

Date and Time: June 12, 2025 (Thursday) 10:00 A.M.

Venue: (Plant 1 of the Company) 1F, No.3, Yongxing Road, Nantou County

Present: 50,256,221 shares were represented (2,759,578 shares were voted electronically) by the attending shareholders and proxy of the respective shareholders. Those shares account for 61.01% of 82,360,826 shares. The attending shareholders include Chung-Tang Chang (Chairman of SBI), A-Ming Chen (Vice Chairman of SBI), Hsi-Neng Hsieh (Director of SBI), Ho-Pin Lin (Director of SBI), Ken-Chen Chen (Director of SBI), Cheng-Yen Liang (Director of SBI), Li-Ling Chen (Independent Director of SBI, Convener of the Audit Committee), Hao-Chin Tsai (Independent Director of SBI), Jen-Fon Jen (Independent Director of SBI).

Chairman : Chung-Tang Chang, the chairman of Board of Directors



In attendance: Jun-Zhen Ke (Accountant), Yi-Ting Wang (Lawyer)

- I. Call Meeting to Order : The shareholding of shareholders present has met the regulatory requirement so that the Meeting begins.
- II. Chairman's Opening Remarks : Omitted.
- III. Report items

Recorder : Min-Zhu Lin

- (1) 2024 Business Report (See Attachment 1)
- (2) Audit Committee's 2024 Review Report (See Attachment 2)
- (3) Report on the Company's 2024 Distribution of Remunerations of Employees and Directors (See Agenda Handbook)
- (4) Report on the Company's Distribution of Cash Dividends from 2024 Earnings (See Agenda Handbook)
- IV. Ratification items

Proposal 1 (Proposed by the Board of Directors)

- Subject: Please kindly ratify the 2024 business report and financial statements.
- Description: 1. The Company's 2024 business report and financial statements (including consolidated financial statements) have been approved by the Board of Directors and reviewed by Audit Committee.
  - 2. The abovementioned financial statements were audited by Weyong International CPAs & Co.
  - 3. Please refer to Attachment 1 and Attachment 3 for the 2024 business report,

independent auditors' report, and financial statements (including consolidated financial statements).

Resolution:

Voting results:

Shares represented at the time of voting: 50,256,221

| Voting Results   | % of the total represented shares |
|--|-----------------------------------|
|  | present                           |
| Votes in favor: 50,215,824 votes<br>(including electronic voting: 2,719,181 votes) | 99.91%                            |
| Votes against: 8,381 votes<br>(including electronic voting: 8,381 votes)           | 0.01%                             |
| Votes invalid: 0 votes   | 0.00%                             |
| Votes abstained: 32,016votes<br>(including electronic voting: 32,016 votes)        | 0.06%                             |

RESOLVED, that the above proposal be and hereby was approved as proposed.

Proposal 2 (Proposed by the Board of Directors)

Subject: Please kindly ratify the proposal for 2024 earnings distribution.

Description: Please refer to Attachment 4 for the Company's table of 2024 earnings distribution.

Resolution:

Voting results:

Shares represented at the time of voting: 50,256,221

| Voting Results   | % of the total<br>represented shares<br>present |
|--|---|
| Votes in favor: 50,215,824 votes<br>(including electronic voting: 2,719,181 votes) | 99.91%  |
| Votes against: 8,381 votes<br>(including electronic voting: 8,381 votes)           | 0.01%   |
| Votes invalid: 0 votes   | 0.00%   |
| Votes abstained: 32,016 votes<br>(including electronic voting: 32,016 votes)       | 0.06%   |

RESOLVED, that the above proposal be and hereby was approved as proposed.

V. Discussions items

Proposal 1 (Proposed by the Board of Directors)

- Subject: Proposal for the amendment to the "Articles of Incorporation" of the Company, submitted for discussion.
- Description: 1. According to the amendment of the law, it is proposed to amend the "Articles of Incorporation" of the Company.
  - 2. Please refer to Attachment 5 for the Comparison Table for Amendments of

# "Articles of Incorporation".

Resolution:

Voting results:

Shares represented at the time of voting: 50,256,221

| Voting Results   | % of the total<br>represented shares<br>present |
|--|---|
| Votes in favor: 50,215,824 votes<br>(including electronic voting: 2,719,181 votes) | 99.91%  |
| Votes against: 8,381 votes<br>(including electronic voting: 8,381 votes)           | 0.01%   |
| Votes invalid: 0 votes   | 0.00%   |
| Votes abstained: 32,016 votes<br>(including electronic voting: 32,016 votes)       | 0.06%   |

RESOLVED, that the above proposal be and hereby was approved as proposed.

Proposal 2 (Proposed by the Board of Directors)

- Subject: Proposal for the amendment to the "Rules of Procedure for Shareholders' Meetings" of the Company, submitted for discussion.
- Description: 1. According to the amendment of the law, it is proposed to amend the "Rules of Procedure for Shareholder s' Meetings" of the Company.

2. Please refer to Attachment 6 for the Comparison Table for Amendments of "Rules and Procedures of Shareholders' Meeting".

# Resolution:

Voting results:

Shares represented at the time of voting: 50,256,221

| Voting Results   | % of the total<br>represented shares<br>present |
|--|---|
| Votes in favor: 50,203,805 votes<br>(including electronic voting: 2,707,162 votes) | 99.89%  |
| Votes against: 20,381 votes<br>(including electronic voting: 20,381 votes)         | 0.04%   |
| Votes invalid: 0 votes   | 0.00%   |
| Votes abstained: 32,035 votes<br>(including electronic voting: 32,035 votes)       | 0.06%   |

RESOLVED, that the above proposal be and hereby was approved as proposed.

# VI. Extraordinary Motion

None.

# VII. Adjournment: 10:17 AM on June 12, 2025 (Thursday)

No questions were asked during this meeting.

(Note: This minutes for gereral shareholders' meeting include only summaries of comments and contents from the meeting. Please refer to the live video and audio recordings for the actual situation.)

# Shuang-Bang Industrial Corp. Business Report

#### I. 2024 Business Report

On behalf of the board, I would like to first thank all our employees for their contribution and all our shareholders for their long-time support.

The Company's 2024 operating results and 2025 business plan and goal are hereby reported as follows:

(I) Implementation Outcomes of 2024 Business Plan

The Company's net consolidated revenue totaled NT\$1,907,839 thousand for 2024, at a gross margin of 13.66%. Earnings per share after tax was at NT\$0.75.

After the end of the pandemic in 2024, the recovery of industries has driven the increase in the momentum of purchase of goods. Therefore, the revenue has recovered to the pre-pandemic level, and the consolidated revenue has shown an increase of 20.70% from 2023. In addition, the operating gross margin also increased by 75.35% form the same period of last year.

#### (II) 2024 Budget Implementation

The Company did not disclose its financial forecast for 2024, hence no explanation is required.

#### (III) Revenue, expense, and profitability analysis

|   |             |             | Unit: NTD thousar        |
|---|-------------|-------------|--------------------------|
| Item  | 2024        | 2023        | Increase/decrease<br>(%) |
| Net operating revenues                                  | 1,907,839   | 1,580,608   | 20.70                    |
| Operating costs   | (1,647,242) | (1,457,450) | 13.02                    |
| Gross profit  | 260,597     | 123,158     | 111.60                   |
| Operating expenses                                      | (191,680)   | (180,475)   | 6.21                     |
| Current net profit (loss)                               | 68,917      | (57,317)    | 220.24                   |
| Non-operating net income (expense)                      | 1,709       | 22,525      | (92.41)                  |
| Net profit (loss) before tax                            | 70,626      | (34,792)    | 302.99                   |
| Income tax expense                                      | (21,443)    | 15,442      | (238.86)                 |
| Current net income (loss)                               | 49,183      | (19,350)    | 354.18                   |
| Other comprehensive income                              | 2,430       | (1,902)     | 227.76                   |
| Total comprehensive<br>income for the current<br>period | 51,613      | (21,252)    | 342.86                   |

1. Financial overview and analysis

Note: The above figures were taken from audited consolidated financial statements

2. Profitability analysis

| Item/Year                                 |                      | 2024  | 2023    |
|---|----------------------|-------|---------|
| Return on assets (%)                      |                      | 2.46% | (0.42%) |
| Return on equity (%)                      |                      | 3.89% | (1.47%  |
| As a percentage of paid-up<br>capital (%) | Operating profit     | 8.37% | (6.96%) |
|   | Profit before<br>tax | 8.58% | (4.22%  |
| Net profit margin (%)                     |                      | 2.58% | (1.22%) |
| Earnings per share (NTD) (N               | lote)                | 0.75  | 0.01    |

Note: EPS is calculated after making retrospective adjustments based on weighted average outstanding shares in the current year.

- (IV) Research and development
  - high flexible soft 3L seam tape
  - Bio-base >35% microporous membrane
  - Water base graphene membrane
  - Adhesive for fabric with fluorine-free water repellent treatment
  - Water-based composite materials for packaging
  - **A A A A A A A** High rebound casting resin for insole
  - rPET polyol
  - Recycled PU resin/PUR
  - the TPU homelt base on Recycled PET
  - Bluesign approval of vapor permeability membranes
- II. 2025 Business Plan
  - (I) Business guidelines for the year
    - Enhance group-wide resource integration and improve operating performance. 1.
    - Strengthen customer relations for increased collaborative benefits. 2.
    - Promote environment-friendly products and rally consumers toward social responsibilities. 3.
    - 4. Improve quality management practices to ensure the stability of product quality for better customer satisfaction.
    - Invest into the improvement of production procedures for reduced production cost and enhanced 5. competitiveness.
    - Enhance industrial safety and health training, and improve work environment for all employees. 6.

|                        | Unit: tonnes/thousand yards |
|------------------------|-----------------------------|
| Main products          | Expected 2025 sales volume  |
| Coating and lamination | 18000                       |
| Resin                  | 1800                        |
| Curing agent           | 3500                        |
| TPU                    | 1000                        |

(II) Expected sales/volumes and basis of forecasts

The above forecasts of sales and volumes are based on 2024 results, new products under development,

anticipated growth in 2025 and customers' demand.

- (III) Important sales and marketing policy
  - 1. Making ongoing improvements to the production procedure for better customer satisfaction.
  - 2. Develop high value-adding products for improved competitiveness.
  - 3. Work with globally reputable companies for new market expansion.
  - 4. Promote environment-friendly products and rally consumers toward social responsibilities.

- III. Future development strategies
  - (I) Maintain productive interaction with upstream and downstream partners for more stable supply and sales network.
  - (II) R&D initiatives for forward-looking products and new markets.
  - (III) Actively train talents and enhance employee training and education to support business expansion.

IV. Impact of the external competition, legal, and overall business environments

Despite intensifying competition in the external environment, the management has tracked market changes closely and responded to complex and unpredictable situations with appropriate strategies in a timely manner. With the support of the R&D team, the Company has been able to introduce products with distinctive advantages to meet the competition and thrive amidst the challenging environment. With respect to the regulatory environment, the Company observes national policies and laws whereas internal units such as finance, shareholder service, internal audit etc. are capable of monitoring changes and making appropriate adjustments to internal systems, operations, and business activities to ensure continuity. As for the macroeconomic environment, increased volatility in the price of raw materials has had direct impact on the Company's business costs, which the management has responded with pro-active inventory controls, product portfolio adjustments, and continued new product developments in an attempt to expand market presence for greater performance.

We hereby present to shareholders our business performance for 2024 along with outlooks and strategies for the current year. Motivated by the philosophy of "integrity, quality, innovation, and sharing," Shuang-Bang envisions itself of becoming "world's top tier technology innovator and value creator" and will accelerate new product development and strengthen technical capabilities critical to competitiveness, in order to produce highquality products catering to customers' needs and gain market shares. Lastly, we thank you once more for your trust and support in the last year, and look forward to your guidance and encouragement in the future.

Chairman: Chung-Tang Chang

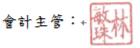
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Managerial Officer: Yu-Chuan Hsu

Chief Accounting Officer: Min-Chu Lin







# **Audit Committee's Review Report**

The Board of Directors prepared and submitted the 2024 business report, the proposal for earnings distribution and the parent company-only financial statements and the consolidated financial statements audited by CPA Jim-Chen Ko and CPA Hui-Fen Lin of Weyong International CPAs & Co. to Audit Committee for review and no non-conformity was identified. Hence, these reports are duly presented in accordance with Article 14-4 of Company's and Exchange Act and Article 219 of the Company Act.

For

The Company's 2025 Annual General Shareholders' Meeting

Shuang-Bang Industrial Corp.

Audit Committee Convener

Li-Ling Chen



March 7, 2025

# Independent Auditors' Report

To the Board of Directors of Shuang-Bang Industrial Corporation.

### Opinion

We have audited the accompanying parent company only balance sheets of Shuang-Bang Industrial Corporation. (the "Company") 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 ended December 31, 2024 and 2023, and the notes to the parent company only financial statements, (including a summary of significant accounting policies).

In our opinion, the parent company only financial statements referred to above present fairly, in all material respects, the financial position of the parent company as of December 31, 2024 and 2023, and its financial performance and cash flows ended December 31, 2024 and 2023, in accordance with requirements of the Regulations Governing the Preparations of Financial Reports by Securities Issuers.

#### **Basis for Opinion**

We conducted our audits in accordance with the Regulations Governing Auditing and Attestation of Financial Statements by 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 Shuang-Bang Industrial Corporation in accordance with the Norm of Professional Ethics for Certified Public Accountant of the Republic of China (the "Norm"), and we have fulfilled our other ethical responsibilities in accordance with the Norm. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis of our opinion.

#### **Key Audit Matters**

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

Key audit matter for the Company's parent company only financial statements for the year ended December 31, 2024 are stated as follows:

#### Allowance for losses on Accounts Receivable

The management's judgment on the recognition of allowance for losses on accounts receivable is based on the evaluation of both internal and external information, as such, it was one of the key audit matters for our audit. Therefore, our principal audit procedures included testing the effectiveness of controls related to accounts receivable, obtaining the ledgers and records, selecting samples for obtaining confirmation letters; obtaining aging analysis of accounts receivable and verifying the accuracy of relevant documents and the aging intervals, reviewing the provision for bad debts on the ledger to ensure that it is provided based on the loss rate, and evaluating whether management's recognition of impairment losses on accounts receivable is correct. Please refer to Note 4 "Summary of significant accounting policies – Accounts receivables", Note 6(3) in notes to the parent company only financial statements for.

### Valuation of inventories

Inventories are stated at the lower cost and net realizable value. However, the rapid evolution of technology and the fluctuation of the market may lead to obsolescence and render products unmarketable. As inventory must be measured at the lower cost and net realizable value, management must assess the amount of inventory on the balance sheet date that is impaired due to normal wear and tear, obsolescence or lack of market sales value, and write down the inventory costs to net realizable value. The inventory valuation is mainly based on past experience and estimated future product demand. Therefore, the auditor pays particular attention to whether the company complies with International Accounting Standards 2 (IAS2) in measuring inventory at the lower cost and net realizable value and whether management's provision for inventory write-downs is reasonable.

The audit procedures performed by the auditor include:

- 1. Testing the age of inventory on the balance sheet date and comparing the provision for inventory obsolescence with the previous year, analyzing the reasons for differences, and checking the relevant data used to calculate the provision for inventory write-downs, and comparing the historical provision with the actual offsetting differences.
- 2. On a sample basis, comparing the latest actual selling price of inventory at the end of the period with its book value to ensure whether the inventory has been evaluated at the lower cost and net realizable value.
- 3. Comparing the ending inventory balance on the end of the year with the inventory details for the current year to verify the existence and completeness of inventory in the end of the year. By observing annual physical counts of goods, the auditors assess the reasonableness of the amount of allowance for inventory write-down.

Please refer to Note 4 "Summary of significant accounting policies – Inventories", Note 6(4) in notes to the parent company only financial statements.

# **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 Company 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 Company 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 Company'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 these 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 mistake 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 Company'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 Company's ability to continue as a going concern. If we conclude that 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 Company 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 the entities or business activities within the Company to express an opinion on the parent company only financial statements. We are responsible for the directions, supervision and performance of the Company 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 Jim Chen Ko and Lin Hui Fen.

Weyong International CPAs&Co.

Taichung, Taiwan (Republic of China) March 7, 2025

#### **Notice to Readers**

The accompanying parent company only financial statements are intended only to present the parent company only 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 Chineselanguage independent auditors' report and parent company only financial statements shall prevail.

#### Shuang-Bang Industrial Corporation Parent-company-only Balance Sheets (In thousands of New Taiwan Dollars) December 31, 2024 and 2023

|       |  |          | December 31, 2024 |           |        | December 31,    | 2023   |
|-------|--|----------|-------------------|-----------|--------|-----------------|--------|
| Codes | Assets   | Notes    | Amount %          |           | Amount | %               |        |
|       | Current Assets                                 |          |                   |           |        |                 |        |
| 1100  | Cash and cash equivalents                      | 6(1)     | \$                | 89,426    | 3.63   | \$<br>101,662   | 4.28   |
| 1137  | Financial assets at amortized cost -current    | 6(2)     |                   | 900       | 0.04   | 3,900           | 0.16   |
| 1150  | Notes receivables, net                         | 6(3)     |                   | 52,676    | 2.14   | 62,198          | 2.62   |
| 1152  | Other notes receivables                        | 6(3)     |                   | 532       | 0.02   | -               | -      |
| 1160  | Notes receivables from related parties, net    | 6(3), 7  |                   | 4,991     | 0.20   | 6,412           | 0.27   |
| 1170  | Accounts receivables, net                      | 6(3)     |                   | 335,487   | 13.63  | 275,045         | 11.58  |
| 1180  | Accounts receivables from related parties, net | 6(3), 7  |                   | 38,680    | 1.57   | 22,763          | 0.96   |
| 1199  | Finance lease receivables from related parties | 7        |                   | -         | -      | 8,602           | 0.36   |
| 1200  | Other receivables                              |          |                   | 243       | 0.01   | 1,038           | 0.04   |
| 1210  | Other receivables from related parties         | 7        |                   | -         | -      | 1,465           | 0.06   |
| 1220  | Current tax assets                             |          |                   | 10,956    | 0.44   | -               | -      |
| 130X  | Inventories                                    | 6(4)     |                   | 255,508   | 10.38  | 233,617         | 9.83   |
| 1470  | Other current assets                           |          |                   | 16,914    | 0.69   | <br>15,169      | 0.64   |
| 11XX  | Total current assets                           |          |                   | 806,313   | 32.75  | 731,871         | 30.80  |
|       | Noncurrent Assets                              |          |                   |           |        |                 |        |
| 1510  | Financial assets at fair value through         | 6(5)     |                   | 26,472    | 1.08   | 38,452          | 1.62   |
|       | profit or loss -non-current                    |          |                   |           |        |                 |        |
| 1550  | Investments accounted for using equity method  | 6(6)     |                   | 14,071    | 0.57   | 49,466          | 2.08   |
| 1600  | Property, plant and equipment                  | 6(7)     |                   | 1,444,733 | 58.68  | 1,391,285       | 58.55  |
| 1755  | Right-of-use assets                            | 6(8)     |                   | 6,242     | 0.25   | 8,578           | 0.36   |
| 1780  | Intangible assets                              | 6(9)     |                   | 3,064     | 0.12   | 3,033           | 0.13   |
| 1840  | Deferred income tax assets                     | 6(22)3   |                   | 26,636    | 1.08   | 27,098          | 1.14   |
| 1900  | Other noncurrent assets                        | 6(10), 7 |                   | 134,699   | 5.47   | <br>126,521     | 5.32   |
| 15XX  | Total noncurrent assets                        |          |                   | 1,655,917 | 67.25  | 1,644,433       | 69.20  |
| 1XXX  | Total assets                                   |          | \$                | 2,462,230 | 100.00 | \$<br>2,376,304 | 100.00 |

(Continued)

#### Shuang-Bang Industrial Corporation Parent-company-only Balance Sheets (In thousands of New Taiwan Dollars) December 31, 2024 and 2023

|       |  |         |    | December 31, 2024 |        |    | December 31, 2023 |        |  |  |
|-------|--|---------|----|-------------------|--------|----|-------------------|--------|--|--|
| Codes | Liabilities and Equity                             | Notes   |    | Amount %          |        |    | Amount            | %      |  |  |
|       | Current Liabilities                                |         |    |                   |        |    |                   |        |  |  |
| 2100  | Short-term loans                                   | 6(11)   | \$ | 121,938           | 4.95   | \$ | 63,485            | 2.67   |  |  |
| 2151  | Notes payables                                     | 6(12)   |    | 665               | 0.03   |    | 444               | 0.02   |  |  |
| 2152  | Other notes payables                               | 6(12)   |    | 14,975            | 0.61   |    | 15,493            | 0.65   |  |  |
| 2170  | Accounts payables                                  | 6(12)   |    | 182,550           | 7.41   |    | 166,248           | 7.00   |  |  |
| 2180  | Accounts payables from related parties             | 6(12),7 |    | 2,558             | 0.10   |    | 1,403             | 0.06   |  |  |
| 2200  | Other accounts payables                            | 6(13)   |    | 96,663            | 3.93   |    | 57,087            | 2.40   |  |  |
| 2220  | Other accounts payables from related parties       | 6(13),7 |    | 26                | -      |    | 469               | 0.02   |  |  |
| 2230  | Crrent tax liabilities                             |         |    | -                 | -      |    | 5,694             | 0.24   |  |  |
| 2250  | Current provisions                                 | 6(14)   |    | 10,458            | 0.43   |    | 7,023             | 0.30   |  |  |
| 2281  | Lease liabilities from third parties               | 6(8)    |    | 2,266             | 0.09   |    | 5,259             | 0.22   |  |  |
| 2282  | Lease liabilities from related parties             | 6(8), 7 |    | 1,095             | 0.04   |    | 1,081             | 0.04   |  |  |
| 2300  | Other current liabilities                          | 6(15)   |    | 7,909             | 0.32   |    | 4,541             | 0.19   |  |  |
| 2322  | Current portion of long-term loans                 | 6(16)   |    | 106,306           | 4.32   |    | 96,306            | 4.05   |  |  |
| 21XX  | Total current Liabilities                          |         |    | 547,409           | 22.23  |    | 424,533           | 17.86  |  |  |
|       | Noncurrent Liabilities                             |         |    |                   |        |    |                   |        |  |  |
| 2540  | Long-term loans                                    | 6(16)   |    | 633,385           | 25.72  |    | 690,524           | 29.06  |  |  |
| 2570  | Deferred income tax payable                        | 6(22)3  |    | 5,330             | 0.22   |    | 3,906             | 0.16   |  |  |
| 2581  | Lease liabilities from third parties-non current   | 6(8)    |    | 2,766             | 0.11   |    | 9,435             | 0.40   |  |  |
| 2582  | Lease liabilities from related parties-non current | 6(8),7  |    | -                 | -      |    | 1,095             | 0.05   |  |  |
| 2630  | Long-term deferred revenue                         |         |    | 511               | 0.02   |    | 1,193             | 0.05   |  |  |
| 2640  | Net defined benefit liability -non current         | 6(18)   |    | 18,618            | 0.76   |    | 21,731            | 0.91   |  |  |
| 2645  | Guarantee deposits                                 |         |    | 793               | 0.03   |    | 921               | 0.04   |  |  |
| 25XX  | Total noncurrent liabilities                       |         |    | 661,403           | 26.86  |    | 728,805           | 30.67  |  |  |
| 2XXX  | Total Liabilities                                  |         |    | 1,208,812         | 49.09  |    | 1,153,338         | 48.53  |  |  |
|       | Equity Attributable to Shareholders of the Parer   | ıt      |    |                   |        |    |                   |        |  |  |
| 3100  | Capital Stock                                      | 6(19)1  |    |                   |        |    |                   |        |  |  |
| 3110  | Common stock                                       |         |    | 823,608           | 33.45  |    | 823,608           | 34.66  |  |  |
| 3200  | Capital surplus                                    | 6(19)2  |    | 10,586            | 0.43   |    | 10,557            | 0.44   |  |  |
| 3300  | Retained earnings                                  |         |    |                   |        |    |                   |        |  |  |
| 3310  | Appropriated as legal capital reserve              |         |    | 169,093           | 6.87   |    | 169,093           | 7.12   |  |  |
| 3350  | Unappropriated earnings                            | 6(19)3  |    | 250,131           | 10.16  |    | 219,708           | 9.25   |  |  |
| 3XXX  | Total Equity                                       |         |    | 1,253,418         | 50.91  |    | 1,222,966         | 51.47  |  |  |
|       | Total Liabilities and Equity                       |         | \$ | 2,462,230         | 100.00 | \$ | 2,376,304         | 100.00 |  |  |
|       | 1  |         | -  |                   |        | -  |                   |        |  |  |

#### Shuang-Bang Industrial Corporation Parent-company-only Statements of Comprehensive Income For the years ended December 31, 2024 and 2023 (In thousands of New Taiwan Dollars, except for earnings per share)

|       |   |            | 2024         |         | 2023         |         |
|-------|---|------------|--------------|---------|--------------|---------|
| Codes | Items   | Notes      | Amount       | %       | Amount       | %       |
| 4000  | Operating revenues  | 6(20), 7   | \$ 1,786,310 | 100.00  | \$ 1,474,319 | 100.00  |
| 5000  | Cost of revenues  | 7          | (1,498,507)  | (83.89) | (1,309,322)  | (88.81) |
| 5900  | Gross profit  |            | 287,803      | 16.11   | 164,997      | 11.19   |
| 5910  | Unrealized gain on sales                                    |            | (1,593)      | (0.09)  | (1,609)      | (0.11)  |
| 5920  | Realized gain on sales                                      | _          | 1,390        | 0.08    | 2,037        | 0.14    |
| 5950  | Net gross profit  |            | 287,600      | 16.10   | 165,425      | 11.22   |
|       | Operating expenses  |            |              |         |              |         |
| 6100  | Sales and marketing   | 7          | (71,035)     | (3.98)  | (59,136)     | (4.01)  |
| 6200  | General and administrative                                  | 7          | (70,317)     | (3.94)  | (61,282)     | (4.16)  |
| 6300  | Research and development                                    |            | (33,717)     | (1.89)  | (34,271)     | (2.32)  |
| 6450  | Expected credit gain (loss)                                 | -          | 5,455        | 0.31    | (6,150)      | (0.42)  |
| 6000  | Total operating expenses                                    | -          | (169,614)    | (9.50)  | (160,839)    | (10.91) |
| 6900  | Operating income  |            | 117,986      | 6.60    | 4,586        | 0.31    |
|       | Non-operating income and expenses                           |            |              |         |              |         |
| 7010  | Other income  | 6(21)1 、 7 | 16,745       | 0.94    | 23,443       | 1.59    |
| 7020  | Other gains and loss  | 6(21)2     | (5,928)      | (0.33)  | 8,121        | 0.55    |
| 7050  | Finance costs   | 6(21)4, 7  | (15,456)     | (0.87)  | (10,849)     | (0.74)  |
| 7070  | Share of profit or loss of subsidiaries accounted for under |            |              |         |              |         |
|       | the equity method   | 6(6)       | (49,937)     | (2.80)  | (28,807)     | (1.95)  |
| 7100  | Interest income   |            | 871          | 0.05    | 909          | 0.06    |
| 7000  | Total non-operating income and expenses                     |            | (53,705)     | (3.01)  | (7,183)      | (0.49)  |
| 7900  | Profit (Loss) before tax                                    | _          | 64,281       | 3.59    | (2,597)      | (0.18)  |
| 7950  | Income tax (expense) benefit                                | 6(22)1     | (2,854)      | (0.16)  | 3,233        | 0.22    |
| 8200  | Net Income  | 6(21)      | 61,427       | 3.43    | 636          | 0.04    |
|       | Other comprehensive income (loss)                           |            |              |         |              |         |
| 8310  | Components of other comprehensive income that will not be   |            |              |         |              |         |
|       | reclassified to profit or loss                              |            |              |         |              |         |
| 8311  | Gains (losses) on remeasurements of defined benefit plans   | 6(18)2(5)  | 3,037        | 0.17    | (2,377)      | (0.16)  |
| 8349  | Income tax related to components of other comprehensive     | (22)2      |              |         |              |         |
|       | income that will not be reclassified to profit or loss      | 6(22)2     | (607)        | (0.03)  | 475          | 0.03    |
| 8300  | Other comprehensive income (loss)                           | -          | 2,430        | 0.14    | (1,902)      | (0.13)  |
| 8500  | Total comprehensive income                                  | -          | \$ 63,857    | 3.57    | \$ (1,266)   | (0.09)  |
|       | Earnings per share  | 6(25)      |              |         | · · _ ·      |         |
| 9750  | Basic earnings per share                                    |            | \$ 0.75      |         | \$ 0.01      |         |
| 9850  | Diluted earnings per share                                  | =          | \$ 0.74      |         | \$ 0.01      |         |
|       | · ·   | -          |              |         |              |         |

#### Shuang-Bang Industrial Corporation Parent-company-only Statements of Changes in Equity For the years ended December 31, 2024 and 2023 (In thousands of New Taiwan Dollars)

|  |       |                | Equity attribute to the parent company |     |        |                |         |    |               |    |                 |    |          |    |              |
|--|-------|----------------|--|-----|--------|----------------|---------|----|---------------|----|-----------------|----|----------|----|--------------|
|  |       |                | Retained earnings                      |     |        |                |         |    |               |    |                 |    |          |    |              |
|  |       | Capital Stock- |  |     | _      | Unappropriated |         |    |               |    |                 |    |          |    |              |
| _  |       | Co             |  | Cap | -      | Le             | _       | Sp | ecial Reserve | re | tained earnings |    | Total    |    | Total equity |
| Items  | Notes |                | 3110                                   |     | 3200   |                | 3310    |    | 3320          |    | 3350            |    | 3300     |    | 31XX         |
| Balance on January 1, 2023                       | A1    | \$             | 823,608                                | \$  | 10,552 | \$             | 141,662 | \$ | 4,369         | \$ | 345,726         | \$ | 491,757  | \$ | 1,325,917    |
| Appropriations of earnings of legal reserve      | B1    |                | -                                      |     | -      |                | 27,431  |    | -             |    | (27,431)        |    | -        |    | -            |
| Cash dividends                                   | B5    |                | -                                      |     | -      |                | -       |    | -             |    | (98,833)        |    | (98,833) |    | (98,833)     |
| Special surplus reserve reversed                 | B17   |                | -                                      |     | -      |                | -       |    | (4,369)       |    | 4,369           |    | -        |    | -            |
| Changes in capital surplus                       | C17   |                | -                                      |     | 5      |                | -       |    | -             |    | -               |    | -        |    | 5            |
| Net income for the period                        | D1    |                | -                                      |     | -      |                | -       |    | -             |    | 636             |    | 636      |    | 636          |
| Other comprehensive income (loss) for the period | D3    |                | -                                      |     | -      |                | -       |    | -             |    | (1,902)         |    | (1,902)  |    | (1,902)      |
| Total comprehensive income (loss) for the period | D5    |                | -                                      |     | -      |                | -       |    | -             |    | (1,266)         |    | (1,266)  |    | (1,266)      |
| Changes in ownership equity of subsidiaries      | M7    |                | -                                      |     | -      |                | -       |    | -             |    | (2,857)         |    | (2,857)  |    | (2,857)      |
| Balance on Decemberr 31, 2023                    | Z1    | \$             | 823,608                                | \$  | 10,557 | \$             | 169,093 | \$ | -             | \$ | 219,708         | \$ | 388,801  | \$ | 1,222,966    |
| Cash dividends                                   | B5    |                | -                                      |     | -      |                | -       |    | -             |    | (32,945)        |    | (32,945) |    | (32,945)     |
| Changes in capital surplus                       | C17   |                | -                                      |     | 29     |                | -       |    | -             |    | -               |    | -        |    | 29           |
| Net income for the period                        | D1    |                | -                                      |     | -      |                | -       |    | -             |    | 61,427          |    | 61,427   |    | 61,427       |
| Other comprehensive income (loss) for the period | D3    |                | -                                      |     | -      |                | -       |    | -             |    | 2,430           |    | 2,430    |    | 2,430        |
| Total comprehensive income (loss) for the period | D5    |                | -                                      |     | -      |                | -       |    | -             |    | 63,857          |    | 63,857   |    | 63,857       |
| Changes in ownership equity of subsidiaries      | M7    |                | -                                      |     | -      |                | -       |    | -             |    | (489)           |    | (489)    |    | (489)        |
| Balance on Decemberr 31, 2024                    | Z1    | \$             | 823,608                                | \$  | 10,586 | \$             | 169,093 | \$ | -             | \$ | 250,131         | \$ | 419,224  | \$ | 1,253,418    |

#### Shuang-Bang Industrial Corporation Parent-company-only Statements of Cash Flows For the years ended December 31, 2024 and 2023 (In thousands of New Taiwan Dollar)

| Codes  | Items   | 2024         | 2023 |          |  |
|--------|---|--------------|------|----------|--|
| AAAA   | Cash flows from operating activities  |              |      |          |  |
| A10000 | Profit (Loss) before income tax   | \$<br>64,281 | \$   | (2,597)  |  |
| A20000 | Adjustments for:  |              |      |          |  |
| A20010 | Adjustments to reconcile profit (loss)  |              |      |          |  |
| A20100 | Depreciation expense  | 92,496       |      | 81,634   |  |
| A20200 | Amortization expenses   | 1,638        |      | 2,600    |  |
| A20300 | Expected credit (gain) loss   | (5,455)      |      | 6,150    |  |
| A20400 | Loss on financial assets at fair value through profit or loss, net            | 11,980       |      | 717      |  |
| A20900 | Interest expense  | 15,135       |      | 10,577   |  |
| A21200 | Interest income   | (871)        |      | (909)    |  |
| A22400 | Share of profit or loss of subsidiaries accounted for under the equity method | 49,937       |      | 28,807   |  |
| A22500 | Loss (gain) on disposal or retirement of property, plant and equipment        | 142          |      | (4,425)  |  |
| A23800 | Reversal of impairment loss on non-financial assets                           | (50)         |      | (2,601)  |  |
| A23900 | Unrealized gain on sales  | 1,593        |      | 1,609    |  |
| A24000 | Realized gain on sales  | (1,390)      |      | (2,037)  |  |
| A24100 | Unrealized (gain) loss on foreign exchange                                    | (2,980)      |      | 3,857    |  |
| A29900 | Others (government grants)  | (682)        |      | (682)    |  |
| A29900 | Others (Property, plan and equipment transferred to expenses.)                | 905          |      | · -      |  |
| A29900 | Others  | 477          |      | 40       |  |
| A20010 | Total adjustments to reconcile profit   | <br>162,875  |      | 125,337  |  |
| A30000 | Changes in operating assets and liabilities:                                  |              |      |          |  |
| A31000 | Changes in operating assets   |              |      |          |  |
| A31130 | Decrease in notes receivable  | 10,943       |      | 22,121   |  |
| A31150 | (Increase) Decrease in accounts receivable                                    | (67,760)     |      | 32,339   |  |
| A31180 | Decrease (Increase) in other receivables                                      | 1,817        |      | (549)    |  |
| A31200 | (Increase) Decrease in inventories  | (21,891)     |      | 68,579   |  |
| A31240 | (Increase) Decrease in other current assets                                   | (1,730)      |      | 7,882    |  |
| A31990 | Decrease in other operating assets  | 488          |      | 35       |  |
| A31000 | Total changes in operating assets   | <br>(78,133) |      | 130,407  |  |
| A32000 | Changes in operating liabilities  |              |      |          |  |
| A32130 | Increase in notes payable   | 221          |      | 122      |  |
| A32150 | Increase (Decrease) in accounts payable                                       | 17,235       |      | (5,133)  |  |
| A32180 | Increase (Decrease) in other payables   | 39,406       |      | (73,649) |  |
| A32200 | Increase (Decrease) in provisions   | 3,435        |      | (3,505)  |  |
| A32230 | Inecrease in other current liabilities  | 3,336        |      | 1,705    |  |
| A32240 | Decrease in net defined benefit liability                                     | (76)         |      | (105)    |  |
| A32000 | Total changes in operating liabilities  | 63,557       |      | (80,565) |  |
| A30000 | Total changes in operating assets and liabilities                             | <br>(14,576) |      | 49,842   |  |
| A20000 | Total adjustments   | <br>148,299  |      | 175,179  |  |
| A33000 | Cash flow generated from operations   | <br>212,580  |      | 172,582  |  |
| A33100 | Interest received   | 871          |      | 909      |  |
| A33300 | Interest paid   | (17,687)     |      | (14,514) |  |
| A33500 | Income tax paid   | (18,225)     |      | (20,479) |  |
| AAAA   | Net cash flows generated by operating activities                              | <br>177,539  |      | 138,498  |  |
|        | (Continued)   | <br>         |      |          |  |
|        |   |              |      |          |  |

#### Shuang-Bang Industrial Corporation Parent-company-only Statements of Cash Flows For the years ended December 31, 2024 and 2023 (In thousands of New Taiwan Dollar)

| Codes  | Items  | 2024      | 2023       |
|--------|--|-----------|------------|
|        | (Continued)  |           |            |
| BBBB   | Cash flows from investing activities                             |           |            |
| B00040 | Acquisition of financial assets measured at amortized cost       | (3,205)   | (3,000)    |
| B00050 | Disposal of financial assets measured at amortized cost          | 6,205     | -          |
| B01800 | Acquisition of investments accounted for under the equity method | (30,000)  | (28,050)   |
| B01900 | Disposal of investments accounted for under the equity method    | 14,388    | -          |
| B02700 | Acquisition of property, plant and equipment                     | (23,882)  | (81,519)   |
| B02800 | Proceeds from disposal of property, plant and equipment          | 83        | 7,100      |
| B03700 | Increase in refundable deposits                                  | (253)     | (51)       |
| B03800 | Decrease in refundable deposits                                  | 813       | 2,146      |
| B04500 | Acquisition of intangible assets                                 | (553)     | (50)       |
| B06000 | Long-term lease payments receivable                              | 2,688     | 2,355      |
| B06700 | Increase in other noncurrent assets                              | (315)     | (1,718)    |
| B06800 | Decrease in other noncurrent assets                              | 603       | -          |
| B07100 | Increase in prepayments for equipment                            | (128,658) | (164,875)  |
| BBBB   | Net cash used in investing activities                            | (162,086) | (267,662)  |
| CCCC   | Cash flows from financing activities                             |           |            |
| C00100 | Increase in short-term loans                                     | 747,343   | 536,973    |
| C00200 | Decrease in short-term loans                                     | (688,890) | (580,014)  |
| C01600 | Proceeds from long-term bank loans                               | 50,000    | 620,000    |
| C01700 | Repayment of long-term bank loans                                | (97,139)  | (315,972)  |
| C03000 | Increase in guaranteed deposits received                         | 166       | 178        |
| C03100 | Decrease in guaranteed deposits received                         | (294)     | (10)       |
| C04020 | Repayment of the principal portion of lease liabilities          | (6,049)   | (6,696)    |
| C04500 | Cash dividends   | (32,945)  | (98,833)   |
| C09900 | Others   | 29        | 5          |
| CCCC   | Net cash (used in) generated by financing activities             | (27,779)  | 155,631    |
| DDDD   | Effect of exchange rate changes on cash and cash equivalents     | 90        | (743)      |
| EEEE   | Net (decrease) increase in cash and cash equivalents             | (12,236)  | 25,724     |
| E00100 | Cash and cash equivalents, beginning of the year                 | 101,662   | 75,938     |
| E00200 | Cash and cash equivalents, end of the year                       | \$ 89,426 | \$ 101,662 |
| E00210 | Cash and cash equivalents on parent-company balance sheets       | \$ 89,426 | \$ 101,662 |
|        |  |           |            |

# **Independent Auditors' Report**

To the Board of Directors of Shuang-Bang Industrial Corporation:

# Opinion

We have audited the consolidated financial statements of Shuang-Bang Industrial Corporation and its subsidiaries("the Group"), which comprise the consolidated balance sheets as of December 31, 2024 and 2023, 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 a summary of accounting policies

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 year then ended in accordance with the Regulation Governing the Preparation of Financial Reports by Securities Issuers and with the International Financial Reporting Standards ("IFRS"), International Accounting Standards ("IAS"), Interpretations developed by the International Financial Reporting Interpretations Committee ("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 Auditing and Attestation of Financial Statements by Certified Public Accountants and the auditing standards accepted in 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 Shuang-Bang Industrial Corporation in accordance with the Norm of Professional Ethics for Certified Public Accountant of the Republic of China (the "Norm"), and we have fulfilled our other ethical responsibilities in accordance with the Norm. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis of our opinion.

# **Key Audit Matters**

Key audit matters are those matters that, in our professional judgment, were of most significant 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, we do not provide a separate opinion on these matters.

Key audit matter for the Group's consolidated financial statements for the year ended December 31, 2024 is stated as follows:

# Allowance for losses on Accounts Receivable

The management's judgment on the recognition of allowance for losses on accounts receivable is based on the evaluation of both internal and external information, as such, it was one of the key audit matters for our audit. Therefore, our principal audit procedures included testing the effectiveness of controls related to accounts receivable, obtaining the ledgers and records, selecting samples for obtaining confirmation letters; obtaining aging analysis of accounts receivable and verifying the accuracy of relevant documents and the aging intervals, reviewing the provision for bad debts on the ledger to ensure that it is provided based on the loss rate, and evaluating whether management's recognition of impairment losses on accounts receivable is correct.

Please refer to Note 4 "Summary of significant accounting policies – Accounts receivables", Note 6(3) in notes to consolidated financial statements.

### Valuation of inventories

Inventories are stated at the lower cost and net realizable value. However, the rapid evolution of technology and the fluctuation of the market may lead to obsolescence and render products unmarketable. As inventory must be measured at the lower cost and net realizable value, management must assess the amount of inventory on the balance sheet date that is impaired due to normal wear and tear, obsolescence or lack of market sales value, and write down the inventory costs to net realizable value. The inventory valuation is based on past experience and estimated future product demand. Therefore, the auditor pays particular attention to whether the company complies with International Accounting Standards 2 (IAS2) in measuring inventory at a lower cost and net realizable value and whether management's provision for inventory write-downs is reasonable.

The audit procedures performed by the auditor include:

- 1. Testing the age of inventory on the balance sheet date and comparing the provision for inventory obsolescence with the previous year, analyzing the reasons for differences, and checking the relevant data used to calculate the provision for inventory write-downs, and comparing the historical provision with the actual offsetting differences.
- 2. On a sample basis, comparing the latest actual selling price of inventory at the end of the period with its book value to ensure whether the inventory has been evaluated at the lower cost and net realizable value.
- 3. Comparing the ending inventory balance on the end of the year with the inventory details for the current year to verify the existence and completeness of inventory in the end of the year. By observing annual physical counts of goods, the auditors assess the reasonableness of the amount of allowance for inventory write-down.

Please refer to Note 4 "Summary of significant accounting policies – Inventories", Note 6(4) in notes to the consolidated financial statements.

#### **Other Matter**

Shuang-Bang Corporation has additionally prepared its parent-company-only financial statements as of the year ended December 31, 2024 and 2023, on which we have issued an unqualified 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 and with the IFRSs, IASs, 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 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 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 mistake 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 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 the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the directions, 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 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, 2023 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 Jim Chen Ko and Lin Hui Fen.

Weyong International CPAs&Co.

Taichung, Taiwan (Republic of China) March 7, 2025

#### **Notice to Readers**

The accompanying consolidated financial statements are intended only to present the consolidated statement of financial position, financial performance and cash flows in accordance with the 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.

# Shuang-Bang Industrial Corporation and Subsidiaries Consolidated Balance Sheets (In thousands of New Taiwan Dollars) December 31, 2024 and 2023

|       |  |         | December 31     | , 2024 | December 31,    | 2023   |
|-------|--|---------|-----------------|--------|-----------------|--------|
| Codes | Assets   | Notes   | Amount          | %      | Amount          | %      |
|       | Current Assets                                 |         |                 |        |                 |        |
| 1100  | Cash and cash equivalents                      | 6(1)    | \$<br>120,265   | 4.77   | \$<br>120,866   | 4.83   |
| 1137  | Financial assets at amortized cost -current    | 6(2)    | 900             | 0.04   | 43,500          | 1.74   |
| 1150  | Notes receivables, net                         | 6(3)    | 58,792          | 2.33   | 68,623          | 2.74   |
| 1152  | Other notes receivables                        | 6(3)    | 532             | 0.02   | -               | -      |
| 1170  | Accounts receivables, net                      | 6(3)    | 350,693         | 13.92  | 306,277         | 12.24  |
| 1180  | Accounts receivables from related parties, net | 6(3), 7 | 36,711          | 1.46   | 22,508          | 0.90   |
| 1200  | Other receivables                              |         | 768             | 0.03   | 1,354           | 0.05   |
| 1220  | Current tax assets                             |         | 10,976          | 0.44   | 31              | -      |
| 130X  | Inventories                                    | 6(4)    | 260,633         | 10.35  | 262,453         | 10.48  |
| 1470  | Other current assets                           |         | 17,409          | 0.69   | 16,181          | 0.65   |
| 11XX  | Total current assets                           |         | 857,679         | 34.05  | 841,793         | 33.63  |
|       | Noncurrent Assets                              |         |                 |        |                 |        |
| 1510  | Financial assets at fair value through         | 6(5)    | 26,472          | 1.05   | 38,452          | 1.54   |
|       | profit or loss -non-current                    |         |                 |        |                 |        |
| 1600  | Property, plant and equipment                  | 6(6)    | 1,453,222       | 57.69  | 1,413,721       | 56.47  |
| 1755  | Right-of-use assets                            | 6(7)    | 10,279          | 0.41   | 26,709          | 1.07   |
| 1780  | Intangible assets                              | 6(8)    | 3,064           | 0.12   | 3,520           | 0.14   |
| 1840  | Deferred income tax assets                     | 6(21)3  | 32,098          | 1.27   | 51,201          | 2.04   |
| 1900  | Other noncurrent assets                        | 6(9), 7 | <br>136,154     | 5.41   | <br>127,906     | 5.11   |
| 15XX  | Total noncurrent assets                        |         | 1,661,289       | 65.95  | 1,661,509       | 66.37  |
| 1XXX  | Total assets                                   |         | \$<br>2,518,968 | 100.00 | \$<br>2,503,302 | 100.00 |
|       |  |         |                 |        |                 |        |

(Continued)

#### Shuang-Bang Industrial Corporation and Subsidiaries Consolidated Balance Sheets (In thousands of New Taiwan Dollars) December 31, 2024 and 2023

|       |  |         | <br>December 31 | , 2024 |    | December 31 | , 2023 |
|-------|--|---------|-----------------|--------|----|-------------|--------|
| Codes | Liabilities and Equity                             | Notes   | Amount          | %      |    | Amount      | %      |
|       | Current Liabilities                                |         |                 |        |    |             |        |
| 2100  | Short-term loans                                   | 6(10)   | \$<br>122,988   | 4.88   | \$ | 64,535      | 2.58   |
| 2151  | Notes payables                                     | 6(11)   | 4,698           | 0.19   |    | 4,052       | 0.16   |
| 2152  | Other notes payables                               | 6(11)   | 15,594          | 0.62   |    | 15,562      | 0.62   |
| 2170  | Accounts payables                                  | 6(11)   | 185,097         | 7.35   |    | 172,492     | 6.89   |
| 2180  | Accounts payables from related parties             | 6(11),7 | 2,558           | 0.10   |    | 1,403       | 0.06   |
| 2200  | Other accounts payables                            | 6(12)   | 102,881         | 4.09   |    | 69,476      | 2.78   |
| 2220  | Other accounts payables from related parties       | 6(12),7 | 26              | -      |    | -           | -      |
| 2230  | Income tax payables                                |         | -               | -      |    | 5,694       | 0.23   |
| 2250  | Provision for warranty obligations-current         | 6(13)   | 11,082          | 0.44   |    | 8,817       | 0.35   |
| 2281  | Lease liabilities from third parties               | 6(7)    | 5,877           | 0.23   |    | 11,152      | 0.45   |
| 2282  | Lease liabilities from related parties             | 6(7), 7 | 1,095           | 0.04   |    | 1,081       | 0.04   |
| 2300  | Other current liabilities                          | 6(14)   | 8,581           | 0.34   |    | 4,800       | 0.19   |
| 2322  | Current portion of long-term loans payable         | 6(15)   | <br>111,306     | 4.42   |    | 99,493      | 3.97   |
| 21XX  | Total current Liabilities                          |         | <br>571,783     | 22.70  |    | 458,557     | 18.32  |
|       | Noncurrent Liabilities                             |         |                 |        |    |             |        |
| 2540  | Long-term loans                                    | 6(15)   | 647,135         | 25.69  |    | 745,816     | 29.79  |
| 2570  | Deferred income tax payable                        | 6(21)3  | 5,334           | 0.21   |    | 3,959       | 0.16   |
| 2581  | Lease liabilities from third parties-non current   | 6(7)    | 3,362           | 0.13   |    | 13,625      | 0.55   |
| 2582  | Lease liabilities from related parties-non current | 6(7),7  | -               | -      |    | 1,095       | 0.04   |
| 2630  | Long-term deferred revenue                         |         | 511             | 0.02   |    | 1,193       | 0.05   |
| 2640  | Net defined benefit liability -non current         | 6(17)   | 18,618          | 0.74   |    | 21,731      | 0.87   |
| 2645  | Guarantee deposits                                 |         | <br>893         | 0.04   |    | 1,021       | 0.04   |
| 25XX  | Total noncurrent liabilities                       |         | <br>675,853     | 26.83  |    | 788,440     | 31.50  |
| 2XXX  | Total Liabilities                                  |         | <br>1,247,636   | 49.53  |    | 1,246,997   | 49.82  |
|       | Equity Attributable to Shareholders of the Paren   | ıt      |                 |        |    |             |        |
| 3100  | Capital Stock                                      | 6(18)1  |                 |        |    |             |        |
| 3110  | Common stock                                       |         | 823,608         | 32.70  |    | 823,608     | 32.90  |
| 3200  | Capital surplus                                    | 6(18)2  | 10,586          | 0.42   |    | 10,557      | 0.42   |
| 3300  | Retained earnings                                  |         |                 |        |    |             |        |
| 3310  | Appropriated as legal capital reserve              |         | 169,093         | 6.71   |    | 169,093     | 6.75   |
| 3350  | Unappropriated earnings                            | 6(18)3  | 250,131         | 9.93   |    | 219,708     | 8.78   |
| 31XX  | Equity Attributable to shareholders of the Paren   | t       | 1,253,418       | 49.76  |    | 1,222,966   | 48.85  |
|       | Non-Controlling Interests                          |         | <br>17,914      | 0.71   |    | 33,339      | 1.33   |
| 3XXX  | Total Equity                                       |         | <br>1,271,332   | 50.47  |    | 1,256,305   | 50.18  |
|       | Total Liabilities and Equity                       |         | \$<br>2,518,968 | 100.00 | \$ | 2,503,302   | 100.00 |
|       |  |         |                 |        | _  |             |        |

#### Shuang-Bang Industrial Corporation and Subsidiaries Consolidated Statements of Comprehensive Income For the years ended December 31, 2024 and 2023 (In thousands of New Taiwan Dollars, except for earnings per share)

|       |   |           |    | 2024        |         |          | 2023        |         |
|-------|---|-----------|----|-------------|---------|----------|-------------|---------|
| Codes | Items   | Notes     |    | Amount      | %       |          | Amount      | %       |
| 4000  | Operating revenues  | 6(19), 7  | \$ | 1,907,839   | 100.00  | \$       | 1,580,608   | 100.00  |
| 5000  | Cost of revenues  | 7         |    | (1,647,242) | (86.34) |          | (1,457,450) | (92.21) |
| 5900  | Gross profit  |           |    | 260,597     | 13.66   |          | 123,158     | 7.79    |
|       | Operating expenses  |           |    |             |         |          |             |         |
| 6100  | Sales and marketing   |           |    | (78,891)    | (4.14)  |          | (65,699)    | (4.16)  |
| 6200  | General and administrative  |           |    | (81,858)    | (4.29)  |          | (71,038)    | (4.49)  |
| 6300  | Research and development  |           |    | (36,364)    | (1.91)  |          | (37,953)    | (2.40)  |
| 6450  | Expected credit gain (loss)                                       |           |    | 5,433       | 0.29    |          | (5,785)     | (0.37)  |
| 6000  | Total operating expenses  |           |    | (191,680)   | (10.05) |          | (180,475)   | (11.42) |
| 6900  | Operating income (loss)   |           |    | 68,917      | 3.61    |          | (57,317)    | (3.63)  |
|       | Non-operating income and expenses                                 |           |    |             |         |          |             |         |
| 7010  | Other income  | 6(20)1    |    | 18,664      | 0.98    |          | 25,079      | 1.59    |
| 7020  | Other gains and loss  | 6(20)2    |    | (2,446)     | (0.13)  |          | 7,548       | 0.48    |
| 7050  | Finance costs   | 6(20)4, 7 |    | (16,051)    | (0.84)  |          | (11,611)    | (0.73)  |
| 7100  | Interest income   |           |    | 1,542       | 0.08    |          | 1,509       | 0.09    |
| 7000  | Total non-operating income and expenses                           |           |    | 1,709       | 0.09    |          | 22,525      | 1.43    |
| 7900  | Profit(Loss) before tax   |           |    | 70,626      | 3.70    |          | (34,792)    | (2.20)  |
| 7950  | Less: Income tax expense  | 6(21)1    |    | (21,443)    | (1.12)  |          | 15,442      | 0.98    |
| 8200  | Net Income (Loss)   | 6(20)     |    | 49,183      | 2.58    |          | (19,350)    | (1.22)  |
|       | Other comprehensive income (loss)                                 |           |    |             |         |          |             |         |
| 8310  | Items that may not be reclassified subsequently to profit or loss |           |    |             |         |          |             |         |
| 8311  | Remeasurements of defined benefit obligation                      | 6(17)2(5) |    | 3,037       | 0.16    |          | (2,377)     | (0.15)  |
| 8349  | Income tax benefit (expense) related to items that will not be    | 6(21)2    |    | (607)       | (0.03)  |          | 475         | 0.03    |
|       | reclassified subsequently   | 0(21)2    |    |             |         |          |             |         |
| 8300  | Other comprehensive income (loss)                                 |           |    | 2,430       | 0.13    |          | (1,902)     | (0.12)  |
| 8500  | Total comprehensive income  |           | \$ | 51,613      | 2.71    | \$       | (21,252)    | (1.34)  |
| 8600  | Net income attributable to:                                       |           |    |             |         |          |             |         |
| 8610  | Shareholders of the parent  |           | \$ | 61,427      | 3.22    | \$       | 636         | 0.04    |
| 8620  | Non-controlling interests   |           | \$ | (12,244)    | (0.64)  | \$       | (19,986)    | (1.26)  |
| 8700  | Total comprehensive income attribute to:                          |           |    |             |         |          |             |         |
| 8710  | Shareholders of the parent  |           | \$ | 63,857      | 3.35    | \$       | (1,266)     | (0.08)  |
| 8720  | Non-controlling interests   |           | \$ | (12,244)    | (0.64)  | \$       | (19,986)    | (1.26)  |
|       | Earnings per share  | 6(24)     | ·  | ()/         | (       | <u> </u> | (,/         | ()      |
| 9750  | Basic earnings per share  | 0(21)     | \$ | 0.75        |         | \$       | 0.01        |         |
| 9850  | Diluted earnings per share  |           | \$ | 0.75        |         | \$       | 0.01        |         |
| 2050  | Durien carmings her suare   | 1         | φ  | 0.74        |         | φ        | 0.01        |         |

#### Shuang-Bang Industrial Corporation and Subsidiaries Consolidated Statements of Changes in Equity For the years ended December 31, 2024 and 2023 (In thousands of New Taiwan Dollars)

|   |            |  |    |                       |    | Eq                  | uity at |         | _  | rent company                             |               |     |   |    |                                 |    |                     |
|---|------------|--|----|-----------------------|----|---------------------|---------|---------|----|--|---------------|-----|---|----|---------------------------------|----|---------------------|
| Items   | Notes      | <br>pital Stock-<br>nmon stock<br>3110 |    | pital Surplus<br>3200 | Le | gal reserve<br>3310 | Spec    |         | U  | mappropriated<br>tained earnings<br>3350 | Tota1<br>3300 | att | btotal of equity<br>ributable to the<br>olders of the paren<br>31XX | i  | controlling<br>nterests<br>36XX | Т  | otal equity<br>3XXX |
| Balance on January 1, 2023                      | A1         | \$<br>823,608                          | \$ | 10,552                | \$ | 141,662             | \$      | 4,369   | \$ | 345,726                                  | \$<br>491,757 | \$  | 1,325,917   |    | 45,918                          | \$ | 1,371,835           |
| Appropriations of earnings of legal reserve     | B1         | -                                      | •  | -                     |    | 27,431              | Ŧ       | -       |    | (27,431)                                 | -             |     | -   |    | -                               | Ť  | -                   |
| Cash dividends                                  | <b>B</b> 5 | -                                      |    | -                     |    | -                   |         | -       |    | (98,833)                                 | (98,833)      |     | (98,833)  |    | -                               |    | (98,833)            |
| Special surplus reserve reversed                | B17        | -                                      |    | -                     |    | -                   |         | (4,369) |    | 4,369                                    | -             |     | -   |    | -                               |    | -                   |
| Changes in capital surplus                      | C17        | -                                      |    | 5                     |    | -                   |         | -       |    | -  | -             |     | 5   |    | -                               |    | 5                   |
| Net income for the period                       | D1         | -                                      |    | -                     |    | -                   |         | -       |    | 636                                      | 636           |     | 636   |    | (19,986)                        |    | (19,350)            |
| Other comprehensive income(loss) for the period | D3         | -                                      |    | -                     |    | -                   |         | -       |    | (1,902)                                  | (1,902)       |     | (1,902)   |    | -                               |    | (1,902)             |
| Total comprehensive income(loss) for the period | D5         | <br>-                                  |    | -                     |    | -                   |         | -       |    | (1,266)                                  | <br>(1,266)   |     | (1,266)   |    | (19,986)                        |    | (21,252)            |
| Changes in ownership equity of subsidiaries     | M7         | -                                      |    | -                     |    | -                   |         | -       |    | (2,857)                                  | (2,857)       |     | (2,857)   |    | 2,857                           |    | -                   |
| Non-controlling Interest                        | 01         | <br>-                                  |    | -                     |    | -                   |         | -       |    | -  | <br>-         |     | -   |    | 4,550                           |    | 4,550               |
| Balance on Deceember 31, 2023                   | Z1         | \$<br>823,608                          | \$ | 10,557                | \$ | 169,093             | \$      | -       | \$ | 219,708                                  | \$<br>388,801 | \$  | 1,222,966   | \$ | 33,339                          | \$ | 1,256,305           |
| Cash dividends                                  | B5         | -                                      |    | -                     |    | -                   |         | -       |    | (32,945)                                 | (32,945)      |     | (32,945)  |    | -                               |    | (32,945)            |
| Changes in capital surplus                      | C17        | -                                      |    | 29                    |    | -                   |         | -       |    | -  | -             |     | 29  |    | -                               |    | 29                  |
| Net income for the period                       | D1         | -                                      |    | -                     |    | -                   |         | -       |    | 61,427                                   | 61,427        |     | 61,427  |    | (12,244)                        |    | 49,183              |
| Other comprehensive income(loss) for the period | D3         | <br>-                                  |    | -                     |    | -                   |         | -       |    | 2,430                                    | <br>2,430     |     | 2,430   |    | -                               |    | 2,430               |
| Total comprehensive income(loss) for the period | D5         | <br>-                                  |    | -                     |    | -                   |         | -       |    | 63,857                                   | 63,857        |     | 63,857  |    | (12,244)                        |    | 51,613              |
| Changes in ownership equity of subsidiaries     | M7         | -                                      |    | -                     |    | -                   |         | -       |    | (489)                                    | (489)         |     | (489)   |    | 489                             |    | -                   |
| Non-controlling Interest                        | 01         | <br>-                                  |    | -                     |    | -                   |         | -       |    | -  | <br>-         |     | -   |    | (3,670)                         |    | (3,670)             |
| Balance on Deceember 31, 2024                   | Z1         | \$<br>823,608                          | \$ | 10,586                | \$ | 169,093             | \$      | -       | \$ | 250,131                                  | \$<br>419,224 | \$  | 1,253,418   | \$ | 17,914                          | \$ | 1,271,332           |

# Shuang-Bang Industrial Corporation and Subsidiaries Consolidated Statements of Cash Flows For the years ended December 31, 2024 and 2023 (In thousands of New Taiwan Dollars)

| Codes  | Items  | 2024         | 2023           |
|--------|--|--------------|----------------|
| AAAA   | Cash flows from operating activities                                   | <br>         | <br>           |
| A10000 | Profit (Loss) before income tax  | \$<br>70,626 | \$<br>(34,792) |
| A20000 | Adjustments for:   |              |                |
| A20010 | Adjustments to reconcile profit (loss)                                 |              |                |
| A20100 | Depreciation expense   | 108,838      | 99,731         |
| A20200 | Amortization expenses  | 1,871        | 2,920          |
| A20300 | Expected credit loss (reversal gain) loss                              | (5,433)      | 5,785          |
| A20400 | Loss on financial assets at fair value through profit or loss          | 11,980       | 717            |
| A20900 | Interest expense   | 15,769       | 11,258         |
| A21200 | Interest income  | (1,542)      | (1,509)        |
| A22500 | Loss (gain) on disposal or retirement of property, plant and equipment | (2,918)      | (4,425)        |
| A22800 | Loss (gain) on disposal of intangible assets                           | (78)         | -              |
| A23800 | Reversal of impairment loss on non-financial assets                    | (50)         | (2,601)        |
| A24100 | Unrealized (gain) loss on foreign exchange                             | (2,971)      | 4,306          |
| A29900 | Others (government grants)   | (682)        | (682)          |
| A29900 | Others (Property, plan and equipment transferred to expenses.)         | 905          | -              |
| A29900 | Others   | (65)         | 40             |
| A20010 | Total adjustments to reconcile profit (loss)                           | <br>125,624  | 115,540        |
| A30000 | Changes in operating assets and liabilities:                           |              |                |
| A31000 | Changes in operating assets  |              |                |
| A31130 | Decrease in notes receivable   | 9,831        | 23,855         |
| A31150 | (Increase) Decrease in accounts receivable                             | (50,042)     | 26,679         |
| A31180 | Decrease (Increase) in other receivables                               | 143          | (108)          |
| A31200 | Decrease in inventories  | 1,820        | 70,638         |
| A31240 | (Increase) Decrease in other current assets                            | (1,213)      | 8,484          |
| A31990 | Decrease in other operating assets                                     | <br>488      | <br>35         |
| A31000 | Total changes in operating assets                                      | <br>(38,973) | <br>129,583    |
| A32000 | Changes in operating liabilities                                       |              |                |
| A32130 | Increase (Decrease) in notes payable                                   | 646          | (239)          |
| A32150 | Increase (Decrease) in accounts payable                                | 13,538       | (5,160)        |
| A32180 | Increase (Decrease) in other payables                                  | 33,692       | (75,649)       |
| A32200 | Increase (Decrease) in provisions                                      | 2,265        | (3,627)        |
| A32230 | Increase (Decrease) in other current liabilities                       | 3,750        | (7,085)        |
| A32240 | Decrease in net defined benefit liability                              | <br>(76)     | <br>(105)      |
| A32000 | Total changes in operating liabilities                                 | 53,815       | (91,865)       |
| A30000 | Total changes in operating assets and liabilities                      | <br>14,842   | <br>37,718     |
| A20000 | Total adjustments  | <br>140,466  | <br>153,258    |
| A33000 | Cash flow generated from operations                                    | 211,092      | 118,466        |
| A33100 | Interest received  | 1,542        | 1,509          |
| A33300 | Interest paid  | (18,309)     | (15,191)       |
| A33500 | Income tax paid  | <br>(18,212) | <br>(20,515)   |
| AAAA   | Net cash flows generated by operating activities                       | <br>176,113  | <br>84,269     |
|        | (Continued)  |              |                |

(Continued)

#### Shuang-Bang Industrial Corporation and Subsidiaries Consolidated Statements of Cash Flows For the years ended December 31, 2024 and 2023 (In thousands of New Taiwan Dollars)

| Codes  | Items  | 2024       | 2023       |
|--------|--|------------|------------|
|        | (Continued)  |            |            |
| BBBB   | Cash flows from investing activities                         |            |            |
| B00040 | Acquisition of financial assets measured at amortized cost   | (49,205)   | (42,601)   |
| B00050 | Disposal of financial assets measured at amortized cost      | 91,805     | 301        |
| B02700 | Acquisition of property, plant and equipment                 | (24,157)   | (84,195)   |
| B02800 | Proceeds from disposal of property, plant and equipment      | 9,965      | 7,100      |
| B03700 | Increase in refundable deposits                              | (268)      | (51)       |
| B03800 | Decrease in refundable deposits                              | 1,008      | 2,146      |
| B04500 | Acquisition of intangible assets                             | (553)      | (50)       |
| B04600 | Disposal of intangible assets                                | 332        | -          |
| B06700 | Increase in other noncurrent assets                          | (315)      | (1,718)    |
| B06800 | Decrease in other noncurrent assets                          | 603        | -          |
| B07100 | Increase in prepayments for equipment                        | (128,907)  | (164,875)  |
| BBBB   | Net cash used in investing activities                        | (99,692)   | (283,943)  |
| CCCC   | Cash flows from financing activities                         |            |            |
| C00100 | Increase in short-term loans                                 | 762,443    | 548,073    |
| C00200 | Decrease in short-term loans                                 | (703,990)  | (602,114)  |
| C01600 | Proceeds from long-term bank loans                           | 50,000     | 675,000    |
| C01700 | Repayment of long-term bank loans                            | (136,868)  | (326,920)  |
| C03000 | Increase in guaranteed deposits received                     | 166        | 178        |
| C03100 | Decrease in guaranteed deposits received                     | (294)      | (10)       |
| C04020 | Repayment of the principal portion of lease liabilities      | (11,974)   | (12,573)   |
| C04500 | Cash dividends   | (32,945)   | (98,833)   |
| C05800 | Changes from non-controlling Interest                        | (3,670)    | 4,550      |
| C09900 | Others   | 29         | 5          |
| CCCC   | Net cash (used in) generated by financing activities         | (77,103)   | 187,356    |
| DDDD   | Effect of exchange rate changes on cash and cash equivalents | 81         | (1,052)    |
| EEEE   | Net decrease in cash and cash equivalents                    | (601)      | (13,370)   |
| E00100 | Cash and cash equivalents, beginning of the year             | 120,866    | 134,236    |
| E00200 | Cash and cash equivalents, end of the year                   | \$ 120,265 | \$ 120,866 |
| E00210 | Cash and cash equivalents on consolidated balance sheets     | \$ 120,265 | \$ 120,866 |
|        |  |            |            |

# Shuang-Bang Industrial Corp. 2024 Earnings Distribution Table

Unit: NTD

| Item   |            | Amount       |
|--|------------|--------------|
| Balance at beginning of the period   |            | 186,762,837  |
| Add:   |            |              |
| Net income during the year   | 61,427,334 |              |
| Remeasurement of defined benefit plan recognized as retained earnings                      | 2,429,482  |              |
| Less:  |            |              |
| Retained earnings adjusted for investment under the equity method                          | (488,300)  |              |
| Net income and other items during the period as the<br>undistributed earnings for the year |            | 63,368,516   |
| Less:  |            |              |
| Recognition of legal reserves  |            | (6,336,852)  |
| Distributable earnings   |            | 243,794,501  |
| Distributable items:   |            |              |
| Shareholders' bonus to shareholders - cash (NT\$0.8 per share)                             |            | (65,888,660) |
| Undistributed earnings at the end of the period  |            | 177,905,841  |

Note:

- 1. The earnings from the most recent year are prioritized for distribution.
- 2. The above dividends are calculated based on 82,360,826 ordinary shares issued by the Company as of February 27, 2025.

Chairman Chung-Tang Chang

Managerial Officer: Yu-Chuan Hsu



瑜计

Chief Accounting Officer: Min-Chu Lin



# Shuang-Bang Industrial Corp.

# **Comparison Table for Amendments of "Articles of Incorporation"**

| Clause after amendment   | Original clause  | Explanation                                       |
|--|--|---|
| Article 12<br>Shareholders' meetings are divided into<br>annual shareholders' meetings and<br>extraordinary shareholders' meetings.<br>Annual shareholders' meetings are<br>convened once a year and within six<br>months after the end of a financial year.<br>Notification is sent by the Board of<br>Directors to shareholders thirty days in<br>advance. Extraordinary shareholders'<br>meetings are convened when necessary<br>and according to laws.<br>During the convention of the shareholders'<br>meeting, video conference or other<br>methods announced by the central<br>competent authority may be adopted.  | Article 12<br>Shareholders' meetings are divided into<br>annual shareholders' meetings and<br>extraordinary shareholders' meetings.<br>Annual shareholders' meetings are<br>convened once a year and within 6 months<br>after the end of a financial year.<br>Notification is sent by the Board of<br>Directors to shareholders 30 days in<br>advance. Extraordinary shareholders'<br>meetings are convened when necessary<br>and according to laws.   | Amended in alignment<br>with laws and regulations |
| Article 18<br>The Company has seven to eleven<br>directors. The nomination system is<br>adopted for shareholders' meetings to<br>elect directors. Each term is three years.<br>Re-election is allowed for consecutive<br>terms.<br>The number of directors mentioned above<br>shall include no fewer than <u>three</u><br>independent directors that represent no<br>lesser than one- <u>third</u> of the total number of<br>directors. The professional qualifications,<br>shareholdings, restrictions on positions<br>held concurrently, nominations, election<br>methods, and other matters of compliance<br>for independent directors shall be handled<br>in accordance with the relevant<br>regulations set by competent securities<br>authority. | Article 18<br>The Company has seven to eleven<br>directors. The nomination system is<br>adopted for shareholders' meetings to<br>elect directors. Each term is three years.<br>Re-election is allowed for consecutive<br>terms.<br>Among the above number of directors,<br>there shall be at least two independent<br>directors and independent directors may<br>not account for less than one fifth of board<br>seats. The professional qualifications,<br>shareholdings, restrictions on positions<br>held concurrently, nominations, election<br>methods, and other matters of compliance<br>for independent directors shall be handled<br>in accordance with the relevant<br>regulations set by competent securities<br>authority. | Amended in alignment<br>with laws and regulations |

| Clause after amendment  | Original clause  | Explanation                                       |
|---|--|---|
| Article 30<br>Depending on the annual profits, the<br>Company shall allocation 5% to 10% as<br>the remuneration to employees and no<br>higher than 3% as the remuneration to<br>directors. However, profits must first be<br>taken to offset against cumulative losses if<br>any.<br><u>An amount no less than 50% of the<br/>remuneration of employees described in<br/>preceding paragraph shall be appropriated<br/>as the remuneration of entry-level<br/>employees.</u><br>The annual profit mentioned in the above<br>Paragraph shall refer to pre-tax profit<br>before employees' and directors'<br>remuneration of employees may be made<br>in the form of shares or cash, and the<br>subjects for receiving the shares or cash<br>may include employees of <u>controlling or</u><br>subordinate companies satisfying certain<br>criteria.<br>Distribution of employee/director<br>remuneration is subject to resolution in a<br>board meeting with more than two-thirds<br>of the board present, and voted in favor by<br>more than half of all attending directors.<br>This decision must also be reported in<br>shareholder meeting. | Article 30<br>Depending on the annual profits, the<br>Company shall allocation 5% to 10% as<br>the remuneration to employees and no<br>higher than 3% as the remuneration to<br>directors. However, profits must first be<br>taken to offset against cumulative losses if<br>any.<br>The annual profit mentioned in the above<br>Paragraph shall refer to pre-tax profit<br>before employees' and directors'<br>remuneration in the current year.<br>Employee remuneration can be paid in<br>cash or in shares. Payments may also be<br>made to employees of subordinate<br>companies that satisfy the eligibility<br>criteria.<br>Distribution of employee/director<br>remuneration is subject to resolution in a<br>board meeting with more than two-thirds<br>of the board present, and voted in favor by<br>more than half of all attending directors.<br>This decision must also be reported in<br>shareholder meeting. | Amended in alignment<br>with laws and regulations |
| Article 33<br>These Articles of Incorporation were<br>established on November 4, 1989 <u>The</u><br><u>26th amendment was made on June 12,</u><br><u>2025.</u>  | Article 33<br>These Articles of Incorporation were<br>established on November 4, 1989 25th<br>amendment on August 27, 2021   | Newly added the date of amendment.                |

# **Shuang-Bang Industrial Corp.**

# Rules of Procedure for Shareholders' Meeting Provision Amendment Comparison Table

| Amended Clause   | Current Clause   | Description    |
|--|--|----------------|
| Article 3  | Article 3  | Amendment made |
| Unless otherwise provided by law or regulation,  | Unless otherwise provided by law or  | in accordance  |
| the Company's shareholders' meetings shall be  | regulation, the Company's shareholders'  | with the laws. |
| convened by the Board of Directors.  | meetings shall be convened by the Board of   |                |
| When the Company convenes a virtual  | Directors.   |                |
| shareholders' meeting, unless the Regulations  | The Company shall prepare electronic   |                |
| Governing the Administration of Shareholder  | versions of the shareholders' meeting notice and   |                |
| Services of Public Companies specify others,   | proxy forms, and the origins of and explanatory  |                |
| the articles of incorporation shall describe   | materials relating to all proposals, including   |                |
| procedures in detail, and the resolution of the  | proposals for ratification, matters for  |                |
| board of directors shall be adopted, and the   | deliberation, or the election or dismissal of  |                |
| virtual shareholders' meeting shall be attended  | directors or supervisors, and upload them to the   |                |
| by more than two-thirds of the directors of the  | Market Observation Post System (MOPS) 30   |                |
| board and with resolution made based on the  | days before the date of a regular shareholders'  |                |
| consents of a majority of attending directors.   | meeting or 15 days before the date of a special  |                |
| Changes to how the Company convenes  | shareholders' meeting. Meanwhile, 21 days  |                |
| its shareholders' meeting shall be resolved by   | before the Company convenes an annual  |                |
| the board of directors, and shall be made no   | shareholders' meeting or 15 days before an   |                |
| later than mailing of the shareholders' meeting  | extraordinary shareholders' meeting, it shall  |                |
| notice.  | prepare an electronic file of the shareholders'  |                |
| 30 days before an annual shareholders' meeting or 15 days before an extraordinary  | meeting agenda handbook and the  |                |
| shareholders' meeting, the Company shall   | supplementary materials and upload them to the MOPS. 15 days before a shareholders' meeting,           |                |
| prepare electronic files of the meeting notice,  | the meeting handbook and supplementary   |                |
| proxy form, information on proposals for   | materials should be available for shareholders to  |                |
| ratification, matters for discussion, election or  | review at any time, displayed at the Company   |                |
| dismissal of directors and other matters on the  | and its authorized shareholder service agency  |                |
| agenda and upload them to the Market   | and distributed at the shareholders' meeting.  |                |
| Observation Post System (MOPS). Meanwhile,   | Matters to be specified in notices and   |                |
| 21 days before the Company convenes an   | announcements: With the consent of the   |                |
| annual shareholders' meeting or 15 days before   | addressee, the notice may be given in an   |                |
| an extraordinary shareholders' meeting, it shall   | electronic form.   |                |
| prepare an electronic file of the shareholders'  | Election or dismissal of directors or  |                |
| meeting agenda handbook and the  | supervisors, amendments to the articles of   |                |
| supplementary materials and upload them to the   | incorporation, reduction of capital, application   |                |
| MOPS. In addition, 15 days before the date of  | for the approval of ceasing its status as a public   |                |
| the shareholders' meeting, the Company shall   | company, approval of competing with the  |                |
| also have prepared the shareholders' meeting   | company by directors, surplus profit distributed   |                |
| agenda and supplemental meeting materials and  | in the form of new shares, reserve distributed in  |                |
| made them available for review by shareholders   | the form of new shares, the dissolution, merger,   |                |
| at any time. The meeting agenda and  | or demerger of the corporation, or any matter  |                |
| supplemental materials shall also be displayed at  | under paragraph 1 of Article 185 of the  |                |
| the Company and the professional shareholder   | Company Act, Articles 26-1 and 43-6 of the   |                |
| services agent designated thereby.   | Securities Exchange Act, Articles 56-1 and 60-2  |                |
| For the meeting agenda and supplemental  | of the Regulations Governing the Offering and  |                |
| meeting materials described in the preceding   | Issuance of Securities by Securities Issuers shall   |                |
| paragraph, the Company shall provide them to   | be set out and the essential contents explained in   |                |
| the shareholders for review on the convention  | the notice of the reasons for convening the  |                |
| date of the shareholders' meeting according to   | shareholders' meeting. None of the above   |                |
| the following method:  | matters may be raised by an extraordinary  |                |
| <u>- · For physical shareholders' meetings, to</u>   | motion.<br>Where re-election of all directors and  |                |
| be distributed on-site at the meeting.   |  |                |
| $\stackrel{\underline{-}}{=} \frac{\text{For hybrid shareholders'' meetings, to}}{\text{he distributed on site at the meeting}}$ | supervisors as well as their inauguration date is<br>stated in the notice of the reasons for convening |                |
| be distributed on-site at the meeting  | the shareholders' meeting, after the completion  |                |
| and shared on the virtual meeting  | the shareholders meeting, after the completion   |                |

| Amended Clause  | Current Clause  | Description |
|---|---|-------------|
| <u>platform.</u>  | of the re-election in said meeting such   | 1           |
| $\Xi$ · For virtual shareholders' meetings,   | inauguration date may not be altered by any   |             |
| electronic files shall be shared on the   | extraordinary motion or otherwise in the same   |             |
| virtual meeting platform.<br>Matters to be specified in notices and                               | meeting.<br>A shareholder holding one percent or  |             |
| announcements: With the consent of the  | more of the total number of the issued shares   |             |
| addressee, the notice may be given in an  | may submit to the Company a proposal for  |             |
| electronic form.  | discussion at a general shareholders' meeting.  |             |
| Election or dismissal of directors;   | The number of items so proposed is limited only   |             |
| amendments to the Articles of Incorporation;  | to one, and no proposal containing more than  |             |
| reduction of capital; application for ending of   | one item will be included in the meeting agenda.  |             |
| public offering; approval to remove the non-  | When the circumstances of any Subparagraph of   |             |
| compete clause for the directors; capitalization  | Paragraph 4 of Article 172-1 of the Company   |             |
| of earnings; capitalization of legal reserve;   | Act apply to a proposal put forward by a  |             |
| dissolution, merger, or demerger; or any matter<br>in each subparagraph of Paragraph 1 under      | shareholder, the board of directors may exclude it from the agenda.                         |             |
| Article 185 of the Company Act, Articles 26-1   | Shareholders may submit suggestive  |             |
| and 43-6 of the Securities and Exchange Act,  | proposals for urging the Company to promote   |             |
| and Articles 56-1 and 60-2 of the Regulations   | public interests or fulfill its social  |             |
| Governing the Offering and Issuance of  | responsibilities, provided that the procedure   |             |
| Securities by Securities Issuers, shall be set out  | shall comply with relevant provisions of Article  |             |
| and the essential contents explained in the notice  | 172-1 of the Company Act, and the number of   |             |
| of the shareholders' meeting. None of the above   | items so proposed shall be limited to one only,   |             |
| matters may be raised by an extempore motion.   | and no proposal containing more than one item   |             |
| Where an election of all directors and the  | shall be included in the meeting agenda.  |             |
| onboarding date are stated in the notice of the   | Prior to the book closure date before an  |             |
| shareholders' meeting, the onboarding date may<br>not be changed by extempore motion or any       | annual general meeting is held, the Company<br>shall publicly announce that it will receive |             |
| other means at the same meeting once the  | shareholder proposals, whether it shall be via  |             |
| election has been completed at the shareholders'  | written or electronic acceptance, and the   |             |
| meeting.  | location and time period for their submission;  |             |
| A shareholder holding one percent or  | the period for submission of shareholder  |             |
| more of the total number of the issued shares   | proposals may not be less than 10 days.   |             |
| may submit to the Company a proposal for  | Shareholder-submitted proposals are   |             |
| discussion at a general shareholders' meeting.  | limited to 300 words, and for a proposal  |             |
| The number of items so proposed is limited only   | containing more than 300 words, such proposal   |             |
| to one, and no proposal containing more than  | is not be included in the meeting agenda. The   |             |
| one item will be included in the meeting agenda.<br>When the circumstances of any Subparagraph of | shareholder making the proposal shall be present<br>in person or by proxy at the regular    |             |
| Paragraph 4 of Article 172-1 of the Company   | shareholders' meeting and take part in  |             |
| Act apply to a proposal put forward by a  | discussion of the proposal.   |             |
| shareholder, the board of directors may exclude   | The company shall, prior to preparing and   |             |
| it from the agenda.   | delivering the shareholders' meeting notice,  |             |
| Shareholders may submit suggestive  | inform, by a notice, all the proposal submitting  |             |
| proposals for urging the Company to promote   | shareholders of the proposal screening results,   |             |
| public interests or fulfill its social  | and shall list in the shareholders' meeting notice  |             |
| responsibilities, provided that the procedure   | the proposals conforming to the requirements  |             |
| shall comply with relevant provisions of Article 172-1 of the Company Act, and the number of      | set out in this Article. With regard to the proposals submitted by shareholders but not     |             |
| items so proposed shall be limited to one only,   | included in the agenda of the meeting, the cause  |             |
| and no proposal containing more than one item   | of exclusion of such proposals and explanation  |             |
| shall be included in the meeting agenda.  | shall be made by the board of directors at the  |             |
| Prior to the book closure date before an  | shareholders' meeting to be convened.   |             |
| annual general meeting is held, the Company   | -   |             |
| shall publicly announce that it will receive  |   |             |
| shareholder proposals, whether it shall be via  |   |             |
| written or electronic acceptance, and the   |   |             |
| location and time period for their submission;  |   |             |
| the period for submission of shareholder proposals may not be less than 10 days.                  |   |             |
| Shareholder-submitted proposals are   |   |             |
| limited to 300 words, and for a proposal  |   |             |
|   |   |             |
| milited to 500 words, and for a proposal  | 33  |             |

| Amended Clause   | Current Clause   | Description    |
|--|--|----------------|
| containing more than 300 words, such proposal  |  |                |
| is not be included in the meeting agenda. The  |  |                |
| shareholder making the proposal shall be   |  |                |
| present in person or by proxy at the regular   |  |                |
| shareholders' meeting and take part in   |  |                |
| discussion of the proposal.  |  |                |
| The company shall, prior to preparing and  |  |                |
| delivering the shareholders' meeting notice,   |  |                |
| inform, by a notice, all the proposal submitting shareholders of the proposal screening results, |  |                |
| and shall list in the shareholders' meeting notice   |  |                |
| the proposals conforming to the requirements   |  |                |
| set out in this Article. With regard to the  |  |                |
| proposals submitted by shareholders but not  |  |                |
| included in the agenda of the meeting, the cause   |  |                |
| of exclusion of such proposals and explanation   |  |                |
| shall be made by the board of directors at the   |  |                |
| shareholders' meeting to be convened.  |  |                |
| Article 4  | Article 4  | Amendment made |
| Paragraphs 1 to 3: Omitted.  | Paragraphs 1 to 3: Omitted.  | in accordance  |
|  |  | with the laws. |
| After a proxy form has been delivered to   |  |                |
| the Company, if the shareholder intends to<br>attend the meeting in person or to exercise        |  |                |
| voting rights by correspondence or   |  |                |
| electronically, a written notice of proxy  |  |                |
| cancellation shall be submitted to the Company   |  |                |
| before 2 business days before the meeting date.  |  |                |
| If the cancellation notice is submitted after that   |  |                |
| time, votes cast at the meeting by the proxy   |  |                |
| shall prevail.   |  |                |
| Article 5: (Principles for the venue and time of a   | Article 5: (Principles for the venue and time of a                                     | Amendment made |
| shareholders' meeting)   | shareholders' meeting)   | in accordance  |
| Paragraph 1: Omitted.  | Paragraph 1: Omitted.  | with the laws. |
| The restrictions on the place of the meeting   |  |                |
| shall not apply when the Company convenes a virtual shareholders' meeting.                       |  |                |
| Article 6: (Preparation of a sign-in book and  | Article 6: (Preparation of a sign-in book and  | Amendment made |
| other documents)   | other documents)   | in accordance  |
| The Company shall specify in its   | The company shall specify in the meeting   | with the laws. |
| shareholders' meeting notices the time during  | notice the time and venue for shareholders to  |                |
| which attendance registrations for shareholders,   | sign in and other related matters.   |                |
| solicitors and proxies (collectively referred to as  | The shareholders' meeting reporting time   |                |
| <u>"shareholders"</u> ) will be accepted, the place to   | referred to in the preceding paragraph shall be  |                |
| register for attendance, and other matters for   | 30 minutes prior to the meeting started. There   |                |
| attention.   | should be clear signs at the reporting place with                                      |                |
| The time during which shareholder  | adequate staff assigned to handle the process.   |                |
| attendance registrations will be accepted, as  | Shareholders or proxies authorized by  |                |
| stated in the preceding paragraph, shall be at least 30 minutes prior to the time the meeting    | shareholders (hereinafter referred to as<br>"shareholders") shall attend shareholders' |                |
| least 30 minutes prior to the time the meeting<br>commences. The place at which attendance       | meetings based on attendance cards, sign-in  |                |
| registrations are accepted shall be clearly  | cards, or other certificates of attendance.  |                |
| marked and a sufficient number of suitable   | The Company may not arbitrarily add  |                |
| personnel assigned to handle the registrations.  | requirements for other documents beyond those  |                |
| For virtual shareholders' meetings, shareholders   | showing eligibility to attend presented by   |                |
| may begin to register on the virtual meeting   | shareholders. Solicitors soliciting proxy forms  |                |
| platform 30 minutes before the meeting starts.   | shall also bring identification documents for  |                |
| Shareholders completing registration will be   | verification.  |                |
| deemed as attend the shareholders' meeting in  | The Company shall furnish the attending  |                |
| person.  | shareholders with a sign-in book or attending  |                |
| Charabaldane -1-11-tt  | shareholders may hand in a sign-in card in lieu  |                |
| Shareholders shall attend shareholders'  | of signing in.   |                |

| Amended Clause   | Current Clause                                    | Description     |
|--|---|-----------------|
| meetings based on attendance cards, sign-in  | The Company shall furnish attending               |                 |
| cards, or other certificates of attendance. The  | shareholders with the meeting agenda book,        |                 |
| Company may not arbitrarily add requirements   | annual report, attendance card, speaker's slips,  |                 |
| for other documents beyond those showing   | voting slips, and other meeting materials. Where  |                 |
| eligibility to attend presented by shareholders.   | there is an election of directors or supervisors, |                 |
| Solicitors soliciting proxy forms shall also bring                                       | pre-printed ballots shall also be furnished.      |                 |
| identification documents for verification.   | When the government or a juridical person         |                 |
|  | is a shareholder, it may be represented by more   |                 |
| The Company shall furnish the attending  | than one representative at a shareholders'        |                 |
| shareholders with a sign-in book or attending  | meeting. When a juridical person is appointed to  |                 |
| shareholders may hand in a sign-in card in lieu  | attend as a proxy, it may designate only one      |                 |
| of signing in.   | person to represent it in the meeting.            |                 |
| The Company shall furnish attending  |   |                 |
| shareholders with the meeting agenda book,   |   |                 |
| annual report, attendance card, speaker's slips,   |   |                 |
| voting slips, and other meeting materials. Where   |   |                 |
| there is an election of directors, pre-printed   |   |                 |
| ballots shall also be furnished.   |   |                 |
| When the government or a juridical person  |   |                 |
| is a shareholder, it may be represented by more  |   |                 |
| than one representative at a shareholders'   |   |                 |
| meeting. When a juridical person is appointed to   |   |                 |
| attend as a proxy, it may designate only one   |   |                 |
| person to represent it in the meeting.   |   |                 |
| In the event of a virtual shareholders'  |   |                 |
| meeting, shareholders planning to attend the   |   |                 |
| meeting online shall register with the Company   |   |                 |
| <u>2 days before the meeting date.</u>   |   |                 |
| In the event of a virtual shareholders'<br>meeting, the Company shall upload the meeting |   |                 |
| agenda book, annual report and other meeting   |   |                 |
| materials to the virtual meeting platform at least                                       |   |                 |
| thirty minutes before the meeting starts, and  |   |                 |
| keep this information disclosed until the end of   |   |                 |
| the meeting.   |   |                 |
| Article 6-1 (Convention of virtual shareholders'   |   | This article is |
| meeting, and required particulars for  |   | newly added.    |
| shareholders' meeting notice)  |   | 5               |
| To convene a virtual shareholders'   |   |                 |
| meeting, the Company shall include the follow  |   |                 |
| particulars in the shareholders' meeting notice:   |   |                 |
| 1. <u>How shareholders attend the virtual</u>  |   |                 |
| meeting and exercise their rights. How   |   |                 |
| shareholders attend the virtual meeting  |   |                 |
| and exercise their rights.   |   |                 |
| 2. <u>Actions to be taken if the virtual meeting</u>                                     |   |                 |
| platform or participation in the virtual   |   |                 |
| meeting is obstructed due to natural   |   |                 |
| disasters, accidents or other force majeure  |   |                 |
| events, at least covering the following  |   |                 |
| particulars:   |   |                 |
| $ \mp \cdot  \underline{\text{To what time the meeting is}} $                            |   |                 |
| postponed or from what time the  |   |                 |
| meeting will resume if the above   |   |                 |
| obstruction continues and cannot   |   |                 |
| be removed, and the date to which  |   |                 |
| the meeting is postponed or on which the meeting will resume                             |   |                 |
| which the meeting will resume.<br>$\Box$ > Shareholders not having registered            |   |                 |
| $\angle$ · <u>Shareholders not having registered</u><br>to attend the affected virtual   |   |                 |
| shareholders' meeting shall not  |   |                 |
| snarenoiders meeting shan not  |   |                 |

| Amended Clause   | Current Clause  | Description                  |
|--|---|------------------------------|
| attend the postponed or resumed  |   |                              |
| session.   |   |                              |
| 丙、 In case of a hybrid shareholders'   |   |                              |
| meeting, when the virtual meeting  |   |                              |
| cannot be continued, if the total  |   |                              |
| number of shares represented at the  |   |                              |
| meeting, after deducting those   |   |                              |
| represented by shareholders attending the virtual shareholders'                                    |   |                              |
| meeting online, meets the  |   |                              |
| minimum legal requirement for a  |   |                              |
| shareholders' meeting, then the  |   |                              |
| shareholders' meeting shall  |   |                              |
| continue. The shares represented   |   |                              |
| by shareholders attending the  |   |                              |
| virtual meeting online shall be  |   |                              |
| counted towards the total number   |   |                              |
| of shares represented by   |   |                              |
| shareholders present at the  |   |                              |
| meeting, and the shareholders<br>attending the virtual meeting online                              |   |                              |
| shall be deemed abstaining from  |   |                              |
| voting on all proposals on meeting   |   |                              |
| agenda of that shareholders'   |   |                              |
| meeting.   |   |                              |
| $\overline{\mathbf{J}}$ • Actions to be taken if the outcome                                       |   |                              |
| of all proposals have been   |   |                              |
| announced and extraordinary  |   |                              |
| motion has not been carried out.   |   |                              |
| 3. <u>To convene a virtual shareholders'</u>   |   |                              |
| meeting, appropriate alternative measures  |   |                              |
| available to shareholders with difficulties  |   |                              |
| in attending a virtual shareholders'   |   |                              |
| meeting online shall be specified. Except  |   |                              |
| for the circumstances under Paragraph 6<br>of Article 44-9 of the Regulations                      |   |                              |
| Governing the Administration of  |   |                              |
| Shareholder Services of Public   |   |                              |
| Companies, the Company shall provide   |   |                              |
| shareholders with at least connection  |   |                              |
| equipment and necessary assistance and   |   |                              |
| state the period during which shareholders   |   |                              |
| may apply to the Company for such  |   |                              |
| equipment or assistance and other relevant   |   |                              |
| matters to be noted.   |   |                              |
| Article 8: (Audio or video recordings as   | Article 8: (Audio or video recordings as                                | Amendment made               |
| evidence of the shareholders' meetings)<br>Paragraphs 1 and 2: Omitted.                            | evidence of the shareholders' meetings)<br>Paragraphs 1 and 2: Omitted. | in accordance with the laws. |
| i aragraphis i and 2. Onnucu.  | 1 aragraphs 1 and 2. Onnucu.  | with the laws.               |
| Where a shareholders' meeting is held  |   |                              |
| online, the Company shall keep records of  |   |                              |
| shareholder registration, sign-in, check-in,   |   |                              |
| questions raised, votes cast and results of votes  |   |                              |
| counted by the Company, and continuously   |   |                              |
| audio and video record, without interruption, the  |   |                              |
| proceedings of the virtual meeting from  |   |                              |
| beginning to end.  |   |                              |
| The information and audio and video  |   |                              |
| recording in the preceding paragraph shall be  |   |                              |
| properly kept by the Company during the<br>entirety of its existence and conies of the audio       |   |                              |
| entirety of its existence, and copies of the audio<br>and video recording shall be provided to and |   |                              |
| and video recording shall be provided to and   |   | 1                            |

| Amended Clause   | Current Clause   | Description                     |
|--|--|---------------------------------|
| kept by the party appointed to handle matters of   |  |                                 |
| the virtual meeting.   |  |                                 |
| In case of a virtual shareholders' meeting,  |  |                                 |
| the Company is advised to audio and video  |  |                                 |
| record the back-end operation interface of the   |  |                                 |
| <u>virtual meeting platform.</u><br>Article 9  |  | A                               |
|  | Article 9  | Amendment made<br>in accordance |
| Attendance at shareholders' meetings shall<br>be counted based on numbers of shares. The | Attendance at shareholders' meetings shall<br>be counted based on numbers of shares. The | with the laws.                  |
| number of shares in attendance shall be  | number of shares in attendance is the shares   | with the laws.                  |
| calculated according to the shares indicated by  | represented by the sign-in book or sign-in cards   |                                 |
| the attendance book and sign-in cards handed in,   | plus the number of shares with voting rights   |                                 |
| and the shares checked in on the virtual meeting   | exercised in writing or via electronic means.  |                                 |
| <u>platform</u> , plus the number of shares whose  | The chair shall call the meeting to order at   |                                 |
| voting rights are exercised by correspondence or   | the appointed meeting time and disclose  |                                 |
| electronically.  | information concerning the number of   |                                 |
| The chair shall call the meeting to order at   | nonvoting shares and number of shares  |                                 |
| the appointed meeting time and disclose  | represented by shareholders attending the  |                                 |
| information concerning the number of   | meeting.   |                                 |
| nonvoting shares and number of shares  | However, when the attending shareholders   |                                 |
| represented by shareholders attending the  | do not represent a majority of the total number  |                                 |
| meeting.   | of issued shares, the chair may announce a   |                                 |
| However, when the attending shareholders   | postponement, provided that no more than two   |                                 |
| do not represent a majority of the total number  | such postponements, for a combined total of no   |                                 |
| of issued shares, the chair may announce a   | more than one hour, may be made. If the  |                                 |
| postponement, provided that no more than two   | quorum of shareholders representing at least   |                                 |
| such postponements, for a combined total of no   | once third of issued shares is not met after two   |                                 |
| more than one hour, may be made. If the  | postponements, the chair announces the   |                                 |
| quorum is not met after two postponements and  | cancelation of the meeting.  |                                 |
| the attending shareholders still represent less  | If the quorum of shareholders representing   |                                 |
| than one third of the total number of issued   | at least once third of issued shares is not met  |                                 |
| shares, the chair shall declare the meeting  | after two postponements, a tentative resolutions   |                                 |
| adjourned. In the event of a virtual shareholders'                                       | may be passed in accordance with the first   |                                 |
| meeting, the Company shall also declare the  | paragraph of Article 175 under the Company   |                                 |
| meeting adjourned at the virtual meeting   | Act. Shareholders shall be notified of the   |                                 |
| platform.  | tentative resolutions, and shareholders will be  |                                 |
| If the quorum is not met after two   | notified for the convening of the shareholders'  |                                 |
| postponements as referred to in the preceding paragraph, but the attending shareholders  | meeting within one month.<br>When, prior to conclusion of the meeting,                   |                                 |
| represent one third or more of the total number  | the attending shareholders represent a majority  |                                 |
| of issued shares, a tentative resolution may be  | of the total number of outstanding shares, the   |                                 |
| adopted pursuant to Paragraph 1 of Article 175   | chair may resubmit the tentative resolution for a  |                                 |
| of the Company Act; all shareholders shall be  | vote by the shareholders' meeting pursuant to  |                                 |
| notified of the tentative resolution and another   | Article 174 of the Company Act.  |                                 |
| shareholders' meeting shall be convened within   |  |                                 |
| one month. In the event of a virtual   |  |                                 |
| shareholders' meeting, shareholders intending to   |  |                                 |
| attend the meeting online shall re-register to the                                       |  |                                 |
| Company in accordance with Article 6.  |  |                                 |
| When, prior to conclusion of the meeting,  |  |                                 |
| the attending shareholders represent a majority  |  |                                 |
| of the total number of outstanding shares, the   |  |                                 |
| chair may resubmit the tentative resolution for a  |  |                                 |
| vote by the shareholders' meeting pursuant to  |  |                                 |
| Article 174 of the Company Act.  |  |                                 |
| Article 11: (Speeches by shareholders)   | Article 11: (Speeches by shareholders)   | Amendment made                  |
| Paragraphs 1 to 6: Omitted.  | Paragraphs 1 to 6: Omitted.  | in accordance                   |
|  |  | with the laws.                  |
| Where a virtual shareholders' meeting is   |  |                                 |
| convened, shareholders attending the virtual   |  |                                 |
| meeting online may raise questions in writing at   |  |                                 |
| the virtual meeting platform from the chair  |  |                                 |

| Amended Clause                                      | Current Clause                                     | Description    |
|---|--|----------------|
| declaring the meeting open until the chair          |  |                |
| declaring the meeting adjourned. No more than       |  |                |
| two questions for the same proposal may be          |  |                |
| raised. Each question shall contain no more than    |  |                |
| 200 words. The regulations in Paragraphs 1 to 5     |  |                |
| do not apply.                                       |  |                |
| As long as questions so raised in                   |  |                |
| accordance with the preceding paragraph are not     |  |                |
| in violation of the regulations or beyond the       |  |                |
| scope of a proposal, it is advisable the questions  |  |                |
| be disclosed to the public at the virtual meeting   |  |                |
| platform.   |  |                |
| Article 13  | Article 13   | Amendment made |
| Paragraphs 1 to 3: Omitted.                         | Paragraphs 1 to 3: Omitted.                        | in accordance  |
| Faragraphs 1 to 5. Onnued.                          | Falagraphs 1 to 5. Offitted.                       | with the laws. |
| After a shougholder has even is a veting            | If shareholders would like to attend the           | with the laws. |
| After a shareholder has exercised voting            |  |                |
| rights by correspondence or electronic means, in    | shareholders' meeting in person after the          |                |
| the event the shareholder intends to attend the     | exercise of voting rights by correspondence or     |                |
| shareholders' meeting in person or via visual       | by electronic means, it is necessary to indicate   |                |
| communication method, a written declaration of      | the withdrawal of the aforesaid exercise of        |                |
| intent to retract the voting rights already         | voting rights 2 days before the shareholders'      |                |
| exercised under the preceding paragraph shall       | meeting in the same method with which the          |                |
| be made known to the Company, by the same           | voting rights were exercised. If the request for   |                |
| means by which the voting rights were               | withdrawal occurs after the deadline, the voting   |                |
| exercised, before 2 business days before the date   | right exercised by correspondence or by            |                |
| of the shareholders' meeting. If the notice of      | electronic means shall prevail. If the shareholder |                |
| retraction is submitted after that time, the voting | exercises the voting right in writing or by        |                |
| rights already exercised by correspondence or       | electronic means and appoints a proxy with a       |                |
| electronic means shall prevail. If the shareholder  | proxy form to attend the shareholders' meeting,    |                |
| exercises the voting right in writing or by         | the voting right exercised by the attending proxy  |                |
| electronic means and appoints a proxy with a        | at the meeting shall prevail.                      |                |
| proxy form to attend the shareholders' meeting,     |  |                |
| the voting right exercised by the attending proxy   | Paragraphs 5 to 8: Omitted.                        |                |
| at the meeting shall prevail.                       |  |                |
| Paragraphs 5 to 8: Omitted.                         |  |                |
|   |  |                |
| When the Company convenes a virtual                 |  |                |
| shareholders' meeting, after the chair declares     |  |                |
| the meeting open, shareholders attending the        |  |                |
| meeting online shall cast votes on proposals and    |  |                |
| elections on the virtual meeting platform before    |  |                |
| the chair announces the voting session ends or      |  |                |
| will be deemed abstained from voting.               |  |                |
| In the event of a virtual shareholders'             |  |                |
| meeting, votes shall be counted at once after the   |  |                |
| chair announces the voting session ends, and        |  |                |
| results of votes and elections shall be announced   |  |                |
| immediately.  |  |                |
| When the Company convenes a hybrid                  |  |                |
| shareholders' meeting, if shareholders who have     |  |                |
| registered to attend the meeting online in          |  |                |
| accordance with Article 6 decide to attend the      |  |                |
| physical shareholders' meeting in person, they      |  |                |
| shall revoke their registration 2 days before the   |  |                |
| shareholders' meeting in the same manner as         |  |                |
| they registered. If their registration is not       |  |                |
| revoked within the time limit, they may only        |  |                |
| attend the shareholders' meeting online.            |  |                |
| When shareholders exercise voting rights            |  |                |
| by correspondence or electronic means, unless       |  |                |
| they have withdrawn the declaration of intent       |  |                |
| and attended the shareholders' meeting online,      |  |                |
| and attended the shareholders meeting onnine,       |  | I              |

| Amended Clause  | Current Clause                                      | Description                     |
|---|---|---------------------------------|
| except for extraordinary motions, they will not   |   | · · · ·                         |
| exercise voting rights on the original proposals  |   |                                 |
| or make any amendments to the original  |   |                                 |
| proposals or exercise voting rights on  |   |                                 |
| amendments to the original proposal.  |   |                                 |
| Article 15  | Article 15  | Amendment made                  |
| Paragraphs 1 to 3: Omitted.   | Paragraphs 1 to 3: Omitted.                         | in accordance<br>with the laws. |
| Where a virtual shareholders' meeting is  |   | with the laws.                  |
| <u>convened</u> , in addition to the particulars to be  |   |                                 |
| included in the meeting minutes as described in   |   |                                 |
| the preceding paragraph, the start time and end   |   |                                 |
| time of the shareholders' meeting, how the  |   |                                 |
| meeting is convened, the chair's and secretary's  |   |                                 |
| name, and actions to be taken in the event of   |   |                                 |
| disruption to the virtual meeting platform or   |   |                                 |
| participation in the meeting online due to natural  |   |                                 |
| disasters, accidents or other force majeure   |   |                                 |
| events, and how issues are dealt with shall also  |   |                                 |
| be included in the minutes.<br>When convening a virtual shareholders'   |   |                                 |
| meeting, other than compliance with the   |   |                                 |
| requirements in the preceding paragraph, the  |   |                                 |
| Company shall specify in the meeting minutes  |   |                                 |
| alternative measures available to shareholders  |   |                                 |
| with difficulties in attending a virtual  |   |                                 |
| shareholders' meeting online.   |   |                                 |
| Article 16: (Public announcement)   | Article 16: (Public announcement)                   | Amendment made                  |
| On the day of a shareholders' meeting, the  | The number of shares solicited by solicitors        | in accordance                   |
| Company shall compile in the prescribed format  | and the number of proxy shares authorized to        | with the laws.                  |
| a statistical statement of the number of shares   | representatives shall be clearly displayed by the   |                                 |
| obtained by solicitors through solicitation, the  | Company at the place and on the day of the          |                                 |
| number of shares represented by proxies <u>and the</u><br><u>number of shares represented by shareholders</u> | shareholders' meeting in the tally format required. |                                 |
| attending the meeting by correspondence or  | If any resolutions by the shareholders'             |                                 |
| electronic means, and shall make an express   | meeting are material information as stipulated      |                                 |
| disclosure of the same at the place of the  | by laws and regulations or Taiwan Stock             |                                 |
| shareholders' meeting. In the event a virtual   | Exchange Corporation (Taipei Exchange), the         |                                 |
| shareholders' meeting, the Company shall  | Company shall upload the content to the MOPS        |                                 |
| upload the above meeting materials to the   | prior to a deadline.                                |                                 |
| virtual meeting platform at least 30 minutes  |   |                                 |
| before the meeting starts, and keep this  |   |                                 |
| information disclosed until the end of the  |   |                                 |
| meeting.<br>During the Company's virtual shareholders'  |   |                                 |
| meeting, when the meeting is called to order, the   |   |                                 |
| total number of shares represented at the   |   |                                 |
| meeting shall be disclosed on the virtual   |   |                                 |
| meeting platform. The same shall apply  |   |                                 |
| whenever the total number of shares represented   |   |                                 |
| at the meeting and a new tally of votes is  |   |                                 |
| released during the meeting.  |   |                                 |
| If any resolutions by the shareholders'   |   |                                 |
| meeting are material information as stipulated  |   |                                 |
| by laws and regulations or Taiwan Stock   |   |                                 |
| Exchange Corporation (Taipei Exchange), the   |   |                                 |
| Company shall upload the content to the MOPS prior to a deadline.   |   |                                 |
| Article 19 (Disclosure of information at virtual  |   | This article is                 |
| meetings)   |   | newly added.                    |
| In the event of a virtual shareholders'   |   | nonij udded.                    |
| meeting, the Company shall disclose real-time   |   |                                 |
|   | 39  |                                 |

| Amended Clause   | Current Clause | Description     |
|--|----------------|-----------------|
| results of votes and election immediately after  |                |                 |
| the end of the voting session on the virtual   |                |                 |
| meeting platform according to the regulations,   |                |                 |
| and this disclosure shall continue at least fifteen  |                |                 |
| minutes after the chair has announced the  |                |                 |
| meeting adjourned.   |                |                 |
| Article 20 (Location of chair and secretary of   |                | This article is |
| virtual shareholders' meeting)   |                | newly added.    |
| When the Company convenes a virtual shareholders' meeting, both the chair and                |                |                 |
| secretary shall be in the same location, and the   |                |                 |
| chair shall declare the address of their location  |                |                 |
| when the meeting is called to order.   |                |                 |
| Article 21 (Handling of disconnection)   |                | This article is |
| In the event of a virtual shareholders'  |                | newly added.    |
| meeting, the Company may offer a simple  |                | 5               |
| connection test to shareholders prior to the   |                |                 |
| meeting, and provide relevant real-time services   |                |                 |
| before and during the meeting to help resolve  |                |                 |
| communication technical issues.  |                |                 |
| In the event of a virtual shareholders'  |                |                 |
| meeting, when declaring the meeting open, the chair shall also declare, unless under a       |                |                 |
| circumstance where a meeting is not required to  |                |                 |
| be postponed to or resumed at another time   |                |                 |
| under Paragraph 4of Article 44-20 of the   |                |                 |
| Regulations Governing the Administration of  |                |                 |
| Shareholder Services of Public Companies, if   |                |                 |
| the virtual meeting platform or participation in   |                |                 |
| the virtual meeting is obstructed due to natural   |                |                 |
| disasters, accidents or other force majeure  |                |                 |
| events before the chair has announced the  |                |                 |
| meeting adjourned, and the obstruction   |                |                 |
| continues for more than 30 minutes, the meeting  |                |                 |
| shall be postponed to or resumed on another  |                |                 |
| date within 5 days, in which case Article 182 of   |                |                 |
| the Company Act shall not apply.<br>For a meeting to be postponed or resumed                 |                |                 |
| as described in the preceding paragraph,   |                |                 |
| shareholders who have not registered to  |                |                 |
| participate in the affected shareholders' meeting  |                |                 |
| online shall not attend the postponed or resumed   |                |                 |
| session.   |                |                 |
| For a meeting to be postponed or resumed   |                |                 |
| under the second paragraph, the number of  |                |                 |
| shares represented by, and voting rights and   |                |                 |
| election rights exercised by the shareholders  |                |                 |
| who have registered to participate in the affected   |                |                 |
| shareholders' meeting and have successfully  |                |                 |
| signed in the meeting, but do not attend the<br>postpone or resumed session, at the affected |                |                 |
| shareholders' meeting, shall be counted towards  |                |                 |
| the total number of shares, number of voting   |                |                 |
| rights and number of election rights represented   |                |                 |
| at the postponed or resumed session.   |                |                 |
| During a postponed or resumed session of a   |                |                 |
| shareholders' meeting held under Paragraph 2,  |                |                 |
| no further discussion or resolution is required  |                |                 |
| for proposals for which votes have been cast and   |                |                 |
| counted and results have been announced, or list   |                |                 |
| of elected directors.  |                |                 |
| When the Company convenes a hybrid   |                |                 |

| Amended Clause   | Current Clause                                       | Description                 |
|--|--|-----------------------------|
| shareholders' meeting, and the virtual meeting   |  |                             |
| cannot continue as described in Paragraph 2, if  |  |                             |
| the total number of shares represented at the  |  |                             |
| meeting, after deducting those represented by  |  |                             |
| shareholders attending the virtual shareholders'   |  |                             |
| meeting online, still meets the minimum legal<br>requirement for a shareholders' meeting, then |  |                             |
| the shareholders' meeting shall continue, and  |  |                             |
| postponement or resumption of the meeting  |  |                             |
| under Paragraph 2 is not required.   |  |                             |
| Under the circumstances where a meeting  |  |                             |
| should continue as in the preceding paragraph,   |  |                             |
| the shares represented by shareholders attending   |  |                             |
| the virtual meeting online shall be counted  |  |                             |
| towards the total number of shares represented   |  |                             |
| by shareholders present at the meeting, provided   |  |                             |
| these shareholders shall be deemed abstaining  |  |                             |
| from voting on all proposals on meeting agenda   |  |                             |
| of that shareholders' meeting.<br>When postponing or resuming a meeting                        |  |                             |
| according to the second paragraph, the   |  |                             |
| Company shall handle the preparatory work  |  |                             |
| based on the date of the original shareholders'  |  |                             |
| meeting in accordance with the requirements  |  |                             |
| listed under paragraph 7, Article 44-20 of the   |  |                             |
| Regulations Governing the Administration of  |  |                             |
| Shareholder Services of Public Companies.  |  |                             |
| For dates or period set forth under Article  |  |                             |
| <u>12, second half, and paragraph 3, Article 13 of</u>   |  |                             |
| Regulations Governing the Use of Proxies for   |  |                             |
| Attendance at Shareholder Meetings of Public<br>Companies, and paragraph 2, Article 44-5,      |  |                             |
| Article 44-15, and paragraph 1, Article 44-17 of   |  |                             |
| the Regulations Governing the Administration   |  |                             |
| of Shareholder Services of Public Companies,   |  |                             |
| the Company hall handle the matter based on  |  |                             |
| the date of the shareholders' meeting that is  |  |                             |
| postponed or resumed under the second  |  |                             |
| paragraph.   |  |                             |
| Article 22 (Handling of digital divide)  |  | A new article               |
| When convening a virtual shareholders'   |  |                             |
| meeting, the Company shall provide appropriate   |  |                             |
| alternative measures available to shareholders with difficulties in attending a virtual        |  |                             |
| shareholders' meeting online. Except for the   |  |                             |
| circumstances under Paragraph 6 of Article 44-9  |  |                             |
| of the Regulations Governing the   |  |                             |
| Administration of Shareholder Services of  |  |                             |
| Public Companies, the Company shall provide  |  |                             |
| shareholders with at least connection equipment  |  |                             |
| and necessary assistance and state the period  |  |                             |
| during which shareholders may apply to the   |  |                             |
| Company for such equipment or assistance and   |  |                             |
| other relevant matters to be noted.  |  |                             |
|  |  |                             |
| Article 22   | Article 10   | A dimate 1 41-              |
| Article <u>23</u><br>These Rules and all amendments thereto                                    | Article 19<br>These Rules and all amendments thereto | Adjusted the article number |
| shall be enforced upon approval by a   | shall be enforced upon approval by a                 | according to the            |
| shareholders' meeting.   | shareholders' meeting.                               | current                     |
| statenotaels meeting.  | sim moraris mooring.                                 | amendment of                |
|  |  | clauses.                    |
|  |  | •                           |

| Amended Clause   | Current Clause                                | Description  |
|--|---|--|
| Article <u>24</u>  | Article 20                                    | Adjusted the article number                                      |
| 1st~5th amendments: Omitted.   | 1st~5th amendments: Omitted.                  | according to the<br>current<br>amendment of                      |
| The 6th amendment was made on August 27, 2021<br><u>The 7th amendment was made on June 12, 2025.</u> | The 6th amendment was made on August 27, 2021 | clauses, and<br>newly added the<br>date of current<br>amendment. |