

**CTCI CORPORATION AND SUBSIDIARIES**  
**CONSOLIDATED FINANCIAL STATEMENTS AND**  
**INDEPENDENT AUDITORS' REVIEW REPORT**  
**MARCH 31, 2025 AND 2024**

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For the convenience of readers and for information purpose only, the auditors' report and the accompanying financial statements have been translated into English from the original Chinese version prepared and used in the Republic of China. In the event of any discrepancy between the English version and the original Chinese version or any differences in the interpretation of the two versions, the Chinese-language auditors' report and financial statements shall prevail.

## INDEPENDENT AUDITORS' REVIEW REPORT TRANSLATED FROM CHINESE

To the Board of Directors and Shareholders of CTCI CORPORATION

### ***Introduction***

We have reviewed the accompanying consolidated balance sheets of CTCI CORPORATION AND SUBSIDIARIES (the “Group”) as at March 31, 2025 and 2024, and the related consolidated statements of comprehensive income, of changes in equity and of cash flows for the three-month periods then ended, and notes to the consolidated financial statements, including a summary of material accounting policies. Management is responsible for the preparation and fair presentation of these 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” that came into effect as endorsed by the Financial Supervisory Commission. Our responsibility is to express a conclusion on these 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 Statement on Review Engagements 2410, “Review of Financial Information Performed by the Independent Auditor of the Entity” of the Republic of China. 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.

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***Basis for qualified conclusion***

As explained in Notes 4(3)B and 6(7), the financial statements of certain insignificant consolidated subsidiaries and investments accounted for using equity method were not reviewed by independent auditors. Total assets of these subsidiaries and investments accounted for using equity method amounted to NT\$23,037,372 thousand and NT\$26,026,871 thousand, constituting 19.28% and 22.56% of the consolidated total assets as at March 31, 2025 and 2024, respectively, total liabilities amounted to NT\$11,371,507 thousand and NT\$15,789,004 thousand, constituting 11.63% and 16.83% of the consolidated total liabilities as at March 31, 2025 and 2024, respectively, and the total comprehensive income amounted to NT\$900,801 thousand and NT\$768,705 thousand, constituting (114.44%) and 91.66% of the consolidated total comprehensive (loss) income for the three-month periods then ended, respectively.

***Qualified conclusion***

Except for the adjustments to the consolidated financial statements, if any, as might have been determined to be necessary had the financial statements of certain consolidated subsidiaries been reviewed by independent auditors as described in the *Basis for qualified conclusion* section above, based on our reviews, nothing has come to our attention that causes 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 at March 31, 2025 and 2024, and of its consolidated financial performance and its consolidated cash flows for the three-month periods then ended in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, “Interim Financial Reporting” that came into effect as endorsed by the Financial Supervisory Commission.

***Emphasis of matter***

We draw attention to Note 6(13)A(e) of the consolidated financial statements, which describes that the second-tier subsidiary, CTCI Americas, Inc., undertook the construction of BKRF. GCEH, which is the parent company of the owner, BKRF, filed for the restructuring on April 16, 2025, U.S. Time, in accordance with the relevant U.S. regulations. The Group assessed and recognized an expected credit impairment loss based on the Restructuring Support Agreement. Our review conclusion is not modified in respect of this matter.

*Fu-Ming, Liao      Chen Ching-Chang*

Liao, Fu-Ming

Chen, Ching Chang

For and on Behalf of PricewaterhouseCoopers, Taiwan

May 13, 2025

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The accompanying consolidated financial statements are not intended to present the financial position and results of operations and cash flows in accordance with accounting principles generally accepted in countries and jurisdictions other than the Republic of China. The standards, procedures and practices in the Republic of China governing the audit of such financial statements may differ from those generally accepted in countries and jurisdictions other than the Republic of China. Accordingly, the accompanying consolidated financial statements and independent auditors' report are not intended for use by those who are not informed about the accounting principles or auditing standards generally accepted in the Republic of China, and their applications in practice.

As the financial statements are the responsibility of the management, PricewaterhouseCoopers cannot accept any liability for the use of, or reliance on, the English translation or for any errors or misunderstandings that may derive from the translation.

**CTCI CORPORATION AND SUBSIDIARIES**  
**CONSOLIDATED BALANCE SHEETS**  
**MARCH 31, 2025, DECEMBER 31, 2024 AND MARCH 31, 2024**  
(Expressed in thousands of New Taiwan dollars)

			March 31, 2025		December 31, 2024		March 31, 2024	
Assets		Notes	AMOUNT	%	AMOUNT	%	AMOUNT	%
Current assets								
1100	Cash and cash equivalents	6(1)	\$ 27,903,650	23	\$ 21,116,610	17	\$ 27,857,918	24
1110	Financial assets at fair value through profit or loss - current	6(2)	1,135,104	1	5,579,895	5	1,635,742	2
1120	Financial assets at fair value through other comprehensive income - current	6(3)	234,289	-	227,409	-	225,745	-
1136	Financial assets at amortized cost - current	6(4) and 8	6,456,253	6	9,145,864	7	7,307,774	6
1140	Contract assets - current	6(28) and 7	24,467,856	21	26,595,005	21	21,524,432	19
1150	Notes receivable, net	6(5)	617	-	1,633	-	18,410	-
1170	Accounts receivable, net	6(5) and 8	5,779,608	5	6,280,615	5	21,078,242	18
1180	Accounts receivable - related parties	7	401,293	-	412,796	-	456,773	-
1200	Other receivables		265,883	-	262,477	-	388,249	-
1210	Other receivables - related parties	7	14,771	-	14,692	-	13,804	-
1220	Current income tax assets		322,290	-	268,906	-	111,868	-
130X	Inventories		175,282	-	187,041	-	179,928	-
1410	Prepayments	6(6)	4,822,655	4	5,526,585	5	4,955,107	4
1470	Other current assets	6(17)	-	-	-	-	661,949	1
11XX	Total current assets		71,979,551	60	75,619,528	60	86,415,941	74
Non-current assets								
1517	Financial assets at fair value through other comprehensive income - non-current	6(3)	532,269	-	532,269	-	652,253	-
1535	Financial assets at amortized cost - non-current	6(4) and 8	248,198	-	495,594	-	421,864	-
1550	Investments accounted for using equity method	6(7)	3,583,123	3	3,335,879	3	3,229,580	3
1600	Property, plant and equipment, net	6(8) and 8	13,804,660	12	13,935,793	11	14,160,296	12
1755	Right-of-use assets	6(9)	673,690	1	693,310	1	858,986	1
1760	Investment property, net	6(11) and 8	935,926	1	937,356	1	941,819	1
1780	Intangible assets	6(12) and 8	1,617,823	1	1,319,242	1	1,136,710	1
1840	Deferred income tax assets		2,536,986	2	1,934,430	2	1,997,975	2
1900	Other non-current assets	6(13) and 8	23,573,691	20	26,429,490	21	6,702,334	6
15XX	Total non-current assets		47,506,366	40	49,613,363	40	30,101,817	26
1XXX	Total assets		\$ 119,485,917	100	\$ 125,232,891	100	\$ 116,517,758	100

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**CTCI CORPORATION AND SUBSIDIARIES**  
**CONSOLIDATED BALANCE SHEETS**  
**MARCH 31, 2025, DECEMBER 31, 2024 AND MARCH 31, 2024**  
(Expressed in thousands of New Taiwan dollars)

	Liabilities and Equity	Notes	March 31, 2025		December 31, 2024		March 31, 2024	
			AMOUNT	%	AMOUNT	%	AMOUNT	%
	<b>Current liabilities</b>							
2100	Short-term borrowings	6(14)	\$ 1,663,426	2	\$ 11,640,423	9	\$ 10,182,873	9
2120	Financial liabilities at fair value through profit or loss - current	6(2)	143,458	-	234,040	-	45,646	-
2130	Contract liabilities - current	6(28) and 7	28,882,716	24	30,264,243	24	32,632,412	28
2150	Notes payable		2,191	-	11,579	-	21,710	-
2170	Accounts payable	6(15)	20,265,112	17	23,478,280	19	20,894,236	18
2180	Accounts payable - related parties	7	72,247	-	77,971	-	178,564	-
2200	Other payables	6(16)	4,618,195	4	3,716,684	3	4,488,429	4
2220	Other payables - related parties	7	3,035	-	1,756	-	2,606	-
2230	Current income tax liabilities		811,175	1	561,571	1	1,057,854	1
2250	Current provisions	6(24)	1,313,562	1	1,160,762	1	1,606,388	2
2280	Current lease liabilities	7	257,175	-	294,196	-	349,147	-
2320	Long-term liabilities, current portion	6(18)(19)	9,900,327	8	3,258,031	3	6,270,554	5
2399	Other current liabilities	6(17)	34,178	-	213,116	-	448,463	-
21XX	<b>Total current liabilities</b>		<u>67,966,797</u>	<u>57</u>	<u>74,912,652</u>	<u>60</u>	<u>78,178,882</u>	<u>67</u>
	<b>Non-current liabilities</b>							
2527	Contract liabilities - non-current	6(28)	122,529	-	173,260	-	403,227	-
2530	Bonds payable	6(18)	12,693,785	11	9,373,153	8	6,872,941	6
2540	Long-term borrowings	6(19)	14,326,399	12	13,573,849	11	6,777,999	6
2550	Non-current provisions	6(24)	345,350	-	344,801	-	334,230	-
2570	Deferred income tax liabilities		339,683	-	244,734	-	244,249	-
2580	Non-current lease liabilities	7	456,513	1	452,531	-	542,283	1
2600	Other non-current liabilities	6(20)	1,496,814	1	1,489,542	1	1,584,407	1
25XX	<b>Total non-current liabilities</b>		<u>29,781,073</u>	<u>25</u>	<u>25,651,870</u>	<u>20</u>	<u>16,759,336</u>	<u>14</u>
2XXX	<b>Total liabilities</b>		<u>97,747,870</u>	<u>82</u>	<u>100,564,522</u>	<u>80</u>	<u>94,938,218</u>	<u>81</u>
	<b>Equity attributable to owners of parent</b>							
	Share capital	6(25)						
3110	Common stock		8,157,767	7	8,122,571	7	8,092,484	7
3170	Share capital awaiting retirement		( 45,039)	-	( 871)	-	( 757)	-
	Capital surplus	6(26)						
3200	Capital surplus		6,730,902	6	6,516,072	5	5,612,158	5
	Retained earnings	6(27)						
3310	Legal reserve		3,070,603	2	3,070,603	2	2,883,788	2
3320	Special reserve		1,477,639	1	1,477,639	1	1,248,071	1
3350	Unappropriated retained earnings		( 725,282)	( 1)	2,117,537	2	955,092	1
	Other equity interest							
3400	Other equity interest		( 1,460,922)	( 1)	( 1,645,414)	( 1)	( 1,645,176)	( 1)
3500	Treasury stocks	6(25)	( 11,835)	-	( 11,835)	-	( 11,835)	-
31XX	<b>Equity attributable to owners of the parent</b>		<u>17,193,833</u>	<u>14</u>	<u>19,646,302</u>	<u>16</u>	<u>17,133,825</u>	<u>15</u>
36XX	<b>Non-controlling interests</b>	4(3)	<u>4,544,214</u>	<u>4</u>	<u>5,022,067</u>	<u>4</u>	<u>4,445,715</u>	<u>4</u>
3XXX	<b>Total equity</b>		<u>21,738,047</u>	<u>18</u>	<u>24,668,369</u>	<u>20</u>	<u>21,579,540</u>	<u>19</u>
	Significant contingent liabilities and unrecognized contract commitments	9						
	Significant subsequent events	11						
3X2X	<b>Total liabilities and equity</b>		<u>\$ 119,485,917</u>	<u>100</u>	<u>\$ 125,232,891</u>	<u>100</u>	<u>\$ 116,517,758</u>	<u>100</u>

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

**CTCI CORPORATION AND SUBSIDIARIES**  
**CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME**  
**FOR THE THREE-MONTH PERIODS ENDED MARCH 31, 2025 AND 2024**  
(Expressed in thousands of New Taiwan dollars, except for earnings per share amount)

			Three months ended March 31			
Items		Notes	2025		2024	
			AMOUNT	%	AMOUNT	%
4000	Operating revenue	6(28) and 7	\$ 22,266,724	100	\$ 29,272,373	100
5000	Operating costs	6(33)(34) and 7	( 19,771,027)	( 89)	( 27,737,186)	( 95)
5900	Gross profit		<u>2,495,697</u>	<u>11</u>	<u>1,535,187</u>	<u>5</u>
	Operating expenses	6(33)(34)				
6200	General and administrative expenses		( 449,316)	( 2)	( 498,618)	( 2)
6300	Research and development expenses		( 19,614)	-	( 30,130)	-
6450	Impairment loss determined in accordance with IFRS 9	12(2)	( 3,157,713)	( 14)	( 77,276)	-
6000	Total operating expenses		( 3,626,643)	( 16)	( 606,024)	( 2)
6900	Operating (loss) income		( 1,130,946)	( 5)	<u>929,163</u>	<u>3</u>
	Non-operating income and expenses					
7100	Interest income	6(29)	124,017	-	111,879	1
7010	Other income	6(30)	16,671	-	18,095	-
7020	Other losses and gains	6(31)	128,615	1	90,100	-
7050	Finance costs	6(32)	( 291,982)	( 1)	( 262,485)	( 1)
7060	Share of profit of associates and joint ventures accounted for using equity method	6(7)	<u>119,318</u>	<u>-</u>	<u>88,729</u>	<u>-</u>
7000	Total non-operating income and expenses		<u>96,639</u>	<u>-</u>	<u>46,318</u>	<u>-</u>
7900	<b>(Loss) profit before income tax</b>		( 1,034,307)	( 5)	975,481	3
7950	Income tax benefit (expense)	6(35)	<u>63,544</u>	<u>-</u>	<u>221,753</u>	<u>( 1)</u>
8200	<b>(Loss) profit for the period</b>		<u>( \$ 970,763)</u>	<u>( 5)</u>	<u>\$ 753,728</u>	<u>2</u>
	<b>Components of other comprehensive income (loss) that will not be reclassified to profit or loss</b>					
8311	Actuarial gains on defined benefit plans		\$ 778	-	\$ -	-
8316	Unrealized gains (losses) from investments in equity instruments measured at fair value through other comprehensive income	6(3)	6,880	-	( 21,010)	-
8349	Income tax related to components of other comprehensive income that will not be reclassified to profit or loss		( 156)	-	-	-
8310	Other comprehensive income (loss) that will not be reclassified to profit or loss		7,502	-	( 21,010)	-
	<b>Components of other comprehensive income that will be reclassified to profit or loss</b>					
8361	Cumulative translation differences of foreign operations		<u>176,133</u>	<u>1</u>	<u>105,904</u>	<u>-</u>
8300	<b>Total other comprehensive income for the period</b>		<u>\$ 183,635</u>	<u>1</u>	<u>\$ 84,894</u>	<u>-</u>
8500	<b>Total comprehensive (loss) income for the period</b>		<u>( \$ 787,128)</u>	<u>( 4)</u>	<u>\$ 838,622</u>	<u>2</u>
	(Loss) profit attributable to:					
8610	Owners of the parent		( \$ 1,217,479)	( 6)	\$ 463,827	1
8620	Non-controlling interest		<u>246,716</u>	<u>1</u>	<u>289,901</u>	<u>1</u>
	Total		<u>( \$ 970,763)</u>	<u>( 5)</u>	<u>\$ 753,728</u>	<u>2</u>
	Comprehensive (loss) income attributable to:					
8710	Owners of the parent		( \$ 1,040,668)	( 5)	\$ 547,391	1
8720	Non-controlling interest		<u>253,540</u>	<u>1</u>	<u>291,231</u>	<u>1</u>
	Total		<u>( \$ 787,128)</u>	<u>( 4)</u>	<u>\$ 838,622</u>	<u>2</u>
9750	Basic (loss) earnings per share (in NT dollars)	6(36)	( \$ 1.52)		\$ 0.58	
9850	Diluted (loss) earnings per share (in NT dollars)	6(36)	( \$ 1.51)		\$ 0.57	

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

CTCI CORPORATION AND SUBSIDIARIES  
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY  
FOR THE THREE-MONTH PERIODS ENDED MARCH 31, 2025 AND 2024  
(Expressed in thousands of New Taiwan dollars)

		Equity attributable to owners of the parent														
		Capital			Retained Earnings				Other Equity Interest							
		Notes	Common stock	Share capital awaiting retirement	Capital surplus	Legal reserve	Special reserve	Unappropriated retained earnings	Cumulative translation differences of foreign operations	Unrealized (losses) gains from financial assets measured at fair value through other comprehensive income	Revaluation surplus	Other equity, others	Treasury stocks	Total	Non-controlling interests	Total equity
<u>Three months ended March 31, 2024</u>																
		\$ 8,037,727	(\$ 1,330)	\$ 5,464,774	\$ 2,883,788	\$ 1,248,071	\$ 2,076,640	(\$ 110,180)	(\$ 1,418,640)	\$ 51,181	(\$ 193,932)	(\$ 11,835)	\$ 18,026,264	\$ 4,752,599	\$ 22,778,863	
		-	-	-	-	-	463,827	-	-	-	-	-	463,827	289,901	753,728	
		-	-	-	-	-	-	97,308	( 13,744)	-	-	-	83,564	1,330	84,894	
		-	-	-	-	-	463,827	97,308	( 13,744)	-	-	-	547,391	291,231	838,622	
Appropriation of 2023 earnings	6(27)															
Cash dividends		-	-	-	-	-	( 1,660,258)	-	-	-	-	-	( 1,660,258)	( 635,850)	( 2,296,108)	
Employee stock options exercised	6(25)(26)	56,087	-	130,361	-	-	-	-	-	-	-	-	186,448	-	186,448	
Employee stock options exercised by subsidiary	6(26)	-	-	14,937	-	-	-	-	-	-	-	-	14,937	35,177	50,114	
Share-based payment transactions	6(26)	-	-	1,240	-	-	-	-	1,240	-	-	-	1,240	420	1,660	
Restricted stock	6(26)	( 1,330)	573	757	-	-	-	-	-	-	17,714	-	17,714	2,064	19,778	
Issuance of convertible bonds by subsidiary		-	-	( 7)	-	-	-	-	-	-	-	-	( 7)	( 8)	( 15)	
Disposal of investments in equity instruments measured at fair value through other comprehensive income		-	-	-	-	-	74,883	-	( 74,883)	-	-	-	-	-	-	
Recognition of change in equity of associates in proportion to the Group's ownership		-	-	96	-	-	-	-	-	-	-	-	96	82	178	
Balance at March 31, 2024		<u>\$ 8,092,484</u>	<u>(\$ 757)</u>	<u>\$ 5,612,158</u>	<u>\$ 2,883,788</u>	<u>\$ 1,248,071</u>	<u>\$ 955,092</u>	<u>(\$ 12,872)</u>	<u>(\$ 1,507,267)</u>	<u>\$ 51,181</u>	<u>(\$ 176,218)</u>	<u>(\$ 11,835)</u>	<u>\$ 17,133,825</u>	<u>\$ 4,445,715</u>	<u>\$ 21,579,540</u>	
<u>Three months ended March 31, 2025</u>																
		\$ 8,122,571	(\$ 871)	\$ 6,516,072	\$ 3,070,603	\$ 1,477,639	\$ 2,117,537	\$ 177,671	(\$ 1,626,629)	\$ 51,181	(\$ 247,637)	(\$ 11,835)	\$ 19,646,302	\$ 5,022,067	\$ 24,668,369	
		-	-	-	-	-	( 1,217,479)	-	-	-	-	-	( 1,217,479)	246,716	( 970,763)	
		-	-	-	-	-	114	171,893	4,804	-	-	-	176,811	6,824	183,635	
		-	-	-	-	-	( 1,217,365)	171,893	4,804	-	-	-	( 1,040,668)	253,540	( 787,128)	
Appropriation of 2024 earnings	6(27)															
Cash dividends		-	-	-	-	-	( 1,625,454)	-	-	-	-	-	( 1,625,454)	( 774,582)	( 2,400,036)	
Employee stock options exercised	6(25)(26)	36,067	-	89,257	-	-	-	-	-	-	-	-	125,324	-	125,324	
Employee stock options exercised by subsidiary	6(26)	-	-	12,330	-	-	-	-	-	-	-	-	12,330	11,562	23,892	
Share-based payment transactions	6(26)	-	-	( 13)	-	-	-	-	-	-	-	-	( 13)	-	( 13)	
Restricted stock	6(26)	( 871)	( 44,168)	45,039	-	-	-	-	-	-	7,795	-	7,795	871	8,666	
Issuance of convertible bonds by subsidiary and converted into capital	6(26)	-	-	92	-	-	-	-	-	-	-	-	92	100	192	
Recognition of change in equity of associates in proportion to the Group's ownership	6(26)	-	-	68,125	-	-	-	-	-	-	-	-	68,125	30,656	98,781	
Balance at March 31, 2025		<u>\$ 8,157,767</u>	<u>(\$ 45,039)</u>	<u>\$ 6,730,902</u>	<u>\$ 3,070,603</u>	<u>\$ 1,477,639</u>	<u>(\$ 725,282)</u>	<u>\$ 349,564</u>	<u>(\$ 1,621,825)</u>	<u>\$ 51,181</u>	<u>(\$ 239,842)</u>	<u>(\$ 11,835)</u>	<u>\$ 17,193,833</u>	<u>\$ 4,544,214</u>	<u>\$ 21,738,047</u>	

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

CTCI CORPORATION AND SUBSIDIARIES  
CONSOLIDATED STATEMENTS OF CASH FLOWS  
FOR THE THREE-MONTH PERIODS ENDED MARCH 31, 2025 AND 2024  
(Expressed in thousands of New Taiwan dollars)

		Three months ended March 31	
	Notes	2025	2024
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>			
(Loss) profit before tax		( \$ 1,034,307 )	\$ 975,481
Adjustments			
Adjustments to reconcile profit (loss)			
Gain on financial assets at fair value through profit or loss	6(31)	( 71,478 )	( 32,078 )
Gain on disposal of property, plant and equipment	6(31)	( 28 )	( 368 )
Gain on lease modification	6(31)	( 143 )	( 64 )
Share of profit of associates and joint ventures accounted for using equity method	6(7)	( 119,318 )	( 88,729 )
Depreciation	6(31)(33)	257,966	273,507
Amortization	6(33)	54,640	44,914
Impairment loss determined in accordance with IFRS 9	12(2)	3,157,713	77,276
Interest income	6(29)	( 124,017 )	( 111,879 )
Dividend income	6(30)	( 646 )	( 240 )
Interest expense	6(32)	291,982	262,485
Construction revenue from service concession arrangements	6(12)	( 306,982 )	-
Gain on disposal of investment	6(31)	( 1,574 )	-
Compensation costs for employee stock options	6(34)	( 13 )	1,660
Compensation costs for restricted stock	6(34)	8,666	19,778
Changes in operating assets and liabilities			
Changes in operating assets			
Financial assets at fair value through profit or loss		4,417,469	1,157,953
Contract assets		2,171,148	1,641,888
Notes receivable		1,015	551
Accounts receivable		528,957	( 1,926,817 )
Accounts receivable - related parties		11,503	116,385
Other receivables	(	2,335 )	18,372
Inventories		11,759	29,027
Prepayments		672,406	( 41,193 )
Other current assets		-	( 5,496 )
Other non-current assets	(	66,438 )	( 185,976 )
Changes in operating liabilities			
Contract liabilities	(	1,504,293 )	2,198,052
Notes payable	(	9,388 )	18,049
Accounts payable	(	3,213,168 )	( 42,455 )
Accounts payable - related parties	(	5,724 )	( 64,512 )
Other payables	(	1,422,952 )	( 1,205,732 )
Other payables - related parties		1,279	1,788
Provisions		153,349	651,218
Other current liabilities	(	178,938 )	389,881
Other non-current liabilities	(	15,490 )	( 58,399 )
Cash inflow generated from operations		3,662,620	4,114,327
Interest received		122,946	101,815
Dividends received		646	240
Income tax refund		47,214	19,234
Interest paid	(	360,732 )	( 241,375 )
Income tax paid	(	340,205 )	( 226,629 )
Net cash flows from operating activities		3,132,489	3,767,612

(Continued)

CTCI CORPORATION AND SUBSIDIARIES  
CONSOLIDATED STATEMENTS OF CASH FLOWS  
FOR THE THREE-MONTH PERIODS ENDED MARCH 31, 2025 AND 2024  
(Expressed in thousands of New Taiwan dollars)

		Three months ended March 31	
	Notes	2025	2024
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>			
Increase in other receivables - related parties		( \$ 79 )	( \$ 28 )
Proceeds from disposal of financial assets at fair value through other comprehensive income - current	6(37)	-	99,015
Decrease (increase) in financial assets at amortized cost		2,937,007	( 5,713,113 )
Increase in investments accounted for using equity method	6(7)	( 9,000 )	( 21,900 )
Acquisition of property, plant and equipment	6(37)	( 29,283 )	( 172,110 )
Proceeds from disposal of property, plant and equipment		171	35,974
Increase in intangible assets		( 35,464 )	( 40,205 )
Decrease (increase) in refundable deposits		1,803	( 10,415 )
Increase in other non-current assets		( 2,177 )	( 7,522 )
Net cash flows from (used in) investing activities		<u>2,862,978</u>	<u>( 5,830,304 )</u>
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>			
Decrease in short-term borrowings		( 9,976,997 )	( 1,962,918 )
Decrease in short-term notes and bills payable		-	( 19,983 )
Decrease in lease liabilities		( 97,958 )	( 86,808 )
Increase in deposits received (recognized in other non-current liabilities)		22,762	44,208
Increase in long-term borrowings		5,759,850	6,129,599
Decrease in long-term borrowings		( 65,300 )	( 1,824,979 )
Issuance of bonds payable	6(18)	5,000,000	-
Proceeds from employee stock options exercised		<u>149,216</u>	<u>236,562</u>
Net cash flows from financing activities		<u>791,573</u>	<u>2,515,681</u>
Net increase in cash and cash equivalents		6,787,040	452,989
Cash and cash equivalents at beginning of period		<u>21,116,610</u>	<u>27,404,929</u>
Cash and cash equivalents at end of period		\$ 27,903,650	\$ 27,857,918

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

CTCI CORPORATION AND SUBSIDIARIES  
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
MARCH 31, 2025 AND 2024

(Expressed in thousands of New Taiwan dollars, except as otherwise indicated)

1. HISTORY AND ORGANIZATION

CTCI Corporation (the “Company”) was incorporated as a company limited by shares under the provisions of the Company Law of the Republic of China on April 6, 1979 and commenced its operations on May 1, 1979. The main business activities of the Company and its subsidiaries (collectively referred herein as the “Group”) are the design, survey, construction and inspection of various engineering and construction projects, plants, machinery and equipment and environmental protection projects. The Company’s shares have been listed and traded on the Taiwan Stock Exchange since May 1993.

2. THE DATE OF AUTHORIZATION FOR ISSUANCE OF THE CONSOLIDATED FINANCIAL STATEMENTS AND PROCEDURES FOR AUTHORIZATION

These consolidated financial statements were authorized for issuance by the Board of Directors on May 13, 2025.

3. APPLICATION OF NEW STANDARDS, AMENDMENTS AND INTERPRETATIONS

(1) Effect of the adoption of new issuances of or amendments to International Financial Reporting Standards (“IFRS®”) Accounting Standards that came into effect as endorsed by the Financial Supervisory Commission (“FSC”)

New standards, interpretations and amendments endorsed by the FSC and became effective from 2025 are as follows:

<u>New Standards, Interpretations and Amendments</u>	<u>Effective date by International Accounting Standards Board</u>
Amendments to IAS 21, ‘Lack of exchangeability’	January 1, 2025

The above standards and interpretations have no significant impact to the Group’s financial condition and financial performance based on the Group’s assessment.

(2) Effect of new issuances of or amendments to IFRS Accounting Standards as endorsed by the FSC but not yet adopted by the Group

New standards, interpretations and amendments endorsed by the FSC effective from 2025 are as follows:

New Standards, Interpretations and Amendments	Effective date by International Accounting Standards Board
Specific provisions of Amendments to IFRS 9 and IFRS 7, ‘Amendments to the classification and measurement of financial instruments’	January 1, 2026

The above standards and interpretations have no significant impact to the Group’s financial condition and financial performance based on the Group’s assessment.

(3) IFRS Accounting Standards issued by IASB but not yet endorsed by the FSC

New standards, interpretations and amendments issued by IASB but not yet included in the IFRS Accounting Standards as endorsed by the FSC are as follows:

New Standards, Interpretations and Amendments	Effective date by International Accounting Standards Board
Specific provisions of Amendments to IFRS 9 and IFRS 7, ‘Amendments to the classification and measurement of financial instruments’	January 1, 2026
Amendments to IFRS 9 and IFRS 7, ‘Contracts referencing nature- dependent electricity’	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 International Accounting Standards Board
IFRS 17, ‘Insurance contracts’	January 1, 2023
Amendments to IFRS 17, ‘Insurance contracts’	January 1, 2023
Amendment to IFRS 17, ‘Initial application of IFRS 17 and IFRS 9 – comparative information’	January 1, 2023
IFRS 18, ‘Presentation and disclosure in financial statements’	January 1, 2027
IFRS 19, ‘Subsidiaries without public accountability: disclosures’	January 1, 2027
Annual Improvements to IFRS Accounting Standards—Volume 11	January 1, 2026

Except for the following, the above standards and interpretations have no significant impact to the Group’s financial condition and financial performance based on the Group’s assessment.

IFRS 18, ‘Presentation and disclosure in financial statements’

IFRS 18, ‘Presentation and disclosure in financial statements’ replaces IAS 1. The standard introduces a defined structure of the statement of profit or loss, disclosure requirements related to management-defined performance measures, and enhanced principles on aggregation and disaggregation which

apply to the primary financial statements and notes.

#### 4. SUMMARY OF MATERIAL ACCOUNTING POLICIES

The principal accounting policies adopted are consistent with Note 4 in the consolidated financial statements for the year ended December 31, 2024, except for the compliance statement, basis of preparations, and basis of consolidation as set out below. These policies have been consistently applied to all the periods presented, unless otherwise stated.

##### (1) Compliance statement

- A. The consolidated financial statements of the Group have been prepared in accordance with the “Regulations Governing the Preparation of Financial Reports by Securities Issuers” and the International Accounting Standard 34, ‘Interim financial reporting’ that came into effect as endorsed by the FSC.
- B. These consolidated financial statements are to be read in conjunction with the consolidated financial statements for the year ended December 31, 2024.

##### (2) Basis of preparation

- A. Except for the following items, the consolidated financial statements have been prepared under the historical cost convention:
  - (a) Financial assets and financial liabilities (including derivative instruments) at fair value through profit or loss.
  - (b) Financial assets at fair value through other comprehensive income.
  - (c) Defined benefit liabilities recognized based on the net amount of pension fund assets less present value of defined benefit obligation.
- B. The preparation of financial statements in conformity with IFRSs requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Group’s accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the consolidated financial statements are disclosed in Note 5.

##### (3) Basis of consolidation

- A. Basis for preparation of consolidated financial statements:
  - (a) All subsidiaries are included in the Group’s consolidated financial statements. Subsidiaries are all entities controlled by the Group. The Group controls an entity when the Group is exposed, or has rights, to variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. Consolidation of subsidiaries begins from the date the Group obtains control of the subsidiaries and ceases when the Group loses control of the subsidiaries.

- (b) Inter-company transactions, balances and unrealized gains or losses on transactions between companies within the Group are eliminated. Accounting policies of subsidiaries consist with the policies adopted by the Group.
- (c) Profit or loss and each component of other comprehensive income are attributed to the owners of the parent and to the non-controlling interests. Total comprehensive income 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.
- (d) Changes in a parent's ownership interest in a subsidiary that do not result in the parent losing control of the subsidiary (transactions with non-controlling interests) are accounted for as equity transactions, i.e. transactions with owners in their capacity as owners. 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.

**B. Subsidiaries included in the consolidated financial statements:**

Name of Investor	Name of Subsidiary	Main Business Activities	Ownership (%)			Description
			March 31, 2025	December 31, 2024	March 31, 2024	
CTCI Corp. CTCI Development Corp.	CTCI Advanced Systems Inc.	Design and installation of software	48.17	48.22	48.29	Note 1
CTCI Corp.	CTCI Development Corp.	Real estate and leasing business	100.00	100.00	100.00	
CTCI Corp.	CTCI Investment Corp.	Investments	100.00	100.00	100.00	Note 7
CTCI Corp. CTCI Investment Corp.	CTCI Smart Engineering Corp.	Planning and design of construction projects	97.09	97.09	97.09	Note 9
CTCI Advanced Systems Inc.	CTCI Resources Engineering Inc.	Engineering technology service	100.00	100.00	100.00	
CTCI Corp. CTCI Development Corp.	CTCI USA Holding Inc.	Investments	100.00	100.00	100.00	Note 7
CTCI USA Holding Inc.	CTCI Americas, Inc.	Business development and related engineering services and planning	100.00	100.00	100.00	
CTCI Corp.	CTCI Singapore Pte.Ltd.	Planning and design of construction projects	100.00	100.00	100.00	Note 7

Name of Investor	Name of Subsidiary	Main Business Activities	Ownership (%)			Description
			March 31, 2025	December 31, 2024	March 31, 2024	
CTCI Investment Corp. CTCI Development Corp. ECOVE Environment Services Corp. CTCI Smart Engineering Corp. CTCI Resources Engineering Inc.	CTCI Chemical Corp.	Wholesale, manufacturing and retail of chemical products	75.49	75.49	75.49	Note 7
CTCI Corp. CTCI Investment Corp. CTCI Development Corp.	ECOVE Environment Corp.	Environmental engineering	53.45	53.56	53.88	
ECOVE Environment Corp.	ECOVE Wujih Energy Corp.	Environmental engineering	100.00	100.00	100.00	Note 9
ECOVE Environment Corp.	ECOVE Waste Management Corp.	Environmental engineering	100.00	100.00	100.00	
ECOVE Environment Corp.	ECOVE Environment Services Corp.	Environmental engineering	100.00	100.00	100.00	
ECOVE Environment Corp. ECOVE Environment Services Corp.	ECOVE Miaoli Energy Corp.	Environmental engineering	75.00	75.00	75.00	
ECOVE Environment Corp.	Yuan Ding Resources Management Corp.	Environmental engineering	100.00	100.00	100.00	Note 7
ECOVE Environment Services Corp.	ECOVE Environment Services Gangshan Corp.	Environmental engineering	100.00	100.00	100.00	
ECOVE Environment Services Corp.	ECOVE Resource Recycling Corp.	Environmental engineering	95.00	95.00	95.00	Note 7
CTCI Corp. ECOVE Environment Services Corp.	SINO GAL-Waste Services Co., Ltd.	Environmental engineering	60.00	60.00	60.00	Note 7、 Note 10
CTCI Corp.	CTCI Overseas (BVI) Corp.	Investments	100.00	100.00	100.00	Note 7
CTCI Overseas (BVI) Corp.	CTCI Overseas Co., Ltd.	Planning and design of construction projects	100.00	100.00	100.00	"
CTCI Overseas Co., Ltd.	CTCI Beijing Co., Ltd.	Planning and design of construction projects	100.00	100.00	100.00	Note 8
CTCI Overseas Co., Ltd.	CTCI Vietnam Company Limited	Planning and design of construction projects	100.00	100.00	100.00	Note 7
CTCI Overseas Co., Ltd.	Universal Engineering (BVI) Corp.	Planning and design of construction projects	100.00	100.00	100.00	"

Name of Investor	Name of Subsidiary	Main Business Activities	Ownership (%)			Description
			March 31, 2025	December 31, 2024	March 31, 2024	
CTCI Overseas Co., Ltd.	CIPEC Construction Company Inc.	Planning and design of construction projects	25.00	25.00	25.00	Note 1 、 Note 7
CTCI Overseas Co., Ltd. CTCI Development Corp.	CINDA Engineering & Construction Pvt. Ltd.	Planning and design of construction projects	100.00	100.00	100.00	Note 7
CTCI Corp. CTCI Overseas Co., Ltd.	CTCI Arabia Ltd.	Design and construction of chemical factories	100.00	100.00	100.00	//
CTCI Beijing Co., Ltd.	CTCI Shanghai Co., Ltd.	Consulting services for construction projects	100.00	100.00	100.00	//
CTCI Corp. CTCI Overseas Co., Ltd.	CTCI Engineering & Construction Sdn. Bhd.	Planning and design of construction projects	100.00	100.00	100.00	//
CTCI Overseas Co., Ltd.	Sumber Mampu Sdn. Bhd.	Investments	10.00	10.00	10.00	Note 1 、 Note 7
Sumber Mampu Sdn. Bhd. CTCI Engineering & Construction Sdn. Bhd.	CTCI Malaysia Sdn. Bhd.	Planning and design of construction projects	100.00	100.00	100.00	Note 7
CTCI Corp. Superiority (Thailand) Co., Ltd.	CTCI (Thailand) Co., Ltd.	Planning and design of construction projects	100.00	100.00	100.00	//
CTCI Advanced Systems Inc.	Century Ahead Ltd.	Investments	100.00	100.00	100.00	//
Century Ahead Ltd.	CTCI Advanced Systems Shanghai Inc.	Computer skills services	100.00	100.00	100.00	//
Universal Engineering (BVI) Corporation	Superiority (Thailand) Co., Ltd	Planning and design of construction projects	49.00	49.00	49.00	Note 1 、 Note 7
CTCI Corp.	CTCI Machinery Corp.	Planning and design of construction projects	100.00	100.00	100.00	
CTCI Corp.	CCJV P1 Engineering & Construction Sdn. Bhd.	Planning of construction projects	99.00	99.00	99.00	Note 7
CTCI Development Corp.	Crown Asia-2 Investment Limited	Investments	-	-	100.00	Note 6 、 Note 7
CTCI Corp.	CTCI-HDEC (Chungli) Corp.	Waste water treatment sewerage system	51.00	51.00	51.00	Note 7

Name of Investor	Name of Subsidiary	Main Business Activities	Ownership (%)			Description
			March 31, 2025	December 31, 2024	March 31, 2024	
CTCI Corp.	PT CTCI International Indonesia	Planning and design of construction projects	79.00	79.00	79.00	Note 7
ECOVE Environment Corp. ECOVE Environment Services Corp.	ECOVE Solvent Recycling Corp.	Environmental engineering	100.00	100.00	100.00	"
ECOVE Environment Corp.	ECOVE Solar Energy Corp.	Electric Power Supply	-	-	100.00	Note 3
ECOVE Environment Corp.	ECOVE Solar Power Corp.	Electric Power Supply	100.00	100.00	-	"
ECOVE Solar Energy Corp.			-	-	100.00	
ECOVE Solar Energy Corp.	ECOVE South Corp. Ltd.	Electric Power Supply	-	-	100.00	Note 3 、 Note 8
ECOVE Environment Corp.	G.D International, LLC.	Electric Power Supply	100.00	100.00	-	Note 3
ECOVE Solar Energy Corp.			-	-	100.00	
G.D International, LLC	Lumberton Solar W2-090, LLC.	Electric Power Supply	100.00	100.00	100.00	
CTCI Beijing Co., Ltd.	CTCI Innovation Co., Ltd.	Computer skills services	100.00	100.00	100.00	Note 7
CTCI Corp.	MASTEQ Engineering Sdn. Bhd.	Planning and design of construction projects	100.00	100.00	100.00	"
CTCI Corp. CTCI USA Holding Inc.	CTME S. A. DE C.V.	Planning and design of construction projects	100.00	100.00	100.00	"
CTCI Resources Engineering Inc.	CTCI Resources Construction Inc.	Construction Industry	100.00	100.00	100.00	"
ECOVE Environment Corp. CTCI Corp. ECOVE Environment Services Corp.	ECOVE Chiayi Energy Corp.	Environmental engineering	100.00	100.00	100.00	Note 8
CTCI Investment Corp.	CTCI Construction Corp.	Construction Industry	100.00	100.00	-	Note 2 、 Note 9
CTCI Corp.	CTCI STSP Water Resources Corp.	Waste water treatment sewerage system	100.00	100.00	-	Note 4 、 Note 9
CTCI Advanced Systems Inc. CTCI Resources Engineering Inc.	CTCI Flourish Long Term Care Corporation	Long-term Care Services	99.98	99.98	-	Note 5 、 Note 9

- Note 1: Since the Company had control over these entities' finance, business and personnel, these subsidiaries that were less than 50% owned by the Company directly or indirectly were included in the consolidated financial statements.
- Note 2: The Board of Directors of the subsidiary, CTCI Investment Corp., resolved to establish CTCI Construction Corp. during its meeting in April 2024 and injected capital in May 2024 amounting to \$5,000.
- Note 3: The subsidiary, ECOVE Environment Corp., conducted a simple merger with the second-tier subsidiaries, ECOVE Solar Energy Corp. and ECOVE South Corp. Ltd., in line with the Group restructuring in June 2024. ECOVE Solar Energy Corp. and ECOVE South Corp. Ltd. were dissolved under the approval of the Ministry of Economic Affairs.
- Note 4: The Board of Directors of the Company resolved to establish CTCI STSP Water Resources Corp. during its meeting in November 2022 and injected capital in September 2024 amounting to \$10,000.
- Note 5: The Board of Directors of the subsidiary, CTCI Resources Engineering Inc., resolved to establish CTCI Flourish Long Term Care Corporation during its meeting in June 2024 and injected capital in December 2024 amounting to \$11,996.
- Note 6: The liquidation of the second-tier subsidiary, Crown Asia-2 Investment Limited was completed in November 2024 and the amount of capital contribution returned was \$19.
- Note 7: The financial statements of the entity as of and for the three-month periods ended March 31, 2025 and 2024 were not reviewed by independent auditors as the entity did not meet the definition of significant subsidiary.
- Note 8: The financial statements of the entity as of and for the three-month period ended March 31, 2024 were not reviewed by independent auditors as the entity did not meet the definition of significant subsidiary
- Note 9: The financial statements of the entity as of and for the three-month period ended March 31, 2025 were not reviewed by independent auditors as the entity did not meet the definition of significant subsidiary.
- Note 10: The contract between the second-tier subsidiary, SINO GAL-Waste Services Co., Ltd., and the Macau Refuse Incineration Plant of the Macao Environmental Protection Bureau ended on November 30, 2024. Additionally, SINO GAL-Waste Services Co., Ltd. signed a short-term service contract with the Macao Environmental Protection Bureau on December 1, 2024, and the contract period was up to May 31, 2025.
- C. Subsidiaries not included in the consolidated financial statements: None.
- D. Adjustments for subsidiaries with different balance sheet date: None.
- E. Significant restrictions: None.

F. Subsidiaries that have non-controlling interests that are material to the Group:

As of March 31, 2025, December 31, 2024 and March 31, 2024, the non-controlling interest amounted to \$4,544,214, \$5,022,067 and \$4,445,715, respectively. The information on non-controlling interest and respective subsidiaries is as follows:

Name of subsidiary	Principal place of business	Non-controlling interest					
		March 31, 2025		December 31, 2024		March 31, 2024	
		Amount	Ownership (%)	Amount	Ownership (%)	Amount	Ownership (%)
ECOVE Environment Corp.	Taiwan	\$3,355,179	46.55%	\$3,707,434	46.44%	\$3,060,097	46.12%

Summarized financial information of the subsidiary:

Balance sheets

	ECOVE Environment Corp.		
	March 31, 2025	December 31, 2024	March 31, 2024
Current assets	\$ 5,633,369	\$ 5,236,794	\$ 5,605,811
Non-current assets	8,247,120	8,112,980	8,142,570
Current liabilities	( 4,015,247)	( 2,666,878)	( 3,842,324)
Non-current liabilities	( 3,233,539)	( 3,286,975)	( 3,697,964)
Total net assets	<u>\$ 6,631,703</u>	<u>\$ 7,395,921</u>	<u>\$ 6,208,093</u>

Statements of comprehensive income

	ECOVE Environment Corp.	
	For the three-month periods ended	
	March 31,	
	2025	2024
Revenue	\$ 2,218,838	\$ 1,950,255
Profit before income tax	468,023	435,381
Income tax expense	( 80,661)	( 71,046)
Profit for the period	387,362	364,335
Other comprehensive income, net of tax	27,512	28,134
Total comprehensive income for the period	<u>\$ 414,874</u>	<u>\$ 392,469</u>
Comprehensive income attributable to non-controlling interest	<u>\$ 62,696</u>	<u>\$ 75,351</u>

## Statements of cash flows

	ECOVE Environment Corp.	
	For the three-month periods ended	
	March 31,	
	2025	2024
Net cash flows from operating activities	\$ 1,151,234	\$ 1,295,688
Net cash flows from (used in) investing activities	246,317	( 761,167)
Net cash flows (used in) from financing activities	( 77,070)	341,799
Increase in cash and cash equivalents	1,320,481	876,320
Cash and cash equivalents, beginning of period	2,003,967	1,663,477
Cash and cash equivalents, end of period	<u>\$ 3,324,448</u>	<u>\$ 2,539,797</u>

### (4) Employee benefits

Pension cost for the interim period is calculated on a year-to-date basis by using the pension cost rate derived from the actuarial valuation at the end of the prior financial year, adjusted for significant market fluctuations since that time and for significant curtailments, settlements, or other significant one-off events. Also, the related information is disclosed accordingly.

### (5) Income tax

- A. The interim period income tax expense is recognized based on the estimated average annual effective income tax rate expected for the full financial year applied to the pretax income of the interim period, and the related information is disclosed accordingly.
- B. If a change in tax rate is enacted or substantively enacted in an interim period, the Group recognizes the effect of the change immediately in the interim period in which the change occurs. The effect of the change on items recognized outside profit or loss is recognized in other comprehensive income or equity while the effect of the change on items recognized in profit or loss is recognized in profit or loss.

## 5. CRITICAL ACCOUNTING JUDGEMENTS, ESTIMATES AND KEY SOURCES OF ASSUMPTION UNCERTAINTY

There have been no significant changes as of March 31, 2025. Refer to Note 5 of the consolidated financial statements for the year ended December 31, 2024.

## 6. DETAILS OF SIGNIFICANT ACCOUNTS

### (1) Cash and cash equivalents

	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
Cash on hand and revolving funds	\$ 162,003	\$ 108,097	\$ 106,464
Checking accounts and demand deposits	20,793,594	18,173,288	25,191,082
Time deposits	6,948,053	2,835,225	2,560,372
	<u>\$ 27,903,650</u>	<u>\$ 21,116,610</u>	<u>\$ 27,857,918</u>

A. The Group transacts with a variety of financial institutions all with high credit quality to disperse credit risk, so it expects that the probability of counterparty default is remote.

B. Details of the Group's cash and cash equivalents pledged to others as collateral are provided in Note 8.

### (2) Financial assets and liabilities at fair value through profit or loss - Current

<u>Items</u>	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
Current items:			
Financial assets mandatorily measured at fair value through profit or loss			
Beneficiary certificates	\$ 1,037,504	\$ 5,509,308	\$ 1,590,164
Equity securities	29,976	-	-
Convertible bonds - call/put options	-	-	570
Derivatives	25,494	8,466	15,260
	<u>1,092,974</u>	<u>5,517,774</u>	<u>1,605,994</u>
Valuation adjustment	42,130	62,121	29,748
	<u>\$ 1,135,104</u>	<u>\$ 5,579,895</u>	<u>\$ 1,635,742</u>
Financial liabilities mandatorily measured at fair value through profit or loss			
Derivatives	\$ 67,258	\$ 150,640	\$ 45,646
Convertible bonds - call/put options	76,200	83,400	-
	<u>\$ 143,458</u>	<u>\$ 234,040</u>	<u>\$ 45,646</u>

A. Amounts recognized in profit or loss in relation to financial assets at fair value through profit or loss are listed below:

	For the three-month periods ended March 31,	
	2025	2024
Financial assets mandatorily measured at fair value through profit or loss		
Beneficiary certificates	\$ 41,408	\$ 66,623
Equity securities	( 576)	-
Convertible bonds - call/put options	-	120
Derivatives	29,625	31,950
	<u>\$ 70,457</u>	<u>\$ 98,693</u>
Financial liabilities mandatorily measured at fair value through profit or loss		
Derivatives	(\$ 6,179)	(\$ 66,615)
Convertible bonds - call/put options	7,200	-
	<u>\$ 1,021</u>	<u>(\$ 66,615)</u>

B. The Group entered into contracts relating to derivative financial assets and liabilities which were not accounted for under hedge accounting. The information is listed below:

	March 31, 2025		
	Contract Amount (notional principal)		Contract Period
Foreign exchange swap contract (10 items)	USD	60,000 thousand	2024.09.02-2025.05.02
Merchandise exchange contract (6 items)	USD	8,635 thousand	2024.10.15-2026.03.18
Foreign exchange contract-buy (1 item)	USD	987 thousand	2025.03.18-2025.06.20
Foreign exchange contract-sell (8 item)	USD	7,503 thousand	2024.12.04-2027.05.12
Non-delivery foreign exchange contract-sell (8 items)	USD	13,000 thousand	2025.03.03-2025.09.24
Non-delivery foreign exchange contract-sell (2 items)	JPY	217,721 thousand	2024.11.29-2025.09.29
Non-delivery foreign exchange contract-buy (1 items)	USD	2,000 thousand	2025.02.06-2025.04.07
Non-delivery foreign exchange contract-buy (6 items)	JPY	2,032,367 thousand	2024.09.24-2025.09.29

	December 31, 2024			
	Contract Amount (notional principal)			Contract Period
Foreign exchange swap contract (15 items)	USD	88,500	thousand	2024.06.05-2025.05.02
Merchandise exchange contract (20 items)	USD	20,414	thousand	2024.04.10-2025.07.16
Foreign exchange contract-buy (1 item)	USD	2,411	thousand	2024.10.04-2025.03.26
Foreign exchange contract-sell (12 item)	USD	10,874	thousand	2024.12.04-2027.05.12
Non-delivery foreign exchange contract-sell (1 items)	USD	2,000	thousand	2024.10.07-2025.01.09
Non-delivery foreign exchange contract-sell (4 items)	JPY	664,662	thousand	2024.11.29-2025.09.29
Non-delivery foreign exchange contract-buy (8 items)	JPY	2,479,309	thousand	2024.09.24-2025.09.29
	March 31, 2024			
	Contract Amount (notional principal)			Contract Period
Foreign exchange swap contract (4 items)	USD	23,700	thousand	2024.03.13-2024.06.25
Merchandise exchange contract (18 items)	USD	19,124	thousand	2023.07.17-2024.09.18
Foreign exchange contract-buy (1 items)	CNY	8,000	thousand	2024.03.21-2024.05.22
Foreign exchange contract-buy (3 items)	USD	12,000	thousand	2023.10.25-2024.06.21
Foreign exchange swap contract (1 item)	THB	77,000	thousand	2023.10.18-2024.04.21
Non-delivery foreign exchange contract-sell (8 items)	USD	31,000	thousand	2023.08.04-2024.12.24
Non-delivery foreign exchange contract-buy (2 items)	USD	2,000	thousand	2024.03.22-2024.12.24

The Group entered into contracts relating to derivative financial products to hedge exchange rate risk of import or export proceeds and price fluctuation risk of materials. However, these contracts are not accounted for under hedge accounting.

(3) Financial assets at fair value through other comprehensive income

Items	March 31, 2025	December 31, 2024	March 31, 2024
Current items:			
Equity instruments			
Listed stocks	\$ 201,029	\$ 201,029	\$ 201,029
Valuation adjustment	33,260	26,380	24,716
Total	<u>\$ 234,289</u>	<u>\$ 227,409</u>	<u>\$ 225,745</u>
Non-current items:			
Equity instruments			
Unlisted shares	\$ 2,546,052	\$ 2,546,052	\$ 2,546,052
Valuation adjustment	( 2,013,783)	( 2,013,783)	( 1,893,799)
Total	<u>\$ 532,269</u>	<u>\$ 532,269</u>	<u>\$ 652,253</u>

- A. The Group has elected to classify investments that are considered to be strategic investments or steady dividend income as financial assets at fair value through other comprehensive income.
- B. Amounts recognized in profit or loss and other comprehensive income in relation to the financial assets at fair value through other comprehensive income are listed below:

	For the three-month periods ended March 31,	
	2025	2024
<u>Equity instruments at fair value through other comprehensive income</u>		
Fair value change recognized in other comprehensive income (loss)	<u>\$ 6,880</u>	<u>(\$ 21,010)</u>
Cumulative gains reclassified to retained earnings due to derecognition	<u>\$ -</u>	<u>\$ 74,883</u>
Dividend income recognized in profit or loss		
Held at end of the period	\$ -	\$ -
Derecognized during the period	-	-
	<u>\$ -</u>	<u>\$ -</u>

(4) Financial assets at amortized cost

Items	March 31, 2025	December 31, 2024	March 31, 2024
Current items:			
Restricted time deposits with maturity under three months	\$ -	\$ -	\$ 30,000
Time deposits with maturity over three months	6,456,253	9,145,864	7,277,774
Total	<u>\$ 6,456,253</u>	<u>\$ 9,145,864</u>	<u>\$ 7,307,774</u>
Non-current items:			
Pledged demand deposits	\$ 11,716	\$ 11,492	\$ 22,834
Pledged time deposits	90,585	260,027	399,030
Time deposits with maturity over one year	145,897	224,075	-
Total	<u>\$ 248,198</u>	<u>\$ 495,594</u>	<u>\$ 421,864</u>

A. As at March 31, 2025, December 31, 2024 and March 31, 2024, without taking into account any collateral held or other credit enhancements, the maximum exposure to credit risk in respect of the amount that best represents the financial assets at amortized cost held by the Group was \$6,704,451, \$9,641,458 and \$7,729,638, respectively.

B. Details of restricted time deposits with maturity under three months, demand deposits and time deposits pledged to others as collateral are provided in Note 8.

(5) Notes and accounts receivable

	March 31, 2025	December 31, 2024	March 31, 2024
Notes receivable	\$ 618	\$ 1,633	\$ 18,410
Accounts receivable	5,442,378	5,941,944	20,942,712
Long-term receivables due in one year	552,323	549,868	483,774
Lease payments receivable	95,644	94,839	92,465
Less: Allowance for uncollectible accounts	( 310,738)	( 306,036)	( 440,709)
	<u>\$ 5,780,225</u>	<u>\$ 6,282,248</u>	<u>\$ 21,096,652</u>

- A. The ageing analysis of notes receivable, accounts receivable and certain long-term receivables recognized in other non-current assets is as follows:

	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
	<u>Accounts receivable</u>	<u>Accounts receivable</u>	<u>Accounts receivable</u>
Not past due	\$ 4,700,300	\$ 25,419,695	\$ 20,279,680
Up to 30 days	177,523	88,860	285,287
31 to 90 days	241,390	48,711	101,448
91 to 180 days	51,416	8,041	3,925
Over 181 days	272,367	299,043	290,782
	<u>\$ 5,442,996</u>	<u>\$ 25,864,350</u>	<u>\$ 20,961,122</u>

The above analysis is calculated based on past due date.

Note : As of March 31, 2025, accounts receivable of BKRF amounting to \$20,163,761 were reassessed in accordance with the restructuring plan. Therefore, accounts receivable were not included in the abovementioned ageing analysis. Refer to Note 6(13)A(e) for the details.

- B. As of March 31, 2025, December 31, 2024, March 31, 2024 and January 1, 2024, the balances of receivables (including notes receivable) and certain long-term receivables recognized in other non-current assets from contracts with customers amounted to \$25,606,757, \$25,864,350, \$20,961,122, and \$18,955,737, respectively.
- C. As of March 31, 2025, December 31, 2024 and March 31, 2024, without taking into account any collateral held or other credit enhancements, the maximum exposure to credit risk in respect of the amount that best represents the receivables (including notes receivable) held by the Group was \$21,804,799, \$25,241,773 and \$20,520,413, respectively.
- D. Information relating to long-term receivables due in one year is provided in Note 6(13).
- E. Information relating to lease payments receivable is provided in Note 6(10).
- F. Information relating to credit risk is provided in Note 12(2) C(b).
- G. Details of long-term receivables due in one year pledged to others as collateral are provided in Note 8.

(6) Prepayments

	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
Prepayment for materials	\$ 1,999,210	\$ 2,086,857	\$ 2,521,315
Prepayment for construction in progress	618,561	846,087	794,368
Excess business tax paid	879,074	1,218,566	419,125
Others	1,325,810	1,375,075	1,220,299
	<u>\$ 4,822,655</u>	<u>\$ 5,526,585</u>	<u>\$ 4,955,107</u>

(7) Investments accounted for using the equity method

	<u>2025</u>	<u>2024</u>
At January 1	\$ 3,335,879	\$ 3,116,542
Increase in investment accounted for using equity method	9,000	21,900
Share of profit of investments accounted for using the equity method	119,318	88,729
Changes in capital surplus	98,780	267
Changes in other equity items	20,146	2,142
At March 31	<u>\$ 3,583,123</u>	<u>\$ 3,229,580</u>

Associates:	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
Pan Asia Corp.	\$ 496,716	\$ 463,284	\$ 389,922
Boretech Resource Recovery Engineering Co., Ltd. (Cayman)	874,807	719,796	667,707
Blue Whale Water Technology Corp.	439,560	425,363	413,032
EVER ECOVE Corp.	756,938	733,185	735,674
HDEC-CTCI (Linhai) Corp.	384,645	373,104	523,615
Jing Ding Green Energy Technology Co., Ltd.	189,132	181,928	178,905
Bao Ding Reclaimed Water Co., Ltd.	441,325	439,219	320,725
	<u>\$ 3,583,123</u>	<u>\$ 3,335,879</u>	<u>\$ 3,229,580</u>

## Associates

- A. The carrying amount of the Group's interests in all individually immaterial associates and the Group's share of the operating results are summarized below:

As of March 31, 2025, December 31, 2024 and March 31, 2024, the carrying amount of the Group's individually immaterial associates amounted to \$3,583,123, \$3,335,879, and \$3,229,580, respectively.

	For the three-month periods ended March 31,	
	2025	2024
Total comprehensive income	\$ 139,464	\$ 90,871

- B. The financial statements of above investments accounted for using the equity method as of and for the three-month periods ended March 31, 2025 and 2024 were not reviewed by independent auditors.
- C. The investments accounted for using the equity method, Pan Asia Corp., Blue Whale Water Technology Corp., EVER ECOVE Corp., HDEC-CTCI (Linhai) Corp., Jing Ding Green Energy Technology Co., Ltd, and Bao Ding Reclaimed Water Co. Ltd., were accounted for based on the investees' financial statements audited by other auditors as of and for the year ended December 31, 2024.
- D. In December 2024, August 2024 and March 2024, the Group acquired 6,000,000, 6,000,000 and 2,190,000 shares of Bao Ding Reclaimed Water Co., Ltd. in the amount of \$60,000, \$60,000 and \$21,900, respectively, representing 30% equity interest.
- E. In September 2020, the Board of Directors of the Company's second-tier subsidiary, ECOVE Environment Service Corp., resolved to invest an aggregate amount of \$650,000 in Jing Ding Green Energy Technology Co., Ltd. For the three-month period ended March 31, 2025, the second-tier subsidiary invested \$9,000 in Jing Ding Green. As of March 31, 2025 and 2024, the second-tier subsidiary has invested \$204,000 and \$186,000, respectively, representing 30% equity interest.
- F. On March 6, 2025, the associate, Boretech Resource Recovery Engineering Co., Ltd. (Cayman), issued new shares. The ownership percentages of the subsidiaries, ECOVE Environment Corp. and CTCI Machinery Corp., in the associate changed because the subsidiaries, ECOVE Environment Corp. and CTCI Machinery Corp., did not subscribe the new shares proportionately. Consequently, the subsidiaries, ECOVE Environment Corp. and CTCI Machinery Corp., increased 'capital surplus' and 'investments accounted for using the equity method' by \$98,408 and reclassified the gain previously recognized in other comprehensive income to profit or loss proportionately to the decrease in ownership percentage amounting to \$1,575.

(8) Property, plant and equipment

	Land	Buildings and structures	Machinery	Transportation equipment	Office equipment	Unfinished construction	Others	Total
<u>At January 1, 2025</u>								
Cost	\$ 5,193,241	\$ 7,023,176	\$ 7,193,356	\$ 406,637	\$ 347,464	\$ 95,086	\$ 1,126,099	\$ 21,385,059
Accumulated depreciation	-	( 2,828,678)	( 2,922,934)	( 352,314)	( 284,049)	-	( 1,061,291)	( 7,449,266)
	<u>\$ 5,193,241</u>	<u>\$ 4,194,498</u>	<u>\$ 4,270,422</u>	<u>\$ 54,323</u>	<u>\$ 63,415</u>	<u>\$ 95,086</u>	<u>\$ 64,808</u>	<u>\$ 13,935,793</u>
<u>2025</u>								
Opening net book amount	\$ 5,193,241	\$ 4,194,498	\$ 4,270,422	\$ 54,323	\$ 63,415	\$ 95,086	\$ 64,808	\$ 13,935,793
Additions	-	1,315	10,598	-	310	4,789	392	17,404
Disposals	-	-	-	-	( 143)	-	-	( 143)
Depreciation charge	-	( 52,786)	( 106,352)	( 4,684)	( 4,208)	-	( 5,286)	( 173,316)
Reclassifications	-	-	( 137)	-	( 1,246)	-	1,383	-
Net exchange differences	2,629	16,781	5,154	101	88	-	169	24,922
Closing net book amount	<u>\$ 5,195,870</u>	<u>\$ 4,159,808</u>	<u>\$ 4,179,685</u>	<u>\$ 49,740</u>	<u>\$ 58,216</u>	<u>\$ 99,875</u>	<u>\$ 61,466</u>	<u>\$ 13,804,660</u>
<u>At March 31, 2025</u>								
Cost	\$ 5,195,870	\$ 7,041,272	\$ 7,192,455	\$ 406,738	\$ 345,511	\$ 99,875	\$ 1,125,751	\$ 21,407,472
Accumulated depreciation	-	( 2,881,464)	( 3,012,770)	( 356,998)	( 287,295)	-	( 1,064,285)	( 7,602,812)
	<u>\$ 5,195,870</u>	<u>\$ 4,159,808</u>	<u>\$ 4,179,685</u>	<u>\$ 49,740</u>	<u>\$ 58,216</u>	<u>\$ 99,875</u>	<u>\$ 61,466</u>	<u>\$ 13,804,660</u>

	Land	Buildings and structures	Machinery	Transportation equipment	Office equipment	Unfinished construction	Others	Total
At January 1, 2024								
Cost	\$ 5,181,975	\$ 6,972,234	\$ 7,099,628	\$ 396,080	\$ 340,084	\$ 78,100	\$ 1,133,963	\$ 21,202,064
Accumulated depreciation	-	( 2,612,806)	( 2,667,721)	( 342,972)	( 260,688)	-	( 1,054,009)	( 6,938,196)
	<u>\$ 5,181,975</u>	<u>\$ 4,359,428</u>	<u>\$ 4,431,907</u>	<u>\$ 53,108</u>	<u>\$ 79,396</u>	<u>\$ 78,100</u>	<u>\$ 79,954</u>	<u>\$ 14,263,868</u>
2024								
Opening net book amount	\$ 5,181,975	\$ 4,359,428	\$ 4,431,907	\$ 53,108	\$ 79,396	\$ 78,100	\$ 79,954	\$ 14,263,868
Additions	-	1,009	26,520	12,280	-	3,595	6,166	49,570
Disposals	-	-	( 35,606)	-	-	-	-	( 35,606)
Depreciation charge	-	( 55,719)	( 103,690)	( 4,878)	( 4,370)	-	( 6,871)	( 175,528)
Transfers	-	-	8,820	-	-	-	-	8,820
Net exchange differences	3,547	25,982	19,404	( 77)	256	-	60	49,172
Closing net book amount	<u>\$ 5,185,522</u>	<u>\$ 4,330,700</u>	<u>\$ 4,347,355</u>	<u>\$ 60,433</u>	<u>\$ 75,282</u>	<u>\$ 81,695</u>	<u>\$ 79,309</u>	<u>\$ 14,160,296</u>
At March 31, 2024								
Cost	\$ 5,185,522	\$ 6,999,225	\$ 7,118,766	\$ 408,283	\$ 340,340	\$ 81,695	\$ 1,140,189	\$ 21,274,020
Accumulated depreciation	-	( 2,668,525)	( 2,771,411)	( 347,850)	( 265,058)	-	( 1,060,880)	( 7,113,724)
	<u>\$ 5,185,522</u>	<u>\$ 4,330,700</u>	<u>\$ 4,347,355</u>	<u>\$ 60,433</u>	<u>\$ 75,282</u>	<u>\$ 81,695</u>	<u>\$ 79,309</u>	<u>\$ 14,160,296</u>

A. Amount of borrowing costs capitalized as part of property, plant and equipment and the range of the interest rates for such capitalization are as follows:

	For the three-month periods ended March 31,	
	2025	2024
Amount capitalized	\$ 136	\$ -
Range of the interest rates for capitalization	1.325%	-

B. Refer to Note 8 for the details of pledged property, plant and equipment.

C. Transfers pertain to the reclassification from prepayments for business facilities (shown as other non-current assets).

(9) Leasing arrangements - lessee

A. The Group leases various assets including land, buildings, business vehicles, multifunction printers, etc. Rental contracts are typically made for periods of 1 to 7 years. Lease terms are negotiated on an individual basis and contain a wide range of different terms and conditions. The lease agreements do not impose covenants, but leased assets may not be used as security for borrowing purposes.

B. The carrying amount of right-of-use assets and the depreciation charge are as follows:

	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
	<u>Carrying amount</u>	<u>Carrying amount</u>	<u>Carrying amount</u>
Land	\$ 246,746	\$ 288,440	\$ 423,439
Buildings	346,805	330,242	367,821
Transportation equipment (Business vehicles)	46,475	57,041	50,064
Office equipment (Photocopiers)	14,293	15,437	16,289
Other equipment	19,371	2,150	1,373
	<u>\$ 673,690</u>	<u>\$ 693,310</u>	<u>\$ 858,986</u>

	<u>For the three-month periods ended March 31,</u>	
	<u>2025</u>	<u>2024</u>
	<u>Depreciation charge</u>	<u>Depreciation charge</u>
Land	\$ 38,118	\$ 47,147
Buildings	31,577	36,058
Transportation equipment (Business vehicles)	10,465	10,914
Office equipment (Photocopiers)	1,465	1,636
Other equipment	1,595	737
	<u>\$ 83,220</u>	<u>\$ 96,492</u>

C. For the three-month periods ended March 31, 2025 and 2024, the additions to right-of-use assets were \$71,169 and \$60,082, respectively.

D. The information on income and expense accounts relating to lease contracts is as follows:

	<u>For the three-month periods ended March 31,</u>	
	<u>2025</u>	<u>2024</u>
<u>Items affecting profit or loss</u>		
Interest expense on lease liabilities	\$ 4,719	\$ 5,239
Gain on lease modification	143	64
Expense on short-term lease contracts	107,089	90,307
Expense on leases of low-value assets	1,241	1,116
Expense on variable lease payments	19,879	20,493

E. For the three-month periods ended March 31, 2025 and 2024, the Group's total cash outflow for leases were \$226,167 and \$198,724, respectively.

F. Variable lease payments:

(a) The Group's lease contract contains a variable lease payment term that is linked to the amount of electricity generated by solar energy. Changes in variable lease payments are recognized as expense in the period specified in the contract.

(b) A 1% increase in the electricity generated from solar energy would increase total lease payments by approximately 1% in accordance with the relevant variable lease contract.

(10) Leasing arrangements – lessor

A. The Group leases buildings. Rental contract is made for period of 20 years.

B. The Group leases buildings through finance leases, and recognizes lease payments receivable under IFRS 16. Details are provided in Note 6(13). Information on profit or loss in relation to lease contract is as follows:

	For the three-month periods ended March 31,	
	2025	2024
Finance income from the net investment in the finance lease	\$ 20,340	\$ 21,118

C. The maturity analysis of the undiscounted lease payments in the finance lease is as follows:

	March 31, 2025	March 31, 2024
From April 1, 2024 to March 31, 2025	\$ -	\$ 175,000
From April 1, 2025 to March 31, 2026	175,000	175,000
From April 1, 2026 to March 31, 2027	175,000	175,000
From April 1, 2027 to March 31, 2028	175,000	175,000
From April 1, 2028 to March 31, 2029	175,000	175,000
From April 1, 2029 to March 31, 2030	175,000	175,000
After April 1, 2030	2,333,333	2,333,333
	<u>\$ 3,208,333</u>	<u>\$ 3,383,333</u>

D. Reconciliation of the undiscounted lease payments and the net investment in the finance lease is provided as follows:

	March 31, 2025		December 31, 2024		March 31, 2024	
	Current	Non-current	Current	Non-current	Current	Non-current
Undiscounted lease payments	\$ 175,000	\$ 3,033,333	\$ 175,000	\$ 3,077,083	\$ 175,000	\$ 3,208,333
Unearned finance income	( 79,356)	( 741,006)	( 80,161)	( 760,541)	( 82,535)	( 820,362)
Net investment in the lease	<u>\$ 95,644</u>	<u>\$ 2,292,327</u>	<u>\$ 94,839</u>	<u>\$ 2,316,542</u>	<u>\$ 92,465</u>	<u>\$ 2,387,971</u>

(11) Investment property

	Land	Buildings and structures	Total
<u>At January 1, 2025</u>			
Cost	\$ 813,353	\$ 223,431	\$ 1,036,784
Accumulated depreciation	-	( 99,428)	( 99,428)
	<u>\$ 813,353</u>	<u>\$ 124,003</u>	<u>\$ 937,356</u>
<u>2025</u>			
Opening net book amount	\$ 813,353	\$ 124,003	\$ 937,356
Depreciation charge	-	( 1,430)	( 1,430)
Closing net book amount	<u>\$ 813,353</u>	<u>\$ 122,573</u>	<u>\$ 935,926</u>
<u>At March 31, 2025</u>			
Cost	\$ 813,353	\$ 223,431	\$ 1,036,784
Accumulated depreciation	-	( 100,858)	( 100,858)
	<u>\$ 813,353</u>	<u>\$ 122,573</u>	<u>\$ 935,926</u>
	Land	Buildings and structures	Total
<u>At January 1, 2024</u>			
Cost	\$ 813,353	\$ 223,431	\$ 1,036,784
Accumulated depreciation	-	( 93,478)	( 93,478)
	<u>\$ 813,353</u>	<u>\$ 129,953</u>	<u>\$ 943,306</u>
<u>2024</u>			
Opening net book amount	\$ 813,353	\$ 129,953	\$ 943,306
Depreciation charge	-	( 1,487)	( 1,487)
Closing net book amount	<u>\$ 813,353</u>	<u>\$ 128,466</u>	<u>\$ 941,819</u>
<u>At March 31, 2024</u>			
Cost	\$ 813,353	\$ 223,431	\$ 1,036,784
Accumulated depreciation	-	( 94,965)	( 94,965)
	<u>\$ 813,353</u>	<u>\$ 128,466</u>	<u>\$ 941,819</u>

- A. Rental income from investment property and direct operating expenses arising from investment property are shown below:

	For the three-month periods ended March 31,	
	2025	2024
Rental income from investment property	\$ 8,194	\$ 7,835
Direct operating expenses arising from the investment property that generated rental income during the period	\$ 962	\$ 1,010
Direct operating expenses arising from the investment property that did not generate rental income during the period	\$ 537	\$ 530

- B. The fair value of the investment property held by the Group as at March 31, 2025 and 2024 were \$1,327,351 and \$1,305,507, respectively, which were valued based on the most recent evaluation results of independent valuers as there are no significant changes in the evaluation assumption. The fair value of the investment property held by the Group as at December 31, 2024 and 2023 was \$1,327,351 and \$1,305,507, respectively, which was valued by independent valuers. Valuations were made using the income approach with key assumptions as follows:

	December 31, 2024	December 31, 2023
Gross margin	2.07%~2.8%	2.11%~2.42%
Growth rate	0.00%	1%~1.5%
Discount rate	3.02%	3.90%

- C. Information about the investment property that was pledged to others as collateral is provided in Note 8.

(12) Intangible assets

	<u>Licences</u>	<u>Software</u>	<u>Goodwill</u>	<u>Total</u>
<u>At January 1, 2025</u>				
Cost	\$ 1,161,593	\$ 798,192	\$ 136,153	\$ 2,095,938
Accumulated amortization	( 187,508)	( 589,188)	-	( 776,696)
	<u>\$ 974,085</u>	<u>\$ 209,004</u>	<u>\$ 136,153</u>	<u>\$ 1,319,242</u>
<u>2025</u>				
Opening net book amount	\$ 974,085	\$ 209,004	\$ 136,153	\$ 1,319,242
Additions	306,982	35,464	-	342,446
Amortization charge	( 15,465)	( 29,220)	-	( 44,685)
Net exchange differences	-	820	-	820
Closing net book amount	<u>\$ 1,265,602</u>	<u>\$ 216,068</u>	<u>\$ 136,153</u>	<u>\$ 1,617,823</u>
<u>At March 31, 2025</u>				
Cost	\$ 1,468,575	\$ 834,476	\$ 136,153	\$ 2,439,204
Accumulated amortization	( 202,973)	( 618,408)	-	( 821,381)
	<u>\$ 1,265,602</u>	<u>\$ 216,068</u>	<u>\$ 136,153</u>	<u>\$ 1,617,823</u>
	<u>Licences</u>	<u>Software</u>	<u>Goodwill</u>	<u>Total</u>
<u>At January 1, 2024</u>				
Cost	\$ 958,141	\$ 655,409	\$ 136,153	\$ 1,749,703
Accumulated amortization	( 128,295)	( 486,526)	-	( 614,821)
	<u>\$ 829,846</u>	<u>\$ 168,883</u>	<u>\$ 136,153</u>	<u>\$ 1,134,882</u>
<u>2024</u>				
Opening net book amount	\$ 829,846	\$ 168,883	\$ 136,153	\$ 1,134,882
Additions	12,445	27,760	-	40,205
Amortization charge	( 14,803)	( 23,811)	-	( 38,614)
Net exchange differences	-	237	-	237
Closing net book amount	<u>\$ 827,488</u>	<u>\$ 173,069</u>	<u>\$ 136,153</u>	<u>\$ 1,136,710</u>
<u>At March 31, 2024</u>				
Cost	\$ 970,586	\$ 683,406	\$ 136,153	\$ 1,790,145
Accumulated amortization	( 143,098)	( 510,337)	-	( 653,435)
	<u>\$ 827,488</u>	<u>\$ 173,069</u>	<u>\$ 136,153</u>	<u>\$ 1,136,710</u>

A. Details of amortization on intangible assets are as follows:

	<u>For the three-month periods ended March 31,</u>	
	<u>2025</u>	<u>2024</u>
Operating costs	\$ 43,693	\$ 38,179
General and administrative expenses	992	435
	<u>\$ 44,685</u>	<u>\$ 38,614</u>

- B. Goodwill arising from a business combination accounted for by applying the acquisition method is attributable to operating segment in Taiwan which is an independent cash-generating unit.
- C. Licences: The second-tier subsidiary, ECOVE Environment Services Gangshan Corp., entered into an investment contract for the Rehabilitate-Operate-Transfer (ROT) with the Kaohsiung City Government on October 28, 2021. The second-tier subsidiary participated in the rehabilitation and operation of the refuse incineration plant in Gangshan Dist., Kaohsiung City according to the Act for Promotion of Private Participation in Infrastructure Projects and will return the operating right, rehabilitated operating assets and land of the refuse incineration plant in Gangshan Dist., Kaohsiung City to the Kaohsiung City Government after the term of the contract period expires. The duration of the contract is 15 years after the plant began operation.

The second-tier subsidiary, ECOVE Environment Services Gangshan Corp., should pay royalties and rebates to the Kaohsiung City Government according to the investment contract. Royalties and rebates were calculated by multiplying the tonnage of disposable waste that the second-tier subsidiary, ECOVE Environment Services Gangshan Corp., recovered by the unit price of royalties per ton.

In accordance with the investment contract, the scope of rehabilitation and construction works stipulated in the contract must be completed during the period from the date of operation to December 31, 2025. The total cost of rehabilitation was \$888,190. In accordance with IFRIC 12, ‘Service Concession Arrangements’, the right to sell electricity and self-collected waste in exchange for provision of construction or performance upgrade services and the rehabilitation cost to be invested in the future were recognized as intangible assets. Licences of the Company are amortized on a straight-line basis over their estimated useful life of 15 years.

- D. The second-tier subsidiary, ECOVE Chiayi Energy Corp. obtained the construction and operation of the Green Energy Sustainable Circulation Center BOT Project in Chiayi City through the build-operate-transfer (BOT) mode in October 2023. In February 2024, “The Contract for the Green Energy Sustainable Circulation Center BOT Project in Chiayi City” between ECOVE Chiayi Energy Corp. and Chiayi City Government had been signed. The Group recognized the consideration as intangible assets - licences during the construction period in accordance with IFRIC 12 “Service Concession Arrangements” .
- E. Refer to Note 8 for the details of pledged intangible assets.

(13) Other non-current assets

	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
Long-term receivables	\$ 24,235,731	\$ 23,934,597	\$ 3,818,913
Less: Long-term receivables due in one year	( 552,323)	( 549,868)	( 483,774)
Less: Allowance for uncollectible accounts	( 3,491,220)	( 316,541)	-
	20,192,188	23,068,188	3,335,139
Lease payments receivable	2,292,327	2,316,542	2,387,971
Refundable deposits	200,959	202,762	205,022
Prepayments for business facilities	291,601	258,183	189,946
Contract fulfillment cost	21,404	22,956	31,370
Prepayments for land purchases	475,380	475,380	475,380
Others	99,832	85,479	77,506
	<u>\$ 23,573,691</u>	<u>\$ 26,429,490</u>	<u>\$ 6,702,334</u>

A. Long-term receivables

The Group contracted with the government (grantor) a service concession arrangement. The consideration receivable from the grantor in respect of the service concession arrangement is recognized at its fair value. Such consideration is recognized as a financial asset based on the way of the consideration from the grantor to the operator being made as specified in the arrangement. The consideration receivable from the grantor is recognized as accounts receivable if it is expected to be realized within 12 months after the balance sheet date (please refer to Note 6(5)), and is recognized as long-term receivables if it is expected to be realized more than 12 months after the balance sheet date. The major terms of the arrangement are as follows:

- (a) The second-tier subsidiary, ECOVE Wujih Energy Corp., obtained the operation for the construction of Wujih Refuse Incineration Plant by build - operate - transfer (BOT) mode since April, 2000. In September, 2000, the “Taichung City waste incineration, commission contract” between ECOVE Wujih Energy Corp., and Taichung Government had been signed. The operating period is for 20 years starting from September 6, 2004. However, according to the contract, if it is expired in advance or extended during construction or operation, duration of the operation will be deemed to be matured or extended, but not to exceed 50 years. In order to work the “Waste Incineration Taichung City Commission Contract”, ECOVE Wujih Energy Corp. obtained the land-use right that has continued for 20 years since the plant began operation. Duration of the land-use right is from May 23, 2000 to September 5, 2024.

- (b) The second-tier subsidiary, ECOVE Miaoli Energy Corp., obtained the operation for the construction of Miaoli County Refuse Incineration Plant by build - operate - transfer (BOT) mode since August, 2002. In September, 2002, the “Waste Incineration Commission Contract” between ECOVE Miaoli Energy Corp., and Miaoli County Government had been signed. The operating period is for 20 years starting from February 29, 2008. However, according to the contract, if it is expired in advance or extended during construction or operation, duration of the operation will be deemed to be matured or extended, but not to exceed 50 years. In order to work the “Waste Incineration Miaoli County Commission Contract”, ECOVE Miaoli Energy Corp., obtained the land-use right of Miaoli Refuse Incineration Plant. Therefore, duration of the land-use right is from September 13, 2002 to February 28, 2028.
- (c) The main performance obligation and rights of the BOT of the second-tier subsidiary, ECOVE Wujih Energy Corp. and ECOVE Miaoli Energy Corp., are as follows:
- i. ECOVE Wujih Energy Corp. and ECOVE Miaoli Energy Corp. need to comply with the guarantee tonnage of waste from the government according to the contract during construction or operation.
  - ii. Per service cost is calculated and adjusted based on the “Waste Incineration Commission Contract”, “Index of average regular earnings of employees-manufacturing” and “Consumer price index”.
- (d) The subsidiary, CTCI-HDEC (Chungli) Corp.
- i. The subsidiary, CTCI-HDEC (Chungli) Corp., obtained the operation for the construction of sewerage system in Zhongli Dist., Taoyuan City by build - operate - transfer (BOT) mode since June 2016. In August 2016, the ‘investment contract for promotion of private participation in build - operate - transfer (BOT) plan for construction of sewerage system in Zhongli Dist., Taoyuan City’ between CTCI-HDEC (Chungli) Corp., and Taoyuan Government had been signed. The concession period of the concession arrangement is 35 years starting from September 18, 2021 and the period before the concession period is the advance construction period of pipelines. As CTCI-HDEC (Chungli) Corp. expected that the costs incurred on satisfying the performance obligation can be recovered, revenue is recognized only to the extent of costs incurred during the construction period of pipelines.
  - ii. The main performance obligation and rights of the BOT of the subsidiary, CTCI-HDEC (Chungli) Corp., are as follows:
    - (i) The construction period shall be from the day after the land delivery (that is, the completion of setting superficial rights) to the day before the operation and shall not exceed four years according to the contract.

- (ii) During the operation period, the expenses paid by the Taoyuan Government can be classified as construction expense and operation expense. The items that could be classified as construction expense, including construction cost of sewage disposal plant and its appurtenant facilities, were calculated and paid based on the monthly fixed amortization amount. The items that could be classified as operation expense, including operation and maintenance expense of sewage disposal plant and sewerage pipe, were calculated and paid based on the sewage quantity.

(e) The second-tier subsidiary, CTCI Americas Inc. (“CTCI Americas”)

- i. CTCI Americas undertook the construction of Bakersfield Renewable Fuels, LLC (“BKRF”), and CTCI Americas received a notification letter from the owner on October 21, 2024, claiming that there were defects in CTCI Americas’s construction project, the completion of construction was delayed, and the owner terminated the contract of the project with CTCI Americas starting from the date. CTCI Americas has discontinued its work in relation to the project. On October 22, 2024, the Group appointed a legal counsel to issue a legal opinion on the unilateral termination of the contract by the owner, and considered that the contract had been improperly terminated as the owner did not comply with the notification and improvement procedures as stipulated in the contract. The Group is of the opinion that CTCI Americas has complied with the owner’s design requirements, and the construction work had been accepted by the owner at each stage. As there were no defects in the construction project and delays in the completion of the construction as stated in the letter from the owner, it was inappropriate for the owner to terminate the contract arbitrarily. The Group had replied to the owner in writing. The Group received a notification letter from the owner on November 20, 2024, expressing its intention to continue negotiating with the Group. The Group filed for the registration of a Mechanic’s Lien with the competent authority in California, USA, and used BKRF’s plant assets as collateral for creditor’s rights of construction to protect the Company’s rightful interests on November 26, 2024. Accordingly, the amounts expected to be collected in more than one year were classified as long-term receivables.

- ii. On April 16, 2025, U.S. Time, the parent company of BKRF, Global Clean Energy Holdings, Inc. (GCEH), filed for the restructuring in accordance with the relevant U.S. regulations. The Company reached a preliminary consensus with other major creditors of GCEH through prior negotiations to settle all existing debts of GCEH Group in annual installments in the restructuring plan to secure the creditor's rights of CTCI Americas. According to the consensus, GCEH also proposed a Restructuring Support Agreement to submit to the court. If the restructuring plan of GCEH is ruled for approval by the court, the existing collateral of Mechanic's Lien will be canceled and used GCEH's properties (including BKRF's plants) and equity as collateral. However, the abovementioned GCEH's properties (including BKRF's plants) and equity are determined based on GCEH's future operating conditions. If the restructuring plan of GCEH is not ruled for approval by the court, the collateral for creditor's rights of CTCI Americas will be reverted to the current filing of a Mechanic's Lien.
- iii. The major content of the restructuring plan and the estimated reinvestment amount:  
On April 16, 2025, U.S. Time, CTCI Americas entered into a Restructuring Support Agreement with GCEH, the major creditor, which is managed by Orion Energy Partners TP Agent, LLC ("OIC") and Vitol Americas Corp. ("Vitol"). The agreement supports the restructuring plan submitted to the court by GCEH on the same day. Such restructuring procedures, that are supported in advance by stakeholders such as major creditors, are called a Pre-arranged Reorganization.  
The major contents of the Restructuring Support Agreement and the restructuring plan includes:
  - (i) OIC, Vitol and CTCI Americas will provide the required funds and services to GCEH during the restructuring process to maintain GCEH's normal operations and production.
  - (ii) The debt structure of GCEH to OIC, Vitol and CTCI Americas is adjusted to redistribute to each level, and the debts are gradually settled in order of priority.
  - (iii) After the restructuring, OIC will acquire all ordinary shares of GCEH, and OIC and CTCI Americas will acquire newly issued preferred shares. The preferred shares pertain to debt nature, and the value is US\$125 million, entitled to an annual interest rate of 8%. If there are no dividends distributed by cash in the current quarter, the compound interests will be accumulated and calculated into the principal. The preferred shares have no voting rights, of which the priority of distribution is superior to ordinary shares.

- (iv) After the approval of the restructuring plan within five years, the significant asset transactions of GCEH require prior agreement from CTCI Americas.
- (v) After the restructuring, CTCI Americas will appoint two directors and one observer to join the Board of Directors of GCEH.

According to the Restructuring Support Agreement, CTCI Americas has entered into a service contract with GCEH. During the restructuring period of GCEH, CTCI Americas will provide the construction services totaling US\$75 million in accordance with the contract to assist the operation of BKRF's plants, aiming to optimize the plant's manufacturing processes and operational stability to reduce costs, increase production and enhance the plant's profitability. According to the Restructuring Support Agreement, the investment amount has priority repayment status, and the assets such as BKRF's plants are used as collateral, ensuring to receive full repayment.

- iv. Based on GCEH's financial forecast and repayment mechanism negotiated with major creditors and recorded in the Restructuring Support Agreement dated April 16, 2025, U.S. Time, an expected credit impairment loss of \$3,138,046 (US\$95 million) was recognized for the period, which arose from the difference between the present value of the expected recoverable amount of accounts receivable amounting to US\$504 million that was calculated back using the discount rate and the recognized long-term receivables amounting to US\$609 million, less the amount recognized at the beginning of period.
  - v. As of March 31, 2025, the maximum exposure to credit risk in respect of the amount of the aforementioned BKRF's long-term receivables was \$16,672,541.
- B. Information about the refundable deposits that were pledged to others as collateral is provided in Note 8.
- C. Contract fulfillment cost refer to the initial reconstruction cost of the refuse incineration plant for the contract that the second-tier subsidiary, ECOVE Environment Services Corp., entered into with the owner to operate the plant on its behalf, and it is amortized over the term of the contract.
- D. The second-tier subsidiary, ECOVE Environment Services Corp., acquired land located in No. 60-21, Lunhai Section, Lukang Township, Changhua County from the Industrial Development Bureau, Ministry of Economic Affairs as resolved by the Board of Directors on July 19, 2022 for a total price of \$2,376,900. The first installment of the land amounting to \$475,380 was paid on September 6, 2022, and the final payment amounting to \$1,901,520 was paid on April 14, 2025.
- E. Information relating to lease payments receivable is provided in Note 6(10).

F. Refer to Note 8 for the details of pledged long-term receivables.

(14) Short-term borrowings

Type of borrowing	March 31, 2025	Interest rate range	Collateral
Unsecured borrowings	\$ 1,628,426	0.50%~5.48%	-
Secured borrowings	35,000	0.50%	Note
	<u>\$ 1,663,426</u>		

  

Type of borrowing	December 31, 2024	Interest rate range	Collateral
Unsecured borrowings	\$ 11,515,423	0.50%~8.36%	-
Secured borrowings	125,000	0.50%~2.15%	Note
	<u>\$ 11,640,423</u>		

  

Type of borrowing	March 31, 2024	Interest rate range	Collateral
Unsecured borrowings	\$ 9,851,873	1.69%~7.33%	-
Secured borrowings	331,000	1.70%~1.795%	Note
	<u>\$ 10,182,873</u>		

Note : The promissory note made by the subsidiary - ECOVE Environment Corp. and its subsidiaries as of March 31, 2025, December 31, 2024 and March 31, 2024 were \$100,000, \$400,000 and \$200,000, respectively.

(15) Accounts payable

	March 31, 2025	December 31, 2024	March 31, 2024
Materials payable	\$ 10,200,240	\$ 10,683,305	\$ 9,650,721
Sub-contract costs payable	8,358,402	11,407,787	9,822,570
Maintenance costs payable	1,150,200	982,739	996,690
Incinerator equipment cost payable	210,836	268,097	222,685
Others	345,434	136,352	201,570
	<u>\$ 20,265,112</u>	<u>\$ 23,478,280</u>	<u>\$ 20,894,236</u>

(16) Other payables

	March 31, 2025	December 31, 2024	March 31, 2024
Accrued payroll	\$ 822,602	\$ 2,138,580	\$ 820,698
Accrued insurance	153,972	155,589	131,434
Accrued pension	54,015	53,049	50,739
Dividend payable	2,400,036	-	2,296,108
Others	1,187,570	1,369,466	1,189,450
	<u>\$ 4,618,195</u>	<u>\$ 3,716,684</u>	<u>\$ 4,488,429</u>

(17) Other current assets/liabilities

	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
Other current assets			
Joint venture	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 661,949</u>
Other current liabilities			
Receipts in advance	\$ 319	\$ 2,284	\$ 6,595
Receipts under custody	-	67,230	368,579
Joint venture	33,681	143,602	-
Others	<u>178</u>	<u>-</u>	<u>73,289</u>
	<u>\$ 34,178</u>	<u>\$ 213,116</u>	<u>\$ 448,463</u>

A. Joint venture represents the accumulated capital injection and bills over (under) an accumulated cost.

B. Receipts under custody represents receipts arising from construction projects.

(18) Bonds payable

	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
Bonds payable	\$ 17,899,600	\$ 12,899,800	\$ 12,899,900
Less: Discount on bonds payable	( 506,088)	( 527,216)	( 28,505)
	17,393,512	12,372,584	12,871,395
Less: Current portion	( 4,699,727)	( 2,999,431)	( 5,998,454)
	<u>\$ 12,693,785</u>	<u>\$ 9,373,153</u>	<u>\$ 6,872,941</u>

A. The terms of the domestic unsecured bonds issued by the Group are as follows:

- (a) In 2019, 2020, 2022 and 2025, the Company issued \$6,000,000, \$3,000,000, \$1,700,000, \$3,450,000 and \$1,550,000, with annual fixed interest rate of 0.9%, 0.77%, 2.40%, 2.28% and 2.10%, domestic unsecured bonds, as approved by the regulatory authority, respectively. The bonds mature 5 years, 5 years, 3 years, 7 years and 5 years, respectively from the issue date (from December 25, 2019 to December 25, 2024, June 22, 2020 to June 22, 2025, January 11, 2023 to January 11, 2026, March 31, 2025 to March 31, 2032 and March 31, 2025 to March 31, 2030) and will be redeemed at the maturity date. The bonds were approved to be issued on the Taipei Exchange on December 16, 2019, June 11, 2020, January 4, 2023 and March 20, 2025, respectively. As of December 25, 2024, the Company had paid \$6,000,000 upon maturity.
- (b) In 2021, the subsidiary - ECOVE Environment Corp. issued \$1,000,000 and \$1,000,000, with annual fixed interest rate of 0.65% and 0.56%, domestic unsecured bonds, as approved by the regulatory authority, respectively. The bonds mature 5 years from the issue date (from May 27, 2021 to May 27, 2026) and will be redeemed at the maturity date. The bonds were approved to be issued on the Taipei Exchange on May 19, 2021.

B. The terms of the domestic convertible bonds issued by the Group are as follows:

(a) The Company

- i. The competent authority had approved the Company's second time raising and issuance of domestic unsecured convertible bonds, with the total face value of \$6,000,000. The convertible bonds would be issued by competitive bidding under public underwriting. The actual issuance price, the actual total consideration, transaction costs and the coupon rate of the convertible bonds is 104.82% premium of face value, \$6,289,317, \$5,955, and 0%, respectively, and the bonds mature five years from the issue date (July 23, 2024 to July 23, 2029) and will be fully redeemed at the face value in cash at the maturity date. The convertible bonds stocks were officially listed on the Taipei Exchange since July 23, 2024.
- ii. The bondholders have the right to ask for conversion of the bonds into common shares of the Company during the period from the date after three months of the bonds issue to the maturity date, except the stop transfer period as specified in the terms of the bonds or the laws/regulations. The rights and obligations of the new shares converted from the bonds are the same as the issued and outstanding common shares.
- iii. The conversion price of the bonds is set up based on the pricing model specified in the terms of the bonds, and is subject to adjustments if the condition of the anti-dilution provisions occurs subsequently. The conversion price will be reset based on the pricing model specified in the terms of the bonds on each effective date regulated by the terms. If the reset conversion price is higher than the conversion price before the reset, the conversion price will not be adjusted. The conversion price was NTD 53.9 per share upon issuance. The conversion price was adjusted to NTD 51.8 per share based on the terms of the bonds.
- iv. The Company may repurchase all the bonds in cash at the bonds' face value within 30 trading days after the closing price of the Company's common shares is above the then conversion price by at least 30% for 30 consecutive trading days during the period from the date after three months of the bonds issue to 40 days before the maturity date. Alternatively, the Company may repurchase all the bonds in cash at the bonds' face value at any time if the outstanding balance of the bonds is less than 10% of total initial issue amount during the period from the date after three months of the bonds issue to 40 days before the maturity date.

- v. Under the terms of the bonds, all bonds redeemed (including bonds repurchased from the Taipei Exchange), matured and converted are retired and not to be re-issued; all rights and obligations attached to the bonds are also extinguished.
- vi. As of March 31, 2025, no convertible bonds were converted to ordinary shares.
- vii. As of March 31, 2025, the face value of the convertible bonds repurchased by the Company from Taipei Exchange amounted to \$0.

(b) The subsidiary - CTCI Advanced Systems Inc.

- i. The competent authority had approved the subsidiary - CTCI Advanced Systems Inc.'s first time raising and issuance of domestic unsecured convertible bonds, with the total face value of \$300,000. The convertible bonds would be issued by competitive bidding under public underwriting. The actual issuance price, the actual total consideration and the coupon rate of the convertible bonds is 109.46% premium of face value, \$328,382 and 0%, respectively, and the bonds mature three years from the issue date (October 6, 2023 to October 6, 2026) and will be fully redeemed at the face value in cash at the maturity date. The convertible bonds stocks were officially listed on the Taipei Exchange since October 6, 2023.
- ii. The bondholders have the right to ask for conversion of the bonds into common shares of CTCI Advanced Systems Inc. during the period from the date after three months of the bonds issue to the maturity date, except the stop transfer period as specified in the terms of the bonds or the laws/regulations. The rights and obligations of the new shares converted from the bonds are the same as the issued and outstanding common shares.
- iii. The conversion price of the bonds is set up based on the pricing model specified in the terms of the bonds, and is subject to adjustments if the condition of the anti-dilution provisions occurs subsequently. The conversion price will be reset based on the pricing model specified in the terms of the bonds on each effective date regulated by the terms. If the reset conversion price is higher than the conversion price before the reset, the conversion price will not be adjusted. The conversion price was NTD 177 per share upon issuance. As of March 31, 2025, the conversion price was adjusted to NTD 167.6 per share based on the terms of the bonds.

- iv. CTCI Advanced Systems Inc. may repurchase all the bonds in cash at the bonds' face value within 30 trading days after the closing price of CTCI Advanced Systems Inc.'s common shares is above the then conversion price by at least 30% for 30 consecutive trading days during the period from the date after three months of the bonds issue to 40 days before the maturity date. Alternatively, CTCI Advanced Systems Inc. may repurchase all the bonds in cash at the bonds' face value at any time if the outstanding balance of the bonds is less than 10% of total initial issue amount during the period from the date after three months of the bonds issue to 40 days before the maturity date.
- v. Under the terms of the bonds, all bonds redeemed (including bonds repurchased from the Taipei Exchange), matured and converted are retired and not to be re-issued; all rights and obligations attached to the bonds are also extinguished.
- vi. As of March 31, 2025, convertible bonds with face value amounting to \$400 had been converted into 2,353 common shares of CTCI Advanced Systems Inc.
- vii. As of March 31, 2025, the face value of the convertible bonds repurchased by CTCI Advanced Systems Inc. from Taipei Exchange amounted to \$0.

(c) Regarding the issuance of convertible bonds, the equity conversion options for the Company and CTCI Advanced Systems Inc. amounting to \$811,747 and \$45,087, respectively, were separated from the liability component and were recognized in 'capital surplus—share options' in accordance with IAS 32. The call options and put options embedded in bonds payable were separated from their host contracts and were recognized in 'financial assets or liabilities at fair value through profit or loss' in net amount in accordance with IFRS 9 because the economic characteristics and risks of the embedded derivatives were not closely related to those of the host contracts. The effective interest rates of the bonds payable for the Company and CTCI Advanced Systems Inc. after such separation were 1.9445% and 2.4863%, respectively.

(19) Long-term borrowings

Type of borrowings	March 31, 2025	December 31, 2024	March 31, 2024
Secured borrowings	\$ 12,810,499	\$ 8,925,799	\$ 7,050,099
Unsecured borrowings	6,716,500	4,906,650	-
Less: Current portion	( 5,200,600)	( 258,600)	( 272,100)
	<u>\$ 14,326,399</u>	<u>\$ 13,573,849</u>	<u>\$ 6,777,999</u>
Financing amount	<u>\$ 23,158,000</u>	<u>\$ 21,354,150</u>	<u>\$ 14,956,500</u>
Interest rate range	<u>1.8350%~5.7067%</u>	<u>1.7100%~6.21009%</u>	<u>1.71%~2.215%</u>

Information about the assets that were pledged as collateral for bank borrowings is provided in Note 8.

(20) Other non-current liabilities

	March 31, 2025	December 31, 2024	March 31, 2024
Net defined benefit liabilities	\$ 382,400	\$ 392,692	\$ 568,295
Deposits received	909,105	886,343	861,640
Deferred revenue	90,656	93,194	101,780
Others	114,653	117,313	52,692
	<u>\$ 1,496,814</u>	<u>\$ 1,489,542</u>	<u>\$ 1,584,407</u>

Deferred revenue is a cash grant received from the New Jersey government in the United States in 2017 since Lumberton builds and operates a solar power station in New Jersey. The construction period of the solar power station is 15 years.

(21) Pensions

A. Defined benefit pension plan

- (a) The Company and its domestic subsidiaries have a defined benefit pension plan in accordance with the Labor Standards Law, covering all regular employees' service years prior to the enforcement of the Labor Pension Act on July 1, 2005 and service years thereafter of employees who chose to continue to be subject to the pension mechanism under the Law. Under the defined benefit pension plan, two units are accrued for each year of service for the first 15 years and one unit for each additional year thereafter, subject to a maximum of 45 units. Pension benefits are based on the number of units accrued and the average monthly salaries and wages of the last 6 months prior to retirement. The Company contributes monthly an amount equal to 6.5% of the employees' monthly salaries and wages to the retirement fund deposited with Bank of Taiwan, the trustee, under the name of the independent retirement fund committee. Also, the Company would assess the balance in the aforementioned labor pension reserve account by December 31, every year. If the account balance is insufficient to pay the pension calculated by the aforementioned method to the employees expected to qualify for retirement in the following year, the Company will make contributions to cover the deficit by next March.
- (b) For the aforementioned pension plan, the Group recognized pension costs of \$6,223 and \$6,984 for the three-month periods ended March 31, 2025 and 2024, respectively.
- (f) Expected contributions to the defined benefit pension plans of the Group for the year ending December 31, 2025 amount to \$45,059.

B. Defined contribution pension plan

- (a) Effective July 1, 2005, the Company and its domestic subsidiaries have established a defined contribution pension plan (the “New Plan”) under the Labor Pension Act (the “Act”), covering all regular employees with R.O.C. nationality. Under the New Plan, the Company and its domestic subsidiaries contribute monthly an amount based on 6% of the employees’ monthly salaries and wages to the employees’ individual pension accounts at the Bureau of Labor Insurance. The benefits accrued are paid monthly or in lump sum upon termination of employment.
- (b) The pension costs under the defined contribution pension plans of the Group for the three-month periods ended March 31, 2025 and 2024 were \$70,705 and \$66,032, respectively.
- (c) Some overseas subsidiaries adopted a defined contribution pension plan, covering all regular employees. Pension cost for the three-month periods ended March 31, 2025 and 2024 amounted to \$33,664 and \$48,018, respectively.

(22) Share-based payment - employee compensation

A. The Company

- (a) For the three-month periods ended March 31, 2025 and 2024, the Company’s share-based payment arrangements were as follows:

Type of arrangement	Grant date	Quantity granted	Contract period	Vesting conditions
Sixth plan of employee stock options	2018.03.09	20,000 units	6 years	Service of 2 to 4 years
Seventh plan of employee stock options	2019.03.08	20,000 units	6 years	Service of 2 to 4 years
Eighth plan of employee stock options	2020.01.08	20,000 units	6 years	Service of 2 to 4 years

(b) The above employee stock options are set forth below:

i. Details of the sixth plan of employee stock options outstanding are set forth below:

Stock options	For the three-month periods ended March 31,			
	2025		2024	
	No. of units (shares in thousands)	Weighted- average exercise price (in dollars)	No. of units (shares in thousands)	Weighted- average exercise price (in dollars)
Options outstanding at beginning of period	-	-	3,521.21	NT\$33.30
Options waived	-	-	( 1,854.63)	-
Options exercised	-	-	( 1,666.58)	NT\$33.30
Options outstanding at end of period	-	-	-	NT\$33.30
Options exercisable at end of period	-	-	-	NT\$33.30

ii. Details of the seventh plan of employee stock options outstanding are set forth below:

Stock options	For the three-month periods ended March 31,			
	2025		2024	
	No. of units (shares in thousands)	Weighted- average exercise price (in dollars)	No. of units (shares in thousands)	Weighted- average exercise price (in dollars)
Options outstanding at beginning of period	5,301.40	NT\$36.50	8,931.04	NT\$38.00
Options waived	( 2,537.27)	-	( 15.18)	-
Options exercised	( 2,764.13)	NT\$36.50	( 1,525.59)	NT\$38.00
Options outstanding at end of period	-	NT\$36.50	7,390.27	NT\$38.00
Options exercisable at end of period	-	NT\$36.50	7,373.03	NT\$38.00

iii. Details of the eighth plan of employee stock options outstanding are set forth below:

Stock options	For the three-month periods ended March 31,			
	2025		2024	
	No. of units (shares in thousands)	Weighted- average exercise price (in dollars)	No. of units (shares in thousands)	Weighted- average exercise price (in dollars)
Options outstanding at beginning of period	4,999.57	NT\$29.00	8,776.10	NT\$30.20
Options waived	( 10.47)	-	( 25.25)	-
Options exercised	( 842.58)	NT\$29.00	( 2,416.47)	NT\$30.20
Options outstanding at end of period	<u>4,146.52</u>	NT\$29.00	<u>6,334.38</u>	NT\$30.20
Options exercisable at end of period	<u>4,124.54</u>	NT\$29.00	<u>6,221.39</u>	NT\$30.20

(c) The weighted-average stock price of stock options at exercise dates for the three-month periods ended March 31, 2025 and 2024 were NT\$40.84 and NT\$43.33, respectively.

(d) As of March 31, 2025, December 31, 2024 and March 31, 2024, the range of exercise prices of stock options outstanding were NT\$29.00~NT\$36.50, NT\$29.00~NT\$36.50 and NT\$30.20~NT\$38.00, respectively, and the weighted-average remaining contractual period were as follows:

Type of arrangement	March 31, 2025	December 31, 2024	March 31, 2024
Sixth plan of employee stock options	0 year	0 year	0.25 years
Seventh plan of employee stock options	0.25 years	0.5 years	1.25 years
Eighth plan of employee stock options	0.75 years	1 years	1.75 years

(e) The fair value of stock options is measured using the Black-Scholes option-pricing model.

Relevant information is as follows:

Type of arrangement	Grant date	Stock price (in dollars)	Exercise price (in dollars)	Expected price volatility	Expected option life	Expected dividends rate	Risk free interest rate	Fair value per unit (in dollars)
Sixth plan of employee stock options	2018.3.9	NT\$ 45.9	NT\$ 45.9	24.96%~ 26.37%	4~5 years	0%	0.63%~ 0.72%	NT\$ 9.56~ NT\$11.29
Seventh plan of employee stock options	2019.3.8	NT\$ 48.9	NT\$ 48.9	22.88%~ 23.56%	4~5 years	0%	0.64%~ 0.67%	NT\$ 9.38~ NT\$10.82
Eighth plan of employee stock options	2020.1.8	NT\$ 36.9	NT\$ 36.9	19.14%~ 21.50%	4~5 years	0%	0.55%~ 0.57%	NT\$5.95~ NT\$7.44

- (f) For the three-month periods ended March 31, 2025 and 2024, expenses recognized arising from share-based payment amounted to (\$13) and \$873, respectively.

B. Subsidiary – CTCI Advanced Systems Inc.

- (a) For the three-month periods ended March 31, 2025 and 2024, the subsidiary's share-based payment transactions are set forth below:

Type of arrangement	Grant date	Quantity granted	Contract period	Vesting conditions
Sixth plan of employee stock options	2018.03.23	600 units	6 years	Service of 2 to 4 years
Seventh plan of employee stock options	2019.03.08	600 units	6 years	Service of 2 to 4 years
Eighth plan of employee stock options	2020.01.08	600 units	6 years	Service of 2 to 4 years

- (b) The above employee stock options are set forth below:

- i. Details of the sixth plan of employee stock options outstanding are set forth below:

	For the three-month periods ended March 31,			
	2025		2024	
Stock options	No. of units (shares in thousands)	Weighted-average exercise price (in dollars)	No. of units (shares in thousands)	Weighted-average exercise price (in dollars)
Options outstanding at beginning of period	-	-	34.50	NT\$30.90
Options waived	-	-	-	-
Options exercised	-	-	(34.50)	NT\$30.90
Options outstanding at end of period	-	-	-	NT\$30.90
Options exercisable at end of period	-	-	-	NT\$30.90

ii. Details of the seventh plan of employee stock options outstanding are set forth below:

For the three-month periods ended March 31,				
Stock options	2025		2024	
	No. of units (shares in thousands)	Weighted- average exercise price (in dollars)	No. of units (shares in thousands)	Weighted- average exercise price (in dollars)
Options outstanding at beginning of period	20.25	NT\$28.10	76.75	NT\$29.70
Options waived	-	-	-	-
Options exercised	( 20.25)	NT\$28.10	( 31.50)	NT\$29.70
Options outstanding at end of period	-	-	45.25	NT\$29.70
Options exercisable at end of period	-	-	45.25	NT\$29.70

iii. Details of the eighth plan of employee stock options outstanding are set forth below:

For the three-month periods ended March 31,				
Stock options	2025		2024	
	No. of units (shares in thousands)	Weighted- average exercise price (in dollars)	No. of units (shares in thousands)	Weighted- average exercise price (in dollars)
Options outstanding at beginning of period	26.75	NT\$35.00	212.50	NT\$37.00
Options waived	-	-	-	-
Options exercised	( 5.75)	NT\$35.00	( 168.75)	NT\$37.00
Options outstanding at end of period	21.00	NT\$35.00	43.75	NT\$37.00
Options exercisable at end of period	21.00	NT\$35.00	41.75	NT\$37.00

(c) For the three-month periods ended March 31, 2025 and 2024, the weighted-average exercise price at the exercise date for those exercised stock options amounted to NT\$29.63 and NT\$35.12, respectively.

(d) As of March 31, 2025, December 31, 2024 and March 31, 2024, the exercise prices of stock options outstanding were NT\$28.10~ NT\$35.00, NT\$28.10~ NT\$35.00 and NT\$29.70~ NT\$37.00, respectively. The weighted-average remaining contractual period were as follows:

Type of arrangement	March 31, 2025	December 31, 2024	March 31, 2024
Sixth plan of employee stock options	0 year	0 year	0 year
Seventh plan of employee stock options	0 year	0.25 years	1 years
Eighth plan of employee stock options	0.75 years	1 years	1.75 years

(e) The fair value of stock options is measured using the Black-Scholes option-pricing model.

Relevant information is as follows:

Type of arrangement	Grant date	Stock price (in dollars)	Exercise price (in dollars)	Expected price volatility	Expected option life	Expected dividends rate	Risk free interest rate	Fair value per unit (in dollars)
Sixth plan of employee stock options	2018.03.23	NT\$46.85	NT\$46.85	21.33%~ 22.13%	4~5 years	0%	0.65%~ 0.72%	NT\$8.67~ NT\$9.85
Seventh plan of employee stock options	2019.03.08	NT\$42.20	NT\$42.20	19.42%~ 20.74%	4~5 years	0%	0.64%~ 0.67%	NT\$7.08~ NT\$8.33
Eighth plan of employee stock options	2020.01.08	NT\$49.40	NT\$49.40	18.19%~ 19.43%	4~5 years	0%	0.55%~ 0.57%	NT\$7.60~ NT\$8.96

(f) For the three-month periods ended March 31, 2025 and 2024, the expenses incurred on share-based payment transactions were \$0 and \$89, respectively.

#### C. Subsidiary – ECOVE Environment Corp.

(a) For the three-month periods ended March 31, 2025 and 2024, the subsidiary's share-based payment transactions are set forth below:

Type of arrangement	Grant date	Quantity granted	Contract period	Vesting conditions
Sixth plan of employee stock options	2018.7.09	1,500 units	6 years	Service of 2 to 4 years
Seventh plan of employee stock options	2019.7.24	1,500 units	6 years	Service of 2 to 4 years
Eighth plan of employee stock options	2020.4.13	1,500 units	6 years	Service of 2 to 4 years

(b) The above employee stock options are set forth below:

i. Details of the sixth plan of employee stock options outstanding are set forth below:

Stock options	For the three-month periods ended March 31,			
	2025		2024	
	No. of units (shares in thousands)	Weighted- average exercise price (in dollars)	No. of units (shares in thousands)	Weighted- average exercise price (in dollars)
Options outstanding at beginning of period	-	-	77.00	NT\$128.00
Options waived	-	-	-	-
Options exercised	-	-	( 54.00)	NT\$128.00
Options expired	-	-	-	-
Options outstanding at end of period	-	-	23.00	NT\$128.00
Options exercisable at end of period	-	-	23.00	NT\$128.00

ii. Details of the seventh plan of employee stock options outstanding are set forth below:

Stock options	For the three-month periods ended March 31,			
	2025		2024	
	No. of units (shares in thousands)	Weighted- average exercise price (in dollars)	No. of units (shares in thousands)	Weighted- average exercise price (in dollars)
Options outstanding at beginning of period	149.00	NT\$158.20	437.00	NT\$165.90
Options waived	-	-	-	-
Options exercised	( 90.00)	NT\$158.20	( 168.00)	NT\$165.90
Options outstanding at end of period	59.00	NT\$158.20	269.00	NT\$165.90
Options exercisable at end of period	59.00	NT\$158.20	269.00	NT\$165.90

iii. Details of the eighth plan of employee stock options outstanding are set forth below:

Stock options	For the three-month periods ended March 31,			
	2025		2024	
	No. of units (shares in thousands)	Weighted- average exercise price (in dollars)	No. of units (shares in thousands)	Weighted- average exercise price (in dollars)
Options outstanding at beginning of period	373.00	NT\$159.70	739.00	NT\$167.50
Options waived	-	-	( 3.00)	-
Options exercised	( 56.00)	NT\$159.70	( 42.00)	NT\$167.50
Options outstanding at end of period	<u>317.00</u>	NT\$159.70	<u>694.00</u>	NT\$167.50
Options exercisable at end of period	<u>317.00</u>	NT\$159.70	<u>200.00</u>	NT\$167.50

(c) For the three-month periods ended March 31, 2025 and 2024, the weighted-average stock price of stock options amounted to NT\$293.15 and NT\$301.73, respectively.

(d) As of March 31, 2025, December 31, 2024 and March 31, 2024, the range of exercise prices of stock options outstanding were NT\$158.20~NT\$159.70, NT\$158.20~NT\$159.70 and NT\$128.00~NT\$167.50, respectively, and the weighted-average remaining contractual periods were as follows:

Type of arrangement	March 31, 2025	December 31, 2024	March 31, 2024
Sixth plan of employee stock options	-	-	0.25 years
Seventh plan of employee stock options	0.25 years	0.5 years	1.25 years
Eighth plan of employee stock options	1 years	1.25 years	2 years

(e) The fair value of stock options is measured using the Black-Scholes option-pricing model.

Relevant information is as follows:

Type of arrangement	Grant date	Stock price (in dollars)	Exercise price (in dollars)	Expected price volatility	Expected option life	Expected dividends rate	Risk free interest rate	Fair value per unit (in dollars)
Sixth plan of employee stock options	2018.7.9	NT\$173.5	NT\$173.5	11.38%~ 12.71%	4~5 years	0%	0.66%~ 0.71%	NT\$17.88~ NT\$22.44
Seventh plan of employee stock options	2019.7.24	NT\$212.5	NT\$212.5	10.83%~ 11.00%	4~5 years	0%	0.56%~ 0.58%	NT\$20.57~ NT\$23.68
Eighth plan of employee stock options	2020.4.13	NT\$203.0	NT\$203.0	11.58%~ 12.02%	4~5 years	0%	0.41%~ 0.45%	NT\$20.26~ NT\$23.79

(f) For the three-month periods ended March 31, 2025 and 2024, the expenses incurred on share-based payment transactions were \$0 and \$698, respectively.

(23) Restricted stocks to employees

A. For the three-month periods ended March 31, 2025 and 2024, restricted stocks to employees of the Group are as follows:

Type of arrangement	Grant date	Quantity granted (in thousands)	Contract period	Vesting conditions
First plan of restricted stocks to employees	2022.01.01	5,500 shares	3 to 5 years	3 to 5 years' service and performance conditions
Second plan of restricted stocks to employees	2023.01.01	4,150 shares	3 to 5 years	3 to 5 years' service and performance conditions

(a) Issuance price: No consideration in return, issuance price was NT\$0 per share.

(b) The above share-based payment arrangements are as follows:

i. Details of the first plan of restricted stocks to employees are as follows:

	2025	2024
	No. of options (shares in thousands)	No. of options (shares in thousands)
Options outstanding as at January 1	4,461	4,665
Options retired	(4,457)	(40)
Options outstanding as at March 31	4	4,625

ii. Details of the second plan of restricted stocks to employees are as follows:

	2025	2024
	No. of options (shares in thousands)	No. of options (shares in thousands)
Options outstanding as at January 1	3,757	3,924
Options retired	(47)	(36)
Options outstanding as at March 31	3,710	3,888

(c) Relevant information on the fair value of the share-based payment arrangements is as follows:

Type of arrangement	Grant date	Stock price	Fair value per unit
First plan of restricted stocks to employees	2022.01.01	NT\$37.2	NT\$37.2
Second plan of restricted stocks to employees	2023.01.01	NT\$41.85	NT\$41.85

- (d) The types of shares issued and given to employees were ordinary shares. Excluding inheritance, employees may not sell, pledge, transfer, give to another person, create any encumbrance on, or otherwise dispose of restricted stocks before their vesting conditions are met. Other rights and obligations of the ordinary shares are the same as other ordinary shares outstanding. If employees voluntarily resign, voluntarily apply for retirement, are dismissed or paid off during the vesting period, the restricted stocks that have not yet been acquired will be deemed as not meeting the vesting conditions on the date of the event. The Company will redeem the restricted stocks without consideration and the restricted stocks will be retired.
- (e) The employees who are applicable to the abovementioned share-based payment arrangements are official full-time employees of the Company and its domestic subsidiaries who are in service on the grant date of restricted stocks to employees.

B. For the three-month periods ended March 31, 2025 and 2024, expenses incurred on restricted stocks to employees amounted to \$8,666 and \$19,778, respectively.

(24) Provisions

	Onerous contracts	Warranty	Decommissioning liabilities	Lawsuits	Total
At January 1, 2025	\$ 988,219	\$ 175,030	\$ 342,178	\$ 136	\$ 1,505,563
Additional provisions	567,398	59	-	-	567,457
Used during the period	( 347,730)	-	-	-	( 347,730)
Reversed during the period	( 69,652)	( 822)	-	-	( 70,474)
Exchange differences	<u>3,547</u>	<u>-</u>	<u>549</u>	<u>-</u>	<u>4,096</u>
At March 31, 2025	<u>\$ 1,141,782</u>	<u>\$ 174,267</u>	<u>\$ 342,727</u>	<u>\$ 136</u>	<u>\$ 1,658,912</u>

	Onerous contracts	Warranty	Decommissioning liabilities	Lawsuits	Total
At January 1, 2024	\$ 876,277	\$ 78,844	\$ 334,143	\$ 136	\$ 1,289,400
Additional provisions	570,070	215	-	-	570,285
Used during the period	248,156	-	-	-	248,156
Reversed during the period	( 196,475)	( 412)	( 4,500)	-	( 201,387)
Exchange differences	32,200	-	1,964	-	34,164
At March 31, 2024	<u>\$ 1,530,228</u>	<u>\$ 78,647</u>	<u>\$ 331,607</u>	<u>\$ 136</u>	<u>\$ 1,940,618</u>

Analysis of total provisions:

	March 31, 2025	December 31, 2024	March 31, 2024
Current	<u>\$ 1,313,562</u>	<u>\$ 1,160,762</u>	<u>\$ 1,606,388</u>
Non-current	<u>\$ 345,350</u>	<u>\$ 344,801</u>	<u>\$ 334,230</u>

A. Onerous contracts

The Group's provisions for the onerous contracts mainly refer to the difference of the cost of fulfilling a non-cancellable onerous contract less the consideration that will be received for fulfilling the contract.

B. Warranty

The Group provides warranties on construction engineering. Provision for warranty is estimated based on historical warranty rate of construction.

C. Decommissioning liabilities

- (a) It pertains to the contracts for the operation and maintenance service of refuse incineration plant between the subsidiaries, ECOVE Environment Service Corp. and SINO GAL -Waste Services Co., Ltd., and the grantors, requiring recovery of refuse incineration plant, related machinery and equipment when the contract expires. The Group has estimated the related recovery cost when the service contracts expire and amortizes it over the contract period.

- (b) It pertains to the land lease contracts among ECOVE Environment Corp., ECOVE Solar Power Corp., and the landowners, requiring demolition of solar power models and recovery of land when the contract expires. The Group has estimated the related recovery cost when the service contracts expire and amortizes it over the contract period.

#### D. Lawsuits

The customers of the Group's second-tier subsidiary, CTCI Resources Engineering Inc., filed legal claims against the Group's second-tier subsidiary due to new construction errors on April 11, 2023. In the directors' opinion, taking into account the legal counsel's advice, the outcome of these legal claims will potentially give rise to a loss of \$136 to the Group's subsidiary to compensate the customers. Therefore, a provision of \$136 is recognised for these legal claims.

#### (25) Share capital

- A. As of March 31, 2025 and 2024, the Company's authorized capital were all \$12,000,000, and the paid-in capital were \$8,157,767 and \$8,092,484, consisting of 815,776,698 shares and 809,248,394 shares, respectively, with a par value of NT\$10 per share.

Movements in the number of the Company's ordinary shares outstanding (excluding treasury shares) are as follows:

	2025	2024
At January 1	810,912,354	802,382,111
Employee stock options exercised	3,606,710	5,608,649
Reacquisition of share capital awaiting retirement	(4,503,911)	(75,665)
At March 31	810,015,153	807,915,095

- B. As the employees did not meet the vesting conditions of the restricted stocks to employees, the Group redeemed 4,503,911 shares and 75,665 shares and recorded them as reduction of share capital and share capital awaiting retirement for the three-month periods ended March 31, 2025 and 2024, respectively.
- C. The domestic subsidiaries of the Company measured the services provided by the employees by considering the equity instruments that the Company granted to their employees as equity-settled share-based payment transactions and recognized corresponding increase in equity.

#### D. Treasury shares

- (a) Reason for share reacquisition and movements in the number of the Company's treasury shares are as follows:

		March 31, 2025	
Name of company holding the shares	Reason for reacquisition	Number of shares	Carrying amount
Subsidiary-ECOVE Environment Services Corp.	To maintain stockholders' equity	1,028	\$ 10
Subsidiary-CTCI Investment Corp.	"	344,436	3,241
Subsidiary-CTCI Development Corp.	"	912,170	8,584
		<u>1,257,634</u>	<u>\$ 11,835</u>
		December 31, 2024	
Name of company holding the shares	Reason for reacquisition	Number of shares	Carrying amount
Subsidiary-ECOVE Environment Services Corp.	To maintain stockholders' equity	1,028	\$ 10
Subsidiary-CTCI Investment Corp.	"	344,436	3,241
Subsidiary-CTCI Development Corp.	"	912,170	8,584
		<u>1,257,634</u>	<u>\$ 11,835</u>
		March 31, 2024	
Name of company holding the shares	Reason for reacquisition	Number of shares	Carrying amount
Subsidiary-ECOVE Environment Services Corp.	To maintain stockholders' equity	1,028	\$ 10
Subsidiary-CTCI Investment Corp.	"	344,436	3,241
Subsidiary-CTCI Development Corp.	"	912,170	8,584
		<u>1,257,634</u>	<u>\$ 11,835</u>

- (b) Pursuant to the R.O.C. Securities and Exchange Law, the number of shares bought back as treasury share should not exceed 10% of the number of the Company's issued and outstanding shares and the amount bought back should not exceed the sum of retained earnings, paid-in capital in excess of par value and realized capital surplus.

#### (26) Capital surplus

- A. Pursuant to the R.O.C. Company Law, capital surplus arising from paid-in capital in excess of par value on issuance of common stocks and donations can be used to cover accumulated deficit or to issue new stocks or cash to shareholders in proportion to their share ownership, provided that the Company has no accumulated deficit. Further, the R.O.C. Securities and Exchange Law requires that the amount of capital surplus to be capitalized mentioned above should not exceed 10% of the paid-in capital each year. Capital surplus should not be used to cover accumulated deficit unless the legal reserve is insufficient.

B. The details and movements of capital surplus are provided as follows:

	Share premium	Treasury share transactions	Changes in ownership interests in subsidiaries	Employee stock options	Restricted stocks to employees	Net change in equity of associates	Stock options	Others	Total
At January 1, 2025	\$ 4,502,666	\$ 5,043	\$ 406,778	\$ 554,873	\$ 224,271	\$ 1,452	\$ 811,747	\$ 9,242	\$ 6,516,072
Employee stock options exercised	94,655	-	-	( 5,398)	-	-	-	-	89,257
Employee stock options exercised by subsidiary	-	-	12,330	-	-	-	-	-	12,330
Share-based payment transaction	-	-	-	( 13)	-	-	-	-	( 13)
Restricted stocks to employees	-	-	-	-	45,039	-	-	-	45,039
Issuance of convertible bonds by subsidiary	-	-	92	-	-	-	-	-	92
Change in equity of associates in proportion to the Group's ownership	-	-	-	-	-	68,125	-	-	68,125
At March 31, 2025	<u>\$ 4,597,321</u>	<u>\$ 5,043</u>	<u>\$ 419,200</u>	<u>\$ 549,462</u>	<u>\$ 269,310</u>	<u>\$ 69,577</u>	<u>\$ 811,747</u>	<u>\$ 9,242</u>	<u>\$ 6,730,902</u>
	Share premium	Treasury share transactions	Changes in ownership interests in subsidiaries	Employee stock options	Restricted stocks to employees	Net change in equity of associates	Others	Total	
At January 1, 2024	\$ 4,209,263	\$ 5,043	\$ 382,127	\$ 637,957	\$ 220,557	\$ 585	\$ 9,242	\$ 5,464,774	
Employee stock options exercised	141,725	-	-	( 11,364)	-	-	-	130,361	
Employee stock options exercised by subsidiary	-	-	14,937	-	-	-	-	14,937	
Share-based payment transaction	-	-	-	1,240	-	-	-	1,240	
Restricted stocks to employees	-	-	-	-	757	-	-	757	
Issuance of convertible bonds by subsidiary	-	-	( 7)	-	-	-	-	( 7)	
Change in equity of associates in proportion to the Group's ownership	-	-	-	-	-	96	-	96	
At March 31, 2024	<u>\$ 4,350,988</u>	<u>\$ 5,043</u>	<u>\$ 397,057</u>	<u>\$ 627,833</u>	<u>\$ 221,314</u>	<u>\$ 681</u>	<u>\$ 9,242</u>	<u>\$ 5,612,158</u>	

C. Refer to Notes 6 (22) and (23) for details about the capital surplus - employee stock options and restricted stocks to employees.

(27) Retained earnings (accumulated deficit)

A. When the Company generates net profit in the annual accounts, the Company may, after reserving a sufficient amount of the income before tax to cover the accumulated losses, with the resolution of the Board of Directors, distribute 1.5% to 5% of the income before tax to pay to the employees as remuneration, and distribute no more than 1.5% of the income before tax to pay to the Board of Directors as remuneration. The remuneration could be in the form of stock or cash, and the employee remuneration could be distributed to the employees of subsidiaries of the Company under certain conditions. A report of the distribution of employee remuneration or the Board of Directors' remuneration shall be submitted to the stockholders during their meeting.

- B. The Company shall, after all taxes and dues have been paid and its losses have been covered and at the time of allocating surplus profits, first set aside 10% of such profits as legal reserve. However, when the legal reserve amounts to the authorized capital, this shall not apply. Furthermore, in accordance with the provisions of laws and regulations and the rules prescribed by the central competent authority, a special reserve shall be set aside. If there is recovery of the balance of special reserve, the recovered amount shall be included in the distribution of the profit for the current year. The allocable profit for the current year, which is the balance after the profit distribution and covering losses aforementioned as the preceding paragraph, together with the undistributed retained earnings accrued from prior years shall be referred to as accumulated distributable earnings, which shall be distributed as dividends to shareholders according to shareholders' resolutions. The Board of Directors is authorized to distribute all or part of the distributable dividends, bonus, capital surplus and legal reserve in cash through a resolution by half of the two-thirds of the attendees at the Board of Directors' meeting, which shall then be reported to the shareholders during their meeting.

The Company's dividend policy takes into consideration the requirements for business expansion and industry growth, future operating needs and stability of financial structure. Thus, the distribution of the accumulated distributable earnings is in accordance with the shareholders' resolutions. Also, the amount of shareholders' bonus shall not be less than 50% of accumulated distributable earnings of the Company, and in particular, cash dividends shall not be less than 20% of total dividends distributed.

- C. Except for covering accumulated deficit or issuing new stocks or cash to shareholders in proportion to their share ownership, the legal reserve shall not be used for any other purpose. The use of legal reserve for the issuance of stocks or cash to shareholders in proportion to their share ownership is permitted, provided that the balance of the reserve exceeds 25% of the Company's paid-in capital.

D. Special reserve

- (a) In accordance with the regulations, the Company shall set aside special reserve from the debit balance on other equity items at the balance sheet date before distributing earnings. When debit balance on other equity items is reversed subsequently, the reversed amount could be included in the distributable earnings.
- (b) The amounts previously set aside by the Company as special reserve on initial application of IFRSs in accordance with Jin-Guan-Zheng-Fa-Zi Letter No. 1010012865, dated April 6, 2012, shall be reversed proportionately when the relevant assets are used, disposed of or reclassified subsequently. Such amounts are reversed upon disposal or reclassified if the assets are investment property of land, and reversed over the use period if the assets are investment property other than land.

- E. Details of the appropriations of 2024 earnings as proposed by the Board of Directors on February 27, 2025 and the appropriations of 2023 earnings as resolved by the shareholders during their meeting on May 27, 2024 are as follows:

	2024		2023	
	Amount	Dividends per share (in NT dollars)	Amount	Dividends per share (in NT dollars)
Set aside as legal reserve	\$ 211,898		\$ 186,815	
(Reversal of) set aside as special reserve	( 79,861)		229,568	
Distribution of cash dividends from earnings	1,625,454	\$ 2.00	1,660,258	\$ 2.06
	<u>\$ 1,757,491</u>		<u>\$ 2,076,641</u>	

- F. Details of the appropriations of 2024 earnings as proposed by the Board of Directors on April 22, 2025 are as follows:

	2024	
	Amount	Dividends per share (in NT dollars)
Set aside as legal reserve	\$ 211,898	
Reversal of special reserve	( 79,861)	
Distribution of stock dividends from earnings	812,727	\$ 1.00
Distribution of cash dividends from earnings	812,727	1.00
	<u>\$ 1,757,491</u>	<u>\$ 2.00</u>

The appropriations of 2024 earnings have not yet been resolved by the stockholders as of May 13, 2025, except for the cash dividends which had been resolved by the Board of Directors and shall only be reported to the shareholders.

- G. For information relating to employees' compensation (bonuses) and directors' remuneration, refer to Note 6 (34).

(28) Operating revenue

	For the three-month periods ended March 31,	
	2025	2024
Revenue from contracts with customers	\$ 22,266,724	\$ 29,272,373

A. Disaggregation of revenue from contracts with customers

The Group derives revenue from the transfer of goods and services over time and at a point in time in the following major product lines and geographical regions:

For the three-month period ended March 31, 2025	Construction Engineering Revenue	Service Revenue	Other Operating Revenue	Total
Total segment revenue	\$ 19,872,041	\$ 2,253,984	\$ 140,699	\$ 22,266,724
Inter-segment revenue	1,399,882	15,599	208,535	1,624,016
	<u>\$ 21,271,923</u>	<u>\$ 2,269,583</u>	<u>\$ 349,234</u>	<u>\$ 23,890,740</u>
Revenue from external customer contracts				
Timing of revenue recognition				
At a point time	\$ -	\$ -	\$ 140,699	\$ 140,699
Over time	19,872,041	2,253,984	-	22,126,025
	<u>\$ 19,872,041</u>	<u>\$ 2,253,984</u>	<u>\$ 140,699</u>	<u>\$ 22,266,724</u>
For the three-month period ended March 31, 2024	Construction Engineering Revenue	Service Revenue	Other Operating Revenue	Total
Total segment revenue	\$ 27,111,504	\$ 2,007,610	\$ 153,259	\$ 29,272,373
Inter-segment revenue	2,251,123	12,073	200,406	2,463,602
	<u>\$ 29,362,627</u>	<u>\$ 2,019,683</u>	<u>\$ 353,665</u>	<u>\$ 31,735,975</u>
Revenue from external customer contracts				
Timing of revenue recognition				
At a point time	\$ -	\$ -	\$ 153,259	\$ 153,259
Over time	27,111,504	2,007,610	-	29,119,114
	<u>\$ 27,111,504</u>	<u>\$ 2,007,610</u>	<u>\$ 153,259</u>	<u>\$ 29,272,373</u>

## B. Contract assets and liabilities

(a) The Group has recognized the following revenue-related contract assets and liabilities:

	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
Contract assets- construction contract revenue	\$ 24,467,856	\$ 26,595,005	\$ 21,524,432
Contract liabilities- construction contract revenue	( 28,882,716)	( 30,264,243)	( 32,632,412)
Contract liabilities- repairs contract revenue	( 122,529)	( 173,260)	( 403,227)
	<u>(\$ 4,537,389)</u>	<u>(\$ 3,842,498)</u>	<u>(\$ 11,511,207)</u>

(b) Revenue recognized that was included in the contract liability balance at the beginning of the period

	<u>For the three-month periods ended March 31,</u>	
	<u>2025</u>	<u>2024</u>
Revenue recognized that was included in the contract liability balance at the beginning of the period		
Construction contracts revenue	\$ 9,613,372	\$ 11,677,843
Repairs contract revenue	50,731	92,524
	<u>\$ 9,664,103</u>	<u>\$ 11,770,367</u>

C. For the construction contracts signed by the Group, the transaction prices allocated to the unsatisfied contracts as of March 31, 2025 and 2024 are expected to be recognized as revenue amounting to \$324,581,279 and \$346,330,485 from 2025 to 2043 and from 2024 to 2043, respectively.

## (29) Interest income

	<u>For the three-month periods ended March 31,</u>	
	<u>2025</u>	<u>2024</u>
Interest income from bank deposits	<u>\$ 124,017</u>	<u>\$ 111,879</u>

(30) Other income

	For the three-month periods ended March 31,	
	2025	2024
Rental revenue	\$ 2,227	\$ 2,401
Dividend income	646	240
Government grants revenue	3,651	3,491
Other income - others	10,147	11,963
	<u>\$ 16,671</u>	<u>\$ 18,095</u>

(31) Other gains and losses

	For the three-month periods ended March 31,	
	2025	2024
Gain on disposal of property, plant and equipment	\$ 28	\$ 368
Gain from lease modification	143	64
Gain on disposal of investments	1,574	-
Foreign exchange gain	58,168	60,002
Gain on financial assets at fair value through profit or loss	71,478	32,078
Depreciation charge on investment property	( 264)	( 264)
Depreciation charge on right-of-use assets	( 2,007)	( 2,002)
Other losses	( 505)	( 146)
	<u>\$ 128,615</u>	<u>\$ 90,100</u>

(32) Finance costs

	For the three-month periods ended March 31,	
	2025	2024
Interest expense		
Interest on loan	\$ 241,496	\$ 221,445
Interest on corporate bonds	46,032	36,000
Interest on lease liability	4,719	5,239
Less: Capitalized interest payments	( 265)	( 199)
	<u>\$ 291,982</u>	<u>\$ 262,485</u>

(33) Expenses by nature

	For the three-month periods ended March 31,	
	2025	2024
Subcontract costs	\$ 7,463,572	\$ 15,833,444
Materials	7,123,951	7,116,422
Employee benefit expense	2,967,244	3,024,407
Incinerator equipment costs on buried equipment	238,284	149,026
Depreciation	255,695	271,241
Amortization	54,640	44,914
Others	5,294,284	1,903,756
	<u>\$ 23,397,670</u>	<u>\$ 28,343,210</u>

(34) Employee benefit expense

	For the three-month periods ended March 31,	
	2025	2024
Salaries and wages	\$ 2,529,278	\$ 2,577,812
Employee stock options	( 13)	1,660
Restricted stocks to employees	8,666	19,778
Labor and health insurance fees	171,929	160,318
Pension costs	110,592	121,034
Other personnel expenses	146,792	143,805
	<u>\$ 2,967,244</u>	<u>\$ 3,024,407</u>

- A. According to the Articles of Incorporation of the Company, when distributing earnings, the Company shall distribute bonus to the employees and pay remuneration to the directors that should be 1.5% to 5% and not be higher than 1.5%, respectively, of the total distributed amount.
- B. For the three-month periods ended March 31, 2025 and 2024, employees' compensation was accrued at \$15,385 and \$14,149, respectively; directors' remuneration was accrued at \$4,500 and \$4,500, respectively. The aforementioned amounts were recognized in salary expenses and other expenses.

The employees' compensation and directors' remuneration were estimated and accrued based on an amount of 1.5% to 5% and not higher than 1.5% of distributable profit of current year for the three-month periods ended March 31, 2025 and 2024, respectively.

Employees' compensation and directors' remuneration for 2024 as resolved at the meeting of Board of Directors were in agreement with those amounts recognized in the 2024 financial statements.

Information about employees' compensation and directors' remuneration of the Company as resolved at the meeting of Board of Directors will be posted in the "Market Observation Post

System” at the website of the Taiwan Stock Exchange.

(35) Income tax

A. Income tax (benefit) expense

Components of income tax (benefit) expense:

	For the three-month periods ended March 31,	
	2025	2024
Current tax:		
Current tax on profits for the period	\$ 447,522	\$ 241,257
Prior year income tax (over) under estimation	( 3,415)	17,634
Total current tax	444,107	258,891
Deferred tax:		
Origination and reversal of temporary differences	( 507,607)	( 36,838)
Effect of foreign exchange	( 44)	( 300)
Total deferred tax	( 507,651)	( 37,138)
Income tax (benefit) expense	(\$ 63,544)	\$ 221,753

B. Assessment of income tax

The Company’s income tax returns through 2020 have been assessed and approved by the Tax Authority.

C. The Group has applied the exception to recognizing and disclosing information about deferred tax assets and liabilities related to Pillar Two income taxes.

D. The current tax expense related to Pillar Two income taxes that the Group recognized for the three-month periods ended March 31, 2025 and 2024 was both \$0.

E. The Company’s exposure to Pillar Two income taxes arising from the Pillar Two legislation is as follows:

- (a) The Group is within the scope of the Pillar Two model rules published by the Organization for Economic Co-operation and Development (OECD). Under the legislation, the Group is obliged to pay a top-up tax for the difference between its effective tax rate per jurisdiction calculated under Global Anti-Base Erosion (GloBE) and the 15% minimum rate.
- (b) The Group’s major operating jurisdictions, Singapore, Thailand, Malaysia and Hong Kong, will implement the Pillar Two legislation from January 1, 2025. Based on the Group’s assessment, the Group has no significant current tax exposure as of March 31, 2025. The Group will continue to assess each country’s exposure to the Pillar Two legislation for when it comes into effect.

(36) (Loss) earnings per share

For the three-month period ended March 31, 2025			
	Amount after tax	Weighted-average number of ordinary shares outstanding (shares in thousands)	Loss per share (in dollars)
<u>Basic loss per share</u>			
Loss attributable to ordinary shareholders of the parent	(\$ 1,217,479)	803,501	(\$ <u>1.52</u> )
<u>Diluted loss per share</u>			
Assumed conversion of all dilutive potential ordinary shares			
Employee stock options	-	1,196	
Restricted stocks to employees	-	3,714	
Employees' compensation	-	406	
Loss attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	(\$ <u>1,217,479</u> )	<u>808,817</u>	(\$ <u>1.51</u> )
For the three-month period ended March 31, 2024			
	Amount after tax	Weighted-average number of ordinary shares outstanding (shares in thousands)	Earnings per share (in dollars)
<u>Basic earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 463,827	795,484	NT\$ <u>0.58</u>
<u>Diluted earnings per share</u>			
Assumed conversion of all dilutive potential ordinary shares			
Employee stock options	-	2,791	
Restricted stocks to employees	-	8,513	
Employees' compensation	-	312	
Loss attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	\$ <u>463,827</u>	<u>807,100</u>	NT\$ <u>0.57</u>

Note: For the three-month period ended March 31, 2025, the convertible bonds had anti-dilutive effect. Thus, they were not included in the calculation of assumed conversion of all dilutive potential ordinary shares for earnings per share.

(37) Supplemental cash flow information

A. Investing activities with partial cash receipts

	For the three-month periods ended March 31,	
	2025	2024
Disposal of financial assets at fair value through other comprehensive income - listed stock	\$ -	\$ 115,215
Less: Ending balance of receivable	-	( 16,200)
Cash received during the period	<u>\$ -</u>	<u>\$ 99,015</u>

B. Investing activities with partial cash payments

	For the three-month periods ended March 31,	
	2025	2024
Purchase of property, plant and equipment (including transfers)	\$ 17,404	\$ 58,390
Add: Opening balance of payable on equipment	19,641	23,751
Ending balance of prepayment for business facilities	291,601	189,946
Less: Ending balance of payable on equipment	( 41,180)	( 14,883)
Opening balance of prepayment for business facilities	( 258,183)	( 85,094)
Cash paid during the period	<u>\$ 29,283</u>	<u>\$ 172,110</u>

C. Financing activities with no cash flow effects

	For the three-month periods ended March 31,	
	2025	2024
Cash dividends declared but yet to be paid	<u>\$ 2,400,036</u>	<u>\$ 2,296,108</u>

(38) Changes in liabilities from financing activities

The Group's liabilities from financing activities for the three-month periods ended March 31, 2025 and 2024 included short-term borrowings, short-term notes and bills payable, corporate bonds payable, long-term borrowings, and lease liabilities, changes in cash flows from financing, etc. The summary amount is as follows. For the rest of the information, refer to the cash flow statement.

	Liabilities from financing activities-gross	
	2025	2024
At January 1	\$ 38,592,183	\$ 28,684,999
Changes in cash flows from financing activities	619,595	2,234,911
Changes in other non-cash items	85,847	75,887
At March 31	<u>\$ 39,297,625</u>	<u>\$ 30,995,797</u>

## 7. RELATED PARTY TRANSACTIONS

### (1) Names of related parties and relationship

Names of related parties	Relationship with the Group
Blue Whale Water Technology Corp.	Associate
EVER ECOVE CORP.	Associate
HDEC-CTCI (Linhai) Corp.	Associate
Bao Ding Reclaimed Water Co., Ltd.	Associate
Jing Ding Green Energy Technology Co., Ltd.	Associate
HDEC Corp.	Other related party
CTCI Foundation	Other related party
CTCI Education Foundation	Other related party
MIE Industrial Sdn. Bhd.	It was one of the Group's other related parties, however, it was no longer a related party of the Group since May 2024.
PT Gudang Gajah Lestari	Other related party
Ho-Ping Power Company	Other related party
Taiwan Cement Corp. Hoping Branch	Other related party
Molie Quantum Energy Corporation	Other related party
Taiwan Cement Corp.	Other related party
Kaohsiung Cement Products Plant Taiwan Cement Corporation	Other related party

### (2) Significant transactions and balances with related parties

#### A. Construction revenue

	For the three-month periods ended March 31,	
	2025	2024
Associates	\$ 89,212	\$ 116,364
Other related parties	59,056	527,598
	<u>\$ 148,268</u>	<u>\$ 643,962</u>

The prices on the construction contracts entered into with related parties are set through negotiation by both parties. The collection terms were approximately the same as those with third parties.

B. Contract assets and liabilities

	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
Contract assets:			
Associates	\$ 22,758	\$ 102,280	\$ 160,541
Other related parties	<u>28,400</u>	<u>122,080</u>	<u>577,065</u>
	<u>\$ 51,158</u>	<u>\$ 224,360</u>	<u>\$ 737,606</u>
Contract liabilities:			
Associates	\$ 43,044	\$ 33,898	\$ 32,880
Other related parties	<u>363,110</u>	<u>382,870</u>	<u>267,149</u>
	<u>\$ 406,154</u>	<u>\$ 416,768</u>	<u>\$ 300,029</u>

C. Cost of construction

	<u>For the three-month periods ended March 31,</u>	
	<u>2025</u>	<u>2024</u>
Cost of construction:		
Associates	\$ 1,105	\$ -
Other related parties	<u>66,738</u>	<u>172,296</u>
	<u>\$ 67,843</u>	<u>\$ 172,296</u>

The prices on the construction subcontracts entered into with related parties are set through negotiation by both parties.

D. Accounts receivable

	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
Accounts receivable			
Associates	\$ 355,215	\$ 304,299	\$ 324,150
Other related parties	<u>46,078</u>	<u>108,497</u>	<u>132,623</u>
	<u>\$ 401,293</u>	<u>\$ 412,796</u>	<u>\$ 456,773</u>

E. Other receivables

	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
Other related parties	<u>\$ 216</u>	<u>\$ 137</u>	<u>\$ 70</u>

F. Loans to related parties (shown as other receivables due from related parties)

	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
Other related parties	<u>\$ 14,555</u>	<u>\$ 14,555</u>	<u>\$ 13,734</u>

Loans to related parties are repayable within one year after loans were granted, and the interest was collected at 6% per annum for the three-month periods ended March 31, 2025 and 2024.

G. Payables for related parties

	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
Accounts payable :			
Associates	\$ 651	\$ -	\$ -
Other related parties	<u>71,596</u>	<u>77,971</u>	<u>178,564</u>
	<u>\$ 72,247</u>	<u>\$ 77,971</u>	<u>\$ 178,564</u>
Other payables:			
Other related parties	<u>\$ 3,035</u>	<u>\$ 1,756</u>	<u>\$ 2,606</u>

H. Leasing arrangements - lessee

(a) The Group leases buildings from other related parties. Rental contracts are made for periods from 2010 to 2029, and payments are made semiannually.

(b) Lease liability

i. Outstanding balance:

	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
Other related parties	<u>\$ 37,104</u>	<u>\$ 41,227</u>	<u>\$ 45,197</u>

ii. Interest expense:

	<u>For the three-month periods ended March 31,</u>	
	<u>2025</u>	<u>2024</u>
Other related parties	<u>\$ 63</u>	<u>\$ 77</u>

I. Provision for endorsements and guarantees

	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
Associates	<u>\$ 4,873,355</u>	<u>\$ 4,873,355</u>	<u>\$ 5,642,655</u>

J. The Group donated \$15,000 to the CTCI Education Foundation in March 2024, for personnel training and enterprise social responsibility. As of March 31, 2025, the Group has not yet donated cash.

(3) Key management compensation

	For the three-month periods ended March 31,	
	2025	2024
Salaries and other short-term employee benefits	\$ 130,496	\$ 102,668
Post-employment benefits	634	167
Other long-term benefits	681	681
Share-based payments	476	748
	<u>\$ 132,287</u>	<u>\$ 104,264</u>

8. PLEDGED ASSETS

Pledged assets	Book value			Purpose
	March 31, 2025	December 31, 2024	March 31, 2024	
Financial assets at amortized cost - current				
Restricted time deposits with maturity under three months	\$ -	\$ -	\$ 30,000	Guarantee for bid
Financial assets at amortized cost - non-current				
Pledged demand deposits	11,716	11,492	22,834	Guarantee for litigation deposits, construction contracts and bid
Pledged time deposits	90,585	260,027	399,030	Guarantee for oil expense, litigation deposits, construction contracts and bid
Other non-current assets				
Refundable deposits	200,959	202,762	205,022	Guarantee for oil expense, rent, golf certificates, tender bonds, dormitory deposit, and wages
Property, plant and equipment	7,225,058	7,256,441	6,354,069	Guarantee for long-term and short-term borrowings
Long-term receivables	3,182,351	3,079,955	2,818,178	Guarantee for long-term borrowings
Long-term receivables due in one year	372,866	372,866	215,728	Guarantee for long-term borrowings
Investment property	859,498	860,664	830,764	Guarantee for long-term and short-term borrowings
Intangible assests				
Licences	143,127	120,010	82,396	Guarantee for long-term borrowings
	<u>\$ 12,086,160</u>	<u>\$ 12,164,217</u>	<u>\$ 10,958,021</u>	

9. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNIZED CONTRACT COMMITMENTS

In addition to those items which have been disclosed in Note 6(28), the significant contingent liabilities and unrecognized contract commitments of the Group as of March 31, 2025 were as follows:

(1) Guarantee

- A. The Group had outstanding notes payable for security deposits under various construction projects amounting to \$6,204,547.
- B. The Group had letters of guarantee for warranty and security deposits under various construction projects amounting to \$66,502,993.
- C. The Group had outstanding notes payable for bank financing amounting to \$263,799,322.

(2) The Group had unused and outstanding letters of credit of \$126,331.

(3) The Group had outstanding commitments for construction subcontracts, net of billings that had been paid and accrued in the future of \$79,928,891.

(4) The subsidiaries had entered into contracts for acquisition of materials amounting to \$58,831.

(5) The subsidiaries had outstanding commitments for service contracts amounting to \$8,119,028.

(6) The subsidiary, CTCI Smart Engineering Corp., has entered into an electrical and mechanical contract with RPTI International Ltd. (RPTI) on behalf of the joint venture by RSEA Engineering Corp. and CTCI Smart Engineering Corp. for partial permanent work of electrical and mechanical engineering. However, as RPTI International Ltd. was behind schedule, it agreed that CTCI Smart Engineering Corp. hire others to carry out the pending construction. In addition, because RPTI was unable to perform the air conditioning construction as stated in the contract, CTCI Smart Engineering Corp. revoked the air conditioning construction, and re-contract out to Jehng Long Engineering Corp. The aforementioned construction expenses for hiring others and for working on the terminated construction and losses were expected to be paid using RPTI's estimated assessment amount and retention payment. However, RPTI filed a lawsuit with the Taiwan Taipei District Court, alleging improper deduction by CTCI Smart Engineering Corp. and requesting construction payment of \$72,024 along with an interest at 5% per annum from November 28, 2007 until the date of repayment. The case was still in trial and CTCI Smart Engineering Corp. filed a counter-claim on August 8, 2008, alleging RPTI's estimated assessment amount and retention amount were insufficient to cover all payables, and requesting payment of \$94,569. The amount of \$22,947 of the requested payment of \$94,569 shall be paid along with an interest at 5% per annum from July 16, 2008 until the date of repayment, while the remaining request amount shall be paid along with an interest at 5% per annum from the date when RPTI receives the transcription of counter-complaint until the date of repayment. RPTI expanded its claim to request a payment of \$111,079 along with an interest. On April 27, 2015, Taiwan Taipei District Court rendered a judgement (Year 2008, Zian-Zi No. 21, Civil case) that CTCI Smart Engineering Corp. needs to pay RPTI an amount of \$84,305 which comprises of \$72,574 along with an interest at 5% per annum from November 28, 2007 and of the remaining \$11,731 along with an interest at 5% per annum from December 15, 2010 until the date of repayment. RPTI's remaining appeal and CTCI Smart Engineering Corp.'s counter-claim were refuted. CTCI Smart Engineering Corp. disagreed with the verdict and filed an appeal with the Taiwan High Court in the prescribed time, asking for rejection to RPTI's claim and judgment of the counter-claim. The counter-claim is

requesting RPTI to pay an amount of \$75,166 which comprises of \$22,947 along with an interest at 5% per annum from July 16, 2008 and of remaining \$52,218 along with an interest at 5% per annum from August 9, 2008 until the date of repayment. RPTI filed an incidental appeal requesting CTCI Smart Engineering Corp. to pay another amount of \$7,092 along with an interest at 5% per annum from November 28, 2007 until the date of repayment. Taiwan High Court rendered the judgement on August 30, 2017. Refuted the verdict above and commanded that RPTI needs to pay CTCI Smart Engineering Corp. \$57,899 along with an interest at 5% per annum from August 9, 2008 until the date of repayment. RPTI appealed to the Supreme Court during the legal period because they disagreed with the judgement. The Supreme Court rendered the judgement that the verdict Taiwan High Court rendered was void and reverted the case back to the Taiwan High Court for a retrial. During the retrial, the judge gave explicit instructions that CTCI Smart Engineering Corp. should obey the tenor sent by the Supreme Court and amend the statement of payment request to the statement of creditor's rights confirmation request, the statement declares that RPTIC needs to pay CTCI Smart Engineering Corp. an amount of \$57,899 which comprises of \$22,947 along with an interest at 5% per annum from July 16, 2008 and of remaining \$34,952 along with an interest at 5% per annum from August 9, 2008 until the date of repayment and they would be included in the Group's claim in bankruptcy. On March 10, 2020, the Taiwan High Court refuted the verdict by voiding it (except for the confirmed part) again and the rendered the judgement whereby RPTI is required to pay CTCI Smart Engineering Corp. an amount of \$48,144 along with an interest at 5% per annum from August 9, 2008 until the date of repayment. RPTI appealed to the Supreme Court during the legal period because they disagreed with the judgement while CTCI Smart Engineering Corp. did not. On April 11, 2021, the Supreme Court refuted the verdict by voiding the aforementioned judgement from the Taiwan High Court in the first retrial again according to the Year 2021, Tai-Shang- Zi No. 136, Civil judgement and reverted the case back to the Taiwan High Court for another retrial. On July 5, 2022, the Taiwan High Court rendered a judgement for the dismissal of the appeal of CTCI Smart Engineering Corp. (that is, maintaining the judgement in the first retrial). CTCI Smart Engineering Corp. disagreed and filed an appeal with the Supreme Court within the prescribed time. The Supreme Court refuted the verdict by voiding the aforementioned judgement from the Taiwan High Court in the second retrial again according to the Year 2022, Tai-Shang-Zi No. 2547, Civil judgement. According to CTCI Smart Engineering Corp.'s appointed lawyers, the case was remanded to the Taiwan High Court, and the case number is Year 2024, Chong-Shang-Geng-San-Zi No. 116, Shan-Gu.

- (7) On March 31, 2014, the Company entered into the building construction undertaking agreement with Oriental Petrochemical (Taiwan) Co., Ltd. and Dayu Mechanical Engineering Co., Ltd. (referred herein as the Dayu Corporation) for the prefabricated installation construction of the above ground piping in 19 districts of Oriental Petrochemical (Taiwan) Co., Ltd. Guanyin Second Field PTA LINE 3 plant project construction which was undertaken by Oriental Petrochemical (Taiwan) Co., Ltd.. The Company generally accepted all rights and obligations of Oriental Petrochemical (Taiwan) Co., Ltd. which were arouse from this agreement. Due to the adjustment in the details of the work, the Company entered into a contract change letter with Dayu Mechanical Engineering Co., Ltd. on

November 18, 2014 to extend the construction period to December 31, 2015. Subsequently, due to the insufficient number of workers from Dayu Mechanical Engineering Co., Ltd. repeatedly, the Company sent a legal attest letter to Dayu Mechanical Engineering Co., Ltd. on May 9, 2016 to terminate this contract. On May 20, 2020, Dayu Mechanical Engineering Co., Ltd. filed a complaint against the Company, claiming that it suffered the damage caused by the Company's delay in starting the construction for 5 months and failure in fulfilling contractual obligations such as not completing the infrastructure on schedule, and requested for payments of \$117,177 which were the total of retentions, unpaid construction payment, safety and health management fee, profit management fee and night entry assess fee paid on behalf the Company. However, the Company claimed that Dayu Mechanical Engineering Co., Ltd.'s claims had expired by prescription and if the court considers the claims had not expired then the Company will claim to offset the claims with its loss on recontracting amounting to \$75,007 and Dayu Mechanical Engineering Co., Ltd.'s overdue default penalty amounting to \$22,520. On December 27, 2023, the Taiwan Taipei District Court rendered a judgement with Year 2019, Zian-Zi No. 314 for the dismissal of the appeal of Dayu Corporation. Consequently, Dayu Corporation filed an appeal on January 30, 2024 regarding the three aspects, including the delay in starting the construction, damage for failure in fulfilling contractual obligations and retentions, requested the payment of \$37,183. The case is under trial of the Taiwan High Court.

- (8) The plaintiff, Pao An Fire Equipment Co., Ltd. (hereafter referred to as "Pao An"), which is the subcontractor of the Company, has been engaged by the Company to undertake the "Fire Protection Engineering of Taipower Talin Power Plant's main plant" and has requested the Court for the issuance of a payment order against the Company. Pao An claimed that that Company has an outstanding final payment and an additional construction payment totaling \$82,411 relative to the "Fire Protection Engineering of Taipower Talin Power Plant's main plant". The Company questioned the claim by Pao An, and the case was under trial with the Taiwan Taipei District Court. Pao An expanded its claim, whereby a total payment of \$96,559 has been requested. The Company claimed that the amount for the additional construction payment was confirmed on the site by engineers from both parties, and shall be a few millions only. Since Pao An still has to pay the penalty for delay and defects, the Company has no obligation to pay Pao An after offsetting. On March 15, 2024, the Taiwan Taipei District Court rendered a judgement with year 2020, Zian-Zi No. 171 for the dismissal of the appeal of Pao An. Consequently, Pao An filed an appeal on April 11, 2024. The case is under trial of the Taiwan High Court.

#### 10. SIGNIFICANT DISASTER LOSS

None.

## 11. SIGNIFICANT SUBSEQUENT EVENTS

- (1) Details of the amendments to the appropriation of 2024 earnings as resolved in the interim meeting of the Board of Directors on April 22, 2025 are provided in Note 6(27)F.
- (2) To fulfill operating capital, strengthen financial structure, meet reinvestment needs and control the timeliness and convenience of fundraising, on April 22, 2025, the Company's Board of Directors at the interim meeting resolved to increase its capital in three tranches within one year from the date of the resolution at the shareholders' meeting by issuing ordinary shares up to a maximum of 90,000 thousand shares through private placement. As of May 13, 2025, the Company has not yet submitted an application to the competent authority for approval for the issuance of ordinary shares.
- (3) On April 14, 2025, the second-tier subsidiary, ECOVE Environment Services Corp., paid the remaining balance of \$1,901,520 to the Industrial Development Bureau for the land located at Lot 60-21, Lunhai Section, Lukang Township, Changhua County. Refer to Note 6(13)D for details.
- (4) On April 16, 2025, U.S. Time, the second-tier subsidiary, CTCI Americas, Inc., undertook the construction of BKRF. GCEH, which is the parent company of the owner, BKRF, filed for the restructuring in accordance with the relevant U.S. regulations. The Company reached a preliminary consensus with other major creditors of GCEH through prior negotiations to settle all existing debts of GCEH in annual installments in the restructuring plan to secure the creditor's rights of CTCI Americas. Refer to Note 6(13)A(e)ii, iii, iv, v for details.

## 12. OTHERS

### (1) Capital management

The Group's objectives when managing capital are to safeguard the Group's ability to continue as a going concern in order to provide returns for shareholders and to maintain an optimal capital structure to reduce the cost of capital. In order to maintain or adjust the capital structure, the Group may adjust the amount of dividends paid to shareholders, return capital to shareholders, issue new shares or sell assets to reduce debt. The Group monitors capital on the basis of the gearing ratio. This ratio is calculated as net debt divided by total capital. Total borrowings include 'current and non-current borrowings' as shown in the consolidated balance sheet. Total capital is calculated as 'equity' as shown in the consolidated balance sheet.

The gearing ratios as of March 31, 2025, December 31, 2024 and March 31, 2024 were as follows:

	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
Total borrowings	\$ 38,583,937	\$ 37,845,456	\$ 30,104,367
Total equity	\$ 21,738,047	\$ 24,668,369	\$ 21,579,540
Gearing ratio	<u>177.49%</u>	<u>153.42%</u>	<u>139.50%</u>

(2) Financial risk of financial instruments

A. Financial instruments by category

	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
<u>Financial assets</u>			
Financial assets mandatorily measured at fair value through profit or loss	\$ 1,135,104	\$ 5,579,895	\$ 1,635,742
Designation of equity instrument	\$ 766,558	\$ 759,678	\$ 877,998
<u>Financial assets</u>			
Cash and cash equivalents	\$ 27,903,650	\$ 21,116,610	\$ 27,857,918
Financial assets at amortized cost	6,704,451	9,641,458	7,729,638
Notes receivable	617	1,633	18,410
Accounts receivable	5,779,608	6,280,615	21,078,242
Accounts receivable due from related parties	401,293	412,796	456,773
Other receivables	265,883	262,477	388,249
Other receivables due from related parties	14,771	14,692	13,804
Refundable deposits	200,959	202,762	205,022
Lease payments receivable - non-current	2,292,327	2,316,542	2,387,971
Long-term receivables	20,192,188	23,068,188	3,335,139
	<u>\$ 63,755,747</u>	<u>\$ 63,317,773</u>	<u>\$ 63,471,166</u>
<u>Financial liabilities</u>			
Financial liabilities mandatorily measured at fair value through profit or loss	\$ 143,458	\$ 234,040	\$ 45,646
Financial liabilities at amortized cost			
Short-term borrowings	\$ 1,663,426	\$ 11,640,423	\$ 10,182,873
Notes payable	2,191	11,579	21,710
Accounts payable	20,265,112	23,478,280	20,894,236
Accounts payable due to related parties	72,247	77,971	178,564
Other payables	4,618,195	3,716,684	4,488,429
Other payables due to related parties	3,035	1,756	2,606
Corporate bonds payable (including current portion)	17,393,512	12,372,584	12,871,395
Long-term borrowings (including current portion)	19,526,999	13,832,449	7,050,099
Deposits received	909,105	886,343	861,640
	<u>\$ 64,453,822</u>	<u>\$ 66,018,069</u>	<u>\$ 56,551,552</u>
Lease liability	<u>\$ 713,688</u>	<u>\$ 746,727</u>	<u>\$ 891,430</u>

## B. Risk management policies

- (a) The Group's activities expose it to a variety of financial risks: market risk (including foreign exchange risk, interest rate risk and price risk), credit risk and liquidity risk.
- (b) Risk management is carried out by a central treasury department (Group treasury) under policies approved by the Board of Directors. Group treasury identifies, evaluates and hedges financial risks in close cooperation with the Group's operating units. The Board provides written principles for overall risk management, as well as written policies covering specific areas and matters, such as foreign exchange risk, interest rate risk, credit risk, use of derivative financial instruments and non-derivative financial instruments, and investment of excess liquidity.

## C. Significant financial risks and degrees of financial risks

### (a) Market risk

#### Foreign exchange risk

- i. The Group operates internationally and is exposed to exchange rate risk arising from the transactions of the Company and its subsidiaries used in various functional currency, primarily with respect to the USD and EUR. Exchange rate risk arises from future commercial transactions and recognized assets and liabilities.
- ii. Management has set up a policy to require group companies to manage their foreign exchange risk against their functional currency. The companies are required to hedge their entire foreign exchange risk exposure with the Group treasury.
- iii. The Group's businesses involve some non-functional currency operations (the Company's and certain subsidiaries' functional currency: NTD; other certain subsidiaries' functional currency: USD and RMB). The information on assets and liabilities denominated in foreign currencies whose values would be materially affected by the exchange rate fluctuations is as follows:

March 31, 2025			
Foreign Currency			
Amount			
	(In thousands)	Exchange Rate	Book Value
(Foreign currency: functional currency)			
<u>Financial assets</u>			
<u>Monetary items</u>			
USD : NTD	\$ 476,874	33.1100	\$ 15,789,298
EUR : NTD	3,475	35.6826	123,997
RMB : NTD	7,680	4.5593	35,015
MOP : NTD	22,435	4.1282	92,616
VND : NTD	87,652,832	0.0013	113,949
JYP : NTD	354,357	0.2205	78,136
USD : IDR	1,045	16,555.0000	34,600
USD : THB	1,185	33.9138	39,235
USD : VND	3,230	25,469.2308	106,945
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD : NTD	4,499	33.1100	148,962
EUR : NTD	1,900	35.6826	67,797
USD : SAR	6,750	3.7515	223,493
USD : RMB	3,515	7.2621	116,382
USD : INR	2,250	85.7106	74,498

December 31, 2024			
Foreign Currency			
Amount			
	(In thousands)	Exchange Rate	Book Value
(Foreign currency: functional currency)			
<u>Financial assets</u>			
<u>Monetary items</u>			
USD : NTD	\$ 158,039	32.7110	\$ 5,169,614
EUR : NTD	1,260	34.0521	42,906
RMB : NTD	8,656	4.4815	38,792
MOP : NTD	30,420	4.0843	124,244
VND : NTD	84,757,459	0.0013	110,185
JYP : NTD	321,680	0.2076	66,781
USD : RMB	3,212	7.2991	105,068
USD : THB	19,247	34.1558	629,589
USD : VND	2,907	25,162.3077	95,091
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD : NTD	30,752	32.7110	1,005,929
MOP : NTD	7,400	4.0843	30,224
EUR : NTD	9,404	34.0521	320,226
JYP : NTD	350,779	0.2076	72,822
RMB : NTD	59,166	4.4815	265,152
CHF : NTD	5,502	36.3718	200,118
USD : SAR	6,550	3.7551	214,257
JYP : RMB	461,925	0.0463	95,896
USD : INR	1,984	85.2515	64,899
RMB : INR	37,036	11.6797	165,977

March 31, 2024			
	Foreign Currency Amount		
	(In thousands)	Exchange Rate	Book Value
(Foreign currency: functional currency)			
<u>Financial assets</u>			
<u>Monetary items</u>			
USD : NTD	\$ 272,252	31.9860	\$ 8,708,252
EUR : NTD	1,696	34.6312	58,735
RMB : NTD	12,490	4.4251	55,269
MOP : NTD	17,107	3.9637	67,807
USD : VND	9,101	24,604.6154	291,105
USD : IDR	5,183	15,993.0000	165,783
USD : THB	2,177	36.4347	69,634
USD : MYR	1,334	4.7298	42,669
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD : NTD	6,932	31.9860	221,727
EUR : NTD	4,740	34.6312	164,152
JPY : NTD	404,066	0.2106	85,096
EUR : INR	926	90.1619	32,068
USD : INR	7,148	83.2752	228,636
RMB : INR	8,563	11.5207	37,892
USD : SAR	6,565	3.7506	209,988
USD : CNY	3,630	7.2283	116,109

- iv. The exchange gain arising from significant foreign exchange variation on the monetary items held by the Group for the three-month periods ended March 31, 2025 and 2024 amounted to \$58,168, and \$60,002, respectively.
- v. Analysis of foreign currency market risk arising from significant foreign exchange variation:

March 31, 2025				
Sensitivity Analysis				
	Degree of Variation	Effect on Profit or Loss	Effect on Other Comprehensive Income	
( Foreign currency: functional currency)				
<u>Financial assets</u>				
<u>Monetary items</u>				
USD : NTD	1%	\$ 157,893	\$	-
EUR : NTD	1%	1,240		-
RMB : NTD	1%	350		-
MOP : NTD	1%	926		-
VND : NTD	1%	1,139		-
JYP : NTD	1%	781		-
USD : IDR	1%	346		-
USD : THB	1%	392		-
USD : VND	1%	1,069		-
<u>Financial liabilities</u>				
<u>Monetary items</u>				
USD : NTD	1%	1,490		-
EUR : NTD	1%	678		-
USD : SAR	1%	2,235		-
USD : RMB	1%	1,164		-
USD : INR	1%	745		-

December 31, 2024				
Sensitivity Analysis				
	Degree of Variation	Effect on Profit or Loss	Effect on Other Comprehensive Income	
( Foreign currency: functional currency)				
<u>Financial assets</u>				
<u>Monetary items</u>				
USD : NTD	1%	\$ 51,696	\$	-
EUR : NTD	1%	429		-
RMB : NTD	1%	388		-
MOP : NTD	1%	1,242		-
VND : NTD	1%	1,102		-
JYP : NTD	1%	668		-
USD : RMB	1%	1,051		-
USD : THB	1%	6,296		-
USD : VND	1%	951		-
<u>Financial liabilities</u>				
<u>Monetary items</u>				
USD : NTD	1%	10,059		-
MOP : NTD	1%	302		-
EUR : NTD	1%	3,202		-
JPY : NTD	1%	728		-
RMB : NTD	1%	2,652		-
CHF : NTD	1%	2,001		-
USD : SAR	1%	2,143		-
JPY : RMB	1%	959		-
USD : INR	1%	649		-
RMB : UNR	1%	1,660		-

March 31, 2024				
Sensitivity Analysis				
	Degree of Variation	Effect on Profit or Loss	Effect on Other Comprehensive Income	
( Foreign currency: functional currency)				
<u>Financial assets</u>				
<u>Monetary items</u>				
USD : NTD	1%	\$ 87,083	\$	-
EUR : NTD	1%	587		-
RMB : NTD	1%	553		-
MOP : NTD	1%	678		-
USD : VND	1%	2,911		-
USD : IDR	1%	1,658		-
USD : THB	1%	696		-
USD : MYR	1%	427		-
<u>Financial liabilities</u>				
<u>Monetary items</u>				
USD : NTD	1%	2,217		-
EUR : NTD	1%	1,642		-
JPY : NTD	1%	851		-
EUR : INR	1%	321		-
USD : INR	1%	2,286		-
RMB : INR	1%	379		-
USD : SAR	1%	2,100		-
USD : RMB	1%	1,161		-

#### Price risk

The Group's equity securities, which are exposed to price risk, are the held financial assets at fair value through other comprehensive income, and financial assets at fair value through profit or loss. To manage its price risk arising from investments in equity securities, the Group diversifies its portfolio. Diversification of the portfolio is done in accordance with the limits set by the Group.

#### Cash flow and fair value interest rate risk

The Group's interest rate risk arises from borrowings. Borrowings issued at variable rates expose the Group to cash flow interest rate risk which is partially offset by cash and cash equivalents held at variable rates. During the three-month periods ended March 31, 2025 and 2024, the Group's borrowings at variable rate were denominated in NTD and USD.

(b) Credit risk

- i. Credit risk refers to the risk of financial loss to the Group arising from default by the clients or counterparties of financial instruments on the contract obligations. According to the Group's credit policy, each local entity in the Group is responsible for managing and analyzing the credit risk for each of their new clients before standard payment and delivery terms and conditions are offered.
- ii. Individual risk limits are controlled by internal risk that assesses the credit quality of the customers, taking into account their financial position, past experience and other factors.
- iii. The Group adopts the assumption under IFRS 9, that is, if the contract payments were past due over 30 days based on the terms, there has been a significant increase in credit risk on that instrument since initial recognition.
- iv. The Group adopts the assumption under IFRS 9, that is, the default occurs when the customers' contract payments are past due over 90 days.
- v. The Group classifies customers' accounts receivable and contract assets in accordance with customer types. The Group applies the simplified approach using the provision matrix and loss rate methodology to estimate expected credit loss.
- vi. The Group used the forecastability of Taiwan Institute of Economic Research boom observation report to adjust historical and timely information to assess the default possibility of accounts receivable. On March 31, 2025, December 31, 2024 and March 31, 2024, the provision matrix is as follows:

	Excellent customers (Note 1)	General customers (Note 2)	Individual assessment customers	Total
<u>March 31, 2025</u>				
Expected loss rate	0.03%~0.06%	0.03%~100%	7.40%~100%	
Total book value	\$ 14,978,702	\$ 21,551,377	\$ 20,411,613	\$ 56,941,692
Loss allowance	( 1,949)	( 66,781)	( 3,739,073)	( 3,807,803)
<u>December 31, 2024</u>				
Expected loss rate	0.03%~0.03%	0.03%~100%	1.59%~100%	
Total book value	\$ 9,906,469	\$ 2,629,047	\$ 20,166,835	\$ 32,702,351
Loss allowance	( 698)	( 59,276)	( 562,603)	( 622,577)

	Excellent customers (Note 1)	General customers (Note 2)	Individual assessment customers	Total
March 31, 2024				
Expected loss rate	0.03%~0.03%	0.03%~8.37%	100%	
Total book value	\$ 5,122,964	\$ 23,361,501	\$ 135,676	\$ 28,620,141
Loss allowance	( 234)	( 304,799)	( 135,676)	( 440,709)

Note 1: Government institutions, state-owned enterprises, listed companies and associates.

Note 2: Companies that are not included in Note 1.

Movements in relation to the Group applying the simplified approach to provide loss allowance for accounts receivable are as follows:

	2025		2024	
	Accounts receivable	Others	Accounts receivable	Others
At January 1	\$ 622,577	\$ -	\$ 349,874	\$ -
Provision for impairment	3,151,868	5,845	77,276	-
Effect of foreign exchange	27,513	-	13,559	-
At March 31	<u>\$ 3,801,958</u>	<u>\$ 5,845</u>	<u>\$ 440,709</u>	<u>\$ -</u>

(c) Liquidity risk

- i. Cash flow forecasting is performed in the operating entities of the Group and aggregated by Group treasury. Group treasury monitors rolling forecasts of the Group's liquidity requirements to ensure it has sufficient cash to meet operational needs so that the Group does not breach borrowing limits or covenants on any of its borrowing facilities. Such forecasting takes into consideration the Group's debt financing plans, covenant compliance, and compliance with internal balance sheet ratio targets.
- ii. The table below analyses the Group's non-derivative financial liabilities and net-settled derivative financial liabilities into relevant maturity groupings based on the remaining period at the balance sheet date to the contractual maturity date for non-derivative financial liabilities and to the expected maturity date for derivative financial liabilities. The amounts disclosed in the table are the contractual undiscounted cash flows.

Non-derivative financial liabilities

March 31, 2025	Less than 1 year	More than 1 year
Short-term borrowings	\$ 1,663,426	\$ -
Notes payable	2,191	-
Accounts payable (including related parties)	20,337,359	-
Other payables (including related parties)	4,621,230	-
Lease liabilities	296,986	467,521
Bonds payable	4,775,440	13,204,360
Long-term borrowings (including current portion)	5,751,971	16,110,454

Non-derivative financial liabilities

December 31, 2024	Less than 1 year	More than 1 year
Short-term borrowings	\$ 11,640,423	\$ -
Notes payable	11,579	-
Accounts payable (including related parties)	23,556,251	-
Other payables (including related parties)	3,849,765	-
Lease liabilities	316,227	437,804
Bonds payable	3,075,440	9,904,360
Long-term borrowings (including current portion)	464,116	14,985,684

Non-derivative financial liabilities:

March 31, 2024	Less than 1 year	More than 1 year
Short-term borrowings	\$ 10,182,873	\$ -
Notes payable	21,710	-
Accounts payable (including related parties)	21,072,800	-
Other payables (including related parties)	4,569,818	-
Lease liabilities	379,279	631,723
Bonds payable	6,115,940	6,937,431
Long-term borrowings (including current portion)	376,150	8,093,050

Derivative financial liabilities:

March 31, 2025	Less than 3 months	Between 3 months and 1 year
Exchange rate swaps (net-settled)	\$ 63,135	\$ -
Merchandise exchange contracts	2,891	905
Forward exchange contracts	-	327

Derivative financial liabilities:

December 31, 2024	Less than 3 months	Between 3 months and 1 year
Exchange rate swaps (net-settled)	\$ 33,090	\$ 53,907
Merchandise exchange contracts	11,796	23,918
Forward exchange contracts	25,621	2,308

Derivative financial liabilities:

March 31, 2024	Less than 3 months	Between 3 months and 1 year
Exchange rate swaps (net-settled)	\$ 8,323	\$ -
Merchandise exchange contracts	1,663	7,602
Forward exchange contracts	4,896	23,162

(d) Cash flow risk from variations of rates

There is no significant cash flow risk from variations of rates since accounts payable are due less than one year.

(3) Fair value information

A. The different levels that the inputs to valuation techniques are used to measure fair value of financial and non-financial instruments have been defined as follows:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date. A market is regarded as active if it meets all the following conditions: the items traded in the market are homogeneous; willing buyers and sellers can normally be found at any time; and prices are available to the public. The fair value of the Group's investment in listed stocks, beneficiary certificates with quoted market prices is included in Level 1.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly. The fair value of the Group's investment in most derivative instruments is included in Level 2.

Level 3: Inputs for the asset or liability that are not based on observable market data.

B. The related information on financial and non-financial instruments measured at fair value by level on the basis of the nature, characteristics and risks of the assets and liabilities are as follows:

(a) The related information on the nature of the assets and liabilities is as follows:

<u>March 31, 2025</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Financial assets:				
Financial assets at fair value through profit or loss				
Beneficiary certificates	\$ 1,080,210	\$ -	\$ -	\$ 1,080,210
Equity securities	29,400	-	-	29,400
Derivative instruments	-	25,494	-	25,494
Financial assets at fair value through other comprehensive income				
Equity securities - current	234,289	-	-	234,289
Equity securities - non-current	-	-	532,269	532,269
	<u>\$ 1,343,899</u>	<u>\$ 25,494</u>	<u>\$ 532,269</u>	<u>\$ 1,901,662</u>
Financial liabilities:				
Financial liabilities at fair value through profit or loss				
Derivative instruments	\$ -	\$ 67,258	\$ -	\$ 67,258
Convertible bonds - call/put options	-	76,200	-	76,200
	<u>\$ -</u>	<u>\$ 143,458</u>	<u>\$ -</u>	<u>\$ 143,458</u>
<u>December 31, 2024</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Financial assets:				
Financial assets at fair value through profit or loss				
Beneficiary certificates	\$ 5,571,429	\$ -	\$ -	\$ 5,571,429
Derivative instruments	-	8,466	-	8,466
Financial assets at fair value through other comprehensive income				
Equity securities - current	227,409	-	-	227,409
Equity securities - non-current	-	-	532,269	532,269
	<u>\$ 5,798,838</u>	<u>\$ 8,466</u>	<u>\$ 532,269</u>	<u>\$ 6,339,573</u>
Financial liabilities:				
Financial liabilities at fair value through profit or loss				
Derivative instruments	\$ -	\$ 150,640	\$ -	\$ 150,640
Convertible bonds - call/put options	-	83,400	-	83,400
	<u>\$ -</u>	<u>\$ 234,040</u>	<u>\$ -</u>	<u>\$ 234,040</u>

March 31, 2024	Level 1	Level 2	Level 3	Total
Financial assets:				
Financial assets at fair value through profit or loss				
Beneficiary certificates	\$ 1,619,912	\$ -	\$ -	\$ 1,619,912
Convertible bonds - call/put options	-	570	-	570
Derivative instruments	-	15,260	-	15,260
Financial assets at fair value through other comprehensive income				
Equity securities - current	225,745	-	-	225,745
Equity securities - non-current	-	-	652,253	652,253
	<u>\$ 1,845,657</u>	<u>\$ 15,830</u>	<u>\$ 652,253</u>	<u>\$ 2,513,740</u>
Financial liabilities:				
Financial liabilities at fair value through profit or loss				
Derivative instruments	<u>\$ -</u>	<u>\$ 45,646</u>	<u>\$ -</u>	<u>\$ 45,646</u>

(b) The methods and assumptions the Group used to measure fair value are as follows:

- i. The instruments the Group used market quoted prices as their fair values (that is, Level 1) are listed below by characteristics:

	Listed shares	Open-end fund
Market quoted price	Closing price	Net asset value

- ii. Except for financial instruments with active markets, the fair value of other financial instruments is measured by using valuation techniques or by reference to counterparty quotes.
- iii. When assessing non-standard and low-complexity financial instruments, the Group adopts valuation technique that is widely used by market participants. The inputs used in the valuation method to measure these financial instruments are normally observable in the market.
- iv. The valuation of derivative financial instruments is based on valuation model widely accepted by market participants, such as present value techniques and option pricing models. Forward exchange contracts are usually valued based on the current forward exchange rate.

C. There was no transfer between Level 1 and Level 2 for the three-month periods ended March 31, 2025 and 2024.

D. Movements on Level 3 for the three-month periods ended March 31, 2025 and 2024 are as follows:

	2025	2024
	Equity securities	Equity securities
At January 1	\$ 532,269	\$ 652,253
Recorded as unrealized losses on valuation of investments in equity instruments measured at fair value through other comprehensive income	-	-
Sold during the period	-	-
At March 31	<u>\$ 532,269</u>	<u>\$ 652,253</u>

E. For the three-month periods ended March 31, 2025 and 2024, there was no transfer into or out from Level 3.

F. Group finance department is in charge of valuation procedures for fair value measurements being categorized within Level 3, which is to verify independent fair value of financial instruments. Such assessment is to ensure the valuation results are reasonable by applying independent information to make results close to current market conditions, confirming the resource of information is independent, reliable and in line with other resources and represented as the exercisable price, and frequently calibrating valuation model, performing back-testing, updating inputs used to the valuation model and making any other necessary adjustments to the fair value.

G. The following is the qualitative information of significant unobservable inputs and sensitivity analysis of changes in significant unobservable inputs to valuation model used in Level 3 fair value measurement:

	Fair value at March 31, 2025	Valuation technique	Significant unobservable input	Range (weighted average)	Relationship of inputs to fair value
Non-derivative equity instrument:					
Unlisted shares	\$ 276,104	Market comparable companies	Price to book ratio multiple, discount for lack of marketability	Median:1.20 Average:1.29 Liquidity discount: 25%	The higher the multiple and control premium, the higher the fair value
Unlisted shares	256,165	Net assets	Not applicable		- Not applicable

		Fair value at December 31, 2024	Valuation technique	Significant unobservable input	Range (weighted average)	Relationship of inputs to fair value
Non-derivative equity instrument:						
Unlisted shares	\$	276,104	Market comparable companies	Price to book ratio multiple, discount for lack of marketability	Median:1.20 Average:1.29 Liquidity discount: 25%	The higher the multiple and control premium, the higher the fair value
Unlisted shares		256,165	Net assets	Not applicable		- Not applicable

		Fair value at March 31, 2024	Valuation technique	Significant unobservable input	Range (weighted average)	Relationship of inputs to fair value
Non-derivative equity instrument:						
Unlisted shares	\$	396,088	Market comparable companies	Price to book ratio multiple, discount for lack of marketability	Median:1.06 Average:1.14 Liquidity discount: 25.0%	The higher the multiple and control premium, the higher the fair value
Unlisted shares		256,165	Net assets	Not applicable		- Not applicable

H. The Group has carefully assessed the valuation models and assumptions used to measure fair value. However, use of different valuation models or assumptions may result in different measurement. The following is the effect on profit or loss or on other comprehensive income from financial assets and liabilities categorized within Level 3 if the inputs used to valuation models have changed:

			March 31, 2025			
			Recognized in profit or loss		Recognized in other comprehensive income	
			Favourable	Unfavourable	Favourable	Unfavourable
	Input	Change	change	change	change	change
Financial assets						
Equity instrument	Price to book ratio multiple, discount for lack of marketability	± 1%	\$ -	\$ -	\$ 2,761	(\$ 2,761)

			December 31, 2024			
			Recognized in profit or loss		Recognized in other comprehensive income	
	Input	Change	Favourable change	Unfavourable change	Favourable change	Unfavourable change
Financial assets						
Equity instrument	Price to book ratio multiple, discount for lack of marketability	± 1%	\$ -	\$ -	\$ 2,761	(\$ 2,761)

			March 31, 2024			
			Recognized in profit or loss		Recognized in other comprehensive income	
	Input	Change	Favourable change	Unfavourable change	Favourable change	Unfavourable change
Financial assets						
Equity instrument	Price to book ratio multiple, discount for lack of marketability	± 1%	\$ -	\$ -	\$ 3,961	(\$ 3,961)

### 13. SUPPLEMENTARY DISCLOSURES

#### (1) Significant transactions information

- A. Loans to others: Refer to table 1.
- B. Provision of endorsements and guarantees to others: Refer to table 2.
- C. Holding of marketable securities at the end of the period (not including subsidiaries, associates and joint ventures): Refer to table 3.
- D. Purchases or sales of goods from or to related parties reaching NT\$100 million or 20% of paid-in capital or more: Refer to table 4.
- E. Receivables from related parties reaching NT\$100 million or 20% of paid-in capital or more: Refer to table 5.
- F. Significant inter-company transactions during the reporting period: Refer to table 6.

#### (2) Information on investees

Names, locations and other information of investee companies (not including investees in Mainland China): Refer to table 7.

(3) Information on investments in Mainland China

A. Basic information: Refer to table 8.

B. Significant transactions, either directly or indirectly through a third area, with investee companies in the Mainland Area: None.

14. SEGMENTAL FINANCIAL INFORMATION

(1) General information

A. The Group has identified which segments should be reported based on the information used by the Board of Directors to make decisions.

B. The Board of Directors has classified reportable segments as construction engineering department, environmental resource department, sales department and other operating departments.

(2) Measurement of segmental financial information

The Board of Directors evaluates the performance of segments based on segmental income. Interest income and expenses cannot be attributed to any segment because such activity is handled by the Company's financial department.

(3) Segmental income, assets and liabilities of segments

The segmental financial information provided to the Board of Directors is as follows:

	For the three-month period ended March 31, 2025				
	Construction Engineering Department	Environmental Resource Department	Sales Department	Other Operating Departments	Total
External revenues	\$ 19,872,041	\$ 2,253,984	\$ 132,506	\$ 8,193	\$ 22,266,724
Internal revenues	1,399,882	15,599	91,040	117,495	1,624,016
Segmental revenues	<u>\$ 21,271,923</u>	<u>\$ 2,269,583</u>	<u>\$ 223,546</u>	<u>\$ 125,688</u>	<u>\$ 23,890,740</u>
Segmental (loss) income	<u>(\$ 1,719,526)</u>	<u>\$ 469,351</u>	<u>\$ 39,656</u>	<u>\$ 65,560</u>	<u>(\$ 1,144,959)</u>
Depreciation and amortization	<u>\$ 159,124</u>	<u>\$ 115,177</u>	<u>\$ 4,719</u>	<u>\$ 31,315</u>	<u>\$ 310,335</u>

  

	For the three-month period ended March 31, 2024				
	Construction Engineering Department	Environmental Resource Department	Sales Department	Other Operating Departments	Total
External revenues	\$ 27,111,504	\$ 2,007,610	\$ 145,071	\$ 8,188	\$ 29,272,373
Internal revenues	2,251,123	12,073	80,630	119,776	2,463,602
Segmental revenues	<u>\$ 29,362,627</u>	<u>\$ 2,019,683</u>	<u>\$ 225,701</u>	<u>\$ 127,964</u>	<u>\$ 31,735,975</u>
Segmental income	<u>\$ 349,528</u>	<u>\$ 473,350</u>	<u>\$ 46,571</u>	<u>\$ 53,062</u>	<u>\$ 922,511</u>
Depreciation and amortization	<u>\$ 168,539</u>	<u>\$ 112,661</u>	<u>\$ 4,267</u>	<u>\$ 32,954</u>	<u>\$ 318,421</u>

(4) Reconciliation information of segmental income

Intra-segment sales are of arm's length transactions. The measurement of external revenues reported to the Board of Directors is consistent with revenues in the statement of comprehensive income. The reconciliation information on income from continuing operations before income tax and segmental income is as follows:

	For the three-month periods ended March 31,	
	2025	2024
Segmental (loss) income	(\$ 1,144,959)	\$ 922,511
Adjustment and elimination	14,013	6,652
Share of profit of associates and joint ventures accounted for using equity method	119,318	88,729
Interest income	124,017	111,879
Foreign exchange gain	58,168	60,002
Finance costs	( 291,982)	( 262,485)
Others	87,118	48,193
(Loss) income from continuing operations before income tax	(\$ 1,034,307)	\$ 975,481

Table 1

CTCI Corporation and its subsidiaries																	
Loans to others																	
For the three-month period ended March 31, 2025																	
Expressed in thousands of NTD (Except as otherwise indicated)																	
Collateral																	
No. ( Note 1 )	Creditor	Borrower	General ledger account ( Note 2 )	Is a related party	Maximum outstanding balance during the three-month period ended March 31, 2025 (Note 3)	Balance at March 31, 2025 ( Note 8 )	Actual amount drawn down	Interest rate	Nature of loan ( Note 4 )	Amount of transactions with the borrower ( Note 5 )	Reason for short-term financing ( Note 6 )	Allowance for doubtful accounts	Item	Value	Limit on loans granted to a single party ( Note 7 )	Ceiling on total loans granted ( Note 7 )	Footnote
0	CTCI Corp.	CTCI Americas Inc.	Other receivables	Yes	\$ 3,675,210	\$ 3,675,210	\$ 3,675,210	3.74484%~5.5%	2	\$ -	For operational need	\$ -	None	\$ -	\$ 3,438,767	\$ 6,877,533	-
0	CTCI Corp.	CTCI STSP Water Resources Corp.	Other receivables	Yes	1,750,000	1,750,000	-	-	2	-	For operational need	-	None	-	3,438,767	6,877,533	-
1	ECOVE Environment Corp.	ECOVE Solar Energy Corp.	Other receivables	Yes	1,200,000	1,200,000	650,000	1.705%~1.91%	2	-	For operational need	-	None	-	2,431,881	2,431,881	-
1	ECOVE Environment Corp.	ECOVE Environmet Services Corp.	Other receivables	Yes	600,000	400,000	-	-	2	-	For operational need	-	None	-	2,431,881	2,431,881	-
2	CTCI Investment Corp.	CTCI Development Corp.	Other receivables	Yes	358,000	40,000	-	-	2	-	For operational need	-	None	-	370,776	370,776	-
3	CTCI Advanced Systems Inc.	CTCI Development Corp.	Other receivables	Yes	150,000	150,000	150,000	1.910%	2	-	For operational need	-	None	-	289,151	289,151	-
4	CTCI Resources Engineering Inc.	CTCI Chemical Corp.	Other receivables	Yes	55,000	55,000	15,000	1.910%	2	-	For operational need	-	None	-	525,370	525,370	-
4	CTCI Resources Engineering Inc.	CTCI Development Corp.	Other receivables	Yes	300,000	300,000	300,000	1.910%	2	-	For operational need	-	None	-	525,370	525,370	-
5	PT CTCI International Indonesia	PT Gudang Gajah Lestari	Other receivables	Yes	14,600	14,600	14,555	6%	2	-	For operational need	-	Guaranteed by equity interest	12,240	314,313	314,313	-
6	CTCI Overseas Co., Ltd.	Superiority (Thailand) Co., Ltd.	Other receivables	Yes	77,365	64,436	64,436	3%	2	-	For operational need	-	None	-	2,544,411	2,544,411	-
6	CTCI Overseas Co., Ltd.	CIPEC Construction Inc.	Other receivables	Yes	400,631	400,631	400,631	5.995%	2	-	For operational need	-	None	-	2,544,411	2,544,411	-
6	CTCI Overseas Co., Ltd.	MASTEQ Engineering Sdn. Bhd.	Other receivables	Yes	196,266	-	-	-	2	-	For operational need	-	None	-	6,361,028	6,361,028	-
6	CTCI Overseas Co., Ltd.	CCJV P1 Engineering & Construction Sdn. Bhd.	Other receivables	Yes	65,556	16,555	-	-	2	-	For operational need	-	None	-	2,544,411	2,544,411	-
6	CTCI Overseas Co., Ltd.	CTCI Americas Inc.	Other receivables	Yes	4,304,300	4,304,300	4,238,080	3.99185%~5.5%	2	-	For operational need	-	None	-	6,361,028	6,361,028	-
7	CTCI Development Corp.	CTCI Americas Inc.	Other receivables	Yes	327,780	-	-	-	2	-	For operational need	-	None	-	186,964	186,964	-
8	ECOVE Environment Services Corp.	CTCI Development Corp.	Other receivables	Yes	11,000	11,000	-	-	2	-	For operational need	-	None	-	691,971	691,971	-
9	CTCI Engineering & Construction Sdn. Bhd.	MASTEQ Engineering Sdn. Bhd.	Other receivables	Yes	70,256	70,256	55,308	3%	2	-	For operational need	-	None	-	151,494	151,494	-
10	CTCI Smart Engineering Corp.	CTCI Development Corp.	Other receivables	Yes	150,000	150,000	150,000	1.91%	2	-	For operational need	-	None	-	193,569	193,569	-
11	CTCI Smart Engineering Corp.	CTCI Construction Corp.	Other receivables	Yes	10,000	4,000	-	-	2	-	For operational need	-	None	-	193,569	193,569	-

Note 1: The numbers filled in for the loans provided by the Company or subsidiaries are as follows:

- (1) The Company is ‘0’.
- (2) The subsidiaries are numbered in order starting from ‘1’.

Note 2: Fill in the name of account in which the loans are recognized, such as receivables-related parties, current account with stockholders, prepayments, temporary payments, etc.

Note 3: Fill in the maximum outstanding balance of loans to others during the three-month period ended March 31, 2025.

Note 4: The numbers filled in for the nature of loans are as follows:

- (1) Business association is labeled as ‘1’.
- (2) Short-term financing is labeled as ‘2’.

Note 5: Fill in the amount of business transactions when nature of the loan is related to business transactions, which is the amount of business transactions occurred between the creditor and borrower in the current year.

Note 6: Fill in purpose of loan when nature of loan belongs to short-term financing, for example, repayment of loan, acquisition of equipment, working capital, etc.

Note 7: The calculation and amount on ceiling of loans are as follows:

- [The company]
  - (1) The limit on loans granted to a single party shall not exceed 20% of the Company’s net assets value.
  - (2) The ceiling on total loans shall not exceed 40% of the Company’s net assets value.
- [Domestic subsidiaries and overseas subsidiaries]
  - (1) The limit on loans granted to a single party by domestic subsidiaries and overseas subsidiaries shall not exceed 40% and 100% of the company net assets value, respectively.
  - (2) The ceiling on total loans shall not exceed 40% and 100% of the company net assets value.

Note 8: The amounts of funds to be loaned to others which have been approved by the board of directors of a public company in accordance with Article 14, Item 1 of the “Regulations Governing Loaning of Funds and Making of Endorsements/Guarantees by public Companies” should be included in its published balance of loans to others at the end of the reporting period to reveal the risk of loaning the public company bears, even though they have not yet been appropriated. However, this balance should excluded the loans repaid when repayments are done subsequently to reflect the risk adjustment. In addition, if the board of directors of a public company has authorised the chairman to loan funds in instalments or in revolving within certain lines and within one year in accordance with Article 14, Item 2 of the “Regulations Governing Loaning of Funds and Making of Endorsements/Guarantees by Public Companies”, the published balance of loans to others at the end of the reporting period should also include these lines of loaning approved by the board of directors, and these lines of loaning should not be excluded from this balance even though the loans are repaid subsequently, for taking into consideration they could be loaned again thereafter.

CTCI Corporation and its subsidiaries  
Provision of endorsements and guarantees to others  
For the three-month period ended March 31, 2025

Table 2

Expressed in thousands of NTD  
(Except as otherwise indicated)

Number ( Note 1 )	Endorser/ guarantor	Party being endorsed/guaranteed		Limit on endorsements/ guarantees provided for a single party ( Note 3 )	Maximum outstanding endorsement/ guarantee amount as of March 31, 2025 ( Note 4 )	Outstanding endorsement/ guarantees amount at March 31, 2025 ( Note 5 )	Actual amount drawn down ( Note 6 )	Amount of endorsements/ guarantees secured with collateral	Ratio of accumulated endorsement/ guarantee amount to net asset value of the endorser/ guarantor company	Ceiling on total amount of endorsements/ guarantees provided ( Note 3 )	Provision of endorsements/ guarantees by parent company to subsidiary ( Note 7 )	Provision of endorsements/ guarantees by subsidiary to parent company ( Note 7 )	Provision of endorsements /guarantees to the party in Mainland China ( Note 7 )	Footnote
		Company name	Relationship with the endorser/ guarantor ( Note 2 )											
0	CTCI Corp.	CINDA Engineering & Construction Pvt. Ltd.	2	\$ 103,162,998	\$ 5,318,855	\$ 5,318,855	\$ 553,581	\$ -	30.93%	\$ 171,938,330	Y	N	N	-
0	CTCI Corp.	CTCI Americas, Inc.	2	103,162,998	19,498,825	19,498,825	5,370,978	-	113.41%	171,938,330	Y	N	N	-
0	CTCI Corp.	CTCI Arabia Ltd.	2	103,162,998	1,423,730	1,423,730	223,493	-	8.28%	171,938,330	Y	N	N	-
0	CTCI Corp.	CTCI Engineering & Construction Sdn. Bhd.	2	103,162,998	1,059,520	1,059,520	318,318	-	6.16%	171,938,330	Y	N	N	-
0	CTCI Corp.	CTCI Overseas Co., Ltd.	2	103,162,998	3,408,596	3,408,596	307,169	-	19.82%	171,938,330	Y	N	N	-
0	CTCI Corp.	CTCI Beijing Co., Ltd.	2	103,162,998	4,790,485	4,790,485	4,154,635	-	27.86%	171,938,330	Y	N	Y	-
0	CTCI Corp.	CTCI Machinery Corp.	2	103,162,998	10,316,440	10,316,440	8,775,712	-	60.00%	171,938,330	Y	N	N	-
0	CTCI Corp.	CTCI Singapore Pte. Ltd.	2	103,162,998	1,936,126	1,523,060	700,020	-	8.86%	171,938,330	Y	N	N	-
0	CTCI Corp.	CTCI Shanghai Co., Ltd.	2	103,162,998	236,243	236,243	46,837	-	1.37%	171,938,330	Y	N	Y	-
0	CTCI Corp.	CTCI Vietnam Company Limited	2	103,162,998	827,750	827,750	5,097	-	4.81%	171,938,330	Y	N	N	-
0	CTCI Corp.	MASTEQ Engineering Sdn. Bhd.	2	103,162,998	336,245	336,245	-	-	1.96%	171,938,330	Y	N	N	-
0	CTCI Corp.	ECOVE Chiayi Energy Corp.	6	103,162,998	1,257,775	1,257,775	-	-	7.32%	171,938,330	Y	N	N	-
0	CTCI Corp.	CTCI Investment Corp.	2	103,162,998	500,000	500,000	-	-	2.91%	171,938,330	Y	N	N	-
0	CTCI Corp.	CCJV P1 Engineering & Construction Sdn. Bhd.	2	103,162,998	331,100	331,100	-	-	1.93%	171,938,330	Y	N	N	-
0	CTCI Corp.	CTCI Smart Engineering Corp.	2	103,162,998	3,274,413	3,274,413	1,880,096	-	19.04%	171,938,330	Y	N	N	-
0	CTCI Corp.	PT CTCI Internatioanl Indonesia	2	103,162,998	2,869,891	2,869,891	1,379,941	-	16.69%	171,938,330	Y	N	N	-
0	CTCI Corp.	CTCI Chemical Corp.	2	103,162,998	245,014	245,014	-	-	1.43%	171,938,330	Y	N	N	-
0	CTCI Corp.	CTCI-HDEC (Chungli) Corp.	6	103,162,998	3,215,785	3,215,785	1,379,785	-	18.70%	171,938,330	Y	N	N	-
0	CTCI Corp.	CB&I-CTCI B.V.	6	103,162,998	1,169,328	1,169,328	1,169,328	-	6.80%	171,938,330	N	N	N	-
0	CTCI Corp.	CTCI (Thailand) Co., Ltd.	2	103,162,998	2,471,614	2,471,614	146,494	-	14.38%	171,938,330	Y	N	N	-
0	CTCI Corp.	Blue Whale Water Technology Corp.	6	103,162,998	220,500	220,500	24,500	-	1.28%	171,938,330	N	N	N	-
0	CTCI Corp.	HDEC-CTCI (Linhai) Corp.	6	103,162,998	900,000	900,000	378,297	-	5.23%	171,938,330	N	N	N	-
0	CTCI Corp.	Bao Ding Reclaimed Water Co., Ltd	6	103,162,998	586,000	586,000	364,200	-	3.41%	171,938,330	N	N	N	-
0	CTCI Corp.	EVER ECOVE Corp.	6	103,162,998	948,255	948,255	684,714	-	5.52%	171,938,330	N	N	N	-
0	CTCI Corp.	CIPEC Construction Inc.	2	103,162,998	260,000	260,000	-	-	1.51%	171,938,330	Y	N	N	-
0	CTCI Corp.	CTCI Malaysia Sdn. Bhd.	2	103,162,998	132,440	132,440	-	-	0.77%	171,938,330	Y	N	N	-
0	CTCI Corp.	CTCI Resources Engineering Inc.	2	103,162,998	512,610	512,610	512,610	-	2.98%	171,938,330	Y	N	N	-
1	ECOVE Environment Corp.	ECOVE Solar Power Corp.	2	36,478,218	1,251,326	1,251,326	105,039	-	20.58%	60,797,030	N	N	N	-
1	ECOVE Environment Corp.	ECOVE Solvent Recycling Corp.	2	36,478,218	200,000	200,000	-	-	3.29%	60,797,030	N	N	N	-
1	ECOVE Environment Corp.	ECOVE Environment Services Gangshan Corp.	2	36,478,218	900,000	900,000	250,000	-	14.80%	60,797,030	N	N	N	-

Table 2

Expressed in thousands of NTD  
(Except as otherwise indicated)

Number ( Note 1 )	Endorser/ guarantor	Party being endorsed/guaranteed		Limit on endorsements/ guarantees provided for a single party ( Note 3 )	Maximum outstanding endorsement/ guarantee amount as of March 31, 2025 ( Note 4 )	Outstanding endorsement/ guarantees amount at March 31, 2025 ( Note 5 )	Actual amount drawn down ( Note 6 )	Amount of endorsements/ guarantees secured with collateral	Ratio of accumulated endorsement/ guarantee amount to net asset value of the endorser/ guarantor company	Ceiling on total amount of endorsements/ guarantees provided ( Note 3 )	Provision of endorsements/ guarantees by parent company to subsidiary ( Note 7 )	Provision of endorsements/ guarantees by subsidiary to parent company ( Note 7 )	Provision of endorsements /guarantees to the party in Mainland China ( Note 7 )	Footnote
		Company name	Relationship with the endorser/ guarantor ( Note 2 )											
1	ECOVE Environment Corp.	ECOVE Chiayi Energy Corp.	6	\$ 36,478,218	\$ 2,515,550	\$ 2,515,550	-	-	41.38%	\$ 60,797,030	N	N	N	-
1	ECOVE Environment Corp.	EVER ECOVE Corp.	6	36,478,218	192,500	192,500	139,000	-	3.17%	60,797,030	N	N	N	-
2	ECOVE Solar Power Corp.	ECOVE Environment Corp.	3	1,868,966	19,196	19,196	19,196	-	4.11%	2,803,449	N	N	N	-
3	ECOVE Environment Services Corp.	Jing Ding Green Energy Technology Co.,Ltd	6	10,379,564	1,733,100	1,733,100	342,120	-	100.18%	17,299,274	N	N	N	-
3	ECOVE Environment Services Corp.	ECOVE Chiayi Energy Corp.	6	10,379,564	1,257,775	1,257,775	-	-	72.71%	17,299,274	N	N	N	-
3	ECOVE Environment Services Corp.	Bao Ding Reclaimed Water Co., Ltd	6	10,379,564	293,000	293,000	182,100	-	16.94%	17,299,274	N	N	N	-

Note 1: The numbers filled in for the endorsements/guarantees provided by the Company or subsidiaries are as follows:  
(1) The Company is ‘0’.  
(2) The subsidiaries are numbered in order starting from ‘1’.

Note 2: Relationship between the endorser/guarantor and the party being endorsed/guaranteed is classified into the following seven categories; fill in the number of category each case belongs to:  
(1) Having business relationship.  
(2) The endorser/guarantor company owns directly or indirectly more than 50% voting shares of the endorsed/guaranteed company.  
(3) The endorsed/guaranteed company owns directly or indirectly more than 50% voting shares of the endorser/guarantor company.  
(4) The endorsed/guaranteed parent company directly or indirectly owns more than 90% voting shares of the endorser/guarantor subsidiary.  
(5) Mutual guarantee of the trade as required by the construction contract.  
(6) Due to joint venture, each shareholder provides endorsements/guarantees to the endorsed/guaranteed company in proportion to its ownership.  
(7) The performance guarantees for the sale of pre-sales contracts under the Consumer Protection Law are jointly guaranteed.

Note 3: Fill in limit on endorsements/guarantees provided for a single party and ceiling on total amount of endorsements/guarantees provided as prescribed in the endorser/guarantor company’s “Procedures for Provision of Endorsements and Guarantees”, and state each individual party to which the endorsements/guarantees have been provided and the calculation for ceiling on total amount of endorsements/guarantees provided in the footnote.  
[The company]  
(1) The limit on endorsements and guarantees granted to a single party shall not exceed 600% of the Company’s net assets value in last financial statements which was reviewed by accountant.  
(2) The ceiling on total endorsements and guarantees shall not exceed 1,000% of the Company’s net assets value in last financial statements which was reviewed by accountant.  
[Domestic subsidiaries and overseas subsidiaries]  
(1) The limit on endorsements and guarantees granted to a single party shall not exceed 300% to 600% of the Company's net assets value in last financial statements which was reviewed by accountant.  
(2) The ceiling on total endorsements and guarantees shall not exceed 600% to 1,000% of the Company's net assets value in last financial statements which was reviewed by accountant.

Note 4: Fill in the year-to-date maximum outstanding balance of endorsements/guarantees provided.

Note 5: Once endorsement/guarantee contracts or promissory notes are signed/issued by the endorser/guarantor company to the banks, the endorser/guarantor company bears endorsement/guarantee liabilities. And all other events involve endorsements and guarantees should be included in the balance of outstanding endorsements and guarantees.

Note 6: Fill in the actual amount of endorsements/guarantees used by the endorsed/guaranteed company.

Note 7: Fill in ‘Y’ for those cases of provision of endorsements/guarantees by listed parent company to subsidiary and provision by subsidiary to listed parent company, and provision to the party in Mainland China.

CTCI Corporation and its subsidiaries  
Holding of significant marketable securities at the end of the period (not including subsidiaries, associates and joint ventures)  
For the three-month period ended March 31, 2025

Table 3

Expressed in thousands of NTD  
(Except as otherwise indicated)

Marketable Securities (Note 1)			Relationship with the securities issuer (Note 2)	General ledger account	As of March 31, 2025				Footnote ( Note 4 )
Securities held by	Type	Name			Number of shares/ denominations	Book value (Note 3)	Ownership (%)	Market value	
CTCI Corp.	Fund	UPAMC James Bond Money Market Fund	-	Financial assets at fair value through profit or loss-current	11,460,924	<u>\$ 200,000</u>	-	<u>\$ 200,069</u>	-
						200,000		<u>\$ 200,069</u>	
				Adjustment		<u>69</u>			
						<u>\$ 200,069</u>			
CTCI Corp.	Common Stock	Ever Victory Global Limited	-	Financial assets at fair value through other comprehensive income-non-current	36,405,000	1,103,219	5.88	276,104	-
CTCI Corp.	Common Stock	CDIB & Partners Investment Holding Corp.	The Company is the supervisor	Financial assets at fair value through other comprehensive income-non-current	27,000,000	<u>250,000</u>	2.48	<u>250,000</u>	-
						1,353,219		<u>\$ 526,104</u>	
				Adjustment		<u>( 827,115)</u>			
						<u>\$ 526,104</u>			
CTCI Corp.	Unsecured Corporate Bond	B9AM02-P10 ECOVE Environment Corp. 1B	-	Financial assets at amortized cost-non-current	100,000,000	<u>\$ 100,000</u>	-	<u>\$ 100,000</u>	-

Note 1: Marketable securities in the table refer to stocks, bonds, beneficiary certificates and other related derivative securities in accordance with IFRS 9, ‘Financial instruments’.

Note 2: Leave the column blank if the issuer of marketable securities is non-related party.

Note 3: Fill in the amount after adjusted at fair value and deducted by accumulated impairment for the marketable securities measured at fair value; fill in the acquisition cost or amortized cost deducted by accumulated impairment for the marketable securities not measured at fair value.

Note 4: The number of shares of securities and their amounts pledged as security or pledged for loans and their restrictions on use under some agreements should be stated in the footnote if the securities presented herein have such conditions.

CTCI Corporation and its subsidiaries  
Purchases or sales of goods from or to related parties reaching NT\$100 million or 20% of paid-in capital or more  
For the three-month period ended March 31, 2025

Table 4

Expressed in thousands of NTD  
(Except as otherwise indicated)

			Differences in transaction terms compared to third party								
			Transaction				transaction		Notes/accounts receivable (payable)		
Purchaser/seller	Counterparty	Relationship with the counterparty	Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit term	Unit price	Credit term	Balance	Percentage of total notes/accounts receivable (payable)	Footnote
ECOVE Environment Services Corp.	ECOVE Environment Services Gangshan Corp.	Second-tier subsidiary	(Sales)	(\$ 156,129)	( 0.70% )	30 days after monthly billings	Negotiated by both parties	No significant difference	\$ 77,052	1.25%	-
CTCI Machinery Corp.	CTCI Corp.	The Company	(Sales)	( 468,852)	( 2.11% )	30 days after monthly billings	Negotiated by both parties	No significant difference	380,939	6.16%	-
CTCI Advanced Systems Inc.	CTCI Corp.	The Company	(Sales)	( 166,548)	( 0.75% )	Based on service contract 40-60 days	Negotiated by both parties	No significant difference	103,270	1.67%	-
CTCI Resources Engineering Inc.	CTCI Corp.	The Company	(Sales)	( 239,603)	( 1.08% )	Based on service contract 40-60 days	Negotiated by both parties	No significant difference	567,489	9.18%	-
ECOVE Environment Services Gangshan Corp.	ECOVE Environment Services Corp.	Second-tier subsidiary	Purchases	156,129	0.79%	30 days after monthly billings	Negotiated by both parties	No significant difference	( 77,052)	( 0.38% )	-
CTCI Corp.	CTCI Machinery Corp.	Subsidiary	Purchases	468,852	2.37%	30 days after monthly billings	Negotiated by both parties	No significant difference	( 380,939)	( 1.87% )	-
CTCI Corp.	CTCI Advanced Systems Inc.	Subsidiary	Purchases	166,548	0.84%	Based on service contract 40-60 days	Negotiated by both parties	No significant difference	( 103,270)	( 0.51% )	-
CTCI Corp.	CTCI Resources Engineering Inc.	Second-tier subsidiary	Purchases	239,603	1.21%	Based on service contract 40-60 days	Negotiated by both parties	No significant difference	( 567,489)	( 2.79% )	-

CTCI Corporation and its subsidiaries  
Receivables from related parties reaching NT\$100 million or 20% of paid-in capital or more  
For the three-month period ended March 31, 2025

Table 5

Expressed in thousands of NTD  
(Except as otherwise indicated)

Creditor	Counterparty	Relationship with the counterparty	Balance as at March 31, 2025	Turnover rate	Overdue receivables		Amount collected subsequent to the balance sheet date	Allowance for doubtful accounts
					Amount	Action taken		
ECOVE Environment Corp.	ECOVE Solar Power Corp.	Second-tier subsidiary	\$ 652,050	Note 1	\$ -	Note 2	\$ -	\$ -
CTCI Advanced Systems Inc.	CTCI Corp.	The Company	103,270	7.67	-	-	-	-
CTCI Resources Engineering Inc.	CTCI Corp.	The Company	567,489	1.85	-	-	-	-
CTCI Overseas Co., Ltd.	CTCI Americas Inc.	Second-tier subsidiary	4,238,080	Note 1	-	-	-	-
CTCI Overseas Co., Ltd.	CIPEC Construction Inc.	Second-tier subsidiary	400,631	Note 1	-	-	-	-
CTCI Smart Engineering Corp.	CTCI Development Corp.	Subsidiary	150,000	Note 1	-	-	-	-
CTCI Machinery Corp.	CTCI Corp.	The Company	380,939	5.96	-	-	-	-
CTCI Corp.	CTCI Americas Inc.	Subsidiary	3,675,210	Note 1	-	-	-	-
CTCI Advanced Systems Inc.	CTCI Development Corp.	Subsidiary	150,000	Note 1	-	-	-	-
CTCI Resources Engineering Inc.	CTCI Development Corp.	Subsidiary	300,000	Note 1	-	-	-	-

Note 1 : Receivables arising from lending capital.

CTCI Corporation and its subsidiaries  
Significant inter-company transactions during the reporting period  
For the three-month period ended March 31, 2025

Table 6

Expressed in thousands of NTD

Number (Note 1)	Company name	Counterparty	Relationship (Note 2)	Transaction			Percentage of consolidated total operating revenues or total assets (Note 3)
				General ledger account	Amount	Transaction terms	
1	CTCI Resources Engineering Inc.	CTCI Corp.	2	Accounts receivable	\$ 567,489	Negotiated by both parties	0.47%
7	CTCI Advanced Systems Inc.	CTCI Corp.	2	Accounts receivable	103,270	Negotiated by both parties	0.09%
2	CTCI Machinery Corp.	CTCI Corp.	2	Accounts receivable	380,939	Negotiated by both parties	0.32%
3	ECOVE Environment Corp.	ECOVE Solar Power Corp.	3	Other receivables	652,050	Negotiated by both parties	0.55%
4	CTCI Overseas Co., Ltd.	CTCI Americas Inc.	3	Other receivables	4,238,080	Negotiated by both parties	3.55%
4	CTCI Overseas Co., Ltd.	CIPEC Construction Inc.	3	Other receivables	400,631	Negotiated by both parties	0.34%
5	CTCI Smart Engineering Corp.	CTCI Development Corp.	3	Other receivables	150,000	Negotiated by both parties	0.13%
0	CTCI Corp.	CTCI Americas Inc.	1	Other receivables	3,675,210	Negotiated by both parties	3.08%
7	CTCI Advanced Systems Inc.	CTCI Development Corp.	3	Other receivables	150,000	Negotiated by both parties	0.13%
1	CTCI Resources Engineering Inc.	CTCI Development Corp.	3	Other receivables	300,000	Negotiated by both parties	0.25%
6	ECOVE Environment Services Corp.	ECOVE Environment Services Gangshan Corp.	3	Sales revenue	156,129	Negotiated by both parties	0.13%
2	CTCI Machinery Corp.	CTCI Corp.	2	Sales revenue	468,852	Negotiated by both parties	2.11%
7	CTCI Advanced Systems Inc.	CTCI Corp.	2	Sales revenue	166,548	Negotiated by both parties	0.75%
1	CTCI Resources Engineering Inc.	CTCI Corp.	2	Sales revenue	239,603	Negotiated by both parties	1.08%
0	CTCI Corp.	CTCI Overseas (BVI) Corp. and subsidiaries	1	Advance construction receipt	2,166,579	Negotiated by both parties	1.81%
2	CTCI Machinery Corp.	CTCI Corp.	2	Advance construction receipt	5,909,736	Negotiated by both parties	4.95%
8	CTCI (Thailand ) Co., Ltd.	CTCI Corp.	2	Advance construction receipt	906,897	Negotiated by both parties	0.76%
0	CTCI Corp.	CTCI Development Corp.	1	Refundable deposits	140,061	Negotiated by both parties	0.12%
0	CTCI Corp.	CINDA Engineering & Construction Pvt. Ltd.	1	Guarantee	5,318,855	Not applicable	Not applicable
0	CTCI Corp.	CTCI Americas, Inc.	1	Guarantee	19,498,825	Not applicable	Not applicable
0	CTCI Corp.	CTCI Arabia Ltd.	1	Guarantee	1,423,730	Not applicable	Not applicable
0	CTCI Corp.	CTCI Engineering & Construction Sdn. Bhd.	1	Guarantee	1,059,520	Not applicable	Not applicable
0	CTCI Corp.	CTCI Overseas Co., Ltd.	1	Guarantee	3,408,596	Not applicable	Not applicable

Number (Note 1)	Company name	Counterparty	Relationship (Note 2)	Transaction			Percentage of consolidated total operating revenues or total assets (Note 3)
				General ledger account	Amount	Transaction terms	
0	CTCI Corp.	CTCI Beijing Co., Ltd.	1	Guarantee	\$ 4,790,485	Not applicable	Not applicable
0	CTCI Corp.	CTCI Machinery Corp.	1	Guarantee	10,316,440	Not applicable	Not applicable
0	CTCI Corp.	CTCI Vietnam Company Limited	1	Guarantee	827,750	Not applicable	Not applicable
0	CTCI Corp.	CTCI Singapore Pte. Ltd.	1	Guarantee	1,523,060	Not applicable	Not applicable
0	CTCI Corp.	CTCI Shanghai Co., Ltd.	1	Guarantee	236,243	Not applicable	Not applicable
0	CTCI Corp.	MASTEQ Engineering Sdn. Bhd.	1	Guarantee	336,245	Not applicable	Not applicable
0	CTCI Corp.	ECOVE Chiayi Energy Corp.	1	Guarantee	1,257,775	Not applicable	Not applicable
0	CTCI Corp.	CTCI Investment Corp.	1	Guarantee	500,000	Not applicable	Not applicable
0	CTCI Corp.	CCJV P1 Engineering & Construction Sdn. Bhd.	1	Guarantee	331,100	Not applicable	Not applicable
0	CTCI Corp.	CTCI Smart Engineering Corp.	1	Guarantee	3,274,413	Not applicable	Not applicable
0	CTCI Corp.	PT CTCI International Indonesia	1	Guarantee	2,869,891	Not applicable	Not applicable
0	CTCI Corp.	CTCI Chemical Corp.	1	Guarantee	245,014	Not applicable	Not applicable
0	CTCI Corp.	CTCI (Thailand) Co., Ltd.	1	Guarantee	2,471,614	Not applicable	Not applicable
0	CTCI Corp.	CIPEC Construction Inc.	1	Guarantee	260,000	Not applicable	Not applicable
0	CTCI Corp.	CTCI Malaysia Sdn. Bhd.	1	Guarantee	132,440	Not applicable	Not applicable
0	CTCI Corp.	CTCI Resources Engineering Inc.	1	Guarantee	512,610	Not applicable	Not applicable
0	CTCI Corp.	CTCI-HDEC (Chungli) Corp.	1	Guarantee	3,215,785	Not applicable	Not applicable
3	ECOVE Environment Corp.	ECOVE Solar Power Corp.	3	Guarantee	1,251,326	Not applicable	Not applicable
3	ECOVE Environment Corp.	ECOVE Solvent Recycling Corp.	3	Guarantee	200,000	Not applicable	Not applicable
3	ECOVE Environment Corp.	ECOVE Environment Services Gangshan Corp.	3	Guarantee	900,000	Not applicable	Not applicable
3	ECOVE Environment Corp.	ECOVE Chiayi Energy Corp.	3	Guarantee	2,515,550	Not applicable	Not applicable
6	ECOVE Environment Services Corp.	ECOVE Chiayi Energy Corp.	3	Guarantee	1,257,775	Not applicable	Not applicable

Note 1: The numbers filled in for the transaction company in respect of inter-company transactions are as follows:

(1) Parent company is '0'.

(2) The subsidiaries are numbered in order starting from '1'.

Note 2: Relationship between transaction company and counterparty is classified into the following three categories; fill in the number of category each case belongs to (If transactions between parent company and subsidiaries or between subsidiaries refer to the same transaction, it is not required to disclose twice. For example, if the parent company has already disclosed its transaction with a subsidiary, then the subsidiary is not required to disclose the transaction; for transactions between two subsidiaries, if one of the subsidiaries has disclosed the transaction, then the other is not required to disclose the transaction.):

(1) Parent company to subsidiary.

(2) Subsidiary to parent company.

(3) Subsidiary to subsidiary.

Note 3: Regarding percentage of transaction amount to consolidated total operating revenues or total assets, it is computed based on period-end balance of transaction to consolidated total assets for balance sheet accounts and based on accumulated transaction amount for the period to consolidated total operating revenues for income statement accounts.

Note 4: The Company may decide to disclose or not to disclose transaction details in this table based on the Materiality Principle.

Table 7

CTCI Corporation and its subsidiaries											
Information on investees (not including investees in Mainland China)											
For the three-month period ended March 31, 2025											
Expressed in thousands of NTD (Except as otherwise indicated)											
Investor	Investee (Notes 1 and 2)	Location	Main business activities	Initial investment amount		Shares held as at March 31, 2025			Net profit (loss) of the investee for the three-month period ended March 31, 2025 (Note 2(2))	Investment income (loss) recognized by the Company for the three-month period ended March 31, 2025 (Note 2(3))	Footnote
				Balance as at March 31, 2025	Balance as at December 31, 2024	Number of shares	Ownership (%)	Book value			
CTCI Corp.	CTCI Smart Engineering Corp.	Taiwan	Design, management, and building of nuclear power, thermal power, fire pumped storage power generation and others related to engineering	\$ 456,239	\$ 456,239	38,834,783	97.09	\$ 517,908	\$ 47,992	\$ 44,463	A subsidiary
CTCI Corp.	CTCI Advanced Systems Inc.	Taiwan	Systems planning, design, integration, and engineering for various IT systems, etc.	107,470	107,470	12,454,461	43.85	291,801	44,567	19,525	A subsidiary
CTCI Corp.	CTCI Development Corp.	Taiwan	Real estate and leasing business	3,281,008	3,281,008	361,454,727	100.00	398,989 (	963,372) (	979,486)	A subsidiary
CTCI Corp.	CTCI Investment Corp.	Taiwan	General investment	2,072,000	2,072,000	207,200,000	100.00	918,322	8,259	8,529	A subsidiary
CTCI Corp.	ECOVE Environment Corp.	Taiwan	Waste disposal and other environmental services	938,889	938,889	38,457,105	53.18	3,192,418	322,503	171,518	A subsidiary
CTCI Corp.	CTCI (Thailand) Co., Ltd.	Thailand	Design and building of petrochemical plant	116,894	116,894	1,249,500	49.00	120,007 (	1,491) (	706)	A subsidiary
CTCI Corp.	CTCI Machinery Corp.	Taiwan	Secondary processing of steel, piping, heat treatment, manufacture of pollution control equipment and nondestructive testing, etc.	293,800	293,800	20,000,000	100.00	862,710	129,793	129,793	A subsidiary
CTCI Corp.	CTCI Arabia Ltd.	Arabia	Construction and maintenance of refinery, storage tanks and chemical plant	1,481,466	1,481,466	35,000	98.59 (	104,611) (	7,085) (	6,985)	A subsidiary
CTCI Corp.	Sinogal-Waste Services Corp.	Macao	Management of waste recycling site and maintenance of related mechanical and equipment, etc.	4,958	4,958	-	30.00	26,923	64,518	19,355	A second-tier subsidiary
CTCI Corp.	CTCI Singapore Pte. Ltd.	Singapore	Investment and planning of related engineering	996,788	996,788	33,300,000	100.00 (	864,426) (	9,655) (	9,655)	A subsidiary
CTCI Corp.	CTCI Overseas (BVI) Corp.	BVI	Investment and planning of related engineering	308,554	308,554	6,740,000	100.00	6,539,087	115,271	115,271	A subsidiary
CTCI Corp.	CTCI Engineering & Construction Sdn.Bhd.	Malaysia	Investment and planning of related engineering	1,436,379	1,436,379	212,130,000	99.86	150,729	2,307	2,304	A subsidiary
CTCI Corp.	CTCI USA Holding Inc.	USA	Investment and planning of related engineering	1,517,294	1,517,294	495	16.83	539,486 (	2,209,767) (	384,432)	A subsidiary
CTCI Corp.	MASTEQ Engineering Sdn.Bhd.	Malaysia	Planning and design of construction projects	10,339	10,339	1,500,000	100.00	193,821	41,563	41,563	A subsidiary
CTCI Corp.	CCJV P1 Engineering & Construction Sdn. Bhd.	Malaysia	Construction planning	1,341,469	1,341,469	203,197,500	99.00 (	50,115)	16,485	16,320	A subsidiary
CTCI Corp.	CTCI-HDEC (Chungli) Corp.	Taiwan	Sewerage System BOT Project	819,060	819,060	84,354,000	51.00	893,350	4,397	2,243	A subsidiary
CTCI Corp.	PT CTCI International Indonesia	Indonesia	Engineering planning as well as procurement and construction	73,984	73,984	341,700,000	79.00	628,883	134,117	105,953	A subsidiary
CTCI Corp.	CTME S. A. DE C. V.	Mexico	Planning and design of construction projects	6,835	6,835	3,600,000	60.00	6,034	115	69	A subsidiary
CTCI Corp.	ECOVE Chiayi Energy Corp.	Taiwan	Waste service and waste clear	250,000	250,000	25,000,000	25.00	264,680	42,829	10,707	A subsidiary
CTCI Corp.	CTCI STSP Water Resources Corp.	Taiwan	Sewerage System BOT Project	10,000	10,000	1,000,000	100.00	30,604	20,586	20,586	A subsidiary

Investor	Investee (Notes 1 and 2)	Location	Main business activities	Initial investment amount		Shares held as at March 31, 2025			Net profit (loss) of the investee for the three-month period ended March 31, 2025 (Note 2(2))	Investment income (loss) recognized by the Company for the three-month period ended March 31, 2025 (Note 2(3))		Footnote
				Balance as at March 31, 2025	Balance as at December 31, 2024	Number of shares	Ownership (%)	Book value				
CTCI Corp.	Blue Whale Water Technology Corp.	Taiwan	Wastewater Reclamation Unit BTO Project	\$ 347,889	\$ 347,889	36,259,000	49.00	\$ 439,549	\$ 28,973	\$ 14,197	An investee under equity method	
CTCI Corp.	Pan Asia Corp.	Taiwan	Output of foreign labor and technologies, technical cooperation with foreign construction business, and construction of engineering construction, etc.	35,826	35,826	19,639,509	17.16	496,716	194,813	33,432	An investee under equity method	
CTCI Corp.	EVER ECOVE Corp.	Taiwan	Waste service, waste clear and steam power cogeneration	394,000	394,000	39,400,000	24.63	629,368	79,903	19,676	An investee under equity method	
CTCI Corp.	HDEC-CTCI (Linhai) Corp.	Taiwan	Reclaimed water operators	314,992	314,992	32,399,294	45.00	384,637	25,647	11,541	An investee under equity method	
CTCI Corp.	Bao Ding Reclaimed Water Co., Ltd	Taiwan	Reclaimed water operators	274,803	274,803	26,900,000	20.00	294,217	9,379	1,380	An investee under equity method	
								\$ 16,801,087		(\$ 592,839)		
CTCI Development Corp.	CTCI Chemical Corp.	Taiwan	Manufacture, wholesale, and retail of industrial chemicals	13,522	13,522	480,661	6.77	23,463	23,688	1,618	A second-tier subsidiary	
CTCI Development Corp.	ECOVE Environment Corp.	Taiwan	Waste disposal and other environmental services	11,270	11,270	243,918	0.34	20,268	322,503	1,068	A subsidiary	
CTCI Development Corp.	CINDA Engineering & Construction Pvt. Ltd.	India	Chemical, petrochemical, feasibility atudy & planning, engineering design, procurement & fabrication, erection, construction & commissioning	748,139	748,139	197,000,000	96.10	863,104	366,809	352,494	A second-tier subsidiary	
CTCI Development Corp.	CTCI USA Holding Inc.	USA	Investment and planning of related engineering	7,951,801	4,143,969	2,447	83.17	2,666,016 (	2,209,767) (	1,825,335)	A subsidiary	
CTCI Investment Corp.	CTCI Chemical Corp.	Taiwan	Manufacture, wholesale, and retail of industrial chemicals	32,153	32,153	1,657,207	23.34	80,895	23,688	5,577	A second-tier subsidiary	
CTCI Investment Corp.	ECOVE Environment Corp.	Taiwan	Waste disposal and other environmental services	1,374	1,374	32,175	0.04	3,142	322,503	141	A subsidiary	
CTCI Investment Corp.	CTCI Smart Engineering Corp.	Taiwan	Design, management, andbuilding ofnuclear power,thermal power, fire pumpedstorage power generation andothers related to engineering	11	11	657	0.002	8	47,992	-	A subsidiary	
CTCI Investment Corp.	CTCI Construction Corp.	Taiwan	Taiwan engineering technology services	5,000	5,000	500,000	100.00	7,340	1,099	1,099	A subsidiary	
CTCI Machinery Corp.	Boretech Resource Recovery Engineering Co., Ltd. (Cayman)	Cayman Islands	Share holding and investment	154,744	154,744	6,019,951	8.12	291,602	115,760	12,041	An investee under equity method	
ECOVE Environment Corp.	ECOVE Waste Management Corp.	Taiwan	International trade and environmental service of waste disposal, equipment installation and mechanical installation, etc.	20,000	20,000	2,000,000	100.00	101,241	6,820	6,820	A second-tier subsidiary	
ECOVE Environment Corp.	ECOVE Wujih Energy Corp.	Taiwan	Environmental service of waste disposal device installation, steam power cogeneration, etc.	150,535	150,535	10,000	100.00	9,099	762	762	A second-tier subsidiary	

Table 7 Page 2

Investor	Investee (Notes 1 and 2)	Location	Main business activities	Initial investment amount		Shares held as at March 31, 2025			Net profit (loss) of the investee for the three-month period ended March 31, 2025 (Note 2(2))	Investment income (loss) recognized by the Company for the three-month period ended March 31, 2025 (Note 2(3))		Footnote
				Balance as at March 31, 2025	Balance as at December 31, 2024	Number of shares	Ownership (%)	Book value				
ECOVE Environment Corp.	ECOVE Environment Services Corp.	Taiwan	Management of waste recycling site and maintenance of related mechanical and equipment, etc.	\$ 356,518	\$ 356,518	15,100,000	100.00	\$ 1,737,737	\$ 224,971	\$ 224,261	A second-tier subsidiary	
ECOVE Environment Corp.	ECOVE Miaoli Energy Corp.	Taiwan	Environmental service of waste disposal device installation, steam power cogeneration, etc.	899,985	899,985	44,999,200	74.999	664,526	18,397	13,797	A second-tier subsidiary	
ECOVE Environment Corp.	Yuan Ding Resources Management Corp.	Taiwan	Waste service, waste clear other environmental service, and environmental pollution service, etc.	42,696	42,696	4,500,000	100.00	40,156	121	121	A second-tier subsidiary	
ECOVE Environment Corp.	Boretech Resource Recovery Engineering Co., Ltd. (Cayman)	Cayman Islands	Share holding and investment	309,489	309,489	12,039,903	16.24	583,205	115,760	24,080	An investee under equity method	
ECOVE Environment Corp.	ECOVE Solvent Recycling Corp.	Taiwan	Operating basic chemical industry and manufacture of other chemical products	104,179	104,179	9,000,000	100.00	146,978	6,933	6,933	A second-tier subsidiary	
ECOVE Environment Corp.	EVER ECOVE Corp.	Taiwan	Waste service, waste clear and steam power cogeneration	80,000	80,000	8,000,000	5.00	127,570	79,903	4,077	An investee under equity method	
ECOVE Environment Corp.	ECOVE Chiayi Energy Corp.	Taiwan	Waste service and waste clear	500,000	500,000	50,000,000	50.00	529,361	42,829	21,415	A subsidiary	
ECOVE Environment Corp.	Blue Whale Water Technology Corp.	Taiwan	Wastewater Reclamation Unit BTO Project	11	11	1,000	0.0014	11	28,973	-	An investee under equity method	
ECOVE Environment Corp.	HDEC-CTCI (Linhai) Corp.	Taiwan	Reclaimed water operators	11	11	706	0.001	8	25,647	-	An investee under equity method	
ECOVE Environment Services Corp.	CTCI Chemical Corp.	Taiwan	Manufacture, wholesale, and retail of industrial chemicals	24,851	24,851	1,910,241	26.90	93,449	23,688	6,429	A second-tier subsidiary	
ECOVE Environment Services Corp.	Sinogal-Waste Services Corp.	Macao	Management of waste recycling site and maintenance of related mechanical equipment, etc.	4,964	4,964	-	30.00	26,923	64,518	19,355	A second-tier subsidiary	
ECOVE Environment Services Corp.	ECOVE Miaoli Energy Corp.	Taiwan	Environmental service of waste disposal device installation, steam power cogeneration, etc.	11	11	800	0.001	12	18,397	-	A second-tier subsidiary	
ECOVE Environment Services Corp.	Jing Ding Green Energy Technology Co., Ltd.	Taiwan	Waste water and waste sludge disposal service	203,990	194,990	20,399,000	30.00	189,122 (	5,818) (	1,796)	An investee under equity method	
ECOVE Environment Services Corp.	ECOVE Environment Services Gangshan Corp.	Taiwan	Management of waste recycling site and maintenance of related mechanical and equipment, etc.	251,000	251,000	25,100,000	100.000	300,889	11,023	11,023	A second-tier subsidiary	
ECOVE Waste Management Corp.	Jing Ding Green Energy Technology Co., Ltd.	Taiwan	Waste water and waste sludge disposal service	10	10	1,000	0.002	10 (	5,818)	-	An investee under equity method	
ECOVE Environment Services Corp.	Bao Ding Reclaimed Water Co., Ltd	Taiwan	Reclaimed water operators	137,402	137,402	13,450,000	10.00	147,108	9,379	690	An investee under equity method	
ECOVE Environment Services Corp.	ECOVE Resource Recycling Corp.	Taiwan	Reclaimed water operators	61,750	61,750	6,175,000	95.00	56,724	45	43	A second-tier subsidiary	
ECOVE Environment Services Corp.	ECOVE Chiayi Energy Corp.	Taiwan	Waste service and waste clear	250,000	250,000	25,000,000	25.00	264,680	42,829	10,707	A subsidiary	
ECOVE Environment Corp.	ECOVE Solar Power Corp.	Taiwan	Energy technology service	306,000	306,000	30,600,000	100.00	467,241	3,754	3,754	A second-tier subsidiary	

Investor	Investee (Notes 1 and 2)	Location	Main business activities	Initial investment amount		Shares held as at March 31, 2025			Investment income (loss)		Footnote
				Balance as at March 31, 2025	Balance as at December 31, 2024	Number of shares	Ownership (%)	Book value	Net profit (loss) of the investee	recognized by the Company	
									for the three-month period ended March 31, 2025 (Note 2(2))	for the three-month period ended March 31, 2025 (Note 2(3))	
ECOVE Environment Corp.	G.D. International, LLC.	USA	Energy technology service	\$ 189,197	\$ 189,197	-	100.00	\$ 575,146	\$ 12,467	\$ 12,467	A second-tier subsidiary
G.D International, LLC.	Lumberton Solar W2-090, LLC	USA	Energy technology service	189,197	189,197	-	100.00	575,406	12,507	12,507	A second-tier subsidiary
CTCI Overseas (BVI) Corp.	CTCI Overseas Co., Ltd.	Hong Kong	Investment and planning of related engineering	276,815	276,815	6,740,000	100.00	6,480,257	115,301	115,301	A second-tier subsidiary
CTCI Overseas Co., Ltd.	CTCI Arabia Ltd.	Arabia	Construction and maintenance of refinery, storage tanks and chemical plant	22,610	22,610	500	1.41 (	1,496) (	7,085) (	100)	A subsidiary
CTCI Overseas Co., Ltd.	Universal Engineering (BVI) Corporation	BVI	Investment and planning of related engineering	1,694	1,694	50,000	100.00	241,096	10,712	8,174	A second-tier subsidiary
CTCI Overseas Co., Ltd.	CIPEC Construction Inc.	Philippines	Construction and maintenance of refinery, storage tanks and chemical plant	19,590	19,590	327,445	25.00 (	406,425) (	4,618) (	4,614)	A second-tier subsidiary
CTCI Overseas Co., Ltd.	CTCI Vietnam Company Limited	Vietnam	Chemical, petrochemical, feasibility atudy & planning, engineering design, procurement & fabrication, erection, construction & commissioning	95,168	95,168	-	100.00	311,952	24,243	24,536	A second-tier subsidiary
CTCI Overseas Co., Ltd.	CTCI Engineering & Construction Sdn. Bhd.	Malaysia	Investment and planning of related engineering	2,879	2,879	300,000	0.14	213	2,307	3	A subsidiary
CTCI Overseas Co., Ltd.	CINDA Engineering & Construction Pvt. Ltd.	India	Chemical, petrochemical, feasibility atudy & planning, engineering design, procurement & fabrication, erection, construction & commissioning	31,022	31,022	8,000,000	3.90	35,028	366,809	14,333	A second-tier subsidiary
CTCI Overseas Co., Ltd.	Sumber Mampu Sdn. Bhd.	Malaysia	Building of related engineering	95	95	10,000	10.00 (	53,034)	35	35	A second-tier subsidiary
Universal Engineering (BVI) Corporation	Superiority (Thailand) Co., Ltd.	Thailand	Investment and planning of related engineering	151	151	2,156	49.00	68,621	7,217	7,217	A second-tier subsidiary
CTCI USA Holding Inc.	CTCI Americas, Inc.	USA	To extend foreign business, the Group strengthened the collaborative relationship with local business owner and supplier, developing adequate potential supplier, and help them to operate projects, purchase and other related businesses	5,636,296	5,636,296	102,932	100.00	3,175,411 (	2,210,735) (	2,210,735)	A second-tier subsidiary
CTCI USA Holding Inc.	CTME S. A. DE C. V.	Mexico	Planning and design of construction projects	4,557	4,557	2,400,000	40.00	4,010	115	46	A subsidiary
Superiority (Thailand) Co., Ltd.	CTCI (Thailand) Co., Ltd.	Thailand	Design and building of petrochemical plant	117,318	117,318	1,300,500	51.00	124,906 (	1,491) (	785)	A subsidiary
CTCI Advanced Systems Inc.	Century Ahead Ltd.	Samoa	Professional investment company	25,097	25,097	750,000	100.00	27,283 (	735) (	735)	A second-tier subsidiary
CTCI Advanced Systems Inc.	CTCI Resources Engineering Inc.	Taiwan	Engineering technical service	1,167,132	1,167,132	59,673,880	100.00	1,313,470	41,958	41,958	A second-tier subsidiary
CTCI Advanced Systems Inc.	CTCI Flourish Long Term Care	Taiwan	Long Term Care Services	1	1	NOTE 3	0.01	1	-	-	A second-tier subsidiary
CTCI Smart Engineering Corp.	CTCI Chemical Corp.	Taiwan	Manufacture, wholesale, and retail of industrial chemicals	7,354	7,354	656,360	9.24	32,020	23,688	2,190	A second-tier subsidiary
CTCI Resources Engineering Inc.	CTCI Chemical Corp.	Taiwan	Manufacture, wholesale, and retail of industrial chemicals	7,354	7,354	656,360	9.24	32,033	23,688	2,209	A second-tier subsidiary
CTCI Resources Engineering Inc.	CTCI Resources Construction Inc.	Taiwan	Taiwan engineering technology services	10,000	10,000	1,000,000	100.00	10,397	203	203	A second-tier subsidiary

Investor	Investee (Notes 1 and 2)	Location	Main business activities	Initial investment amount		Shares held as at March 31, 2025			Net profit (loss) of the investee for the three-month period ended March 31, 2025 (Note 2(2))	Investment income (loss) recognized by the Company for the three-month period ended March 31, 2025 (Note 2(3))		Footnote
				Balance as at March 31, 2025	Balance as at December 31, 2024	Number of shares	Ownership (%)	Book value				
CTCI Resources Engineering Inc.	CTCI Flourish Long Term Care Corporation	Taiwan	Long Term Care Services	\$ 11,996	\$ 11,996	NOTE 3	99.97	\$ 11,916	\$ -	\$ -		A second-tier subsidiary
CTCI Engineering & Construction Sdn.Bhd.	CTCI Malaysia Sdn. Bhd.	Malaysia	Investment and planning of related engineering	1,357	1,357	150,000	20.00	5,037	996		9	A second-tier subsidiary
Sumber Mampu Sdn. Bhd.	CTCI Malaysia Sdn. Bhd.	Malaysia	Investment and planning of related engineering	5,428	5,428	600,000	80.00	20,148	996		36	A second-tier subsidiary

Note 1: If a public company is equipped with an overseas holding company and takes consolidated financial report as the main financial report according to the local law rules, it can only disclose the information of the overseas holding company about the disclosure of related overseas investee information.

Note 2: If situation does not belong to Note 1, fill in the columns according to the following regulations:

- (1) The columns of ‘Investee’, ‘Location’, ‘Main business activities’, Initial investment amount’ and ‘Shares held as at March 31, 2025’ should fill orderly in the Company’s (public company’s) information on investees and every directly or indirectly controlled investee’s investment information, and note the relationship between the Company (public company) and its investee each (ex. direct subsidiary or indirect subsidiary) in the ‘footnote’ column.
- (2) The ‘Net profit (loss) of the investee for the three-month period ended March 31,2025’ column should fill in amount of net profit (loss) of the investee for this period.
- (3) The ‘Investment income (loss) recognized by the Company for the three-month period ended March 31,2025’ column should fill in the Company (public company) recognized investment income (loss) of its direct subsidiary and recognized investment income (loss) of its investee accounted for under the equity method for this period. When filling in recognized investment income (loss) of its direct subsidiary, the Company (public company) should confirm that direct subsidiary’s net profit (loss) for this period has included its investment income (loss) which shall be recognized by regulations.

Note 3: The investee is an associate and not required to disclose number of shares.

Table 8

CTCI Corporation and its subsidiaries  
Information on investees (in Mainland China)  
For the three-month period ended March 31, 2025

Expressed in thousands of NTD  
(Except as otherwise indicated)

Investee in Mainland China	Main business activities	Paid-in capital	Investment method ( Note 1 )	Accumulated amount of remittance from Taiwan to Mainland China as of January 1, 2025	Amount remitted from Taiwan to Mainland China/ Amount remitted back to Taiwan for the three-month period ended March 31, 2025		Accumulated amount of remittance from Taiwan to Mainland China as of March 31, 2025	Net income of investee for the three-month period ended March 31, 2025	Ownership held by the Company (direct or indirect)	Investment income (loss) recognized by the Company for the three-month period ended March 31, 2025 ( Note 2 )		Book value of investments in Mainland China as of March 31, 2025	Accumulated amount of investment income remitted back to Taiwan as of March 31, 2025	Footnote
				Remitted to Mainland China	Remitted back to Taiwan									
CTCI Beijing Co., Ltd.	Design, survey, construction and inspection of various engineering and construction projects, plants, machinery and equipment, and environmental protection projects	\$ 433,473	2	\$ 313,998	\$ -	\$ -	\$ 313,998	\$ 145,243	100.00	\$ 145,243	Note 2(1)	\$ 1,431,941	\$ 2,109,833	Note 3
CTCI Shanghai Co., Ltd.	Design, survey, construction and inspection of various engineering and construction projects	592,787	2	-	-	-	-	6,993	100.00	6,993	Note 2(2)	699,682	23,530	Note 5
CTCI Advanced Systems Shanghai Inc.	Computer technology services	20,753	2	20,753	-	-	20,753	( 1,217)	48.17	( 586)	Note 2(2)	25,517	31,164	-
CTCI Innovation Co., Ltd.	Computer technology services	22,179	2	-	-	-	-	59,425	100.00	59,425	Note 2(2)	143,327	-	Note 5
FuJian Gulie Petrochemical Co., Ltd.	Operating in manufacturing and selling of ethylene and others	30,344,536	2	1,103,219	-	-	1,103,219	-	2.50	-	-	276,104	-	Note 4

Company name	Accumulated amount of remittance from Taiwan to Mainland China as of March 31, 2025	Investment amount	
		approved by the	
		Investment	
		Commission of the	Ceiling on investments in
		Ministry of	Mainland China imposed
		Economic Affairs	by the Investment
		(MOEA)	Commission of MOEA
CTCI Corp.	\$ 1,437,970	\$ 2,064,207	\$ 13,042,828

Note 1: Investment methods are classified into the following three categories; fill in the number of category each case belongs to:

- (1) Directly invest in a company in Mainland China.
- (2) Through investing in an existing company in the third area, which then invested in the investee in Mainland China.
- (3) Others

Note 2: In the Investment income (loss) recognized by the Company for the for the three-month period ended March 31, 2025 column:

Indicate the basis for investment income (loss) recognition in the number of one of the following three categories:

- (1) The financial statements were reviewed and attested by R.O.C. parent company's CPA.
- (2) It is an insignificant subsidiary, and its financial statements were not reviewed by the independent auditors.
- (3) Others.

Note 3: Invested by CTCI Overseas Co., Ltd.

Note 4: Invested by Dynamic Ever Investments Limited, which was invested by Ever Victory Global Limited, and recognized as financial assets at fair value through other comprehensive income - non-current.

Therefore there was no investment income (loss) recognized by the Company.

Note 5: Invested by CTCI Beijing Co., Ltd.