

Notice to Readers:

The interim consolidated financial statements (Chinese version) of our company have been reviewed by the CPA Chang, Cheng-Hsiu and CPA Liu, Yi-Ching of Deloitte Taiwan. For the convenience of reading, the statements have been translated from Chinese to English. If there is any difference regarding the context or interpretation in the English version, the Chinese version shall prevail.

**China General Plastics Corporation and
Subsidiaries**

**Consolidated Financial Statements for the
Six Months Ended June 30, 2026 and 2025, and
Independent Auditor's Review Report**

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Independent Auditors' Review Report

The Board of Directors and Shareholders
China General Plastics Corporation

Introduction

We have reviewed the accompanying consolidated balance sheets of China General Plastics Corporation and its subsidiaries (collectively referred to as the Group) as of June 30, 2026 and 2025, and the related consolidated statements of comprehensive income for the three months ended June 30, 2026 and 2025, and for the six months ended June 30, 2026 and 2025, and the consolidated statements of changes in equity and cash flows for the six months then ended, and the notes to the consolidated financial statements, including a summary of significant accounting policies (collectively referred to as the “consolidated financial statements”). Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34 "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China. Our responsibility is to express a conclusion on the interim consolidated financial statements based on our reviews.

Scope of Review

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

Basis for Qualified Conclusion

As disclosed in Notes 12 and 13 to the consolidated financial statements, the financial statements of some non-significant subsidiaries and investments accounted for using the equity method included in the consolidated financial statements were not reviewed. As of June 30, 2026 and 2025, the combined total assets of these non-significant subsidiaries and investments accounted for using the equity method were NT\$1,041,162 thousand and NT\$1,062,876 thousand, respectively, representing both 6% of the consolidated total assets, and the combined total liabilities of these non-significant subsidiaries as of June 30, 2026 and 2025, were NT\$54,622 thousand and NT\$60,401 thousand, respectively, representing both 1% of the consolidated total liabilities; for the three months ended June 30, 2026 and 2025, and the six months ended June 30,

2026 and 2025, the amounts of combined comprehensive loss of these non-significant subsidiaries were NT\$(22,670) thousand, NT\$(19,423) thousand, NT\$(9,670) thousand, and NT\$(24,774) thousand, respectively, representing (19%), 4%, (59%), and 3%, respectively, of the consolidated total comprehensive income, and the Group's share of profit (loss) of these investments accounted for using the equity method for the three months ended June 30, 2026 and 2025, and the six months ended June 30, 2026 and 2025, were NT\$(22,457) thousand, NT\$3,771 thousand, NT\$(3,720) thousand, and NT\$(6,422) thousand, respectively, representing (19%), (1%), (23%), and 1%, respectively, of the consolidated total comprehensive income. The additional disclosures of these non-significant subsidiaries and investments accounted for using the equity method were based on financial statements which were not reviewed by auditors.

Qualified Conclusion

Based on our reviews, except for the adjustments, if any, as might have been determined to be necessary had the financial statements of the non-significant subsidiaries and investments accounted for using the equity method as described in the preceding paragraph been reviewed, nothing has come to our attention that caused us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of the Group as of June 30, 2026 and 2025, its consolidated financial performance for the three months ended June 30, 2026 and 2025, and its consolidated financial performance and its consolidated cash flows for the six months ended June 30, 2026 and 2025 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34 "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

Deloitte & Touche, Taipei, Taiwan,
Republic of China
CPA Chang, Cheng-Hsiu

CPA Liu, Yi-Ching

Financial Supervisory Commission
Approved Document No.
Jin Guan Zheng Shen Zi No. 1120349008

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Approved Document No.
Jin Guan Zheng Shen Zi No. 1100356048

August 4, 2026

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China General Plastics Corporation and Subsidiaries

Consolidated Balance Sheets

June 30, 2026 and 2025, And December 31, 2025

Unit: NT\$ thousands

CODE	ASSETS	June 30, 2026		December 31, 2025		June 30, 2025	
		Amount	%	Amount	%	Amount	%
	Current assets						
1100	Cash and cash equivalents (Note 6)	\$ 969,419	5	\$ 512,420	3	\$ 1,159,100	7
1110	Financial assets at fair value through profit or loss (FVTPL) - current (Note 7)	205,403	1	396,283	2	525,973	3
1136	Financial assets at amortized cost - current (Notes 9 and 30)	375,325	2	497,386	3	490,848	3
1150	Notes receivable (Note 10)	118,133	1	91,172	1	110,700	1
1170	Trade receivables (Note 10)	1,046,776	6	739,579	4	1,064,987	6
1200	Other receivables (Note 10)	50,349	-	83,160	-	82,239	-
1210	Other receivables from related parties (Note 29)	68,876	-	13,274	-	711	-
1220	Current tax assets	3,473	-	5,842	-	5,182	-
1310	Inventories (Note 11)	1,995,330	11	1,924,343	11	1,928,337	11
1410	Prepayments	94,610	-	137,510	1	106,407	1
1470	Other current assets	1,077	-	497	-	339	-
11XX	Total current assets	<u>4,928,771</u>	<u>26</u>	<u>4,401,466</u>	<u>25</u>	<u>5,474,823</u>	<u>32</u>
	Non-current assets						
1517	Financial assets at fair value through other comprehensive income (FVTOCI) - non-current (Note 8)	52,905	-	54,660	-	58,131	-
1550	Investments accounted for using the equity method (Note 13)	317,294	2	320,026	2	326,432	2
1600	Property, plant and equipment (Notes 14, 29, and 30)	11,503,540	61	11,062,510	64	10,118,866	58
1755	Right-of-use assets (Notes 15 and 29)	83,450	1	92,869	1	101,416	1
1760	Investment properties (Note 16)	738,054	4	414,241	2	415,303	2
1840	Deferred tax assets	920,580	5	918,809	5	769,959	4
1990	Other non-current assets (Note 30)	201,585	1	162,548	1	113,907	1
15XX	Total non-current assets	<u>13,817,408</u>	<u>74</u>	<u>13,025,663</u>	<u>75</u>	<u>11,904,014</u>	<u>68</u>
1XXX	Total assets	<u>\$ 18,746,179</u>	<u>100</u>	<u>\$ 17,427,129</u>	<u>100</u>	<u>\$ 17,378,837</u>	<u>100</u>
CODE	LIABILITIES AND EQUITY						
	Current liabilities						
2100	Short-term borrowings (Note 17)	\$ 1,488,667	8	\$ 760,000	5	\$ 2,315,000	13
2110	Short-term notes and bills payable (Note 17)	-	-	-	-	99,957	1
2120	Financial liabilities at fair value through profit or loss (FVTPL) - current (Note 7)	690	-	354	-	7,030	-
2150	Notes payable (Note 18)	16,409	-	24,185	-	29,788	-
2170	Trade payables (Note 18)	576,780	3	512,985	3	663,782	4
2180	Trade payables to related parties (Notes 18 and 29)	275	-	20,471	-	42,290	-
2200	Other payables (Note 19)	726,305	4	753,434	4	731,140	4
2220	Other payables to related parties (Note 29)	31,888	-	13,453	-	73,870	1
2230	Current tax liabilities	144	-	6,085	-	5,570	-
2250	Current provisions (Note 20)	1,804	-	17,136	-	9,397	-
2280	Lease liabilities (Notes 15 and 29)	21,526	-	21,208	-	20,569	-
2322	Long-term borrowings due within one year or one operating cycle (Note 17)	845,517	5	1,688,296	10	1,607,989	9
2399	Other current liabilities (Note 23)	239,379	1	211,816	1	115,782	1
21XX	Total current liabilities	<u>3,949,384</u>	<u>21</u>	<u>4,029,423</u>	<u>23</u>	<u>5,722,164</u>	<u>33</u>
	Non-current liabilities						
2540	Long-term borrowings (Note 17)	5,673,431	30	4,214,762	24	2,249,272	13
2570	Deferred tax liabilities	603,775	3	602,856	4	602,140	3
2580	Lease liabilities (Notes 15 and 29)	67,370	-	77,673	1	86,693	1
2640	Net defined benefit liabilities	179,123	1	191,382	1	200,200	1
2670	Other non-current liabilities	76,875	1	72,691	-	60,691	-
25XX	Total non-current liabilities	<u>6,600,574</u>	<u>35</u>	<u>5,159,364</u>	<u>30</u>	<u>3,198,996</u>	<u>18</u>
2XXX	Total liabilities	<u>10,549,958</u>	<u>56</u>	<u>9,188,787</u>	<u>53</u>	<u>8,921,160</u>	<u>51</u>
	Equity attributable to owners of the Company (Note 22)						
3110	Ordinary share	5,810,505	31	5,810,505	33	5,810,505	34
3200	Capital surplus	20,652	-	21,077	-	19,966	-
	Retained earnings						
3310	Legal Reserve	1,150,504	6	1,150,504	7	1,150,504	7
3320	Special reserve	408,223	2	408,223	2	408,223	2
3350	Unappropriated retained earnings	271,006	2	316,746	2	554,291	3
3300	Total retained earnings	1,829,733	10	1,875,473	11	2,113,018	12
3400	Other equity	37,454	-	18,876	-	(25,737)	-
31XX	Total equity attributable to owners of the Company	7,698,344	41	7,725,931	44	7,917,752	46
36XX	Non-controlling interests	497,877	3	512,411	3	539,925	3
3XXX	Total equity	<u>8,196,221</u>	<u>44</u>	<u>8,238,342</u>	<u>47</u>	<u>8,457,677</u>	<u>49</u>
	Total liabilities and equity	<u>\$ 18,746,179</u>	<u>100</u>	<u>\$ 17,427,129</u>	<u>100</u>	<u>\$ 17,378,837</u>	<u>100</u>

The accompanying notes are an integral part of the consolidated financial statements.
(Please refer to Deloitte & Touche auditors' review report dated August 4, 2026)

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China General Plastics Corporation and Subsidiaries

Consolidated Statements of Comprehensive Income

For the Three Months Ended June 30, 2026 and 2025, and for the Six Months Ended June 30, 2026 and 2025

Unit: NT\$ thousands, Except Earnings (Losses) per Share

CODE		For the Three Months Ended June 30, 2026		For the Three Months Ended June 30, 2025		For the Six Months Ended June 30, 2026		For the Six Months Ended June 30, 2025	
		Amount	%	Amount	%	Amount	%	Amount	%
4100	Net revenue (Notes 23 and 29)	\$ 2,729,637	100	\$ 2,658,164	100	\$ 5,403,542	100	\$ 5,120,293	100
5110	Cost of revenue (Notes 11, 24, and 29)	<u>2,318,893</u>	<u>85</u>	<u>2,850,416</u>	<u>107</u>	<u>4,940,155</u>	<u>91</u>	<u>5,418,070</u>	<u>106</u>
5900	Gross profit (loss)	<u>410,744</u>	<u>15</u>	<u>(192,252)</u>	<u>(7)</u>	<u>463,387</u>	<u>9</u>	<u>(297,777)</u>	<u>(6)</u>
	Operating expenses (Notes 24 and 29)								
6100	Selling and marketing expenses	162,281	6	167,895	6	320,521	6	338,815	7
6200	General and administrative expenses	59,266	2	48,266	2	120,681	2	120,535	2
6300	Research and development expenses	<u>8,757</u>	<u>-</u>	<u>9,009</u>	<u>1</u>	<u>17,295</u>	<u>1</u>	<u>17,825</u>	<u>-</u>
6000	Total operating expenses	<u>230,304</u>	<u>8</u>	<u>225,170</u>	<u>9</u>	<u>458,497</u>	<u>9</u>	<u>477,175</u>	<u>9</u>
6900	Net operating profit (loss)	<u>180,440</u>	<u>7</u>	<u>(417,422)</u>	<u>(16)</u>	<u>4,890</u>	<u>-</u>	<u>(774,952)</u>	<u>(15)</u>
	Non-operating income and expenses (Notes 13, 24 and 29)								
7100	Interest income	7,762	-	10,630	-	10,116	-	19,149	1
7010	Other income	31,617	1	39,205	2	54,517	1	68,181	1
7020	Other gains and losses	(23,756)	(1)	(145,982)	(5)	(7,776)	-	(149,168)	(3)
7510	Interest expense	(30,808)	(1)	(29,165)	(1)	(58,418)	(1)	(56,703)	(1)
7060	Share of (loss) profit of associates accounted for using the equity method	<u>(3,983)</u>	<u>-</u>	<u>11,039</u>	<u>-</u>	<u>(9,619)</u>	<u>-</u>	<u>1,480</u>	<u>-</u>
7000	Total non-operating income and expenses	<u>(19,168)</u>	<u>(1)</u>	<u>(114,273)</u>	<u>(4)</u>	<u>(11,180)</u>	<u>-</u>	<u>(117,061)</u>	<u>(2)</u>
7900	Net profit (loss) before income tax	161,272	6	(531,695)	(20)	(6,290)	-	(892,013)	(17)
7950	Income tax (benefit) expense (Note 25)	<u>28,294</u>	<u>1</u>	<u>(105,419)</u>	<u>(4)</u>	<u>(4,109)</u>	<u>-</u>	<u>(181,680)</u>	<u>(3)</u>
8200	Net profit (loss) for the period	<u>132,978</u>	<u>5</u>	<u>(426,276)</u>	<u>(16)</u>	<u>(2,181)</u>	<u>-</u>	<u>(710,333)</u>	<u>(14)</u>
	Other comprehensive income (loss) (Notes 22 and 25)								
	Items that will not be reclassified subsequently to profit or loss:								
8316	Unrealized (losses) gains on investments in equity instruments at FVTOCI	1,492	-	(982)	-	(1,755)	-	(1,079)	-
8326	Share of the other comprehensive income of associates accounted for using the equity method - unrealized gains (losses) on investments in equity instruments at FVTOCI	<u>(18,831)</u>	<u>(1)</u>	<u>(8,276)</u>	<u>(1)</u>	<u>5,914</u>	<u>-</u>	<u>(9,276)</u>	<u>-</u>
8310		<u>(17,339)</u>	<u>(1)</u>	<u>(9,258)</u>	<u>(1)</u>	<u>4,159</u>	<u>-</u>	<u>(10,355)</u>	<u>-</u>
	Items that may be reclassified subsequently to profit or loss:								
8361	Exchange differences on translating the financial statements of foreign operations	2,089	-	(67,147)	(3)	16,822	-	(59,785)	(1)
8371	Share of the other comprehensive income of associates accounted for using the equity method - exchange differences on translating the financial statements of foreign operations	111	-	(2,907)	-	973	-	(2,437)	-
8399	Income tax relating to items that may be reclassified subsequently to profit or loss	<u>(417)</u>	<u>-</u>	<u>13,429</u>	<u>1</u>	<u>(3,364)</u>	<u>-</u>	<u>11,957</u>	<u>-</u>
8360		<u>1,783</u>	<u>-</u>	<u>(56,625)</u>	<u>(2)</u>	<u>14,431</u>	<u>-</u>	<u>(50,265)</u>	<u>(1)</u>
8300	Other comprehensive income (loss) for the period, net of income tax	<u>(15,556)</u>	<u>(1)</u>	<u>(65,883)</u>	<u>(3)</u>	<u>18,590</u>	<u>-</u>	<u>(60,620)</u>	<u>(1)</u>

(Continued)

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CODE		For the Three Months Ended June 30, 2026		For the Three Months Ended June 30, 2025		For the Six Months Ended June 30, 2026		For the Six Months Ended June 30, 2025	
		Amount	%	Amount	%	Amount	%	Amount	%
8500	Total comprehensive income (loss) for the period	<u>\$ 117,422</u>	<u>4</u>	<u>(\$ 492,159)</u>	<u>(19)</u>	<u>\$ 16,409</u>	<u>-</u>	<u>(\$ 770,953)</u>	<u>(15)</u>
	Net (loss) profit attributable to:								
8610	Owners of the Company	\$ 132,779	5	(\$ 405,542)	(15)	\$ 12,365	-	(\$ 674,038)	(13)
8620	Non-controlling interests	<u>199</u>	<u>-</u>	<u>(20,734)</u>	<u>(1)</u>	<u>(14,546)</u>	<u>-</u>	<u>(36,295)</u>	<u>(1)</u>
8600		<u>\$ 132,978</u>	<u>5</u>	<u>(\$ 426,276)</u>	<u>(16)</u>	<u>(\$ 2,181)</u>	<u>-</u>	<u>(\$ 710,333)</u>	<u>(14)</u>
	Total comprehensive income (loss) attributable to:								
8710	Owners of the Company	\$ 117,299	4	(\$ 471,391)	(18)	\$ 30,943	-	(\$ 734,620)	(14)
8720	Non-controlling interests	<u>123</u>	<u>-</u>	<u>(20,768)</u>	<u>(1)</u>	<u>(14,534)</u>	<u>-</u>	<u>(36,333)</u>	<u>(1)</u>
8700		<u>\$ 117,422</u>	<u>4</u>	<u>(\$ 492,159)</u>	<u>(19)</u>	<u>\$ 16,409</u>	<u>-</u>	<u>(\$ 770,953)</u>	<u>(15)</u>
	Earnings (Loss) per share (Note 26)								
9750	Basic	<u>\$ 0.23</u>		<u>(\$ 0.70)</u>		<u>\$ 0.02</u>		<u>(\$ 1.16)</u>	
9850	Diluted	<u>\$ 0.23</u>		<u>(\$ 0.70)</u>		<u>\$ 0.02</u>		<u>(\$ 1.16)</u>	

(Concluded)

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

(Please refer to Deloitte & Touche auditors' review report dated August 4, 2026)

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China General Plastics Corporation and Subsidiaries

Consolidated Statements of Changes in Equity

For the Six Months Ended June 30, 2026 and 2025

Unit: NT\$ thousands

Equity Attributable to Owners of the Company														
										Other Equity				
		Capital Surplus				Retained Earnings				Exchange Differences on Translating the Financial Statements of Foreign Operations	Unrealized Gains (Losses) on Financial Assets at FVTOCI			Non-controlling Interests
CODE		Ordinary Share	Unclaimed Dividends	Other	Total	Legal Reserve	Special Reserve	Unappropriated Retained Earnings	Total			Total	Total	
A1	Balance as of January 1, 2025	\$ 5,810,505	\$ 17,938	\$ 2,080	\$ 20,018	\$ 1,150,504	\$ 408,223	\$ 1,315,487	\$ 2,874,214	\$ 6,008	\$ 28,837	\$ 34,845	\$ 8,739,582	\$ 576,258
	Appropriation and distribution of earnings for 2024													
B5	Cash dividends distributed by the Company	-	-	-	-	-	-	(87,158)	(87,158)	-	-	-	(87,158)	-
C17	Other changes in capital surplus	-	(52)	-	(52)	-	-	-	-	-	-	-	(52)	-
D1	Net loss for the six months ended June 30, 2025	-	-	-	-	-	-	(674,038)	(674,038)	-	-	-	(674,038)	(36,295)
D3	Other comprehensive loss for the six months ended June 30, 2025, net of income tax	-	-	-	-	-	-	-	-	(50,265)	(10,317)	(60,582)	(60,582)	(38)
D5	Total comprehensive loss for the six months ended June 30, 2025	-	-	-	-	-	-	(674,038)	(674,038)	(50,265)	(10,317)	(60,582)	(734,620)	(36,333)
Z1	Balance as of June 30, 2025	<u>\$ 5,810,505</u>	<u>\$ 17,886</u>	<u>\$ 2,080</u>	<u>\$ 19,966</u>	<u>\$ 1,150,504</u>	<u>\$ 408,223</u>	<u>\$ 554,291</u>	<u>\$ 2,113,018</u>	<u>(\$ 44,257)</u>	<u>\$ 18,520</u>	<u>(\$ 25,737)</u>	<u>\$ 7,917,752</u>	<u>\$ 539,925</u>
A1	Balance as of January 1, 2026	\$ 5,810,505	\$ 18,642	\$ 2,435	\$ 21,077	\$ 1,150,504	\$ 408,223	\$ 316,746	\$ 1,875,473	(\$ 6,413)	\$ 25,289	\$ 18,876	\$ 7,725,931	\$ 512,411
	Appropriation and distribution of earnings for 2025													
B5	Cash dividends distributed by the Company	-	-	-	-	-	-	(58,105)	(58,105)	-	-	-	(58,105)	-
C17	Other changes in capital surplus	-	(425)	-	(425)	-	-	-	-	-	-	-	(425)	-
D1	Net profit (loss) for the six months ended June 30, 2026	-	-	-	-	-	-	12,365	12,365	-	-	-	12,365	(14,546)
D3	Other comprehensive income for the six months ended June 30, 2026, net of income tax	-	-	-	-	-	-	-	-	14,431	4,147	18,578	18,578	12
D5	Total comprehensive income (loss) for the six months ended June 30, 2026	-	-	-	-	-	-	12,365	12,365	14,431	4,147	18,578	30,943	(14,534)
Z1	Balance as of June 30, 2026	<u>\$ 5,810,505</u>	<u>\$ 18,217</u>	<u>\$ 2,435</u>	<u>\$ 20,652</u>	<u>\$ 1,150,504</u>	<u>\$ 408,223</u>	<u>\$ 271,006</u>	<u>\$ 1,829,733</u>	<u>\$ 8,018</u>	<u>\$ 29,436</u>	<u>\$ 37,454</u>	<u>\$ 7,698,344</u>	<u>\$ 497,877</u>

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

(Please refer to Deloitte & Touche auditors’ review report dated August 4, 2026)

Notice to Readers:
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China General Plastics Corporation and Subsidiaries
Consolidated Statements of Cash Flows
For the Six Months Ended June 30, 2026 and 2025

Unit: NT\$ thousands

<u>CODE</u>		<u>For the Six Months Ended June 30, 2026</u>	<u>For the Six Months Ended June 30, 2025</u>
	Cash flows from operating activities		
A10000	Net loss before income tax	(\$ 6,290)	(\$ 892,013)
A20010	Adjustments for:		
A20100	Depreciation expense	431,788	405,447
A20200	Amortization expense	10,299	10,479
A20400	Net (gain) loss on financial instruments at fair value through profit or loss	(3,742)	23,378
A20900	Interest expense	58,418	56,703
A21200	Interest income	(10,116)	(19,149)
A21300	Dividend income	(26)	(33)
A22300	Share of loss (profit) of associates accounted for using the equity method	9,619	(1,480)
A22500	Gain on disposal of property, plant, and equipment	(1,704)	(1,483)
A22700	Gain on disposal of investment property	-	(47,086)
A23700	(Reversal) provision of write-downs of inventories and obsolescence losses	(53,032)	70,256
A30000	Net changes in operating assets and liabilities		
A31115	Financial Instruments at FVTPL	194,958	66,188
A31130	Notes receivable	(26,961)	7,982
A31150	Trade receivables (including related parties)	(306,044)	(312,144)
A31180	Other receivables (including related parties)	(21,655)	9,889
A31200	Inventories	(15,329)	497,449
A31230	Prepayments	42,900	27,498
A31240	Other current assets	(580)	1,800
A32130	Notes payables	(7,776)	(6,771)
A32150	Trade payables (including related parties)	43,561	(217,898)
A32180	Other payables (including related parties)	(46,792)	(18,675)
A32200	Provisions	(15,332)	9,397
A32230	Other current liabilities	27,563	(48,805)
A32240	Net defined benefit liabilities	(14,115)	(20,570)
A33000	Cash generated from (used in) operations	289,612	(399,641)
A33100	Interest received	9,123	19,704
A33300	Interest paid	(52,770)	(48,251)
A33500	Income tax (paid) refunded	(3,679)	17,241
AAAA	Net cash generated from (used in) operating activities	<u>242,286</u>	<u>(410,947)</u>

(Continued)

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<u>CODE</u>		<u>For the Six Months Ended June 30, 2026</u>	<u>For the Six Months Ended June 30, 2025</u>
	Cash flows from investing activities		
B00030	Proceed from capital reduction of financial assets at FVTOCI	\$ -	\$ 1,196
B00040	Acquisition of financial assets at amortized cost	(25,670)	(679,112)
B00050	Proceeds from disposal of financial assets at amortized cost	148,747	1,124,529
B02700	Acquisition of property, plant and equipment	(1,196,924)	(777,471)
B02800	Proceeds from disposal of property, plant and equipment	2,067	4,160
B03700	Increase in refundable deposits	(49,630)	(34,664)
B03800	Decrease in refundable deposits	2,397	-
B04500	Acquisition of intangible assets	-	(103)
B05500	Proceeds from disposal of investment property	-	26,057
B06700	Increase in other non-current assets	(16)	-
BBBB	Net cash used in investing activities	(1,119,029)	(335,408)
	Cash flows from financing activities		
C00100	Increase in short-term borrowings	728,667	1,035,000
C00600	Decrease in short-term notes and bills payable	-	(200,000)
C01600	Proceeds from long-term borrowings	1,664,889	195,682
C01700	Repayments of long-term borrowings	(1,054,270)	(636,241)
C03000	Increase in guarantee deposits received	938	554
C03100	Decrease in guarantee deposits received	(843)	(1,753)
C04020	Repayment of the principal portion of lease liabilities	(10,571)	(10,239)
C04300	Increase (Decrease) in other non-current liabilities	3,879	(6,285)
C04500	Dividends paid	(529)	(77)
C05800	Cash dividends paid to non-controlling interests	-	(3)
CCCC	Net cash generated from financing activities	1,332,160	376,638
DDDD	Effects of exchange rate changes on the balance of cash held in foreign currencies	1,582	4,905
EEEE	Net increase (decrease) in cash and cash equivalents of the period	456,999	(364,812)
E00100	Cash and cash equivalents at the beginning of the period	512,420	1,523,912
E00200	Cash and cash equivalents at the end of the period	\$ 969,419	\$ 1,159,100

(Concluded)

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

(Please refer to Deloitte & Touche auditors' review report dated August 4, 2026)

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China General Plastics Corporation and Subsidiaries

Notes to Consolidated Financial Statements

For the Six Months Ended June 30, 2026 and 2025

(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

1. Company History

China General Plastics Corporation ("the Company") was incorporated and began operations on April 29, 1964. The Company mainly engages in the production and sale of PVC films, PVC leather, PVC pipes, PVC compounds, PVC resins, construction products, chlor-alkali products and other related products.

The Company's ordinary shares have been listed on the Taiwan Stock Exchange since March 1973.

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

2. Date and Procedures of Authorization of Financial Statements

The consolidated financial statements have been approved by the Board of Directors on August 4, 2026.

3. Application of New, Amended, and Revised Standards and Interpretations

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

The Group assessed that the application of the amendments to the IFRS Accounting Standards endorsed and issued into effect by the FSC will not have any material impact on the Group's accounting policies.

(2) IFRSs endorsed by the FSC that are applicable in 2027

<u>New/Amended/Revised Standards and Interpretations</u>	<u>Effective Date Announced by IASB</u>
IFRS 18 - “Presentation and Disclosure in Financial Statements”	January 1, 2027 (Note 1)
IFRS 19 - “Subsidiaries without Public Accountability: Disclosures” (Including the amendments in 2025)	January 1, 2027
Amendments to IAS 21 “Translation to a Hyperinflationary Presentation Currency ”	January 1, 2027
Amendments to IAS 28 "Amendments to the Fair Value Option for Investments in Associates and Joint Ventures"	January 1, 2027 (Note 2)

Note 1: Domestic entities shall apply IFRS 18 effective January 1, 2028, and may elect for early adoption.

Note 2: An entity shall apply the amendments when it applies IFRS 18.

IFRS 18 - “Presentation and Disclosure in Financial Statements” and related amendments, along with Amendments to IAS 28 "Amendments to the Fair Value Option for Investments in Associates and Joint Ventures"

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

- To classify items of income and expenses presented in the statement of profit or loss into the operating, investing, financing, income taxes and discontinued operations categories, the Group shall assess whether it has specified main business activities of investing in particular types of assets and providing financing to customers.
- The statement of profit or loss shall present totals and subtotals for operating profit or loss, profit or loss before financing and income taxes and profit or loss.
- Provide guidance to enhance the requirements of aggregation and disaggregation: The Group shall identify the assets, liabilities, equity, income, expenses and cash flows that arise from individual transactions or other events and shall classify and aggregate them into groups based on shared characteristics, so as to result in the presentation in the primary financial statements of line items that have at least one similar characteristic. The Group shall disaggregate items with dissimilar characteristics in the primary financial statements and in the notes. The Group labels items as “other” only if it cannot find a more informative label.

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

Upon initial application of IFRS 18, venture capital organizations, mutual funds, unit trusts and similar entities, including entities that hold investments indirectly through such entities, may change their election for measuring investments in associates or joint ventures from the equity method to fair value through profit or loss. The amendments to IAS 28 clarify that "similar entities" include entities that, in accordance with IFRS 18, assess investing in specified types of assets as a main business activity. If the Group meets the above criteria, it may elect to make such a change on the date of initial application.

In addition, the following consequential amendments have been made to IAS 7 "Statement of Cash Flows":

- The Group shall use operating profit or loss as the starting point when presenting cash flows from operating activities under the indirect method.
- Interest and dividends received by the Group shall be classified as investing activities, while interest and dividends paid shall be classified as financing activities. However, if, after assessment, the Group has a specific main operating activity, it shall determine how to classify dividends received, interest received and interest paid in the statement of cash flows by referring to how it classifies dividend income, interest income and interest expense in the statement of profit or loss. The total of each of these cash flows shall be classified in a single category in the statement of cash flows.

The Group is still evaluating whether to early adopt IFRS 18 and related amendments.

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

- (3) IFRS Accounting Standards issued by IASB but not yet endorsed and issued into effect by the FSC

New/Amended/Revised Standards and Interpretations	Effective Date Announced by IASB (Note)
Amendments to IFRS 10 and IAS 28 "Sale or	To be determined by IASB

New/Amended/Revised Standards and Interpretations	Effective Date Announced by IASB (Note)
Contribution of Assets between an Investor and Its Associate or Joint Venture"	
IFRS 20 "Regulatory Assets and Regulatory Liabilities"	January 1, 2029

Note: Unless otherwise specified, the aforementioned new, amended and revised standards and interpretations shall be effective for the annual reporting period after the specified dates.

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

4. Summary of Significant Accounting Policies

(1) Statement of compliance

The interim consolidated financial statements have been prepared in accordance with the Regulations Governing the Preparation of Financial Statements by Securities Issuers and IAS 34 "Interim Financial Reporting" as endorsed and issued into effect by the FSC. Disclosure information included in these interim consolidated financial statements is less than the disclosure information required in IFRS of annual consolidated financial statements.

(2) Basis of preparation

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

The fair value measurement is classified into three levels based on the observability and importance of related inputs:

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

(3) Basis of consolidation

The consolidated financial statements incorporate the financial statements of the Company and the entities controlled by the Company (i.e., its subsidiaries). When

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

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

For details of subsidiaries, shareholding percentages, and business activities, please refer to Note 12, Table 7, and Table 8.

(4) Other significant accounting policies

Except for the following, for the accounting policies applied to these interim consolidated financial statements, please refer to the consolidated financial statements for the year ended December 31, 2025.

1) Post-employment benefits -Defined benefit plan

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

2) Taxation

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

5. **Critical Accounting Judgments and Key Sources of Estimation and Uncertainty**

When developing significant accounting estimates, the Group incorporates potential impacts. Management continuously reviews these estimates and the underlying assumptions. Please refer to the major sources of significant accounting judgments, estimates, and assumptions uncertainty disclosed in the consolidated financial statements for the year ended December 31, 2025.

6. **Cash and Cash Equivalents**

	June 30, 2026	December 31, 2025	June 30, 2025
Cash on hand and petty cash	\$ 497	\$ 443	\$ 507
Checking accounts and demand deposits	492,517	386,994	676,619
Cash equivalents			
Time deposits	176,695	25,144	112,805
Reverse repurchase agreements collateralized by bonds	299,710	99,839	369,169
	<u>\$ 969,419</u>	<u>\$ 512,420</u>	<u>\$ 1,159,100</u>

7. **Financial Instruments at FVTPL**

	June 30, 2026	December 31, 2025	June 30, 2025
<u>Financial assets mandatorily classified as at FVTPL</u>			
Derivatives (not under hedge accounting)			
– Foreign exchange forward contracts	\$ 2,523	\$ 864	\$ 128
Non-derivative financial assets			
– Mutual Funds	99,998	291,937	415,346
– Beneficiary securities	54,782	57,082	59,499
– Domestic listed equity investments	48,100	46,400	51,000
– Overseas unlisted equity investments	-	-	-
	<u>\$ 205,403</u>	<u>\$ 396,283</u>	<u>\$ 525,973</u>
<u>Financial liabilities held for trading</u>			
Derivatives (not under hedge accounting)			
– Foreign exchange forward contracts	\$ 690	\$ 354	\$ 7,030

At the end of the reporting period, outstanding foreign exchange forward contracts not under hedge accounting were as follows:

	Currency	Maturity Date	Contract Amount (In Thousands)		
<u>June 30, 2026</u>					
Sell	USD/NTD	2026.07.16-2026.07.31	USD	2,470 /NTD	77,886
Buy	NTD/USD	2026.07.03-2026.09.04	NTD	199,948 /USD	6,363
<u>December 31, 2025</u>					
Sell	USD/NTD	2026.01.19-2026.03.30	USD	2,460 /NTD	76,777
Buy	NTD/USD	2026.01.06	NTD	25,561 /USD	840
<u>June 30, 2025</u>					
Sell	USD/NTD	2025.07.15-2025.08.21	USD	1,140 /NTD	33,649
Buy	NTD/USD	2025.07.02-2025.08.08	NTD	287,789 /USD	9,580

The Group entered into foreign exchange forward contracts to manage exposures to exchange rate fluctuations of foreign currency denominated assets and liabilities. These contracts did not meet the criteria for hedge accounting. Therefore, the Group did not apply a hedge accounting treatment for these contracts.

8. **Financial Assets at FVTOCI - Non-Current**

Investments in equity instruments

	June 30, 2026	December 31, 2025	June 30, 2025
Domestic equity investments			
Listed ordinary shares			
Asia Polymer Corporation	\$ 1,810	\$ 1,713	\$ 1,465
Unlisted ordinary share			
KHL IB Venture Capital Co., Ltd.	<u>51,095</u>	<u>52,947</u>	<u>56,666</u>
	<u>\$ 52,905</u>	<u>\$ 54,660</u>	<u>\$ 58,131</u>

The Group invested in equity instruments for medium to long-term strategic purposes and expects to make a profit via long-term investment. Accordingly, the management elected to designate these investments in equity instruments as at fair value through other comprehensive income as it believes that recognizing short-term fluctuations in these investments' fair value in profit or loss would not be consistent with the Group's strategy of holding these investments for long-term purposes.

9. Financial Assets at Amortized Cost - Current

	June 30, 2026	December 31, 2025	June 30, 2025
Domestic investments			
Pledged time deposits	\$ 286,145	\$ 285,780	\$ 285,036
Time deposits with maturity over 3 months	89,180	62,860	58,600
Reverse repurchase agreements collateralized by bonds with maturity over 3 months	-	148,746	147,212
	<u>\$ 375,325</u>	<u>\$ 497,386</u>	<u>\$ 490,848</u>

Refer to Note 30 for information related to financial assets at amortized cost pledged as security.

10. Notes Receivable, Trade Receivables and Other Receivables

	June 30, 2026	December 31, 2025	June 30, 2025
<u>Notes receivable</u>			
Notes receivable - operating	<u>\$ 118,133</u>	<u>\$ 91,172</u>	<u>\$ 110,700</u>
<u>Trade receivables</u>			
At amortized cost			
Gross carrying amount	\$ 1,059,826	\$ 752,597	\$ 1,077,845
Less: Allowance for impairment loss	(13,050)	(13,018)	(12,858)
	<u>\$ 1,046,776</u>	<u>\$ 739,579</u>	<u>\$ 1,064,987</u>
<u>Other receivables (including related parties) (Note 29)</u>			
Tax refunds receivables	\$ 44,111	\$ 50,467	\$ 52,599
Interest receivables	4,088	3,095	4,979
Other	<u>71,026</u>	<u>42,872</u>	<u>25,372</u>
	<u>\$ 119,225</u>	<u>\$ 96,434</u>	<u>\$ 82,950</u>

Notes/trade receivables

The Group's credit period for the sale of goods ranges from 10 days to 120 days. In order to minimize credit risk, the management of the Group has delegated a team responsible for determining credit limits, credit approvals and other monitoring procedures to ensure that

follow-up action is taken to recover overdue debts. Before accepting a new customer, the Group surveys the customers' credit history and measures the potential customer's credit quality to set a credit limit. A customer's credit limit and rating are reviewed annually. In addition, the Group reviews the recoverable amount of trade debt at the end of the reporting period to ensure that adequate allowance of impairment loss is made for possible irrecoverable amounts. In this regard, the management believes the Group's credit risk was significantly reduced.

The Group measures the loss allowance for trade receivables at an amount equal to lifetime ECLs. The expected credit losses on trade receivables are estimated referencing to past default experience with the respective debtors and an analysis of the debtors' current financial positions, adjusted for general economic conditions of the industry and an assessment of economic conditions at the reporting date.

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

The following table details the loss allowance of notes and trade receivables based on the Group's allowance matrix:

June 30, 2026

	Credit Rating A	Credit Rating B	Credit Rating C	Other	Total
Gross carrying amount	\$ 455,446	\$ 208,693	\$ 165,046	\$ 348,774	\$ 1,177,959
Loss allowance (lifetime ECLs)	-	(2,273)	(3,474)	(7,303)	(13,050)
Amortized cost	<u>\$ 455,446</u>	<u>\$ 206,420</u>	<u>\$ 161,572</u>	<u>\$ 341,471</u>	<u>\$ 1,164,909</u>

December 31, 2025

	Credit Rating A	Credit Rating B	Credit Rating C	Other	Total
Gross carrying amount	\$ 154,336	\$ 199,860	\$ 154,447	\$ 335,126	\$ 843,769
Loss allowance (lifetime ECLs)	-	(2,104)	(3,153)	(7,761)	(13,018)
Amortized cost	<u>\$ 154,336</u>	<u>\$ 197,756</u>	<u>\$ 151,294</u>	<u>\$ 327,365</u>	<u>\$ 830,751</u>

June 30, 2025

	Credit Rating A	Credit Rating B	Credit Rating C	Other	Total
Gross carrying amount	\$ 368,902	\$ 266,240	\$ 136,262	\$ 417,141	\$ 1,188,545
Loss allowance (lifetime ECLs)	-	(2,171)	(2,854)	(7,833)	(12,858)
Amortized cost	<u>\$ 368,902</u>	<u>\$ 264,069</u>	<u>\$ 133,408</u>	<u>\$ 409,308</u>	<u>\$ 1,175,687</u>

The aging of notes receivable and trade receivables was as follows:

	June 30, 2026	December 31, 2025	June 30, 2025
Not past due	\$ 1,109,362	\$ 827,639	\$ 1,143,684
Less than and including 60 days	68,485	15,694	43,972
Over 60 days	112	436	889
	<u>\$ 1,177,959</u>	<u>\$ 843,769</u>	<u>\$ 1,188,545</u>

The above aging schedule was based on the number of days past due from the end of the credit term.

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

	For the Six Months Ended June 30, 2026	For the Six Months Ended June 30, 2025
Balance at January 1	\$ 13,018	\$ 13,120
Foreign exchange gains and losses	32 (	262)
Balance at June 30	<u>\$ 13,050</u>	<u>\$ 12,858</u>

11. Inventories

	June 30, 2026	December 31, 2025	June 30, 2025
Finished goods	\$ 1,245,418	\$ 1,161,281	\$ 1,160,644
Work in progress	57,316	45,006	63,383
Raw materials	692,596	718,056	704,310
	<u>\$ 1,995,330</u>	<u>\$ 1,924,343</u>	<u>\$ 1,928,337</u>

The cost of sales related to inventories for the periods for the three months ended June 30, 2026 and 2025, and for the six months ended June 30, 2026 and 2025 were \$2,318,893 thousand, \$2,850,416 thousand, \$4,940,155 thousand, and \$5,418,070 thousand, respectively. The cost of sales for the periods for the three months ended June 30, 2026 and 2025, and for the six months ended June 30, 2026 and 2025 included (reversal of) provision for inventory allowance for price decline and obsolescence of \$61,501 thousand, \$18,179 thousand, \$(53,032) thousand, and \$70,256 thousand, respectively. Previous write-downs were reversed as a result of increases in the selling prices of those inventories.

12. Subsidiary

Subsidiaries are included in the consolidated financial statements, and the subject of the consolidated financial statements is as follows:

Investor Company	Subsidiary	Nature of Activities	Proportion of Ownership (%)			Note
			June 30, 2026	December 31, 2025	June 30, 2025	
The Company	CGPC Polymer Corporation ("CGPCPOL")	Manufacturing and marketing of PVC resins	100.00%	100.00%	100.00%	Subsidiary (Note 1)
The Company	Taiwan VCM Corporation ("TVCM")	Manufacturing and marketing of VCM	87.31%	87.31%	87.27%	Subsidiary (Note 2)
The Company	CGPC (BVI) Holding Co., Ltd. ("CGPC(BVI)")	Reinvestment	100.00%	100.00%	100.00%	Subsidiary
The Company	CGPC America Corporation ("CGPC-America")	Marketing of PVC film and leather products	100.00%	100.00%	100.00%	Subsidiary
TVCM	Global Green Technology Corporation ("GGTC")	Environmental detection services	100.00%	100.00%	100.00%	Subsidiary of TVCM (Note 3)
CGPC (BVI)	Continental General Plastics (Zhong Shan) Co., Ltd. ("CGPC (ZS)")	Manufacturing and marketing of PVC film and consumer products	100.00%	100.00%	100.00%	Subsidiary of CGPC (BVI)

Note 1: On August 5, 2025 the board of directors of CGPCPOL resolved to reduce capital by \$476,620 thousand to offset accumulated deficits and to eliminate 47,662 thousand issued shares. The capital reduction record date was on August 7, 2025. On the same day, the board of directors also approved a cash capital increase of \$500,000 thousand and issuance of 50,000 thousand shares. The capital increase record date was on August 14, 2025.

Note 2: Pursuant to its medium-to-long-term investment strategy, the Company acquired 116 thousand shares of TVCM from external shareholders in July 2025 for \$1,330 thousand, increasing its ownership stake from 87.27% to 87.31%. As this transaction did not alter the Group's control over the subsidiary, it was accounted for as an equity transaction. The resulting difference from this equity transaction was recognized by increasing capital surplus by \$331 thousand.

Note 3: On May 12, 2025, the board of directors of GGTC, acting on behalf of the shareholders' meeting, resolved to increase its capital by \$663 thousand through capitalization of earnings and to issue 66 thousand new shares, with the record date set as August 4, 2025.

Except for the financial statements of TVCM and CGPCPOL, the financial statements of other non-significant subsidiaries included in the consolidated financial statements were not reviewed by the auditors.

13. **Investment Accounted for Equity Method**

Investments in associates that are not individually material

	June 30, 2026	December 31, 2025	June 30, 2025
Listed company			
Acme Electronics Corporation ("ACME")	\$ 33,869	\$ 32,881	\$ 30,024
Unlisted company			
China General Terminal & Distribution Corporation ("CGTD")	283,425	287,145	296,408
	<u>\$ 317,294</u>	<u>\$ 320,026</u>	<u>\$ 326,432</u>

Aggregate information of associates that are not individually material

	For the Three Months Ended June 30, 2026	For the Three Months Ended June 30, 2025	For the Six Months Ended June 30, 2026	For the Six Months Ended June 30, 2025
The Group's share of:				
Loss (profit) for the period	(\$ 3,983)	\$ 11,039	(\$ 9,619)	\$ 1,480
Other comprehensive income (loss)	(18,720)	(11,183)	6,887	(11,713)
Total comprehensive loss	(\$ 22,703)	(\$ 144)	(\$ 2,732)	(\$ 10,233)

At the end of the reporting periods, the percentage of ownership and voting rights held by the Group in the associates were as follows:

Company Name	June 30, 2026	December 31, 2025	June 30, 2025
ACME	1.67%	1.67%	1.67%
CGTD	33.33%	33.33%	33.33%

Information regarding the nature of business, principal places of business, and countries of incorporation of the aforementioned associates is provided in Table 7 "Information on investee companies including names, locations, and other relevant details."

The Group in conjunction with its affiliates jointly held more than 20% of each of the shareholdings of ACME and had significant influence over each entity. Therefore, the Group adopted the equity method to evaluate the above investments.

Fair values (Level 1) of investments in associates with open market quotations are summarized as follows:

Company Name	June 30, 2026	December 31, 2025	June 30, 2025
ACME	\$ 178,326	\$ 101,289	\$ 70,439

Except for those of ACME, the Group's investments accounted for using the equity method and its share of profit or loss and other comprehensive income or loss for the six months ended June 30, 2026 and 2025 were not reviewed by auditors.

14. Property, Plant and Equipment

	Freehold Land	Buildings and Improvements	Machinery and Equipment	Transportation Equipment	Miscellaneous Equipment	Construction in Progress and Machinery in Transit	Total
<u>Cost</u>							
Balance at January 1, 2026	\$ 2,090,707	\$ 1,878,838	\$ 12,503,119	\$ 78,139	\$ 401,446	\$ 4,823,046	\$ 21,775,295
Additions	-	92	-	-	205	1,176,045	1,176,342
Disposal	-	(5,991)	(76,038)	(1,578)	(2,913)	-	(86,520)
Reclassification	-	28,747	1,910,534	-	20,732	(1,960,013)	-
Reclassified to investment property	(327,960)	-	-	-	-	-	(327,960)
Effect of foreign currency exchange differences	-	16	1,560	93	369	5,642	7,680
Balance at June 30, 2026	<u>\$ 1,762,747</u>	<u>\$ 1,901,702</u>	<u>\$ 14,339,175</u>	<u>\$ 76,654</u>	<u>\$ 419,839</u>	<u>\$ 4,044,720</u>	<u>\$ 22,544,837</u>
<u>Accumulated depreciation and impairment</u>							
Balance at January 1, 2026	\$ -	\$ 1,196,243	\$ 9,113,643	\$ 62,561	\$ 339,906	\$ 432	\$ 10,712,785
Depreciation expenses	-	34,344	362,777	3,146	12,559	-	412,826
Disposal	-	(5,971)	(75,695)	(1,578)	(2,913)	-	(86,157)
Effect of foreign currency exchange differences	-	9	1,506	121	187	20	1,843
Balance at June 30, 2026	<u>\$ -</u>	<u>\$ 1,224,625</u>	<u>\$ 9,402,231</u>	<u>\$ 64,250</u>	<u>\$ 349,739</u>	<u>\$ 452</u>	<u>\$ 11,041,297</u>
Net amount at June 30, 2026	<u>\$ 1,762,747</u>	<u>\$ 677,077</u>	<u>\$ 4,936,944</u>	<u>\$ 12,404</u>	<u>\$ 70,100</u>	<u>\$ 4,044,268</u>	<u>\$ 11,503,540</u>
<u>Cost</u>							
Balance at January 1, 2025	\$ 2,090,707	\$ 1,807,673	\$ 12,079,889	\$ 77,083	\$ 388,930	\$ 3,382,570	\$ 19,826,852
Additions	-	-	-	-	140	763,424	763,564
Disposal	-	(225)	(43,197)	-	(6,050)	-	(49,472)
Reclassification	-	7,614	156,084	1,140	9,230	(174,068)	-
Effect of foreign currency exchange differences	-	(128)	(4,012)	(363)	(1,297)	(10,708)	(16,508)
Balance at June 30, 2025	<u>\$ 2,090,707</u>	<u>\$ 1,814,934</u>	<u>\$ 12,188,764</u>	<u>\$ 77,860</u>	<u>\$ 390,953</u>	<u>\$ 3,961,218</u>	<u>\$ 20,524,436</u>
<u>Accumulated depreciation and impairment</u>							
Balance at January 1, 2025	\$ -	\$ 1,138,656	\$ 8,551,819	\$ 59,582	\$ 322,990	\$ 441	\$ 10,073,488
Depreciation expenses	-	34,340	334,521	3,100	11,931	-	383,892
Disposal	-	(225)	(41,384)	-	(5,186)	-	(46,795)
Effect of foreign currency exchange differences	-	(41)	(3,865)	(364)	(700)	(45)	(5,015)
Balance at June 30, 2025	<u>\$ -</u>	<u>\$ 1,172,730</u>	<u>\$ 8,841,091</u>	<u>\$ 62,318</u>	<u>\$ 329,035</u>	<u>\$ 396</u>	<u>\$ 10,405,570</u>
Net amount at June 30, 2025	<u>\$ 2,090,707</u>	<u>\$ 642,204</u>	<u>\$ 3,347,673</u>	<u>\$ 15,542</u>	<u>\$ 61,918</u>	<u>\$ 3,960,822</u>	<u>\$ 10,118,866</u>

The additions to the construction in progress and machinery in transit were mainly due to the engineering works of the Company's new reactors and associated equipment.

The above items of property, plant and equipment are depreciated on a straight-line basis over their estimated useful lives as follows:

Buildings and improvements	3~60 years
Machinery and equipment	2~26 years

(2) Lease liabilities

	<u>June 30, 2026</u>	<u>December 31, 2025</u>	<u>June 30, 2025</u>
Carrying amount of lease liabilities			
Current	<u>\$ 21,526</u>	<u>\$ 21,208</u>	<u>\$ 20,569</u>
Non-current	<u>\$ 67,370</u>	<u>\$ 77,673</u>	<u>\$ 86,693</u>

Range of discount rate for lease liabilities was as follows:

	<u>June 30, 2026</u>	<u>December 31, 2025</u>	<u>June 30, 2025</u>
Land	0.8244%-2.0500%	0.8244%-2.0500%	0.8244%-2.0500%
Buildings	5.7000%-8.0000%	5.7000%-8.0000%	5.7000%-8.0000%

(3) Material lease activities and contractual terms and conditions

The Group has leased certain land and buildings from others for use as factories and offices, with lease term ranging from 4 to 14 years. At the end of the lease term, the Group has no preferential right to purchase the leased land and buildings.

The Group adjusted its lease payments arising from the lease contract of land located in Kaohsiung for the change in the publicly announced land price.

(4) Other lease information

	<u>For the Three Months Ended June 30, 2026</u>	<u>For the Three Months Ended June 30, 2025</u>	<u>For the Six Months Ended June 30, 2026</u>	<u>For the Six Months Ended June 30, 2025</u>
Expenses relating to short-term leases	<u>\$ 3,787</u>	<u>\$ 4,718</u>	<u>\$ 7,413</u>	<u>\$ 8,322</u>
Expenses relating to variable lease payments not included in the measurement of lease liabilities	<u>\$ 10,739</u>	<u>\$ 16,676</u>	<u>\$ 22,971</u>	<u>\$ 35,116</u>
Total cash outflow for leases			<u>(\$ 41,748)</u>	<u>(\$ 54,710)</u>

The Group has elected to apply the exemptions to recognize the leases of land, buildings, transportation equipment, and office equipment that eligible for short term leases so no corresponding right-of-use assets and lease liabilities are recognized for these leases.

16. Investment Properties

	June 30, 2026	December 31, 2025	June 30, 2025
Land	\$ 446,557	\$ 118,597	\$ 118,597
Buildings and Improvements, net	220,064	225,755	231,286
Right-of-use assets, net	71,433	69,889	65,420
	<u>\$ 738,054</u>	<u>\$ 414,241</u>	<u>\$ 415,303</u>

The Group's investment properties are located in industrial districts. Due to the characteristics of the districts, the market for comparable properties is inactive and alternative reliable measurements of fair value were not available. Therefore, the Group determined that the fair value of its investment properties is not reliably measurable.

CGPC (ZS), a subsidiary of CGPC (BVI), which is a subsidiary of the Group, leases land located in Huoju Development Zone, Zhongshan City, Guangdong Province and sub-leases to other companies under operating leases. The corresponding right-of-use assets are accounted for as investment properties.

The total future lease payments to be received from investment properties leased out under operating leases as of June 30, 2026, December 31, and June 30, 2025, are as follows:

	June 30, 2026	December 31, 2025	June 30, 2025
Year 1	\$ 64,486	\$ 52,450	\$ 48,941
Year 2	62,806	41,208	40,479
Year 3	62,806	40,934	39,725
Year 4	50,363	36,174	39,725
Year 5	47,072	26,655	28,833
Over 5 years	170,709	66,638	79,965
	<u>\$ 458,242</u>	<u>\$ 264,059</u>	<u>\$ 277,668</u>

Except for the recognition of depreciation expense, the Group's investment properties did not experience significant additions, disposals, and impairments for the six months ended June 30, 2026 and 2025.

Investment properties are depreciated on a straight-line basis over their estimated useful lives as follows:

Buildings and improvements	5~26 years
Right-of-use assets	50 years

17. Borrowings

(1) Short-term borrowings

	June 30, 2026	December 31, 2025	June 30, 2025
<u>Unsecured borrowings</u>			
Bank loans	\$ 1,488,667	\$ 760,000	\$ 2,315,000
The range of interest rate	0.380%-2.130%	0.380%-1.980%	1.848%-2.030%

Based on "Support Program for Taiwan's Export Supply Chains Amid US Tariffs Measures", CGPCPOL obtained a special low-interest bank loan, which was to be used for projects eligible for the subsidy, and it recognized and measured the loan according to the market interest rate. The difference between the actual interest paid and the preferential interest rate shall be treated as government subsidies.

(2) Short-term notes and bills payable

	June 30, 2026	December 31, 2025	June 30, 2025
<u>Commercial note payable</u>	\$ -	\$ -	\$ 100,000
Less: Discount on commercial note payable	-	-	(43)
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 99,957</u>

The range of interest rate - - 1.740%

(3) Long-term borrowings

	June 30, 2026	December 31, 2025	June 30, 2025
<u>Secured borrowings (Note 30)</u>			
Bank loans	\$ 4,189,970	\$ 2,971,331	\$ 457,663
<u>Unsecured borrowings</u>			
Bank loans	2,328,978	2,931,727	3,399,598
	6,518,948	5,903,058	3,857,261
Less: Portion listed as due within 1 year	(845,517)	(1,688,296)	(1,607,989)
	<u>\$ 5,673,431</u>	<u>\$ 4,214,762</u>	<u>\$ 2,249,272</u>
The range of interest rate	0.665%-2.200%	1.075%-2.200%	1.075%-2.200%

Based on "Action Plan for Accelerated Investment by Domestic Corporations", "Action Plan for Welcoming Overseas Taiwanese Businesses to Return to Invest in Taiwan", and "Support Program for Taiwan's Export Supply Chains Amid US Tariffs Measures", the Company obtained a special low-interest bank loan, which must be used for qualifying subsidized purposes. The loans are recognized and measured at market interest rates, and the difference between the market rate and the preferential repayment rate is accounted for as government grants.

Based on "Action Plan for Accelerated Investment by SMEs" and "Support Program for Taiwan's Export Supply Chains Amid US Tariffs Measures", TVCM obtained a special low-interest bank loan, which must be used for qualifying subsidized purposes. The loans are recognized and measured at market interest rates, and the difference between the market rate and the preferential repayment rate is accounted for as government grants.

The Group has certain loan agreements that stipulate the financial statements that must maintain current ratios and debt ratios not below specific ratios. In the event of non-compliance, the Group must submit improvement measures to the banks. As of June 30, 2026, the Group was in compliance with any of the aforementioned financial ratios.

18. Notes/Trade Payables

	June 30, 2026	December 31, 2025	June 30, 2025
<u>Notes payable</u>			
Operating	\$ 16,409	\$ 24,185	\$ 29,788
<u>Trade payables (including related parties) (Note 29)</u>			
Operating	\$ 577,055	\$ 533,456	\$ 706,072

The average payment period of trade payables was 2 months. The Group has financial risk management policies in place to ensure that all payables are paid within the pre-agreed credit terms.

19. Other Payables - Non-related Parties

	June 30, 2026	December 31, 2025	June 30, 2025
Payables for purchases of equipment	\$ 222,340	\$ 242,922	\$ 156,983
Payables for utilities and fuel fees	168,966	147,231	181,078
Payables for salaries or bonuses	115,504	154,009	128,924
Payables for freight	68,910	60,691	65,585
Dividends payable	47,402	10,094	66,266
Miscellaneous tax payable	5,586	7,718	5,461
Other	97,597	130,769	126,843
	<u>\$ 726,305</u>	<u>\$ 753,434</u>	<u>\$ 731,140</u>

20. Provisions

	June 30, 2026	December 31, 2025	June 30, 2025
<u>Current</u>			
Carbon fee	<u>\$ 1,804</u>	<u>\$ 17,136</u>	<u>\$ 9,397</u>

Since 2025, the Group has recognized a provision for carbon fees in accordance with Taiwan's Regulations Governing the Collection of Carbon Fees and other relevant regulations. In March and April 2026, the Group received approval letters from the competent authority confirming the implementation of its voluntary emission reduction plan and its qualification as an entity at high risk of carbon leakage, respectively. Accordingly, the provision for carbon fees for 2025 was calculated and paid based on the preferential rate. In addition, the Group assessed that it is probable that the relevant requirements will be met and that approval from the competent authority confirming the implementation of its voluntary emission reduction plan and its qualification as an entity at high risk of carbon leakage will be obtained for 2026. Accordingly, the provision for carbon fees for 2026 was calculated based on the preferential rate.

21. Retirement Benefit Plans

Employee benefits expense in respect of the Group's defined benefit retirement plans was calculated using the actuarially determined pension cost rate at the end of the prior financial year which was stated in the respective 2025 and 2024 actuarial report; the employee benefits expense for the three months ended June 30, 2026 and 2025, and for the six months ended June 30, 2026 and 2025 was \$1,486 thousand, \$1,852 thousand, \$2,972 thousand and \$3,704 thousand, respectively.

22. Equity

(1) Ordinary share

	June 30, 2026	December 31, 2025	June 30, 2025
Number of shares authorized (in thousands)	<u>650,000</u>	<u>650,000</u>	<u>650,000</u>
Share authorized	<u>\$ 6,500,000</u>	<u>\$ 6,500,000</u>	<u>\$ 6,500,000</u>
Number of shares issued and fully paid (in thousands)	<u>581,050</u>	<u>581,050</u>	<u>581,050</u>
Share issued	<u>\$ 5,810,505</u>	<u>\$ 5,810,505</u>	<u>\$ 5,810,505</u>

The holders of issued ordinary shares with a par value of \$10 are entitled to the right to one vote and to receive dividends.

(2) Capital surplus

Capital surplus relating to unclaimed dividends of which the claim period has expired and which generated from investments in associates accounted for using the equity method may be used only to offset previous deficits.

Capital surplus generated from the difference between the acquisition price of a subsidiary's equity and the book value may be used to offset deficits, be distributed in cash, or be appropriated to share capital.

(3) Retained earnings and dividends policy

Under the dividends policy as set forth in the Company's Articles of Incorporation, where the Company makes a net income in a fiscal year, the profit shall be used first for offsetting losses of previous years, setting aside as legal reserve 10% of the remaining profit, setting aside or reversing a special reserve in accordance with the laws and regulations, and then any remaining profit together with any undistributed retained earnings shall be used by the Company's board of directors as the basis for proposing a distribution plan, which should be resolved in the shareholders' meeting for the distribution of dividends and bonuses to shareholders. The shareholders' meeting may retain part or all of such earnings depending on the operating circumstances. When resolving the distribution of earnings, as the industry that The Company operates in is in the maturity stage, in order to consider R&D needs and diversification, shareholders' dividends shall not be less than 10% of the distributable earnings in the current year, of which the cash dividends shall not be less than 10% of the total dividends. However, if the distributable earnings of the year are less than \$0.1 per share, it shall not be distributed. For the policies on the distribution of employees' compensation and remuneration of directors after amendment, refer to "Employees' compensation and remuneration of directors" in Note 24(7).

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

The Company held general shareholders' meetings on May 26, 2026 and May 27, 2025, which respectively resolved and approved the earnings distribution proposals for 2025 and 2024 as follows:

	Appropriation of Earnings		Dividends Per Share (NT\$)	
	2025	2024	2025	2024
Cash dividends	\$ 58,105	\$ 87,158	\$ 0.10	\$ 0.15

(4) Special reserve

The Company appropriated a special reserve in the amount of \$408,223 thousand after offsetting a deficit of \$428,727 thousand, which was from the net increase of retained earnings arising from the initial adoption of IFRS Accounting Standards. As of June 30, 2026, there was no change.

(5) Other equity items

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

	For the Six Months Ended June 30, 2026	For the Six Months Ended June 30, 2025
Balance at January 1	(\$ 6,413)	\$ 6,008
Recognized for the period		
Exchange differences on translating the financial statements of foreign operations	16,822 (	59,785)
Share of exchange of differences associates accounted for using the equity method	973 (	2,437)
Related income tax	(3,364)	11,957
Balance at June 30	<u>\$ 8,018</u>	<u>(\$ 44,257)</u>

- 2) Unrealized gains (losses) on financial assets at fair value through other comprehensive income

	For the Six Months Ended June 30, 2026	For the Six Months Ended June 30, 2025
Balance at January 1	\$ 25,289	\$ 28,837
Recognized for the period		
Unrealized losses		
Equity instruments	(1,767)	(1,041)
Share of exchange of differences associates accounted for using the equity method	5,914	(9,276)
Balance at June 30	<u>\$ 29,436</u>	<u>\$ 18,520</u>

23. Revenue

- (1) Revenue from contracts with customers

	For the Three Months Ended June 30, 2026	For the Three Months Ended June 30, 2025	For the Six Months Ended June 30, 2026	For the Six Months Ended June 30, 2025
Revenue from the sale of goods				
PVC products	\$ 2,127,072	\$ 2,314,500	\$ 4,437,966	\$ 4,584,859
VCM Products	<u>602,565</u>	<u>343,664</u>	<u>965,576</u>	<u>535,434</u>
	<u>\$ 2,729,637</u>	<u>\$ 2,658,164</u>	<u>\$ 5,403,542</u>	<u>\$ 5,120,293</u>

Revenue of the Group mainly comes from the sale of VCM, chlor-alkali products, PVC resins, PVC compounds and other related products.

Refer to Note 35 for details about revenue from contracts with customers.

- (2) Contract balances

Please refer to Note 10 for information related to notes receivable and trade receivables.

	June 30, 2026	December 31, 2025	June 30, 2025	January 1, 2025
Contract liabilities (presented in other current liabilities)	<u>\$ 89,704</u>	<u>\$ 66,802</u>	<u>\$ 67,275</u>	<u>\$ 110,791</u>

The changes in the balance of contract liabilities primarily result from the timing difference between the Group's fulfillment of performance obligation and the respective customers' payment.

(3) Refunds liabilities

	June 30, 2026	December 31, 2025	June 30, 2025
Refunds liabilities (presented in other current liabilities)	<u>\$ 26,529</u>	<u>\$ 22,382</u>	<u>\$ 23,257</u>

Refund liabilities related to sales returns and allowances are estimated based on historical experience, management's judgment and other known factors regarding expected product returns and allowances, and are recognized as a reduction of operating revenue in the year in which the related products are sold.

24. Net Profit (Loss) for the Period

(1) Interest income

	For the Three Months Ended June 30, 2026	For the Three Months Ended June 30, 2025	For the Six Months Ended June 30, 2026	For the Six Months Ended June 30, 2025
Bank deposits	\$ 4,195	\$ 5,478	\$ 5,412	\$ 6,645
Financial assets at fair value through profit or loss	1,814	186	1,814	360
Financial assets at amortized cost	1,164	2,302	1,981	6,751
Other	<u>589</u>	<u>2,664</u>	<u>909</u>	<u>5,393</u>
	<u>\$ 7,762</u>	<u>\$ 10,630</u>	<u>\$ 10,116</u>	<u>\$ 19,149</u>

(2) Other income

	For the Three Months Ended June 30, 2026	For the Three Months Ended June 30, 2025	For the Six Months Ended June 30, 2026	For the Six Months Ended June 30, 2025
Rental income	\$ 17,599	\$ 17,682	\$ 35,082	\$ 33,369
Other	<u>14,018</u>	<u>21,523</u>	<u>19,435</u>	<u>34,812</u>
	<u>\$ 31,617</u>	<u>\$ 39,205</u>	<u>\$ 54,517</u>	<u>\$ 68,181</u>

(3) Other gains and losses

	For the Three Months Ended June 30, 2026	For the Three Months Ended June 30, 2025	For the Six Months Ended June 30, 2026	For the Six Months Ended June 30, 2025
Net gains on disposal of property, plant and equipment	\$ 1,310	\$ 2,505	\$ 1,704	\$ 1,483
Net gains on disposal of investment property	-	47,086	-	47,086
Gross foreign exchange gains	5,696	18,586	32,893	47,094
Gross foreign exchange losses	(24,270)	(138,256)	(28,981)	(154,802)
Net gains (losses) on financial instruments at fair value through profit or loss	2,926	(28,306)	3,742	(23,378)
Depreciation expenses on investment properties	(4,863)	(5,624)	(8,976)	(11,561)
Depreciation expenses on property, plant and equipment	-	(1,302)	-	(2,603)
Other	(4,555)	(40,671)	(8,158)	(52,487)
	<u>(\$ 23,756)</u>	<u>(\$ 145,982)</u>	<u>(\$ 7,776)</u>	<u>(\$ 149,168)</u>

(4) Interest expense

	For the Three Months Ended June 30, 2026	For the Three Months Ended June 30, 2025	For the Six Months Ended June 30, 2026	For the Six Months Ended June 30, 2025
Interest on bank loans	\$ 37,608	\$ 30,264	\$ 70,565	\$ 58,639
Interest on lease liabilities	380	493	793	1,033
Less: Capitalized interest (presented under construction in progress)	(7,180)	(1,592)	(12,940)	(2,969)
	<u>\$ 30,808</u>	<u>\$ 29,165</u>	<u>\$ 58,418</u>	<u>\$ 56,703</u>

Information about capitalized interest was as follows:

	For the Three Months Ended June 30, 2026	For the Three Months Ended June 30, 2025	For the Six Months Ended June 30, 2026	For the Six Months Ended June 30, 2025
Capitalized interest	\$ 7,180	\$ 1,592	\$ 12,940	\$ 2,969
Capitalization rate	1.25%-1.45%	1.25%-1.28%	1.25%-1.45%	1.25%-1.28%

(5) Depreciation and amortization

	For the Three Months Ended June 30, 2026	For the Three Months Ended June 30, 2025	For the Six Months Ended June 30, 2026	For the Six Months Ended June 30, 2025
Property, plant and equipment	\$ 219,588	\$ 191,313	\$ 412,826	\$ 383,892
Right-of-use assets	4,993	4,954	9,986	9,994
Investment properties	4,863	5,624	8,976	11,561
Intangible assets	544	544	1,088	1,087
Other	4,606	4,332	9,211	9,392
	<u>\$ 234,594</u>	<u>\$ 206,767</u>	<u>\$ 442,087</u>	<u>\$ 415,926</u>
Analysis of depreciation by function				
Operating costs	\$ 221,270	\$ 191,785	\$ 415,722	\$ 384,796
Operating expenses	3,311	3,180	7,090	6,487
Other gains and losses	4,863	6,926	8,976	14,164
	<u>\$ 229,444</u>	<u>\$ 201,891</u>	<u>\$ 431,788</u>	<u>\$ 405,447</u>
Analysis of amortization by function				
Operating costs	\$ 5,105	\$ 4,831	\$ 10,209	\$ 10,389
General and administrative expenses	45	45	90	90
	<u>\$ 5,150</u>	<u>\$ 4,876</u>	<u>\$ 10,299</u>	<u>\$ 10,479</u>

(6) Employee benefits expense

	For the Three Months Ended June 30, 2026	For the Three Months Ended June 30, 2025	For the Six Months Ended June 30, 2026	For the Six Months Ended June 30, 2025
Post-employment benefits (Note 21)				
Defined contribution plans	\$ 8,386	\$ 8,449	\$ 16,795	\$ 17,024
Defined benefit plans	1,486	1,852	2,972	3,704
	9,872	10,301	19,767	20,728
Other employee benefits	227,262	247,806	463,580	508,387
Total employee benefits expenses	<u>\$ 237,134</u>	<u>\$ 258,107</u>	<u>\$ 483,347</u>	<u>\$ 529,115</u>

(Continued)

	For the Three Months Ended June 30, 2026	For the Three Months Ended June 30, 2025	For the Six Months Ended June 30, 2026	For the Six Months Ended June 30, 2025
Analysis of employee benefits expense by function				
Operating costs	\$ 193,892	\$ 210,165	\$ 395,060	\$ 432,036
Operating expenses	<u>43,242</u>	<u>47,942</u>	<u>88,287</u>	<u>97,079</u>
	<u>\$ 237,134</u>	<u>\$ 258,107</u>	<u>\$ 483,347</u>	<u>\$ 529,115</u>

(Concluded)

(7) Employees' compensation and remuneration of directors

The Company accrued employees' compensation and remuneration of directors at rates of no less than 1% and no higher than 1%, respectively, of net profit before income tax, employees' compensation, and remuneration of directors. Following the amendment to the Securities and Exchange Act in August 2024, the Company resolved at its 2025 shareholders' meeting to amend its Articles of Incorporation to stipulate that no less than 40% of the employee compensation for the year shall be allocated to grassroots employees. As the Company incurred a loss for the six months ended June 30, 2025, no employee compensation, including compensation for grassroots employees, or remuneration of directors was accrued. The employee compensation, including compensation for grassroots employees, and remuneration of directors accrued for the three months ended June 30, 2026, and for the six months ended June 30, 2026, were as follows :Accrual rate

	For the Six Months Ended June 30, 2026
Compensation of employees	1%
Remuneration of directors	-

Amount

	For the Three Months Ended June 30, 2026	For the Six Months Ended June 30, 2026
Employees' compensation	<u>\$ 374</u>	<u>\$ 374</u>

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

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

25. **Taxation**

(1) Income tax expense recognized in profit or loss

Major components of income tax (benefits) expenses are as follows:

	For the Three Months Ended June 30, 2026	For the Three Months Ended June 30, 2025	For the Six Months Ended June 30, 2026	For the Six Months Ended June 30, 2025
Current tax				
In respect of the current period	\$ 2,554	\$ 7,138	\$ 1,680	\$ 7,138
Adjustments for prior periods	(1,573)	(5,989)	(1,573)	(12,500)
	<u>981</u>	<u>1,149</u>	<u>107</u>	<u>(5,362)</u>
Deferred tax				
In respect of the current period	27,175	(106,320)	(4,354)	(176,077)
Adjustments for prior periods	<u>138</u>	<u>(248)</u>	<u>138</u>	<u>(241)</u>
	<u>27,313</u>	<u>(106,568)</u>	<u>(4,216)</u>	<u>(176,318)</u>
Income tax (benefits) expense recognized in profit or loss	<u>\$ 28,294</u>	<u>(\$ 105,419)</u>	<u>(\$ 4,109)</u>	<u>(\$ 181,680)</u>

(2) Income tax recognized in other comprehensive income

	For the Three Months Ended June 30, 2026	For the Three Months Ended June 30, 2025	For the Six Months Ended June 30, 2026	For the Six Months Ended June 30, 2025
<u>Deferred tax</u>				
Recognized for the period				
– Translation of foreign operations	(\$ 417)	\$ 13,429	(\$ 3,364)	\$ 11,957

(3) Income tax assessments

The income tax returns of the Company and TVCM through 2024 and CGPCPOL through 2023 have been assessed by the tax authorities.

26. Earnings (Loss) Per Share

Unit: NT\$ Per Share

	For the Three Months Ended June 30, 2026	For the Three Months Ended June 30, 2025	For the Six Months Ended June 30, 2026	For the Six Months Ended June 30, 2025
Basic earnings (loss) per share	\$ 0.23	(\$ 0.70)	\$ 0.02	(\$ 1.16)
Diluted earnings (loss) per share	\$ 0.23	(\$ 0.70)	\$ 0.02	(\$ 1.16)

Earnings (loss) and weighted average number of ordinary shares used to calculate earnings (loss) per share were as follows:

Net profit (loss) for the period

	For the Three Months Ended June 30, 2026	For the Three Months Ended June 30, 2025	For the Six Months Ended June 30, 2026	For the Six Months Ended June 30, 2025
Net profit (loss) for calculating basic and diluted earnings (loss) per share	\$ 132,779	(\$ 405,542)	\$ 12,365	(\$ 674,038)

Shares

Unit: Thousands of shares

	For the Three Months Ended June 30, 2026	For the Three Months Ended June 30, 2025	For the Six Months Ended June 30, 2026	For the Six Months Ended June 30, 2025
Weighted average number of ordinary shares used to calculate basic earnings (loss) per share	581,050	581,050	581,050	581,050
Effect of potentially dilutive ordinary shares:				
Employees' compensation	29	-	29	-
Weighted average number of ordinary shares used in the computation of diluted earnings (loss) per share	581,079	581,050	581,079	581,050

If the Group offered to settle compensation paid to employees in cash or shares, the Group assumed the entire amount of the compensation would be settled in shares, and the resulting potential shares were included in the weighted average number of shares outstanding used in the computation of diluted earnings per share, as the effect is dilutive. The dilutive effect of the potential shares is included in the computation of diluted earnings per share until the number of shares to be distributed to employees is resolved in the following year. For the six months ended June 30, 2025, due to the state of deficit, the compensation of employees was not accrued.

27. **Capital Management**

The Group manages its capital to ensure that entities in the Group will be able to continue as going concerns while maximizing the return to shareholders through the optimization of the debt and equity balance.

28. **Financial Instruments**

(1) Fair value of financial instruments not measured at fair value

The management of the Group believes the carrying amounts of financial assets and financial liabilities not measured at fair value approximate their fair value or their fair value cannot be reliably measured.

(2) Fair value of financial instruments measured at fair value on a recurring basis

1) Fair value hierarchy

June 30, 2026

	Level 1	Level 2	Level 3	Total
<u>Financial assets at fair value through profit or loss</u>				
Derivatives financial liabilities	\$ -	\$ 2,523	\$ -	\$ 2,523
Mutual funds	99,998	-	-	99,998
Beneficiary securities	54,782	-	-	54,782
Investments in equity instruments				
– Domestic listed equity investments	48,100	-	-	48,100
– Overseas unlisted equity investments	-	-	-	-
	<u>\$ 202,880</u>	<u>\$ 2,523</u>	<u>\$ -</u>	<u>\$ 205,403</u>
<u>Financial assets at fair value through other comprehensive income</u>				
Investments in equity instruments				
– Domestic listed equity investments	\$ 1,810	\$ -	\$ -	\$ 1,810
– Domestic unlisted equity investments	-	-	51,095	51,095
	<u>\$ 1,810</u>	<u>\$ -</u>	<u>\$ 51,095</u>	<u>\$ 52,905</u>
<u>Financial liabilities at fair value through profit or loss</u>				
Derivatives financial liabilities	\$ -	\$ 690	\$ -	\$ 690

December 31, 2025

	Level 1	Level 2	Level 3	Total
<u>Financial assets at fair value through profit or loss</u>				
Derivatives financial liabilities	\$ -	\$ 864	\$ -	\$ 864
Mutual funds	291,937	-	-	291,937
Beneficiary securities	57,082	-	-	57,082
Investments in equity instruments				
– Domestic listed equity investments	46,400	-	-	46,400
– Overseas unlisted equity investments	-	-	-	-
	<u>\$ 395,419</u>	<u>\$ 864</u>	<u>\$ -</u>	<u>\$ 396,283</u>

<u>Financial assets at fair value through other comprehensive income</u>				
Investments in equity instruments				
– Domestic listed equity investments	\$ 1,713	\$ -	\$ -	\$ 1,713
– Domestic unlisted equity investments	-	-	52,947	52,947
	<u>\$ 1,713</u>	<u>\$ -</u>	<u>\$ 52,947</u>	<u>\$ 54,660</u>

<u>Financial liabilities at fair value through profit or loss</u>				
Derivatives financial liabilities	\$ -	\$ 354	\$ -	\$ 354

June 30, 2025

	Level 1	Level 2	Level 3	Total
<u>Financial assets at fair value through profit or loss</u>				
Derivatives financial liabilities	\$ -	\$ 128	\$ -	\$ 128
Mutual funds	415,346	-	-	415,346
Beneficiary securities	59,499	-	-	59,499
Investments in equity instruments				
– Domestic listed equity investments	51,000	-	-	51,000
– Overseas unlisted equity investments	-	-	-	-
	<u>\$ 525,845</u>	<u>\$ 128</u>	<u>\$ -</u>	<u>\$ 525,973</u>

<u>Financial assets at fair value through other comprehensive income</u>				
Investments in equity instruments				
– Domestic listed equity investments	\$ 1,465	\$ -	\$ -	\$ 1,465
– Domestic unlisted equity investments	-	-	56,666	56,666
	<u>\$ 1,465</u>	<u>\$ -</u>	<u>\$ 56,666</u>	<u>\$ 58,131</u>

<u>Financial liabilities at fair value through profit or loss</u>				
Derivatives financial liabilities	\$ -	\$ 7,030	\$ -	\$ 7,030

There were no transfers between Levels 1 and 2 fair value measurement for the six months ended June 30, 2026 and 2025.

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

For the Six Months Ended June 30, 2026

	Financial assets at fair value through other comprehensive income
Balance at January 1	\$ 52,947
Components recognized in other comprehensive income	(1,852)
Balance at June 30	<u>\$ 51,095</u>

For the Six Months Ended June 30, 2025

	Financial assets at fair value through other comprehensive income
Balance at January 1	\$ 58,635
Capital reduction and return of capital	(1,196)
Components recognized in other comprehensive income	(773)
Balance at June 30	<u>\$ 56,666</u>

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

Financial Instruments Category	Valuation Technique and Inputs
Derivatives - foreign exchange forward contracts	Discounted cash flow method: Future cash flows are estimated based on observable forward exchange rates at the end of the reporting period and contract forward rates, discounted at a rate that reflects the credit risk of various counterparties.

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

To determine the fair value for Level 3 financial instruments, the Group's financial department conducts independent fair value verification using independent sources so as to better reflect the market conditions, as well as periodically reviewing the valuation results in order to guarantee the rationality of the measurement. For unlisted domestic equity investments, the Group utilizes the asset approach and takes into account the most recent net asset value, observable financial status as well as the financing activities of investees in order to determine their net asset value. The unobservable input used was a

discount for the lack of marketability of 15% as of June 30, 2026, December 31, 2025, and June 30, 2025. When other inputs remain unchanged, the fair value will decrease by \$601 thousand, \$623 thousand, and \$667 thousand, respectively, if the discount for lack of marketability increases by 1%.

(3) Categories of financial instruments

	June 30, 2026	December 31, 2025	June 30, 2025
<u>Financial assets</u>			
Financial assets at fair value through profit or loss			
Mandatorily classified at fair value through profit or loss	\$ 205,403	\$ 396,283	\$ 525,973
Financial assets at amortized cost			
Cash and cash equivalents	969,419	512,420	1,159,100
Pledged time deposits	286,145	285,780	285,036
Time deposits with maturity over 3 months	89,180	62,860	58,600
Reverse repurchase agreements collateralized by bonds with maturity over 3 months	-	148,746	147,212
Notes receivable	118,133	91,172	110,700
Trade receivables (including related parties)	1,046,776	739,579	1,064,987
Other receivables (including related parties and excluding tax refund receivable)	75,114	45,967	30,351
Refundable deposits	117,439	69,975	65,459
Financial assets at fair value through other comprehensive income - equity instruments	52,905	54,660	58,131
<u>Financial liabilities</u>			
Financial liabilities at fair value through profit or loss - held for trading	690	354	7,030
At amortized cost			
Short-term notes and bills payable	-	-	99,957
Short-term borrowings	1,488,667	760,000	2,315,000
Notes payables	16,409	24,185	29,788
Trade payables (including related parties)	577,055	533,456	706,072
Other payables (Note)	637,103	605,160	670,625
Long-term borrowings (including due within one year)	6,518,948	5,903,058	3,857,261
Guarantee deposits	15,119	14,814	15,524

Note: Other payables (including related parties) exclude amounts of salaries and bonuses payable and miscellaneous taxes payable.

(4) Financial risk management objectives and policies

The Group's conduct of risk control and hedging strategy is influenced by the operational environment. The Group monitors and manages the financial risk by business nature and risk dispersion. These risks include market risk (including foreign currency risk, interest rate risk and other price risks), credit risk and liquidity risk.

1) Market risk

The Group's operating activities exposed itself primarily to the market risks of changes in foreign currency exchange rates and interest rates.

There has been no change to the Group's exposure to market risks or the manner in which these risks were managed and measured.

a) Foreign currency risk

The Group conducted foreign currency sales and purchases, which exposed the Group to foreign currency risk. In order to avoid the impact of foreign currency exchange rate changes, which lead to deductions in foreign currency denominated assets and fluctuations in their future cash flows, the Group maintains a balance of hedged net foreign currency denominated assets and liabilities. The Group also utilizes foreign exchange forward contracts to hedge the currency exposure. The use of foreign exchange forward contracts is regulated by the policies passed by the Group's board of directors. Internal auditors focus on reviewing the observance of the policies and the quota of risk exposures. The foreign exchange forward contracts that the Group engaged in were not for speculation purposes.

The carrying amounts of the Group's foreign currency denominated monetary assets and monetary liabilities measured at the end of the reporting period are set out in Note 33.

Sensitivity analysis

The Group's sensitivity analysis mainly focuses on the foreign currency risk of U.S. dollars at the end of the reporting period. When the Group's functional currency appreciates/depreciates by 3% against the US dollar, the Group's net loss before tax for the six months ended June 30, 2026 and 2025 will increase/decrease by \$14,139 thousand and \$11,497 thousand, respectively.

In management's opinion, the sensitivity analysis was unrepresentative of the inherent foreign currency risk because the exposure at the end of the reporting period did not reflect the exposure during the period.

b) Interest rate risk

The Group was exposed to the fair value risk of interest rate fluctuations for the fixed interest rate bearing financial assets and financial liabilities; the Group was exposed to the cash flow risk of interest rate fluctuations for the floating interest rate bearing financial assets and financial liabilities. The Group's management regularly monitors the fluctuations in market rates and then adjusted its balance of floating rate bearing financial liabilities to make the Group's interest rates more closely approach market rates in response to the interest rate risk.

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

	June 30, 2026	December 31, 2025	June 30, 2025
Fair value interest rate risk			
– Financial assets	\$ 856,886	\$ 621,112	\$ 970,695
– Financial liabilities	1,347,563	628,881	2,292,220
Cash flow interest rate risk			
– Financial assets	514,058	381,512	672,749
– Financial liabilities	6,748,948	6,133,057	4,087,260

Sensitivity analysis

The Group's fixed-rate financial assets and financial liabilities are all measured at amortized cost and are therefore not included in the analysis; the analysis of floating-rate financial assets and financial liabilities assumes that the amounts of assets and liabilities outstanding on the balance sheet date remain outstanding throughout the reporting period. When reporting interest rates to key management personnel within the Group, the variable rate used is an increase or decrease of 50 basis points in interest rates, which also represents management's assessment of the reasonably possible range of interest rate changes.

When reporting to the management, the Group considers any interest rate fluctuation within 50 basis points reasonable. Under the assumption that all other variables remain constant, if market interest rates increase/decrease by 50 basis points, the Group's net loss before tax for

the six months ended June 30, 2026 and 2025 would increase/decrease by \$15,587 thousand and \$8,536 thousand, respectively.

c) Other price risks

The Group was exposed to the equity price risk through its investments in domestic listed shares, domestic unlisted shares, mutual funds, and other equity securities investments. The Group manages this exposure by maintaining a portfolio of investments with different risks. In addition, the Group has appointed a special team to monitor the price risk.

Sensitivity analysis

The sensitivity analysis below was determined based on the exposure to securities price risk at the end of the reporting period. As such, the Group's money market funds recognized under financial assets at fair value through profit or loss were not included in the analysis because their price fluctuation risk is extremely low.

If the price of marketable securities had increased/decreased by 5%, net loss before income tax for the six months ended June 30, 2026 and 2025 would have decreased/increased by \$5,144 thousand and \$6,251 thousand, respectively, due to the fair value increase/decrease of financial assets at fair value through profit or loss (excluding money market fund investments). Other comprehensive income for the six months ended June 30, 2026 and 2025 will increase/decrease by \$2,645 thousand and \$2,907 thousand, respectively, due to the fair value increase/decrease of financial assets at fair value through other comprehensive income.

2) Credit risk

Credit risk refers to the risk that a counterparty will default on its contractual obligations and result in financial loss to the Group. As at the end of the reporting period, the maximum credit risk exposure that the Group may face due to financial losses resulting from counterparts' failure to fulfill their obligations and the Group's provision of financial guarantees primarily arises from:

- a) The carrying amount of the respective recognized financial assets as stated in the consolidated balance sheets; and
- b) The maximum amount the Group would have to pay if the financial guarantee is called upon, irrespective of the likelihood of the guarantee being exercised.

The Group adopted a policy of only dealing with creditworthy counterparties as a means of mitigating the risk of financial loss from

defaults. The Group's exposure and the credit ratings of its counterparties are continuously monitored

The counterparties of the Group's trade receivable included numerous clients distributed over a variety of areas and were not centered on a single client or location. Furthermore, the Group continuously assesses the financial condition of its clients, and then the Group's credit risk was limited. As of the end of the reporting period, the Group's largest exposure to credit risk is approximately that of the carrying amounts of its financial assets.

3) Liquidity risk

The Group managers maintain working capital and mitigate liquidity risk by maintaining a level of cash and cash equivalents and financing facilities deemed adequate.

a) Liquidity and interest rate risk tables

The following table details the Group's remaining contractual maturity for its non-derivative financial liabilities with agreed repayment periods. The table was drawn up based on the undiscounted cash flows of financial liabilities from the earliest date on which the Group can be required to pay. The table includes both interest and principal cash flows.

June 30, 2026

	On demand or less than 1 year	1~5 years	Over 5 years
<u>Non-derivative financial liabilities</u>			
Non-interest bearing liabilities	\$ 1,230,567	\$ -	\$ -
Lease liabilities	22,406	60,553	9,101
Floating interest rate liabilities	1,184,401	5,023,764	921,496
Fixed interest rate liabilities	<u>1,269,694</u>	<u>-</u>	<u>-</u>
	<u>\$ 3,707,068</u>	<u>\$ 5,084,317</u>	<u>\$ 930,597</u>

Additional information about the maturity analysis for lease liabilities:

	Less than 1 year	1~5 years	5~10 years	Over 10 years
Lease liabilities	<u>\$ 22,406</u>	<u>\$ 60,553</u>	<u>\$ 4,358</u>	<u>\$ 4,743</u>

December 31, 2025

	On demand or less than 1 year	1~5 years	Over 5 years
<u>Non-derivative financial liabilities</u>			
Non-interest bearing liabilities	\$ 1,162,801	\$ -	\$ -
Lease liabilities	22,207	70,777	9,790
Floating interest rate liabilities	1,995,747	2,672,644	1,861,167
Fixed interest rate liabilities	<u>531,632</u>	<u>-</u>	<u>-</u>
	<u>\$ 3,712,387</u>	<u>\$ 2,743,421</u>	<u>\$ 1,870,957</u>

Additional information about the maturity analysis for lease liabilities:

	Less than 1 year	1~5 years	5~10 years	Over 10 years
Lease liabilities	<u>\$ 22,207</u>	<u>\$ 70,777</u>	<u>\$ 4,827</u>	<u>\$ 4,963</u>

June 30, 2025

	On demand or less than 1 year	1~5 years	Over 5 years
<u>Non-derivative financial liabilities</u>			
Non-interest bearing liabilities	\$ 1,406,485	\$ -	\$ -
Lease liabilities	21,599	72,880	17,404
Floating interest rate liabilities	2,179,056	1,925,666	176,402
Fixed interest rate liabilities	<u>2,336,918</u>	<u>801,898</u>	<u>-</u>
	<u>\$ 5,944,058</u>	<u>\$ 2,800,444</u>	<u>\$ 193,806</u>

Additional information about the maturity analysis for lease liabilities:

	Less than 1 year	1~5 years	5~10 years	Over 10 years
Lease liabilities	<u>\$ 21,599</u>	<u>\$ 72,880</u>	<u>\$ 12,142</u>	<u>\$ 5,262</u>

Financing facilities

The Group relies on bank loans as a significant source of liquidity. As of the date of balance sheet, the unused amounts of bank loan facilities were as follows:

	June 30, 2026	December 31, 2025	June 30, 2025
Bank loan facilities			
– Amount unused	\$ 11,343,309	\$ 12,834,880	\$ 11,277,810

29. Transactions with Related Parties

As of June 30, 2026, December 31, 2025, and June 30, 2025, USI Corporation held through its subsidiary, Union Polymer International Investment Corporation, 24.97% of the Company's outstanding ordinary shares.

Balances and transactions between the Company and its subsidiaries, which are related parties of the Company, have been eliminated on consolidation and are not disclosed in this note. Besides information disclosed elsewhere in other notes, details of transactions between the Group and other related parties are disclosed below:

(1) Related party names and categories

Related Party Name	Related Party Category
USI Corporation	Ultimate parent company
Union Polymer International Investment Corporation	Parent company
Taita Chemical Company, Limited ("TTC")	Investor with significant influence
Asia Polymer Corporation ("APC")	Investor with significant influence
CGTD	Associate
ACME	Associate
USI Optronics Corporation ("USIO")	Fellow subsidiary
USI Management Consulting Corporation ("UM")	Fellow subsidiary
Swanson Plastics Corporation	Fellow subsidiary
Swanson Technologies Corporation	Fellow subsidiary
Taiwan United Venture Management Corporation	Fellow subsidiary
Chong Loong Trading Co., Ltd.	Fellow subsidiary
USI Green Energy Corporation	Fellow subsidiary
USIFE Investment Co., Ltd.	Fellow subsidiary
Taita Chemical (Zhong Shan) Co., Ltd.	Subsidiary of investor with significant influence
APC Investment Corporation	Subsidiary of investor with significant influence
USI Educational Foundation ("USIF")	Related party in substance

(2) Sales

Related Party Category	For the Three Months Ended June 30, 2026	For the Three Months Ended June 30, 2025	For the Six Months Ended June 30, 2026	For the Six Months Ended June 30, 2025
Fellow subsidiary	\$ 98	\$ -	\$ 98	\$ 249
Ultimate parent company	-	379	-	2,879
Associate	-	395	-	395
	<u>\$ 98</u>	<u>\$ 774</u>	<u>\$ 98</u>	<u>\$ 3,523</u>

The sales of goods to related parties had no material differences from those of general sales transactions.

(3) Purchases

Related Party Category	For the Three Months Ended June 30, 2026	For the Three Months Ended June 30, 2025	For the Six Months Ended June 30, 2026	For the Six Months Ended June 30, 2025
Fellow subsidiary	\$ 868	\$ 4,092	\$ 2,110	\$ 8,221
Ultimate parent company	9,763	166	9,774	166
Investor with significant influence	4	-	4	-
	<u>\$ 10,635</u>	<u>\$ 4,258</u>	<u>\$ 11,888</u>	<u>\$ 8,387</u>

Purchases from related parties had no material differences from those of general purchase transactions.

(4) Trade payables to related parties

Related Party Category	June 30, 2026	December 31, 2025	June 30, 2025
Fellow subsidiary	\$ 149	\$ 362	\$ 1,670
Ultimate parent company	122	7,380	40,620
Investor with significant influence	4	12,729	-
	<u>\$ 275</u>	<u>\$ 20,471</u>	<u>\$ 42,290</u>

TVCM engages its ultimate parent company and investors with significant influence to procure ethylene, and the trade payables to them are to be paid off when they make a payment.

The outstanding trade payables to related parties were unsecured.

(5) Other receivables from related parties

Related Party Category	June 30, 2026	December 31, 2025	June 30, 2025
Ultimate parent company	\$ 60,479	\$ 220	\$ 4
Associate	7,042	12,233	8
Investor with significant influence	1,342	812	690
Fellow subsidiary	13	9	9
	<u>\$ 68,876</u>	<u>\$ 13,274</u>	<u>\$ 711</u>

(6) Other payables to related parties

Related Party Category	June 30, 2026	December 31, 2025	June 30, 2025
Parent company	\$ 14,508	\$ -	\$ 21,762
Associate	9,862	10,887	40,196
Investor with significant influence	5,864	222	8,982
Fellow subsidiary	969	1,279	1,435
Ultimate parent company	550	927	1,482
Subsidiary of investor with significant influence	135	138	13
	<u>\$ 31,888</u>	<u>\$ 13,453</u>	<u>\$ 73,870</u>

Other payables to the parent company and investors with significant influence as of June 30, 2026 and 2025, mainly represent cash dividends payable.

(7) Acquisitions of property, plant and equipment

Related Party Category	Purchase Price	
	For the Six Months Ended June 30, 2026	For the Six Months Ended June 30, 2025
Ultimate parent company	\$ -	\$ 384

(8) Lease arrangements

Related Party Category/Name	June 30, 2026	December 31, 2025	June 30, 2025
<u>Lease liabilities</u>			
Investor with significant influence			
APC	\$ 63,312	\$ 70,166	\$ 76,984
TTC	1,664	1,792	1,920
	<u>\$ 64,976</u>	<u>\$ 71,958</u>	<u>\$ 78,904</u>

Related Party Category/Name	For the Three Months Ended June 30, 2026	For the Three Months Ended June 30, 2025	For the Six Months Ended June 30, 2026	For the Six Months Ended June 30, 2025
<u>Interest expense</u>				
Investor with significant influence				
APC	\$ 171	\$ 206	\$ 350	\$ 421
TTC	<u>4</u>	<u>5</u>	<u>9</u>	<u>10</u>
	<u>\$ 175</u>	<u>\$ 211</u>	<u>\$ 359</u>	<u>\$ 431</u>
<u>Lease expenses</u>				
Ultimate parent company	\$ 1,829	\$ 1,666	\$ 3,657	\$ 3,332
Investor with significant influence	<u>810</u>	<u>962</u>	<u>1,620</u>	<u>1,948</u>
	<u>\$ 2,639</u>	<u>\$ 2,628</u>	<u>\$ 5,277</u>	<u>\$ 5,280</u>

The Company leases offices in Neihu from Ultimate parent company and APC. The rentals are paid on a monthly basis.

The factory belonging to the Company's subsidiaries located on the land in Linyuan was rented from APC. The original lease term expired in December 2011. However, if neither counterparties argued, the lease term would automatically extend for another year.

The Company's subsidiary leased land for their warehouses from APC. The lease term will expire in May 2026. The lease contract is renewable, and the rental is paid on a monthly basis.

(9) Storage tank operating service expenses

Related Party Category/Name	For the Three Months Ended June 30, 2026	For the Three Months Ended June 30, 2025	For the Six Months Ended June 30, 2026	For the Six Months Ended June 30, 2025
Associate				
CGTD	<u>\$ 22,002</u>	<u>\$ 34,524</u>	<u>\$ 47,813</u>	<u>\$ 58,082</u>

The Company's subsidiaries appointed CGTD to handle the storage tank used to transport, store and load vinyl chloride monomer, ethylene and dichloroethane. The storage tank operating service expenses are paid monthly.

(10) Management service revenue

Related Party Category	For the Three Months Ended June 30, 2026	For the Three Months Ended June 30, 2025	For the Six Months Ended June 30, 2026	For the Six Months Ended June 30, 2025
Ultimate parent company	<u>\$ 47</u>	<u>\$ -</u>	<u>\$ 104</u>	<u>\$ -</u>

(11) Management service expenses

Related Party Category/Name	For the Three Months Ended June 30, 2026	For the Three Months Ended June 30, 2025	For the Six Months Ended June 30, 2026	For the Six Months Ended June 30, 2025
Fellow subsidiary				
UM	\$ 27,159	\$ 28,921	\$ 55,184	\$ 63,349
Ultimate parent company	<u>207</u>	<u>458</u>	<u>414</u>	<u>907</u>
	<u>\$ 27,366</u>	<u>\$ 29,379</u>	<u>\$ 55,598</u>	<u>\$ 64,256</u>

UM and the ultimate parent company provide labor support, equipment and other related services to the Company and its subsidiaries. The service expenses were calculated based on the expenses actually incurred in each quarter and were paid in the subsequent quarter.

(12) Donations

Related Party Category/Name	For the Three Months Ended June 30, 2026	For the Three Months Ended June 30, 2025	For the Six Months Ended June 30, 2026	For the Six Months Ended June 30, 2025
Related party in substance				
USIF	\$ -	\$ -	\$ 2,500	\$ 3,000

(13) Rental income

Related Party Category	For the Three Months Ended June 30, 2026	For the Three Months Ended June 30, 2025	For the Six Months Ended June 30, 2026	For the Six Months Ended June 30, 2025
Fellow subsidiary	\$ 1,426	\$ 1,378	\$ 2,795	\$ 2,751
Subsidiary of investor with significant influence	283	263	563	568
Investor with significant influence	<u>67</u>	<u>67</u>	<u>133</u>	<u>133</u>
	<u>\$ 1,776</u>	<u>\$ 1,708</u>	<u>\$ 3,491</u>	<u>\$ 3,452</u>

USIO signed a factory lease contract with the Company with a lease term until April 15, 2027. The Company collects fixed rental amounts on a monthly basis. USIO does not have a bargain purchase option to acquire the leased factory at the expiry of the lease period.

(14) Other income

Related Party Category	For the Three Months Ended June 30, 2026	For the Three Months Ended June 30, 2025	For the Six Months Ended June 30, 2026	For the Six Months Ended June 30, 2025
Investor with significant influence	\$ 337	\$ 251	\$ 545	\$ 453
Associate	6,707	-	6,707	-
	<u>\$ 7,044</u>	<u>\$ 251</u>	<u>\$ 7,252</u>	<u>\$ 453</u>

(15) Other expenses

Related Party Category	For the Three Months Ended June 30, 2026	For the Three Months Ended June 30, 2025	For the Six Months Ended June 30, 2026	For the Six Months Ended June 30, 2025
Fellow subsidiary	<u>\$ 2,520</u>	<u>\$ 2,380</u>	<u>\$ 3,947</u>	<u>\$ 4,420</u>

(16) Remuneration of key management personnel

The remuneration of directors and key executives for the three months and for the six months ended June 30, 2026 and 2025 was as follows:

	For the Three Months Ended June 30, 2026	For the Three Months Ended June 30, 2025	For the Six Months Ended June 30, 2026	For the Six Months Ended June 30, 2025
Salaries and others	\$ 2,078	\$ 2,891	\$ 3,724	\$ 5,664
Post-employment benefits	27	54	54	108
	<u>\$ 2,105</u>	<u>\$ 2,945</u>	<u>\$ 3,778</u>	<u>\$ 5,772</u>

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

30. Assets Pledged as Collateral or for Security

The following assets of the Group were provided as collateral for the performance guarantee for the tariffs of imported raw materials, use of fuel, and borrowings:

	June 30, 2026	December 31, 2025	June 30, 2025
Pledge time deposits (classified as financial assets at amortized cost and other non-current assets)	\$ 360,518	\$ 314,117	\$ 310,294
Property, plant and equipment	<u>1,508,147</u>	<u>1,508,388</u>	<u>1,507,016</u>
	<u>\$ 1,868,665</u>	<u>\$ 1,822,505</u>	<u>\$ 1,817,310</u>

31. Significant Contingent Liabilities and Unrecognized Commitments

In addition to those disclosed in other notes, significant commitments and contingencies of the Group as of the end of the reporting period were as follows:

- (1) As of June 30, 2026, December 31, 2025, and June 30, 2025, the Group's unused balances of letters of credit issued amounted to \$404,281 thousand, \$412,781 thousand, and \$418,970 thousand, respectively.
- (2) Description of Kaohsiung gas explosions:

Regarding the equity-accounted investee, China General Terminal & Distribution Corporation (hereinafter "CGTD"), which was commissioned to operate LCY Chemical Corp.'s propylene pipeline resulting in a gas explosion on July 31, 2014, the appeal was dismissed by the Supreme Court on September 15, 2021, and all three employees of CGTD were innocent.

CGTD reached an agreement with the Kaohsiung City Government on February 12, 2015, providing bank certificates of deposit totaling \$239,153 thousand (including interest) with a pledge right established in favor of the Kaohsiung City Government as collateral for losses incurred from the gas explosion incident. The Kaohsiung City Government has also filed civil litigation against LCY Chemical Corp., CGTD, and CPC Corporation, Taiwan. Taiwan Power Company applied for provisional attachment against CGTD's property on August 27 and November 26, 2015. CGTD had deposited cash of \$99,207 thousand to the court to avoid provisional attachment. Taiwan Water Corporation also applied for provisional attachment against CGTD's property on February 3 and March 2, 2017. As of July 31, 2026, CGTD's bank deposits of \$6,401 thousand were seized.

As for the victims, CGTD, LCY Chemical Corp., and Kaohsiung City Government signed a tripartite agreement on July 17, 2015, agreeing to negotiate the compensation first with the 32 victims' successors and persons entitled to the claims ("family of the victim"). Each victim's family was entitled to \$12,000 thousand, and the total compensation was \$384,000 thousand. The compensation was first paid by LCY Chemical Corp. who also represent the three parties in the settlement negotiation and the signing of settlement agreements with family of the victim. CGTD also agreed to pay \$157,347 thousand to LCY Chemical Corp. on August 10, 2022, in accordance with 30% of the proportion of fault liability in the first instance judgment in accordance with a tripartite agreement. After that, when the civil litigation is determined, it will be compensated according to the determined liability ratio.

Regarding the seriously injured victims, CGTD, LCY Chemical Corp., and Kaohsiung City Government signed a tripartite agreement for the serious injury incident on October 25, 2017, agreeing to proceed with compensation negotiations for 65 seriously injured victims. The settlement funds were advanced by CGTD and

Kaohsiung City Government; additionally, CGTD represented the three parties in negotiating settlements with the seriously injured victims from the gas explosion incident, and signed settlement agreements with 64 of them.

As of July 31, 2026, victims and their families from the Kaohsiung gas explosion incident have filed civil lawsuits (including civil actions incidental to criminal proceedings) against LCY Chemical Corp., CGTD, and CPC Corp., Taiwan, seeking compensation. To reduce litigation costs, CGTD has reached a settlement on the original claim amounting to \$46,677 thousand, with the settlement compensation amounting to \$4,519 thousand. The remaining claim amount still under litigation and the settlement for fatalities and serious injuries mentioned in the previous section have an accumulated amount of approximately \$3,826,801 thousand. The first-instance judgments of some of the above-mentioned civil cases (with a total requested compensation amount of approximately \$1,616,883 thousand) have been gradually announced starting from June 22, 2018. Most judgments determined the fault liability ratio of the Kaohsiung City Government, LCY Chemical Corp., and CGTD as 4:3:3, and CGTD, LCY Chemical Corp., along with other defendants, should compensate approximately \$489,861 thousand (of which \$6,194 thousand CGTD was exempted from liability according to the court's judgment).

For civil cases that were adjudicated at the first instance but not settled, CGTD filed appeals to the second instance. Second-instance judgments have been issued progressively since July 10, 2024. As of July 31, 2026, the second-instance rulings on claims filed by the Kaohsiung City Government (with a total claim amount of approximately \$1,137,677 thousand) cover nine cases. Among them, eight cases determined that CGTD is jointly liable with LCY Chemical Corp. for negligence—10% in five cases and 20% in three cases—with a total joint compensation amount of \$79,726 thousand. In one case, CGTD was found solely liable for 10% negligence, with an independent compensation amount of \$297 thousand. Additionally, second-instance rulings have been issued for claims filed by Taiwan Power Company (claim amount \$265,822 thousand), the National Health Insurance Administration (claim amount \$35,688 thousand), and Taiwan Water Corporation (claim amount \$28,643 thousand), in which CGTD and LCY Chemical Corp. were held jointly liable for a total compensation amount of \$120,143 thousand. For the aforementioned second-instance judgments, except for cases ineligible for appeal to the third instance, CGTD has filed appeals to the third instance. Other cases remain under first-instance court proceedings, with total claims amounting to approximately \$1,707,093 thousand.

The estimated settlement amounts for fatalities and serious injuries, as well as compensation amounts for civil litigation cases (including settled cases) related to this gas explosion incident, are calculated based on the negligence liability ratios determined in the relevant judgments. After deducting the insurance payout limit, the

estimated self-borne amount has been recorded at \$136,375 thousand. However, the actual settlement and compensation amount described above can only be verified after the proportion of fault liability is determined in the civil judgments.

- (3) TVCM signed an ethylene or dichloroethane purchase contract with CPC Corporation, Taiwan and Mitsubishi Corporation. The purchase price was negotiated by both parties according to a pricing formula.

32. **Significant Losses Attributed to Critical Incidents or Disasters**

On October 19, 2024, a fire accident of the calendar plant of the Company, resulting in damage to some equipment and inventories. The cumulative property losses as of June 30, 2026 was \$158,602 thousand. The Company has secured relevant property insurance and is negotiating the claims process with the insurance provider. However, as insurance claims involve disaster assessment, subsequent insurance compensation will only be recognized when it can be reasonably confirmed by the Company. Based on the Company's preliminary assessment of the fire-related losses and subsequent insurance recoveries, the incident has no significant impact on overall operations.

33. **Significant Assets and Liabilities Denominated in Foreign Currencies**

The group entities' significant financial assets and liabilities denominated in foreign currencies and aggregated by foreign currencies other than functional currencies and the related exchange rates. Assets and liabilities with significant impact recognized in foreign currencies are as follows:

Unit: Except for the exchange rate, all in thousands

June 30, 2026

	Foreign Currencies	Exchange Rate (In Single Dollars)	Functional Currencies	NT\$
<u>Foreign currency assets</u>				
<u>Monetary items</u>				
USD	\$ 23,964	31.850 (USD:NTD)	\$ 763,267	\$ 763,267
EUR	618	36.290 (EUR:NTD)	22,435	22,435
AUD	642	21.900 (AUD:NTD)	14,066	14,066
USD	301	6.8109 (USD:RMB)	2,050	9,590
GBP	81	42.170 (GBP:NTD)	3,407	3,407
<u>Foreign currency liabilities</u>				
<u>Monetary items</u>				
USD	9,460	31.850 (USD:NTD)	301,309	301,309
JPY	150,600	0.1963 (JPY:NTD)	29,563	29,563
EUR	42	36.290 (EUR:NTD)	1,522	1,522
USD	8	6.8109 (USD:RMB)	54	252

December 31, 2025

	Foreign Currencies	Exchange Rate (In Single Dollars)	Functional Currencies	NT\$
<u>Foreign currency assets</u>				
<u>Monetary items</u>				
USD	\$ 18,758	31.430 (USD:NTD)	\$ 589,561	\$ 589,561
AUD	934	21.010 (AUD:NTD)	19,616	19,616
USD	301	7.0288 (USD:RMB)	2,116	9,461
EUR	148	36.900 (EUR:NTD)	5,471	5,471
GBP	8	42.330 (GBP:NTD)	319	319
 <u>Foreign currency liabilities</u>				
<u>Monetary items</u>				
USD	9,240	31.430 (USD:NTD)	290,423	290,423
EUR	42	36.900 (EUR:NTD)	1,547	1,547
GBP	30	42.330 (GBP:NTD)	1,262	1,262
JPY	4,700	0.2008 (JPY:NTD)	944	944
RMB	159	4.4716 (RMB:NTD)	713	713
USD	8	7.0288 (USD:RMB)	56	249

June 30, 2025

	Foreign Currencies	Exchange Rate (In Single Dollars)	Functional Currencies	NT\$
<u>Foreign currency assets</u>				
<u>Monetary items</u>				
USD	\$ 26,345	29.300 (USD:NTD)	\$ 771,912	\$ 771,912
JPY	111,338	0.2034 (JPY:NTD)	22,646	22,646
EUR	486	34.350 (EUR:NTD)	16,704	16,704
USD	301	7.1586 (USD:RMB)	2,154	8,818
AUD	451	19.140 (AUD:NTD)	8,631	8,631
GBP	71	40.160 (GBP:NTD)	2,865	2,865
 <u>Foreign currency liabilities</u>				
<u>Monetary items</u>				
USD	13,559	29.300 (USD:NTD)	397,272	397,272
GBP	91	40.160 (GBP:NTD)	3,655	3,655
RMB	244	4.0930 (RMB:NTD)	999	999
JPY	4,700	0.2034 (JPY:NTD)	956	956
EUR	17	34.350 (EUR:NTD)	583	583
USD	8	7.1586 (USD:RMB)	57	232

For the three months ended June 30, 2026 and 2025, and for the six months ended June 30, 2026 and 2025, net foreign exchange (losses) gains were \$(18,574) thousand, \$(119,670) thousand, \$3,912 thousand, and \$(107,708) thousand, respectively. It is impractical to disclose net foreign exchange gains (losses) by each significant foreign currency due to the variety of the foreign currency transactions and functional currencies of the group entities.

34. **Supplementary Disclosures**

- (1) Information on significant transactions and investees
 - 1) Financing provided to others: Table 1.
 - 2) Endorsements/guarantees provided: Table 2.
 - 3) Marketable securities held: Table 3.
 - 4) Total purchases from and sales to related parties amounting to at least NT\$100 million or 20% of paid-in capital: Table 4.
 - 5) Receivables from related parties amounting to at least NT\$100 million or 20% of paid-in capital: Table 5.
 - 6) Others: intercompany relationships and significant intercompany transactions: Table 6.
- (2) Information on Investees: Table 7.
- (3) Information on Investments in Mainland China
 - 1) Information on any investee company in Mainland China, including the company names, major business activities, paid-in capital, method of investment, inward and outward remittance of funds, ownership percentage, investment income or loss, carrying amount of the investment at the end of the period, repatriations of investment income, and limit on the amount of investment in the Mainland China: Table 8.
 - 2) The following information on any of the following significant transactions with investee companies in Mainland China, either directly or indirectly through a third party, and their prices payment terms, and unrealized gains/losses involved: None.
 - a) The amount and percentage of purchases and the balance and percentage of the related payables at the end of the period.
 - b) The amount and percentage of sales and the balance and percentage of the related receivables at the end of the period.
 - c) The amount of property transactions and the amount of the resultant gains or losses.
 - d) The balance of negotiable instrument endorsements or guarantees or pledges of collateral at the end of the period and their purposes.
 - e) The highest balance during the period, the end of period balance, the interest rate range, and total current period interest with respect to the financing of funds.

- f) Other transactions that have a material effect on the profit or loss for the period or on the financial position, such as the rendering or receipt of services.

35. Segment Information

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

Segment revenue and results

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

For the Six Months Ended June 30, 2026

	<u>VCM Products</u>	<u>PVC products</u>	<u>Total</u>
Revenue from external customers	\$ 965,576	\$ 4,437,966	\$ 5,403,542
Inter-segment revenue	<u>2,568,467</u>	<u>177,005</u>	<u>2,745,472</u>
Segment revenue	<u>\$ 3,534,043</u>	<u>\$ 4,614,971</u>	8,149,014
Eliminations			(<u>2,745,472</u>)
Consolidated revenue			<u>\$ 5,403,542</u>
Segment income (loss)	(<u>\$ 41,967</u>)	<u>\$ 46,857</u>	\$ 4,890
Interest income			10,116
Other income			54,517
Other gains and losses			(7,776)
Interest expense			(58,418)
Share of loss of associates accounted for using the equity method			(<u>9,619</u>)
Net loss before income tax			(<u>\$ 6,290</u>)

For the Six Months Ended June 30, 2025

	<u>VCM Products</u>	<u>PVC products</u>	<u>Total</u>
Revenue from external customers	\$ 535,434	\$ 4,584,859	\$ 5,120,293
Inter-segment revenue	<u>2,379,541</u>	<u>254,918</u>	<u>2,634,459</u>
Segment revenue	<u>\$ 2,914,975</u>	<u>\$ 4,839,777</u>	7,754,752
Eliminations			(<u>2,634,459</u>)
Consolidated revenue			<u>\$ 5,120,293</u>
Segment loss	(<u>\$ 64,920</u>)	(<u>\$ 710,032</u>)	(\$ 774,952)
Interest income			19,149
Other income			68,181
Other gains and losses			(149,168)
Interest expense			(56,703)
Share of profit of associates accounted for using the equity method			<u>1,480</u>
Net loss before income tax			(<u>\$ 892,013</u>)

Segment profit represented the profit before tax earned by each segment without the share of profit (loss) of associates, interest income, rental income, gains (losses) on disposal of property, plant and equipment, foreign exchange gains (losses), gains (losses) arising from the valuation of financial instruments, and financing costs. This was the measure reported to the chief operating decision maker for the purpose of resource allocation and assessment of segment performance. However, the measure of segment assets and liabilities was not provided to the chief operating decision maker.

China General Plastics Corporation and Subsidiaries
Financing Provided to Others
For the Six Months Ended June 30, 2026

Table 1

Unit: NT\$ thousands, Unless Stated Otherwise

No.	Lender	Borrower	Financial Statement Account (Note 2)	Related Party (Yes/No)	Highest Balance for the Period (Note 3)	Balance at the End of the period	Actual Borrowing Amount	Range of Interest Rate (%)	Nature of Financing	Business Transaction Amount	Reasons for Short-term Financing Necessity	Allowance for Bad Debts	Collateral		Financing Limit for Each Borrower (Note 1)	Aggregate Financing Limit (Note 1)
													Item	Value		
0	CGPC	CGPCPOL	Other receivables from related parties	Yes	\$ 1,000,000	\$ 500,000	\$ -	-	Short-term financing	\$ -	Business turnover	\$ -	-	\$ -	\$ 3,079,338	\$ 3,079,338
0	CGPC	TVCM	Other receivables from related parties	Yes	500,000	500,000	300,000	2%	Short-term financing	-	Business turnover	-	-	-	3,079,338	3,079,338

Note 1: The total amount of the Company's financing provided to others shall not exceed 40% of the Company's net worth on the latest financial statements audited or reviewed by certified public accountants.

Note 2: All the transactions were written off when preparing the consolidated financial statements.

Note 3: The original lending limit to CGPCPOL of NTD 500,000 thousand expired on May 15, 2026. As the new lending limit was approved by the Board of Directors prior to the expiration of the original agreement, both the original and new lending limits were included in the calculation during the overlapping period, resulting in a temporary duplication in the highest balance during the period. The actual approved ending balance was NTD 500,000 thousand.

China General Plastics Corporation and Subsidiaries
Endorsements/Guarantees Provided
For the Six Months Ended June 30, 2026

Table 2

Unit: NT\$ thousands

No.	Endorser/Guarantor	Endorsee/Guarantee		Limits on Endorsement/ Guarantee Made for Each Party (Note 2)	Maximum Amount Endorsed/ Guaranteed During the Period (Note 3)	Outstanding Endorsement/ Guarantee at the End of the Period (Note 3)	Actual Borrowing Amount	Amount Endorsed/ Guaranteed by Collateral	Ratio of Accumulated Endorsement/ Guarantee to Net Equity in Latest Financial Statements (%) (Note 1)	Aggregate Endorsement/ Guarantee Limit (Note 2)	Endorsement/ Guarantee Given by Parent for Subsidiaries	Endorsement/ Guarantee Given by Subsidiaries for Parent	Endorsement/ Guarantee Given for Companies in Mainland China
		Company	Relationship										
0	CGPC	CGPCPOL	Subsidiary	\$ 4,619,006	\$ 1,400,319	\$ 1,400,319	\$ 200,319	None	18.19%	\$ 7,698,344	Yes	No	No

Note 1: The ratio is calculated using the ending balance of equity of the Company as of June 30, 2026.

Note 2: The total amount of guarantee that may be provided by the Company shall not exceed 100% of the Company's net worth stated on the latest financial statements; the total amount of guarantee provided by the Company to any single entity shall not exceed 60% of the Company's net worth stated on the latest financial statements.

Note 3: The additional endorsement/guarantee limit of NTD 300,000 thousand was established because the original endorsement/guarantee limit was due to expire on July 31, 2028. The limit was renegotiated prior to its expiration. Before the expiration of the original agreement, the Board of Directors authorized the Chairman to approve the new endorsement/guarantee limit within the total authorized limit, subject to subsequent ratification by the most recent meeting of the Board of Directors. During the period from the date of the Chairman's approval to the commencement date of the new agreement, both the original limit and the renewed limit were included in the calculation, resulting in double counting of the maximum amount endorsed/guaranteed during the period and the outstanding endorsement/guarantee at the end of the period.

China General Plastics Corporation and Subsidiaries
Marketable Securities Held
June 30, 2026

Table 3

Unit: NT\$ thousands

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	June 30, 2026				Note
				Unit / Share	Carrying Amount	Percentage of Ownership (%)	Fair Value	
CGPC	<u>Beneficiary securities</u>							
	Cathay No. 1 Real Estate Investment Trust	—	Financial assets at FVTPL - current	3,964,000	\$ 54,782	-	\$ 54,782	(Note 1)
	<u>Mutual funds</u>							
	UPAMC James Bond Money Market Fund	—	Financial assets at FVTPL - current	3,601,332	64,086	-	64,086	(Note 1)
	<u>Ordinary shares</u>							
TVCM	Taiwan Cement Corporation	—	Financial assets at FVTPL - current	2,000,000	48,100	-	48,100	(Note 1)
	<u>Ordinary shares</u>							
	KHL IB Venture Capital Co., Ltd.	—	Financial assets at FVTOCI - non-current	5,975,992	51,095	5.95%	51,095	(Note 1)
	<u>Ordinary shares</u>							
	APC	The major shareholders are the same as the those of the Company	Financial assets at FVTOCI - non-current	130,244	1,810	0.02%	1,810	(Note 1)
CGPCPOL	<u>Mutual funds</u>							
	Taishin 1699 Money Market Fund	—	Financial assets at FVTPL - current	692,433	10,027	-	10,027	(Note 1)
CGPC (BVI)	<u>Ordinary shares</u>							
	Teratech Corporation	—	Financial assets at FVTPL - non-current	112,000	-	0.65%	-	(Notes 1 and 2)
GGTC	<u>Mutual funds</u>							
	Taishin 1699 Money Market Fund	—	Financial assets at FVTPL - current	1,787,552	25,885	-	25,885	(Note 1)

Note 1: The marketable securities were not pledged as guarantees or collateral for borrowings and are not subject to restrictions.

Note 2: As of June 30, 2026, the Group evaluates the fair value of the equity instrument as \$0.

China General Plastics Corporation and Subsidiaries
Total Purchases from or Sales to Related Parties Amounting to at Least NT\$100 Million or 20% of the Paid-in Capital
For the Six Months Ended June 30, 2026

Table 4

Unit: NT\$ thousands

Buyer/Seller	Counterparty	Relationship	Transaction Details				Abnormal Transaction		Notes/Trade Receivables (Payables)		Note
			Purchase/Sales	Amount	Ratio to Total Purchase/Sales	Payment Terms	Unit Price	Payment Terms	Balance	Ratio to Total Notes or Trade Receivables (Payables)	
CGPC	CGPC -America	Subsidiary	Sales	(\$ 162,504)	(6%)	90 days	No major difference	No major difference	\$ 125,835	21%	Note.
TVCM	CGPC	Parent company	Sales	(983,583)	(28%)	45 days	No major difference	No major difference	451,031	28%	Note.
	CGPCPOL	Fellow subsidiary	Sales	(1,584,055)	(45%)	45 days	"	"	816,233	50%	Note.

Note: All the transactions were written off when preparing the consolidated financial statements.

China General Plastics Corporation and Subsidiaries
Receivables from Related Parties Amounting to at Least NT\$100 Million or 20% of the Paid-in Capital
June 30, 2026

Table 5

Unit: NT\$ thousands

Company Name	Related Party	Relationship	Financial Statement Account and Ending Balance		Turnover Rate	Overdue		Amounts Received in Subsequent Period (Note 2)	Allowance for Impairment Loss
						Amount	Actions Taken		
CGPC TVCM	CGPC -America	Subsidiary	Trade receivables from related parties	\$ 125,835	2.06	\$ -	—	\$ 37,081	Note 1
	TVCM	Subsidiary	Other receivables from related parties	300,543	-	-	—	300,543	Note 1
	CGPC	Parent company	Trade receivables from related parties	451,031	4.97	-	—	185,574	Note 1
	CGPCPOL	Fellow subsidiary	Trade receivables from related parties	816,233	4.41	-	—	506,086	Note 1

Note 1: There is no allowance for impairment loss after an impairment assessment.

Note 2: The subsequent period is between July 1 and July 24, 2026.

Note 3: All the transactions were written off when preparing the consolidated financial statements.

China General Plastics Corporation and Subsidiaries
Intercompany Relationships and Significant Intercompany Transactions
For the Six Months Ended June 30, 2026

Table 6

Unit: NT\$ thousands

No. (Note 1)	Investee Company	Counterparty	Relationship (Note 2)	Transaction Details			
				Financial Statement Accounts	Amount	Transaction Terms	% of Total Sales or Asset (Note 3)
0	CGPC	TVCM	1	Other receivables from related parties	\$ 300,543	No major difference	2%
			1	Trade payables to related parties	451,031	"	2%
			1	Purchases	983,583	"	18%
		CGPC -America	1	Trade receivables from related parties	125,835	"	1%
			1	Sales revenue	162,504	"	3%
		CGPCPOL	1	Purchases	14,502	"	-
1	TVCM	GGTC	3	Other expenses	22,420	"	-
2	CGPCPOL	TVCM	3	Trade payables to related parties	816,233	"	4%
			3	Other payables to related parties	15,227	"	-
			3	Purchases	1,584,055	"	29%

Note 1: The information correlation between the numeral and the entity are stated as follows:

1. The parent company: 0.
2. The subsidiaries: 1 onward.

Note 2: The direction of the investment is as follows:

1. The parent company to its subsidiary.
2. The subsidiary to the parent company.
3. Between subsidiaries.

Note 3: The ratio of transactions related to total sales revenue or assets is calculated as follows: a. Assets or liabilities: The ratio was calculated based on the ending balance of total consolidated assets; and b. Income or loss: The ratio was calculated based on the midterm accumulated amount of total consolidated sales revenue.

China General Plastics Corporation and Subsidiaries
Information on Investees
For the Six Months Ended June 30, 2026

Table 7

Unit: NT\$ thousands, Unless Stated Otherwise

Investor Company	Investee Company	Location	Business Content	Original Investment Amount		As of June 30, 2026			Net Income (Loss) of Investee	Share of Profit (Loss)	Note
				June 30, 2026	January 1, 2026	Shares	%	Carrying Amount			
CGPC	TVCM	No. 1, Gongye 1st Rd., Linyuan Dist., Kaohsiung City 832, Taiwan (R.O.C.)	Manufacturing and marketing of VCM	\$ 2,934,978	\$ 2,934,978	259,707,456	87.31%	\$ 3,426,579	(\$ 114,660)	(\$ 100,114)	Subsidiary, Note
	CGPCPOL	12F., No. 37, Jihu Rd., Neihsu Dist., Taipei City 114, Taiwan (R.O.C.)	Manufacturing and marketing of PVC resins	1,300,000	1,300,000	72,508,657	100%	641,248	(1,957)	(1,957)	Subsidiary, Note
	CGPC (BVI)	Citco Building, Wickhams Cay, P.O. Box 662, Road Town, Tortola, British Virgin Islands	Reinvestment	1,059,344	1,059,344	14,808,258	100%	405,002	7,065	7,065	Subsidiary, Note
	CGTD	No. 1, Jianji St., Qianzhen Dist., Kaohsiung City 806, Taiwan (R.O.C.)	Warehousing and transportation of petrochemical raw materials	41,106	41,106	25,053,469	33.33%	283,425	(28,902)	(9,634)	Associate accounted for using the equity method
	CGPC -America	4 Latitude Way, Suite 108 Corona, CA 92881,USA	Marketing of PVC film and leather products	648,931	648,931	100	100%	126,255	(19,302)	(19,302)	Subsidiary, Note
	ACME	8F., No. 39, Jihu Rd., Neihsu Dist., Taipei City 114, Taiwan (R.O.C.)	Manufacturing and marketing of Mn-Zn and Ni-Zn ferrite cores	41,805	41,805	3,566,526	1.67%	33,869	875	15	Associate accounted for using the equity method
TVCM	GGTC	12F., No. 37, Jihu Rd., Neihsu Dist., Taipei City 114, Taiwan (R.O.C.)	Environmental detection services	50,000	50,000	5,381,447	100%	55,042	704	-	Subsidiary, Note

Note: All the transactions were written off when preparing the consolidated financial statements.

China General Plastics Corporation and Subsidiaries
Information on Investments in Mainland China
For the Six Months Ended June 30, 2026

Table 8

Unit: NT\$ thousands, Unless Stated Otherwise

Investee Company	Business Content	Paid-in Capital (Note 1)	Method of Investment	Accumulated Outward Remittance for Investment from Taiwan as of January 1, 2026 (Note 1)	Investment Flows		Accumulated Outward Remittance for Investment from Taiwan as of June 30, 2026 (Note 1)	Net Profit of Investee	Ownership Percentage of Direct or Indirect Investment	Current Investment Profit (Note 4)	Carrying Amount as of June 30, 2026 (Notes 1 and 4)	Accumulated Repatriation of Investment Income as of June 30, 2026
					Outflow	Inflow						
CGPC (ZS)	Manufacturing and marketing of PVC film and consumer products	\$ 637,000 (USD 20,000 thousand)	Investment through CGPC (BVI) Holding Co., Ltd.	\$ 637,000 (USD 20,000 thousand)	\$ -	\$ -	\$ 637,000 (USD 20,000 thousand)	\$ 5,425 (USD 172 thousand)	100%	\$ 5,425 (USD 172 thousand)	\$ 308,912 (USD 9,699 thousand)	\$ -

Accumulated Outward Remittance for Investment in Mainland China as of June 30, 2026 (Notes 1 and 3)	Investment Amounts Authorized by Investment Commission, MOEA (Note 1)	Upper Limit on the Amount of Investment Stipulated in Mainland China by Investment Commission, MOEA (Note 2)
\$814,787 (USD 25,582 thousand)	\$952,315 (USD 29,900 thousand)	\$ -

Note 1: The calculation was based on the spot exchange rate of June 30, 2026.

Note 2: As the Company has obtained the certificate of qualification for operating headquarters issued by the Industrial Development Bureau, MOEA No. 11251035580 on September 6, 2023, the upper limit on investment is not applicable.

Note 3: QuanZhou Continental General Plastics Co., Ltd. ("CGPC (QZ)") and Union (Zhong Shan) Co., Ltd. ("Union (ZS)") completed dissolution procedures, and CGPC (BVI) retrieved the residual assets. The shares of Continental General Plastics (San He) Co., Ltd. ("CGPC (SH)") were fully sold, and CGPC (BVI) retrieved the residual assets. However, the amount of capital has not been wired back to Taiwan. The accumulated amount includes the investment amount of CGPC (QZ) of US\$684 thousand, the investment amount of Union (ZS) of US\$898 thousand, and the investment amount of CGPC (SH) of US\$4,000 thousand.

Note 4: All the transactions were written off when preparing the consolidated financial statements; the investment profit was recognized based on the financial statements not reviewed by auditors. Please refer to Note 12.