

Great China Metal Ind. Co., Ltd. and Subsidiaries

Consolidated Financial Statements for the Nine Months Ended September 30, 2024 and 2023 and Independent Auditors' Review Report

Address: No. 293-805, Songjiang Rd., Zhongshan Dist., Taipei City, Taiwan (R.O.C.)

Contact: 886-2-2901-5153

Table of Contents

Contents	Pages	Notes
Cover	1	-
Table of Contents	2	-
Independent Auditors' Review Report	3~4	-
Consolidated Balance Sheets	5	-
Consolidated Statements of Comprehensive Income	6	-
Consolidated Statements of Changes in Equity	7	-
Consolidated Statements of Cash Flows	8	-
Notes to Consolidated Financial Statements		
1. Organization and Operations	9	1
2. Approval of Financial Statements	9	2
3. Application of New, Amended and Revised Standards and Interpretations	9~11	3
4. Summary of Significant Accounting Policies	11~12	4
5. Critical Accounting Judgments and Key Sources of Estimation Uncertainty	13	5
6. Explanation of Significant Accounting Items	13~32	6~24
7. Transactions with Related Parties	32~34	25
8. Assets Pledged as Collateral or For Security	34	26
9. Significant Contingent Liabilities and Unrecognized Commitments	35	27
10. Other Items	-	-
11. Losses Due to Major Disasters	-	-
12. Significant Subsequent Events	-	-
13. Others		
1) Significant Assets and Liabilities Denominated in Foreign Currencies	35~37	28
14. Separately Disclosed Items		
1) Information About Significant Transactions and Investees	37	29
2) Information on Investees.	37	29
3) Information on Investments in Mainland China	37	29
4) Information on Investor	38	29
15. Segment Information	38	30

INDEPENDENT AUDITORS' REVIEW REPORT

The Board of Directors and Shareholders
Great China Metal Ind. Co., Ltd.

Introduction

We have reviewed the accompanying consolidated balance sheets of Great China Metal Ind. Co., Ltd. and its subsidiaries (collectively referred to as the "Group") as of September 30, 2024 and 2023, the related consolidated statements of comprehensive income for the three months ended September 30, 2024 and 2023 and for the nine months ended September 30, 2024 and 2023, of changes in equity, and of cash flows for the nine months then ended, and the related notes to the consolidated financial statements, including a summary of significant accounting policies (collectively referred to as the "consolidated financial statements"). Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34 "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China. Our responsibility is to express a conclusion on the consolidated financial statements based on our reviews.

Scope of Review

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

Basis for Qualified Conclusion

As disclosed in Note 12 to the consolidated financial statements, the financial statements of some non-significant subsidiaries included in the consolidated financial statements referred to in the first paragraph were not reviewed. As of September 30, 2024 and 2023, the combined total assets of these non-significant subsidiaries were NT\$1,692,960 thousand and NT\$1,616,698 thousand, respectively, representing 15% and 14% of the consolidated total assets; and the combined total liabilities of these non-significant subsidiaries were NT\$54,434 thousand and NT\$52,372 thousand, respectively, both representing 2%, respectively, of the consolidated total liabilities; for the three months ended September 30, 2024 and 2023 and for nine months ended September 30, 2024 and 2023, the amounts of combined comprehensive income of these non-significant

subsidiaries were a gain of NT\$16,798 thousand, a gain of NT\$12,103 thousand, a gain of NT\$67,616 thousand and a loss of NT\$1,152 thousand, respectively, representing 6%, 4%, 9% and 0%, respectively, of the consolidated total comprehensive income.

Qualified Conclusion

Based on our reviews, except for the adjustments, if any, as might have been determined to be necessary had the financial statements of the non-significant subsidiaries as described in the preceding paragraph been reviewed, nothing has come to our attention that has caused us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of the Group as of September 30, 2024 and 2023, its consolidated financial performance and consolidated cash flows for the three months ended September 30, 2024 and 2023 and its consolidated financial performance and consolidated cash flows for the nine months ended September 30, 2024 and 2023 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34 “Interim Financial Reporting” endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

The engagement partners on the reviews resulting in this independent auditors’ review report are Liu, Ming-Hsien and Cheng, Chin-Tsung.

Deloitte & Touche
Taipei, Taiwan
Republic of China
November 5, 2024

Notice to Readers

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

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

GREAT CHINA METAL IND. CO., LTD
CONSOLIDATED BALANCE SHEETS
SEPTEMBER 30, 2024, DECEMBER 31, 2023 AND SEPTEMBER 30, 2023 (In Thousands of New Taiwan Dollars)

Code	Assets	September 30, 2024 (Reviewed)		December 31, 2023 (Audited)		September 30, 2023 (Reviewed)	
		Amount	%	Amount	%	Amount	%
	CURRENT ASSETS						
1100	Cash and cash equivalents (Note 6)	\$ 510,219	4	\$ 631,177	6	\$ 736,252	7
1110	Financial assets at fair value through profit or loss - current (Note 7)	2,313,195	20	2,203,687	21	1,588,875	14
1120	Financial assets at fair value through other comprehensive income – current (Note 8)	371,917	3	252,844	2	228,870	2
1136	Financial assets at amortized cost - current (Notes 9 and 26)	2,097,747	18	1,970,074	18	2,063,094	18
1150	Notes receivable, net (Note 10)	62,633	1	50,567	1	66,447	1
1170	Accounts receivable, net (Notes 10 and 25)	2,272,132	20	1,433,534	13	2,154,992	19
1200	Other receivables	33,332	-	43,715	-	78,580	1
130X	Inventories (Note 11)	1,493,708	13	1,686,679	16	1,718,100	15
1429	Prepayments (Note 15)	49,540	1	115,822	1	140,629	1
1470	Other current assets	1,466	-	419	-	1,019	-
11XX	Total current assets	<u>9,205,889</u>	<u>80</u>	<u>8,388,518</u>	<u>78</u>	<u>8,776,858</u>	<u>78</u>
	NON-CURRENT ASSETS						
1535	Financial assets at amortized cost – non-current (Note 9)	127,502	1	-	-	-	-
1600	Property, plant and equipment (Notes 13, 26 and 27)	1,989,659	17	2,131,766	20	2,211,443	20
1755	Right-of-use assets (Note 14)	182,504	2	184,361	2	190,428	2
1780	Intangible assets	2,090	-	2,216	-	2,867	-
1840	Deferred tax assets	8,745	-	8,923	-	11,176	-
1915	Prepayments for equipment	22,819	-	1,475	-	4,557	-
1920	Refundable deposits	32,717	-	31,229	-	38,955	-
15XX	Total non-current assets	<u>2,366,036</u>	<u>20</u>	<u>2,359,970</u>	<u>22</u>	<u>2,459,426</u>	<u>22</u>
1XXX	TOTAL ASSETS	<u>\$ 11,571,925</u>	<u>100</u>	<u>\$ 10,748,488</u>	<u>100</u>	<u>\$ 11,236,284</u>	<u>100</u>
	Liabilities and Equity						
	CURRENT LIABILITIES						
2100	Short-term borrowings (Note 16)	\$ 25,888	-	\$ 79,178	1	\$ 39,573	-
2130	Contract liability-current	132,833	1	179,574	1	193,802	2
2150	Notes payable	1,629,215	14	1,365,631	13	1,706,981	15
2170	Accounts payable (Note 25)	693,078	6	439,086	4	561,955	5
2200	Other payables (Note 17)	327,334	3	298,697	3	334,550	3
2230	Current tax liabilities (Note 4)	71,871	1	88,572	1	86,950	1
2280	Lease liabilities - current (Note 14)	6,004	-	5,955	-	5,939	-
2300	Other current liabilities	2,276	-	3,012	-	5,086	-
21XX	Total current liabilities	<u>2,888,499</u>	<u>25</u>	<u>2,459,705</u>	<u>23</u>	<u>2,934,836</u>	<u>26</u>
	NON-CURRENT LIABILITIES						
2570	Deferred tax liabilities	450,227	4	427,854	4	425,194	4
2580	Lease liabilities - non-current (Note 14)	4,735	-	9,245	-	10,740	-
2630	Deferred revenue - non-current	24,451	-	24,631	-	25,296	-
2640	Net defined benefit liabilities - non-current (Notes 4 and 18)	14,428	-	14,190	-	21,879	-
2645	Guarantee deposits	1,800	-	1,735	-	3,536	-
25XX	Total non-current liabilities	<u>495,641</u>	<u>4</u>	<u>477,655</u>	<u>4</u>	<u>486,645</u>	<u>4</u>
2XXX	Total liabilities	<u>3,384,140</u>	<u>29</u>	<u>2,937,360</u>	<u>27</u>	<u>3,421,481</u>	<u>30</u>
	EQUITY ATTRIBUTABLE TO OWNERS OF THE PARENT						
	Share capital						
3110	Ordinary shares	<u>3,050,000</u>	<u>27</u>	<u>3,050,000</u>	<u>28</u>	<u>3,050,000</u>	<u>27</u>
	Capital surplus						
3210	Capital surplus - additional paid-in capital	11,523	-	11,523	-	11,523	-
3220	Capital surplus - treasury stock transactions	12,908	-	12,908	-	12,908	-
3200	Total capital surplus	<u>24,431</u>	<u>-</u>	<u>24,431</u>	<u>-</u>	<u>24,431</u>	<u>-</u>
	Retained earnings						
3310	Legal reserve	1,962,459	17	1,918,027	18	1,918,027	17
3350	Unappropriated earnings	2,339,078	20	2,315,456	22	2,249,972	20
3300	Total retained earnings	<u>4,301,537</u>	<u>37</u>	<u>4,233,483</u>	<u>40</u>	<u>4,167,999</u>	<u>37</u>
	Other equity						
3410	Exchange differences on translating the financial statements of foreign operations	232,227	2	49,340	-	137,181	1
3420	Unrealized gain (loss) on financial assets at fair value through other comprehensive income	304,758	3	186,599	2	162,625	2
3400	Total other equity	<u>536,985</u>	<u>5</u>	<u>235,939</u>	<u>2</u>	<u>299,806</u>	<u>3</u>
31XX	Total equity attributable to owners of the parent	<u>7,912,953</u>	<u>69</u>	<u>7,543,853</u>	<u>70</u>	<u>7,542,236</u>	<u>67</u>
36XX	NON-CONTROLLING INTERESTS	<u>274,832</u>	<u>2</u>	<u>267,275</u>	<u>3</u>	<u>272,567</u>	<u>3</u>
3XXX	Total equity (Note 19)	<u>8,187,785</u>	<u>71</u>	<u>7,811,128</u>	<u>73</u>	<u>7,814,803</u>	<u>70</u>
	TOTAL LIABILITIES AND EQUITY	<u>\$ 11,571,925</u>	<u>100</u>	<u>\$ 10,748,488</u>	<u>100</u>	<u>\$ 11,236,284</u>	<u>100</u>

The accompanying notes are an integral part of the consolidated financial statements.
(With Deloitte & Touche auditors' review report dated November 5, 2024)

Chairman : Chiang, Ming-Li

President : Chiang, Ming-Te

Finance Director : Chiang, Shao-May

GREAT CHINA METAL IND. CO., LTD
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE THREE MONTHS ENDED SEPTEMBER 30, 2024 AND 2023 AND FOR THE NINE MONTHS ENDED SEPTEMBER 30,
2024 AND 2023
(Reviewed, Not Audited)

		(In Thousands of New Taiwan Dollars, Except Earnings Per Share)							
		For the Three Months Ended September 30				For the Nine months Ended September 30			
		2024		2023		2024		2023	
Code		Amount	%	Amount	%	Amount	%	Amount	%
	OPERATING REVENUE								
4100	Sales (Notes 20 and 25)	\$ 2,467,989	100	\$ 2,507,432	100	\$ 6,596,539	100	\$ 6,800,232	100
	OPERATING COST								
5110	Cost of goods sold (Notes 11, 21 and 25)	(2,138,586)	(87)	(2,182,152)	(87)	(5,840,676)	(89)	(6,014,140)	(88)
5950	GROSS PROFIT	<u>329,403</u>	<u>13</u>	<u>325,280</u>	<u>13</u>	<u>755,863</u>	<u>11</u>	<u>786,092</u>	<u>12</u>
	OPERATING EXPENSES (Notes 21 and 25)								
6100	Selling and marketing expenses	(61,171)	(2)	(76,426)	(3)	(177,004)	(3)	(228,793)	(4)
6200	General and administrative expenses	(51,152)	(2)	(51,008)	(2)	(152,993)	(2)	(153,440)	(2)
6450	Expected credit (loss)/gain	<u>99</u>	<u>-</u>	<u>154</u>	<u>-</u>	<u>294</u>	<u>-</u>	<u>277</u>	<u>-</u>
6000	Total operating expenses	(<u>112,224</u>)	(<u>4</u>)	(<u>127,280</u>)	(<u>5</u>)	(<u>329,703</u>)	(<u>5</u>)	(<u>381,956</u>)	(<u>6</u>)
6900	PROFIT FROM OPERATIONS	<u>217,179</u>	<u>9</u>	<u>198,000</u>	<u>8</u>	<u>426,160</u>	<u>6</u>	<u>404,136</u>	<u>6</u>
	NON-OPERATING INCOME AND EXPENSES (Note 21)								
7100	Interest revenue	13,190	-	11,677	-	37,635	1	36,801	-
7010	Other revenue	13,287	1	10,114	-	29,725	-	42,424	1
7020	Other gains and losses	32	-	18,387	1	37,730	1	25,189	-
7050	Finance costs	(<u>33</u>)	<u>-</u>	(<u>49</u>)	<u>-</u>	(<u>111</u>)	<u>-</u>	(<u>158</u>)	<u>-</u>
7000	Total non-operating income and expenses	<u>26,476</u>	<u>1</u>	<u>40,129</u>	<u>1</u>	<u>104,979</u>	<u>2</u>	<u>104,256</u>	<u>1</u>
7900	PROFIT BEFORE INCOME TAX	243,655	10	238,129	9	531,139	8	508,392	7
7950	INCOME TAX EXPENSE (Notes 4 and 22)	(<u>60,329</u>)	(<u>2</u>)	(<u>58,519</u>)	(<u>2</u>)	(<u>131,404</u>)	(<u>2</u>)	(<u>133,192</u>)	(<u>2</u>)
8200	NET PROFIT FOR THE PERIOD	<u>183,326</u>	<u>8</u>	<u>179,610</u>	<u>7</u>	<u>399,735</u>	<u>6</u>	<u>375,200</u>	<u>5</u>
	OTHER COMPREHENSIVE INCOME (LOSS)								
8310	Items that will not be reclassified subsequently to profit or loss:								
8316	Unrealized gain (loss) on investments in equity instruments at fair value through other comprehensive income	554	-	(14,845)	-	118,159	2	34,627	1
8360	Items that may be reclassified subsequently to profit or loss:								
8361	Exchange differences on translating the financial statements of foreign operations	<u>77,883</u>	<u>3</u>	<u>127,909</u>	<u>5</u>	<u>194,263</u>	<u>3</u>	<u>10,185</u>	<u>-</u>
8300	Other comprehensive income (loss) for the period, net of income tax	<u>78,437</u>	<u>3</u>	<u>113,064</u>	<u>5</u>	<u>312,422</u>	<u>5</u>	<u>44,812</u>	<u>1</u>
8500	TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	<u>\$ 261,763</u>	<u>11</u>	<u>\$ 292,674</u>	<u>12</u>	<u>\$ 712,157</u>	<u>11</u>	<u>\$ 420,012</u>	<u>6</u>
	NET INCOME ATTRIBUTABLE TO:								
8610	Owners of the parent	\$ 184,935	8	\$ 180,367	7	\$ 403,554	6	\$ 378,836	5
8620	Non-controlling interests	(<u>1,609</u>)	<u>-</u>	(<u>757</u>)	<u>-</u>	(<u>3,819</u>)	<u>-</u>	(<u>3,636</u>)	<u>-</u>
8600		<u>\$ 183,326</u>	<u>8</u>	<u>\$ 179,610</u>	<u>7</u>	<u>\$ 399,735</u>	<u>6</u>	<u>\$ 375,200</u>	<u>5</u>
	TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:								
8710	Owners of the parent	\$ 258,861	11	\$ 285,656	12	\$ 704,600	11	\$ 423,241	6
8720	Non-controlling interests	<u>2,902</u>	<u>-</u>	<u>7,018</u>	<u>-</u>	<u>7,557</u>	<u>-</u>	(<u>3,229</u>)	<u>-</u>
8700		<u>\$ 261,763</u>	<u>11</u>	<u>\$ 292,674</u>	<u>12</u>	<u>\$ 712,157</u>	<u>11</u>	<u>\$ 420,012</u>	<u>6</u>
	EARNINGS PER SHARE (Note 23)								
	Form continuing operation								
9710	Basic	<u>\$ 0.61</u>		<u>\$ 0.59</u>		<u>\$ 1.32</u>		<u>\$ 1.24</u>	
9810	Diluted	<u>\$ 0.61</u>		<u>\$ 0.59</u>		<u>\$ 1.32</u>		<u>\$ 1.24</u>	

The accompanying notes are an integral part of the consolidated financial statements.
(With Deloitte & Touche auditors' review report dated November 5, 2024)

Chairman : Chiang, Ming-Li

President : Chiang, Ming-Te

Finance Director : Chiang, Shao-May

GREAT CHINA METAL IND. CO., LTD
STATEMENTS OF CHANGES IN EQUITY
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024 AND 2023
(Reviewed, Not Audited)

(In Thousands of New Taiwan Dollars)

Code		Share capital	Capital surplus		Retained earnings		Other equity		Non-controlling interests	Total equity
			Additional paid-in capital	Treasury stock transactions	Legal reserve	Unappropriated earnings	Exchange differences on translating the financial statements of foreign operations	Unrealized gain (loss) on financial assets at fair value through other comprehensive income		
A1	BALANCE AT JANUARY 1, 2023	\$ 3,050,000	\$ 11,523	\$ 12,908	\$ 1,870,559	\$ 2,284,604	\$ 127,403	\$ 127,998	\$ 275,796	\$ 7,760,791
	Appropriation of 2022 earnings									
B1	Legal reserve	-	-	-	47,468	(47,468)	-	-	-	-
B5	Cash dividends paid to shareholders	-	-	-	-	(366,000)	-	-	-	(366,000)
D1	Net profit for the nine months ended September 30, 2023	-	-	-	-	378,836	-	-	(3,636)	375,200
D3	Other comprehensive income (loss) for the nine months ended September 30, 2023, net of income tax	-	-	-	-	-	9,778	34,627	407	44,812
D5	Total comprehensive income (loss) for the nine months ended September 30, 2023	-	-	-	-	378,836	9,778	34,627	(3,229)	420,012
Z1	BALANCE AT SEPTEMBER 30, 2023	<u>\$ 3,050,000</u>	<u>\$ 11,523</u>	<u>\$ 12,908</u>	<u>\$ 1,918,027</u>	<u>\$ 2,249,972</u>	<u>\$ 137,181</u>	<u>\$ 162,625</u>	<u>\$ 272,567</u>	<u>\$ 7,814,803</u>
A1	BALANCE AT JANUARY 1, 2024	\$ 3,050,000	\$ 11,523	\$ 12,908	\$ 1,918,027	\$ 2,315,456	\$ 49,340	\$ 186,599	\$ 267,275	\$ 7,811,128
	Appropriation of 2023 earnings									
B1	Legal reserve	-	-	-	44,432	(44,432)	-	-	-	-
B5	Cash dividends paid to shareholders	-	-	-	-	(335,500)	-	-	-	(335,500)
D1	Net profit for the nine months ended September 30, 2024	-	-	-	-	403,554	-	-	(3,819)	399,735
D3	Other comprehensive income (loss) for the nine months ended September 30, 2024, net of income tax	-	-	-	-	-	182,887	118,159	11,376	312,422
D5	Total comprehensive income (loss) for the nine months ended September 30, 2024	-	-	-	-	403,554	182,887	118,159	7,557	712,157
Z1	BALANCE AT SEPTEMBER 30, 2024	<u>\$ 3,050,000</u>	<u>\$ 11,523</u>	<u>\$ 12,908</u>	<u>\$ 1,962,459</u>	<u>\$ 2,339,078</u>	<u>\$ 232,227</u>	<u>\$ 304,758</u>	<u>\$ 274,832</u>	<u>\$ 8,187,785</u>

The accompanying notes are an integral part of the consolidated financial statements.
(With Deloitte & Touche auditors' review report dated November 5, 2024)

Chairman : Chiang, Ming-Li

President : Chiang, Ming-Te

Finance Director : Chiang, Shao-May

GREAT CHINA METAL IND. CO., LTD
CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024 AND 2023
(Reviewed, Not Audited)

		(In Thousands of New Taiwan Dollars)	
		For the Nine months Ended September 30, 2024	For the Nine months Ended September 30, 2023
Code			
	CASH FLOWS FROM OPERATING ACTIVITIES		
A10000	Income before income tax	\$ 531,139	\$ 508,392
A20010	Adjustments for:		
A20100	Depreciation expenses	284,267	291,140
A20200	Amortization expenses	440	1,483
A20300	Expected credit loss/(gain)	(294)	(277)
A20400	Net gain on fair value changes of financial assets at fair value through profit or loss	(43,039)	(15,126)
A20900	Finance costs	111	158
A21200	Interest income	(37,635)	(36,801)
A21300	Dividend income	(8,655)	(6,920)
A22500	Loss on disposal of property, plant and equipment	1,679	2,218
A23700	Impairment and scrapped losses on inventory	-	4,712
A24100	Unrealized net (gain) loss on foreign currency exchange	(2,684)	1,197
A30000	Net changes in operating assets and liabilities		
A31115	Financial assets mandatorily classified as at fair value through profit or loss	(26,556)	257,704
A31130	Notes receivable	(12,066)	(2,303)
A31150	Accounts receivable	(838,547)	(728,779)
A31180	Other receivables	18,088	(21,855)
A31200	Inventories	191,947	380,097
A31230	Prepayments	66,282	(8,905)
A31240	Other current assets	(1,047)	(955)
A32125	Contract liability	(46,741)	30,775
A32130	Notes payable	263,584	175,947
A32150	Accounts payable	256,229	(14,956)
A32180	Other payable	36,306	47,804
A32230	Other current liabilities	(736)	1,467
A32240	Net defined benefit liabilities	238	(30,002)
A32250	Deferred revenue	(180)	(1,222)
A33000	Cash generated from operations	632,130	834,993
A33100	Interest received	30,253	32,456
A33300	Interest paid	(111)	(158)
A33500	Income tax paid	(125,554)	(128,416)
AAAA	Net cash generated from operating activities	<u>536,718</u>	<u>738,875</u>
	CASH FLOWS FROM INVESTING ACTIVITIES		
B00010	Payments for Financial assets at fair value through other comprehensive income	(914)	-
B00040	Payments for financial assets at amortized cost	(2,832,413)	(2,626,069)
B00050	Proceeds from sale of financial assets at amortized cost	2,574,959	2,412,564
B02700	Payments for property, plant and equipment	(73,876)	(135,624)
B02800	Proceeds from disposal of property, plant and equipment	433	1,443
B03800	Increase in refundable deposits	(1,488)	-
B03800	Decrease in refundable deposits	-	56,877
B04500	Payments for Intangible assets	(230)	-
B07100	Increase in prepayments for equipment	(22,144)	-
B07600	Dividend received	8,367	6,490
BBBB	Net cash used in investing activities	<u>(347,306)</u>	<u>(284,319)</u>
	CASH FLOWS FROM FINANCING ACTIVITIES		
C00200	Decrease in short-term borrowings	(50,428)	(67,851)
C03000	Increase in guarantee deposits	65	-
C03100	Decrease in guarantee deposits	-	(5,944)
C04020	Repayment of the principal portion of lease liabilities	(4,461)	(4,411)
C04500	Dividends paid	(335,500)	(366,000)
CCCC	Net cash used in financing activities	<u>(390,324)</u>	<u>(444,206)</u>
DDDD	EFFECTS OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH HELD IN FOREIGN CURRENCIES	<u>79,954</u>	<u>6,008</u>
EEEE	NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	(120,958)	16,358
E00100	CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	<u>631,177</u>	<u>719,894</u>
E00200	CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	<u>\$ 510,219</u>	<u>\$ 736,252</u>

The accompanying notes are an integral part of the consolidated financial statements.
(With Deloitte & Touche auditors' review report dated November 5, 2024)

Chairman : Chiang, Ming-Li

President : Chiang, Ming-Te

Finance Director : Chiang, Shao-May

GREAT CHINA METAL IND. CO., LTD. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024 AND 2023
(Reviewed, Not Audited)
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

1. ORGANIZATION AND OPERATIONS

Great China Metal Ind. Co., Ltd (collectively referred to as “the Company”) was incorporated in November, 1973, under the provisions of the Company Act of the Republic of China (R.O.C.). The major business of the Company is to provide printing services for metal, manufacturing and selling metal containers, other plastic products, and packing machines.

In August 1990, Great China Metal Ind. Co., Ltd became a publicly listed company on the Taiwan Stock Exchange.

The consolidated financial statements of the Company and its subsidiaries (collectively referred to as “the Group”) are presented in the Company’s functional currency, the New Taiwan dollars.

2. APPROVAL OF FINANCIAL STATEMENTS

The consolidated financial statements were approved by the Company’s board of directors on November 5, 2024.

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

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

The initial application of the amendments to IFRS Accounting Standards endorsed and issued into effect by the FSC did not have a significant effect on the Group’s accounting policies.

- b. The IFRS Accounting Standards endorsed by the FSC for application starting from 2025

New, Amended and Revised Standards and Interpretations	Effective Date Announced by IASB
Amendments to IAS 21 “Lack of Exchangeability”	January 1, 2025 (Note 1)

Note 1: An entity shall apply those amendments for annual reporting periods beginning on or after January 1, 2025. Upon initial application of the amendments to IAS 21, the Group shall not restate the comparative information and shall recognize any effect of initially applying the amendments as an adjustment to the opening balance of retained earnings or, if applicable, to the cumulative amount of translation differences in equity as well as affected assets or liabilities.

As of the date the consolidated financial statements were authorized for issue, the Group has assessed that the application of other standards and interpretations will not have a material impact on the Group's financial position and financial performance.

- c. The IFRS Accounting Standards issued by International Accounting Standards Board (IASB), but not yet endorsed and issued into effect by the FSC

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

Note 1: Unless stated otherwise, the above New IFRS Accounting Standards are effective for annual reporting periods beginning on or after their respective effective dates.

IFRS 18 "Presentation and Disclosures in Financial Statements"

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

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

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

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

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a. Statement of compliance

The consolidated financial statements have been prepared in conformity with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and IAS 34, "Interim Financial Reporting," endorsed and issued into effect by the FSC. The consolidated financial statements do not present all the disclosures required for a complete set of annual consolidated financial statements prepared under the IFRS Accounting Standards.

b. Basis of preparation

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

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

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

c. Basis of consolidation

The consolidated financial statements incorporate the financial statements of the Company and the entities controlled by the Company (i.e., its subsidiaries). Income and expenses of subsidiaries acquired or disposed of during the period are included in the consolidated statement of profit or loss and other comprehensive income from the effective dates of acquisitions up to the effective dates of disposals, as appropriate. When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those used by the Company. All intra-group transactions, balances, income and expenses are eliminated in full upon consolidation. Total comprehensive income of subsidiaries is attributed to the owners of the parent and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

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

Refer to Note 12 and Table 8 for detailed information on subsidiaries (including percentages of ownership and main businesses).

d. Other significant accounting policies

Except for the following, please refer to the consolidated financial statements for the year ended December 31, 2023.

(1) Retirement benefits

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

(2) Taxation

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

5. CRITICAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

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

For the summary of critical accounting judgments and key sources of estimation uncertainty, refer to the consolidated financial statements for the year ended December 31, 2023.

6. CASH AND CASH EQUIVALENTS

	September 30 2024	December 31, 2023	September 30 2023
Cash on hand and petty cash	\$ 508	\$ 691	\$ 604
Checking accounts and demand deposits	258,722	378,300	312,593
Cash equivalent (investments with original maturities of less than 3 months)			
Certificate deposit in bank	240,228	199,220	411,110
Repurchase bond	10,761	52,966	11,945
	<u>\$ 510,219</u>	<u>\$ 631,177</u>	<u>\$ 736,252</u>

7. FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

	September 30 2024	December 31, 2023	September 30 2023
<u>Financial Assets - current</u>			
Financial assets mandatorily classified as at FVTPL			
Beneficiary Certification for open ended fund	\$1,338,902	\$1,358,357	\$ 852,229
Non-derivative financial assets			
— Financial product denominated in Chinese Yen	974,293	845,330	736,646
	<u>\$2,313,195</u>	<u>\$2,203,687</u>	<u>\$1,588,875</u>

The Group has signed the contract with the bank for principal-guaranteed and non-principal-guaranteed financial product. The entire contract was designated as financial asset at fair value through profit or loss upon initial recognition.

8. FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

	September 30 2024	December 31, 2023	September 30 2023
<u>Current</u>			
Equity instrument at fair value through other comprehensive income	<u>\$ 371,917</u>	<u>\$ 252,844</u>	<u>\$ 228,870</u>

Equity instruments

	September 30 2024	December 31, 2023	September 30 2023
<u>Current</u>			
Domestic investments			
Listed shares and emerging market shares	<u>\$ 371,917</u>	<u>\$ 252,844</u>	<u>\$ 228,870</u>

These investments in equity instruments are not held for trading. Instead, they are held for strategic purposes with the expectation of receiving dividends and selling them for profit. Accordingly, the management elected to designate these investments in equity instruments as at FVTOCI.

9. FINANCIAL ASSETS AT AMORTIZED COST

	September 30 2024	December 31, 2023	September 30 2023
<u>Current</u>			
Domestic investments			
Restricted assets—bank deposit	\$1,333,602	\$1,119,999	\$1,260,106
Certificate deposit in bank with original maturities of more than 3 months	<u>764,145</u>	<u>850,075</u>	<u>802,988</u>
Total	<u>\$2,097,747</u>	<u>\$1,970,074</u>	<u>\$2,063,094</u>
<u>Non-current</u>			
Foreign Investments			
Corporate bonds	<u>\$ 127,502</u>	<u>\$ -</u>	<u>\$ -</u>

a. Certificate deposit in bank with original maturities of more than 3 months

The market rate intervals of certificate deposit in bank with original maturities of more than 3 months were 1.415%~4.7%, 1.29%~8% and 1.29%~8% as of September 30, 2024, December 31, 2023 and September 30, 2023.

b. Corporate bonds

In April 2024, the Group obtained the two bonds both with the face value of USD 1,000 thousand at par of NT\$64,000 thousand. The maturity dates are April 2029 and April 2031 respectively. The coupon rates are 5.2% and 5.5% respectively.

In May 2024, the Group obtained the two bonds both with the face value of USD 1,000 thousand at premium of NT\$65,781 thousand. The maturity dates are April 2034 and May 2032 respectively. The coupon rates are 5.288% and 5.733% respectively, and the effective interest rates are 5.213% and 5.363% respectively.

For pledge of financial assets at amortized cost, refer to Note 26.

10. NOTES RECEIVABLE AND ACCOUNTS RECEIVABLE

	September 30 2024	December 31, 2023	September 30 2023
<u>Notes receivable</u>			
At amortized cost			
Gross Carrying amount	\$ 62,633	\$ 50,567	\$ 66,447
Less: Allowance for impairment loss	<u>-</u>	<u>-</u>	<u>-</u>
	<u>\$ 62,633</u>	<u>\$ 50,567</u>	<u>\$ 66,447</u>
<u>Accounts receivable</u>			
At amortized cost			
Gross Carrying amount	\$2,273,678	\$1,435,302	\$2,156,878
Less: Allowance for impairment loss	(<u>1,546</u>)	(<u>1,768</u>)	(<u>1,886</u>)
	<u>\$2,272,132</u>	<u>\$1,433,534</u>	<u>\$2,154,992</u>

a. Accounts receivable

In order to minimize credit risk, the management of the Company has delegated a team responsible for determining credit limits, credit approvals and other monitoring procedures to ensure that follow-up action is taken to recover overdue debts. In addition, the Group reviews the recoverable amount of each individual trade debt at the end of the reporting period to ensure that adequate allowance is made for possible irrecoverable amounts. In this regard, the management believes the Group's credit risk was significantly reduced.

The Group measures the loss allowance for accounts receivable at an amount equal to lifetime ECLs. The expected credit losses on account receivables are estimated by reference to the past default experience of the debtor, an analysis of the debtor's current financial position, general economic conditions of the industry, considerations of GDP forecast and industry trend. The expected credit loss rates were 1.45% ~ 100%, 1.04% ~ 100% and 0.84%~100% as of September 30, 2024, December 31, 2023 and September 30, 2023.

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

The aging analysis of accounts receivable were as follows:

	September 30 2024	December 31, 2023	September 30 2023
Not overdue	\$2,198,296	\$1,306,314	\$2,088,177
1~60 days	73,475	125,841	67,724
61~90 days	356	1,925	392
91~180 days	343	476	66
Over 181 days	<u>1,208</u>	<u>746</u>	<u>519</u>
Total	<u>\$2,273,678</u>	<u>\$1,435,302</u>	<u>\$2,156,878</u>

The above aging schedule was based on the number of overdue days from the posting date.

The movements of the allowance for doubtful trade receivables were as follows:

	For the Nine Months Ended September 30, 2024	For the Nine Months Ended September 30, 2023
Balance at beginning of the period	\$ 1,768	\$ 2,161
Less: Reversal of loss allowance	(294)	(277)
Effect of foreign currency exchange differences	<u>72</u>	<u>2</u>
Balance at ending of the period	<u>\$ 1,546</u>	<u>\$ 1,886</u>

b. Notes receivable

The aging analysis of notes receivables were as follows:

	September 30 2024	December 31, 2023	September 30 2023
Not overdue	\$ 62,633	\$ 50,567	\$ 66,447
Overdue	<u>-</u>	<u>-</u>	<u>-</u>
Total	<u>\$ 62,633</u>	<u>\$ 50,567</u>	<u>\$ 66,447</u>

The above aging schedule was based on the number of overdue days from the posting date.

11. INVENTORIES

	September 30 2024	December 31, 2023	September 30 2023
Merchandise	\$ 77,936	\$ 96,035	\$ 116,802
Finished goods	535,816	758,275	819,191
Work-in-progress	89,344	83,236	90,905
Raw materials	573,363	607,273	524,986
Leftover bits and pieces	207,418	136,343	159,516
Materials for subcontractor	8,791	5,001	6,700
Others	<u>1,040</u>	<u>516</u>	<u>-</u>
	<u>\$1,493,708</u>	<u>\$1,686,679</u>	<u>\$1,718,100</u>

The natures of cost of goods sold are as follows:

	For the Three Months Ended September 30, 2024	For the Three Months Ended September 30, 2023	For the Nine Months Ended September 30, 2024	For the Nine Months Ended September 30, 2023
Cost of goods sold	\$ 2,138,344	\$ 2,178,998	\$ 5,839,997	\$ 5,996,147
Loss on inventory write-downs and retirement	-	-	-	4,712
Unallocated manufacturing expenses	<u>242</u>	<u>3,154</u>	<u>679</u>	<u>13,281</u>
	<u>\$ 2,138,586</u>	<u>\$ 2,182,152</u>	<u>\$ 5,840,676</u>	<u>\$ 6,014,140</u>

12. SUBSIDIARIES

a. Subsidiaries included in the consolidated financial statements

Investor	Investee	Main Businesses	% of Ownership			Note
			September 30, 2024	December 31, 2023	September 30, 2023	
The Company	HAI HWA INVESTMENT CO., LTD.	Investment	100%	100%	100%	Significant subsidiary
The Company	GCM HOLDING CO., LTD.	Investment	100%	100%	100%	(1)
HAI HWA INVESTMENT CO., LTD.	Shanghai United Can Co., Ltd	Aluminum pop can and lid	100%	100%	100%	Significant subsidiary
HAI HWA INVESTMENT CO., LTD.	Huatong United (Nantong) Plastic Industry Co., Ltd	Stretch films and other plastic product	100%	100%	100%	(1)
HAI HWA INVESTMENT CO., LTD.	Chongqing United Can Co., Ltd	Aluminum pop can	25%	25%	25%	Significant subsidiary
HAI HWA INVESTMENT CO., LTD.	Jinan United Can Co., Ltd	Aluminum pop can	43%	43%	43%	Significant subsidiary
GCM HOLDING CO., LTD.	GCM PACKAGING (VIETNAM) CO., LTD.	Aluminum lid of pop can	100%	100%	100%	(1)
Shanghai United Can Co., Ltd	Jinan United Can Co., Ltd	Aluminum pop can	43%	43%	43%	Significant subsidiary
Shanghai United Can Co., Ltd	Chongqing United Can Co., Ltd	Aluminum pop can	75%	75%	75%	Significant subsidiary
Huatong United (Nantong) Plastic Industry Co., Ltd	Jinan United Can Co., Ltd	Aluminum pop can	14%	14%	14%	Significant subsidiary
Huatong United (Nantong) Plastic Industry Co., Ltd	Sunshui Changlee United Container Co., Ltd	Stretch films and other plastic product	30%	30%	30%	(1) and (2)

(1) The financial statements of the non-significant subsidiaries were not reviewed by the auditors.

(2) The Group holds 30% of shares for Sunshui Changlee United Container Co., Ltd. Because the Group occupies more than half of the board of directors of the company and has the substantive ability to lead the company's vital activities, the company is classified as a subsidiary.

b. Subsidiaries not included in the consolidated financial statements: None.

13. PROPERTY, PLANT AND EQUIPMENT

	Freehold Land	Buildings	Machinery and Equipment	Utility Equipment	Transportation Equipment	Office Equipment	Other Equipment	Construction in Progress	Total
Cost									
Balance at January 1, 2024	\$ 59,074	\$ 1,383,208	\$ 7,091,596	\$ 70,368	\$ 50,431	\$ 126,041	\$ 197,358	\$ 114,905	\$ 9,092,981
Additions	-	-	28,830	-	2,601	757	1,940	32,879	67,007
Disposals	-	(2,323)	(4,618)	(939)	(3,419)	(478)	(244)	-	(12,021)
Reclassification	-	6,815	22,894	(458)	3,031	229	-	(32,511)	-
Effect of foreign currency exchange differences	-	40,337	192,857	-	1,719	3,437	6,836	6,536	251,722
Balance at September 30, 2024	\$ 59,074	\$ 1,428,037	\$ 7,331,559	\$ 68,971	\$ 54,363	\$ 129,986	\$ 205,890	\$ 121,809	\$ 9,399,689

(Continued)

<u>Accumulated depreciation</u>									
Balance at January 1, 2024	\$ -	\$ 824,810	\$5,656,453	\$ 59,762	\$ 38,978	\$ 122,973	\$ 187,264	\$ -	\$6,890,240
Disposals	-	(908)	(4,219)	(939)	(3,152)	(447)	(244)	-	(9,909)
Depreciation expense	-	30,587	228,652	965	4,035	1,122	10,738	-	276,099
Reclassification	-	-	5	(11)	-	6	-	-	-
Effect of foreign currency exchange differences	-	22,897	145,781	-	1,217	3,383	6,575	-	179,853
Balance at September 30, 2024	\$ -	\$ 877,386	\$6,026,672	\$ 59,777	\$ 41,078	\$ 127,037	\$ 204,333	\$ -	\$7,336,283
<u>Accumulated impairment</u>									
Balance at January 1, 2024	\$ -	\$ -	\$ 70,975	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 70,975
Impairment loss	-	-	-	-	-	-	-	-	-
Effect of foreign currency exchange differences	-	-	2,772	-	-	-	-	-	2,772
Balance at September 30, 2024	\$ -	\$ -	\$ 73,747	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 73,747
Carrying amounts at September 30, 2024	\$ 59,074	\$ 550,651	\$1,231,140	\$ 9,194	\$ 13,285	\$ 2,949	\$ 1,557	\$ 121,809	\$1,989,659
Carrying amounts at December 31, 2023 and January 1, 2024	\$ 59,074	\$ 558,398	\$1,364,168	\$ 10,606	\$ 11,453	\$ 3,068	\$ 10,094	\$ 114,905	\$2,131,766
<u>Cost</u>									
Balance at January 1, 2023	\$ 59,074	\$1,336,949	\$7,106,251	\$ 69,004	\$ 48,196	\$ 127,660	\$ 189,548	\$ 158,487	\$9,095,169
Additions	-	108	21,303	307	4,592	477	7,010	109,297	143,094
Disposals	-	-	(83,835)	-	(3,718)	(2,579)	(183)	-	(90,315)
Reclassification	-	-	93,386	-	2,027	486	-	(95,899)	-
Effect of foreign currency exchange differences	-	1,722	971	-	76	128	259	460	3,616
Balance at September 30, 2023	\$ 59,074	\$1,338,779	\$7,138,076	\$ 69,311	\$ 51,173	\$ 126,172	\$ 196,634	\$ 172,345	\$9,151,564
<u>Accumulated depreciation</u>									
Balance at January 1, 2023	\$ -	\$ 794,430	\$5,489,343	\$ 58,511	\$ 38,217	\$ 125,487	\$ 184,559	\$ -	\$6,690,547
Disposals	-	-	(80,634)	-	(3,346)	(2,509)	(165)	-	(86,654)
Depreciation expense	-	29,768	239,493	977	3,523	1,209	8,032	-	283,002
Reclassification	-	-	-	-	-	-	-	-	-
Effect of foreign currency exchange differences	-	1,076	(933)	-	47	126	257	-	573
Balance at September 30, 2023	\$ -	\$ 825,274	\$5,647,269	\$ 59,488	\$ 38,441	\$ 124,313	\$ 192,683	\$ -	\$6,887,468
<u>Accumulated impairment</u>									
Balance at January 1, 2023	\$ -	\$ -	\$ 52,586	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 52,586
Impairment loss	-	-	-	-	-	-	-	-	-
Effect of foreign currency exchange differences	-	-	67	-	-	-	-	-	67
Balance at September 30, 2023	\$ -	\$ -	\$ 52,653	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 52,653
Carrying amounts at September 30, 2023	\$ 59,074	\$ 513,505	\$1,438,154	\$ 9,823	\$ 12,732	\$ 1,859	\$ 3,951	\$ 172,345	\$2,211,443

(Concluded)

The above items of property, plant and equipment are depreciated on a straight-line basis over their estimated useful life of the asset:

Building

Main buildings	10 - 42 years
Engineering system	2 - 17 years
Machinery and Equipment	2 - 15 years
Utility Equipment	
Air conditioner pipe	35 years
Other power equipment	2 - 15 years
Transportation Equipment	2 - 10 years
Office Equipment	1 - 10 years
Other Equipment	2 - 10 years

Refer to Note 26 for the carrying amount of property, plant and equipment pledged by the Group to secure borrowings granted to the Group.

14. LEASE ARRANGEMENTS

a. Right-of-use assets

	September 30 2024	December 31, 2023	September 30 2023
Carrying amounts			
Land	\$ 172,096	\$ 169,569	\$ 174,176
Buildings	<u>10,408</u>	<u>14,792</u>	<u>16,252</u>
	<u>\$ 182,504</u>	<u>\$ 184,361</u>	<u>\$ 190,428</u>
	For the Three Months Ended September 30, 2024	For the Three Months Ended September 30, 2023	For the Nine Months Ended September 30, 2024
Additions to right-of-use assets			For the Nine Months Ended September 30, 2023
			\$ -
Depreciation charge for right-of-use assets			
Land	\$ 1,278	\$ 1,246	\$ 3,785
Buildings	<u>1,461</u>	<u>1,461</u>	<u>4,383</u>
	<u>\$ 2,739</u>	<u>\$ 2,707</u>	<u>\$ 8,168</u>

Except for the aforementioned addition and recognized depreciation expense, the Group did not have significant sublease or impairment of right-of-use assets during the nine months ended September 30, 2024 and 2023.

b. Lease liabilities

	September 30 2024	December 31, 2023	September 30 2023
Carrying amounts			
Current	<u>\$ 6,004</u>	<u>\$ 5,955</u>	<u>\$ 5,939</u>
Non-current	<u>\$ 4,735</u>	<u>\$ 9,245</u>	<u>\$ 10,740</u>

Range of discount rate for lease liabilities was as follows:

	September 30 2024	December 31, 2023	September 30 2023
Buildings	1.1%	1.1%	1.1%
Transportation Equipment	1.1%	1.1%	1.1%

c. Other lease information

	For the Three Months Ended September 30, 2024	For the Three Months Ended September 30, 2023	For the Nine Months Ended September 30, 2024	For the Nine Months Ended September 30, 2023
Expenses relating to short-term leases	<u>\$ 801</u>	<u>\$ 772</u>	<u>\$ 2,152</u>	<u>\$ 10,537</u>
Expenses relating to low-value asset leases	<u>\$ 59</u>	<u>\$ 31</u>	<u>\$ 184</u>	<u>\$ 178</u>
Total cash (outflow) for leases			<u>(\$ 6,908)</u>	<u>(\$ 15,284)</u>

15. PREPAYMENTS

	September 30 2024	December 31, 2023	September 30 2023
<u>Current</u>			
Raw materials	\$ 23,139	\$ 76,502	\$ 104,151
Overpaid tax	1,027	24,846	4,259
Other	<u>25,374</u>	<u>14,474</u>	<u>32,219</u>
	<u>\$ 49,540</u>	<u>\$ 115,822</u>	<u>\$ 140,629</u>

16. SHORT-TERM BORROWINGS

	September 30 2024	December 31, 2023	September 30 2023
<u>Unsecured borrowings</u>			
– Bank loans for working capital	<u>\$ 25,888</u>	<u>\$ 79,178</u>	<u>\$ 39,573</u>

The rate intervals of bank revolving loan were 2.1%~5.6%, 1.98%~6.29% and 1.89%~6.42% as of September 30, 2024, December 31, 2023 and September 30, 2023.

17. OTHER PAYABLES

	September 30 2024	December 31, 2023	September 30 2023
Payables for salaries and bonuses	\$ 91,073	\$ 111,909	\$ 100,552
Freight payable	65,943	58,530	73,098
Payables for purchases of equipment	18,390	26,059	20,975
Payable for annual leave	6,457	5,220	6,417
Other	<u>145,471</u>	<u>96,979</u>	<u>133,508</u>
	<u>\$ 327,334</u>	<u>\$ 298,697</u>	<u>\$ 334,550</u>

18. RETIREMENT BENEFIT PLANS

Employee benefit expenses in respect of the Group's defined benefit retirement plans were \$106 thousand, \$284 thousand, \$316 thousand and \$854 thousand for the three months ended September 30, 2024 and 2023 and for the nine months ended September 30, 2024 and 2023, respectively, and were calculated using the respective actuarially determined annual pension cost discount rates as of December 31, 2023 and 2022.

19. EQUITY**a. Share capital**Common shares

	September 30 2024	December 31, 2023	September 30 2023
Number of shares authorized (in thousands)	<u>330,000</u>	<u>330,000</u>	<u>330,000</u>
Shares authorized	<u>\$3,300,000</u>	<u>\$3,300,000</u>	<u>\$3,300,000</u>
Number of shares issued and fully paid (in thousands)	<u>305,000</u>	<u>305,000</u>	<u>305,000</u>
Shares issued	<u>\$3,050,000</u>	<u>\$3,050,000</u>	<u>\$3,050,000</u>

Fully paid ordinary shares, which have a par value of NT\$10, carry one vote per share and carry a right to dividends.

b. Capital surplus

The capital surplus from shares issued in excess of par (additional paid-in capital from issuance of common shares) and donations may be used to offset a deficit; in addition, when the Company has no deficit, such capital surplus may be distributed as cash dividends or transferred to capital (limited to a certain percentage of the Company's paid-in capital and to once a year).

c. Retained earnings and dividends policy

Under the dividend policy as set forth in the amended Articles, where the Company made profit in a fiscal year, the profit shall be first utilized for paying taxes, offsetting losses of previous years, setting aside as legal reserve of 10% of the remaining profit, setting aside or reversing a special reserve in accordance with the laws and regulations, and then any remaining profit together with any undistributed retained earnings shall be used by the Company's board of directors as the basis for proposing a distribution plan, which should be resolved in the shareholders' meeting for the distribution of dividends and bonuses to shareholders.

The dividends policy of the Company shall be made according to the Company's current and future plan, considering investment environment, fund requirements, overall competition and taking into account the interests of shareholders. The Company is growth steadily. Consider in future operating expansion plans, dividends are distributed in a coordinated manner with cash dividends and share dividends. The cash dividend is about 50% to 100% and the share dividend is about 50% to 0%. The Company may adjust the distribution ratio of cash dividends and share dividends, if necessary, which depending on factors such as economic conditions, industrial development and capital needs.

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

The appropriations of earnings for 2023 and 2022 approved in the shareholders' meetings on May 28, 2024 and on June 19, 2023, respectively, were as follows:

	For the year ended December 31, 2023	For the year ended December 31, 2022
Legal reserve	\$ 44,432	\$ 47,468
Cash dividends	\$ 335,500	\$ 366,000
Cash dividends per share	\$ 1.1	\$ 1.2

20. Revenue

	For the Three Months Ended September 30, 2024	For the Three Months Ended September 30, 2023	For the Nine Months Ended September 30, 2024	For the Nine Months Ended September 30, 2023
Revenue from contracts with customers				
Sale of goods	<u>\$ 2,467,989</u>	<u>\$ 2,507,432</u>	<u>\$ 6,596,539</u>	<u>\$ 6,800,232</u>

21. NET PROFIT FROM CONTINUING OPERATIONS

a. Interest income

	For the Three Months Ended September 30, 2024	For the Three Months Ended September 30, 2023	For the Nine Months Ended September 30, 2024	For the Nine Months Ended September 30, 2023
Bank deposit	\$ 11,421	\$ 11,677	\$ 34,788	\$ 36,801
Corporate bonds	<u>1,769</u>	<u>-</u>	<u>2,847</u>	<u>-</u>
	<u>\$ 13,190</u>	<u>\$ 11,677</u>	<u>\$ 37,635</u>	<u>\$ 36,801</u>

b. Other income

	For the Three Months Ended September 30, 2024	For the Three Months Ended September 30, 2023	For the Nine Months Ended September 30, 2024	For the Nine Months Ended September 30, 2023
Dividend income	\$ 4,466	\$ 2,964	\$ 8,655	\$ 6,920
Others	<u>8,821</u>	<u>7,150</u>	<u>21,070</u>	<u>35,504</u>
	<u>\$ 13,287</u>	<u>\$ 10,114</u>	<u>\$ 29,725</u>	<u>\$ 42,424</u>

c. Other gains and losses

	For the Three Months Ended September 30, 2024	For the Three Months Ended September 30, 2023	For the Nine Months Ended September 30, 2024	For the Nine Months Ended September 30, 2023
Fair value changes of financial assets and financial liabilities				
Financial assets mandatorily at FVTPL	\$ 5,707	\$ 5,446	\$ 43,039	\$ 15,126
Net foreign exchange gains (losses)	(4,649)	14,187	(2,136)	16,806
Gain (loss) on disposal of property, plant and equipment	50	341	(1,679)	(2,218)
Others	<u>(1,076)</u>	<u>(1,587)</u>	<u>(1,494)</u>	<u>(4,525)</u>
	<u>\$ 32</u>	<u>\$ 18,387</u>	<u>\$ 37,730</u>	<u>\$ 25,189</u>

d. Finance costs

	For the Three Months Ended September 30, 2024	For the Three Months Ended September 30, 2023	For the Nine Months Ended September 30, 2024	For the Nine Months Ended September 30, 2023
Interest on lease liabilities	\$ 33	\$ 49	\$ 111	\$ 158

e. Depreciation and amortization

	For the Three Months Ended September 30, 2024	For the Three Months Ended September 30, 2023	For the Nine Months Ended September 30, 2024	For the Nine Months Ended September 30, 2023
Depreciation expense by function				
Operating costs	\$ 89,119	\$ 88,074	\$ 266,694	\$ 269,445
Operating expenses	5,955	7,231	17,573	21,695
	<u>\$ 95,074</u>	<u>\$ 95,305</u>	<u>\$ 284,267</u>	<u>\$ 291,140</u>
Amortization expense by function				
Operating costs	\$ 21	\$ 24	\$ 65	\$ 75
Operating expenses	124	408	375	1,408
	<u>\$ 145</u>	<u>\$ 432</u>	<u>\$ 440</u>	<u>\$ 1,483</u>

f. Employee benefits expense

	For the Three Months Ended September 30, 2024	For the Three Months Ended September 30, 2023	For the Nine Months Ended September 30, 2024	For the Nine Months Ended September 30, 2023
Post-employment benefits				
Defined contribution plans	\$ 8,037	\$ 8,668	\$ 24,868	\$ 25,149
Defined benefit plans (Note 18)	106	284	316	854
	8,143	8,952	25,184	26,003
Other employee benefits	126,376	129,668	349,846	375,686
Total	<u>\$ 134,519</u>	<u>\$ 138,620</u>	<u>\$ 375,030</u>	<u>\$ 401,689</u>
An analysis of employee benefits expense by function				
Operating costs	\$ 92,937	\$ 97,031	\$ 260,525	\$ 278,602
Operating expenses	41,582	41,589	114,505	123,087
	<u>\$ 134,519</u>	<u>\$ 138,620</u>	<u>\$ 375,030</u>	<u>\$ 401,689</u>

g. Employees' compensation and remuneration of directors

The Company accrued employees' compensation and remuneration of directors at the rates of no less than 1% and no higher than 5%, respectively, of net profit before income tax, employees' compensation, and remuneration of directors.

The employees' compensation and remuneration of directors for the nine months ended September 30, 2024 and 2023 were as follows:

Amount

	For the Three Months Ended September 30, 2024	For the Three Months Ended September 30, 2023	For the Nine Months Ended September 30, 2024	For the Nine Months Ended September 30, 2023
Employees' compensation	\$ 4,781	\$ 4,674	\$ 10,493	\$ 9,851
Remuneration of directors	4,781	4,674	10,493	9,851

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

The Compensation of employees and remuneration of directors for the years ended December 31, 2023 and 2022 which have been approved by the Company's board of the directors on February 26, 2024 and March 7, 2023, respectively, are as follows:

	For the year ended December 31, 2023 Cash	For the year ended December 31, 2022 Cash
Employees' compensation	\$ 11,473	\$ 12,374
Remuneration of directors	\$ 11,473	\$ 12,374

There was no difference between the actual amounts of employees' compensation and remuneration of directors paid and the amounts recognized in the consolidated financial statements for the year ended December 31, 2023 and 2022.

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

22. INCOME TAXES RELATING TO CONTINUING OPERATIONS**a. Major components of tax expense recognized in profit or loss**

	For the Three Months Ended September 30, 2024	For the Three Months Ended September 30, 2023	For the Nine Months Ended September 30, 2024	For the Nine Months Ended September 30, 2023
Current tax				
In respect of the current year	\$ 44,733	\$ 43,192	\$ 105,818	\$ 95,002
Income tax expense of unappropriated earnings	-	-	3,219	3,061
Adjustment for prior periods	-	-	(183)	(1,747)
	44,733	43,192	108,854	96,316
Deferred tax				
In respect of the current year	15,596	15,327	22,550	36,876
Income tax expense recognized in profit or loss	\$ 60,329	\$ 58,519	\$ 131,404	\$ 133,192

b. Income tax assessments

Income tax returns of the Company through 2022 have been examined and cleared by the tax authorities.

23. EARNINGS PER SHARE

Net Profit for Current year

	For the Three Months Ended September 30, 2024	For the Three Months Ended September 30, 2023	For the Nine Months Ended September 30, 2024	For the Nine Months Ended September 30, 2023
Net Profit Attributable to Owners of the parent	<u>\$ 184,935</u>	<u>\$ 180,367</u>	<u>\$ 403,554</u>	<u>\$ 378,836</u>

Number of Shares (In Thousands)

	For the Three Months Ended September 30, 2024	For the Three Months Ended September 30, 2023	For the Nine Months Ended September 30, 2024	For the Nine Months Ended September 30, 2023
Weighted average number of ordinary shares used in computation of basic earnings per share	305,000	305,000	305,000	305,000
Dilutive effects				
— employees' compensation or bonus issue to employees	<u>452</u>	<u>411</u>	<u>554</u>	<u>535</u>
Weighted average number of ordinary shares used in computation of diluted earnings per share	<u>305,452</u>	<u>305,411</u>	<u>305,554</u>	<u>305,535</u>

Since the Group offered to settle compensation or bonuses paid to employees in cash or shares, the Group assumed the entire amount of the compensation or bonus will be settled in shares and the resulting potential shares were included in the weighted average number of shares outstanding used in the computation of diluted earnings per share, as the effect is dilutive. Such dilutive effect of the potential shares is included in the computation of diluted earnings per share until the number of shares to be distributed to employees is resolved in the following year.

24. FINANCIAL INSTRUMENTS

a. Fair value information—The relevant financial instruments not measured by fair value.

The Group's management believes that the carrying amount of financial assets and financial liabilities not measured at fair value is close to the fair value.

September 30, 2024

	Carrying Amount	Fair Value			
		Level 1	Level 2	Level 3	Total
Financial assets at amortized cost					
Corporate bonds	<u>\$ 127,502</u>	<u>\$ -</u>	<u>\$ 129,312</u>	<u>\$ -</u>	<u>\$ 129,312</u>

The above-mentioned Level 2 fair value measurement are determined by quoted market prices provided by third party pricing services.

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

(1) Fair value hierarchy

September 30, 2024

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Financial assets at fair value through profit or loss (FVTPL)				
Financial product denominated in Chinese Yen	\$ -	\$ -	\$ 974,293	\$ 974,293
Beneficiary certification for fund	<u>1,338,902</u>	<u>-</u>	<u>-</u>	<u>1,338,902</u>
Total	<u>\$ 1,338,902</u>	<u>\$ -</u>	<u>\$ 974,293</u>	<u>\$ 2,313,195</u>
Financial assets at fair value through Other comprehensive income				
Equity instruments				
— Shares of publicly quoted entity	<u>\$ 371,917</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 371,917</u>

December 31, 2023

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Financial assets at fair value through profit or loss (FVTPL)				
Financial product denominated in Chinese Yen	\$ -	\$ -	\$ 845,330	\$ 845,330
Beneficiary certification for fund	<u>1,358,357</u>	<u>-</u>	<u>-</u>	<u>1,358,357</u>
Total	<u>\$ 1,358,357</u>	<u>\$ -</u>	<u>\$ 845,330</u>	<u>\$ 2,203,687</u>
Financial assets at fair value through Other comprehensive income				
Equity instruments				
— Shares of publicly quoted entity	<u>\$ 252,844</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 252,844</u>

September 30, 2023

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Financial assets at fair value through profit or loss (FVTPL)				
Financial product denominated in Chinese Yen	\$ -	\$ -	\$ 736,646	\$ 736,646
Beneficiary certification for fund	<u>852,229</u>	<u>-</u>	<u>-</u>	<u>852,229</u>
Total	<u>\$ 852,229</u>	<u>\$ -</u>	<u>\$ 736,646</u>	<u>\$ 1,588,875</u>
Financial assets at fair value through Other comprehensive income				
Equity instruments				
— Shares of publicly quoted entity	<u>\$ 228,870</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 228,870</u>

There were no transfers between Level 1 and 2 for the nine months ended September 30, 2024 and 2023.

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

For the Nine Months Ended September 30, 2024

Financial Assets	Financial instruments at fair value through profit or loss (FVTPL)
Beginning balance	\$ 845,330
Recognized in profit or loss (Other income and loss)	
— Unrealized	15,743
— Realized	197
Disposal/ Purchase	73,110
Effective on exchange rate	39,913
Ended balance	<u>\$ 974,293</u>

For the Nine Months Ended September 30, 2023

Financial Assets	Financial instruments at fair value through profit or loss (FVTPL)
Beginning balance	\$ 952,760
Recognized in profit or loss (Other income and loss)	
— Unrealized	(1,069)
— Realized	13,921
Disposal/ Purchase	(229,442)
Effective on exchange rate	476
Ended balance	<u>\$ 736,646</u>

(3) Valuation techniques and inputs applied for the purpose of measuring Level 3 fair value measurement

The Group use counterparty quotations as the evaluation techniques and the significant unobservable inputs, which used to calculate the expected return form financial product denominated in Chinese Yen.

c. Categories of financial instruments

	September 30 2024	December 31, 2023	September 30 2023
<u>Financial assets</u>			
FVTPL			
Mandatorily at FVTPL	\$2,313,195	\$2,203,687	\$1,588,875
Financial assets at amortized cost			
(1)	5,103,565	4,129,067	5,099,335
Financial assets at fair value through other comprehensive income			
Equity instruments	371,917	252,844	228,870
<u>Financial liabilities</u>			
Financial liabilities at amortized cost (2)	2,553,068	2,062,333	2,518,434

- (1) The balances include financial assets measured at amortized cost, which comprise cash and cash equivalents, debt investment, notes receivable, accounts receivable and other receivables.
- (2) The balances included financial liabilities measured at amortized cost, which comprise short-term borrowing, notes payable, accounts payable and other payables.

d. Financial risk management objectives and policies

The Group's major financial instruments included equity and debt investments, notes receivable, accounts receivable, other receivables, notes payable, accounts payable, borrowings and lease liabilities. The Group's Corporate Treasury function provides services to the business, coordinates access to domestic and international financial markets, monitors and manages the financial risks relating to the operations of the Group through internal risk reports which analyze exposures by degree and magnitude of risks. These risks include market risk (including foreign currency risk and interest rate risk), credit risk and liquidity risk.

The Group sought to minimize the effects of these risks by using financial derivatives to hedge risk exposures. The use of financial derivatives was governed by the Group's policies approved by the board of directors, which provided written guidelines on foreign exchange risk, interest rate risk, credit risk, the use of financial derivatives and non-derivative financial instruments, and the investment of excess liquidity. Compliance with policies and exposure limits was reviewed by the internal auditors on a continuous basis. The Group did not enter into or trade financial instruments, including derivative financial instruments, for speculative purposes.

(1) Market risk

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

a) Foreign currency risk

Several subsidiaries of the Group had foreign currency sales and purchases, which exposed the Group to foreign currency risk. Exchange rate exposures were managed within natural hedges. Hence, change of market exchange rate would change the fair value of related financial instrument.

The carrying amounts of the Group's foreign currency denominated monetary assets and monetary liabilities (including those eliminated on consolidation) and of the derivatives exposed to foreign currency risk at the end of the reporting period are set out in Note 28.

Sensitivity analysis

The Group was mainly exposed to the fluctuation of the U.S. dollar.

The following table details the Group's sensitivity to a 3% increase and decrease in New Taiwan dollars (the functional currency) against USD. The Group's sensitivity to a 3% increase and decrease in NTD (the functional currency) against the relevant foreign currencies represents management's assessment of the reasonably possible change in foreign exchange rates. The sensitivity analysis is for a 3% change in foreign currency rates and included only outstanding foreign currency denominated monetary items at the end of the reporting period. A positive number below indicates a decrease in pre-tax profit when New Taiwan dollars strengthen by 3% against USD. For a 3% weakening of New Taiwan dollars against USD, there would be an equal and opposite impact on pre-tax profit and other equity, and the balances below would be negative.

	USD Impact	
	For the Nine Months Ended September 30, 2024	For the Nine Months Ended September 30, 2023
Profit or loss	\$ 5,872	\$ 1,610

b) Interest rate risk

The Group is exposed to interest rate risk because entities in the Group borrow funds at both fixed and floating interest rates. The risk is managed by the Group by maintaining an appropriate mix of fixed and floating rate borrowings.

The carrying amount of the Group's financial assets and financial liabilities with exposure to interest rates at the end of the reporting period were as follows:

	September 30 2024	December 31, 2023	September 30 2023
Fair value interest rate risk			
— Financial assets	\$1,721,138	\$1,371,792	\$1,543,329
— Financial liabilities	10,739	15,200	16,679
Cash flow interest rate risk			
— Financial assets	1,001,195	1,226,747	1,165,989
— Financial liabilities	25,888	79,178	39,573

Sensitivity analysis

The sensitivity analysis below was determined based on the Group's exposure to interest rates for both derivative and non-derivative instruments at the end of the reporting period. For floating rate liabilities, the analysis was prepared assuming the amount of each liability outstanding at the end of the reporting period was outstanding for the whole year. 50 basis points increase or decrease is used when reporting interest rate risk internally to key management personnel and represents management's assessment of the reasonably possible change in interest rates.

If interest rates had been increase or decrease 50 basis points and all other variables were held constant, the Group's pre-tax profit for the nine months ended September 30, 2024 and 2023 would increase or decrease by \$3,657 thousand and \$4,224 thousand, respectively.

c) Other price risk

The Group was exposed to equity price risk through its investments in listed equity securities and beneficiary certification for fund. The management of the Group manages risks by holding investment portfolios with different risk levels. The equity price risk of the Group is mainly from the equity instruments issued in Taiwan.

Sensitivity analysis

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

If equity prices increase/ decrease 5%, the profit before income tax for the nine months ended September 30, 2024 and 2023 would have increased/ decrease by \$66,945 thousand and \$42,611 thousand, respectively, as a result of the changes in fair value of financial assets at FVTPL. The pre-tax other comprehensive income for the nine months ended September 30, 2024 and 2023 would have increased/ decrease by \$18,596 thousand and \$11,444 thousand, respectively, as a result of the changes in fair value of financial assets at FVTOCI.

(2) Credit risk

Credit risk refers to the risk that counterparty will default on its contractual obligations resulting in financial loss to the Group. As at the end of the reporting period, the Group's maximum exposure to credit risk which would cause a financial loss to the Group due to the failure of the counterparty to discharge its obligation and due to the financial guarantees provided by the Group, is arising from the carrying amount of the respective recognized financial assets as stated in the consolidated balance sheets.

Since the counterparty of circulating capital and derivative financial instruments is the bank with a high credit rating given by the international credit rating agency, the credit risk is limited.

Counterparties of trade receivables consisted of a large number of different customers, spread across diverse industries and geographical areas. Ongoing credit evaluation is performed on the customers' financial condition. The Group's concentration of credit risk by geographical location was mainly in Taiwan, China and Vietnam.

(3) Liquidity risk

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

The Group relies on bank borrowings as a significant source of liquidity. The Group had available unutilized short-term bank loan facilities set out in b) below.

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

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

September 30, 2024

	On Demand or Less than 1 Month	1 to 3 Month	3 Month to 1 Year	Over 1 Year
<u>Non-derivative financial liabilities</u>				
Non-interest bearing Lease liabilities	\$ 872,775 508	\$ 917,020 1,015	\$ 859,832 4,569	\$ - 4,758
Variable interest rate instrument	5,278	20,610	-	-
	<u>\$ 878,561</u>	<u>\$ 938,645</u>	<u>\$ 864,401</u>	<u>\$ 4,758</u>

Additional information about the maturity analysis for lease liabilities:

	Less than 1 Year	1-5 Years	Over 5 Years
Lease liabilities	<u>\$ 6,092</u>	<u>\$ 4,758</u>	<u>\$ -</u>

December 31, 2023

	On Demand or Less than 1 Month	1 to 3 Month	3 Month to 1 Year	Over 1 Year
<u>Non-derivative financial liabilities</u>				
Non-interest bearing Lease liabilities	\$ 608,733 508	\$ 705,953 1,015	\$ 788,728 4,569	\$ - 9,327
Variable interest rate instrument	27,683	51,495	-	-
	<u>\$ 636,924</u>	<u>\$ 758,463</u>	<u>\$ 793,297</u>	<u>\$ 9,327</u>

Additional information about the maturity analysis for lease liabilities:

	Less than 1 Year	1-5 Years	Over 5 Years
Lease liabilities	<u>\$ 6,092</u>	<u>\$ 9,327</u>	<u>\$ -</u>

September 30, 2023

	On Demand or Less than 1 Month	1 to 3 Month	3 Month to 1 Year	Over 1 Year
<u>Non-derivative financial liabilities</u>				
Non-interest bearing	\$ 641,799	\$1,074,577	\$ 887,110	\$ -
Lease liabilities	508	1,015	4,569	10,851
Variable interest rate instrument	<u>16,857</u>	<u>22,716</u>	<u>-</u>	<u>-</u>
	<u>\$ 659,164</u>	<u>\$1,098,308</u>	<u>\$ 891,679</u>	<u>\$ 10,851</u>

Additional information about the maturity analysis for lease liabilities:

	Less than 1 Year	1-5 Years	Over 5 Years
Lease liabilities	<u>\$ 6,092</u>	<u>\$ 10,851</u>	<u>\$ -</u>

The amount of floating interest rate instruments for the aforementioned non-derivative financial assets and liabilities would change amidst the difference between the floating interest rate and the interest rate estimated as of the balance sheet date.

b) Financing facilities

	September 30 2024	December 31, 2023	September 30 2023
Unsecured bank facilities:			
— Amount used	\$ 69,977	\$ 120,399	\$ 97,712
— Amount unused	<u>1,183,898</u>	<u>1,516,104</u>	<u>1,586,523</u>
	<u>\$1,253,875</u>	<u>\$1,636,503</u>	<u>\$1,684,235</u>
Secured bank facilities:			
— Amount used	\$ 706,184	\$ 335,265	\$ 524,989
— Amount unused	<u>408,831</u>	<u>780,881</u>	<u>476,991</u>
	<u>\$1,115,015</u>	<u>\$1,116,146</u>	<u>\$1,001,980</u>

25. RELATED-PARTY TRANSACTIONS

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

a. Related Party Categories / Names

Related Party	Relationship with the Group
China Can Printing and Metal MFG. Co., Ltd.	Related party in substance
HuaDong United Can Co., Ltd	Related party in substance

b. Operating Revenue

Item	Related Party	For the Three Months Ended September 30, 2024	For the Three Months Ended September 30, 2023	For the Nine Months Ended September 30, 2024	For the Nine Months Ended September 30, 2023
Sales of goods	Related party in substance				
	China Can Printing and Metal MFG. Co., Ltd.	\$ 46,276	\$ 53,782	\$ 137,594	\$ 142,617
	HuaDong United Can Co., Ltd	<u>438</u>	<u>1</u>	<u>1,131</u>	<u>7,492</u>
		<u>\$ 46,714</u>	<u>\$ 53,783</u>	<u>\$ 138,725</u>	<u>\$ 150,109</u>

The price of sales to related parties approximated those for third parties. Collection terms are 60 to 150 days for third parties, 90 days for China Can Printing and Metal MFG. Co., Ltd., and T/T 60 days for HuaDong United Can Co., Ltd.

c. Trading transactions

Item	Related Party	For the Three Months Ended September 30, 2024	For the Three Months Ended September 30, 2023	For the Nine Months Ended September 30, 2024	For the Nine Months Ended September 30, 2023
Purchase of goods	Related party in substance				
	China Can Printing and Metal MFG. Co., Ltd.	\$ 322	\$ 338	\$ 1,169	\$ 1,269
	HuaDong United Can Co., Ltd	<u>770</u>	<u>-</u>	<u>770</u>	<u>-</u>
		<u>\$ 1,092</u>	<u>\$ 338</u>	<u>\$ 1,939</u>	<u>\$ 1,269</u>

The price of purchase to related parties approximated those for third parties.

d. Receivables from related parties

Item	Related Party	September 30, 2024	December 31, 2023	September 30, 2023
Accounts receivable	Related party in substance			
	China Can Printing and Metal MFG. Co., Ltd.	\$ 33,606	\$ 35,737	\$ 34,383
	HuaDong United Can Co., Ltd	<u>497</u>	<u>63</u>	<u>65</u>
		<u>\$ 34,103</u>	<u>\$ 35,800</u>	<u>\$ 34,448</u>

The outstanding account receivables from related parties are unsecured. The Group didn't recognize bad debt expenses for the account receivables from related parties for the nine months ended September 30, 2024 and 2023.

e. Payables to related parties

Item	Related Party	September 30, 2024	December 31, 2023	September 30, 2023
Accounts payable	Related party in substance			
	China Can Printing and Metal MFG. Co., Ltd.	\$ 399	\$ 747	\$ 177

The payment term of purchase to related parties approximated those for third parties.

The outstanding payables to related parties are unsecured.

f. Purchase on property, plant and equipment

	Related Party	Acquisition Cost			
		For the Three Months Ended September 30, 2024	For the Three Months Ended September 30, 2023	For the Nine Months Ended September 30, 2024	For the Nine Months Ended September 30, 2023
	Related party in substance				
	HuaDong United Can Co., Ltd	\$ -	\$ -	\$ 970	\$ -

g. Lease agreement

Lease agreement		September 30, 2024	December 31, 2023	September 30, 2023
Item	Related Party			
Lease Liability	Related party in substance			
	China Can Printing and Metal MFG. Co., Ltd.	\$ 9,900	\$ 14,085	\$ 15,472
		For the Three Months Ended September 30, 2024	For the Three Months Ended September 30, 2023	For the Nine Months Ended September 30, 2024
	Related Party	September 30, 2024	September 30, 2023	September 30, 2023
<u>Interest expense</u>				
Related party in substance				
	China Can Printing and Metal MFG. Co., Ltd.	\$ 30	\$ 45	\$ 101
				\$ 147

The Company leased an office building in Taishan District, New Taipei City, from China Can Printing and Metal MFG. Co., Ltd. with an area of approximately 1,735.545 square meters. The lease term will end on June 30, 2026. The monthly rent will be \$476 thousand, and the rent will be prepaid for 3 months at the beginning of every quarter. The rent in the lease contract was negotiated with the reference on market price, and pay according to the agreed method in the lease contract.

h. Compensation of key management personnel

	For the Three Months Ended September 30, 2024	For the Three Months Ended September 30, 2023	For the Nine Months Ended September 30, 2024	For the Nine Months Ended September 30, 2023
Short-term employee benefits	\$ 16,091	\$ 8,474	\$ 29,945	\$ 21,298
Post-employment benefits	138	213	413	622
	<u>\$ 16,229</u>	<u>\$ 8,687</u>	<u>\$ 30,358</u>	<u>\$ 21,920</u>

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

26. ASSETS PLEDGED AS COLLATERAL OR FOR SECURITY

The following assets were provided as collateral for bank borrowings:

	September 30, 2024	December 31, 2023	September 30, 2023
Assets pledged (Financial assets at amortized cost)	\$1,333,602	\$1,119,999	\$1,260,106
Property, plant and equipment, net	<u>154,211</u>	<u>150,341</u>	<u>92,807</u>
	<u>\$1,487,813</u>	<u>\$1,270,340</u>	<u>\$1,352,913</u>

27. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNIZED COMMITMENTS

In addition to those disclosed in other notes, significant commitments and contingencies of the Group as of September 30, 2024, December 31, 2023 and September 30, 2023 were as follows:

a. Significant commitment

- (1) Unused letters of credit for purchases of raw materials and machinery and equipment amounted as follow:

	September 30 2024	December 31, 2023	September 30 2023
USD	\$ 1,235	\$ 1,106	\$ 1,662
NTD	-	234	-

- (2) Commitments with equipment suppliers are as follow:

	September 30 2024	December 31, 2023	September 30 2023
Unpaid amount			
—USD	\$ 1,581	\$ 6	\$ 55
—NTD	4,651	3,864	562
—GBP	-	-	13
—RMB	11,507	7,648	7,378

b. Significant contingent liabilities: None.

28. SIGNIFICANT ASSETS AND LIABILITIES DENOMINATED IN FOREIGN CURRENCIES

The following information was aggregated by the foreign currencies other than functional currencies of the group entities and the exchange rates between foreign currencies and respective functional currencies were disclosed. The significant assets and liabilities denominated in foreign currencies were as follows:

September 30, 2024

	Foreign Currencies	Exchange Rate	Carrying value
<u>Assets in foreign currencies</u>			
<u>Monetary items</u>			
USD	\$ 1,960	31.65(USD:NTD)	\$ 62,028
USD	7,342	6.9976(USD:CNY)	232,386
USD	140	24,921(USD:VND)	4,423
<u>Non - monetary items</u>			
USD	8,186	31.65(USD:NTD)	259,090
<u>Liabilities in foreign currencies</u>			
<u>Monetary items</u>			
USD	3,038	31.65(USD:NTD)	96,150
USD	114	6.9976(USD:CNY)	3,595
USD	106	24,921(USD:VND)	3,355

December 31, 2023

	Foreign Currencies	Exchange Rate	Carrying value
<u>Assets in foreign currencies</u>			
<u>Monetary items</u>			
USD	\$ 2,529	30.705(USD:NTD)	\$ 77,649
USD	4,043	7.0961(USD:CNY)	124,150
USD	70	24,564(USD:VND)	2,157
<u>Non - monetary items</u>			
USD	14	30.705(USD:NTD)	426
<u>Liabilities in foreign currencies</u>			
<u>Monetary items</u>			
USD	4,133	30.705(USD:NTD)	126,900
USD	125	7.0961(USD:CNY)	3,846
USD	170	24,564(USD:VND)	5,219

September 30, 2023

	Foreign Currencies	Exchange Rate	Carrying value
<u>Assets in foreign currencies</u>			
<u>Monetary items</u>			
USD	\$ 697	32.27(USD:NTD)	\$ 22,498
USD	3,504	7.3092(USD:CNY)	113,090
USD	109	24,634(USD:VND)	3,501
<u>Non - monetary items</u>			
USD	14	32.27(USD:NTD)	457
<u>Liabilities in foreign currencies</u>			
<u>Monetary items</u>			
USD	2,330	32.27(USD:NTD)	75,176
USD	137	7.3092(USD:CNY)	4,426
USD	181	24,634(USD:VND)	5,827

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

Functional currencies	For the Three Months Ended September 30, 2024		For the Three Months Ended September 30, 2023	
	Exchange Rate	Net Foreign Exchange Gain (Loss)- NTD	Exchange Rate	Net Foreign Exchange Gain (Loss)- NTD
VND	0.00127 (VND : NTD)	(\$ 41)	0.00131 (VND : NTD)	\$ 13
NTD	1 (NTD : NTD)	(1,772)	1 (NTD : NTD)	14,980
CNY	4.504 (CNY : NTD)	(2,837)	4.367 (CNY : NTD)	(806)
		(\$ 4,650)		(\$ 14,187)

Functional currencies	For the Nine Months Ended September 30, 2024		For the Nine Months Ended September 30, 2023	
	Exchange Rate	Net Foreign Exchange Gain (Loss)- NTD	Exchange Rate	Net Foreign Exchange Gain (Loss)- NTD
VND	0.00126 (VND : NTD)	(\$ 294)	0.00129 (VND : NTD)	\$ 27
NTD	1 (NTD : NTD)	608	1 (NTD : NTD)	13,248
CNY	4.443 (CNY : NTD)	(2,450)	4.394 (CNY : NTD)	3,531
		(\$ 2,136)		\$ 16,806

29. SEPARATELY DISCLOSED ITEMS

- a. Information about significant transactions and investees:
 - (1) Financing provided to others. (Table 1)
 - (2) Endorsements/guarantees provided. (Table 2)
 - (3) Marketable securities held (excluding investments in subsidiaries, associates and joint controlled entities. (Table 3)
 - (4) Marketable securities acquired and disposed at costs or prices at least NT\$300 million or 20% of the paid-in capital. (Table 4)
 - (5) Acquisition of individual real estate at costs of at least NT \$300 million or 20% of the paid-in capital. (None)
 - (6) Disposal of individual real estate at prices of at least NT \$300 million or 20% of the paid-in capital. (None)
 - (7) Total purchases from or sales to related parties amounting to at least NT \$100 million or 20% of the paid-in capital. (Table 5)
 - (8) Receivables from related parties amounting to at least NT \$100 million or 20% of the paid-in capital. (Table 6)
 - (9) Trading in derivative instruments. (None)
 - (10) Intercompany relationships and significant intercompany transactions. (Table 7)
- b. Information on investees. (Table 8)
- c. Information on investments in mainland China
 - (1) Information on any investee companies in mainland China, showing the name, principal business activities, paid-in capital, method of investment, inward and outward remittance of funds, ownership percentage, net income of investees, investment income or loss, carrying amount of the investment at the end of the period, repatriations of investment income, and limit on the amount of investment in the mainland China area. (Table 9)
 - (2) Any of the following significant transactions with investee companies in mainland China, either directly or indirectly through a third party, and their prices, payment terms, and unrealized gains or losses: (None)
 - a) The amount and percentage of purchases and the balance and percentage of the related payables at the end of the period.
 - b) The amount and percentage of sales and the balance and percentage of the related receivables at the end of the period.
 - c) The amount of property transactions and the amount of the resultant gains or losses.
 - d) The balance of negotiable instrument endorsements or guarantees or pledges of collateral at the end of the period and the purposes.
 - e) The highest balance, the end of period balance, the interest rate range, and total current period interest with respect to financing of funds.
 - f) Other transactions that have a material effect on the profit or loss for the period or on the financial position, such as the rendering or receiving of services.

- d. Information on investors: Investors' name, holding shares and percentage for shareholding over 5%. (Table 10)

30. SEGMENT INFORMATION

Information reported to the chief operating decision maker for the purpose of resource allocation and assessment of segment performance focuses on the types of goods or services delivered or provided. Specifically, the Group's reportable segments under IFRS 8 "Operating Segments" were as follows:

Great China Metal Ind. Co., Ltd
Shanghai United Can Co., Ltd
Chongqing United Can Co., Ltd
Jinan United Can Co., Ltd
Huatong United (Nantong) Plastic Industry Co., Ltd

a. Segment revenues and results

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

	Segment revenues		Segment profit or loss	
	For the Nine Months Ended September 30, 2024	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2024	For the Nine Months Ended September 30, 2023
Great China Metal Ind. Co., Ltd	\$ 1,818,053	\$ 1,805,855	\$ 339,896	\$ 267,936
Shanghai United Can Co., Ltd	1,432,047	1,490,477	(16,888)	(13,531)
Chongqing United Can Co., Ltd	1,576,438	1,652,800	43,027	83,972
Jinan United Can Co., Ltd	1,729,577	1,799,275	66,708	70,105
Huatong United (Nantong) Plastic Industry Co., Ltd	209,049	240,574	(6,676)	9,349
Others	<u>149,689</u>	<u>132,120</u>	(<u>6,724</u>)	(<u>10,252</u>)
	6,914,853	7,121,101	419,343	407,579
Less: income or loss between operations	(<u>318,314</u>)	(<u>320,869</u>)	<u>6,817</u>	(<u>3,443</u>)
Form continuing operation	<u>\$ 6,596,539</u>	<u>\$ 6,800,232</u>	426,160	404,136
Interest income			37,635	36,801
Other income			29,725	42,424
Other gain and loss			37,730	25,189
Financial cost			(<u>111</u>)	(<u>158</u>)
Net income before tax			<u>\$ 531,139</u>	<u>\$ 508,392</u>

Segment profit represented the profit before tax earned by each segment without apportioned general and administrative expenses, remuneration of directors, other income, other gain and loss, financial cost and income tax expense. This was the measure reported to the chief operating decision maker for the purpose of resource allocation and assessment of segment performance.

GREAT CHINA METAL IND. CO., LTD. AND SUBSIDIARIES
FINANCING PROVIDED TO OTHERS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024

Table 1

(In Thousands of Foreign Currency)

No. (Note 1)	Lender	Borrower	Financial Statement Account (Note 2)	Related Party	Highest Balance for the Period	Ending Balance	Actual Borrowing Amount	Interest Rate	Nature of Financing (Note 3)	Business Transaction Amount (Note 4)	Reasons for Short-term Financing (Note 5)	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower (Note 6)	Aggregate Financing Limit (Note 6)	Note
													Item	Value			
1	Shanghai United Can Co., Ltd	Chongqing United Can Co., Ltd	Other receivables	Yes	NTD295,425 (CNY 65,000)	NTD293,995 (CNY 65,000)	NTD293,995 (CNY 65,000)	3.5%	b	\$ -	Capital movement	\$ -	—	—	NTD448,048 (1)	NTD448,048 (2)	

Note 1: The parent company and its subsidiaries are coded as follows:

- a. The parent company is coded "0".
- b. The subsidiaries are coded consecutively beginning from "1" in the order presented in the table above.

Note 2: If the subjects such as accounts receivable from related parties, shareholder transactions, prepayments, suspense payment and other subjects, are of the nature of capital loans, must be filled in this form.

Note 3: Reasons for financing are as follows:

- a. Business relationship.
- b. The need for short-term financing.

Note 4: Where the fund loan is attributed as 1, the business transaction amount should be filled in.

Note 5: Where the fund loan is attributed as 2, the reasons for the necessary loans and funds and the use of funds for the loans and objects, e.g., repayment of loans, purchase of equipment, business turnover and the like should be definitely specified.

Note 6: (1) No. 1 calculation toward the individual target lenders shall not exceed the limit of 20% of CNY495,300.

(2) No. 1 calculation of capital loans and total limit is confined to 20% that does not exceed the net value of the most recent financial statement CNY495,300.

**GREAT CHINA METAL IND. CO., LTD. AND SUBSIDIARIES
ENDORSEMENTS/GUARANTEES PROVIDED
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024**

Table 2

(In Thousands of New Taiwan Dollars and Foreign Currency)

No. (Note 1)	Endorser/Guarantor	Endorsee/Guarantee		Limit on Endorsement/ Guarantee Given on Behalf of Each Party (Note 3)	Maximum Amount Endorsed/ Guaranteed During the Period	Outstanding Endorsement/ Guarantee at the End of the Period	Actual Borrowing Amount	Amount Endorsed/ Guaranteed by Collateral	Ratio of Accumulated Endorsement/ Guarantee to Net Equity in Latest Financial Statements (%)	Aggregate Endorsement/ Guarantee Limit (Note 3)	Endorsement / Guarantee Given by Parent on Behalf of Subsidiaries (Note 4)	Endorsement / Guarantee Given by Subsidiaries on Behalf of Parent (Note 4)	Endorsement/ Guarantee Given on Behalf of Companies in Mainland China (Note 4)	Note
		Name	Relationship (Note 2)											
0	Great China Metal Ind. Co., Ltd	Shanghai United Can Co., Ltd	b	\$ 3,956,477	\$ 147,758	\$ 142,425	\$ -	\$ -	1.80%	\$ 7,912,953	Y	N	Y	—
0	Great China Metal Ind. Co., Ltd	Jinan United Can Co., Ltd	b	3,956,477	(USD 4,500)	(USD 4,500)	(CNY -)	-	-	7,912,953	Y	N	Y	—
1	Shanghai United Can Co., Ltd	Chongqing United Can Co., Ltd	b	1,120,121	(USD 35,000)	(CNY -)	(CNY -)	180,920	8.08%	2,240,242	N	N	Y	—
				(CNY 247,650) (1)	(CNY 153,300)	(CNY 180,920)	(CNY 107,448)			(CNY 495,300) (2)				

Note 1: The parent company and its subsidiaries are coded as follows:

- The parent company is coded “0”.
- The subsidiaries are coded consecutively beginning from “1” in the order presented in the table above.

Note 2: Relationship between endorser/guarantor and endorsee/guarantee are as follows:

- Business relationship.
- A subsidiary in which the Company holds directly and indirectly over 50% of an equity interest.
- An investee in which the Company and its subsidiaries hold directly and indirectly over 50% of an equity interest.
- Among the companies where the Company holds voting shares more than 90% either directly or indirectly.
- A company fulfills its contractual obligations by providing mutual endorsements/guarantees for another company in the same industry or for joint builders for purposes of undertaking a construction project.
- Those companies that are endorsed and guaranteed by all capital shareholders pursuant to their shareholding ratio under a joint investment relationship.
- The inter-industry companies that are engaged in the joint guarantee of the performance guarantee of the pre-construction house sales contract in accordance with the Consumer Protection Act.

Note 3: (1) No.0 the endorsement/guarantee limit for each entity is 7,912,953 (Net value)×50%=3,956,477.

No.1 the endorsement/guarantee limit for each entity is CNY495,300 (Net value)×50%=247,650.

(2) No.0 the endorsement/guarantee limit for the total endorsement/guarantee limit is 7,912,953 (Net value)×100%=7,912,953.

No.1 the endorsement/guarantee limit for the total endorsement/guarantee limit is CNY495,300 (Net value)×100%=495,300.

Note 4: Those belong to an exchange-listed and/or over-the-counter listed parent company that endorses its subsidiary company and those where a subsidiary company renders guarantee toward its exchange-listed and/or over-the-counter listed parent company. In case of endorsement/guarantee toward Mainland China area, please fill in Y otherwise please fill in N.

GREAT CHINA METAL IND. CO., LTD. AND SUBSIDIARIES
MARKETABLE SECURITIES HELD
As of SEPTEMBER 30, 2024

Table 3

(In Thousands of New Taiwan Dollars and Chinese Dollars)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	SEPTEMBER 30, 2024				Note
				Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Great China Metal Ind. Co., Ltd	Ordinary shares							
	ASE Technology Holding Co., Ltd.	None	Financial assets at fair value through other comprehensive income – current	47	\$ 7,156	-	\$ 7,156	
	Taiwan Semiconductor Manufacturing Company Limited	None	Financial assets at fair value through other comprehensive income – current	288	275,496	-	275,496	
	Sino Tactful Co., Ltd.	None	Financial assets at fair value through other comprehensive income – current	-	4	-	4	
	Xac Automation Corp.	None	Financial assets at fair value through other comprehensive income – current	-	10	-	10	
	Cathay Financial Holding Co., Ltd.	None	Financial assets at fair value through other comprehensive income – current	516	34,304	-	34,304	
	Mega Financial Holding Company Limited	None	Financial assets at fair value through other comprehensive income – current	1,398	<u>54,947</u>	-	<u>54,947</u>	
					<u>\$ 371,917</u>		<u>\$ 371,917</u>	
	Fund							
	Fubon No.1 Real Estate Investment Trust	None	Financial assets at fair value through profit or loss - current	1,500	\$ 20,655	-	\$ 20,655	
	Cathay No.1 Real Estate Investment Trust	None	Financial assets at fair value through profit or loss - current	600	9,624	-	9,624	
	Fubon No.2 Real Estate Investment Trust	None	Financial assets at fair value through profit or loss - current	2,000	24,380	-	24,380	
	Cathay No.2 Real Estate Investment Trust	None	Financial assets at fair value through profit or loss - current	370	5,994	-	5,994	
	Jih Sun Money Market Fund	None	Financial assets at fair value through profit or loss - current	6,829	105,256	-	105,256	
	Taishin 1699 Money Market Fund	None	Financial assets at fair value through profit or loss - current	23,166	326,474	-	326,474	
	Fubon Chi-Hsiang Money Market Fund	None	Financial assets at fair value through profit or loss - current	2,121	34,508	-	34,508	
	SinoPac TWD Money Market Fund	None	Financial assets at fair value through profit or loss - current	17,308	250,126	-	250,126	
	FSITC Taiwan Money Market Fund	None	Financial assets at fair value through profit or loss - current	18,432	293,174	-	293,174	
	UPAMC James Bond Money Market Fund	None	Financial assets at fair value through profit or loss - current	7,914	137,123	-	137,123	
	Shanghai Growth Fund	None	Financial assets at fair value through profit or loss - current	99	<u>367</u>	-	<u>367</u>	
					<u>\$ 1,207,681</u>		<u>\$ 1,207,681</u>	

(Continued on the next page)

(Continued from the previous page)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	SEPTEMBER 30, 2024				Note
				Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Shanghai United Can Co., Ltd	Financial investment							
	China Minsheng Bank, Minsheng increase profit daily currency fund for corporate (FGAF18168G)	None	Financial assets at fair value through profit or loss - current	25,010	CNY 25,010		CNY 25,010	
	China Merchants Bank - Ri ri xin No.80008	None	Financial assets at fair value through profit or loss - current	8,284	CNY 8,284		CNY 8,284	
Chongqing United Can Co., Ltd	Financial investment							
	China Minsheng Bank, Minsheng increase profit daily currency fund for corporate (FGAF18168G)	None	Financial assets at fair value through profit or loss - current	41,648	CNY 41,648		CNY 41,648	
	China Merchants Bank - Ri ri xin No.80008	None	Financial assets at fair value through profit or loss - current	25,589	CNY 25,589		CNY 25,589	
Jinan United Can Co., Ltd	Financial investment							
	Bank of China "accumulate day by day" currency fund (AMHQLXTTZS01)	None	Financial assets at fair value through profit or loss - current	27,462	CNY 27,462		CNY 27,462	
Huatong United (Nantong) Plastic Industry Co., Ltd	Financial investment							
	Bank of China "accumulate day by day" currency fund (GSRJYL01)	None	Financial assets at fair value through profit or loss - current	1,313	CNY 1,313		CNY 1,313	
	China Merchants Bank - Ri ri xin No.80008	None	Financial assets at fair value through profit or loss - current	62,004	CNY 62,004		CNY 62,004	
Sunshui Changlee United Container Co., Ltd	Financial investment							
	ICBC Wealth Management - Legal person "Tianlibao No. 2" net worth wealth management product (XTL1901)	None	Financial assets at fair value through profit or loss - current	4,564	CNY 4,564		CNY 4,564	
	ICBC Wealth Management - Tiantianxin Core Selected Interbank Deposit Certificate and Deposit Fixed Income Open Legal Person Wealth Management Products (22GS5299)	None	Financial assets at fair value through profit or loss - current	19,534	CNY 19,534		CNY 19,534	
GCM HOLDING CO., LTD.	Fund							
	RED ARC Term Liquidity Fund-92A3USD	None	Financial assets at fair value through profit or loss - current	26	\$ 99,237		\$ 99,237	
	RED ARC Term Liquidity Fund-92A3USD	None	Financial assets at fair value through profit or loss - current	10	31,984		31,984	
					<u>\$ 131,221</u>		<u>\$ 131,221</u>	
	Corporate bonds							
	5 Year CGMHI Callable Fixed Note	None	Financial assets at amortized cost – non-current		\$ 31,650		\$ 31,789	
	7 Year CGMHI Callable Fixed Note	None	Financial assets at amortized cost – non-current		31,650		31,177	
	Bank of America Corp. 5.288 04/25/34	None	Financial assets at amortized cost – non-current		31,828		32,912	
	HSBC Holdings PLC 5.733 05/17/32	None	Financial assets at amortized cost – non-current		<u>32,374</u>		<u>33,434</u>	
					<u>\$ 127,502</u>		<u>\$ 129,312</u>	

GREAT CHINA METAL IND. CO., LTD. AND SUBSIDIARIES
MARKETABLE SECURITIES ACQUIRED AND DISPOSED OF AT COSTS OR PRICES OF AT LEAST NT\$300 MILLION OR 20% OF THE PAID-IN CAPITAL
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024

Table 4

(In Thousands of New Taiwan Dollars and Chinese Dollars)

Company Name	Type and Name of Marketable Securities	Financial Statement Account	Counterparty	Relationship	Beginning Balance		Acquisition		Disposal				Ending Balance	
					Number of Shares (Thousands)	Amount (Note)	Number of Shares (Thousands)	Amount (Note)	Number of Shares (Thousands)	Amount	Carrying Amount (Note)	Gain (Loss) on Disposal	Number of Shares (Thousands)	Amount (Note)
Great China Metal Ind. Co., Ltd	Fund Jih Sun Money Market Fund	Financial assets mandatorily measure at fair value - current	Centralized Order Market	None	10,176	\$ 155,183	41,119	\$ 630,487	44,466	\$ 682,586	\$ 680,611	\$ 1,975	6,829	\$ 105,059
Great China Metal Ind. Co., Ltd	FSITC Taiwan Money Market Fund	Financial assets mandatorily measure at fair value - current	Centralized Order Market	None	3,305	52,000	58,329	924,068	43,202	685,168	682,931	2,237	18,432	293,137
Great China Metal Ind. Co., Ltd	SinoPac TWD Money Market Fund	Financial assets mandatorily measure at fair value - current	Centralized Order Market	None	4,215	60,000	52,582	757,040	39,489	569,218	566,956	2,262	17,308	250,084
Great China Metal Ind. Co., Ltd	Taishin 1699 Money Market Fund	Financial assets mandatorily measure at fair value - current	Centralized Order Market	None	23,166	322,942	69,498	975,554	69,498	975,554	972,114	3,440	23,166	326,382
Great China Metal Ind. Co., Ltd	Capital Money Market Fund	Financial assets mandatorily measure at fair value - current	Centralized Order Market	None	16,750	277,814	28,530	475,192	34,661	577,492	575,731	1,761	10,619	177,275
Jinan United Can Co., Ltd	Bank of China "accumulate day by day" currency fund (AMHQLXTTZO1)	Financial assets mandatorily measure at fair value - current	Financial Institutions	None	-	CNY -	109,400	CNY109,400	82,200	CNY 82,200	CNY 81,996	CNY 204	27,404	CNY 27,404

Note: Initial cost

GREAT CHINA METAL IND. CO., LTD. AND SUBSIDIARIES
TOTAL PURCHASES FROM OR SALES TO RELATED PARTIES AMOUNTING TO AT LEAST \$100 MILLION OR 20% OF THE PAID-IN CAPITAL
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024

Table 5 (In Thousands of New Taiwan Dollars and Chinese Dollars)

Buyer/ Seller	Related Party	Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts Receivable (Payable)		Note
			Purchase/ Sale	Amount	% to Total	Payment Terms	Unit Price	Payment Terms	Ending Balance	% to Total	
Great China Metal Ind. Co., Ltd	China Can Printing and Metal MFG. Co., Ltd.	Related party in substance	Sale	\$ 137,594	8%	90 days	No significant difference	No significant difference	Accounts receivable \$ 33,606	6%	
Shanghai United Can Co., Ltd	Chongqing United Can Co., Ltd	Subsidiary	Sale	CNY 44,243	14%	(Closing on the 25th) 180 days	No significant difference	Depend on condition of funds	Accounts receivable CNY 12,840	10%	
Chongqing United Can Co., Ltd	Shanghai United Can Co., Ltd	Parent company	Purchase	CNY 44,243	22%	180 days	No significant difference	Depend on condition of funds	Accounts payable CNY 12,840	10%	

GREAT CHINA METAL IND. CO., LTD. AND SUBSIDIARIES
RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL
As of SEPTEMBER 30, 2024

Table 6

(In Thousands of Chinese Dollars)

Company Name	Related Party	Relationship	Financial Statement Account and Ending Balance		Turnover Rate	Overdue		Amount Received in Subsequent Period	Allowance for Impairment Loss
			Account	Balance		Amount	Actions Taken		
Shanghai United Can Co., Ltd	Chongqing United Can Co., Ltd	Subsidiary of the Company	Account receivable	CNY 12,840	4.8	CNY -	—	CNY -	—
Shanghai United Can Co., Ltd	Chongqing United Can Co., Ltd	Subsidiary of the Company	Other receivables	CNY 65,125	-	CNY -	—	CNY -	—

GREAT CHINA METAL IND. CO., LTD. AND SUBSIDIARIES
INTERCOMPANY RELATIONSHIPS AND SIGNIFICANT INTERCOMPANY TRANSACTIONS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024

Table 7

(In Thousands of New Taiwan Dollars)

No. (Note 1)	Investee Company	Counterparty	Relationship (Note 2)	Transaction Details			
				Financial Statement Accounts	Amount	Payment Terms	% to Total Sales or Assets (Note 3)
1	Shanghai United Can Co., Ltd	Chongqing United Can Co., Ltd	c	Sale	\$205,559	No significant difference	3%
1	Shanghai United Can Co., Ltd	Chongqing United Can Co., Ltd	c	Account receivables	58,077	No significant difference	1%
1	Shanghai United Can Co., Ltd	Chongqing United Can Co., Ltd	c	Other receivables	294,559	—	3%
1	Chongqing United Can Co., Ltd	Shanghai United Can Co., Ltd	c	Sale	34,745	No significant difference	1%
1	Huatong United (Nantong) Plastic Industry Co., Ltd	Sunshui Changlee United Container Co., Ltd	c	Sale	32,700	No significant difference	-

Note 1: The parent company and its subsidiaries are coded as follows:

- a. The parent company is coded “0”.
- b. The subsidiaries are coded consecutively beginning from “1” in the order presented in the table above.

Note 2: Nature of relationship is as follows:

- a. From the parent company to its subsidiary.
- b. From a subsidiary to its parent company.
- c. Between subsidiaries.

Note 3: The percentage calculation is based on the consolidated total operating revenues or total assets. For balance sheet items, each item's period-end balance is shown as a percentage to consolidated total assets as of September 30, 2024. For profit or loss items, cumulative amounts are shown as a percentage to consolidated total operating revenues for the nine months ended September 30, 2024.

Note 4: The intercompany transactions have been eliminated upon consolidation.

GREAT CHINA METAL IND. CO., LTD. AND SUBSIDIARIES
INFORMATION ON INVESTEEES
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024

Table 8

(In Thousands of New Taiwan Dollars)

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		As of September 30, 2024			Net Income (Loss) of the Investee	Share of Profit (Loss)	Note
				September 30, 2024	December 31, 2023	Shares	%	Carrying Amount			
Great China Metal Ind. Co., Ltd	HAI HWA INVESTMENT CO., LTD.	Bermuda	Makes investments	\$ 1,047,893	\$ 1,047,893	-	100%	\$ 4,217,583	\$ 104,087	\$ 104,087	Subsidiary
Great China Metal Ind. Co., Ltd	GCM HOLDING CO., LTD.	Samoa	Makes investments	229,247	229,247	-	100%	441,667	25,426	25,426	Subsidiary
GCM HOLDING CO., LTD.	GCM PACKAGING (VIETNAM) CO., LTD.	Vietnam	Aluminum pop can lid	229,245	229,245	-	100%	158,392	5,758	N/A	Sub-subsubsidiary

Note: Information on investees in mainland China, refer to Table 9.

GREAT CHINA METAL IND. CO., LTD. AND SUBSIDIARIES
INFORMATION ON INVESTMENTS IN MAINLAND CHINA
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024

Table 9

Investee Company	Main Businesses and Products	Paid-in Capital	Method of Investment (Note)	Accumulated Outward Remittance for Investment from Taiwan as of January 1, 2024	Remittance of Funds		Accumulated Outward Remittance for Investment from Taiwan as of September 30, 2024	Net Income (Loss) of the Investee	% Ownership of Direct or Indirect Investment	Investment Gain (Loss) (Note 2)	Carrying Amount as of September 30, 2024	Accumulated Repatriation of Investment Income as of September 30, 2024
					Outward	Inward						
Shanghai United Can Co., Ltd	Manufacture and sale 2-piece aluminum can and easy open end	Registered and contributed capital USD 49.2 million (Including capital increasing by earnings USD 27.05 million and capital increasing by cash from HAI HWA INVESTMENT CO., LTD. USD 2.15 million).	(2)	\$ 522,642	\$ -	\$ -	\$ 522,642	\$ 11,773	100%	\$ 11,773 (2)B.	\$ 1,535,362	\$ -
Huatong United (Nantong) Plastic Industry Co., Ltd	Manufacture and sale LLDPE film	Registered and contributed capital USD 9.45 million (Including capital increasing by earnings USD 2.45 million).	(2)	187,479	-	-	187,479	1,589	100%	1,589 (2)C.	949,836	-
Chongqing United Can Co., Ltd	Manufacture and sale 2-piece aluminum can	Registered and contributed capital CNY 107,568 thousands.	(3)A.	-	-	-	-	40,252	100%	40,252 (2)B.	828,612	-
Jinan United Can Co., Ltd	Manufacture and sale 2-piece aluminum can	Registered and contributed capital CNY 157,052 thousands.	(3)B.	317,000	-	-	317,000	52,109	100%	52,109 (2)B.	929,533	-
Sunshui Changlee United Container Co., Ltd	Manufacture and sale LLDPE film	Registered and contributed capital USD 6 million.	(3)C.	-	-	-	-	(5,453)	30%	(1,636) (2)C.	117,785	-

Accumulated Outward Remittance for Investment in Mainland China as of September 30, 2024	Investment Amount Authorized by Investment Commission, MOEA	Upper Limit on the Amount of Investment Stipulated by Investment Commission, MOEA
\$1,027,121	USD 77,190 thousands	\$4,912,671 (Note 3)

Note 1: The investment methods are as follow:

- (1) Direct investment in mainland China through the parent company.
- (2) Invest in Mainland China through a third-region company (HAI HWA INVESTMENT CO., LTD.).
- (3) Other :
 - A. Invested by Shanghai United Can Co., Ltd and HAI HWA INVESTMENT CO., LTD.
 - B. Invested by HAI HWA INVESTMENT CO., LTD., Shanghai United Can Co., Ltd and Huatong United (Nantong) Plastic Industry Co., Ltd.
 - C. Invested by Huatong United (Nantong) Plastic Industry Co., Ltd

Note 2: Investment Gain (Loss)

- (1) If it is under preparation and there is no investment gain or loss, it should be indicated.
- (2) The recognition bases of investment gains or losses are as follow:
 - A. Financial statements were audited and certificated by International accounting firm which has a cooperative relationship with accounting firm in Taiwan.
 - B. Financial statements were audited and certificated by certified public accountant engaged by parent company in Taiwan.
 - C. Others.

Note 3: Consolidate net value of equity×60%=8,187,785×60%=4,912,671.

GREAT CHINA METAL IND. CO., LTD. AND SUBSIDIARIES
INFORMATION ON INVESTOR
AS OF SEPTEMBER 30, 2024

Table 10

Investor	Shares	
	Shares held	%
GLORY TASK ENTERPRISE CO., LTD.	22,059,503	7.23%
JIAN DA INVESTMENT CO., LTD.	20,764,950	6.81%
KANG NING INVESTMENT CO., LTD.	19,551,088	6.41%
YUAN DA INVESTMENT CO., LTD.	15,975,476	5.24%

Note 1: The key shareholder information covered within this table is based on the last business day at the end of each quarter and the total number of common shares and preferred shares held by such shareholders of the Company that have been completed the centralized securities depository company for the Company's disembodied (book entry) delivery (including treasury stocks) , as the data with total common shares and preferred shares up to 5%.The share capital recorded in the Company's consolidated financial statement might possibly differ from the actual number of shares delivered without physical registration because of different calculation bases.

Note 2: Among the aforementioned information, where a shareholder delivers his or her shares into the trust, it would be disclosed in the individual account of the trustor in the trust account opened by the trustee. In case of a shareholder's declaration of insider's shareholdings in accordance with the Securities and Exchange Act, the shareholdings would include his or her own shareholdings plus the shares delivered to the trust and the right to use the trust property and the like. For more details regarding the information of insider's shareholdings, please refer to the Market Observation Post System (MOPS).