

Chia Chang Co., Ltd.

2025 Annual Shareholders' Meeting Minutes

(This document is prepared in accordance with the Chinese version and is for reference only. In the event of any inconsistency between the English version and the Chinese version, the Chinese version shall prevail.)

Type of Meeting: Physical Shareholders' Meeting

Time and Date: 9:00 a.m., May 26, 2025

Place: Tzu Yun Hall of Monarch Skyline Hotel (B1, No.108, Sec. 1, Nankan Rd., Luzhu Dist., Taoyuan City, Taiwan)

Total outstanding shares: 142,367,613 shares

Total shares represented by shareholders present in person or by proxy: 87,939,889 shares
(Percentage of shares held by shareholders present in person or by proxy 61.76%)

Directors present: Kuei-Hsiu Sung (Chairman), Yung Hsiang Investment CO., LTD.
representative: Chang-Hai Chen (Director), Tsai-Ho Lu (Director),
Tz-Shiuan Chen (Director), Jui-Hsin Lin (Independent Director,
Convener of the Audit Committee)

Attendees: Li-Chuan Cheng (CFO), Chih-Yuan Chen (CPA of Deloitte & Touche),
Mao-Wei Li (Attorney)

Chairman: Kuei-Hsiu Sung, Chairman

Recorder: I-Man, Chin

I. Calling the Meeting to Order: The aggregate shareholding of the shareholders present in person or by proxy constituted a quorum. The Chairman called the meeting to order.

II. Chairman Remarks: (omitted).

III. Report Items

1. To report the business of 2024 (Please refer to Attachment 1)
2. Audit Committee's Review Report (Please refer to Attachment 2)
3. To report the distribution of employees' and directors' compensation of 2024
Explanation: The Board of Directors of the Company approved a cash distribution of NT\$32,929,803 to employees and NT\$14,000,000 to directors on February 26, 2025.

4. To report the distribution of 2024 earnings in cash

Explanation:

- (I) In accordance with Article 22 of the Company's Articles of Incorporation, if earnings distribution is in the form of cash dividends, the Board of Directors is authorized to resolve and report the resolution at the shareholders' meeting.
- (II) At the Board of Directors' meeting held on February 26, 2025, the Company approved to distribute the 2024 distributable earnings in the amount of NT\$284,735,226 in cash dividends, with NT\$2 per share, and authorized the Chairman to determine the distribution record date, payment date and other related matters for the distribution of cash dividends.
- (III) The cash dividends are calculated on a pro rata basis up to the dollar amount, with the amount below the dollar amount being rounded down and the total amount of the deficiency being adjusted from the decimal point from the largest to the smallest and the account number from the front to the back in order to meet the total amount of cash dividend distribution.
- (IV) If there is a change in the distribution ratio due to a change in the number of outstanding shares of the Company, the Chairman is authorized to adjust the distribution ratio based on the actual number of outstanding shares of the Company on the basis of the total distribution amount on the ex-dividend record date.

IV. Proposal Items

- 1: To accept 2024 business report and financial statements
(Proposed by the Board of Directors)

Explanation:

- (I) The Company's 2024 financial statements include: balance sheets, statements of comprehensive income, statements of changes in equity, and statements of cash flows which were audited by CPA Chih-Yuan Chen and CPA Shih-Chieh Chou of Deloitte & Touche.
- (II) Please refer to Attachments 1, 3, 4, 5 for the 2024 business report, CPA's review report, the above financial statements and the earnings distribution table.

Resolution: Voting Results:

Shares represented at the time of voting: 87,939,889

Voting Results*	% of the total represented share present
Votes in favor: 85,641,388 votes (13,825,681 votes)	97.38%
Votes against: 10,444 votes (10,444 votes)	0.01%
Votes invalid: 0 votes	0.00%
Votes abstained: 2,288,057 votes (2,283,030 votes)	2.60%

* including votes casted electronically (numbers in brackets)

Resolved, that the above proposal was hereby approved as proposed.

V. Discussion Items

- 1: Proposal for amendment to the Articles of Incorporation.
(Proposed by the Board of Directors)

Explanation:

- (I) In accordance with Article 14, Section 6 of the Securities and Exchange Act, companies listed on the stock exchange are required to specify a percentage of their annual profits in their articles of incorporation for adjusting salaries or distributing compensation to lower-level employees. This proposal seeks to amend the Company's Articles of Incorporation.
- (II) Please refer to Attachment 6 for the comparison table of amendments.

Resolution: Voting Results:

Shares represented at the time of voting: 87,939,889

Voting Results*	% of the total represented share present
Votes in favor: 86,359,388 votes (14,543,681 votes)	98.20%
Votes against: 10,444 votes (10,444 votes)	0.01%
Votes invalid: 0 votes	0.00%
Votes abstained: 1,570,057 votes (1,565,030 votes)	1.78%

* including votes casted electronically (numbers in brackets)

Resolved, that the above proposal was hereby approved as proposed.

- 2: Proposal for amendment to the Procedures for Lending Funds to Other Parties for approval.

(Proposed by the Board of Directors)

Explanation:

- (I) In accordance with Article 36-1 of the Securities and Exchange Act and the Regulations Governing Loaning of Funds and Making of Endorsements/Guarantees by Public Listed Companies, it is proposed to amend the Company's Procedures for Lending Funds to Other Parties.
- (II) Please refer to Attachment 7 for the comparison table of amendments.

Resolution: Voting Results:

Shares represented at the time of voting: 87,939,889

Voting Results*	% of the total represented share present
Votes in favor: 80,949,847 votes (9,134,140 votes)	92.05%
Votes against: 5,419,986 votes (5,419,986 votes)	6.16%
Votes invalid: 0 votes	0.00%
Votes abstained: 1,570,056 votes (1,565,029 votes)	1.78%

* including votes casted electronically (numbers in brackets)

Resolved, that the above proposal was hereby approved as proposed.

VI. Election Motions

1: Proposal for re-election of directors (including 4 independent directors) for approval.
(Proposed by the Board of Directors)

Explanation:

- (I) The current term of the Company's directors will expire on June 28, 2025. In accordance with a resolution approved by the Board of Directors, a proposal will be made at this annual shareholders' meeting to re-elect all 9 directors, including 4 independent directors.
- (II) The term of office of the newly appointed directors (including independent directors) will commence on June 29, 2025, and expire on June 28, 2028, for a duration of three years.
- (III) According to Article 14 of the Company's Articles of Incorporation, the Company shall have 9 directors, and their election will follow a candidate nomination system. The relevant information regarding the list of candidates for directors (including independent directors) is as follows:

Title	Name	Shareholding (Shares)	Educational Background	Main Experience and Current Position
Director	Kuei-Hsiu Sung	6,296,338	EMBA, National Yang Ming Chiao Tung University	Experience: President of Chia Chang Co., Ltd. Current Position: Chairman of Chia Chang Co., Ltd.
Director	Yung Hsiang Investment Co., LTD.	13,438,441	-	Current Position: Director of Chia Chang Co., Ltd.
Director	Tsai-Ho Lu	147,850	Mechanical Engineering, Taipei Municipal Daan Vocational High School	Experience: President of Chia Chang Technology (Suzhou) Co., Ltd. President of Guan Yung Enterprise Co., Ltd Current Position: Director of Chia Chang Co., Ltd.
Director	Tz-Shiuan Chen	2,057,217	Master Degree, Eastern Michigan University, USA	Experience: Manager/Director/Vice President of Chia Chang Co., Ltd. Current Position: Director/President of Chia Chang Co., Ltd.

Title	Name	Shareholding (Shares)	Educational Background	Main Experience and Current Position
				Representative of Institutional Director of Chia Chain Precision Hardware Electronics (Suzhou) Co.,Ltd. Representative of Institutional Director of Top Taiwan XIII Venture Capital Co., Ltd. Representative of Institutional Director/Chairman of EIDEAL Company Limited
Director	Chyan Yang	0	Ph.D. in Computer Science, University of Washington, USA	Experience: CEO of the EMBA Program/Director of the Graduate School of Business Administration/Dean of College of Management of National Yang Ming Chiao Tung University Current Position: Director of Chia Chang Co., Ltd. Independent Director of Associated Industries China, Inc. Independent Director of Mars Semiconductor Corp. Independent Director of Heron Neutron Medical Corp.
Independent Director	Jui-Hsin Lin	0	Department of Accounting, Tung Hai University	Experience: Vice President of Softstar Entertainment Inc. Chief Financial Officer of G.M.I. Technology Inc. Independent Director of HLJ Technology Co., Ltd. Independent Director of Tekcore Co., Ltd. Current Position: Independent Director of Chia Chang Co., Ltd. Partner CPA of Cheng Yang Certified Public Accountants Person in Charge of Cheng Yang Management Company Limited Independent Director of ETREND Hightech Corp.
Independent Director	Ping-Kuen Chen	0	Department of Mechanical Engineering, Tamkang University	Experience: Chairman of Huan Hower Enterprise Co., Ltd. Current Position: Independent Director of Chia Chang Co., Ltd. Chairman of Huan Hower Enterprise Co., Ltd. Director of Tien Liang Biotech Co., Ltd.

Title	Name	Shareholding (Shares)	Educational Background	Main Experience and Current Position
Independent Director	Pi-Lien Hung	0	Master of Accounting, National Chengchi University Master of Arts, National Taiwan University of Arts	Experience: Auditor, of Deloitte & Touche Intermediate Specialist of Taipei Exchange Supervisor of LIWANLI Innovation Co., Ltd. Current Position: Independent Director of ATrack Technology Inc. Independent Director of Softstar Entertainment Inc.
Independent Director	Chia-Hsiang Chu	0	MBA, Cheng Kung University	Experience: Manager, Director, Vice President, President of WK Technology Fund IX Ltd. Manager of Investment Department of Development Technology Consulting Co., Ltd. Manager of Corporate Group Business of HP Inc. Current Position: Independent Director of Chia Chang Co., Ltd. Chairman of WK Innovation Ltd. Chairman of WK Technology Fund IX Ltd. Director of Foxfortune Technology Ventures Limited Independent Director of Chicony Electronics Co., Ltd. Independent Director of Cincon Electronics Co., Ltd. Supervisor of Googol Technology (TWN) Limited Supervisor of eTouch Medical Inc. Chairman of MinYun Investment Co., Ltd. Chairman of Sunny Ventures Limited Independent Non-executive Director of Q Technology (Group) Company Limited Director of Beken Corporation Supervisor of Googol Technology (TWN) Limited Director of SmartSens Technology Director of SPINTROL Company Ltd. Executive Director and President of Shanghai Hongyi Enterprise Management Consulting Co., Ltd. Director of ESSENTIAL

Title	Name	Shareholding (Shares)	Educational Background	Main Experience and Current Position
				INVESTMENTS LIMITED Chairman and President of Guangxi Hongzhiyi Investment Co., Ltd. Director of Wealth Guard Ventures Limited Director of Excellence Wealthy Limited Director of North Star Ventures Limited Director of Guangdong ePropulsion Technology Ltd.

The reason for continuing the nomination of an independent director whose term has exceeded three terms:

- I. After evaluating Jui-Hsin Lin's past participation in Board activities and the valuable recommendations he has provided, the Board of Directors affirms that Jui-Hsin Lin continues to demonstrate both independence and sound, impartial judgment. In light of his extensive experience in finance, accounting, and industry, the Company believes his expertise and insight remain essential in helping shape its future direction.
- II. After evaluating Ping-Kuen Chen's past participation in Board activities and the valuable recommendations he has provided, the Board of Directors affirms that Ping-Kuen Chen continues to demonstrate both independence and sound, impartial judgment. In light of his extensive experience in finance, accounting, and industry, the Company believes his expertise and insight remain essential in helping shape its future direction.

(IV) Proposed for election.

Election Results:

The list of elected directors and the number of votes they received is as follows:

Title	Name	Vote Received
Director	Kuei-Hsiu Sung	111,440,921
Director	Yung Hsiang Investment Co., LTD.	87,371,567
Director	Tz-Shiuan Chen	86,847,614
Director	Tsai-Ho Lu	86,363,221
Director	Chyan Yang	86,137,572
Independent Director	Jui-Hsin Lin	79,525,557
Independent Director	Ping-Kuen Chen	79,332,834
Independent Director	Pi-Lien Hung	79,321,584
Independent Director	Chia-Hsiang Chu	76,951,959

VII. Other Proposals

- 1: Proposal for lifting the prohibition on new directors from business competition for approval.

(Proposed by the Board of Directors)

Explanation:

- (I) According to Article 209 of the Company Act, a director who does anything for himself or on behalf of another person that is within the scope of the Company's business, shall explain to the meeting of shareholders the essential contents of such an act and secure its approval. Accordingly, this proposal seeks approval to lift the prohibition on new directors from business competition.
- (II) To meet the Company's operational needs and to leverage the directors' expertise and relevant experience, we hereby seek approval at the shareholders' meeting to lift the prohibition on new directors from business competition.

(III) The companies and positions from which non-competition restrictions have been lifted are as follows:

Name	Company and Position
Tz-Shiuan Chen	Representative of Institutional Director of Chia Chain Precision Hardware Electronics (Suzhou) Co., Ltd. Representative of Institutional Director of Top Taiwan XIII Venture Capital Co., Ltd. Representative of Institutional Director/Chairman of EIDEAL Company Limited
Chyan Yang	Independent Director of Associated Industries China, Inc. Independent Director of Mars Semiconductor Corp. Independent Director of Heron Neutron Medical Corp.
Jui-Hsin Lin	Partner CPA of Cheng Yang Certified Public Accountants Person in Charge of Cheng Yang Management Company Limited Independent Director of ETREND Hightech Corp.
Ping-Kuen Chen	Chairman of Huan Hower Enterprise Co., Ltd. Director of Tien Liang Biotech Co., Ltd.
Pi-Lien Hung	Independent Director of ATrack Technology Inc. Independent Director of Softstar Entertainment Inc.
Chia-Hsiang Chu	Chairman of WK Innovation Ltd. Chairman of WK Technology Fund IX Ltd. Director of Foxfortune Technology Ventures Limited Independent Director of Chicony Electronics Co., Ltd. Independent Director of Cincon Electronics Co., Ltd. Supervisor of Googol Technology (TWN) Limited Supervisor of eTouch Medical Inc. Chairman of MinYun Investment Co., Ltd. Chairman of Sunny Ventures Limited Independent Non-executive Director of Q Technology (Group) Company Limited Director of Beken Corporation Supervisor of Googol Technology (TWN) Limited Director of SmartSens Technology Director of SPINTROL Company Ltd. Executive Director and President of Shanghai Hongyi Enterprise Management Consulting Co., Ltd. Director of ESSENTIAL INVESTMENTS LIMITED Chairman and President of Guangxi Hongzhiyi Investment Co., Ltd. Director of Wealth Guard Ventures Limited Director of Excellence Wealthy Limited Director of North Star Ventures Limited Director of Guangdong ePropulsion Technology Ltd.

Resolution: Voting Results:

Shares represented at the time of voting: 87,939,889

Voting Results*	% of the total represented share present
Votes in favor: 86,264,988 votes (14,449,281 votes)	98.09%
Votes against: 68,506 votes (68,506 votes)	0.07%
Votes invalid: 0 votes	0.00%
Votes abstained: 1,606,395 votes (1,601,368 votes)	1.82%

* including votes casted electronically (numbers in brackets)

Resolved, that the above proposal was hereby approved as proposed.

VIII. Extemporary Motions

IX. Adjournment (9:27 a.m. of the same day)

There was no question raised by shareholders at this shareholders' meeting.

Chairman: Kuei-Hsiu Sung, Chairman

Recorder: I-Man, Chin

Attachment I.

Chia Chang Co., Ltd.

2024 Business Report

Over the past year, the global economic environment has been filled with opportunities and challenges. The ongoing turmoil in international situations, including the Russo-Ukrainian war, the slowdown in China's economic growth, and geopolitical uncertainties, have all contributed to reduced visibility in end-market demand. These complex factors significantly impact on our operations for 2024. In this constantly changing environment, Chia Chang remained committed to a prudent strategy, focusing on sustainable development.

In 2024, thanks to the collective efforts of our entire team, Chia Chang achieved consolidated revenue of NT\$5.667 billion, representing a 7% decrease compared to NT\$6.074 billion in 2023. In terms of profitability, consolidated net income after tax for 2024 was approximately NT\$592 million, with net income attributable to the parent company's shareholders amounting to NT\$594 million, resulting in a basic earnings per share of NT\$4.17. By contrast, the consolidated net income after tax for 2023 was approximately NT\$613 million, with net income attributable to the parent company's shareholders amounting to NT\$615 million, resulting in a basic earnings per share of NT\$4.32, reflecting a 3% year-over-year decrease.

Looking ahead, the global political and economic landscape remains complex and dynamic. Following the conclusion of the United States presidential election, global tariff policies and the trade environment are marked by significant unpredictability, while geopolitical issues continue to influence the structure of global supply chains. Driven by external environmental factors, the global manufacturing industry is shifting towards regional development and placing greater emphasis on local production, thereby creating more challenges for supply chain configuration. The factory of Chia Chang located in Vietnam is scheduled for completion this year. This development will enhance production flexibility, strengthen global order competitiveness, and improve overall operational layout. Despite the global economic uncertainty and market volatility presenting new challenges, we will continue to expand our efforts in key areas such as display, automotive, and networking & server products. We will continue to invest in R&D innovation, deepen our core technologies, and enhance the competitiveness of our products. Embracing a spirit of adaptability and transformation, we will respond to the rapid changes in the market, enabling Chia Chang to maintain flexibility and resilience in a rapidly changing business environment.

Chia Chang is committed to continuous improvement in corporate governance, social welfare, and environmental sustainability. We have held blood donation events for five

consecutive years. Along with the enthusiastic participation of our colleagues, we warmly invite local residents, nearby businesses, and suppliers to join us in this meaningful initiative. Additionally, in 2025, we donated a blood donation vehicle to the Taipei Blood Center, further demonstrating our commitment to social responsibility. In response to global climate change and the international push for net-zero carbon emissions, the Company not only complies with relevant regulations but also actively promotes energy-saving initiatives, utilizes energy-efficient equipment, and strives to reduce energy consumption. Together, we are committed to global carbon reduction and combating global warming. We create impact through meaningful action and contributions to the economy, society, and environment through tangible actions, while tirelessly working to achieve our vision of sustainable development.

Throughout our journey, despite the challenges posed by the broader environment, we extend our heartfelt thanks to our shareholders, customers, employees, and partners for their continued trust and support. We will continue to pursue a development strategy based on innovation and quality, constantly exploring new market opportunities and steadily moving toward a stronger future.

Chairman
Kuei-Hsiu Sung

Manager
Tz-Shiuan Chen

Chef Accountant
Li-Chuan Cheng

Attachment II.

Audit Committee's Review Report

The Board of Directors has prepared the Company's 2024 business report, financial statements and annual earnings distribution proposal. The CPA firm of Deloitte & Touche was retained to audit the Company's financial statements and has issued an audit report relating to the financial statements. The business report, financial statements and annual earnings distribution proposal have been reviewed and determined to be accurate by the Audit Committee. According to relevant regulations of the Securities and Exchange Act and the Company Act, and we hereby submit this report.

Chia Chang Co., Ltd.

Chairman of the Audit Committee:
Jui-Hsin Lin

February 26, 2025

Attachment III.

INDEPENDENT AUDITORS' REPORT

The Board of Directors and Shareholders
Chia Chang Co., Ltd.

Opinion

We have audited the accompanying consolidated financial statements of Chia Chang Co., Ltd. (the “Corporation”) and its subsidiaries (collectively referred to as the “Group”), which comprise the consolidated balance sheets as of December 31, 2024 and 2023, and the consolidated statements of comprehensive income, changes in equity and cash flows for the years then ended, and notes to the consolidated financial statements, including material accounting policy information (collectively referred to as the “consolidated financial statements”).

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Group as of December 31, 2024 and 2023, and its consolidated financial performance and its consolidated cash flows for the years then ended in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), IFRIC Interpretations (IFRIC), and SIC Interpretations (SIC) endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

Basis for Opinion

We conducted our audits in accordance with the Regulations Governing Financial Statement Audit and Attestation Engagement of Certified Public Accountants and the Standards on Auditing of the Republic of China. Our responsibilities under those standards are further described in the Auditors’ Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group in accordance with The Norm of Professional Ethics for Certified Public Accountant of the Republic of China, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements for the year ended December 31, 2024. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

The key audit matters of the Group's consolidated financial statements for the year ended December 31, 2024 are stated as follows:

Occurrence of Recognized Sales Revenue

Chia Chang Co., Ltd. and its subsidiaries engage mainly in manufacturing metal stamping of internal and external mechanical parts and related products. Although the overall market demand declined in 2024, there was still an increase in revenue due to sales made to certain customers. Since the amount and proportion of sales revenue were significant, we considered the occurrence of recognized sales revenue from certain customers as a key audit matter to the consolidated financial statements for the year ended December 31, 2024. Refer to Notes 4 and 20 to the consolidated financial statements for the accounting policies on revenue recognition.

The audit procedures we have performed in respect of the above key audit matter included understanding, assessing and testing of the effectiveness of the design and implementation of the internal control related to the sales revenue. We selected sample transactions of those sales for certain customers, selected samples of sales revenue and performed confirmation procedures to verify the occurrence of sales revenue. We conducted alternative audit procedures for those who failed to respond to the confirmation request immediately and validated the relevant transaction documents to verify the occurrence of sales revenue.

Other Matter

We have also audited the parent company only financial statements of Chia Chang Co., Ltd. as of and for the years ended December 31, 2024 and 2023 on which we have issued an unmodified opinion.

Responsibilities of Management and Those Charged with Governance for 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, IFRS, IAS, IFRIC and SIC endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

Those charged with governance (including members of the audit committee) are responsible for overseeing the Group's financial reporting process.

Auditors' Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Standards on Auditing of the Republic of China will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with the Standards on Auditing of the Republic of China, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

1. Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
2. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
4. Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Group to cease to continue as a going concern.
5. Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
6. Obtain sufficient and appropriate audit evidence regarding the financial information of entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision, and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements for the year ended December 31, 2024 and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

The engagement partners on the audits resulting in this independent auditors' report are Chih-Yuan Chen and Shih-Chieh Chou.

Deloitte & Touche
Taipei, Taiwan
Republic of China

February 26, 2025

Notice to Readers

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

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

CHIA CHANG CO., LTD. AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS DECEMBER 31, 2024 AND 2023 (In Thousands of New Taiwan Dollars)

	December 31, 2024		December 31, 2023	
	Amount	%	Amount	%
ASSETS				
CURRENT ASSETS				
Cash and cash equivalents (Notes 4 and 6)	\$ 1,669,542	14	\$ 2,672,669	25
Financial assets at fair value through profit or loss - current (Note 4)	-	-	44	-
Notes and accounts receivable, net (Notes 4, 7 and 20)	2,352,613	20	2,508,844	24
Current tax assets (Notes 4 and 22)	147,338	1	92,230	1
Inventories, net (Notes 4 and 8)	385,038	3	341,415	3
Prepayments	73,380	1	69,079	1
Other financial assets - current (Notes 4, 6 and 28)	2,025,932	17	1,045,619	10
Other current assets (Note 4)	107,403	1	120,393	1
Total current assets	6,761,246	57	6,850,293	65
NON-CURRENT ASSETS				
Financial assets at fair value through other comprehensive income - non-current (Notes 4 and 9)	270,611	2	303,719	3
Investments accounted for using equity method (Notes 4 and 11)	96,516	1	124,081	1
Property, plant and equipment (Notes 4, 12 and 28)	3,514,515	30	2,789,591	26
Right-of-use assets (Notes 4, 13 and 28)	260,369	2	177,192	2
Investment properties (Notes 4 and 14)	52,438	-	53,214	1
Deferred tax assets (Notes 4 and 22)	63,384	1	29,754	-
Prepayments for machinery and equipment	339,717	3	241,754	2
Other non-current assets (Notes 4 and 15)	475,153	4	23,540	-
Total non-current assets	5,072,703	43	3,742,845	35
TOTAL	<u>\$ 11,833,949</u>	<u>100</u>	<u>\$ 10,593,138</u>	<u>100</u>
LIABILITIES AND EQUITY				
CURRENT LIABILITIES				
Notes payable	\$ 66,057	1	\$ 132,286	1
Accounts payable	881,079	8	915,616	9
Other payables (Note 17)	807,988	7	510,489	5
Current tax liabilities (Notes 4 and 22)	33,309	-	165,101	1
Lease liabilities - current (Notes 4 and 13)	26,289	-	1,265	-
Other current liabilities	148,858	1	129,630	1
Total current liabilities	1,963,580	17	1,854,387	17
NON-CURRENT LIABILITIES				
Long-term borrowings (Notes 16 and 28)	4,561	-	4,335	-
Deferred tax liabilities - non-current (Notes 4 and 22)	202,444	2	200,923	2
Lease liabilities - non-current (Notes 4 and 13)	57,992	-	-	-
Guarantee deposits	1,537	-	1,264	-
Other non-current liabilities (Note 15)	467,394	4	-	-
Total non-current liabilities	733,928	6	206,522	2
Total liabilities	2,697,508	23	2,060,909	19
EQUITY ATTRIBUTABLE TO OWNERS OF THE CORPORATION (Notes 4 and 19)				
Ordinary shares	1,423,676	12	1,423,676	14
Capital surplus	2,820,346	24	2,820,797	27
Retained earnings				
Legal reserve	1,016,214	9	954,711	9
Special reserve	515,121	4	435,084	4
Unappropriated earnings	3,532,921	30	3,407,974	32
Total retained earnings	5,064,256	43	4,797,769	45
Other equity	(176,910)	(2)	(515,121)	(5)
Total equity attributable to owners of the Corporation	9,131,368	77	8,527,121	81
NON-CONTROLLING INTERESTS (Notes 19 and 24)	5,073	-	5,108	-
Total equity	9,136,441	77	8,532,229	81
TOTAL	<u>\$ 11,833,949</u>	<u>100</u>	<u>\$ 10,593,138</u>	<u>100</u>

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

CHIA CHANG CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023 (In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	2024		2023	
	Amount	%	Amount	%
SALES REVENUE (Notes 4 and 20)	\$ 5,667,339	100	\$ 6,074,468	100
COST OF GOODS SOLD (Notes 4, 8 and 21)	<u>4,347,739</u>	<u>77</u>	<u>4,598,033</u>	<u>76</u>
GROSS PROFIT	<u>1,319,600</u>	<u>23</u>	<u>1,476,435</u>	<u>24</u>
OPERATING EXPENSES (Notes 4, 7 and 21)				
Selling and marketing expenses	224,296	4	224,889	4
General and administrative expenses	448,839	8	434,829	7
Research and development expenses	<u>141,873</u>	<u>2</u>	<u>77,558</u>	<u>1</u>
Total operating expenses	<u>815,008</u>	<u>14</u>	<u>737,276</u>	<u>12</u>
INCOME FROM OPERATIONS	<u>504,592</u>	<u>9</u>	<u>739,159</u>	<u>12</u>
NON-OPERATING INCOME AND EXPENSES (Notes 4, 11, 21 and 29)				
Other income	44,432	1	28,359	-
Share of profit of associates accounted for using equity method	19,685	-	34,904	1
Interest income	85,865	2	93,138	1
Other gains and losses	14,817	-	(1,530)	-
Exchange gains	82,899	1	37,270	1
Interest expense	<u>(2,090)</u>	<u>-</u>	<u>(997)</u>	<u>-</u>
Total non-operating income and expenses	<u>245,608</u>	<u>4</u>	<u>191,144</u>	<u>3</u>
INCOME BEFORE INCOME TAX	750,200	13	930,303	15
INCOME TAX EXPENSE (Notes 4 and 22)	<u>157,753</u>	<u>3</u>	<u>317,516</u>	<u>5</u>
NET INCOME	<u>592,447</u>	<u>10</u>	<u>612,787</u>	<u>10</u>
OTHER COMPREHENSIVE INCOME (LOSS) (Note 4)				
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	(27,423)	-	34,572	1

(Continued)

CHIA CHANG CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023 (In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	2024		2023	
	Amount	%	Amount	%
Items that may be reclassified subsequently to profit or loss:				
Exchange differences on translation of foreign operations	\$ 365,634	6	\$ (114,609)	(2)
Other comprehensive income (loss)	338,211	6	(80,037)	(1)
TOTAL COMPREHENSIVE INCOME	\$ 930,658	16	\$ 532,750	9
NET INCOME (LOSS) ATTRIBUTABLE TO:				
Owners of the Corporation	\$ 593,933	10	\$ 615,032	10
Non-controlling interests	(1,486)	-	(2,245)	-
	\$ 592,447	10	\$ 612,787	10
TOTAL COMPREHENSIVE INCOME (LOSS) ATTRIBUTABLE TO:				
Owners of the Corporation	\$ 932,144	16	\$ 534,995	9
Non-controlling interests	(1,486)	-	(2,245)	-
	\$ 930,658	16	\$ 532,750	9
EARNINGS PER SHARE (NEW TAIWAN DOLLARS; Note 23)				
Basic	\$ 4.17		\$ 4.32	
Diluted	\$ 4.15		\$ 4.29	

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

(Concluded)

CHIA CHANG CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023
(In Thousands of New Taiwan Dollars)

	Equity Attributable to Owners of the Corporation											Total Equity
	Ordinary Shares	Capital Surplus	Retained Earnings				Exchange Differences on Translation of Foreign Operations	Other Equity		Non-controlling Interests		
			Legal Reserve	Special Reserve	Unappropriated Earnings	Total		Unrealized Gain (Loss) on Financial Assets at Fair Value Through Other Comprehensive Income	Total			
BALANCE AT JANUARY 1, 2023	\$ 1,423,676	\$ 2,820,797	\$ 890,220	\$ 597,812	\$ 3,050,624	\$ 4,538,656	\$ (477,765)	\$ 42,681	\$ (435,084)	\$ 8,348,045	\$ 5,353	\$ 8,353,398
Appropriation of 2022 earnings												
Legal reserve	-	-	64,491	-	(64,491)	-	-	-	-	-	-	-
Special reserve reversal	-	-	-	(162,728)	162,728	-	-	-	-	-	-	-
Cash dividends distributed	-	-	-	-	(355,919)	(355,919)	-	-	-	(355,919)	-	(355,919)
Total appropriation of 2022 earnings	-	-	64,491	(162,728)	(257,682)	(355,919)	-	-	-	(355,919)	-	(355,919)
Net income (loss) for the year ended December 31, 2023	-	-	-	-	615,032	615,032	-	-	-	615,032	(2,245)	612,787
Other comprehensive income (loss) for the year ended December 31, 2023	-	-	-	-	-	-	(114,609)	34,572	(80,037)	(80,037)	-	(80,037)
Total comprehensive income (loss) for the year ended December 31, 2023	-	-	-	-	615,032	615,032	(114,609)	34,572	(80,037)	534,995	(2,245)	532,750
Non-controlling interests	-	-	-	-	-	-	-	-	-	-	2,000	2,000
BALANCE AT DECEMBER 31, 2023	1,423,676	2,820,797	954,711	435,084	3,407,974	4,797,769	(592,374)	77,253	(515,121)	8,527,121	5,108	8,532,229
Appropriation of 2023 earnings												
Legal reserve	-	-	61,503	-	(61,503)	-	-	-	-	-	-	-
Special reserve	-	-	-	80,037	(80,037)	-	-	-	-	-	-	-
Cash dividends distributed	-	-	-	-	(327,446)	(327,446)	-	-	-	(327,446)	-	(327,446)
Total appropriation of 2023 earnings	-	-	61,503	80,037	(468,986)	(327,446)	-	-	-	(327,446)	-	(327,446)
Net income (loss) for the year ended December 31, 2024	-	-	-	-	593,933	593,933	-	-	-	593,933	(1,486)	592,447
Other comprehensive income (loss) for the year ended December 31, 2024	-	-	-	-	-	-	365,634	(27,423)	338,211	338,211	-	338,211
Total comprehensive income (loss) for the year ended December 31, 2024	-	-	-	-	593,933	593,933	365,634	(27,423)	338,211	932,144	(1,486)	930,658
Changes in percentage of ownership interests in subsidiaries	-	(451)	-	-	-	-	-	-	-	(451)	451	-
Non-controlling interests	-	-	-	-	-	-	-	-	-	-	1,000	1,000
BALANCE AT DECEMBER 31, 2024	\$ 1,423,676	\$ 2,820,346	\$ 1,016,214	\$ 515,121	\$ 3,532,921	\$ 5,064,256	\$ (226,740)	\$ 49,830	\$ (176,910)	\$ 9,131,368	\$ 5,073	\$ 9,136,441

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

CHIA CHANG CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023 (In Thousands of New Taiwan Dollars)

	2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES		
Income before income tax	\$ 750,200	\$ 930,303
Adjustments for:		
Depreciation	252,006	241,531
Amortization	186,781	183,895
Expected credit loss recognized (reversed)	11,142	(928)
Net gain on fair value changes of financial assets at fair value through profit or loss	(1)	(1)
Interest expense	2,090	997
Interest income	(85,865)	(93,138)
Dividend income	(24,653)	(4,172)
Share of profit or loss of associates accounted for using equity method	(19,685)	(34,904)
Gain on disposal and retirement of property, plant and equipment	(15,987)	(1,021)
Write-down of inventories (reversed)	9,743	(8,071)
Unrealized loss (gain) on foreign exchange	(34,851)	14,796
Changes in operating assets and liabilities		
Notes and accounts receivable	167,641	137,890
Inventories	(41,115)	60,028
Prepayments	(4,301)	(7,208)
Other current assets	(134,303)	(156,065)
Notes payable	(66,229)	(79,946)
Accounts payable	(37,549)	(39,358)
Other payables	(36,453)	(51,001)
Other current liabilities	19,228	15,023
Cash generated by operations	897,839	1,108,650
Interest received	80,305	105,281
Income tax paid	(376,200)	(290,854)
Net cash generated by operating activities	601,944	923,077
CASH FLOWS FROM INVESTING ACTIVITIES		
Increase in other financial assets	(3,929,820)	(1,623,629)
Decrease in other financial assets	3,005,524	2,657,385
Payments of property, plant and equipment	(480,158)	(560,440)
Increase in other non-current assets	(455,982)	(438)
Increase in prepayments for machinery and equipment	(144,125)	(144,045)
Proceeds from disposal of property, plant and equipment	69,306	19,500
Dividends received	47,250	21,812
Proceeds from capital reduction of financial assets at fair value through other comprehensive income	11,996	16,918
Purchase of financial assets at fair value through other comprehensive income	(5,587)	(93,811)

(Continued)

CHIA CHANG CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023 (In Thousands of New Taiwan Dollars)

	2024	2023
Proceeds from disposal of financial assets at fair value through profit or loss	\$ 44	\$ -
Acquisition of right-of-use assets	-	(58,401)
Proceeds from capital reduction of investments accounted for using equity method	-	17,500
Net cash generated by (used in) investing activities	<u>(1,881,552)</u>	<u>252,351</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Increase in other non-current liabilities	467,394	-
Cash dividends paid	(327,446)	(355,919)
Repayment of the principal portion of lease liabilities	(18,732)	(19,289)
Change in non-controlling interests	1,000	2,000
Interest paid	(993)	(1,016)
Increase in guarantee deposits	273	434
Decrease in short-term borrowings	-	(190,000)
Net cash generated by (used in) financing activities	<u>121,496</u>	<u>(563,790)</u>
EFFECTS OF EXCHANGE RATE CHANGES ON CASH AND CASH EQUIVALENTS		
	<u>154,985</u>	<u>(17,200)</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	<u>(1,003,127)</u>	<u>594,438</u>
CASH AND CASH EQUIVALENTS, BEGINNING OF THE YEAR	<u>2,672,669</u>	<u>2,078,231</u>
CASH AND CASH EQUIVALENTS, END OF THE YEAR	<u>\$ 1,669,542</u>	<u>\$ 2,672,669</u>

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

(Concluded)

Attachment IV.

INDEPENDENT AUDITORS' REPORT

The Board of Directors and Shareholders
Chia Chang Co., Ltd.

Opinion

We have audited the accompanying parent company only financial statements of Chia Chang Co., Ltd. (the "Corporation"), which comprise the parent company only balance sheets as of December 31, 2024 and 2023, and the parent company only statements of comprehensive income, changes in equity and cash flows for the years then ended, and the notes to the parent company only financial statements, including material accounting policy information (collectively referred to as the "parent company only financial statements").

In our opinion, the accompanying parent company only financial statements present fairly, in all material respects, the parent company only financial position of the Corporation as of December 31, 2024 and 2023, and its parent company only financial performance and its parent company only cash flows for the years then ended in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers.

Basis for Opinion

We conducted our audits in accordance with the Regulations Governing Financial Statement Audit and Attestation Engagements of Certified Public Accountants and the Standards on Auditing of the Republic of China. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Parent Company Only Financial Statements section of our report. We are independent of the Corporation in accordance with The Norm of Professional Ethics for Certified Public Accountant of the Republic of China, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the parent company only financial statements for the year ended December 31, 2024. These matters were addressed in the context of our audit of the parent company only financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

The key audit matters of the Corporation's parent company only financial statements for the year ended December 31, 2024 are described as follows:

Occurrence of Recognized of Sales Revenue

Chia Chang Co., Ltd. engages mainly in manufacturing metal stamping of internal and external mechanical parts and related products. Although the overall market demand declined in 2024, there was still an increase in revenue due to sales made to certain customers. Since the amount and proportion of sales revenue were significant, we considered the occurrence of recognized sales revenue from certain customers as a key audit matter of the parent company only financial statements for the year ended December 31, 2024. Refer to Notes 4 and 16 to the parent company only financial statements for the accounting policies on revenue recognition.

The audit procedures we have performed in respect of the above key audit matter included understanding, assessing and testing of the effectiveness of the design and implementation of the internal control related to the sales revenue. We selected sample transactions of those sales for certain customers, selected samples of sales revenue and performed confirmation procedures to verify the occurrence of sales revenue. We conducted alternative audit procedures for those who failed to respond to the confirmation request immediately and validated the relevant transaction documents to verify the occurrence of sales revenue.

Responsibilities of Management and Those Charged with Governance for the Parent Company Only Financial Statements

Management is responsible for the preparation and fair presentation of the parent company only financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, and for such internal control as management determines is necessary to enable the preparation of parent company only financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the parent company only financial statements, management is responsible for assessing the Corporation's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Corporation or to cease operations, or has no realistic alternative but to do so.

Those charged with governance (including members of the audit committee) are responsible for overseeing the Corporation's financial reporting process.

Auditors' Responsibilities for the Audit of the Parent Company Only Financial Statements

Our objectives are to obtain reasonable assurance about whether the parent company only financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Standards on Auditing of the Republic of China will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the parent company only financial statements.

As part of an audit in accordance with the Standards on Auditing of the Republic of China, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

1. Identify and assess the risks of material misstatement of the parent company only financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
2. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Corporation's internal control.
3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
4. Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Corporation's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the parent company only financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Corporation to cease to continue as a going concern.
5. Evaluate the overall presentation, structure and content of the parent company only financial statements, including the disclosures, and whether the parent company only financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
6. Obtain sufficient and appropriate audit evidence regarding the financial information of entities or business activities within the Corporation to express an opinion on the parent company only financial statements. We are responsible for the direction, supervision, and performance of the audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the parent company only financial statements for the year ended December 31, 2024 and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

The engagement partners on the audits resulting in this independent auditors' report are Chih-Yuan Chen and Shih-Chieh Chou.

Deloitte & Touche
Taipei, Taiwan
Republic of China

February 26, 2025

Notice to Readers

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

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

CHIA CHANG CO., LTD.

PARENT COMPANY ONLY BALANCE SHEETS DECEMBER 31, 2024 AND 2023 (In Thousands of New Taiwan Dollars)

	December 31, 2024		December 31, 2023	
	Amount	%	Amount	%
ASSETS				
CURRENT ASSETS				
Cash and cash equivalents (Notes 4 and 6)	\$ 64,399	1	\$ 516,420	6
Notes and accounts receivable, net (Notes 4, 7, 16 and 22)	530,417	5	533,321	6
Other receivables (Note 22)	103,139	1	2,044	-
Inventories, net (Notes 4 and 8)	103,688	1	109,418	1
Prepayments	46,121	-	35,465	-
Other financial assets - current (Notes 4, 6 and 23)	361,800	4	219,700	2
Other current assets	<u>2,469</u>	<u>-</u>	<u>13,937</u>	<u>-</u>
Total current assets	<u>1,212,033</u>	<u>12</u>	<u>1,430,305</u>	<u>15</u>
NON-CURRENT ASSETS				
Financial assets at fair value through other comprehensive income - non-current (Notes 4 and 9)	135,425	1	139,967	2
Investments accounted for using equity method (Notes 4 and 10)	7,815,405	80	7,155,601	77
Property, plant and equipment (Notes 4, 11 and 23)	506,877	5	486,482	5
Right-of-use assets (Notes 4 and 12)	61,331	1	-	-
Investment properties (Notes 4 and 13)	52,438	1	53,214	1
Deferred tax assets (Notes 4 and 18)	2,621	-	8,984	-
Prepayments for machinery and equipment	3,171	-	34,464	-
Other non-current assets	<u>5,840</u>	<u>-</u>	<u>6,031</u>	<u>-</u>
Total non-current assets	<u>8,583,108</u>	<u>88</u>	<u>7,884,743</u>	<u>85</u>
TOTAL	<u>\$ 9,795,141</u>	<u>100</u>	<u>\$ 9,315,048</u>	<u>100</u>
LIABILITIES AND EQUITY				
CURRENT LIABILITIES				
Notes payable	\$ 66,057	1	\$ 132,286	1
Accounts payable (Note 22)	126,514	1	118,323	1
Other payables (Note 22)	167,982	2	181,873	2
Current tax liabilities (Notes 4 and 18)	18,284	-	136,171	2
Lease liabilities - current (Notes 4 and 12)	7,647	-	-	-
Other current liabilities	<u>19,847</u>	<u>-</u>	<u>18,098</u>	<u>-</u>
Total current liabilities	<u>406,331</u>	<u>4</u>	<u>586,751</u>	<u>6</u>
NON-CURRENT LIABILITIES				
Deferred tax liabilities (Notes 4 and 18)	201,987	2	200,346	2
Lease liabilities - non-current (Notes 4 and 12)	54,625	1	-	-
Guarantee deposits	<u>830</u>	<u>-</u>	<u>830</u>	<u>-</u>
Total non-current liabilities	<u>257,442</u>	<u>3</u>	<u>201,176</u>	<u>2</u>
Total liabilities	<u>663,773</u>	<u>7</u>	<u>787,927</u>	<u>8</u>
EQUITY (Notes 4 and 15)				
Ordinary shares	<u>1,423,676</u>	<u>14</u>	<u>1,423,676</u>	<u>15</u>
Capital surplus	<u>2,820,346</u>	<u>29</u>	<u>2,820,797</u>	<u>30</u>
Retained earnings				
Legal reserve	1,016,214	11	954,711	10
Special reserve	515,121	5	435,084	5
Unappropriated earnings	<u>3,532,921</u>	<u>36</u>	<u>3,407,974</u>	<u>37</u>
Total retained earnings	<u>5,064,256</u>	<u>52</u>	<u>4,797,769</u>	<u>52</u>
Other equity	<u>(176,910)</u>	<u>(2)</u>	<u>(515,121)</u>	<u>(5)</u>
Total equity	<u>9,131,368</u>	<u>93</u>	<u>8,527,121</u>	<u>92</u>
TOTAL	<u>\$ 9,795,141</u>	<u>100</u>	<u>\$ 9,315,048</u>	<u>100</u>

The accompanying notes are an integral part of the parent company only financial statements.

CHIA CHANG CO., LTD.

PARENT COMPANY ONLY STATEMENTS OF COMPREHENSIVE INCOME FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023 (In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	2024		2023	
	Amount	%	Amount	%
SALES REVENUE (Notes 4, 16 and 22)	\$ 1,349,516	100	\$ 1,583,396	100
COST OF GOODS SOLD (Notes 4, 8, 17 and 22)	<u>857,497</u>	<u>63</u>	<u>1,048,469</u>	<u>66</u>
GROSS PROFIT	<u>492,019</u>	<u>37</u>	<u>534,927</u>	<u>34</u>
OPERATING EXPENSES (Notes 17 and 22)				
Selling and marketing expenses	46,089	3	43,299	3
General and administrative expenses	169,876	13	175,039	11
Research and development expenses	<u>48,411</u>	<u>4</u>	<u>47,205</u>	<u>3</u>
Total operating expenses	<u>264,376</u>	<u>20</u>	<u>265,543</u>	<u>17</u>
INCOME FROM OPERATIONS	<u>227,643</u>	<u>17</u>	<u>269,384</u>	<u>17</u>
NON-OPERATING INCOME AND EXPENSES (Note 4)				
Other income (Notes 17 and 22)	4,858	-	6,751	-
Share of profit of associates accounted for using equity method (Note 10)	414,447	31	501,034	32
Interest income (Note 22)	13,372	1	13,314	1
Other gains and losses (Notes 17 and 24)	46,183	3	9,707	1
Interest expense	<u>(1,541)</u>	<u>-</u>	<u>(831)</u>	<u>-</u>
Total non-operating income and expenses	<u>477,319</u>	<u>35</u>	<u>529,975</u>	<u>34</u>
INCOME BEFORE INCOME TAX	704,962	52	799,359	51
INCOME TAX EXPENSE (Notes 4 and 18)	<u>111,029</u>	<u>8</u>	<u>184,327</u>	<u>12</u>
NET INCOME	<u>593,933</u>	<u>44</u>	<u>615,032</u>	<u>39</u>
OTHER COMPREHENSIVE INCOME (LOSS) (Note 4)				
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	(4,542)	-	4,388	-
Share of the other comprehensive income (loss) of subsidiaries and associates for using equity method	(22,881)	(2)	30,184	2

(Continued)

CHIA CHANG CO., LTD.

PARENT COMPANY ONLY STATEMENTS OF COMPREHENSIVE INCOME FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023 (In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	<u>2024</u>		<u>2023</u>	
	<u>Amount</u>	<u>%</u>	<u>Amount</u>	<u>%</u>
Items that may be reclassified subsequently to profit or loss:				
Exchange differences on translation of foreign operations	\$ 365,634	27	\$ (114,609)	(7)
Other comprehensive income (loss)	338,211	25	(80,037)	(5)
TOTAL COMPREHENSIVE INCOME	<u>\$ 932,144</u>	<u>69</u>	<u>\$ 534,995</u>	<u>34</u>
EARNINGS PER SHARE (NEW TAIWAN DOLLARS; Note 19)				
Basic	<u>\$ 4.17</u>		<u>\$ 4.32</u>	
Diluted	<u>\$ 4.15</u>		<u>\$ 4.29</u>	

The accompanying notes are an integral part of the parent company only financial statements. (Concluded)

CHIA CHANG CO., LTD.

PARENT COMPANY ONLY STATEMENTS OF CHANGES IN EQUITY
FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023
(In Thousands of New Taiwan Dollars)

	Ordinary Shares		Capital Surplus	Retained Earnings				Exchange Differences on Translation of Foreign Operations	Other Equity	Total	Total Equity
	Shares (In Thousands)	Amount		Legal Reserve	Special Reserve	Unappropriated Earnings	Total		Unrealized Gain (Loss) on Financial Assets at Fair Value Through Other Comprehensive Income		
BALANCE AT JANUARY 1, 2023	<u>142,368</u>	<u>\$ 1,423,676</u>	<u>\$ 2,820,797</u>	<u>\$ 890,220</u>	<u>\$ 597,812</u>	<u>\$ 3,050,624</u>	<u>\$ 4,538,656</u>	<u>\$ (477,765)</u>	<u>\$ 42,681</u>	<u>\$ (435,084)</u>	<u>\$ 8,348,045</u>
Appropriation of 2022 earnings											
Legal reserve	-	-	-	64,491	-	(64,491)	-	-	-	-	-
Special reserve reversal	-	-	-	-	(162,728)	162,728	-	-	-	-	-
Cash dividends distributed	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(355,919)</u>	<u>(355,919)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(355,919)</u>
Total appropriation of 2022 earnings	<u>-</u>	<u>-</u>	<u>-</u>	<u>64,491</u>	<u>(162,728)</u>	<u>(257,682)</u>	<u>(355,919)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(355,919)</u>
Net income for the year ended December 31, 2023	-	-	-	-	-	615,032	615,032	-	-	-	615,032
Other comprehensive income (loss) for the year ended December 31, 2023	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(114,609)</u>	<u>34,572</u>	<u>(80,037)</u>	<u>(80,037)</u>
Total comprehensive income (loss) for the year ended December 31, 2023	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>615,032</u>	<u>615,032</u>	<u>(114,609)</u>	<u>34,572</u>	<u>(80,037)</u>	<u>534,995</u>
BALANCE AT DECEMBER 31, 2023	<u>142,368</u>	<u>1,423,676</u>	<u>2,820,797</u>	<u>954,711</u>	<u>435,084</u>	<u>3,407,974</u>	<u>4,797,769</u>	<u>(592,374)</u>	<u>77,253</u>	<u>(515,121)</u>	<u>8,527,121</u>
Appropriation of 2023 earnings											
Legal reserve	-	-	-	61,503	-	(61,503)	-	-	-	-	-
Special reserve	-	-	-	-	80,037	(80,037)	-	-	-	-	-
Cash dividends distributed	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(327,446)</u>	<u>(327,446)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(327,446)</u>
Total appropriation of 2023 earnings	<u>-</u>	<u>-</u>	<u>-</u>	<u>61,503</u>	<u>80,037</u>	<u>(468,986)</u>	<u>(327,446)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(327,446)</u>
Net income for the year ended December 31, 2024	-	-	-	-	-	593,933	593,933	-	-	-	593,933
Other comprehensive income (loss) for the year ended December 31, 2024	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>365,634</u>	<u>(27,423)</u>	<u>338,211</u>	<u>338,211</u>
Total comprehensive income (loss) for the year ended December 31, 2024	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>593,933</u>	<u>593,933</u>	<u>365,634</u>	<u>(27,423)</u>	<u>338,211</u>	<u>932,144</u>
Changes in percentage of ownership interests in subsidiaries	<u>-</u>	<u>-</u>	<u>(451)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(451)</u>
BALANCE AT DECEMBER 31, 2024	<u>142,368</u>	<u>\$ 1,423,676</u>	<u>\$ 2,820,346</u>	<u>\$ 1,016,214</u>	<u>\$ 515,121</u>	<u>\$ 3,532,921</u>	<u>\$ 5,064,256</u>	<u>\$ (226,740)</u>	<u>\$ 49,830</u>	<u>\$ (176,910)</u>	<u>\$ 9,131,368</u>

The accompanying notes are an integral part of the parent company only financial statements.

CHIA CHANG CO., LTD.

PARENT COMPANY ONLY STATEMENTS OF CASH FLOWS FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023 (In Thousands of New Taiwan Dollars)

	2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES		
Income before income tax	\$ 704,962	\$ 799,359
Adjustments for:		
Share of profit of subsidiaries and associates accounted for using equity method	(414,447)	(501,034)
Amortization	13,965	26,668
Depreciation	39,265	24,842
Interest income	(13,372)	(13,314)
Unrealized loss (gain) on foreign exchange	(22,318)	10,438
Write-down of inventories	829	3,093
Interest expense	1,541	831
Loss (gain) on disposal and retirement of property, plant and equipment	18	(147)
Changes in operating assets and liabilities		
Notes and accounts receivable	25,726	169,047
Other receivable	(1,562)	210
Inventories	4,901	51,929
Prepayments	(10,656)	(4,326)
Other current assets	(1,092)	(21,418)
Notes payable	(66,229)	(79,946)
Accounts payable	5,179	(33,167)
Other payables	(12,454)	(22,684)
Other current liabilities	1,749	(17,267)
Cash generated by operations	256,005	393,114
Income tax paid	(220,912)	(148,329)
Interest received	12,204	13,028
Net cash generated by operating activities	47,297	257,813
CASH FLOWS FROM INVESTING ACTIVITIES		
Increase in other financial assets	(923,927)	(219,700)
Decrease in other financial assets	781,827	118,920
Dividends received	178,514	491,132
Increase in other receivables from related parties	(95,857)	-
Acquisition of investments accounted for using equity method	-	(109,606)
Payments of property, plant and equipment	(16,447)	(25,971)
Increase in prepayments for machinery and equipment	(3,171)	(20,469)
Increase in other non-current assets	(1,089)	(1,357)
Proceeds from disposal of property, plant and equipment	33	12,665
Proceeds from capital reduction of investments accounted for using equity method	-	341,124
Purchase of financial assets at fair value through other comprehensive income	-	(80,000)
Net cash generated by (used in) investing activities	(80,117)	506,738

(Continued)

CHIA CHANG CO., LTD.

PARENT COMPANY ONLY STATEMENTS OF CASH FLOWS FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023 (In Thousands of New Taiwan Dollars)

	2024	2023
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash dividends paid	\$ (327,446)	\$ (355,919)
Acquisition of additional interests in subsidiaries	(81,569)	-
Repayment of the principal portion of lease liabilities	(7,517)	-
Interest paid	(2,669)	(867)
Decrease in short-term borrowings	<u>-</u>	<u>(190,000)</u>
Net cash used in financing activities	<u>(419,201)</u>	<u>(546,786)</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(452,021)	217,765
CASH AND CASH EQUIVALENTS, BEGINNING OF THE YEAR	<u>516,420</u>	<u>298,655</u>
CASH AND CASH EQUIVALENTS, END OF THE YEAR	<u>\$ 64,399</u>	<u>\$ 516,420</u>

The accompanying notes are an integral part of the parent company only financial statements.

(Concluded)

Attachment V.

Chia Chang Co., Ltd.
Earnings Distribution Table
2024

	Unit: NT\$
Unappropriated earnings, beginning balance	2,938,988,391
Net income after tax in 2024	593,932,601
Appropriation to legal reserve (10%)	(59,393,260)
Reversal of special reserve	338,211,267
Distributable earnings for the current period	3,811,738,999
Distribution items:	
Cash dividends to common stock (NT\$2 per share)	(284,735,226)
Unappropriated earnings, ending balance	3,527,003,773

Chairman
Kuei-Hsiu Sung

Manager
Tz-Shiuan Chen

Chef Accountant
Li-Chuan Cheng

Note: The cash dividends were approved by the Board of Directors and to be reported at the shareholders' meeting.

Attachment VI.

Comparison Table of Amendments to the Articles of Incorporation

Before Amendments	After Amendments	Explanation
<p>Article 21:</p> <p>If the Company makes a profit in a year, it shall <u>first</u> set aside not less than 1% of the profit for the year, not more than 15% of the profit for the year as compensation to employees, and less than 5% as compensation to directors. When there is a cumulative deficit, the Company shall reserve such an amount in advance for compensation. In the event that employee compensation is paid in stock or cash, it shall be paid to employees of the Company's subsidiaries who meet certain criteria. The Board of Directors is authorized to formulate these conditions. The distribution of employee and director's remuneration shall be made by a resolution of the Board of Directors with at least two-thirds of the directors present and consent of a majority of the directors present, and reported to the shareholders' meeting.</p>	<p>Article 21:</p> <p>If the Company makes a profit in a year, it shall set aside not less than 1% of the profit for the year, not more than 15% of the profit for the year as compensation to employees, <u>additionally no less than 3% of the employee compensation should be allocated to grassroots employees,</u> and less than 5% as compensation to directors. When there is a cumulative deficit, the Company shall reserve such an amount in advance for compensation. In the event that employee compensation is <u>paid</u> in stock or cash, it shall be paid to employees of the Company's subsidiaries who meet certain criteria. The Board of Directors is authorized to formulate these conditions. The distribution of employee and director's remuneration shall be made by a resolution of the Board of Directors with at least two-thirds of the directors present and consent of a majority of the directors present, and reported to the shareholders' meeting.</p>	<p>Amendment in accordance with Article 14, Section 6 of the Securities and Exchange Act.</p>
<p>Article 24:</p> <p>The Articles of Incorporation were established on August 22, 1985</p> <p>The first amendment was made on April 15, 1987</p> <p>The second amendment was made on September 1, 1991</p> <p>The third amendment was made on February 6, 1993</p> <p>The fourth amendment was made on October 5, 1995</p> <p>The fifth amendment was made on May 15, 2000</p> <p>The sixth amendment was made on April 27, 2001</p> <p>The seventh amendment was made on July 1, 2001</p> <p>The eighth amendment was made on December 25, 2002</p>	<p>Article 24:</p> <p>The Articles of Incorporation were established on August 22, 1985</p> <p>The first amendment was made on April 15, 1987</p> <p>The second amendment was made on September 1, 1991</p> <p>The third amendment was made on February 6, 1993</p> <p>The fourth amendment was made on October 5, 1995</p> <p>The fifth amendment was made on May 15, 2000</p> <p>The sixth amendment was made on April 27, 2001</p> <p>The seventh amendment was made on July 1, 2001</p> <p>The eighth amendment was made on December 25, 2002</p>	<p>Addition of the amendment date.</p>

Before Amendments	After Amendments	Explanation
The ninth amendment was made on September 20, 2006	The ninth amendment was made on September 20, 2006	
The tenth amendment was made on December 20, 2006	The tenth amendment was made on December 20, 2006	
The eleventh amendment was made on June 15, 2007	The eleventh amendment was made on June 15, 2007	
The twelfth amendment was made on August 31, 2007	The twelfth amendment was made on August 31, 2007	
The thirteenth amendment was made on April 8, 2009	The thirteenth amendment was made on April 8, 2009	
The fourteenth amendment was made on June 5, 2009	The fourteenth amendment was made on June 5, 2009	
The fifteenth amendment was made on June 29, 2010	The fifteenth amendment was made on June 29, 2010	
The sixteenth amendment was made on June 27, 2016	The sixteenth amendment was made on June 27, 2016	
The seventeenth amendment was made on June 11, 2018	The seventeenth amendment was made on June 11, 2018	
The eighteenth amendment was made on July 30, 2021	The eighteenth amendment was made on July 30, 2021	
The nineteenth amendment was made on June 22, 2022	The nineteenth amendment was made on June 22, 2022	
The twentieth amendment was made on May 29, 2023	The twentieth amendment was made on May 29, 2023	
	<u>The twenty-first amendment was made on May 26, 2025</u>	

Attachment VII.

Comparison Table of Amendments to the Procedures for Lending Funds to Others Parties

Before Amendments	After Amendments	Explanation
<p>5.1 Recipients of Loaned Funds: Under Article 15 of the Company Act, the Company's funds may not be loaned to shareholders or any other individuals, except under the following circumstances:</p> <p>5.1.1 Companies that engage in business transactions with other companies or firms.</p> <p>5.1.2 Companies or business entities that have a need for short-term financing between them. <u>The financing amount shall not exceed 40% of the net worth of the lending enterprise.</u> <u>The term short-term as mentioned above refers to a period of one year.</u> <u>However, for companies with a business cycle longer than one year, the length of the business cycle shall serve as the standard.</u> <u>The financing amount mentioned in Article 1, Section 2 refers to the cumulative balance of the Company's short-term financing funds.</u></p>	<p>5.1 Recipients of Loaned Funds: Under Article 15 of the Company Act, the Company's funds may not be loaned to shareholders or any other individuals, except under the following circumstances:</p> <p>5.1.1 Companies that engage in business transactions with other companies or firms.</p> <p>5.1.2 Companies or business entities that have a need for short-term financing between them.</p>	Provision has been deleted.
<p>5.2 Evaluation Criteria for Lending Funds to Others:</p> <p>5.2.1 Due to the business relationship involving the provision of funds, it is essential to <u>clearly</u> define the criteria for evaluating whether the loan amount is appropriate in relation to the volume of business transactions.</p> <p>5.2.2 If short-term financing is required, the reasons and circumstances for obtaining the funds should be clearly specified.</p>	<p>5.2 Evaluation Criteria for Lending Funds to Others:</p> <p>5.2.1 Due to the business relationship involving provision of funds, it is essential <u>that the principle be based on business transactions that have already occurred. The loan amount should be equivalent to the higher of the total purchase or sales amount between the Company and the other party for the most recent fiscal year, or up to the end of the month preceding the loan issuance.</u></p> <p>5.2.2 <u>As</u> short-term financing is required, the reasons and circumstances for obtaining the funds should be clearly specified. <u>The term short-term as mentioned above refers to a period of one year.</u> <u>However, for companies with a business cycle longer than one year, the length of the business cycle shall</u></p>	Amend the provisions.

Before Amendments	After Amendments	Explanation
	<p>serve as the standard.</p> <p><u>The financing amount mentioned in Article 1, Section 2 refers to the cumulative balance of the Company's short-term financing funds.</u></p>	
<p>5.3 Total amount of loans and individual limits for borrowers:</p> <p>5.3.1 The total amount of funds lent by the Company to others shall not exceed 40% of the Company's net worth.</p> <p>5.3.2 For companies or business entities with business transactions and a need for short-term financing, the individual loan amount shall not exceed 2% of the Company's net worth. However, the total amount of funds lent shall not exceed 5% of the Company's net worth.</p> <p><u>For affiliated companies that require short-term financing, if the Company holds less than 100% of the shares in the subsidiary, the loan amount shall not exceed 10% of the lending company's net worth. If the Company holds 100% of the shares, the loan amount shall not exceed 100% of the lending company's net worth.</u></p> <p>5.3.3 The Company's direct and indirect ownership of 100% of the voting shares in foreign companies engaged in capital lending, or in foreign companies lending capital to the Company, shall be exempt from the restrictions outlined in Section 5.1.2. However, it is still necessary to establish the total amount of funding loans and the limits for individual recipients, as well as to clearly specify the duration of the funding loans.</p> <p>5.3.4 If the company representative violates the provisions of Section 5.1, they shall be jointly liable for the return</p>	<p>5.3 Total amount of loans and individual limits for borrowers:</p> <p>5.3.1 The total amount of funds lent by the Company to others shall not exceed 40% of the Company's net worth <u>as per the most recent financial statements audited or reviewed by a certified public accountant.</u></p> <p>5.3.2 <u>Due to business transactions with the Company, the individual loan amount shall not exceed 20% of the Company's net worth, and shall be limited to the higher of the total purchase or sales amount between the Company and the other party for the most recent fiscal year or the month-end prior to the loan disbursement.</u></p> <p>5.3.3 <u>Due to the need for short-term financing, the total amount of funds lent shall not exceed 5% of the Company's net worth, and the amount lent to any individual entity shall not exceed 10% of the lending company's net worth.</u></p> <p>5.3.4 The Company's direct and indirect ownership of 100% of the voting shares in foreign companies engaged in capital lending, or in foreign companies lending capital to the Company, or <u>when</u> a foreign company, directly or indirectly, holds 100% of the voting shares of the Company and lends capital to the Company, <u>the lending limit for individual borrowers shall not exceed</u></p>	<p>Amend the provisions.</p>

Before Amendments	After Amendments	Explanation
<p>of borrowed items along with the borrower. Additionally, if the Company incurs any damages, the representative shall be responsible for compensating those damages.</p>	<p><u>20% of the lender company's net worth, and the total loan amount shall not exceed 100% of the lender company's net worth.</u></p> <p>5.3.5 If the company representative violates the provisions of Section 5.1, they shall be jointly liable for the return of borrowed items along with the borrower. Additionally, if the Company incurs any damages, the representative shall be responsible for compensating those damages.</p>	