	\$ 6,795,849

**26. NET INCOME**

Components of net profit includes:

a. Interest income

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Interest income		
Bank deposits	\$ 13,494	\$ 7,305
Financial assets at amortized cost	29,600	31,188
Bond repurchase agreement	224	146
Others	864	1,677
	<u>\$ 44,182</u>	<u>\$ 40,316</u>

b. Other income

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Operating lease rental income		
Investment properties	\$ 12,179	\$ 11,117
Others	<u>250</u>	<u>223</u>
	<u>12,429</u>	<u>11,340</u>
Dividend income		
Financial assets at FVTPL	636	42
Investments in equity instruments at FVTOCI	<u>-</u>	<u>315</u>
	<u>636</u>	<u>357</u>
	<u>\$ 13,065</u>	<u>\$ 11,697</u>

c. Other gains and losses

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Gains (losses) on financial assets and financial liabilities		
Financial assets mandatorily classified as at FVTPL	(\$ 13,433)	\$ 34,127
Net foreign exchange gains (losses)	24,311	68,422
Net gains (losses) on disposal of property, plant and equipment	( 131)	1,449
Government grants	3,957	2,711
Land use right expropriation benefit	8,119	-
Others	<u>( 4,135)</u>	<u>10,299</u>
	<u>\$ 18,688</u>	<u>\$ 117,008</u>

d. Financial cost

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Interest on bank loans	\$ 5,214	\$ 10,289
Interest on short-term bills payable	40	100
Interest on lease liabilities	2,503	1,097
Other interest expenses	<u>34</u>	<u>22</u>
	<u>\$ 7,791</u>	<u>\$ 11,508</u>

e. Impairment loss (gain on reversal)

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Trade receivable	<u>\$ 3,762</u>	<u>\$ 3,487</u>
Inventories (included in operating costs)	<u>(\$ 826)</u>	<u>(\$ 12,730)</u>

f. Depreciation and amortization

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
An analysis of depreciation by function		
Operating costs	\$ 91,305	\$ 93,412
Operating expenses	38,302	40,843
Non-operating revenue and expenses	<u>10,118</u>	<u>9,752</u>
	<u>\$139,725</u>	<u>\$144,007</u>
An analysis of amortization by function		
Operating costs	\$ 6,183	\$ 6,359
Operating expenses	<u>11,075</u>	<u>12,009</u>
	<u>\$ 17,258</u>	<u>\$ 18,368</u>

g. Operating expenses directly related to investment properties

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Direct operating expenses of investment properties		
Direct operating expenses of investment properties that generated rental income	\$ 1,987	\$ 1,795
Direct operating expenses of investment properties that did not generated rental income	<u>145</u>	<u>144</u>
	<u>\$ 2,132</u>	<u>\$ 1,939</u>

h. Employee benefit expenses

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Post-employment benefits		
Defined contribution plans	\$ 38,818	\$ 35,701
Defined benefit plans (Note 23)	<u>2,727</u>	<u>3,001</u>
	41,545	38,702
Other employee benefits	<u>667,003</u>	<u>640,265</u>
Total employee benefit expenses	<u>\$ 708,548</u>	<u>\$ 678,967</u>
An analysis of employee benefit expenses by function		
Operating costs	\$ 240,758	\$ 237,159
Operating expenses	<u>467,790</u>	<u>441,808</u>
	<u>\$ 708,548</u>	<u>\$ 678,967</u>

i. Employees' compensation and remuneration of directors

According to the Company's Articles of Incorporation, the Company accrued employees' compensation and remuneration of directors at rates of no less than 0.5% and no higher than 0.75%, respectively, of net profit before income tax, employees' compensation, and remuneration of directors. Compensation to employees and remuneration to directors for the three months ended March 31, 2025 and 2024 are as follows:

Accrual rate

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Compensation of employees	1.34%	1.32%
Remuneration of directors	0.55%	0.55%

Amount

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Compensation of employees	<u>\$ 5,859</u>	<u>\$ 7,718</u>
Remuneration of directors	<u>\$ 2,405</u>	<u>\$ 3,216</u>

If the amount changes after the consolidated financial statements are approved and announced to the public, the difference will be treated as a change in accounting estimate and recognized as a gain or loss in the following year.

Remunerations for employees and directors for 2024 and 2023 were resolved by the Board of Directors on March 11, 2025 and March 11, 2024, respectively.

	<u>2024</u>	<u>2023</u>
	<u>Cash</u>	<u>Cash</u>
Compensation of employees	\$ 28,146	\$ 19,472
Remuneration of directors	11,553	8,113

The amounts of employee and directors' compensation distributed for the years ended December 31, 2024 and 2023, and those recognized in the 2024 and 2023 consolidated financial statements are consistent.

Information on compensation to employees and remuneration to directors approved by the Board of Directors is available at the Market Observation Post System website of Taiwan Stock Exchange.

j. Profit or loss on foreign currency exchange

	<u>For the three months ended March 31, 2025</u>	<u>For the three months ended March 31, 2024</u>
Foreign exchange gains	\$ 35,836	\$ 74,847
Foreign exchange losses	( <u>11,525</u> )	( <u>6,425</u> )
Net gains	<u>\$ 24,311</u>	<u>\$ 68,422</u>

## 27. INCOME TAX

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	For the three months ended March 31, 2024
Current tax		
In respect of the current year	\$ 113,376	\$ 115,423
Adjustments from previous years	<u>68</u>	<u>9,686</u>
	<u>113,444</u>	<u>125,109</u>
Deferred tax		
In respect of the current year	( <u>2,355</u> )	<u>4,509</u>
Income tax expenses recognized in profit or loss	<u>\$ 111,089</u>	<u>\$ 129,618</u>

b. Income tax recognized in other comprehensive income

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
<u>Deferred tax</u>		
Recognized for the year		
- Exchange differences of foreign operations	\$ 26,055	\$ 62,028
- Unrealized gain (loss) on financial assets at FVTOCI	( <u>4</u> )	<u>-</u>
Income tax recognized in other comprehensive income	<u>\$ 26,051</u>	<u>\$ 62,028</u>

c. Income tax assessments

The income tax returns of the Company and Domex Technology for the year ended December 31, 2022 had been assessed by the tax authorities.

The income tax returns of Standard Dairy Products, Charng Hui and Standard Beverage for the year ended December 31, 2023 had been assessed by the tax authorities.

## 28. EARNINGS PER SHARE

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Basic earnings per share	<u>\$ 0.39</u>	<u>\$ 0.52</u>
Diluted earnings per share	<u>\$ 0.39</u>	<u>\$ 0.52</u>

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

### NET PROFIT FOR THE PERIOD

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Earnings used in the computation of basic and diluted earnings per share	<u>\$357,853</u>	<u>\$476,897</u>

### Shares

Unit: Thousand shares

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Weighted average number of ordinary shares used in computation of basic earnings per share	908,420	908,420
Effect of potentially dilutive ordinary shares:		
Compensation of employees	<u>791</u>	<u>625</u>
Weighted average number of ordinary shares used in the computation of diluted earnings per share	<u>909,211</u>	<u>909,045</u>

If the Company offered to settle compensation paid to employees in cash or shares, the Company assumed the entire amount of the compensation would be settled in shares and the resulting potential shares were 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.

## 29. INFORMATION ON CASH FLOWS

### Changes in liabilities arising from financing activities:

#### For the three months ended March 31, 2025

	January 1, 2025	Cash flows	Non-cash flow		March 31, 2025
			New lease/lease modification	Adjustment of changes in exchange rates	
Other non-current liabilities	\$ 586,080	( \$ 10,000 )	\$ -	\$ 6,500	\$ 582,580
Short-term bills payable	-	19,980	-	-	19,980
Lease liabilities	275,314	( 22,740 )	4,611	3,881	261,066
Guarantee deposits	18,943	24,644	-	456	44,043
	<u>\$ 880,337</u>	<u>\$ 11,884</u>	<u>\$ 4,611</u>	<u>\$ 10,837</u>	<u>\$ 907,669</u>

#### For the three months ended March 31, 2024

	January 1, 2024	Cash flows	Non-cash flow		March 31, 2024
			New lease/lease modification	Adjustment of changes in exchange rates	
Other non-current liabilities	\$ 1,421,038	\$ 268,239	\$ -	\$ 58,195	\$ 1,747,472
Short-term bills payable	49,993	( 30,006 )	-	-	19,987
Lease liabilities	190,187	( 26,519 )	18,411	1,547	183,626
Guarantee deposits	21,249	( 358 )	-	728	21,619
	<u>\$ 1,682,467</u>	<u>\$ 211,356</u>	<u>\$ 18,411</u>	<u>\$ 60,470</u>	<u>\$ 1,972,704</u>

## 30. CAPITAL RISK MANAGEMENT

The Group's capital management objective is to ensure financial resources are available and operating plans are in place for working capital, capital expenditures, research and development expenses, repay liabilities and dividend disbursement, etc. in the next 12 months. The Group manages its capital to ensure that entities in the Group will be able to continue as going concerns while maximizing the return to shareholders through the optimization of debt and equity balance.

### 31. FINANCIAL INSTRUMENTS

- a. Fair value of financial instruments that are measured at fair value on a recurring basis

1) Fair value hierarchy

March 31, 2025

	Level 1	Level 2	Level 3	Total
<u>Financial assets at FVTPL</u>				
Listed shares	\$ 58,482	\$ -	\$ -	\$ 58,482
Unlisted shares	-	-	1,997	1,997
Mutual fund beneficiary certification	1,622,337	-	-	1,622,337
Debt securities	-	132,805	-	132,805
Total	<u>\$ 1,680,819</u>	<u>\$ 132,805</u>	<u>\$ 1,997</u>	<u>\$ 1,815,621</u>
<u>Financial assets at FVTOCI</u>				
Investments in equity instruments				
- Listed shares	\$ 291,309	\$ -	\$ -	\$ 291,309
- Unlisted shares	-	-	655,539	655,539
Total	<u>\$ 291,309</u>	<u>\$ -</u>	<u>\$ 655,539</u>	<u>\$ 946,848</u>

December 31, 2024

	Level 1	Level 2	Level 3	Total
<u>Financial assets at FVTPL</u>				
Listed shares	\$ 67,542	\$ -	\$ -	\$ 67,542
Unlisted shares	-	-	1,403	1,403
Mutual fund beneficiary certification	1,416,470	-	-	1,416,470
Debt securities	-	132,301	-	132,301
Total	<u>\$ 1,484,012</u>	<u>\$ 132,301</u>	<u>\$ 1,403</u>	<u>\$ 1,617,716</u>
<u>Financial assets at FVTOCI</u>				
Investments in equity instruments				
- Listed shares	\$ 316,641	\$ -	\$ -	\$ 316,641
- Unlisted shares	-	-	546,812	546,812
Total	<u>\$ 316,641</u>	<u>\$ -</u>	<u>\$ 546,812</u>	<u>\$ 863,453</u>

March 31, 2024

	Level 1	Level 2	Level 3	Total
<u>Financial assets at FVTPL</u>				
Listed shares	\$ 57,524	\$ -	\$ -	\$ 57,524
Unlisted shares	-	-	2,008	2,008
Mutual fund beneficiary certification	1,142,757	-	-	1,142,757
Debt securities	-	81,097	-	81,097
Total	<u>\$ 1,200,281</u>	<u>\$ 81,097</u>	<u>\$ 2,008</u>	<u>\$ 1,283,386</u>
<u>Financial assets at FVTOCI</u>				
Investments in equity instruments				
- Listed shares	\$ 351,657	\$ -	\$ -	\$ 351,657
- Non-TWSE (TPEX) listed shares	-	-	311,291	311,291
Total	<u>\$ 351,657</u>	<u>\$ -</u>	<u>\$ 311,291</u>	<u>\$ 662,948</u>

For the three months ended March 31, 2025 and 2024, there was no transfer between Level 1 and Level 2 fair value measurement.

2) Reconciliation of financial instruments at Level 3 fair value measurement

For the three months ended March 31, 2025

Financial assets	Equity instruments at FVTPL	Equity instruments of financial assets at FVTOCI	Total
Balance as of January 1	\$ 1,403	\$ 546,812	\$ 548,215
Recognized in profit or loss (included in other gains and losses)	594	-	594
Recognized in other comprehensive income (included in unrealized gain (loss) on financial assets at FVTOCI)	-	98,711	98,711
Purchase	-	10,000	10,000
Impact of exchange rates	-	16	16
Closing balance	<u>\$ 1,997</u>	<u>\$ 655,539</u>	<u>\$ 657,536</u>
Recognized in other gains and losses - unrealized	<u>\$ 594</u>	<u>\$ -</u>	<u>\$ 594</u>

For the three months ended March 31, 2024

Financial assets	Equity instruments at FVTPL	Equity instruments of financial assets at FVTOCI	Total
Balance as of January 1	\$ 2,028	\$ 20,517	\$ 22,545
Recognized in profit or loss (included in other gains and losses)	( 20 )	-	( 20 )
Recognized in other comprehensive income (included in unrealized gain (loss) on financial assets at FVTOCI)	-	982	982
Purchase	-	289,750	289,750
Impact of exchange rates	-	42	42
Closing balance	<u>\$ 2,008</u>	<u>\$ 311,291</u>	<u>\$ 313,299</u>
Recognized in other gains and losses - unrealized	( <u>\$ 20</u> )	<u>\$ -</u>	( <u>\$ 20</u> )

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

Financial Instrument	Valuation Technique and Inputs
Debt securities	Discounted cash flow: Future cash flows are discounted at a rate that reflects current borrowing interest rates of the bond issuers at the end of the reporting period.

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

The valuation techniques of unlisted shares with no active market are mostly the market and asset valuation methods.

The market method takes into account the market prices and status of object similar to the investment objects to measure the latter's fair value.

The asset method mainly takes into account the investment objects' net asset values for fair value measurement.

b. Categories of financial instruments

	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
<u>Financial assets</u>			
Financial assets at FVTPL			
Mandatorily classified as at FVTPL	\$ 1,815,621	\$ 1,617,716	\$ 1,283,386
Financial assets at amortized cost (Note 1)	11,521,623	12,285,628	11,757,646
Financial assets at FVTOCI			
Investments in equity instruments	946,848	863,453	662,948
<u>Financial liabilities</u>			
Financial liabilities at amortized cost (Note 2)	2,687,435	3,838,324	3,551,386

Note 1: The balance includes financial assets measured at amortized cost, such as cash and cash equivalents, notes receivable, trade receivables from related parties, other receivables, and other financial assets.

Note 2: The balance includes financial liabilities measured at amortized cost, such as short-term borrowings, short-term bills payable, notes payable, trade payable, trade payable to related party, other trade payable to related party and other financial liabilities.

c. Financial risk management objectives and policies

The Group's major financial instruments include cash and cash equivalents, equity and debt investments, mutual funds, trade receivables, trade payables, and borrowings. The Group's Financial Department provides services to the business, coordinates access to financial markets, monitors and manages the financial risks relating to the operations of the Group through internal risk reports which analyze exposures by degree and magnitude of risks. These risks include market risk (including foreign currency risk, interest rate risk, and other price risk), credit risk and liquidity risk.

## 1) Market risk

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

### a) Foreign currency risk

The Group has monetary assets and monetary liabilities denominated in currencies other than the functional currency, which exposes it to foreign currency risk. The Group monitors exchange rate fluctuations and takes appropriate actions to manage the exchange rate risk.

For the monetary assets and liabilities of the Group denominated in non-functional currencies on the balance sheet date (including those written off in the consolidated financial statements), refer to Note 35.

#### Sensitivity analysis

The Group is mainly exposed to the fluctuation of RMB, USD, EUR, AUD, CHF, SGD and JPY.

The following table details the analysis on the Group's sensitivity to a 3% increase or decrease in the functional currency against the relevant foreign currencies. A change of 3% is the sensitivity rate 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 used the outstanding foreign-currency denominated monetary items at the end of the reporting period and assumed the exchange rates at the end of the reporting period changed by 3%. The amount below indicates an increase (decrease) in pre-tax profit associated with the functional currency weakening by 3% against the relevant currency. For a 3% strengthening of the functional currency against the relevant currency, there would be an equal and opposite impact on pre-tax profit and the balances below would be negative.



	RMB Impact		USD Impact	
	For the three months ended	For the three months ended	For the three months ended	For the three months ended
	March 31, 2025	March 31, 2024	March 31, 2025	March 31, 2024
Profit or loss	\$ 29,704 (i)	\$ 30,336 (i)	\$ 17,306 (ii)	\$ 16,846 (ii)

	EUR Impact		AUD Impact	
	For the three months ended	For the three months ended	For the three months ended	For the three months ended
	March 31, 2025	March 31, 2024	March 31, 2025	March 31, 2024
Profit or loss	\$ 100 (iii)	\$ 4,973 (iii)	\$ 2,383 (iv)	\$ 3,078 (iv)

	CHF Impact		SGD Impact	
	For the three months ended	For the three months ended	For the three months ended	For the three months ended
	March 31, 2025	March 31, 2024	March 31, 2025	March 31, 2024
Profit or loss	\$ 742 (v)	\$ - (v)	\$ 306 (vi)	\$ 28 (vi)

	JPY Impact	
	For the three months ended	For the three months ended
	March 31, 2025	March 31, 2024
Profit or loss	(\$ 296)(vii)	\$ - (vii)

- i. This was mainly derived from the Group's outstanding RMB-denominated bank deposits and receivables which were not hedged at the end of the reporting period.
- ii. This was mainly derived from the outstanding USD-denominated bank deposits, receivables and payables which were not hedged at the end of the reporting period.
- iii. This was mainly derived from the Company's outstanding EUR-denominated bank deposits, receivables and payables which were not hedged at the end of the reporting period.
- iv. This was mainly derived from the outstanding AUD-denominated bank deposits and payables which were not hedged at the end of the reporting period.
- v. This was mainly derived from the outstanding CHF-denominated bank deposits, receivables and payables which were not hedged at the end of the reporting period.

- vi This was mainly derived from the outstanding SGD-denominated bank deposits, receivables and payables which were not hedged at the end of the reporting period.
- vii This was mainly derived from the outstanding JPY-denominated payables which were not hedged at the end of the reporting period.

b) Interest rate risk

The Group was exposed to interest rate risk because entities in the Group borrowed funds at both fixed and floating interest rates. The Group pays attention to the fluctuations of interest rates in the market, and takes appropriate actions to manage the interest rate risk.

The carrying amounts of the Group's financial assets and financial liabilities with exposure to interest rate risk at the end of the reporting periods were as follows.

	March 31, 2025	December 31, 2024	March 31, 2024
Fair value interest rate risk			
- Financial assets	\$ 5,138,332	\$ 4,934,741	\$ 4,113,618
- Financial liabilities	863,626	861,394	1,951,085
Cash flow interest rate risk			
- Financial assets	800	800	171,200

Sensitivity analysis

The sensitivity analyses below were determined based on the Group's exposure to interest rate risk for non-derivative instruments at the end of the reporting period. For floating rate assets and liabilities, the analysis was prepared by assuming that the amount of the asset and liability outstanding at the end of the reporting period was outstanding for the reporting period. A 1% basis point 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 the interest rate increases by 1% and all other variables remain unchanged, the Group's pre-tax profit for the three-month period ended March 31, 2025 and 2024 would increase by NT\$2 thousand and NT\$428 thousand, respectively; if the interest rate decreases by 1%, its impact on the pre-tax profit will be the negative of the same amount.

c) Other price risk

The Group was exposed to equity price risk due to its investments in listed equity securities and mutual funds. The Group has appointed designated personnel to monitor the price risk and will consider hedging the risk exposure should the need arise.

Sensitivity analysis

The sensitivity analyses below were determined based on the exposure to equity price risks at the end of the reporting period.

For the three months ended March 31, 2025, if prices rise/fall by 1%, the pre-tax income would increase/decrease by NT\$18,156 thousand due to the increase/decrease in the fair value of financial assets measured at fair value through profit or loss, while the pre-tax other comprehensive income for the three months ended March 31, 2025 would increase/decrease by NT\$9,468 thousand due to the increase/decrease in the fair value of financial assets measured at fair value through other comprehensive income.

If the price increases/decreases by 1%, the pre-tax income for the three months ended March 31, 2024 would increase/decrease by NT\$12,834 thousand, due to the increase/decrease in the fair value of the financial assets at fair value through profit or loss, and the pre-tax other comprehensive income for the three months ended March 31, 2024 would increase/decrease by NT\$6,629 thousand, due to the increase/decrease in the fair value of the financial assets at fair value through other comprehensive income.

## 2) Credit risk

Credit risk refers to the risk that the counterparty will default on its contractual obligations resulting in financial loss to the Group. As of the end of the reporting period, the Group's maximum exposure to credit risk (the maximum irrevocable amount exposed at risk), which the Group due to failure of counterparties to discharge an obligation was the carrying amount of financial assets recognized in the consolidated balance sheets.

The accounts receivable cover a number of customers in different industries and geographical areas. The Group continuously evaluates the collateral and financial status obtained by accounts receivable customers.

## 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, the Group's 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 and December 31 and March 31, 2024, the Group has available bank loan facilities in the amounts of NT\$10,432,444 thousand, NT\$9,325,545 thousand, NT\$8,822,494 thousand, respectively.

### Liquidity and interest rate risk table for non-derivative financial liabilities

The following table details the Group's remaining contractual maturity for its non-derivative financial liabilities with agreed repayment periods. The table had been drawn up based on the undiscounted cash flows of financial liabilities from the earliest date on which the Group may be required to pay. The table included both interest and principal cash flows. As a result, bank loans of the Group that are repayable on demand are included in the earliest period presented regardless of the

probability of the banks exercising their right immediately. The maturity analysis for other non-derivative financial liabilities is prepared based on the agreed repayment dates.

### March 31, 2025

	On Demand or Less than 1 Month	1-3 Months	3 Months to 1 Year	1 – 5 years	Over 5 years
<u>Non-derivative</u> <u>financial liabilities</u>					
Non-interest bearing	\$ 656,416	\$1,291,631	\$ 91,791	\$ 43,438	\$ -
Lease liabilities	7,328	18,272	66,221	178,979	-
Fixed interest rate					
liabilities	140,068	-	-	462,580	-
Contract liabilities	<u>78,302</u>	<u>156,604</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>\$ 882,114</u>	<u>\$1,466,507</u>	<u>\$ 158,012</u>	<u>\$ 684,997</u>	<u>\$ -</u>

### December 31, 2024

	On Demand or Less than 1 Month	1-3 Months	3 Months to 1 Year	1 – 5 years	Over 5 years
<u>Non-derivative</u> <u>financial liabilities</u>					
Non-interest bearing	\$1,058,406	\$2,113,367	\$ 61,473	\$ 18,333	\$ -
Lease liabilities	7,211	18,131	63,241	197,266	-
Fixed interest rate					
liabilities	60,016	70,047	-	456,080	-
Contract liabilities	<u>84,394</u>	<u>168,788</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>\$1,210,027</u>	<u>\$2,370,333</u>	<u>\$ 124,714</u>	<u>\$ 671,679</u>	<u>\$ -</u>

### March 31, 2024

	On Demand or Less than 1 Month	1-3 Months	3 Months to 1 Year	1 – 5 years	Over 5 years
<u>Non-derivative</u> <u>financial liabilities</u>					
Non-interest bearing	\$ 568,888	\$1,139,946	\$ 53,403	\$ 21,429	\$ -
Lease liabilities	7,983	19,634	40,317	122,471	57
Fixed interest rate					
liabilities	103,838	40,012	-	1,623,672	-
Contract liabilities	<u>71,858</u>	<u>143,715</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>\$ 752,567</u>	<u>\$1,343,307</u>	<u>\$ 93,720</u>	<u>\$1,767,572</u>	<u>\$ 57</u>

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

### 32. RELATED PARTY TRANSACTIONS

Transactions, balances, income and expenses between the Company and its subsidiaries, which are related parties of the Company, have been eliminated on consolidation and are not disclosed in this note. Besides as disclosed elsewhere in other notes, details of transactions between the Group and other related parties are disclosed below.

#### a. Related parties and relationships

<u>Name of Related Party</u>	<u>Relationship with the Group</u>
GeneFerm Biotechnology Co., Ltd. (GeneFerm)	The Company is one of the directors
H2U Corporation (H2U)	The Company is one of the directors
Sancci Manufacture Food Company (Sancci)	The Company is one of the directors

#### b. Sales

<u>Name of Related Party</u>	<u>For the three months ended March 31, 2025</u>	<u>For the three months ended March 31, 2024</u>
GeneFerm	\$ 24	\$ 54
H2U	<u>4,835</u>	<u>-</u>
	<u>\$ 4,859</u>	<u>\$ 54</u>

Sales from related parties were conducted on normal commercial terms.

#### c. Purchases

<u>Name of Related Party</u>	<u>For the three months ended March 31, 2025</u>	<u>For the three months ended March 31, 2024</u>
GeneFerm	\$ 14,855	\$ 10,492
SANCCI	<u>35,115</u>	<u>-</u>
	<u>\$ 49,970</u>	<u>\$ 10,492</u>

Purchases from related parties were conducted on normal commercial terms.

d. Receivables from related parties

Line Item	Name of Related Party	March 31, 2025	December 31, 2024	March 31, 2024
Trade receivables from related parties	GeneFerm	\$ 26	\$ 119	\$ 57
Trade receivables from related parties	H2U	<u>1,847</u>	<u>7,821</u>	<u>-</u>
		<u>\$ 1,873</u>	<u>\$ 7,940</u>	<u>\$ 57</u>

The outstanding receivables from related parties were unsecured. No loss allowances were set aside for receivables from related parties for the three months ended March 31, 2025 and 2024.

e. Payables to related parties

Line Item	Name of Related Party	March 31, 2025	December 31, 2024	March 31, 2024
Trade payables to related parties	GeneFerm	\$ 15,113	\$ 12,555	\$ 11,017
Trade payables to related parties	H2U	-	9	-
Trade payables to related parties	SANCCI	<u>8,813</u>	<u>2,137</u>	<u>-</u>
		<u>\$ 23,926</u>	<u>\$ 14,701</u>	<u>\$ 11,017</u>
Other payables to related parties	H2U	<u>\$ 1,510</u>	<u>\$ 602</u>	<u>\$ -</u>

The outstanding payables to related parties were unsecured.

f. Compensation of key management personnel

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Short-term employee benefits	\$ 5,684	\$ 8,746
Post-employment benefits	<u>155</u>	<u>150</u>
	<u>\$ 5,839</u>	<u>\$ 8,896</u>

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

### 33. PLEDGED ASSETS

The following assets were provided as collateral for bank borrowings, issuance of bank acceptances, performance guaranty, and bond for customs clearance:

	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
Pledge time deposits (included in other current assets)	\$ 10,548	\$ 10,478	\$ 10,246
Property, plant and equipment - net	102,875	104,234	108,313
Investment properties - net	<u>31,416</u>	<u>31,712</u>	<u>32,598</u>
	<u>\$ 144,839</u>	<u>\$ 146,424</u>	<u>\$ 151,157</u>

### 34. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNIZED CONTRACT COMMITMENTS

Except for those disclosed in other notes, significant commitments and contingencies of the Group on March 31, 2025 are as follows:

- a. The Company has entered into a license agreement with The Quaker Oats Company (Quaker) for a period ending July 11, 2034. The agreement provides that the Company may use Quaker's trademark, and process, manufacture, market, and sell Quaker baby cereal, oatmeal, fruit cereal, ready-to-eat cereal, sesame paste, milk powder, and other cereal products in the ROC. In consideration of the above, the Company shall pay Quaker royalties at an agreed percentage of net sales (as defined).
- b. Unrecognized property, plant and equipment contract commitments amount to NT\$336,476 thousand.
- c. Unrecognized commitments for acquiring colostrum from dairymen were approximately 12,898 tons.



### 35. INFORMATION ON FOREIGN CURRENCY-DENOMINATED ASSETS AND LIABILITIES OF SIGNIFICANT INFLUENCE

The following information is aggregated in foreign currencies other than the functional currency of the Group. The exchange rate disclosed is the exchange rate of the foreign currency into the functional currency. Foreign currency assets and liabilities with significant influences are as follows:

March 31, 2025

Foreign currency assets	Foreign Currencies	Exchange Rate	Carrying Amount
<u>Monetary items</u>			
USD	\$ 12,405	33.21 (USD:NTD)	\$ 411,915
USD	6,072	7.18 (USD:RMB)	201,608
EUR	92	0.95 (EUR:CHF)	3,322
RMB	214,044	4.63 (RMB:NTD)	990,125
AUD	4,015	20.80 (AUD:NTD)	83,558
CHF	700	37.69 (CHF:NTD)	26,380
CHF	83	8.15 (CHF:RMB)	3,114
SGD	412	0.75 (SGD:USD)	10,211
			<u>\$ 1,730,233</u>
<u>Monetary items</u>			
USD	1,048	33.21 (USD:NTD)	\$ 34,784
USD	56	7.18 (USD:RMB)	1,873
AUD	198	20.80 (AUD:NTD)	4,111
CHF	126	8.15 (CHF:RMB)	4,759
JPY	44,375	0.22 (JPY:NTD)	9,882
			<u>\$ 55,409</u>

December 31, 2024

	Foreign Currencies	Exchange Rate	Carrying Amount
Foreign currency assets			
<u>Monetary items</u>			
USD	\$ 8,639	32.79 (USD:NTD)	\$ 283,218
USD	6,132	7.19 (USD:RMB)	201,041
EUR	122	0.94 (EUR:CHF)	4,171
RMB	212,949	4.56 (RMB:NTD)	971,261
AUD	5,050	20.39 (AUD:NTD)	102,971
CHF	700	36.27 (CHF:NTD)	25,387
			<u>\$ 1,588,049</u>
Foreign currency liabilities			
<u>Monetary items</u>			
USD	1,710	32.79 (USD:NTD)	\$ 56,052
EUR	31	34.14 (EUR:NTD)	1,057
AUD	430	20.39 (AUD:NTD)	8,768
SGD	67	24.13 (SGD:NTD)	1,627
CHF	171	7.95 (CHF:RMB)	6,202
			<u>\$ 73,706</u>

March 31, 2024

	Foreign Currencies	Exchange Rate	Carrying Amount
Foreign currency assets			
<u>Monetary items</u>			
USD	\$ 13,222	32.00 (USD:NTD)	\$ 423,090
USD	5,820	7.10 (USD:RMB)	186,226
EUR	5,000	34.46 (EUR:NTD)	172,310
RMB	224,200	4.51 (RMB:NTD)	1,011,188
AUD	4,929	20.82 (AUD:NTD)	102,616
SGD	610	23.72 (SGD:NTD)	14,480
			<u>\$ 1,909,910</u>
Foreign currency liabilities			
<u>Monetary items</u>			
USD	1,494	32.00 (USD:NTD)	\$ 47,793
EUR	190	34.46 (EUR:NTD)	6,559
SGD	571	23.72 (SGD:NTD)	13,555
			<u>\$ 67,907</u>

The Group is mainly exposed to RMB and USD. The following information was aggregated by the foreign functional currencies of the group entities, and the exchange rates between respective functional currencies and the presentation currency were disclosed. The significant realized and unrealized foreign exchange gains (losses) were as follows:

Functional Currencies	For the three months ended March 31, 2025			For the three months ended March 31, 2024		
	Exchange Rate		Net Foreign Exchange Gains (Losses)	Exchange Rate		Net Foreign Exchange Gains (Losses)
NTD	1	(NTD:NTD)	\$ 25,300	1	(NTD:NTD)	\$ 67,137
RMB	4.58	(RMB:NTD)	( 975 )	4.43	(RMB:NTD)	554
CHF	36.57	(CHF:NTD)	( 11 )	35.98	(CHF:NTD)	731
USD	32.90	(USD:NTD)	( 3 )	31.45	(USD:NTD)	-
			<u>\$ 24,311</u>			<u>\$ 68,422</u>

### 36. SUPPLEMENTARY DISCLOSURES

#### a. Information on Significant Transactions:

- 1) Financing provided to others: Table 1.
- 2) Endorsements/guarantees provided to others: Table 2.
- 3) Major marketable securities held at the end of the period (excluding investments in subsidiaries): 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) Others: Intercompany relationships and significant intercompany transactions: Table 6.

- b. Information on reinvestments (excluding investees in Mainland China): Table 7.
- c. Information on investments in mainland China:
  - 1) The name of the investee in mainland China, the main businesses and products, its issued capital, the method of investment, information on inflow or outflow of capital, percentage of ownership, investment income (losses), ending balance of investment, amount repatriated as dividends from the investee, and the limit of investment on investee: Table 8.
  - 2) Significant direct or indirect (through a third region) transactions with the investee, its prices and terms of payment, unrealized gain or loss: None.

### **37. SEGMENT INFORMATION**

Information reported to the chief operating decision maker for the purpose of resource allocation and assessment of segment performance focuses on types of corporation. Accordingly, the Group's reportable segments were as follows:

Standard Foods segment - the Company.

Standard Dairy Products segment - Standard Dairy Products.

China Standard segment - Shanghai Standard, China Standard Investment, China Standard Foods, and Xiamen Standard.

Other segments - other than the above subsidiaries.

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

	Standard Foods Segment	Standard Dairy Products Segment	China Standard Segment	Other Segments	Adjustments and Eliminations	Total
<u>For the three months ended March 31,</u>						
<u>2025</u>						
Sales from external customers	\$ 2,714,677	\$ 533,623	\$ 3,151,146	\$ 480,865	\$ -	\$ 6,880,311
Sales among intersegments	331,484	261,203	12	55	( 592,754 )	-
Total sales	<u>\$ 3,046,161</u>	<u>\$ 794,826</u>	<u>\$ 3,151,158</u>	<u>\$ 480,920</u>	<u>( \$ 592,754 )</u>	<u>\$ 6,880,311</u>
Interest income	<u>\$ 13,877</u>	<u>\$ 875</u>	<u>\$ 27,050</u>	<u>\$ 6,927</u>	<u>( \$ 4,547 )</u>	<u>\$ 44,182</u>
Financial cost	<u>\$ 211</u>	<u>\$ -</u>	<u>\$ 6,439</u>	<u>\$ 5,688</u>	<u>( \$ 4,547 )</u>	<u>\$ 7,791</u>
Depreciation expenses	<u>\$ 51,222</u>	<u>\$ 10,811</u>	<u>\$ 54,451</u>	<u>\$ 23,241</u>	<u>\$ -</u>	<u>\$ 139,725</u>
Amortization expenses	<u>\$ 6,378</u>	<u>\$ 1,108</u>	<u>\$ 8,349</u>	<u>\$ 1,423</u>	<u>\$ -</u>	<u>\$ 17,258</u>
Operating segment income (loss)	<u>\$ 361,092</u>	<u>\$ 88,379</u>	<u>\$ 46,729</u>	<u>( \$ 3,912 )</u>	<u>\$ 1,479</u>	<u>\$ 493,767</u>
PROFIT BEFORE INCOME TAX						<u>\$ 493,767</u>
<u>For the three months ended March 31,</u>						
<u>2024</u>						
Sales from external customers	\$ 2,844,589	\$ 530,962	\$ 2,983,402	\$ 436,896	\$ -	\$ 6,795,849
Sales among intersegments	338,287	235,617	-	51	( 573,955 )	-
Total sales	<u>\$ 3,182,876</u>	<u>\$ 766,579</u>	<u>\$ 2,983,402</u>	<u>\$ 436,947</u>	<u>( \$ 573,955 )</u>	<u>\$ 6,795,849</u>
Interest income	<u>\$ 15,790</u>	<u>\$ 1,519</u>	<u>\$ 24,328</u>	<u>\$ 6,200</u>	<u>( \$ 7,521 )</u>	<u>\$ 40,316</u>
Financial cost	<u>\$ 298</u>	<u>\$ -</u>	<u>\$ 15,645</u>	<u>\$ 3,086</u>	<u>( \$ 7,521 )</u>	<u>\$ 11,508</u>
Depreciation expenses	<u>\$ 54,005</u>	<u>\$ 11,762</u>	<u>\$ 55,633</u>	<u>\$ 22,607</u>	<u>\$ -</u>	<u>\$ 144,007</u>
Amortization expenses	<u>\$ 5,746</u>	<u>\$ 1,143</u>	<u>\$ 8,250</u>	<u>\$ 3,229</u>	<u>\$ -</u>	<u>\$ 18,368</u>
Operating segment income (loss)	<u>\$ 500,596</u>	<u>\$ 78,528</u>	<u>\$ 36,683</u>	<u>( \$ 10,765 )</u>	<u>\$ 24,272</u>	<u>\$ 629,314</u>
PROFIT BEFORE INCOME TAX						<u>\$ 629,314</u>

**Table 1**

**Standard Foods Corporation and Subsidiaries**

FINANCING PROVIDED TO OTHERS  
For the Three Months Ended March 31, 2025  
(In Thousands of New Taiwan Dollars)

No. (Note 1)	Lender	Borrower	Financial Statement Account	Related Parties	Highest Balance for the Period	Closing balance	Amount Actually Drawn	Interest Rate	Nature of Financing (Note 2)	Business Transaction Amounts	Reasons for Short-term Financing	Allowance for Bad Debts	Collateral		Single borrower lending limit	Financing Amount Limit	Note
													Name	Value			
0	Standard Foods Corporation	Standard Foods (Xiamen) Co., Ltd.	Financing receivables - related parties	Yes	\$ 457,490	\$ -	\$ -	2.300%	2	\$ -	Need for operation	\$ -	—	\$ -	\$ 3,682,499 (Note 3)	\$ 7,364,999 (Note 4)	Note 10
0	Standard Foods Corporation	Charng Hui Ltd.	Financing receivables - related parties	Yes	100,000	100,000	51,000	2.300%	2	-	Need for operation	-	—	-	3,682,499 (Note 3)	7,364,999 (Note 4)	Note 10
0	Standard Foods Corporation	Dermalab S.A.	Financing receivables - related parties	Yes	26,380	26,380	26,380	2.000%	2	-	Need for operation	-	—	-	7,364,999 (Note 5)	7,364,999 (Note 5)	Note 10
1	Standard Investment (China) Co., Ltd.	Shanghai Dermalab Corporation	Financing receivables - related parties	Yes	231,290	231,290	198,442	2.650%	2	-	Need for operation	-	—	-	1,547,420 (Note 6)	1,547,420 (Note 6)	Note 10
1	Standard Investment (China) Co., Ltd.	Le Bonta Wellness Co., Ltd.	Financing receivables - related parties	Yes	462,580	462,580	426,758	2.650%	2	-	Need for operation	-	—	-	1,547,420 (Note 6)	1,547,420 (Note 6)	Note 10
1	Standard Investment (China) Co., Ltd.	Standard Foods (Xiamen) Co., Ltd.	Financing receivables - related parties	Yes	555,096	555,096	544,503	2.650%	2	-	Need for operation	-	—	-	1,547,420 (Note 6)	1,547,420 (Note 6)	Note 10
1	Standard Investment (China) Co., Ltd.	Standard Foods (China) Co., Ltd.	Financing receivables - related parties	Yes	46,258	46,258	34,809	2.650%	2	-	Need for operation	-	—	-	1,547,420 (Note 6)	1,547,420 (Note 6)	Note 10
2	Shanghai Standard Foods Co., Ltd.	Standard Investment (China) Co., Ltd.	Financing receivables - related parties	Yes	670,741	670,741	657,659	2.650%	2	-	Need for operation	-	—	-	1,422,623 (Note 7)	1,422,623 (Note 7)	Note 10
2	Shanghai Standard Foods Co., Ltd.	Standard Foods (Xiamen) Co., Ltd.	Financing receivables - related parties	Yes	231,290	231,290	222,038	2.650%	2	-	Need for operation	-	—	-	1,422,623 (Note 7)	1,422,623 (Note 7)	Note 10
2	Shanghai Standard Foods Co., Ltd.	Standard Foods (China) Co., Ltd.	Financing receivables - related parties	Yes	231,290	231,290	-	2.650%	2	-	Need for operation	-	—	-	1,422,623 (Note 7)	1,422,623 (Note 7)	Note 10
3	Shanghai Le Ho Industrial Co., Ltd.	Standard Investment (China) Co., Ltd.	Financing receivables - related parties	Yes	55,510	55,510	51,023	2.650%	2	-	Need for operation	-	—	-	180,573 (Note 8)	180,573 (Note 8)	Note 10
4	Shanghai Le Min Industrial Co., Ltd	Standard Investment (China) Co., Ltd.	Financing receivables - related parties	Yes	55,510	55,510	34,236	2.650%	2	-	Need for operation	-	—	-	113,102 (Note 9)	113,102 (Note 9)	Note 10

Note 1: "0" for the Company. Subsidiaries are numbered in order from "1."

Note 2: Reasons for financing are as follows:

- a. Please fill in 1 for having business transactions.
- b. Please fill in 2 for short-term financing.

Note 3: The single limit is calculated based on 20% of the net worth of the latest financial statements of Standard Foods Corporation, which is NT\$3,682,499 thousand (the net worth, NT\$18,412,497 thousand, of the financial statements dated December 31, 2024 x 20%).

Note 4: The maximum limit is calculated based on 40% of the net worth of the latest financial statements of Standard Foods Corporation, which is NT\$7,364,999 thousand (the net worth, NT\$18,412,497 thousand, of the financial statements dated December 31, 2024 x 40%).

Note 5: The single and maximum limit is calculated based on 40% of the net worth of the latest financial statements of Standard Foods Corporation, which is NT\$7,364,999 thousand (the net worth, NT\$18,412,497 thousand, of the financial statements dated December 31, 2024 x 40%).

Note 6: The single and maximum limit is calculated based on 40% of the net worth of the latest financial statements of Standard Investment (China) Co., Ltd., which is NT\$1,547,420 thousand (the net worth, NT\$3,868,551 thousand, of the financial statements dated December 31, 2024x40%).

Note 7: The single and maximum limit is calculated based on 40% of the net worth of the latest financial statements of Shanghai Standard Foods Co., Ltd., which is NT\$1,422,623 thousand (the net worth, NT\$3,556,557 thousand, of the financial statements dated December 31, 2024x40%).

Note 8: The single and maximum limit is calculated based on 40% of the net worth of the latest financial statements of Shanghai Le Ho Industrial Co., Ltd., which is NT\$180,573 thousand (the net worth, NT\$451,433 thousand, of the financial statements dated December 31, 2024 x 40%).

Note 9: The single and maximum limit is calculated based on 40% of the net worth of the latest financial statements of Shanghai Le Min Industrial Co., Ltd., which is NT\$113,102 thousand (the net worth, NT\$282,755 thousand, of the financial statements dated December 31, 2024x40%).

Note 10. The amounts presented above were eliminated upon consolidation.

**Table 2**

**Standard Foods Corporation and Subsidiaries**

ENDORSEMENTS/GUARANTEES PROVIDED  
For the Three Months Ended March 31, 2025  
(In Thousands of New Taiwan Dollars)

No. (Note 1)	Endorsement/ Guarantee Provider	Guaranteed Party		Single party endorsement/ guarantee limit	Maximum Balance for the Period	Ending Balance	Amount Actually Drawn	Endorsement/Guarantee for Creation of the Amount Secured by Properties	Ratio of Accumulated Endorsement/ Guarantee to Net Equity Per Latest Financial Statements	Maximum Endorsement/ Guarantee Amount	Guarantee Provided by Parent Company (Note 5)	Guarantee Provided by Subsidiary (Note 5)	Guarantee Provided to Subsidiaries in Mainland China (Note 5)	Note
		Nature of Relationships (Note 2)	Relationship (Note 2)											
0	Standard Foods Corporation	Charng Hui Ltd.	(2)	\$ 14,729,998 (Note 3)	\$ 99,615	\$ 99,615	\$ -	\$ -	0.54%	\$ 18,412,497 (Note 4)	Y	-	-	

Note 1: "0" for the Company. Subsidiaries are numbered in order from "1."

Note 2: There are seven types of relationships between the guaranteed party and the Company:

- a. Trading partner.
- b. The company in which the Company holds, directly or indirectly, more than fifty percent (50%) of the voting shares.
- c. The company that holds, directly or indirectly, more than fifty percent (50%) of the Company's voting shares.
- d. The company in which the Company holds, directly or indirectly, more than ninety percent (90%) of the voting shares.
- e. Guaranteed by construction contracts formed due to the need of construction projects, in which the companies in the same industry or joint builders provide endorsement/guarantee to one another.
- f. The guarantees were provided by shareholders based on their proportionate share in a jointly invested company.
- g. Companies in the same industry provided among themselves joint and several securities for a performance guarantee of a sales contract for pre-construction homes pursuant to the Consumer Protection Act for each other.

Note 3: The single enterprise's limit is calculated based on 80% of the net worth of the latest financial statements of Standard Foods Corporation, which is NT\$14,729,998 thousand (the net worth, NT\$18,412,497 thousand, of the financial statements dated December 31, 2024x80%).

Note 4: The maximum limit is calculated based on 100% of the net worth of the latest financial statements of Standard Foods Corporation, which is NT\$18,412,497 thousand (the net worth, NT\$18,412,497 thousand, of the financial statements dated December 31, 2024 x 100%).

Note 5: Fill in Y if a listed parent company provides endorsements/guarantees for its subsidiary or if a subsidiary provides endorsements/guarantees for its listed parent company or if endorsements/guarantees involve mainland China.



Table 3

## Standard Foods Corporation and Subsidiaries

Major marketable securities held at the end of the period (excluding investments in subsidiaries)

March 31, 2025

(In Thousands of New Taiwan Dollars)

Holding Company Name	Type of Marketable Securities	Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	End of the Period				Note
					Shares	Carrying Amount	Percentage of Ownership	Fair Value	
Standard Foods Corporation	Shares	Far Eastern International Commercial Bank Co., Ltd.	The Company is one of the directors	Financial assets at FVTOCI - current	1,541,049	\$ 20,650	-	\$ 20,650	
	Shares	Chunghwa Telecom Co., Ltd.		Financial assets at FVTOCI - current	48,600	6,245	-	6,245	
	Shares	GeneFerm Biotechnology Co., Ltd.		Financial assets at FVTOCI - non-current	2,145,110	104,789	5.2%	104,789	
	Shares	Dah Chung Bills Finance Corp.		Financial assets at FVTOCI - non-current	1,338,204	19,163	0.3%	19,163	
	Shares	H2U Corporation	The Company is one of the directors	Financial assets at FVTOCI - non-current	6,398,723	521,560	15.3%	521,560	
	Shares	Sancci Manufacture Food Company	The Company is one of the directors	Financial assets at FVTOCI - non-current	1,286,786	113,688	10.0%	113,688	
	Shares	Taiwan Semiconductor Manufacturing Co., Ltd.		Financial assets at FVTPL - current	5,732	5,216	-	5,216	
	Shares	Apple Inc.		Financial assets at FVTPL - current	393	2,899	-	2,899	
	Shares	Amazon.com, Inc.		Financial assets at FVTPL - current	431	2,723	-	2,723	
	Shares	Alphabet Inc.		Financial assets at FVTPL - current	427	2,192	-	2,192	
	Shares	Microsoft Corporation		Financial assets at FVTPL - current	197	2,456	-	2,456	
	Shares	NVIDIA Corporation		Financial assets at FVTPL - current	2,413	8,684	-	8,684	
	Shares	Tesla, Inc.		Financial assets at FVTPL - current	682	5,869	-	5,869	
	Mutual funds	Taishin 1699 Money Market Fund		Financial assets at FVTPL - current	21,988,003	312,304	-	312,304	
	Mutual funds	Taishin Ta-Chong Money Market Fund		Financial assets at FVTPL - current	14,848,757	220,905	-	220,905	
	Mutual funds	Cathay China Domestic Demand Growth Fund		Financial assets at FVTPL - current	3,585,869	68,526	-	68,526	
	Mutual funds	Cathay Target Date 2029 Fund of Funds		Financial assets at FVTPL - current	4,720,915	70,803	-	70,803	
	Mutual funds	Cathay Glb Aggressive FOFs		Financial assets at FVTPL - current	2,284,844	71,516	-	71,516	

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Holding Company Name	Type of Marketable Securities	Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	End of the Period				Note
					Shares	Carrying Amount	Percentage of Ownership	Fair Value	
Standard Dairy Products Taiwan Ltd.	Mutual funds	UPAMC James Bond Money Market Fund		Financial assets at FVTPL - current	28,660,492	\$ 500,421	-	\$ 500,421	
	Mutual funds	Fubon Chi-Hsiang Money Market Fund		Financial assets at FVTPL - current	2,439,902	40,000	-	40,000	
	Mutual funds	Yuanta FTSE4Good TIP Taiwan ESG ETF		Financial assets at FVTPL - current	300,000	12,300	-	12,300	
	Debt securities	HSBC Holdings USD Bond (HSBC_4.3_030826)		Financial assets at FVTPL - current	10,000	32,807	-	32,807	
	Debt securities	TSMC Unsecured Corporate Bond 2023 2nd Offering		Financial assets at FVTPL - current	500,000	50,000	-	50,000	
	Debt securities	The 3rd unsecured corporate bonds of Far Eastern New Century Corp. in 2024 (Far Eastern New Century Corporation 7th Unsecured Corporate Bond-A Issue In 2024)		Financial assets at FVTPL - current	500,000	49,998	-	49,998	
	Shares	Paradigm Venture Capital Corporation		Financial assets at FVTPL - non-current	153,320	1,997	7.0%	1,997	
	Shares	U-Teck Environment Corporation, Ltd.		Financial assets at FVTPL - non-current	11,200	-	0.2%	-	
	Shares	Techgains Pan-Pacific Corporation		Financial assets at FVTPL - non-current	500,000	-	0.9%	-	
	Shares	Authenex, Inc.		Financial assets at FVTPL - non-current	2,424,242	-	5.5%	-	
	Shares	Octamer, Inc. - Series E Preferred Stock		Financial assets at FVTPL - non-current	800,000	-	7.8%	-	
	Shares	Octamer, Inc. - Series F Preferred Stock		Financial assets at FVTPL - non-current	107,815	-	1.0%	-	
	Shares	Fortemedia, Inc. - Series D Preferred Stock		Financial assets at FVTPL - non-current	3,455	-	1.2%	-	
	Shares	Fortemedia, Inc. - Series E Preferred Stock		Financial assets at FVTPL - non-current	71,397	-	1.2%	-	
	Shares	Fortemedia, Inc. - Series F Preferred Stock		Financial assets at FVTPL - non-current	29,173	-	1.2%	-	
	Shares	Fortemedia, Inc. - Series G Preferred Stock		Financial assets at FVTPL - non-current	31,135	-	1.3%	-	
	Shares	Fortemedia, Inc. - Series I Preferred Stock		Financial assets at FVTPL - non-current	29,102	-	1.3%	-	
	Shares	Fortemedia, Inc. - Common Stock		Financial assets at FVTPL - non-current	12,938	-	1.2%	-	
	Mutual funds	Taishin 1699 Money Market Fund		Financial assets at FVTPL - current	7,811,873	110,955	-	110,955	
	Mutual funds	Cathay China Domestic Demand Growth Fund		Financial assets at FVTPL - current	1,195,290	22,842	-	22,842	
	Mutual funds	Cathay Target Date 2029 Fund of Funds		Financial assets at FVTPL - current	786,819	11,800	-	11,800	

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Holding Company Name	Type of Marketable Securities	Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	End of the Period				Note
					Shares	Carrying Amount	Percentage of Ownership	Fair Value	
Charng Hui Ltd.	Mutual funds	Cathay Global Aggressive Fund	Parent company of Charng Hui Ltd. Charng Hui Ltd. is one of the directors	Financial assets at FVTPL - current	761,615	\$ 23,839	-	\$ 23,839	Note
	Shares	Standard Foods Corporation		Financial assets at FVTOCI - current	6,669,471	228,763	0.7%	228,763	
	Shares	Polytronics Technology Corporation		Financial assets at FVTOCI - current	1,596,000	77,725	1.9%	77,725	
	Shares	Taiwan Semiconductor Manufacturing Co., Ltd.		Financial assets at FVTOCI - current	90,000	81,900	-	81,900	
	Mutual funds	Fuh Hwa Global Strategic Allocation FoF		Financial assets at FVTPL - current	1,000,000	13,920	-	13,920	
	Mutual funds	Franklin Templeton SinoAm Franklin Templeton Global Bond Fund of Funds		Financial assets at FVTPL - current	1,453,360	18,968	-	18,968	
	Shares	Amphastar Pharmaceuticals Inc. (AMPH)		Financial assets at FVTPL - non-current	7,742	7,453	-	7,453	
Standard Beverage Company Ltd.	Mutual funds	Taishin 1699 Money Market Fund	Parent company of Charng Hui Ltd. Charng Hui Ltd. is one of the directors	Financial assets at FVTPL - current	2,042,148	29,005	-	29,005	Note
Accession Limited	Shares	AsiaVest Liquidation Co.		Financial assets at FVTOCI - non-current	200	1,128	0.7%	1,128	
Standard Investment (China) Co., Ltd.	Shares	Better Life Commercial Chain Share Co., Ltd.		Financial assets at FVTPL - current	1,143,000	20,990	-	20,990	
	Mutual funds	JPMorgan Funds		Financial assets at FVTPL - current	20,371,121	94,233	-	94,233	

Note: The amounts presented above were eliminated upon consolidation.

Table 4

## Standard Foods 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	Counterparty	Nature of Relationships	Transaction Details				Abnormal Transaction		Notes/Trade Receivable (Payable)		Note
			Purchases (Sales)	Amount	% to Total	Payment Terms	Unit Price	Payment Terms	Ending Balance	Ratio to Total Notes or Accounts Receivable (payable)	
Standard Foods Corporation	Standard Dairy Products Taiwan Ltd.	The Company's subsidiary	Sales	( \$ 329,759 )	10.83%	55 days after month-end closing (net of receivables and payables)	—	—	\$ 131,115	7.58%	Note
			Purchases	261,203	16.24%	55 days after month-end closing (net of receivables and payables)	—	—	( 11,411 )	1.55%	Note
Standard Dairy Products Taiwan Ltd.	Standard Foods Corporation	Parent company of Standard Dairy Products Taiwan Ltd.	Purchases	329,759	55.35%	55 days after month-end closing (net of receivables and payables)	—	—	( 131,115 )	34.99%	Note
			Sales	( 261,203 )	32.86%	55 days after month-end closing (net of receivables and payables)	—	—	11,411	1.95%	Note
Shanghai Standard Foods Co., Ltd.	Standard Investment (China) Co., Ltd.	Brother company of Shanghai Standard Foods Co., Ltd.	Sales	( 179,649 )	45.37%	60 days after month-end closing	—	—	154,457	84.49%	Note
Standard Investment (China) Co., Ltd.	Shanghai Standard Foods Co., Ltd.	Brother company of Standard Investment (China) Co., Ltd.	Purchases	179,649	7.95%	60 days after month-end closing	—	—	( 154,457 )	6.14%	Note
Standard Foods (China) Co., Ltd.	Standard Investment (China) Co., Ltd.	Parent company of Standard Foods (China) Co., Ltd.	Sales	( 1,158,791 )	90.06%	60 days after month-end closing	—	—	857,275	99.43%	Note
Standard Investment (China) Co., Ltd.	Standard Foods (China) Co., Ltd.	Standard Investment (China) Co., Ltd.'s subsidiary	Purchases	1,158,794	51.36%	60 days after month-end closing	—	—	( 857,275 )	34.06%	Note
Standard Foods (Xiamen) Co., Ltd.	Standard Investment (China) Co., Ltd.	Parent company of Standard Foods (Xiamen) Co., Ltd.	Sales	( 913,504 )	97.97%	60 days after month-end closing	—	—	1,042,731	99.95%	Note
Standard Investment (China) Co., Ltd.	Standard Foods (Xiamen) Co., Ltd.	Standard Investment (China) Co., Ltd.'s subsidiary	Purchases	913,504	40.49%	60 days after month-end closing	—	—	( 1,042,731 )	41.43%	Note

Note: The amounts presented above were eliminated upon consolidation.

**Table 5**

**Standard Foods 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	Counterparty	Nature of Relationships	Ending Balance for Trade Receivable - Related Parties	Turnover Rate	Overdue		Amounts Received in Subsequent Period	Allowance for loss amount	Note
					Amount	Actions Taken			
Standard Foods Corporation	Standard Dairy Products Taiwan Ltd.	The Company's subsidiary	Trade receivable <u>\$ 131,115</u>	9.69	<u>\$ -</u>		<u>\$ -</u> (Note 1)	<u>\$ -</u>	(Note 2)
Shanghai Standard Foods Co., Ltd.	Standard Investment (China) Co., Ltd.	Brother company of Shanghai Standard Foods Co., Ltd.	Trade receivable \$ 154,457	3.38	\$ -		\$ 36,743 (Note 1)	\$ -	(Note 2)
			Financing receivables 657,659		-		601,926 (Note 1)	-	(Note 2)
			Other receivables 4,292		-		357 (Note 1)	-	(Note 2)
			<u>\$ 816,408</u>		<u>\$ -</u>		<u>\$ 639,026</u> (Note 1)	<u>\$ -</u>	
Shanghai Standard Foods Co., Ltd.	Standard Foods (Xiamen) Co., Ltd.	Brother company of Shanghai Standard Foods Co., Ltd.	Trade receivable \$ 1,371	6.98	\$ -		\$ - (Note 1)	\$ -	(Note 2)
			Financing receivables 222,038		-		- (Note 1)	-	(Note 2)
			Other receivables 3,441		-		- (Note 1)	-	(Note 2)
			<u>\$ 226,850</u>		<u>\$ -</u>		<u>\$ -</u> (Note 1)	<u>\$ -</u>	
Standard Foods (China) Co., Ltd.	Standard Investment (China) Co., Ltd.	Parent company of Standard Foods (China) Co., Ltd.	Trade receivable \$ 857,275	4.34	\$ -		\$ 157,647 (Note 1)	\$ -	(Note 2)
			Other receivables 20		-		10 (Note 1)	-	(Note 2)
			<u>\$ 857,295</u>		<u>\$ -</u>		<u>\$ 157,657</u> (Note 1)	<u>\$ -</u>	
Standard Investment (China) Co., Ltd.	Standard Foods (Xiamen) Co., Ltd.	Standard Investment (China) Co., Ltd.'s subsidiary	Trade receivable \$ 32	26.50	\$ -		\$ 11 (Note 1)	\$ -	(Note 2)
			Financing receivables 544,503		-		- (Note 1)	-	(Note 2)
			Other receivables 10,203		-		- (Note 1)	-	(Note 2)
			<u>\$ 554,738</u>		<u>\$ -</u>		<u>\$ 11</u> (Note 1)	<u>\$ -</u>	
Standard Investment (China) Co., Ltd.	Le Bonta Wellness Co., Ltd.	Standard Investment (China) Co., Ltd.'s subsidiary	Trade receivable \$ 2	48.00	\$ -		\$ - (Note 1)	\$ -	(Note 2)
			Financing receivables 426,758		-		- (Note 1)	-	(Note 2)
			Other receivables 2,755		-		- (Note 1)	-	(Note 2)
			<u>\$ 429,515</u>		<u>\$ -</u>		<u>\$ -</u> (Note 1)	<u>\$ -</u>	
Standard Investment (China) Co., Ltd.	Shanghai Dermalab Corporation	Standard Investment (China) Co., Ltd.'s subsidiary	Financing receivables 198,442		\$ -		\$ - (Note 1)	\$ -	(Note 2)
			Other receivables 1,149		-		- (Note 1)	-	(Note 2)
			<u>\$ 199,591</u>		<u>\$ -</u>		<u>\$ -</u> (Note 1)	<u>\$ -</u>	
Standard Foods (Xiamen) Co., Ltd.	Standard Investment (China) Co., Ltd.	Parent company of Standard Foods (Xiamen) Co., Ltd.	Trade receivable <u>\$ 1,042,731</u>	3.85	<u>\$ -</u>		<u>\$580,538</u> (Note 1)	<u>\$ -</u>	(Note 2)

Note 1. The amount received as of May 13, 2025.

Note 2. The amounts presented above were eliminated upon consolidation.

Table 6

## Standard Foods Corporation and Subsidiaries

INTERCOMPANY RELATIONSHIPS AND SIGNIFICANT INTERCOMPANY TRANSACTIONS  
For the Three Months Ended March 31, 2025  
(In Thousands of New Taiwan Dollars)

Table 6

(In Thousands of New Taiwan Dollars)

No. (Note 1)	Name of Company	Counterparty	Relationship (Note 2)	Transactions Details			
				Financial Statement Accounts	Amount (Note 4)	Payment Terms	% to Consolidated Total Sales or Assets (Note 3)
0	Standard Foods Corporation	Standard Dairy Products	1	Trade receivable	\$ 131,115	According to the general conditions	0.5%
0	Standard Foods Corporation	Standard Dairy Products	1	Trade payables	11,411	According to the general conditions	-
0	Standard Foods Corporation	Standard Dairy Products	1	Sales	329,759	According to the general conditions	4.8%
0	Standard Foods Corporation	Standard Dairy Products	1	Purchases	261,203	According to the general conditions	3.8%
0	Standard Foods Corporation	Standard Dairy Products	1	Royalty revenue	1,922	According to the general conditions	-
0	Standard Foods Corporation	Charng Hui	1	Other receivables	128	According to the general conditions	-
0	Standard Foods Corporation	Charng Hui	1	Financing receivables	51,000	Interest rate 2.300% per annum	0.2%
0	Standard Foods Corporation	Charng Hui	1	Interest income	143	Interest rate 2.300% per annum	-
0	Standard Foods Corporation	Charng Hui	1	Service revenue (recognized under sundry revenue)	330	According to the general conditions	-
0	Standard Foods Corporation	Dermalab	1	Financing receivables	26,380	Interest rate 2.000% per annum	0.1%
0	Standard Foods Corporation	NUTRA	1	Trade receivable	1,748	According to the general conditions	-
0	Standard Foods Corporation	NUTRA	1	Sales	1,725	According to the general conditions	-
1	Shanghai Standard	China Standard Investment	3	Trade receivable	154,457	According to the general conditions	0.6%
1	Shanghai Standard	China Standard Investment	3	Financing receivables	657,659	Interest rate 2.650% per annum	2.5%
1	Shanghai Standard	China Standard Investment	3	Other receivables	4,292	According to the general conditions	-
1	Shanghai Standard	China Standard Investment	3	Trade payables	43,983	According to the general conditions	0.2%
1	Shanghai Standard	China Standard Investment	3	Other payables	1	According to the general conditions	-
1	Shanghai Standard	China Standard Investment	3	Sales	179,649	According to the general conditions	2.6%
1	Shanghai Standard	China Standard Investment	3	Purchases	98,054	According to the general conditions	1.4%
1	Shanghai Standard	China Standard Investment	3	Interest income	3,515	Interest rate 2.650% per annum	0.1%
1	Shanghai Standard	China Standard Investment	3	Other income	1,059	According to the general conditions	-
1	Shanghai Standard	China Standard Investment	3	Other expenses	74	According to the general conditions	-
1	Shanghai Standard	China Standard Foods	3	Trade receivable	20,316	According to the general conditions	0.1%
1	Shanghai Standard	China Standard Foods	3	Trade payables	4,556	According to the general conditions	-
1	Shanghai Standard	China Standard Foods	3	Sales	18,481	According to the general conditions	0.3%
1	Shanghai Standard	China Standard Foods	3	Purchases	5,882	According to the general conditions	0.1%
1	Shanghai Standard	Xiamen Standard	3	Trade receivable	1,371	According to the general conditions	-
1	Shanghai Standard	Xiamen Standard	3	Other receivables	3,441	According to the general conditions	-
1	Shanghai Standard	Xiamen Standard	3	Financing receivables	222,038	Interest rate 2.650% per annum	0.8%
1	Shanghai Standard	Xiamen Standard	3	Sales	1,249	According to the general conditions	-
1	Shanghai Standard	Xiamen Standard	3	Interest income	1,260	Interest rate 2.650% per annum	-

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No. (Note 1)	Name of Company	Counterparty	Relationship (Note 2)	Transactions Details			
				Financial Statement Accounts	Amount (Note 4)	Payment Terms	% to Consolidated Total Sales or Assets (Note 3)
2	China Standard Investment	China Standard Foods	1	Other receivables	\$ 3,835	According to the general conditions	-
2	China Standard Investment	China Standard Foods	1	Financing receivables	34,809	Interest rate 2.650% per annum	0.1%
2	China Standard Investment	China Standard Foods	1	Trade payables	857,275	According to the general conditions	3.3%
2	China Standard Investment	China Standard Foods	1	Other payables	20	According to the general conditions	-
2	China Standard Investment	China Standard Foods	1	Sales	77	According to the general conditions	-
2	China Standard Investment	China Standard Foods	1	Purchases	1,158,791	According to the general conditions	16.8%
2	China Standard Investment	China Standard Foods	1	Interest income	249	Interest rate 2.650% per annum	-
2	China Standard Investment	China Standard Foods	1	Other income	3,552	According to the general conditions	0.1%
2	China Standard Investment	China Standard Foods	1	Rental expenses	28	According to the general conditions	-
2	China Standard Investment	Shanghai Dermalab	3	Other receivables	1,149	According to the general conditions	-
2	China Standard Investment	Shanghai Dermalab	3	Financing receivables	198,442	Interest rate 2.650% per annum	0.8%
2	China Standard Investment	Shanghai Dermalab	3	Interest income	1,137	Interest rate 2.650% per annum	-
2	China Standard Investment	Shanghai Dermalab	3	Other expenses	12	According to the general conditions	-
2	China Standard Investment	Xiamen Standard	1	Trade receivable	32	According to the general conditions	-
2	China Standard Investment	Xiamen Standard	1	Other receivables	10,203	According to the general conditions	-
2	China Standard Investment	Xiamen Standard	1	Financing receivables	544,503	Interest rate 2.650% per annum	2.1%
2	China Standard Investment	Xiamen Standard	1	Trade payables	1,042,731	According to the general conditions	4.0%
2	China Standard Investment	Xiamen Standard	1	Sales	106	According to the general conditions	-
2	China Standard Investment	Xiamen Standard	1	Purchases	913,504	According to the general conditions	13.3%
2	China Standard Investment	Xiamen Standard	1	Interest income	3,510	Interest rate 2.650% per annum	0.1%
2	China Standard Investment	Xiamen Standard	1	Other income	6,596	According to the general conditions	0.1%
2	China Standard Investment	Shanghai Le Bonta	3	Trade receivable	2	According to the general conditions	-
2	China Standard Investment	Shanghai Le Bonta	3	Other receivables	2,755	According to the general conditions	-
2	China Standard Investment	Shanghai Le Bonta	3	Financing receivables	426,758	Interest rate 2.650% per annum	1.6%
2	China Standard Investment	Shanghai Le Bonta	3	Trade payables	43	According to the general conditions	-
2	China Standard Investment	Shanghai Le Bonta	3	Sales	12	According to the general conditions	-
2	China Standard Investment	Shanghai Le Bonta	3	Interest income	2,731	Interest rate 2.650% per annum	-
2	China Standard Investment	Shanghai Le Bonta	3	Other expenses	44	According to the general conditions	-
2	China Standard Investment	Shanghai Le Ho	3	Other payables	321	According to the general conditions	-
2	China Standard Investment	Shanghai Le Ho	3	Financing payables	51,023	Interest rate 2.650% per annum	0.2%
2	China Standard Investment	Shanghai Le Ho	3	Interest expenses	321	Interest rate 2.650% per annum	-
2	China Standard Investment	Shanghai Le Min	3	Other payables	218	According to the general conditions	-
2	China Standard Investment	Shanghai Le Min	3	Financing payables	34,236	Interest rate 2.650% per annum	0.1%
2	China Standard Investment	Shanghai Le Min	3	Interest expenses	216	Interest rate 2.650% per annum	-
2	China Standard Investment	Jiangsu Hua Sun	3	Trade receivable	1	According to the general conditions	-
2	China Standard Investment	Jiangsu Hua Sun	3	Other receivables	29	According to the general conditions	-

(Continued)

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No. (Note 1)	Name of Company	Counterparty	Relationship (Note 2)	Transactions Details			
				Financial Statement Accounts	Amount (Note 4)	Payment Terms	% to Consolidated Total Sales or Assets (Note 3)
2	China Standard Investment	Jiangsu Hua Sun	3	Other payables	\$ 185	According to the general conditions	-
2	China Standard Investment	Jiangsu Hua Sun	3	Other expenses	259	According to the general conditions	-
3	Shanghai Dermalab	Dermalab	3	Trade payables	4,696	According to the general conditions	-
3	Shanghai Dermalab	Dermalab	3	Purchases	37,858	According to the general conditions	0.6%
3	Shanghai Dermalab	Shanghai Le Ben De	3	Purchases	1,872	According to the general conditions	-
4	China Standard Foods	Shanghai Le Bonta	3	Other receivables	555	According to the general conditions	-
4	China Standard Foods	Shanghai Le Bonta	3	Other income	778	According to the general conditions	-
4	China Standard Foods	Xiamen Standard	3	Trade payables	486	According to the general conditions	-
4	China Standard Foods	Xiamen Standard	3	Purchases	488	According to the general conditions	-
4	China Standard Foods	Jiangsu Hua Sun	3	Other receivables	222	According to the general conditions	-
4	China Standard Foods	Jiangsu Hua Sun	3	Other payables	740	According to the general conditions	-
4	China Standard Foods	Jiangsu Hua Sun	3	Rental income	1,261	According to the general conditions	-
4	China Standard Foods	Jiangsu Hua Sun	3	Other expenses	452	According to the general conditions	-
5	Shanghai Le Bonta	Shanghai Le Ben De	3	Trade payables	237	According to the general conditions	-
5	Shanghai Le Bonta	Shanghai Le Ben De	3	Purchases	208	According to the general conditions	-
5	Shanghai Le Bonta	Jiangsu Hua Sun	3	Trade payables	473	According to the general conditions	-
5	Shanghai Le Bonta	Jiangsu Hua Sun	3	Other payables	18	According to the general conditions	-
5	Shanghai Le Bonta	Jiangsu Hua Sun	3	Purchases	807	According to the general conditions	-
6	Shanghai Le Ben De	Dermalab	3	Purchases	1,814	According to the general conditions	-
6	Shanghai Le Ben De	Jiangsu Hua Sun	3	Trade payables	235	According to the general conditions	-
6	Shanghai Le Ben De	Jiangsu Hua Sun	3	Purchases	206	According to the general conditions	-

Note 1: Where the parent company and its subsidiaries do business with each other, information shall be stated separately in the "No." column and numbered as follows:

- Parent company is 0.
- Subsidiaries are numbered in order by Arabic numerals from 1.

Note 2: The related parties have the following three relationships:

- Parent company to its subsidiaries.
- Subsidiaries to its parent company.
- Subsidiaries to subsidiaries.

Note 3: The transaction amounts are calculated as percentage of consolidated total revenue or total assets; balance sheet accounts are calculated as percentage of consolidated total assets; amounts of income statement accounts are calculated as percentage of consolidated total revenues.

Note 4: The amounts presented above were eliminated upon consolidation.



**Table 7****Standard Foods Corporation and Subsidiaries****INFORMATION ON INVESTEE COMPANIES (EXCLUDING MAINLAND INVESTED COMPANIES)**

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			
Standard Foods Corporation	Accession Limited	Tortola, British Virgin Islands	Investing	\$ 3,936,267	\$ 3,936,267	123,600,000	100%	\$ 3,937,802	\$ 453	( \$ 14,629 )	Subsidiary (Note 4)
	Standard Investment (Cayman) Limited	Grand Cayman, Cayman Islands	Investing	4,931,225	4,931,225	157,147,892	100%	4,822,983	( 15,477 )	( 15,477 )	Subsidiary (Note 4)
	Standard Dairy Products Taiwan Ltd.	Taipei, Taiwan	Manufacture and sale of dairy products and beverages	300,853	300,853	30,000,000	100%	1,108,962	70,737	70,928 (Note 2)	Subsidiary (Note 4)
	Charng Hui Ltd.	Taipei, Taiwan	Investing	230,000	230,000	24,100,000	100%	314,391	96	96	Subsidiary (Note 4)
	Domex Technology Corporation	Hsinchu, Taiwan	Manufacture and sale of computer peripherals and computer appliances	114,116	114,116	10,374,399	52%	323,614	51,959	27,024	Subsidiary (Note 4)
	Standard Beverage Company Ltd.	Taipei, Taiwan	Manufacture and sale of beverages	79,072	79,072	7,907,000	100%	79,564	( 168 )	( 168 )	Subsidiary (Note 4)
	Standard Foods, LLC.	U.S.A.	Sale of health food	9,056	9,056	Note 3	100%	9,962	-	-	Subsidiary (Note 4)
	SF NUTRA PTE. LTD.	Singapore	Food trading	9,427	9,427	400,000	100%	10,228	51	51	Subsidiary (Note 4)
	Newtrin Holding PTE. LTD.	Singapore	Investing	16,372	16,372	500,000	100%	16,586	81	81	Subsidiary (Note 4)
	Accession Limited	Dermalab S.A.	Development and sale of cosmetics	379,489	379,489	4,050	100%	223,221	( 8,907 )	-	Sub-subsidiary (Note 4)
Dermalab S.A.	Swissderma SL	Spain	Sale of cosmetics	96	96	3,000	100%	-	-	-	Third-tier subsidiary (Note 4)
Standard Investment (Cayman) Limited	Standard Corporation (Hong Kong) Limited	Hong Kong	Investing	4,927,405	4,927,405	157,021,892	100%	4,822,027	( 15,411 )	-	Sub-subsidiary (Note 4)
Newtrin Holding PTE. LTD.	Newtrin Healthcare Foods Japan Co., Ltd.	Japan	Manufacture and sale of nutritious foods	11,066	-	10,000	100%	11,124	-	-	Sub-subsidiary (Note 4)
Shanghai Dermalab Corporation	Rotiva International Limited	Hong Kong	Sale of cosmetics	34	34	7,544	100%	2	-	-	Sub-subsidiary (Note 4)

Note 1: The amount after the net profit in investees recognized based on the shareholding ratio, NT\$453 thousand, less the adjustment on unrealized gain or loss from transactions between subsidiaries, NT\$15,082 thousand.

Note 2: The amount after the net profit in investees recognized based on the shareholding ratio, NT\$70,737 thousand, less the adjustment on unrealized gain or loss from upstream transactions, NT\$191 thousand.

Note 3. This is a limited company with no issued shares.

Note 4. The amounts presented above were eliminated upon consolidation.

**Table 8**

**Standard Foods 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 at the Beginning of the Period	Remittance or Recovery of Funds		Accumulated Outward Remittance for Investment from Taiwan at the End of the Period	Net Income (Loss) of the Investee	% of Ownership of Direct or Indirect Investment	Investment Profit (Loss) Recognized (Note 2)	Carrying Amount as of March 31, 2025	Accumulated Repatriation of Investment Income at the End of the Period	Note
					Outward	Inward							
Shanghai Standard Foods Co., Ltd.	Manufacture and sale of edible oils and nutritious foods	\$ 3,949,575	(2) (Note 3)	\$ 3,949,575 (Note 4)	\$ -	\$ -	\$ 3,949,575 (Note 4)	\$ 11,933	100.0%	\$ 9,801 (Note 9)	\$ 3,562,551	\$ -	Note 12
Standard Investment (China) Co., Ltd	Investment and sales of edible oil products and nutritional foods, etc.	3,755,530	(2) (Note 5)	3,718,677 (Note 5)	-	-	3,718,677 (Note 5)	41,985	99.0%	41,565 (Note 9)	3,871,821	-	Note 12
Shanghai New Vitality Health Technology (Group) Co., Ltd.	Sale of health foods and cosmetic goods, and import/export trade	664,630	(2) (Note 5)	217,434 (Note 5)	-	-	217,434 (Note 5)	( 52,977 )	99.0%	( 52,447 ) (Note 10)	219,058	-	Note 12
Standard Foods (China) Co., Ltd.	Manufacture and sale of edible oils and nutritious foods	2,600,443	(3) (Note 6)	- (Note 6)	-	-	- (Note 6)	47,582	99.0%	54,039 (Note 9)	2,950,502	-	Note 12
Shanghai Dermalab Corporation	Sale of health foods and cosmetic goods, and import/export trade	93,989	(3) (Note 7)	- (Note 7)	-	-	- (Note 7)	( 7,823 )	99.0%	( 7,745 ) (Note 10)	( 73,966 )	-	Note 12
Le Bonta Wellness Co., Ltd.	Sale of nutritional foods and engage in import and export business	284,127	(3) (Note 7)	181,048 (Note 7)	-	-	181,048 (Note 7)	( 27,632 )	99.0%	( 27,356 ) (Note 10)	( 390,778 )	-	Note 12
Shanghai Le Ben De Health Technology Co., Ltd.	Sales of health and beauty products and related services	31,220	(3) (Notes 4 and 7)	31,220 (Note 4)	-	-	31,220 (Note 4)	132	99.0%	131 (Note 10)	34,609	-	Note 12
Standard Foods (Xiamen) Co., Ltd.	Manufacture and sale of edible oils and nutritious foods	1,307,582	(3) (Note 6)	- (Note 6)	-	-	- (Note 6)	35,480	99.0%	44,562 (Note 10)	2,105,989	-	Note 12
Shanghai Le Ho Industrial Co., Ltd.	Management of properties	607,717	(2) (Note 5)	607,717 (Note 5)	-	-	607,717 (Note 5)	( 2,781 )	100.0%	( 2,781 ) (Note 10)	448,626	-	Note 12
Shanghai Le Min Industrial Co., Ltd	Management of properties	378,009	(2) (Note 5)	378,009 (Note 5)	-	-	378,009 (Note 5)	( 1,702 )	100.0%	( 1,702 ) (Note 10)	281,038	-	Note 12
Jiangsu Hua Sun Health Technology Co., Ltd.	Develop brands and products in the field of health foods and special nutritious foods	315,921	(3) (Note 8)	- (Note 8)	-	-	- (Note 8)	( 18,092 )	99.0%	( 17,911 ) (Note 10)	220,923	-	Note 12

Accumulated Outward Remittance for Investment in Mainland China at the End of the Period	Investment Amounts Authorized by Investment Commission, MOEA	Upper Limit on the Amount of Investment Stipulated by Investment Commission, MOEA
\$9,136,959	\$9,874,201	Unlimited amount of investment (Note 11)

Note 1: The methods for engaging in investment in mainland China include the following:

- a. Direct investment in mainland China.
- b. Indirect investment in mainland China through companies registered in a third region. (Please specify the investor company in a third region.)
- c. Other methods.

Note 2: For the investment income (loss) recognized in the current period:

- a. There was no investment income (loss) recognized due to the investment still being in the development stage.
- b. The investment income (loss) was determined based on the following basis:
  - 1) The financial statements were audited and certified by an international accounting firm in cooperation with an accounting firm in ROC.
  - 2) The financial statements were audited by the CPA of the parent company in Taiwan.
  - 3) Others.

Note 3: Accession Ltd. is the investor company in a third region.

Note 4: There was no difference between the beginning balance and the ending balance of the accumulated amount invested from Taiwan for the current period. The investment remained at \$4,034,074 thousand. Of the \$4,034,074 thousand, \$53,279 thousand has been retained in Accession Ltd. The remaining balance thereof, amounting to \$3,980,795 thousand, was originally the outward remittance of the investment of Shanghai Standard Foods Co., Ltd. However, as of July 2015, of the \$3,980,795 thousand, \$31,220 thousand was invested in Shanghai Le Ben De Health Technology Co., Ltd. by Shanghai Standard Foods Co., Ltd. In aggregate, the outward remittance of the investments in Shanghai Standard Foods Co., Ltd. and Shanghai Le Ben De Health Technology Co., Ltd. was \$3,949,575 thousand and \$31,220 thousand, respectively.

Note 5: Standard Corporation (Hong Kong) Ltd. is the investor company in a third region.

Note 6: The company in mainland China was reinvested through a company registered in mainland China, namely Standard Investment (China) Co., Ltd.

Note 7: The company in mainland China was reinvested through a company registered in Mainland China, namely Shanghai New Vitality Health Technology (Group) Co., Ltd.

Note 8: A new company incorporated upon the split of Le Bonta Wellness Co., Ltd., as invested by Shanghai New Vitality Health Technology (Group) Co., Ltd., a company in mainland China.

Note 9: The basis for recognition of investment profit and loss is Note 2.b. Item 3) is based on the financial statements of the investee reviewed by CPAs of the parent company in Taiwan during the same period.

Note 10: The basis for recognition of investment profit and loss is Note 2.b. Item 3) is based on the financial statements of the investee that have not been reviewed by any CPA during the same period.

Note 11: The Industrial Development Bureau of the MOEA issued the proofing document of operational headquarters to the Company; the document is still valid within the review period. Hence, according to the Investment Commission of the MOEA, there is no upper limit on the amount of investment.

Note 12: The amounts presented above were eliminated upon consolidation.