Stock Code:1532

CHINA METAL PRODUCTS CO., LTD.
AND SUBSIDIARIES

CONSOLIDATED FINANCIAL STATEMENTS

with Independent Auditors' Review Report
For the Three Months Ended March 31, 2026 and 2025

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The independent auditors' review report and the accompanying consolidated financial statements are the English translation of the Chinese version prepared and used in the Republic of China. If there is any conflict between, or any difference in the interpretation of the English and Chinese language independent auditors' review report and consolidated financial statements, the Chinese version shall prevail.

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Independent Auditors' Review Report

To the Board of Directors of China Metal Products Co., Ltd.:

Introduction

We have reviewed the accompanying consolidated balance sheets of China Metal Products Co., Ltd. (the "Company") and its subsidiaries (the "Group") as of March 31, 2026 and 2025, and the related consolidated statements of comprehensive income, and the changes in equity and cash flows for the three months ended March 31, 2026 and 2025, and notes to the consolidated financial statements, including a summary of significant accounting policies. Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China. Our responsibility is to express a conclusion on the consolidated financial statements based on our reviews.

Scope of Review

Except as explained in the Basis for Qualified Conclusion paragraph, we conducted our reviews in accordance with the Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" of the Republic of China. A review of the 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 conducted in accordance with the Standards on Auditing of the Republic of China 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 stated in Note 4(b), the consolidated financial statements included the financial statements of certain non-significant subsidiaries, which were not reviewed by independent auditors. These financial statements reflect the total assets amounting to $5,463,990 thousand and $5,606,338 thousand, constituting 10.22% and 10.45% of the consolidated total assets; and the total liabilities amounting to $2,947,133 thousand and $2,906,607 thousand, constituting 8.61% and 8.38% of the consolidated total liabilities as of March 31, 2026 and 2025, respectively, as well as the total comprehensive income (loss) amounting to $(16,137) thousand and $(28,206) thousand, constituting (6.08)% and (30.00)% of the consolidated total comprehensive income (loss) for the three months ended March 31, 2026 and 2025, respectively.

Furthermore, as stated in Note 6(e), the other equity accounted investments of the Group in its investee companies of $698,169 thousand and $704,394 thousand as of March 31, 2026 and 2025, respectively, and its equity in net earnings on these investee companies of $(17,498) thousand and $(17,639) thousand respectively, were recognized solely on the financial statements prepared by these investee companies, but not reviewed by independent auditors.

KPMG, a Taiwan partnership and a member firm of the KPMG global organization of independent member firms affiliated with KPMG International Limited, a private English company limited by guarantee.

Qualified Conclusion

Except for the adjustments, if any, as might have been determined to be necessary had the financial statements of certain consolidated subsidiaries and equity accounted investee companies described in the Basis for Qualified Conclusion paragraph above been reviewed by independent auditors, based on our reviews, nothing has come to our attention that causes us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of the Group as of March 31, 2026 and 2025, and of its consolidated financial performance and its consolidated cash flows for the three months ended March 31, 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.

The engagement partners on the reviews resulting in this independent auditors' review report are Tsou, Yi-Yun and Han, Yi-Lien.

KPMG

Taipei, Taiwan (Republic of China)
May 13, 2026

Notes to Readers

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

The independent auditors' review report and the accompanying consolidated financial statements are the English translation of the Chinese version prepared and used in the Republic of China. If there is any conflict between, or any difference in the interpretation of the English and Chinese language independent auditors' review report and consolidated financial statements, the Chinese version shall prevail.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)

CHINA METAL PRODUCTS CO., LTD. AND SUBSIDIARIES

Consolidated Balance Sheets

March 31, 2026, December 31, 2025, and March 31, 2025

(Expressed in Thousands of New Taiwan Dollars)

		March 31, 2026		December 31, 2025		March 31, 2025	
	Assets	**Amount**	**%**	**Amount**	**%**	**Amount**	**%**
	Current assets:						
1100	Cash and cash equivalents (Notes 6(a) and (x))	$ 5,460,478	10	5,957,616	11	5,416,531	10
1170	Notes and accounts receivable, net (Notes 6(c), (u) and (x))	3,279,303	6	3,145,888	6	3,189,162	6
1180	Accounts receivable due from related parties, net (Notes 6(u), (x) and 7)	103	-	148	-	1,614	-
1200	Other receivables (Note 6(x))	174,226	-	187,383	-	128,745	-
1210	Other receivables due from related parties (Notes 6(x) and 7)	194	-	3,533	-	4,424	-
130X	Inventories (Notes 6(d), 8 and 9(a))	20,592,302	40	19,831,625	37	20,079,037	38
1410	Prepayments (Notes 7 and 9(a))	249,795	-	273,838	1	214,682	-
1476	Other current financial assets (Notes 6(a), (j), (x), 8 and 9(a))	3,889,896	7	4,311,919	8	4,234,197	8
1479	Other current assets, others	570,366	1	505,566	1	607,652	1
1480	Incremental costs of obtaining contracts	889,706	2	882,238	2	567,368	1
	Total current assets	35,106,369	66	35,099,754	66	34,443,412	64
	Non-current assets:						
1517	Non-current financial assets at fair value through other comprehensive income (Notes 6(b) and (x))	197,271	-	197,881	-	216,256	-
1550	Investments accounted for using equity method (Note 6(e))	698,169	1	715,118	1	704,394	1
1600	Property, plant and equipment (Notes 6(f), 8 and 9(a))	13,726,258	26	13,677,422	26	14,354,825	27
1755	Right-of-use assets (Notes 6(g) and 9(a))	1,191,749	2	1,210,843	2	1,443,728	3
1760	Investment property, net (Notes 6(h) and 8)	742,626	1	746,675	1	779,264	2
1780	Intangible assets (Note 6(i))	453,277	1	445,686	1	461,512	1
1840	Deferred tax assets	103,158	-	101,357	-	120,833	-
1975	Non-current net defined benefit assets	6,261	-	6,127	-	-	-
1980	Other non-current financial assets (Notes 6(a), (j), (x), 7, 8 and 9(a))	984,975	2	959,707	2	936,505	2
1990	Other non-current assets, others (Notes 6(e), (k), 7, 8 and 9(a))	263,543	1	278,896	1	202,650	-
	Total non-current assets	18,367,287	34	18,339,712	34	19,219,967	36
	Total assets	**$ 53,473,656**	**100**	**53,439,466**	**100**	**53,663,379**	**100**

		March 31, 2026		December 31, 2025		March 31, 2025	
	Liabilities and equity	**Amount**	**%**	**Amount**	**%**	**Amount**	**%**
	Current liabilities:						
2100	Short-term borrowings (Notes 6(l) and (x))	$ 12,943,511	24	12,908,541	24	13,819,706	26
2130	Current contract liabilities (Notes 6(u), 7 and 9(a))	5,516,424	10	4,981,693	9	4,453,882	8
2170	Notes and accounts payable (Note 6(x))	2,864,140	6	3,344,092	6	2,953,649	6
2180	Notes and accounts payable due to related parties (Notes 6(x) and 7)	398	-	5,026	-	22,015	-
2200	Other payables (Note 6(x))	1,448,080	3	1,233,579	3	2,277,287	4
2220	Other payables due to related parties (Notes 6(x) and 7)	1,579	-	1,610	-	639	-
2230	Current income tax liabilities	215,528	-	201,238	-	54,601	-
2280	Current lease liabilities (Notes 6(n) and (x))	202,113	-	194,612	-	203,714	-
2322	Long-term borrowings, current portion (Notes 6(m) and (x))	966,000	2	1,746,271	4	926,493	2
2399	Other current liabilities	121,313	-	93,641	-	150,705	-
	Total current liabilities	24,279,086	45	24,710,303	46	24,862,691	46
	Non-current liabilities:						
2540	Long-term borrowings (Notes 6(m) and (x))	8,314,544	15	7,786,609	15	7,870,310	15
2570	Deferred tax liabilities	472,783	1	469,088	1	525,755	1
2580	Non-current lease liabilities (Notes 6(n) and (x))	773,798	2	806,195	1	1,056,084	2
2640	Non-current net defined benefit liabilities	31,615	-	30,174	-	32,021	-
2670	Other non-current liabilities, others (Notes 6(e), (o), (x) and 7)	354,505	1	352,296	1	331,088	1
	Total non-current liabilities	9,947,245	19	9,444,362	18	9,815,258	19
	Total liabilities	34,226,331	64	34,154,665	64	34,677,949	65
	Equity attributable to owners of parent (Note 6(s)):						
3100	Ordinary share	4,226,043	8	4,226,043	8	4,226,043	8
3200	Capital surplus	2,534,034	5	2,533,890	5	2,501,864	4
3300	Retained earnings	7,917,852	15	8,288,561	15	7,789,574	14
3400	Other equity	428,655	1	187,208	-	324,493	1
3500	Treasury stock	(163,070)	-	(163,070)	-	-	-
	Total equity attributable to owners of parent	14,943,514	29	15,072,632	28	14,841,974	27
36XX	Non-controlling interests	4,303,811	7	4,212,169	8	4,143,456	8
	Total equity	19,247,325	36	19,284,801	36	18,985,430	35
	Total liabilities and equity	**$ 53,473,656**	**100**	**53,439,466**	**100**	**53,663,379**	**100**

See accompanying notes to consolidated financial statements.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)

CHINA METAL PRODUCTS CO., LTD. AND SUBSIDIARIES

Consolidated Statements of Comprehensive Income

For the Three Months Ended March 31, 2026 and 2025

(Expressed in Thousands of New Taiwan Dollars, Except for Earnings Per Common Share)

		For the Three Months Ended March 31			
		2026		2025	
		Amount	%	Amount	%
4000	**Operating revenues (Notes 6(u) and 7)**	$ 3,204,035	100	2,963,067	100
5000	**Operating costs (Notes 6(d), (q) and 7)**	(2,511,807)	(79)	(2,367,955)	(80)
	Gross profit from operations	692,228	21	595,112	20
	Operating expenses (Notes 6(q) and 7):				
6100	Selling expenses	(137,902)	(4)	(131,326)	(4)
6200	Administrative expenses (Note 9(a))	(505,045)	(16)	(504,244)	(17)
6300	Research and development expenses	(8,508)	-	(4,410)	-
6450	Expected credit gains (Note 6(c))	6,724	-	12,016	-
	Total operating expenses	(644,731)	(20)	(627,964)	(21)
	Net operating income (losses)	47,497	1	(32,852)	(1)
	Non-operating income and expenses:				
7100	Interest income (Notes 6(w) and 7)	20,362	1	20,527	1
7010	Other income (Notes 6(w) and 7)	34,271	1	25,677	1
7020	Other gains and losses (Note 6(w))	(11,383)	-	12,998	-
7050	Finance costs (Notes 6(w) and 7)	(92,707)	(3)	(105,053)	(3)
7060	Share of loss of associates and joint ventures accounted for using equity method, net (Note 6(e))	(17,498)	(1)	(17,639)	(1)
	Total non-operating income and expenses	(66,955)	(2)	(63,490)	(2)
	Losses from continuing operations before tax	(19,458)	(1)	(96,342)	(3)
7950	**Less: Tax expense (Note 6(r))**	(3,954)	-	(16,648)	(1)
8200	**Net losses**	(23,412)	(1)	(112,990)	(4)
8300	**Other comprehensive income:**				
8310	**Items that may not be reclassified subsequently to profit or loss:**				
8316	Unrealized losses from investments in equity instruments measured at fair value through other comprehensive income (Notes 6(s) and (x))	(610)	-	-	-
8349	Less:Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	-	-	-	-
	Total items that may not be reclassified subsequently to profit or loss	(610)	-	-	-
8360	**Items that may be reclassified subsequently to profit or loss:**				
8361	Exchange differences on translation of foreign financial statements (Note 6(s))	289,356	9	207,010	7
8399	Less:Income tax related to components of other comprehensive income that will be reclassified to profit or loss	-	-	-	-
	Total items that may be reclassified subsequently to profit or loss	289,356	9	207,010	7
8300	**Other comprehensive income (after tax)**	288,746	9	207,010	7
8500	**Comprehensive income**	**$ 265,334**	**8**	**94,020**	**3**
	Net (losses) profit, attributable to:				
8610	Owners of parent	$ (37,698)	(1)	(111,641)	(4)
8620	Non-controlling interests	14,286	-	(1,349)	-
		$ (23,412)	**(1)**	**(112,990)**	**(4)**
	Comprehensive income attributable to:				
8710	Owners of parent	$ 203,749	6	61,500	2
8720	Non-controlling interests	61,585	2	32,520	1
		$ 265,334	**8**	**94,020**	**3**
	Losses per share (expressed in dollars) (Note 6(t))				
9750	**Basic losses per share**	**$**	**(0.09)**		**(0.26)**
9850	**Diluted losses per share**	**$**	**(0.09)**		**(0.26)**

See accompanying notes to consolidated financial statements.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)

CHINA METAL PRODUCTS CO., LTD. AND SUBSIDIARIES

Consolidated Statements of Changes in Equity

For the Three Months Ended March 31, 2026 and 2025

(Expressed in Thousands of New Taiwan Dollars)

	Equity Attributable to Owners of Parent										
	Share Capital		Retained Earnings			Other Equity					
	Ordinary Share	Capital Surplus	Legal Reserve	Special Reserve	Unappropriated Retained Earnings	Exchange Differences on Translation of Foreign Financial Statements	Unrealized Gains (Losses) from Financial Assets Measured at Fair Value Through Other Comprehensive Income	Treasury stock	Total Equity Attributable to Owners of Parent	Non-Controlling Interests	Total Equity
Balance at January 1, 2025	$ 4,167,782	2,385,924	2,142,575	110,385	6,377,617	120,963	30,389	-	15,335,635	4,080,936	19,416,571
Loss for the three months ended March 31, 2025	-	-	-	-	(111,641)	-	-	-	(111,641)	(1,349)	(112,990)
Other comprehensive income for the three months ended March 31, 2025	-	-	-	-	-	173,141	-	-	173,141	33,869	207,010
Total comprehensive income for the three months ended March 31, 2025	-	-	-	-	(111,641)	173,141	-	-	61,500	32,520	94,020
Appropriation and distribution of retained earnings:											
Cash dividends	-	-	-	-	(729,362)	-	-	-	(729,362)	-	(729,362)
Conversion of convertible bonds	58,261	115,940	-	-	-	-	-	-	174,201	-	174,201
Changes in non-controlling interests	-	-	-	-	-	-	-	-	-	30,000	30,000
Balance on March 31, 2025	**$ 4,226,043**	**2,501,864**	**2,142,575**	**110,385**	**5,536,614**	**294,104**	**30,389**	**-**	**14,841,974**	**4,143,456**	**18,985,430**
Balance on January 1, 2026	$ 4,226,043	2,533,890	2,262,365	49,081	5,977,115	156,445	30,763	(163,070)	15,072,632	4,212,169	19,284,801
(Loss) profit for the three months ended March 31, 2026	-	-	-	-	(37,698)	-	-	-	(37,698)	14,286	(23,412)
Other comprehensive income for the three months ended March 31, 2026	-	-	-	-	-	242,057	(610)	-	241,447	47,299	288,746
Total comprehensive income for the three months ended March 31, 2026	-	-	-	-	(37,698)	242,057	(610)	-	203,749	61,585	265,334
Appropriation and distribution of retained earnings:											
Cash dividends	-	-	-	-	(333,011)	-	-	-	(333,011)	-	(333,011)
Changes in ownership interests in subsidiaries	-	144	-	-	-	-	-	-	144	-	144
Changes in non-controlling interests	-	-	-	-	-	-	-	-	-	30,057	30,057
Balance on March 31, 2026	**$ 4,226,043**	**2,534,034**	**2,262,365**	**49,081**	**5,606,406**	**398,502**	**30,153**	**(163,070)**	**14,943,514**	**4,303,811**	**19,247,325**

See accompanying notes to consolidated financial statements.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)

CHINA METAL PRODUCTS CO., LTD. AND SUBSIDIARIES

Consolidated Statements of Cash Flows

For the Three Months Ended March 31, 2026 and 2025

(Expressed in Thousands of New Taiwan Dollars)

	For the Three Months Ended March 31	
	2026	2025
Cash flows from operating activities:		
Losses before tax	$ (19,458)	(96,342)
Adjustments:		
Adjustments to reconcile profit (loss):		
Depreciation expense	335,648	332,717
Amortization expense	2,956	2,831
Expected credit gains	(6,724)	(12,016)
Interest expense	92,707	105,053
Interest income	(20,362)	(20,527)
Share of loss of associates and joint ventures accounted for using equity method	17,498	17,639
Losses on disposal of property, plant and equipment	3,319	-
Property, plant and equipment transferred to expenses	(887)	1,975
Deferred credits recognized as the deduction of cost	(3,923)	(5,907)
Effect of exchange rate changes on short-term and long-term borrowings	(8,297)	4,598
Total adjustments to reconcile profit	411,935	426,363
Changes in operating assets and liabilities:		
Changes in operating assets:		
Contract assets	-	1,397
Notes and accounts receivable, net	(35,145)	(31,758)
Accounts receivable due from related parties, net	(9,168)	625
Other receivables (including related parties)	13,773	(6,480)
Inventories	(674,536)	(5,659)
Prepayments	19,599	(13,268)
Other current assets	(51,278)	(32,467)
Other financial assets	86,800	(588,221)
Incremental costs of obtaining contracts	(7,468)	(36,036)
Total changes in operating assets	(657,423)	(711,867)
Changes in operating liabilities:		
Notes and accounts payable (including related parties), net	(527,376)	(376,501)
Other payables (including related parties)	(136,296)	(269,297)
Current contract liabilities	534,542	630,742
Other current liabilities	26,231	51,464
Net defined benefit liabilities	1,194	1,631
Other non-current liabilities	5,191	-
Total changes in operating liabilities	(96,514)	38,039
Total changes in operating assets and liabilities	(753,937)	(673,828)
Total adjustments	(342,002)	(247,465)
Cash flow used in operations	(361,460)	(343,807)
Interest received	17,449	20,130
Dividends received	-	13
Interest paid	(141,208)	(152,257)
Income taxes refunded (paid)	9,717	(28,072)
Net cash flows used in operating activities	(475,502)	(503,993)
Cash flows from investing activities:		
Acquisition of property, plant and equipment	(98,802)	(169,569)
Proceeds from disposal of property, plant and equipment	244	-
Acquisition of intangible assets	(1,119)	(669)
Acquisition of investment properties	-	(11,642)
Decrease (increase) in other financial assets	361,697	(529,649)
Increase in other non-current assets	(71,550)	(57,830)
Net cash flows generated from (used in) investing activities	190,470	(769,359)
Cash flows from financing activities:		
Increase in short-term borrowings	1,608,232	1,221,912
Decrease in short-term borrowings	(1,645,783)	(626,447)
Increase in short-term notes and bills payable	350	60,415
Proceeds from long-term borrowings	879,726	335,000
Repayments of long-term borrowings	(1,131,771)	(301,500)
Payment of lease liabilities	(51,807)	(51,818)
Increase in other non-current liabilities	142	5,721
Redemption of convertible bonds	-	(85,200)
Cash capital increase by non-controlling interests	30,000	30,000
Net cash flows (used in) generated from financing activities	(310,911)	588,083
Effect of exchange rate changes on cash and cash equivalents	98,805	71,393
Net decrease in cash and cash equivalents	(497,138)	(613,876)
Cash and cash equivalents at the beginning of the period	5,957,616	6,030,407
Cash and cash equivalents at the end of the period	**$ 5,460,478**	**5,416,531**

See accompanying notes to consolidated financial statements.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)

CHINA METAL PRODUCTS CO., LTD. AND SUBSIDIARIES

Notes to the Consolidated Financial Statements

March 31, 2026 and 2025

(Expressed in Thousands of New Taiwan Dollars, unless otherwise specified)

(1) Company history

CHINA METAL PRODUCTS CO., LTD. (the "Company") was established on September 9, 1972, via Ministry of Economic Affairs' authorization. The registered office is located at 4F, No. 85, Section 4, Ren'ai Road, Taipei. The major business activities of the Company and its subsidiaries (the "Group") are iron hardware manufacturing and casting, residential and commercial buildings developing, leasing and selling, international hotel servicing and department store retailing. Please refer to Note 14, for the aforementioned information.

(2) Approval date and procedures of the consolidated financial statements:

The accompanying consolidated financial statements were authorized for issue by the Board of Directors on May 13, 2026.

(3) New standards, amendments and interpretations adopted:

(a) The impact of the IFRS Accounting Standards endorsed by the Financial Supervisory Commission, R.O.C. which have already been adopted.

The Group has initially adopted the following new amendments, which do not have a significant impact on its consolidated financial statements, from January 1, 2026:

- IFRS 17 "Insurance Contracts" and amendments to IFRS 17 "Insurance Contracts"
- Amendments to IFRS 9 and IFRS 7 "Amendments to the Classification and Measurement of Financial Instruments"
- Annual Improvements to IFRS Accounting Standards—Volume 11
- Amendments to IFRS 9 and IFRS 7 "Contracts Referencing Nature-dependent Electricity"

(Continued)

CHINA METAL PRODUCTS CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(b) The impact of IFRS Accounting Standards issued by IASB but not yet endorsed by the FSC

The following new and amended standards, which may be relevant to the Group, have been issued by the International Accounting Standards Board (IASB), but have yet to be endorsed by the FSC:

Standards or Interpretations	Content of amendment	Effective date per IASB
IFRS 18 "Presentation and Disclosure in Financial Statements"	The new standard introduces three categories of income and expenses, two income statement subtotals and one single note on management performance measures. The three amendments, combined with enhanced guidance on how to disaggregate information, set the stage for better and more consistent information for users, and will affect all the entities. ● A more structured income statement: under current standards, companies use different formats to present their results, making it difficult for investors to compare financial performance across companies. The new standard promotes a more structured income statement, introducing a newly defined ' operating profit' subtotal and a requirement for all income and expenses to be allocated between three new distinct categories based on a company' s main business activities. ● Management performance measures (MPMs): the new standard introduces a definition for management performance measures, and requires companies to explain in a single note to the financial statements why the measure provides useful information, how it is calculated and reconcile it to an amount determined under IFRS Accounting Standards. ● Greater disaggregation of information: the new standard includes enhanced guidance on how companies group information in the financial statements. This includes guidance on whether information is included in the primary financial statements or is further disaggregated in the notes.	January 1, 2027 note:On September 25, 2025, the FSC issued a press release announcing that Taiwan will adopt IFRS 18 beginning in 2028. Entities that need to adopt the new standard earlier may do with the endorsement of the FSC.

(Continued)

The Group is evaluating the impact on its consolidated financial position and consolidated financial performance upon the initial adoption of the abovementioned standards or interpretations. The results thereof will be disclosed when the Group completes its evaluation.

The Group does not expect the following other new and amended standards, which have yet to be endorsed by the FSC, to have a significant impact on its consolidated financial statements:

- Amendments to IFRS 10 and IAS 28 "Sale or Contribution of Assets Between an Investor and Its Associate or Joint Venture"
- IFRS 19 "Subsidiaries without Public Accountability: Disclosures" and amendments to IFRS 19 "Subsidiaries without Public Accountability: Disclosures"
- Amendments to IAS 21 "Translation to a Hyperinflationary Presentation Currency"

(4) Summary of material accounting policies

(a) Statement of compliance

These consolidated financial statements have been prepared in accordance with the preparation and guidelines of IAS 34 "Interim Financial Reporting" which are endorsed and issued into effect by FSC, and do not include all of the information required by the Regulations and International Financial Reporting Standards, International Accounting Standards, IFRIC Interpretations and SIC Interpretations endorsed and issued into effect by the FSC (hereinafter referred to IFRS endorsed by the FSC) for a complete set of the annual consolidated financial statements.

Except the following accounting policies mentioned below, the significant accounting policies adopted in the consolidated financial statements are the same as those in the consolidated financial statement for the year ended December 31, 2025. For the related information, please refer to Note 4 of the consolidated financial statements for the year ended December 31, 2025.

(b) Basis of consolidation

Principles of preparation of the consolidated financial statements are the same as those of the consolidated financial statements for the year ended December 31, 2025. For the related information, please refer to Note 4(c) of the consolidated financial statements for the year ended December 31, 2025.

(i) List of subsidiaries in the consolidated financial statements

			Percentage Ownership			
Investor	Name of Subsidiary	Principal Activity	March 31, 2026	December 31, 2025	March 31, 2025	Note
The Company	United Elite Agents Limited (UEA)	Investing	100.00 %	100.00 %	100.00 %	Note 2
The Company and Sunflower Investment	Atrans Precision Industries Co., Ltd. (Atrans Precision)	Vehicle parts processing	85.53 %	85.53 %	85.51 %	Note 1, 5
The Company	Sunflower Investment Co., Ltd. (Sunflower Investment)	Investing	99.01 %	99.01 %	99.01 %	Note 1

(Continued)

CHINA METAL PRODUCTS CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Investor	Name of Subsidiary	Principal Activity	Percentage Ownership			Note
			March 31, 2026	December 31, 2025	March 31, 2025	
The Company	The Hotel National Co., Ltd. (The Hotel National)	International tourist hotel services and other hotel business approved by the Ministry of Transportation and Communications	100.00 %	100.00 %	100.00 %	Note 1
The Company	CMAI CO., LIMITED. (CMAI)	Vehicle parts retailing	100.00 %	100.00 %	100.00 %	Note 1
The Company	CMJ CO., LTD. (CMJ)	Cast iron product retailing	83.33 %	83.33 %	83.33 %	Note 1
The Company	CMP Lifestyle Hospitality Co., Ltd. (CMP Lifestyle Hospitality)	Management and consulting services	100.00 %	100.00 %	100.00 %	Note 1, 4
The Company and Sunflower Investment	PUJEN Land Development Co., Ltd. (PUJEN Land Development)	Residents, commercial buildings and factories leasing and developing	71.82 %	71.82 %	71.82 %	Note 2
The Company and The Hotel National	Shangrila Tourism Co., Ltd. (Shangrila Tourism)	Amusement park and hotel services	100.00 %	100.00 %	100.00 %	Note 1
The Company	Taichung CMP Hospitality Management Consulting Co., Ltd.(Taichung CMP Hospitality)	International tourist hotel services	100.00 %	100.00 %	100.00 %	Note 1
The Company	Calligraphy Greenway Plaza Co., Ltd. (Calligraphy Greenway Plaza)	Management and consulting services	100.00 %	100.00 %	100.00 %	Note 1
The Company	Great Naturalistic Block Co., Ltd. (Great Naturalistic Block)	Management and consulting, department store retailing services	100.00 %	100.00 %	100.00 %	Note 1
The Company	CMP Intelligence Technology Co., Ltd. (CMP Intelligence Technology)	Intelligent manufacturing services	100.00 %	100.00 %	70.00 %	Note1, 6
UEA	China Metal International Holdings Inc. (CMI)	Investing and cast iron product retailing	83.27 %	83.27 %	83.27 %	Note 2
CMI	China Metal International (BVI) Limited (CMI (BVI))	Investing	100.00 %	100.00 %	100.00 %	Note 2
CMI	CMW (Cayman Islands) Co., Ltd. (CMW (C.I.))	Investing	100.00 %	100.00 %	100.00 %	Note 2
CMI	CMB (H.K.) Co., Ltd. (CMB (H.K.))	Investing	100.00 %	100.00 %	100.00 %	Note 2
CMB (H.K.)	Suzhou CMB Machinery Co., Ltd. (Suzhou CMB)	Cast iron product designing, manufacturing and retailing	100.00 %	100.00 %	100.00 %	Note 2
CMI (BVI)	CMP (H.K.) Industry Co., Ltd. (CMP (H.K.))	Investing	100.00 %	100.00 %	100.00 %	Note 2
CMP (H.K.)	Tianjin CMT Industry Co., Ltd. (Tianjin CMT)	Cast iron products, machine parts and vehicle parts designing, developing, manufacturing and selling	100.00 %	100.00 %	100.00 %	Note 2
CMP (H.K.)	Suzhou CMS Machinery Co., Ltd. (Suzhou CMS)	Vehicle parts, E&M as-casting and finished product developing, manufacturing and selling	100.00 %	100.00 %	100.00 %	Note 2
CMW (C.I.)	CMW (Tianjin) Industry Co., Ltd. (CMW (Tianjin))	Vehicle parts, E&M as-casting and finished product developing, manufacturing and selling	100.00 %	100.00 %	100.00 %	Note 2

(Continued)

CHINA METAL PRODUCTS CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Investor	Name of Subsidiary	Principal Activity	Percentage Ownership			Note
			March 31, 2026	December 31, 2025	March 31, 2025	
CMW (C.I.)	CMI (Wu Han) Precision Machinery Co., Ltd. (CMH)	Vehicle parts, farm wagon parts, industrial wagon parts, household appliances parts and E&M as-casting and molds developing, manufacturing, selling and the after sales services	100.00 %	100.00 %	100.00 %	Note 2
CMJ	Qingdao Sourcing Specialists Trading Co., Ltd. (Qingdao Sourcing Specialists)	Cast iron product retailing	100.00 %	100.00 %	100.00 %	Note 1
CMJ	SIAM SST Co., LTD (SIAM SST)	Cast iron product retailing	99.99 %	99.99 %	99.99 %	Note 1
Atrans Precision	FAR HSING (SAMOA) ENTERPRISE CO., LTD. (FAR HSING (SAMOA))	Investing	100.00 %	100.00 %	100.00 %	Note 1
PUJEN Land Development	CHINGENG Land Development Co., Ltd. (CHINGENG Land Development)	Residents, commercial buildings and factories leasing and developing	50.00 %	50.00 %	50.00 %	Note 1
PUJEN Land Development	PUJEN CHENGMEI Land Development Co., Ltd. (PUJEN CHENGMEI Land Development)	Residents, commercial buildings and factories leasing and developing	70.00 %	70.00 %	70.00 %	Note 1, 3
PUJEN Land Development	PUZHI Construction Co., Ltd. (PUZHI Construction)	Comprehensive construction Activities, residents, commercial buildings and factories leasing and developing	100.00 %	100.00 %	100.00 %	Note 1
CMAI	CMAI Holding, Inc. (CMAI Holding)	Investing	100.00 %	100.00 %	100.00 %	Note 1
CMAI Holding	Pilot Drive LLC (Pilot)	Assets leasing	100.00 %	100.00 %	100.00 %	Note 1
Pilot	CMAI INDUSTRIES, INC. (CMAI N.A.)	Vehicle parts retailing	100.00 %	100.00 %	100.00 %	Note 1
CMAI Holding	CMAI-MEX Holding LLC(CMAI-MEX)	Investing	100.00 %	100.00 %	100.00 %	Note 1
CMAI Holding&CMAI-MEX	MEXICO CMI-CMAI S. de R.L. de C.V. (MEXICO CMI-CMAI)	Vehicle parts retailing	100.00 %	100.00 %	100.00 %	Note 1

Note 1: An non-significant subsidiary, its financial statements have not been reviewed.

Note 2: The financial statements have been reviewed.

Note 3: PUJEN CHENGMEI Land Development executed a cash capital increase on January 23, 2026 and March 25, 2025. The Group and the non-controlling interests subscribed to the new shares in proportion with the original percentage of ownership amounting to $70,000 thousand and $30,000 thousand, respectively.

Note 4: On September 22, 2025, the Company was approved by the Ministry of Economic Affairs to change its name from National Management Co., Ltd. to CMP Lifestyle Hospitality Co., Ltd.

Note 5: On April 28, 2025, the Group acquired non-controlling interests in Atrans Precision Industries Co., Ltd. for $67 thousand, increasing its ownership from 85.51% to 85.53%.

Note 6: On July 7, 2025, the Group acquired non-controlling interests in CMP Intelligence Technology Co., Ltd. for $3,000 thousand, increasing its ownership from 70% to 100%.

(ii) Subsidiaries excluded from the consolidated financial statements: None.

(Continued)

(c) Employee benefits

The pension cost for the interim period was calculated and disclosed on a year-to-date basis by using the actuarially determined pension cost rate at the end of the prior fiscal year, and be adjusted by the significant market flotation, significant curtailment, settlement or other significant single occasions.

(d) Income taxes

The income tax expenses have been prepared and disclosed in accordance with paragraph B12 of International Financial Reporting Standards 34, Interim Reporting.

Income tax expenses for the period are best estimated by multiplying pre-tax income for the interim reporting period by the effective annual tax rate which is forecasted by the management. This should be recognized fully as tax expense for the current period.

Temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and their respective tax bases shall be measured based on the tax rates that have been enacted or substantively enacted at the time of the asset or liability is recovered or settled, and be recognized directly in equity or other comprehensive income as tax expense.

(5) Significant accounting assumptions and judgments, and major sources of estimation uncertainty:

The preparation of the consolidated financial statements in conformity with the Regulations and IAS 34 " Interim Financial Reporting" endorsed by the FSC requires management to make judgments, and estimates about the future, including climate-related risks and opportunities, that affect the application of the accounting policies and the reported amount of assets, liabilities, income and expenses. Actual results may differ from these estimates.

The preparation of the consolidated interim financial statements, estimates and underlying assumptions are reviewed on an ongoing basis which are in conformity with the consolidated financial statements for the year ended December 31, 2025. For the related information, please refer to Note 5 of the consolidated financial statements for the year ended December 31, 2025.

(6) Explanation of significant accounts:

Except for the following disclosures, there is no significant difference as compared with those disclosed in the consolidated financial statements for the year ended December 31, 2025. Please refer to Note 6 of the 2025 annual consolidated financial statements.

(a) Cash and cash equivalents

	March 31, 2026	December 31, 2025	March 31, 2025
Cash on hand	$ 5,415	5,856	6,097
Cash in banks	3,645,750	4,272,900	3,172,512
Time deposits	1,809,313	1,678,860	2,237,922
Cash and cash equivalents	**$ 5,460,478**	**5,957,616**	**5,416,531**

(Continued)

As of March 31, 2026, December 31, 2025 and March 31, 2025, the expiration period of time deposits between three months and one year are classified under other current financial assets amounting to $1,158,835 thousand, $1,494,405 thousand and $1,425,029 thousand, respectively. The expiration period of time deposits above one year are classified under other non-current financial assets amounting to $247,288 thousand, $238,833 thousand and $236,067 thousand, respectively.

Please refer to Note 6(x) for the sensitivity analysis of the financial assets.

(b) Non-current financial assets at fair value through other comprehensive income

	March 31, 2026	December 31, 2025	March 31, 2025
Equity investments at fair value through other comprehensive income			
Stocks unlisted on domestic markets—MEITA Industrial Co., Ltd.	$ 78,936	78,985	85,730
Stocks unlisted on domestic markets—GUANGYUAN Investment Co., Ltd.	26,149	26,698	36,486
Stocks unlisted on domestic markets—DEVELOPMENT Venture Capital Co., Ltd.(Note)	12,827	12,839	12,994
Stocks unlisted on domestic markets—Asia World Engineering & Construction Co., Ltd.	60,126	60,126	53,212
Stocks unlisted on domestic markets—MASADA Technology Limited Co., Ltd.	13,531	13,531	17,418
Stocks unlisted on domestic markets—Longmen I L.P.	5,702	5,702	10,416
Total	**$ 197,271**	**197,881**	**216,256**

Note: DEVELOPMENT Venture Capital Co., Ltd. had completed its liquidation registration procedures on January 24, 2024.

(i) The Group holds the equity investments for long-term strategic purposes, rather than transaction purposes. Therefore, the investments are measured at FVOCI.

(ii) Please refer to Note 6(x) for the information on credit risk (including the impairment of debt instrument investments) and market risk.

(iii) As of March 31, 2026, December 31, 2025 and March 31, 2025, the financial assets were not pledged as collateral.

(c) Notes and accounts receivable

	March 31, 2026	December 31, 2025	March 31, 2025
Notes receivable from operating activities	$ 320,143	345,219	363,627
Accounts receivable measured as amortized cost	2,971,377	2,819,585	2,836,888
Subtotal	3,291,520	3,164,804	3,200,515
Less: Loss allowance	(12,217)	(18,916)	(11,353)
Total	**$ 3,279,303**	**3,145,888**	**3,189,162**

The Group applies the simplified approach to estimate its expected credit losses, which permit the use of lifetime expected loss provision for all receivables. To measure the expected credit losses, notes and accounts receivable have been grouped based on shared credit risk characteristics and the days past due, as well as forward-looking information including macroeconomics and relative industries information. The loss allowance provision is determined as follows:

	March 31, 2026		
	Gross Carrying Amount	Weighted Average Loss Rate	Loss Allowance Provision
Current	$ 3,126,626	0%	-
1 to 30 days past due	83,166	0%	-
31 to 90 days past due	62,370	0%	-
91 to 120 days past due	5,021	1.72%	86
121 days to a year past due	12,145	6%~100%	9,939
Over a year past due	2,192	100%	2,192
	$ 3,291,520		**12,217**

	December 31, 2025		
	Gross Carrying Amount	Weighted Average Loss Rate	Loss Allowance Provision
Current	$ 2,947,500	0%	-
1 to 30 days past due	171,302	0%~0.29%	482
31 to 90 days past due	26,019	8.46%~99.90%	2,200
91 to 120 days past due	734	2.04%	15
121 days to a year past due	15,978	6.55%~100%	12,948
Over a year past due	3,271	100%	3,271
	$ 3,164,804		**18,916**

(Continued)

CHINA METAL PRODUCTS CO., LTD. AND SUBSIDIARIES
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	March 31, 2025		
	Gross Carrying Amount	Weighted Average Loss Rate	Loss Allowance Provision
Current	$ 2,962,408	0%	-
1 to 30 days past due	210,921	0%~0.32%	665
31 to 90 days past due	12,962	0%~0.07%	8
91 to 120 days past due	2,380	1.18%	28
121 days to a year past due	7,669	5.98%~84.46%	6,477
Over a year past due	4,175	100%	4,175
	$ 3,200,515		**11,353**

The movements in the allowance for notes and accounts receivable is as follows:

	For the Three Months Ended March 31	
	2026	2025
Balance on January 1	$ 18,916	25,048
Impairment reversed recognized	(6,724)	(12,016)
Amounts written off	-	(2,309)
Foreign exchange loss	25	630
Balance on March 31	**$ 12,217**	**11,353**

The financial assets mentioned above were not pledged as collateral.

(d) Inventories

	March 31, 2026	December 31, 2025	March 31, 2025
Raw materials	$ 158,760	148,778	127,293
Work in process	241,857	208,570	200,479
Semi-finished goods	107,700	106,209	100,876
Finished goods	792,185	870,810	854,106
Merchandise	146,264	155,234	152,160
Land held for development	1,331,413	1,367,518	1,365,827
Properties and land held for sale	1,432,753	1,533,422	1,716,575
Construction-in-progress	16,156,653	15,308,844	15,437,576
Prepayments for land	155,645	60,070	60,070
Other inventories	69,072	72,170	64,075
	$ 20,592,302	**19,831,625**	**20,079,037**

(Continued)

(i) For the three months ended March 31, 2026 and 2025, the cost of goods sold amounted to $2,511,807 thousand and $2,367,955 thousand, respectively. For the three months ended March 31, 2026 and 2025, the reversal (losses) gain from the (decrease) increase in inventories' net realizable value amounted to $(1,350) thousand and $5,019 thousand, respectively.

(ii) For the information on inventories pledged as collateral, as of March 31, 2026, December 31, 2025 and March 31, 2025, please refer to Note 8.

(iii) For the three months ended March 31, 2026 and 2025, the capitalized interest expense recognized in the inventory amounted to $47,212 thousand and $46,528 thousand, respectively. The interest rate of capitalization were 2.55%~2.73% and 2.71%, respectively.

(e) Investments accounted for using equity method

The components of investments accounted for using the equity method at the reporting date is as follows:

		March 31, 2026	December 31, 2025	March 31, 2025
Associates	$	438,060	444,169	394,564
Joint ventures		260,109	270,949	309,830
	$	**698,169**	**715,118**	**704,394**

(i) Associates

Amida Trustlink Assets Management Co., Ltd. completed its dissolution registration on July 4, 2025, and received the remaining assets, including the cash of $3,878 thousand and the land measured at fair value of $12,912 thousand. The registration of transfer had been completed on February 25, 2026, recognized under other non-current assets, please refer to Note 6(k) and 7.

The Group's financial information for investments accounted for using the equity method that were individually insignificant is as follows:

The components of investments accounted for using the equity method at the reporting date is as follows:

		March 31, 2026	December 31, 2025	March 31, 2025
Associates	$	421,682	428,072	394,564
Add: The credit balance of investments accounted for using the equity method is reclassified to non-current liabilities		16,378	16,097	-
	$	**438,060**	**444,169**	**394,564**

CHINA METAL PRODUCTS CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	March 31, 2026	December 31, 2025	March 31, 2025
Carrying amount of individually insignificant associates' equity	$ 421,682	428,072	394,564

	For the Three Months Ended March 31	
	2026	2025
Attributable to the Group:		
Net loss	$ (6,306)	(9,683)
Other comprehensive income	-	-
Comprehensive income	$ (6,306)	(9,683)

(ii) Joint ventures

The Group's financial information for joint ventures accounted for using the equity method that were individually insignificant is as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Carrying amount of individually insignificant joint ventures' equity	$ 260,109	270,949	309,830

	For the Three Months Ended March 31	
	2026	2025
Attributable to the Group:		
Net loss	$ (11,192)	(7,956)
Other comprehensive income	-	-
Comprehensive income	$ (11,192)	(7,956)

(iii) Pledge to secure

As of March 31, 2026, December 31, 2025 and March 31, 2025, the investments accounted for using equity method were not pledged as collateral.

(iv) The unreviewed financial statements of investments accounted for using equity method

The investments were accounted for by the equity method, and the share of profit or loss and other comprehensive income of those investments were calculated based on the financial statements that have not been reviewed.

(Continued)

CHINA METAL PRODUCTS CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(f) Property, plant and equipment

The cost and accumulated depreciation of the property, plant and equipment of the Group for the three months ended March 31, 2026 and 2025 are as follows:

	Land	Buildings	Machinery	Office Equipment	Transportation Equipment	Leasehold Improvement	Other Equipment	Construction in Progress	Total
Cost:									
Balance on January 1, 2026	$ 3,279,640	8,523,012	10,999,941	142,024	52,749	338,073	1,270,765	419,812	25,026,016
Additions	-	694	36,594	1,242	1,714	1,259	5,389	51,910	98,802
Disposals	-	(19,793)	(18,628)	(332)	(2,388)	(1,048)	(39,427)	-	(81,616)
Reclassification	-	-	22,129	410	-	-	4,862	64,827	92,228
Influence from exchange rates	156	95,213	278,218	2,286	1,025	9,566	14,826	4,987	406,277
Balance on March 31, 2026	**$ 3,279,796**	**8,599,126**	**11,318,254**	**145,630**	**53,100**	**347,850**	**1,256,415**	**541,536**	**25,541,707**
Balance on January 1, 2025	$ 3,138,538	8,768,217	10,876,724	140,806	56,792	342,955	1,229,093	264,364	24,817,489
Additions	-	21,355	24,946	816	-	8,458	33,289	80,705	169,569
Disposals	-	-	(23,762)	(15)	-	(2,089)	(495)	-	(26,361)
Reclassification	111,172	72,664	8,382	517	-	-	9,690	(12,462)	189,963
Influence from exchange rates	114	69,180	191,409	1,523	893	6,850	10,147	2,451	282,567
Balance on March 31, 2025	**$ 3,249,824**	**8,931,416**	**11,077,699**	**143,647**	**57,685**	**356,174**	**1,281,724**	**335,058**	**25,433,227**
Accumulated depreciation and impairment loss									
Balance on January 1, 2026	$ -	2,197,152	8,054,798	118,192	46,186	171,222	761,044	-	11,348,594
Depreciation	-	94,020	138,879	3,283	550	6,354	35,848	-	278,934
Disposals	-	(19,793)	(15,266)	(332)	(2,240)	(1,048)	(39,374)	-	(78,053)
Influence from exchange rates	-	39,414	206,942	2,033	937	4,924	11,724	-	265,974
Balance on March 31, 2026	**$ -**	**2,310,793**	**8,385,353**	**123,176**	**45,433**	**181,452**	**769,242**	**-**	**11,815,449**
Balance on January 1, 2025	$ -	2,016,285	7,642,096	110,430	48,517	152,957	669,150	-	10,639,435
Depreciation	-	76,253	137,957	3,770	709	9,670	49,316	-	277,675
Disposals	-	-	(23,762)	(15)	-	(2,089)	(495)	-	(26,361)
Reclassification	-	11,126	-	-	-	-	-	-	11,126
Influence from exchange rates	-	25,643	138,094	1,304	797	3,131	7,558	-	176,527
Balance on March 31, 2025	**$ -**	**2,129,307**	**7,894,385**	**115,489**	**50,023**	**163,669**	**725,529**	**-**	**11,078,402**
Carrying value:									
Balance on January 1, 2026	**$ 3,279,640**	**6,325,860**	**2,945,143**	**23,832**	**6,563**	**166,851**	**509,721**	**419,812**	**13,677,422**
Balance on March 31, 2026	**$ 3,279,796**	**6,288,333**	**2,932,901**	**22,454**	**7,667**	**166,398**	**487,173**	**541,536**	**13,726,258**
Balance on January 1, 2025	**$ 3,138,538**	**6,751,932**	**3,234,628**	**30,376**	**8,275**	**189,998**	**559,943**	**264,364**	**14,178,054**
Balance on March 31, 2025	**$ 3,249,824**	**6,802,109**	**3,183,314**	**28,158**	**7,662**	**192,505**	**556,195**	**335,058**	**14,354,825**

The Group reassessed the usage and leasing status of property, plant and equipment, and reclassified certain items to investment property at book value at the time of the change in use, please refer to Note 6(h) for details.

As of March 31, 2026, December 31, 2025 and March 31, 2025, please refer to Note 8 for the details of property, plant and equipment pledged as collateral for the Group's long-term loan and financing guarantee.

(Continued)

(g) Right-of-use assets

The cost and accumulated depreciation of the right-of-use assets, which includes land, buildings, machinery and transportation equipment rented by the Group, for the three months ended March 31, 2026 and 2025 are as follows:

	Land	Buildings	Machinery	Transportation Equipment	Office Equipment	Other Equipment	Total
Cost:							
Balance on January 1, 2026	$ 935,166	2,397,636	40,574	22,850	2,582	123,089	3,521,897
Additions	-	-	25,083	1,352	-	-	26,435
Reduction for expiration	-	-	(22,595)	(2,275)	-	-	(24,870)
Influence from exchange rates	10,128	189	1,156	-	24	-	11,497
Balance on March 31, 2026	**$ 945,294**	**2,397,825**	**44,218**	**21,927**	**2,606**	**123,089**	**3,534,959**
Balance on January 1, 2025	$ 1,015,679	2,395,020	42,205	23,727	2,657	123,089	3,602,377
Additions	-	282	-	-	-	-	282
Reduction for expiration	-	(283)	-	-	-	-	(283)
Influence from exchange rates	7,011	82	777	-	18	-	7,888
Balance on March 31, 2025	**$ 1,022,690**	**2,395,101**	**42,982**	**23,727**	**2,675**	**123,089**	**3,610,264**
Accumulated depreciation:							
Balance on January 1, 2026	$ 275,468	1,953,720	34,447	16,366	1,552	29,501	2,311,054
Depreciation	5,298	40,883	3,822	1,552	130	980	52,665
Reduction for expiration	-	-	(22,595)	(2,275)	-	-	(24,870)
Influence from exchange rates	3,547	81	718	-	15	-	4,361
Balance on March 31, 2026	**$ 284,313**	**1,994,684**	**16,392**	**15,643**	**1,697**	**30,481**	**2,343,210**
Balance on January 1, 2025	$ 251,890	1,796,710	23,100	12,759	1,384	25,584	2,111,427
Depreciation	5,936	40,372	3,360	1,708	158	980	52,514
Reduction for expiration	-	(283)	-	-	-	-	(283)
Influence from exchange rates	2,322	79	470	-	7	-	2,878
Balance on March 31, 2025	**$ 260,148**	**1,836,878**	**26,930**	**14,467**	**1,549**	**26,564**	**2,166,536**
Carrying value:							
Balance on January 1, 2026	**$ 659,698**	**443,916**	**6,127**	**6,484**	**1,030**	**93,588**	**1,210,843**
Balance on March 31, 2026	**$ 660,981**	**403,141**	**27,826**	**6,284**	**909**	**92,608**	**1,191,749**
Balance on January 1, 2025	**$ 763,789**	**598,310**	**19,105**	**10,968**	**1,273**	**97,505**	**1,490,950**
Balance on March 31, 2025	**$ 762,542**	**558,223**	**16,052**	**9,260**	**1,126**	**96,525**	**1,443,728**

For the year ended December 31, 2025, the Group reached an agreement with the lessor to reduce its future monthly rental. For adjustments of right-of-use assets resulting from remeasurement, please refer to Note 6(h) for further details.

(h) Investment property

Investment property comprises office buildings and business location that are leased to third parties under operating leases, as well as properties that are owned by the Group. The leases of investment properties contain an initial non-cancellable lease term of 1 to 3 years. Some leases provide the lessees with options to extend at the end of the term, please refer to Note 6(p).

For all investment property leases, the rental income is fixed under the contracts, but some leases require the lessee to reimburse the insurance costs of the Group. When this is the case, the amounts of insurance costs are determined annually.

The movements of the investment property is as follows:

		Land	Buildings	Construction in Progress	Total
Cost:					
Balance on March 31, 2026(Opening balance)	**$**	**494,873**	**311,625**	**-**	**806,498**
Balance on January 1, 2025	$	629,379	240,207	70,537	940,123
Additions		-	11,642	-	11,642
Reclassification		(111,172)	60,232	(70,537)	(121,477)
Balance on March 31, 2025	**$**	**518,207**	**312,081**	**-**	**830,288**
Depreciation:					
Balance on January 1, 2026	$	-	59,823	-	59,823
Depreciation		-	4,049	-	4,049
Balance on March 31, 2026	**$**	**-**	**63,872**	**-**	**63,872**
Balance on January 1, 2025	$	-	59,704	-	59,704
Depreciation		-	2,528	-	2,528
Reclassification		-	(11,208)	-	(11,208)
Balance on March 31, 2025	**$**	**-**	**51,024**	**-**	**51,024**
Carrying value:					
Balance on January 1, 2026	**$**	**494,873**	**251,802**	**-**	**746,675**
Balance on March 31, 2026	**$**	**494,873**	**247,753**	**-**	**742,626**
Balance on January 1, 2025	**$**	**629,379**	**180,503**	**70,537**	**880,419**
Balance on March 31, 2025	**$**	**518,207**	**261,057**	**-**	**779,264**

The fair value of the investment property was not significantly different from those disclosed in the Note 6(i) of the annual consolidated financial statements for the year ended December 31, 2025.

The fair value of investment properties is based on recent transaction price of similar location and areas on the website of Department of Land Administration M.O.I. under the valuation techniques for financial instruments measured at fair value, the inputs are categorized at level 3.

As of March 31, 2026, December 31, 2025 and March 31, 2025, the details of investment properties pledged as collateral, please refer to Note 8.

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(i) Intangible assets

The movements in the costs of intangible assets and amortization of the Group are as follows:

	Goodwill	Patent	Client Relationship	Computer Software	Total
Cost:					
Balance on January 1, 2026	$ 422,326	65,414	236,148	81,120	805,008
Acquisitions	-	-	-	1,119	1,119
Disposal	-	-	-	(300)	(300)
Reclassification	-	-	-	37	37
Influence from exchange rates	9,391	1,889	6,822	62	18,164
Balance on March 31, 2026	**$ 431,717**	**67,303**	**242,970**	**82,038**	**824,028**
Balance on January 1, 2025	$ 427,151	65,123	235,098	75,958	803,330
Acquisitions	-	-	-	669	669
Influence from exchange rates	6,612	1,308	4,723	45	12,688
Balance on March 31, 2025	**$ 433,763**	**66,431**	**239,821**	**76,672**	**816,687**
Accumulated amortization:					
Balance on January 1, 2026	$ -	65,414	236,148	57,760	359,322
Amortization	-	-	-	2,956	2,956
Disposal	-	-	-	(300)	(300)
Influence from exchange rates	-	1,889	6,822	62	8,773
Balance on March 31, 2026	**$ -**	**67,303**	**242,970**	**60,478**	**370,751**
Balance on January 1, 2025	$ -	65,123	235,098	46,046	346,267
Amortization	-	-	-	2,831	2,831
Influence from exchange rates	-	1,308	4,723	46	6,077
Balance on March 31, 2025	**$ -**	**66,431**	**239,821**	**48,923**	**355,175**
Carrying value:					
Balance on January 1, 2026	**$ 422,326**	**-**	**-**	**23,360**	**445,686**
Balance on March 31, 2026	**$ 431,717**	**-**	**-**	**21,560**	**453,277**
Balance on January 1, 2025	**$ 427,151**	**-**	**-**	**29,912**	**457,063**
Balance on March 31, 2025	**$ 433,763**	**-**	**-**	**27,749**	**461,512**

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(j) Other current and non-current financial assets

		March 31, 2026	December 31, 2025	March 31, 2025
Other current financial assets				
Restricted assets	$	2,341,875	2,427,922	2,387,713
Refundable deposits		389,186	389,592	421,455
Time deposits- The expiration period from three months to one year		1,158,835	1,494,405	1,425,029
	$	**3,889,896**	**4,311,919**	**4,234,197**
Other non-current financial assets				
Debt obligation receivable－The Splendor Hospitality International Co., Ltd.	$	575,000	575,000	575,000
Refundable deposits		161,345	145,199	123,685
Time deposits－The expiration period above one year		247,288	238,833	236,067
Long－term borrowings reserve deposits		1,342	675	1,753
	$	**984,975**	**959,707**	**936,505**

(i) Other current and non-current financial assets

The restricted assets primarily relate to the trust accounts for pre-sold real estate projects. For details of restricted assets pledged as collateral, please refer to Note 8.

(ii) In June, 2006, the Group and Prince Housing and Development Co., Ltd. (Prince Housing and Development) entered into an assignment of debt agreement with Amida Trustlink Assets which the Group and Prince Housing and Development each owned half of the obligation. The Group and Prince Housing and Development each injected 50% and obtained the major mortgages, collateral, and the appurtenant rights of Taichung Port Splendor Hospitality International Co., Ltd. (Taichung Port Splendor). The Group and Prince Housing and Development agreed to pay Amida Trustlink Assets the residual debt in the agreement, the related costs and returns when the real right of the underlying is completed. The Group and Prince Housing and Development each injected 50% and cofounded The Splendor Hospitality International Co., Ltd. (The Splendor Hospitality International). In November 2006, The Splendor Hospitality International and Taichung Port Splendor entered into a specific asset transfer agreement and obtained the specific assets of Taichung Port Splendor by assuming its debts. The Group' s right of receivables transferred from Taichung Port Splendor to The Splendor Hospitality International. In December 2006, the Group and Prince Housing and Development signed a supplementary agreement with Amida Trustlink Assets which increased the selling price of all debt obligations and canceled the payment of the related cost and return. The verdinglichung obligatorischer rechte was assumed by the Group and Prince Housing and Development equally. The details of total debt obligation receivable and obligation cost after deducted the received amount in 2007 is as follows:

(Continued)

	March 31, 2026			
Underlying	Obligation Cost	Obligation Principal	Valuation Assessment	Collateral
The Splendor Hospitality International	$ 575,000	796,845	According to the assessment of Colliers International Real Estate Appraiser Joint Office, the valuation of mortgage is $8,942,754 thousand. After deducting the 1st security, which amounted to $3,960,000 thousand, the residual mortgage attributed to the Group amounted to $2,491,377 thousand.	The building of The Splendor Hospitality International (the 2nd security)

	December 31, 2025			
Underlying	Obligation Cost	Obligation Principal	Valuation Assessment	Collateral
The Splendor Hospitality International	$ 575,000	796,845	According to the assessment of Colliers International Real Estate Appraiser Joint Office, the valuation of mortgage is $8,942,754 thousand. After deducting the 1st security, which amounted to $3,960,000 thousand, the residual mortgage attributed to the Group amounted to $2,491,377 thousand.	The building of The Splendor Hospitality International (the 2nd security)

	March 31, 2025			
Underlying	Obligation Cost	Obligation Principal	Valuation Assessment	Collateral
The Splendor Hospitality International	$ 575,000	796,845	According to the assessment of Colliers International Real Estate Appraiser Joint Office, the valuation of mortgage is $8,671,540 thousand. After deducting the 1st security, which amounted to $3,960,000 thousand, the residual mortgage attributed to the Group amounted to $2,355,770 thousand.	The building of The Splendor Hospitality International (the 2nd security)

(k) Other non-current assets

The details of other non-current assets are as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Discounts for converting residential to commercial	$ 49,064	49,467	50,673
Land	27,071	14,159	14,159
Prepayments for equipment	56,155	84,011	22,408
Other	131,253	131,259	115,410
	$ 263,543	**278,896**	**202,650**

(Continued)

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The land held by the Group is located at Xinfeng Township Kengzikou and Zaoqiao Township Niulan Lake. According to the laws and regulations, companies cannot be registered as landowners, due to the usage of the land is registered for farming, graveyard and conservation. Therefore, the ownership of the land was passed to individuals and was registered as private personal property. For obtaining the right of land, the Group held the land certificate and entered into an agreement with the registered owner, which specified that the Group retain all rights and obligations of the land.

(l) Short-term borrowings

	March 31, 2026	December 31, 2025	March 31, 2025
Unsecured bank borrowings	$ 6,818,113	6,707,010	6,848,887
Secured bank borrowings	5,196,321	5,272,804	6,064,742
Notes and bills payable	929,077	928,727	906,077
Total	**$ 12,943,511**	**12,908,541**	**13,819,706**
Unused credit limit	**$ 7,626,380**	**7,175,450**	**8,503,244**
Range of interest rates	**0.99%~4.71%**	**0.99%~4.68%**	**0.50%~5.46%**

(i) Borrowing and repayment

For the three months ended March 31, 2026 and 2025, the Group obtained from short-term borrowings amounting to $1,608,232 thousand and $1,221,912 thousand with an interest rate of 0.99%～4.71% and 1.88%～3.02%; the repayment amounting to $1,645,783 thousand and $626,447 thousand, respectively. Please refer to Note 6(w) for details of the interest expense.

(ii) Collateral for bank borrowings

Please refer to Note 8 for details of the assets pledged as collateral for bank borrowings.

(m) Long-term borrowings

	March 31, 2026	December 31, 2025	March 31, 2025
Unsecured bank borrowings	$ 1,150,000	1,400,000	1,350,000
Secured bank borrowings	8,147,315	8,149,360	7,462,200
Less: Current portion	(966,000)	(1,746,271)	(926,493)
Unamortized long-term borrowings costs	(16,771)	(16,480)	(15,397)
Total	**$ 8,314,544**	**7,786,609**	**7,870,310**
Unused credit limit	**$ 848,006**	**498,006**	**975,927**
Interest rate range	**1.88%~2.84%**	**1.88%~2.84%**	**1.86%~2.67%**

(Continued)

(i) Borrowing and repayment

For the three months ended March 31, 2026 and 2025, the Group obtained from long-term borrowings amounting to $879,726 thousand and $335,000 thousand with an interest rate of 2.07%～2.40% and 1.88%～2.48%; the repayment amounting to $1,131,771 thousand and $301,500 thousand, respectively. Please refer to Note 6(w) for details of the interest expense.

(ii) Collateral for bank borrowings

Please refer to Note 8 for details of the assets pledged as collateral for bank borrowings.

(iii) Borrowing covenants

The Group entered into a syndicated loan contract in a total credit of $3,150,000 thousand with four joint banks, including Bank SinoPac on September 16, 2024. The borrowed funds were used to pay off the outstanding balance of the original syndicated loan contract and to support all direct or indirect costs and expenses of the Taichung CMP Hospitality development project. According to the contract, during the borrowing repayment periods the Company should file annual and semi-annual consolidated financial statements which were audited and reviewed by CPA and must comply with certain financial covenants, such as the current ratio shall be greater than or equal to 100%, the financial debt ratio shall be less than or equal to 180%, the interest coverage ratio shall be greater than or equal to 5 times, and the tangible net value shall be greater than or equal to $14,000,000 thousand. The compliance with the aforementioned covenants will be examined semi-annually. As of December 31, 2025, the Group was in compliance with the above borrowing covenants.

(n) Lease liabilities

The details of the lease liabilities are as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Current	$ 202,113	194,612	203,714
Non-current	$ 773,798	806,195	1,056,084

For the maturity analysis, please refer to Note 6(x).

The amounts recognized in profit or loss are as follows:

	For the Three Months Ended March 31	
	2026	2025
Interest on lease liabilities	$ 4,912	4,205
Variable lease payments not included in the measurement of lease liabilities	$ 5,177	5,370
Expenses relating to short-term leases	$ 8,023	10,407

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The amounts recognized in the statement of cash flows are as follows:

	For the Three Months Ended March 31	
	2026	**2025**
Total cash outflow for leases	**$ 69,919**	**71,800**

(i) Real estate leases

The Group leases land and buildings for its offices, retail stores and future project development. The leases of offices, typically run for a period of 2 years, retail stores for a period of 15 years, and the land use rights leased for future project development for 40 to 50 years. Some leases include an option to renew the lease for an additional period of the same duration after the end of the contract term.

Some leases provide for additional rent payments that are based on changes in local price indices, or sales that the Group makes at the leased store in the period. Some also require the Group to make payments that relate to the property taxes levied on the lessor and insurance payments made by the lessor; these amounts are generally determined annually.

Some leases of equipment contain extension or cancellation options exercisable by the Group before the end of the non-cancellable contract period. These leases are negotiated and monitored by local management, and accordingly, contain a wide range of different terms and conditions. The extension options held are exercisable only by the Group and not by the lessors. In which the lessee is not reasonably certain to use an optional extended lease term, payments associated with the optional period are not included within lease liabilities.

(ii) Other leases

The Group leases equipment and transportation, with lease terms of 2 to 6 years. In some cases, the Group has options to purchase the assets at the end of the contract term.

The Group also leases equipment and machinery, dormitory and company cars with contract terms of one year. These leases are short-term or low-value items which the Group has elected not to recognize right-of-use assets and lease liabilities.

(o) Other non-current liabilities

	March 31, 2026	**December 31, 2025**	**March 31, 2025**
Financial guarantee contracts	$ 28,071	30,625	38,087
Legal	236,052	236,052	236,052
Deposits received	25,982	26,404	26,653
The credit balance of investments accounted for using equity method	16,378	16,097	-
Long-term provisions for liabilities	25,863	20,675	6,929
Others	22,159	22,443	23,367
Total	**$ 354,505**	**352,296**	**331,088**

(Continued)

(i) Financial guarantee contracts

The Group assisted the joint venture to obtain the endorsement guarantee for the credit limit from the financial institutions. According to IFRS 9 " Financial Instruments", the financial guarantee contracts are measured at fair value.

(ii) Legal

Please refer to Note 9(b), (ii) for the information on estimated legal provisions and losses.

(iii) The credit balance of investments accounted for using equity method

On March 31,2026 and December 31, 2025, the Group continued to recognize losses from associates in proportion to its shareholdings, resulting in a credit balance of $16,378 thousand and $16,097 thousand in the carrying amount of investments accounted for using the equity method. The Group reclassified the related credit balance to other non-current liabilities, please refer to Note 6(e).

(iv) Long-term provisions for liabilities

The provisions are reserved for hotel renovation capital expenditures.

(p) Operating leases

The Group leases out investment properties under operating lease which was classified based on not transferring substantially all of the risks and rewards of ownership incidental to ownership of the underlying asset to the lessee. Please refer to Note 6(h) for the regarding information on investment properties.

A maturity analysis of lease payments, showing the undiscounted lease payments to be received after the reporting date are as follows:

		March 31, 2026	**December 31, 2025**	**March 31, 2025**
Less than one year	$	7,458	9,157	13,149
One to two years		3,943	5,257	5,964
Two to three years		-	-	3,943
Total undiscounted lease payments	**$**	**11,401**	**14,414**	**23,056**

For the three months ended March 31, 2026 and 2025, rental revenues from investment properties amounted to $2,978 thousand and $4,406 thousand, respectively. The equipment and maintenance costs arising from the investment properties (recognized under "operating costs") are $0 thousands.

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(q) Employee benefits

(i) Defined benefit plans

Management believes that there was no material volatility of the market, no material reimbursement and settlement or no other material onetime events since prior fiscal year. As a result, the pension cost in the accompanying interim period was measured and disclosed according to the actuarial report as of December 31, 2025 and 2024.

The expenses recognized in profit or loss for the Group are as follows:

	For the Three Months Ended March 31	
	2026	**2025**
Operating cost	$ 892	109
Administration expenses	(10)	17
Total	**$ 882**	**126**

(ii) Defined contribution plans

The Group's expenses under the pension plan cost to the Bureau of Labor Insurance are as follows:

	For the Three Months Ended March 31	
	2026	**2025**
Operating cost	$ 16,064	15,504
Selling expenses	1,061	928
Administration expenses	10,658	10,319
Research and development expenses	93	80
Total	**$ 27,876**	**26,831**

(r) Income tax

(i) Applicated legal tax rates of foreign subsidiaries: China: 15%~25%; Japan: 33.79%; the USA: 21%; Thailand: 20%; Mexico: 21%.

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(ii) The income tax expense are as follows:

	For the Three Months Ended March 31	
	2026	**2025**
Current income tax expense		
Current period incurred	$ 21,782	18,636
Land value increment taxes	890	687
Adjustment for prior periods	(21,398)	(4,480)
	1,274	14,843
Deferred tax expence		
Origination and reversal of temporary differences	2,680	1,805
Income tax expense	**$ 3,954**	**16,648**

(iii) The income tax returns of PUJEN Land Development had been assessed and approved by the Tax Authority through 2023, the Company and the other domestic consolidated subsidiaries had been assessed and approved through 2024. The Company and Sunflower Investment did not agree with the proposed tax adjustments made by the tax authority, and filed the petition of administration. Please refer to Note 9(b) for details.

(s) Share capital and other equity

Except for the following disclosure, there was no significant change for capital and other equity for the three months ended March 31, 2026 and 2025. For the related information, please refer to Note 6(u) of the consolidated financial statements for the year ended December 31, 2025.

(i) Capital stock

As of March 31, 2026, December 31, 2025 and March 31, 2025, the Company's authorized share capital are $5,000,000 thousands, with par value of $10 per share and the issued capital are $4,226,043 thousand. All the proceeds from the issued capital have been remitted.

The reconciliation of the Company's outstanding shares as of March 31, 2026, December 31, 2025 and March 31, 2025 is as follows:

(In thousand of shares)	Common stock		
	March 31, 2026	**December 31, 2025**	**March 31, 2025**
Opening balance	416,263	416,778	416,778
Conversion of convertible bonds	-	5,826	5,826
Repurchase of treasury stock	-	(6,341)	-
Ending balance	**416,263**	**416,263**	**422,604**

(Continued)

For the three months ended March 31, 2025, the holders had converted their bonds into 5,826,048 ordinary shares of the Company, with the face value of $174,200 thousand, and the conversion prices of $29.9 per share.

(ii) Capital surplus

The components of the capital surplus are as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
From issuance of share capital	$ 1,616,500	1,616,500	1,616,500
Employee stock option of subsidiaries	33,352	33,352	33,352
Stock option of convertible bonds	2,758	2,758	2,758
From conversion of convertible bonds	843,035	843,035	843,035
Difference between consideration and carrying amount of subsidiaries acquired or disposed of	5,987	5,987	6,219
Changes in ownership interests in subsidiaries recognized by the Company	32,402	32,258	-
	$ 2,534,034	**2,533,890**	**2,501,864**

(iii) Retained earnings

In accordance with the Company's Articles of Incorporation, after-tax earnings and other items in undistributed earnings except from after-tax earnings shall first be offset against any deficit, and 10% of the balance shall be set aside as legal reserve. The appropriation for legal reserve is discontinued when the balance of the legal reserve equals the total authorized capital. Aside from the aforesaid legal reserve, the Company may, as required by its operation or by the government, appropriate for special reserve. The remaining balance of the earnings, if any, may be appropriated according to the distribution plan proposed by the Board of Directors and submitted to the shareholders' meeting for approval. If all or part of the aforementioned employees' compensation is distributed in cash, the resolution will be approved by a majority vote at a meeting of Board of Directors attended by two-thirds of the total number of directors, and the distribution shall be submitted to the shareholders' meeting.

The Company is in the growth stage of business cycle and the annual earnings and future cash flow is maintained stable. Considering the Company' s significant investment plan for the future, the Company applied " Residual dividend policy" for long-term operating plan and funding needs. The dividend distribution of cash and stock is correlated with annual earning. The Company's stock dividends cannot be higher than 70% of the total dividend.

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1) Earnings distribution

The amount of cash dividends of appropriations of the Company' s 2025 and 2024 earnings was based on the resolutions decided during the meetings of the Board of Directors held on March 12, 2026 and March 10, 2025, respectively.

These earnings are appropriated as follows:

	2025		2024	
	Allotment (NTD)	Amount	Allotment (NTD)	Amount
Common stock dividends per share				
Cash	$ 0.80	**333,011**	1.75	**729,362**

(iv) Treasury stock

For the year ended December 31, 2025 in accordance with the requirements under section 28(2) of the Securities and Exchange Act, the Company repurchased 6,341 thousand shares as treasury stock in order to transfer to the employees. As of March 31, 2026, a total of 6,341 thousand shares were yet to be cancelled**.**

In accordance with the requirements of Securities and Exchange Act, treasury stock held by the Company should not be pledged, and do not hold any shareholder rights before their transfer.

(v) Other equity (net of tax)

	Exchange Differences on Translation of Foreign Financial Statements	Unrealized Gains from Financial Assets Measured at FVOCI	Non-controlling Interest	Total
Balance on January 1, 2026	$ 156,445	30,763	4,212,169	4,399,377
Profit attributable to non-controlling interests	-	-	14,286	14,286
Exchange differences on foreign operations	242,057	-	47,299	289,356
Unrealized losses on financial assets measured at FVOCI	-	(610)	-	(610)
Changes in non-controlling interests	-	-	30,057	30,057
Balance on March 31, 2026	**$ 398,502**	**30,153**	**4,303,811**	**4,732,466**
Balance on January 1, 2025	$ 120,963	30,389	4,080,936	4,232,288
Losses attributable to non-controlling interests	-	-	(1,349)	(1,349)
Exchange differences on foreign operations	173,141	-	33,869	207,010
Changes in non-controlling interests	-	-	30,000	30,000
Balance on March 31, 2025	**$ 294,104**	**30,389**	**4,143,456**	**4,467,949**

(Continued)

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(t) Earnings per share

The Group's earnings per share are calculated as follows:

	For the Three Months Ended March 31	
	2026	**2025**
Basic losses per share		
Losses attributable to owners of the parent	**$ (37,698)**	**(111,641)**
Weighted average number of ordinary shares	**416,263**	**421,618**
Basic losses per share (dollar)	**$ (0.09)**	**(0.26)**
Diluted losses per share		
Losses attributable to owners of the parent (after the adjustment of diluted ordinary shares)	**$ (37,698)**	**(111,641)**
Weighted average number of ordinary shares	416,263	421,618
Effect of potential diluted ordinary shares		
Employee stock option	376	906
Weighted average number of ordinary shares (after the adjustment of diluted ordinary shares)	416,639	422,524
Diluted losses per share (dollar)	**$ (0.09)**	**(0.26)**

(u) Revenue from contracts with customers

(i) Disaggregation of revenue

	For the Three Months Ended March 31, 2026			
	Metal Manufacturing Segment	**Real Estate Development Segment**	**Lifestyle Innovation Segment**	**Total**
Major geographic markets:				
Taiwan	$ 94,586	158,972	381,043	634,601
United States	579,146	-	-	579,146
Japan	399,483	-	-	399,483
China	1,229,459	-	-	1,229,459
Europe	250,412	-	-	250,412
South America	12,023	-	-	12,023
Others	98,911	-	-	98,911
	$ 2,664,020	**158,972**	**381,043**	**3,204,035**

(Continued)

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	For the Three Months Ended March 31, 2026			
	Metal Manufacturing Segment	Real Estate Development Segment	Lifestyle Innovation Segment	Total
Major product/service lines:				
Iron casting hardware	$ 2,658,171	-	-	2,658,171
Construction	-	157,308	-	157,308
Counter commissions	-	-	118,107	118,107
Accommodation and meals	-	-	216,412	216,412
Others	5,849	1,664	46,524	54,037
	$ 2,664,020	**158,972**	**381,043**	**3,204,035**

	For the Three Months Ended March 31, 2025			
	Metal Manufacturing Segment	Real Estate Development Segment	Lifestyle Innovation Segment	Total
Major geographic markets:				
Taiwan	$ 76,285	193,645	371,928	641,858
United States	392,196	-	-	392,196
Japan	362,598	-	-	362,598
China	1,203,598	-	-	1,203,598
Europe	184,800	-	-	184,800
South America	11,911	-	-	11,911
Others	166,106	-	-	166,106
	$ 2,397,494	**193,645**	**371,928**	**2,963,067**
Major product/service lines:				
Iron casting hardware	$ 2,390,967	-	-	2,390,967
Construction	-	190,553	-	190,553
Counter commissions	-	-	120,114	120,114
Accommodation and meals	-	-	204,129	204,129
Others	6,527	3,092	47,685	57,304
	$ 2,397,494	**193,645**	**371,928**	**2,963,067**

(Continued)

(ii) Contract balances

		March 31, 2026	December 31, 2025	March 31, 2025
Notes and accounts receivable	$	3,291,520	3,164,804	3,200,515
Less: Loss allowance		(12,217)	(18,916)	(11,353)
Accounts receivable due from related		103	148	1,614
Total	**$**	**3,279,406**	**3,146,036**	**3,190,776**
Contract liabilities–Advance real estate receipts	$	5,460,146	4,898,022	4,403,544
Contract liabilities–Advance receipts		37,309	62,991	41,687
Contract liabilities– Construction		18,969	20,680	8,651
Total	**$**	**5,516,424**	**4,981,693**	**4,453,882**

For the details of accounts receivable and loss allowance, please refer to Note 6(c).

The amount of revenue recognized for the three months ended March 31, 2026 and 2025, that were included in the contract liabilities balance at the beginning of the period were $84,557 thousand and $143,081 thousand, respectively.

The major change in the balance of contract assets and contract liabilities is the difference between the time frame in the performance obligation to be satisfied by transferring ownership to the customer and the payment to be received.

(v) Employees' compensation and remuneration of directors

On June 17, 2025, the Company resolved at the shareholders' meeting to amend its Articles of Incorporation. According to the amended Articles, if the Company has profit in a given fiscal year, the profit shall be used to offset against any accumulated losses incurred by the Company. The remainder, if any, 2.5% shall be allocated as employee remuneration (including a minimum of 30% to those base-level employees) and a maximum of 2.5% as remunerations for directors and supervisors. The recipients of the aforementioned employee remuneration, whether in the form of shares or cash, may include employees of the subsidiaries who meet certain specific requirements. Prior to the amendment, the Articles of Incorporation stipulated that, if the Company has profit in a given fiscal year, the profit shall be used to offset against any accumulated losses incurred by the Company. The remainder, if any, 2.5% should be allocated as employee remuneration and no more than 2.5% as remunerations for directors and supervisors. The recipients of the aforementioned employee remuneration, whether in the form of shares or cash, could include employees of the subsidiaries who met certain specific requirements.

For the three months ended March 31, 2026 and 2025, as the Company incurred operating losses, no employees' compensation or directors' remuneration was accrued. The remuneration referred to in the preceding paragraph is estimated on the basis of the Company's net profit before tax, excluding employees' compensation and the remuneration of directors of each period, then multiplied by the percentage of remuneration of employees and directors as specified in the Company's Articles of Incorporation. Such amounts were recognized as operating cost or operating expense for the period. The number of shares to be distributed were calculated based on the closing price of the Company's ordinary shares, one day prior to Board of Directors meeting. Management is expecting that the differences, if any, between the actual distributed amounts and estimated amounts will be treated as changes in accounting estimates and charged to profit or loss.

For the years ended December 31, 2025 and 2024, appropriated employees' compensation by $11,580 thousand and $38,599 thousand, respectively, and appropriated remuneration of directors by $10,339 thousand and $34,463 thousand, respectively. There were no significant difference between employees' compensation and remuneration of directors approved by the Board of Directors meeting and the estimated amount.

Information on the employees' compensation and remuneration of directors approved by the Board of Directors meeting is available on the Market Observation Post System website of the Taiwan Stock Exchange.

(w) Non-operating income and expenses

(i) Interest income

The information on interest income is listed as follows:

	For the Three Months Ended March 31	
	2026	**2025**
Interest income from bank deposits	$ 16,825	17,146
Interest income from financial guarantee contracts	2,920	2,916
Other interest income	617	465
Total interest income	**$ 20,362**	**20,527**

(ii) Other income

The information on other income is listed as follows:

	For the Three Months Ended March 31	
	2026	**2025**
Rental revenue	$ 10,581	4,987
Others	23,690	20,690
Total other income	**$ 34,271**	**25,677**

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(iii) Other gains and losses

The information on other gains and losses is listed as follows:

	For the Three Months Ended March 31	
	2026	**2025**
Losses on disposal of property, plant and equipment	$ (3,319)	-
Foreign exchange losses (gains)	(7,807)	13,061
Other losses	(257)	(63)
Net amount of other gains and losses	**$ (11,383)**	**12,998**

(iv) Finance costs

The information on interest expense is listed as follows:

	For the Three Months Ended March 31	
	2026	**2025**
Borrowing interest expense	$ 134,514	146,883
Lease liability interest expense	4,912	4,205
Capitalized interest expense	(47,212)	(46,528)
Amortized long term borrowings costs	493	493
Net amount of finance costs	**$ 92,707**	**105,053**

(x) Financial instruments

Except for the content mentioned below, there was no significant change in the fair value of the Group's financial instruments and degree of exposure to credit risk, liquidity risk and market risk arising from financial instruments. For the related information, please refer to Note 6(z) of the consolidated financial statements for the year ended December 31, 2025.

(i) Credit risk

1) Credit risk exposure

The carrying amount of financial assets and contract assets represent the maximum amount exposed to credit risk.

2) Concentration of credit risk

Since the Group had a large number of unrelated customers, the concentration of the credit risk is limited.

3) Credit risks of receivables and debt securities

For the information regarding credit risk exposure of notes and accounts receivables, please refer to Note 6(c). Other financial assets at amortized cost include other receivables and time deposits.

All of these financial assets mentioned above are considered to be low risk, therefore, the impairment provision recognized during the period was limited to 12 months expected losses. For the allowance of impairment on financial assets for the three months ended March 31, 2026 and 2025, please refer to Note 6(c).

(ii) Liquidity risk

The following table shows the contractual maturities of financial liabilities, including estimated interest payments, but not the impact of netting agreements.

	Contractual Cash Flow	Within 6 Months	6-12 Months	1-2 Years	2-5 Years	Over 5 Years
March 31, 2026						
Non-derivative financial liabilities						
Bank borrowings	$ 23,306,738	9,594,802	1,509,371	4,819,152	7,383,413	-
Lease liabilities	1,223,029	110,270	109,267	211,143	149,442	642,907
Notes and accounts payables (including related parties)	2,864,538	2,864,538	-	-	-	-
Other payables (including related parties)	1,449,659	1,449,659	-	-	-	-
Guarantee deposits received	25,982	16,335	1,167	4,161	4,120	199
	$ 28,869,946	**14,035,604**	**1,619,805**	**5,034,456**	**7,536,975**	**643,106**
December 31, 2025						
Non-derivative financial liabilities						
Bank borrowings	$ 23,352,691	6,927,744	4,491,330	4,668,693	7,264,924	-
Lease liabilities	1,250,895	106,773	105,026	203,539	188,346	647,211
Notes and accounts payables (including related parties)	3,349,118	3,349,118	-	-	-	-
Other payables (including related parties)	1,235,189	1,235,189	-	-	-	-
Guarantee deposits received	26,404	6,584	4,486	5,772	6,290	3,272
	$ 29,214,297	**11,625,408**	**4,600,842**	**4,878,004**	**7,459,560**	**650,483**
March 31, 2025						
Non-derivative financial liabilities						
Bank borrowings	$ 21,948,416	6,199,320	2,366,668	6,037,032	7,345,396	-
Lease liabilities	1,423,884	110,786	107,830	205,792	326,424	673,052
Notes and accounts payables (including related parties)	2,975,664	2,975,664	-	-	-	-
Other payables (including related parties)	2,277,926	2,277,926	-	-	-	-
Guarantee deposits received	26,653	6,179	5,019	1,793	10,390	3,272
	$ 28,652,543	**11,569,875**	**2,479,517**	**6,244,617**	**7,682,210**	**676,324**

(Continued)

The Group does not expect the cash flows included in the maturity analysis to occur significantly earlier or at significantly different amounts.

(iii) Currency risk

1) Exposure of foreign currency risk

Information on the significant exposure to foreign currency risk of the Group is as follows:

	March 31, 2026			December 31, 2025			March 31, 2025		
	Foreign Currency	Exchange Rate	NTD	Foreign Currency	Exchange Rate	NTD	Foreign Currency	Exchange Rate	NTD
Financial assets									
Monetary items									
USD:NTD	$ 4,529	32.00	144,920	5,148	31.43	161,812	3,811	33.21	126,568
USD:CNY	39,863	6.91	1,275,625	37,040	6.98	1,164,177	26,088	7.27	866,374
USD:JPY	2,317	159.60	74,129	2,207	156.52	69,373	1,709	149.12	56,752
EUR:NTD	777	36.71	28,536	644	36.90	23,760	1,083	35.97	38,942
EUR:CNY	8,334	7.93	305,953	7,347	8.20	271,091	2,872	7.87	103,292
JPY:NTD	68,232	0.20	13,681	50,336	0.20	10,108	67,085	0.22	14,940
JPY:CNY	46,362	0.04	9,296	66,444	0.04	13,342	44,332	0.05	9,873
CNY:NTD	1	4.63	1	105,700	4.50	475,651	1	4.57	1
Financial liabilities									
Monetary items									
USD:CNY	33,222	6.91	1,063,119	29,004	6.98	911,605	34,709	7.27	1,152,702
EUR:CNY	3,354	7.93	123,112	6,356	8.20	234,523	6,431	7.87	231,332

2) Sensitivity analysis

The Group's exposure to foreign currency risk arises from the translation of the foreign currency exchange gains and losses on cash and cash equivalents, accounts receivable, other receivables, borrowings, accounts payable and other payables that are denominated in foreign currency. A 1% of appreciation or depreciation of each major foreign currency against the Group' s functional currency as of March 31, 2026 and 2025 would have (decreased) increased the after-tax net income for the three months ended March 31, 2026 and 2025 by $1,332 thousand and $(335) thousand, respectively. The analysis assumes that all other variables remain constant and was performed on the same basis for both periods.

As the Group deals in diverse foreign currencies, gains or losses on foreign exchange were summarized as a single amount. For the three months ended March 31, 2026 and 2025, the foreign exchange (losses) gains, including both realized and unrealized, amounted to $(7,807) thousand and $13,061 thousand, respectively.

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(iv) Interest rate risk

The interest risk exposure from financial assets and liabilities has been disclosed in the note of liquidity risk management.

The following sensitivity analysis is based on the risk exposure to interest rates on the derivative and non-derivative financial instruments at the reporting date. For variable rate instruments, the sensitivity analysis assumes the variable rate liabilities are outstanding for the whole year at the reporting date.

If the interest rate increases or decreases by 1% the Group's net income will decrease /increase by $28,152 thousand and $29,875 thousand for the three months ended March 31, 2026 and 2025, respectively, assuming all other variable factors remain constant. This is mainly due to the Group's variable rate bank borrowings.

(v) Other market price risk

If the equity price changes, the impact of equity price change to other comprehensive income will be as follows, assuming the analysis were based on the same basis, and other variables considered in the analysis remain the same:

	For the Three Months Ended March 31			
	2026		2025	
	Other Comprehensive Income (net of tax)	Net Income (Loss) (net of tax)	Other Comprehensive Income (net of tax)	Net Income (Loss) (net of tax)
Increase 10%	$ 19,727	-	21,626	-
Decrease 10%	$ (19,727)	-	(21,626)	-

(vi) Fair value of financial instruments

1) Fair value hierarchy

The Group measured its financial assets and liabilities at FVTPL, and financial assets at FVOCI on a recurring basis. The carrying amount and fair value of the Group's financial assets and liabilities, including the information on fair value hierarchy are as follows; however, except as described in the following paragraphs, for financial instruments not measured at fair value whose carrying amount is reasonably close to the fair value, and lease liabilities, disclosure of fair value information is not required:

	March 31, 2026				
		Fair Value			
	Book Value	Level 1	Level 2	Level 3	Total
Non-current financial assets at FVOCI	$ 197,271	-	-	197,271	197,271
Financial assets measured at amortized cost	$ 13,771,622	-	-	-	-

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	March 31, 2026				
		Fair Value			
	Book Value	Level 1	Level 2	Level 3	Total
Financial liabilities measured at amortized cost	$ 27,540,145	-	-	-	-

	December 31, 2025				
		Fair Value			
	Book Value	Level 1	Level 2	Level 3	Total
Non-current financial assets at FVOCI	$ 197,881	-	-	197,881	197,881
Financial assets measured at amortized cost	$ 14,551,486	-	-	-	-
Financial liabilities measured at amortized cost	$ 28,052,939	-	-	-	-

	March 31, 2025				
		Fair Value			
	Book Value	Level 1	Level 2	Level 3	Total
Non-current financial assets at FVOCI	$ 216,256	-	-	225,879	225,879
Financial assets measured at amortized cost	$ 13,884,365	-	-	-	-
Financial liabilities measured at amortized cost	$ 29,156,550	-	-	-	-

2) Valuation techniques for financial instruments measured at fair value

Financial instruments traded in active markets are based on quoted market prices. Market prices quoted from main exchanges and over-the-counter are the basis of fair value of equity instruments and credit instrument traded in active markets.

If the quoted price of a financial instrument can be obtained in time and often from exchanges, brokers, underwriters, industrial union, pricing institute, or authorities and such price can reflect those actual trading and frequently happen in the market, then the financial instrument is considered to have a quoted price in an active market. If a financial instrument does not accord with the definition aforementioned, then it is considered to be without a quoted price in an active market. In general, market with low trading volume or high bid-ask spreads is an indication of non-active market.

If the financial instruments held by the Group have active market, the measurements of fair value are categorized as follows:

- The listed redeemable bonds, listed stocks, drafts and bonds are recognized as financial assets and liabilities traded in active markets by the standards and nature. The fair value is measured at the market quoted price.

(Continued)

Measurements of fair value of financial instruments without an active market are based on valuation technique or quoted price from a competitor. Fair value, measured by using valuation technique that can be extrapolated from either similar financial instruments or discounted cash flow method or other valuation techniques, including models, is calculated based on available market data at the reporting date.

If the financial instruments held by the Group have no active market, the measurements of fair value are categorized as follows:

- Equity instruments without quoted price: The fair value is measured at discounted cash flow model. The assumption is discounted investees' expected future cash flows by using the discounting rate which reflects the time value of money and the return of the investment.

3) Transfers between Level 1 and Level 2

There were no transfers in either direction for the three months ended March 31, 2026 and 2025.

4) Reconciliation of Level 3 instruments

	Non-current Financial Assets at FVOCI
	Equity Instrument without Quoted Price
Balance on January 1, 2026	$ 197,881
Total gains or losses	
Recognized as other comprehensive income	(610)
Balance on March 31, 2026	**$ 197,271**
Balance on March 31, 2025(Opening balance)	**$ 216,256**

The total gains or losses is listed under "unrealized gains (losses) on financial assets at FVOCI". The information regarding assets held as of March 31, 2026 and 2025 is as follows:

	For the Three Months Ended March 31	
	2026	2025
Total gains or losses		
Recognized as other comprehensive income (which is listed under "unrealized losses on financial assets of FVOCI")	**$ (610)**	-

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5) Quantified information on significant unobservable inputs (Level 3) used in fair value measurement

The Group's major financial instruments that use Level 3 inputs to measure fair value is "financial assets measured at FVOCI – equity investments".

Most of the Group's financial assets in Level 3 have only one significant unobservable input, while its equity investments without an active market have more than one significant unobservable inputs. The significant unobservable inputs of equity investments without an active market are individually independent, and there is no correlation between them.

Quantified information regarding significant unobservable inputs are as follows:

Item	Valuation Technique	Significant Unobservable Inputs	Inter-relationship between Significant Unobservable Inputs and Fair Value Measurement
Financial assets at FVOCI equity investments without active market	Dividend discount model	· Average expected future dividend income of 5 years (As of March 31, 2026, December 31, 2025 and March 31, 2025 were $2,175~17,565, thousand, $2,175~17,565 thousand and $1,425~18,916 thousand, respectively.)	· The estimated fair value would increase, if the 5- year average expected future dividend income is increased.
		· Weighted average capital cost (As of March 31, 2026, December 31, 2025 and March 31, 2025 were 3.92%, 3.90% and 3.67%, respectively.)	· The estimated fair value would decrease, if the weighted average capital cost is increased.
		· Discounting rate without market liquidity (As of March 31, 2026, December 31, 2025 and March 31, 2025, were both 15%)	· The estimated fair value would decrease, if the discounting rate without market liquidity is increased.
	Net asset value method	· Net asset value	· The estimated fair value would increase, if the net asset value is increased.
		· Discounting rate without market liquidity (As of March 31, 2026, December 31, 2025 and March 31, 2025, were both 30%)	· The estimated fair value would decrease, if the discounting rate without market liquidity is increased.

(Continued)

6) Fair value measurements in Level 3-sensitivity analysis of reasonably possible alternative assumptions

The Group' s measurement on the fair value of financial instruments is deemed reasonable despite different valuation models or assumptions may lead to different results. For fair value measurements in Level 3, changing one or more of the assumptions would have the following effects on profit or loss and other comprehensive income:

	Inputs (Note)	Fluctuation in Inputs	Other Comprehensive Income	
			Favorable	Unfavorable
March 31, 2026				
Financial assets at FVOCI				
Equity investments without an active market	3.92 %	1%	4,286	(4,073)
December 31, 2025				
Financial assets at FVOCI				
Equity investments without an active market	3.90 %	1%	4,316	4,101
March 31, 2025				
Financial assets at FVOCI				
Equity investments without an active market	3.67 %	1%	5,068	(4,811)

Note: Inputs are the weighted average capital cost.

The favorable and unfavorable effects represent the changes in fair value, and fair value is based on a variety of unobservable inputs calculated using a valuation technique. The analysis above only reflects the effects of changes in a single input, and it does not include the interrelationships with another input.

(y) Financial risk management

There were no significant changes in the Group' s financial risk management and policies as disclosed in Note 6(aa) of the consolidated financial statements for the year ended December 31, 2025.

(z) Capital management

Management believes that the objectives, policies and processes of capital management of the Group has been applied consistently with those described in the consolidated financial statements for the year ended December 31, 2025. Also, management believes that there were no significant changes in the Group' s capital management information as disclosed for the year ended December 31, 2025. Please refer to Note 6 (ab) of the consolidated financial statements for the year ended December 31, 2025 for further details.

(Continued)

(aa) Investing and financing activities not affecting the current cash flow

The Group's investing and financing activities which did not affect the current cash flow for the three months ended March 31, 2026 and 2025, were as follows:

(i) Acquisition of right-of-use assets through leasing arrangements, please refer to Note 6(g).

(ii) Reconciliation of liabilities arising from financing activities were as follows:

			Non-cash changes	
	January 1, 2025	Cash flows	Bonds Conversion	March 31, 2025
Covertible Bonds	$ 259,400	(85,200)	(174,200)	-

Conversion of convertible bonds into common stock, please refer to Note 6(s).

(iii)Reconciliation of assets arising from investing activities were as follows:

			Non-cash changes	
	January 1, 2026	Cash flows	Reclassification	March 31, 2026
Other non-current assets	$ 278,896	71,550	(86,903)	263,543

			Non-cash changes	
	January 1, 2025	Cash flows	Reclassification	March 31, 2025
Other non-current assets	$ 212,973	57,830	(68,153)	202,650

(7) Related-party transactions:

(a) The ultimate parent company

The company is both the parent company and the ultimate controlling party of the Group.

(b) Names and relationship with related parties

The followings are entities that have had transactions with related parties during the periods covered in the consolidated financial statements.

Name of Related Party	Relationship with the Group
The Splendor Hospitality International Co., Ltd. (The Splendor Hospitality)	Joint ventures
CMAAN Health Co., Ltd. (CMAAN Health)	Joint ventures
Hua-Pu Development Co., Ltd. (Hua-Pu Development)	Joint ventures
Amida Trustlink Assets Management Co., Ltd. (Amida Trustlink Assets)	Associates
ADVANCISION (CAYMAN) Industries Co., Ltd. (ADVANCISION (CAYMAN))	Associate of subsidiaries

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Name of Related Party	Relationship with the Group
Keng-Hsin Urban Renewal Co., Ltd. (Keng-Hsin Urban Renewal)	Associate of subsidiaries
Beyond Fitness Co., Ltd. (Beyond Fitness)	Associate of subsidiaries
Fuzhou Aprec Mechanical and Electrical Co., Ltd. (Fuzhou Aprec)	Subsidiaries of subsidiaries' associates (Note 1)
Advancision Corporation (Advancision)	Subsidiaries of subsidiaries' associates (Note 1)
Chain-Yuan Investment Co., Ltd. (Chain-Yuan Investment)	Other related parties
San Lien Technology Corp. (San Lien Technology)	Other related parties
CMP PUJEN Foundation for Arts and Culture (Foundation)	Other related parties
Hao Bao Investment Co., Ltd. (Hao Bao Investment)	Other related parties
LEESCO Development Co. Ltd. (LEESCO Development)	Other related parties (Note 2)
Gee Lien Resource Development Corp. (Gee Lien Resource)	Other related parties
Yi-Shi Investment Corporation (Yi-Shi Investment)	Other related parties
HUA YUN Floral Art Co., Ltd. (HUA YUN Floral Art)	Other related parties
Jhao Hong Investment Co., Ltd (Jhao Hong Investment)	Other related parties
RUI HUA INVESTMENT CO., LTD. (RUI HUA INVESTMENT)	Other related parties
Lucent Source Co., Ltd. (Lucent Source)	Other related parties
GALILEE TOURS CO., LTD. (GALILEE)	Other related parties
Taichung City Sports Education Development Foundation (Foundation)	Other related parties
Mr. Ming Shiann, Ho	Other related parties
Mr. Dai Jun, Lin	Other related parties
Ms. Pei Ling, Ho	Other related parties
Ms. Chih Ning, Ho	Other related parties
Ms. Pei Fen, Ho	Other related parties
Mr. Chieh Jen, Cheng	Other related parties
Ms. Ming Chu, Hsieh	Other related parties
Mr. Kuei Chin, Wu	Other related parties
Mr. Ting Fung, Lin	Key Management

Note 1:Starting from the first quarter of 2026, the company was no longer considered a related party.

Note 2:Starting from the third quarter of 2025, the company was no longer considered a related party.

(Continued)

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(c) Significant transactions with related parties

(i) Sales to related parties

1) The amounts of significant sales transactions and outstanding balance between the Group and related parties are as follows:

	Sales		Notes and Accounts Receivables			Advance receipts (Recognized under contract liabilities)		
	For the Three Months Ended March 31							
	2026	2025	March 31, 2026	December 31, 2025	March 31, 2025	March 31, 2026	December 31, 2025	March 31, 2025
Associates	$ 481	1,852	-	-	1,528	-	-	-
Joint ventures	152	24	1	-	-	250	25	-
Other related parties	1,943	1,909	102	148	86	1	4	573
	$ 2,576	**3,785**	**103**	**148**	**1,614**	**251**	**29**	**573**

The sales between the Group and related parties approximated the market price.

2) The amounts of significant real estate sales transactions and outstanding balance between the Group and related parties are as follows:

	Revenue recognized	
	For the Three Months Ended March 31	
	2026	2025
Other related parties	**$ -**	**-**

	Total contract price of real estate in contract (Tax included)			Advance real estate receipts (Recognized under contract liabilities)		
	March 31, 2026	December 31, 2025	March 31, 2025	March 31, 2026	December 31, 2025	March 31, 2025
Other related parties	**$ 113,700**	**83,120**	**241,940**	**14,062**	**8,758**	**74,971**

The terms and pricing of transactions with the above related parties were not significantly different from those with the third parties.

(Continued)

CHINA METAL PRODUCTS CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(ii) Purchases from related parties

1) The amounts of significant purchases transactions and outstanding balances between the Group and related parties are as follows:

	Purchases		Notes and Accounts Payable		
	For the Three Months Ended March 31				
	2026	2025	March 31, 2026	December 31, 2025	March 31, 2025
Associates	$ -	22,072	27	370	20,880
Joint ventures	7	7	2	2	2
Other related parties	300	-	369	4,654	1,133
	$ 307	**22,079**	**398**	**5,026**	**22,015**

The purchases mentioned above could not compare to the market because the Group did not purchase the same items from non-related parties. The payment terms with related parties are not significantly different from those with third parties.

2) The costs of other services or transactions provided by related parties are as follows:

	Costs recognized	
	For the Three Months Ended March 31	
	2026	2025
Other related parties	**$ 1,721**	**333**

(iii) Leases

1) Rental expenses

The information on office leased by the Group is as follows:

	Rental Expenses	
	For the Three Months Ended March 31	
	2026	2025
Other related parties	**$ 928**	**651**

	Guarantee Deposit Paid (Recognized under other non-current financial assets)		
	March 31, 2026	December 31, 2025	March 31, 2025
Other related parties	**$ 443**	**443**	**443**

(Continued)

CHINA METAL PRODUCTS CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

2) Rental revenues

The information on office leased to related parties is as follows:

	Rental Revenues For the Three Months Ended March 31	
	2026	**2025**
Associates	$ 41	66
Other related parties	15	15
	$ 56	**81**

	Guarantee Deposit Received (Recognized under other non-current liabilities)		
	March 31, 2026	**December 31, 2025**	**March 31, 2025**
Associates	$ 300	300	300
Other related parties	2	2	2
	$ 302	**302**	**302**

(iv) Providing services to related party

The information on providing management consulting and application services to related parties is as follows:

	Service Revenues For the Three Months Ended March 31	
	2026	**2025**
Associates	$ -	19
Joint ventures	976	1,343
Other related parties	286	600
	$ 1,262	**1,962**

(v) Non-performing receivables

	Total Claims		
	March 31, 2026	**December 31, 2025**	**March 31, 2025**
Joint ventures:			
The Splendor Hospitality	**$ 796,845**	**796,845**	**796,845**

(Continued)

CHINA METAL PRODUCTS CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	Costs of Claims		
	March 31, 2026	December 31, 2025	March 31, 2025
Joint ventures:			
The Splendor Hospitality	**$ 575,000**	**575,000**	**575,000**

The claims mentioned above was recognized in other non-current financial assets, please refer to Note 6(j).

(vi) Guarantees and endorsements

The information on guarantees and endorsements of financing quotas and actual usage is as follows:

	Borrowing Limits		
	March 31, 2026	December 31, 2025	March 31, 2025
Joint ventures:			
The Splendor Hospitality	$ 1,900,000	1,750,000	1,950,000
Others	10,000	10,000	10,000
	$ 1,910,000	**1,760,000**	**1,960,000**

	Actual Usage Amount		
	March 31, 2026	December 31, 2025	March 31, 2025
Joint ventures:			
The Splendor Hospitality	**$ 1,445,000**	**1,425,000**	**1,450,000**

	Interest income	
	For the Three Months Ended March 31	
	2026	2025
Joint ventures:		
The Splendor Hospitality	$ 2,901	2,897
Others	19	19
	$ 2,920	**2,916**

(vii) Guarantee for bank borrowings

The Group didn't pay any guarantee fee to related parties as a guarantor.

(Continued)

CHINA METAL PRODUCTS CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(viii) Construction

The information on construction in retention for Taichung development projects to be paid by the Group is as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Other related parties	$ -	-	360

(ix) Other transactions

1) The information on donation to related parties is as follows:

	Donation	
	For the Three Months Ended March 31	
	2026	2025
Other related parties:Foundation	$ 4,679	4,500

2) The information on other services or transactions provided by related parties is as follows:

	Other Expenses	
	For the Three Months Ended March 31	
	2026	2025
Associates	$ 14	1
Joint ventures	161	-
Other related parties	21	29
	$ 196	30

3) Other receivables and advance payments from related parties

	Other Receivables (including advance payments)		
	March 31, 2026	December 31, 2025	March 31, 2025
Associates	$ -	3,497	23
Joint ventures	23	23	49
Other related parties:LEESCO Development	-	-	4,163
Other related parties	171	13	189
	$ 194	3,533	4,424

(Continued)

CHINA METAL PRODUCTS CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

4) Other payables and advance receipts from related parties

	Other Payables (including advance receipts)		
	March 31, 2026	December 31, 2025	March 31, 2025
Joint ventures	$ 169	415	24
Other related parties	1,398	1,093	615
Key management	12	102	-
	$ 1,579	**1,610**	**639**

5) Prepayments

	Prepayments		
	March 31, 2026	December 31, 2025	March 31, 2025
Joint ventures	$ 60	60	-
Other related parties	370	370	-
	$ 430	**430**	**-**

6) The information of acquisitions of assets is as follows:

		For the Three Months Ended March 31	
Related Party Category	Recognized under	2026	2025
Associates	Other non-current assets	**$ 12,912**	**-**

The Group received the land from Amida Trustlink Assets Management Co., Ltd., was classified as other non-current assets, please refer to Note 6(e) and (k).

(d) Key management transactions

The compensation of key management is as follows:

	For the Three Months Ended March 31	
	2026	2025
Short-term employee benefits	$ 56,390	57,398
Post-employment benefits	2,708	2,610
	$ 59,098	**60,008**

(Continued)

(8) Assets pledged as security

The information on pledged assets' carrying value is as follows:

Pledged Assets	Object	March 31, 2026	December 31, 2025	March 31, 2025
Land (including other non-current assets)	The credit limits of long-term and short-term bank borrowings	$ 1,544,468	1,544,468	1,510,765
Buildings	〃	140,713	146,638	211,092
Investment properties	〃	444,231	444,401	478,632
Inventories—Land held for development	〃	827,496	827,496	827,666
Inventories—Construction in progress	〃	11,992,278	11,645,154	12,496,562
Inventories—Buildings and land held for sale	The credit limits of short-term bank borrowings	1,312,665	1,411,600	1,631,746
Other current financial assets	Trusts	2,341,035	2,427,385	2,385,533
Other current and non-current financial assets	Reserve accounts	2,182	1,212	3,933
		$ 18,605,068	**18,448,354**	**19,545,929**

As of March 31, 2026, December 31, 2025 and March 31, 2025, the Group provided 88,181 thousand shares of subsidiaries as collateral for the credit limits of bank borrowings.

(9) Commitments and contingencies

(a) The Group's unrecognized contractual commitments are as follows:

(i) The unused standby letters of credit for purchasing machinery and equipment and raw material are as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Unused standby letters of credit	**$ 79**	**89**	**9**

(ii) The unrecognized contractual commitment from contracts of buildings for future operational use, selling and purchasing of equipment, decorating constructions, and engineering constructions entered into by the Group is as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Total contract price	**$ 12,607,021**	**12,113,775**	**15,075,150**
Total amounts paid under contracts (Note)	**$ 6,105,970**	**5,751,111**	**7,812,035**

(Continued)

CHINA METAL PRODUCTS CO., LTD. AND SUBSIDIARIES
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Note: Recognized in "prepayments for equipment and construction in progress", "other non-current assets", "inventory- construction in progress", "property, plant and equipment", "investment properties" and "administrative expenses".

(iii) The Group's total selling price for presale construction projects is as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Total contract price	$ 28,330,091	26,809,559	21,903,330
Total amounts received under contracts (recognized under current contract liabilities)	$ 5,460,146	4,898,022	4,292,531

(iv) The Group's purchase contracts of building capacity is as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Total contract price	$ 168,748	168,748	168,748
Total amounts paid under contracts (recognized under prepayments)	$ 84,374	84,374	84,374

(v) The Group's security deposits paid to landlords for joint construction projects is as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Security deposits of joint construction projects (recognized under other current and non-current financial assets)	$ 376,597	376,997	408,299

(vi) The Group's security deposits for renting real estates is as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Security deposits (recognized under other current and non-current financial assets)	$ 106,841	106,839	107,315

(vii) The Group's unrecognized contractual commitments for purchasing land is as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Total contract price	$ 1,022,830	67,080	67,080
Total amounts paid under contracts (recognized under inventories－prepayments for land)	$ 155,645	60,070	60,070

(Continued)

(viii) The Group's construction contracts and the amount received under the contracts are as follows:

		March 31, 2026	December 31, 2025	March 31, 2025
Total contract price	$	227,946	227,946	227,946
Total amounts received under contracts	$	53,567	49,008	13,677

(ix) 1) The Group and The Presbyterian Church in Taiwan entered into an real estate leasing contract, with the contract term of 40 years, commencing the day after the signing date, September 30, 2016. For the development of the leasing real estates, the Group agreed to pay development royalty amounting to $126,000 thousand. As of March 31, 2026 and 2025, the accumulated royalty payments amounted to $126,000 thousand, which was recognized under right-of-use assets.For the year ended December 31, 2025, the Group reached an agreement with the lessor to reduce the future monthly rental payments. For adjustments to right-of-use assets resulting from remeasurement,please refer to Note 6(h) of the consolidated financial statements for the year ended December 31, 2025.

2) The Group leased a parcel of land to construct several buildings for its hotels. The Group agreed that the ownership of the buildings would still be under the title deed of the Presbyterian Church in Taiwan even after the completion of the construction. Upon maturity of the lease period, the Group shall dismantle the buildings and related facilities, and return the land to the Presbyterian Church in Taiwan.

3) The security deposits paid by the Group for land development and leased land and buildings for hotel operating amounted to $106,080 thousand, as of March 31, 2026, December 31, 2025 and March 31, 2025, respectively.

(x) The Group entered into various services agreement with InterContinental Hotels Group for its hotel operation, including planning, constructing and building, as well as during the pre-opening phase, and the period from the pre-opening phase to the opening day and fifteen years afterwards. According to the contract, the fees shall either be paid based on the services rendered, or be calculated in accordance with certain ratio of the gross revenue for the fiscal year or each accounting period.

(b) Contingencies

(i) Please refer to Note 7 for the Group's guarantees and endorsements for related parties' loans as of March 31, 2026 and 2025.

(ii) Contingencies for the Company and its subsidiary, Sunflower Investment, regarding the stages of Daguangsan tax petition for real estate transaction and non-performing receivables is as follows:

Litigant	Issue	Current Status
The Company	Filing a petition for the administrative penalty of the value-added tax in the Daguangsan real estate transaction which was approved by National Taxation Bureau of Taipei	National Taxation Bureau of Taipei has approved the additional value-added tax and the regarding penalty amounting to $38,497 thousand, which the Company had paid $25,665 thousand in 2012. The Company was dissatisfied with the verdict from the original authority, which has filed the administrative petition. The lawsuit has now being processed by the Taipei High Administrative Court.
Sunflower Investment	Since 2011, Sunflower Investment had received several administrative penalties approved by National Tax Bureau of Taipei which arose from the withholding tax, value-added tax, enterprise income tax and undistributed earnings tax of the Daguangsan non-performing receivables. Sunflower Investment has sought administrative remedy for the aforementioned verdict.	National Tax Bureau of Taipei reduced the approved value-added tax and the regarding penalties to the total amount of $564,452 thousand on June 6, 2014, which arose from Daguangsan non-performing receivables. The aforementioned amount had been paid in the amount of $46,174 thousand. Sunflower Investment was dissatisfied with the verdicts and filed the petitions of the review, appeal and administrative litigation, which are being processed by the authority. The administrative litigation was filed against Taipei High Administrative Court on December 24, 2013. In accordance with the Administrative Regulation Article 177, Section 1 and 2, Taipei High Administrative Court suspended the proceeding of the lawsuit on July 25, 2016. Considering the risk of losing the lawsuit in the future, Sunflower Investment assessed the aforementioned possible losses based on the conservative principle and estimate the contingent liabilities. For details of regarding contingencies, please refer to Note 6(o).

(10) Losses due to major disasters: None.

(11) Subsequent events: None.

(12) Other:

(a) The Securities and Futures Investors Protection Center (SFIPC) filed a criminal incidental civil action to the Supreme Court on behalf of the Company against the former chairman of the Company, Mr. Ming Shiann, Ho, wherein the appeal was handed back over to the High Court for reconsideration on August 22, 2019. On May 30, 2024, the Tainan Branch of Taiwan High Court suspended the proceedings until the criminal appeal of violation of the Securities and Exchange Law No. 21 has come into conclusion. On March 19, 2026, the Tainan Branch of the Taiwan High Court rescheduled the preparatory hearing on May 30, 2024 to May 8, 2026.

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CHINA METAL PRODUCTS CO., LTD. AND SUBSIDIARIES
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(b) Employee benefits, depreciation, and amortization are summarized as follows:

By function / By item	For the Three Months Ended March 31					
	2026			2025		
	Operating Costs	Operating Expenses	Total	Operating Costs	Operating Expenses	Total
Employee benefits						
Salary	221,257	221,784	443,041	213,358	199,368	412,726
Labor and health insurance	21,864	16,356	38,220	21,022	15,930	36,952
Pension	16,956	11,802	28,758	15,613	11,344	26,957
Others	23,154	14,082	37,236	20,866	11,967	32,833
Depreciation	224,179	111,469	335,648	224,135	108,582	332,717
Amortization	224	2,732	2,956	286	2,545	2,831

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(13) Other disclosures:

(a) Information on significant transactions:

The following is the information on significant transactions for the three months ended March 31, 2026, required by the "Regulations Governing the Preparation of Financial Reports by Securities Issuers" for the Group:

(i) Loans to other parties:

(In Thousands of NTD)

No.	Lender	Borrower	Financial Statement Account	Related Parties	Highest Ending Balance During the Period	Ending Balance (Note 1)	Actual Borrowing Amount	Interest Rate	Nature for Financing (Note 2)	Transaction Amount for Business	Reasons for Short-term Financing	Allowance for Doubtful Accounts	Collateral		Financing Limit for Each Borrower (Note 3)	Aggregate Financing Limit (Note 4)
													Item	Value		
1	Suzhou CMS	CMH	Accounts receivable due from related parties	Yes	694,500	694,500	694,500	2.11%	2	-	Operation requirements	-	None	-	1,460,560	1,947,413
2	CMAI	Pilot	Accounts receivable due from related parties	Yes	25,600	25,600	25,600	4.00%	2	-	Operation requirements	-	Land, buildings and improvement	67,162	64,685	86,246
3	CMW (C.I.)	CMI	Accounts receivable due from related parties	Yes	463,000	463,000	463,000	2.50%	2	-	Operation requirements	-	None	-	1,988,643	2,651,524
4	CMW (Tianjin)	CMH	Accounts receivable due from related parties	Yes	815,400	601,900	601,900	2.11%~2.41%	2	-	Operation requirements	-	None	-	1,939,237	2,585,650

Note 1: Balance of loan as of the reporting date was within the credit limits approved by the Board of Directors.

Note 2: 1. For business transactions.

2. For the necessity of short-term financing.

Note 3: The lender's total amount available for lending shall not exceed 30% of its net worth.

Note 4: The lender's total amount available for lending shall not exceed 40% of its net worth.

Note 5: Intra-group transactions have been eliminated in the consolidated financial statements.

(ii) Guarantees and endorsements for other parties:

(In Thousands of NTD)

No.	Name of Guarantor/ Endorse	Counter-party of Guarantee and Endorsement		Limitation on Amount of Guarantees and Endorsements for a Specific Enterprise (Note 4)	Highest Balance for Guarantees and Endorsements During the Period	Ending Balance (Note 2)	Actual Borrowing Amount	Endorsements and guarantees secured by pledged assets	Ratio of Accumulated Amounts of Guarantees and Endorsements to Net Worth of the Latest Financial Statements	Maximum Amount for Guarantees and Endorsements (Note 5)	Parent Company Endorsements/ Guarantees to Third Parties on Behalf of Subsidiary (Note 3)	Subsidiary Endorsements/ Guarantees to Third Parties on Behalf of Parent Company (Note 3)	Endorsements/ Guarantees to Third Parties on Behalf of Companies in Mainland China (Note 3)
		Name	Relationship with the Company (Note 1)										
0	The Company	Sunflower Investment	1	5,977,405	160,000	160,000	72,000	-	1.07 %	7,471,757	Y	N	N
0	The Company	The Hotel National	1	5,977,405	50,000	50,000	-	-	0.33 %	7,471,757	Y	N	N
0	The Company	Shangrila Tourism	1	5,977,405	724,000	674,000	430,500	-	4.51 %	7,471,757	Y	N	N
0	The Company	The Splendor Hospitality	2	5,977,405	1,900,000	1,900,000	1,445,000	-	12.71 %	7,471,757	N	N	N
0	The Company	CMAAN Health	2	5,977,405	10,000	10,000	-	-	0.07 %	7,471,757	N	N	N
0	The Company	Taichung CMP Hospitality	1	5,977,405	1,460,000	1,460,000	709,000	-	9.77 %	7,471,757	Y	N	N

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CHINA METAL PRODUCTS CO., LTD. AND SUBSIDIARIES
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Note 1: 1.The Company held directly or indirectly more than 50% of the shares with voting rights.
2.Due to the joint investment relationship, all of the shareholders of the Group endorse the company in accordance with their investment ratio.
3.The company held directly or indirectly more than 50% of the shares with voting rights.
4.The company held directly or indirectly more than 90% of the shares with voting rights.

Note 2: Balance of guarantees and endorsements as of the reporting date was within the credit limit approved by the Board of Directors.

Note 3: The following three situations are filled in Y: the endorsement of the subsidiary by the Company; the endorsement of the Company by the subsidiary and the endorsement to the company located in Mainland China.

Note 4: The guarantor's total amount available for guarantee and endorsement shall not exceed the percentage mentioned below of its net worth: The Company 40% and CMW (Tianjin) 40%.

Note 5: The guarantor's total amount available for guarantee and endorsement shall not exceed the percentage mentioned below of its net worth: The Company 50% and CMW (Tianjin) 50%.

(iii) Material securities held as of March 31, 2026 (excluding investment in subsidiaries, associates and joint ventures):

(In Thousands of NTD)

Name of Holder	Category and Name of Security	Relationship with Issued Company	Account	Ending Balance				Note
				Shares/Units	Carrying Value	Percentage of Ownership (%)	Fair Value	
The Company	MEITA Industrial Co., Ltd.	The Company is the legal person	Non-current financial assets at FVOCI	1,351,164	78,936	3.12 %	78,936	
The Company	GUANGYUAN Investment Co., Ltd.	-	Non-current financial assets at FVOCI	2,343,750	26,149	3.91 %	26,149	
The Company	DEVELOPMENT Venture Capital Co., Ltd.	-	Non-current financial assets at FVOCI	3,260,000	12,827	4.00 %	12,827	
The Company	Pacific Electric Wire & Cable Co., Ltd.	-	Current financial assets at FVTPL	81,666	-	0.01 %	-	
Sunflower Investment	Fantasystory Inc.	-	Non-current financial assets at FVOCI	415,883	-	19.80 %	-	
Sunflower Investment	il. COM, INC.	-	Non-current financial assets at FVOCI	100,000	-	0.52 %	-	
Sunflower Investment	Longmen I L.P.	-	Non-current financial assets at FVOCI	-	5,702	4.73 %	5,702	
Sunflower Investment	Asia World Engineering & Construction Co., Ltd.	-	Non-current financial assets at FVOCI	6,429,563	60,126	6.43 %	60,126	
Sunflower Investment	Masada Technology Limited Co., Ltd.	-	Non-current financial assets at FVOCI	2,922,600	13,531	2.24 %	13,531	
The Hotel National	Century National Technology Co., Ltd.	-	Non-current financial assets at FVOCI	35,600	-	2.34 %	-	
Atrans Precision	Acore Material Technology Co., Ltd.	-	Non-current financial assets at FVOCI	42,466	-	2.12 %	-	

(iv) Information regarding related-party transactions for purchases and sales exceeding NT$100 million or 20% of the share capital:

(In Thousands of NTD)

Name of Company	Related Party	Nature of Relationship	Transaction Details				Transactions with Terms Different from Others		Notes/Accounts Receivable (Payable)		Note
			Purchase/Sale	Amount	Percentage of Total Purchases/Sales	Payment Terms	Unit Price	Payment Terms	Ending Balance	Percentage of Total Notes/Accounts Receivable (Payable)	
Suzhou CMS	CMI	Subsidiaries	Sale	210,446	35.24 %	180 days	-	-	914,045	62.06%	
CMW (Tianjin)	CMW (C.I.)	Subsidiaries	Sale	458,778	49.69 %	180 days	-	-	2,057,702	70.34%	
Suzhou CMB	CMI	Subsidiaries	Sale	107,048	21.09 %	180 days	-	-	316,027	32.97%	
PUZHI Construction	PUJEN Land Development	Subsidiaries	Sale	63,405 (Note 1)	95.49 %	30 days	-	-	25,969	100.00%	

Note 1: The amount represents revenue from valuation and other service fees for the current period.

Note 2: Intra-group transactions have been eliminated in the consolidated financial statements.

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CHINA METAL PRODUCTS CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(v) Receivables from related parties with amounts exceeding the lower of NT$100 million or 20% of the share capital:

(In Thousands of NTD/In CNY)

Name of Company	Counter-party	Nature of Relationship	Ending Balance	Turnover Rate	Overdue		Amounts Received in Subsequent Period	Allowance for Bad Debts
					Amount	Action Taken		
CMW (Tianjin)	CMW (C.I.)	Subsidiaries	Accounts receivable due from related parties 2,057,702	0.92	-	-	CNY 48,942,229	-
Tianjin CMT	CMI	Subsidiaries	Accounts receivable due from related parties 301,990	-	-	-	-	-
Suzhou CMB	CMI	Subsidiaries	Accounts receivable due from related parties 316,027	1.48	-	-	-	-
Suzhou CMS	CMI	Subsidiaries	Accounts receivable due from related parties 914,045	0.86	-	-	-	-
CMW (Tianjin)	CMH	Affiliates	Accounts receivable due from related parties, other 601,900	Note 2	-	-	-	-
CMW (C.I.)	CMI	Subsidiaries	Accounts receivable due from related parties, other 468,883	Note 2	-	-	-	-
Suzhou CMS	CMH	Affiliates	Accounts receivable due from related parties, other 694,500	Note 2	-	-	-	-

Note1: Intra-group transactions have been eliminated in the consolidated financial statements.

Note2: Balance of loans to other parties.

(vi) Business relationships and significant intercompany transactions:

(In Thousands of NTD)

No. (Note 1)	Name of Company	Name of Counter-party	Nature of Relationship (Note 2)	Intercompany Transactions (Note 3)			
				Account	Amount	Trading Terms	Percentage of the Total Consolidated Revenue or Total Assets (Note 4)
1	CMW (Tianjin)	CMW (C.I.)	2	Operating revenue	458,778	180 days	14.32%
3	Suzhou CMS	CMI	2	Operating revenue	210,446	180 days	6.57%
3	Suzhou CMS	CMP (H.K)	2	Operating revenue	28,851	180 days	0.90%
4	Suzhou CMB	CMI	2	Operating revenue	107,048	180 days	3.34%
4	Suzhou CMB	CMB(H.K.)	2	Operating revenue	22,343	180 days	0.70%
4	Suzhou CMB	Suzhou CMS	3	Operating revenue	10,349	90 days	0.32%
5	CMP Lifestyle Hospitality	China Metal Products	2	Operating revenue	21,921	25 days	0.68%
9	CMH	CMW (Tianjin)	3	Operating revenue	22,194	90 days	0.69%
9	CMH	CMW (C.I.)	2	Operating revenue	33,380	90 days	1.04%
10	CMAI(N.A.)	CMAI	2	Operating revenue	10,568	180 days	0.33%
12	PUZHI Construction	PUJEN Land Development	2	Operating revenue	55,173	30 days	1.72%
13	CMP(H.K.)	SIAM SST	3	Operating revenue	30,873	210 days	0.96%
1	CMW (Tianjin)	CMW (C.I.)	2	Accounts receivable due from related parties	2,057,702	180 days	3.85%
2	Tianjin CMT	CMI	2	Accounts receivable due from related parties	301,990	180 days	0.56%
9	CMH	Suzhou CMS	3	Accounts receivable due from related parties	15,756	90 days	0.03%
9	CMH	CMW(Tianjin)	3	Accounts receivable due from related parties	19,090	90 days	0.04%
9	CMH	Suzhou CMB	3	Accounts receivable due from related parties	13,503	90 days	0.03%
9	CMH	CMW (C.I.)	2	Accounts receivable due from related parties	71,364	90 days	0.13%
3	Suzhou CMS	CMI	2	Accounts receivable due from related parties	914,045	180 days	1.71%
3	Suzhou CMS	CMP (H.K.)	2	Accounts receivable due from related parties	42,458	180 days	0.08%
3	Suzhou CMS	Suzhou CMB	3	Accounts receivable due from related parties	16,291	90 days	0.03%
4	Suzhou CMB	CMB(H.K)	2	Accounts receivable due from related parties	86,878	180 days	0.16%
4	Suzhou CMB	CMI	2	Accounts receivable due from related parties	316,027	180 days	0.59%
4	Suzhou CMB	Suzhou CMS	3	Accounts receivable due from related parties	26,506	90 days	0.05%
13	CMP(H.K)	SIAM SST	3	Accounts receivable due from related parties	56,948	210 days	0.11%
12	PUZHI Construction	PUJEN Land Development	2	Accounts receivable due from related parties	25,969	30 days	0.05%
0	China Metal Products	Atrans precision	1	Accounts receivable due from related parties	13,196	90 days	0.02%
3	Suzhou CMS	CMH	3	Other receivables due from related parties	694,500	-	1.30%

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CHINA METAL PRODUCTS CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

No. (Note 1)	Name of Company	Name of Counter-party	Nature of Relationship (Note 2)	Intercompany Transactions (Note 3)			
				Account	Amount	Trading Terms	Percentage of the Total Consolidated Revenue or Total Assets (Note 4)
1	CMW(Tianjin)	CMH	3	Other receivables due from related parties	601,900	-	1.13%
6	CMI	CMH	1	Other receivables due from related parties	27,097	-	0.05%
7	CMW(C.I.)	CMI	2	Other receivables due from related parties	468,883	-	0.88%
11	CMAI	Pilot	1	Other receivables due from related parties	26,112	-	0.05%
11	CMAI	CMAI (N.A.)	1	Other receivables due from related parties	10,289	-	0.02%
10	CMAI(N.A)	CMAI	2	Other receivables due from related parties	22,705	-	0.04%
12	PUZHI Construction	PUJEN Land Development	2	Other receivables due from related parties	23,607	-	0.04%
8	CMB(H.K.)	Suzhou CMB	1	Other long-term receivables due from related parties	27,872	-	0.05%

Note 1: For the inter-company business relationship and transaction condition in the “Number” column, the labeling method is as follows:
1. Parent company - 0.
2. Subsidiaries – In sequence from 1.

Note 2: Relationship is classified into three types:
1. Parent company to subsidiary.
2. Subsidiary to parent company.
3. Subsidiary to subsidiary.

Note 3: The Group only disclosed the information on sales and accounts receivable with subsidiary and did not give unnecessary details of opposite purchases and accounts payables in this part.

Note 4: The transaction amount is divided by the consolidated operating revenue or the consolidated total assets.

Note 5: Intra-group transactions have been eliminated in the consolidated financial statements.

(b) Information on investees:

The following is the information on investees for the three months ended March 31, 2026 (excluding information on investees in Mainland China):

(In Thousands of NTD/In USD, CNY, THB, and JPY)

Name of Investor	Name of Investee	Location	Main Businesses	Original Investment Amount		Balance as of March 31, 2026			Net Income (Losses) of Investee	Share of Profits/Losses of Investee	Note
				March 31, 2026	December 31, 2025	Shares	Percentage of Ownership	Carrying Value			
The Company	UEA	British Virgin Islands	Investing in CMI	865,286	865,286	667,820	100.00 %	8,604,397	114,127	114,383	Subsidiaries
The Company	Sunflower Investment	Taiwan	Investing	99,096	99,096	67,013,057	99.01 %	1,104,022	(6,294)	(6,232)	Subsidiaries
The Company	Atrans Precision	Taiwan	Vehicle parts processing	247,218	247,218	25,782,134	72.24 %	435,123	6,230	3,657	Subsidiaries
The Company	CMJ	Japan	Cast iron product retailing	4,887	4,887	500	83.33 %	154,768	11,644	9,703	Subsidiaries
The Company	CMAI	Hong Kong	Vehicle parts retailing	24,036	24,036	1,000,000	100.00 %	227,342	11,589	11,589	Subsidiaries
The Company	PUJEN Land Development	Taiwan	Residents, commercial buildings and factories leasing and developing	2,003,067	2,003,067	165,232,748	56.65 %	4,838,044	(41,146)	(21,862)	Subsidiaries
The Company	Amida Trustlink Assets	Taiwan	Real estate developing, leasing and financial claims acquiring from financial institutions	44,576	44,576	16,763,726	35.21 %	-	-	-	Investees accounted for using equity method
The Company	The Hotel National	Taiwan	International tourist hotel services	1,515,952	1,515,952	5,000,000	100.00 %	1,390,808	1,084	612	Subsidiaries
The Company	CMP Lifestyle Hospitality	Taiwan	Management and consulting services	10,000	10,000	1,000,000	100.00 %	53,672	5,445	5,445	Subsidiaries
The Company	The Splendor Hospitality	Taiwan	International tourist hotel services	1,125,000	1,125,000	32,500,000	50.00 %	206,614	(16,559)	(11,181)	Joint ventures accounted for using equity method
The Company	Shangrila Tourism	Taiwan	Amusement park and hotel services	564,303	564,303	22,664,800	55.74 %	234,905	(5,724)	(3,190)	Subsidiaries
The Company	CMAAN Health	Taiwan	Management and consulting services	50,000	50,000	5,000,000	50.00 %	48,374	51	7	Joint ventures accounted for using equity method
The Company	Taichung CMP Hospitality	Taiwan	International tourist hotel services	1,237,800	1,237,800	123,780,000	100.00 %	741,803	(28,734)	(30,367)	Subsidiaries
The Company	Calligraphy Greenway Plaza	Taiwan	Management and consulting services	59,000	59,000	5,900,000	100.00 %	66,200	969	969	Subsidiaries
The Company	Great Naturalistic Block	Taiwan	Management and consulting, department store retailing services	50,000	50,000	5,000,000	100.00 %	34,559	(670)	(670)	Subsidiaries
The Company	CMP Intelligence Technology	Taiwan	Intelligence manufacturing services	10,000	10,000	1,000,000	100.00 %	8,156	(23)	21	Subsidiaries

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Name of Investor	Name of Investee	Location	Main Businesses	Original Investment Amount		Balance as of March 31, 2026			Net Income (Losses) of Investee	Share of Profits/Losses of Investee	Note
				March 31, 2026	December 31, 2025	Shares	Percentage of Ownership	Carrying Value			
Sunflower Investment	PUJEN Land Development	Taiwan	Residents, commercial buildings and factories leasing and developing	288,437	288,437	44,271,032	15.18 %	1,261,092	(41,146)	Exempt from disclosure	Subsidiaries of the Company
Sunflower Investment	Atrans Precision	Taiwan	Vehicle parts processing	77,903	77,903	4,741,489	13.29 %	79,328	6,230	Exempt from disclosure	Subsidiaries of the Company
Sunflower Investment	Amida Trustlink Assets	Taiwan	Real estate developing, leasing and financial claims acquiring from financial institutions	-	-	5,951,619	12.50 %	-	-	Exempt from disclosure	Investee accounted for using equity method
Sunflower investment	ADVANCISION (CAYMAN)	Cayman Islands	Investing and cast iron product retailing	23,457	23,457	1,871,288	4.46 %	2,216	89	Exempt from disclosure	Investee accounted for using equity method
UEA	CMI	Cayman Islands	Investing in CMI (BVI) and cast iron product retailing	USD 136,536,250	USD 136,536,250	823,281,475	83.27 %	USD 268,235,701	USD 4,336,502	Exempt from disclosure	Subsidiaries of UEA
CMI	CMI (BVI)	British Virgin Islands	Investing in CMP (H.K.)	USD 280,426	USD 280,426	161	100.00 %	CNY 1,214,410,641	CNY 17,306,209	Exempt from disclosure	Subsidiaries of CMI
CMI	CMW (C.I.)	Cayman Islands	Investing in CMW (Tianjin) and CMH	USD 75,156,500	USD 75,156,500	50,000,000	100.00 %	CNY 1,484,958,707	CNY 4,170,456	Exempt from disclosure	Subsidiaries of CMI
CMI	CMB (H.K.)	Hong Kong	Investing in Suzhou CMB	USD 77,970,000	USD 77,970,000	125,693,596	100.00 %	CNY 626,572,619	CNY 7,083,596	Exempt from disclosure	Subsidiaries of CMI
CMI(BVI)	CMP (H.K.)	Hong Kong	Investing in Tianjin CMT and Suzhou CMS	USD 13,000,000	USD 13,000,000	13,000,000	100.00 %	CNY 1,158,585,462	CNY 17,306,209	Exempt from disclosure	Subsidiaries of CMI(BVI)
CMAI	CMAI Holding	USA	Investing	USD 8,376,644	USD 8,376,644	10,000	100.00 %	USD 2,788,095	USD (95)	Exempt from disclosure	Subsidiaries of CMAI
CMAI Holding	Pilot	USA	Assets leasing	USD 8,328,644	USD 8,328,044	-	100.00 %	USD 2,773,245	USD (95)	Exempt from disclosure	Subsidiaries of CMAI Holding
CMAI Holding	CMAI-MEX	Mexico	Investing	USD 47,520	USD 47,520	47,520	100.00 %	USD 14,702	USD -	Exempt from disclosure	Subsidiaries of CMAI Holding
CMAI Holding and CMAI-MEX	MEXICO CMI-CMAI	Mexico	Vehicle parts retailing	USD 48,000	USD 48,000	48,000	100.00 %	USD 14,850	USD -	Exempt from disclosure	Subsidiaries of CMAI Holding and CMAI-MEX
Pilot	CMAI N.A.	USA	Vehicle parts retailing	USD 7,792,972	USD 7,792,972	10,000	100.00 %	USD 1,342,145	USD (133)	Exempt from disclosure	Subsidiaries of Pilot
Atrans Precision	FAR HSING (SAMOA)	SAMOA	Investing	USD 2,055	USD 2,055	2,055	100.00 %	(265)	9	Exempt from disclosure	Subsidiaries of Atrans Precision
FAR HSING (SAMOA)	ADVANCISION (CAYMAN) Industries Co., Ltd	Cayman Islands	Investing and cast iron product retailing	USD 4,052,188	USD 4,052,188	9,068,414	21.59 %	USD (511,813)	USD 2,801	Exempt from disclosure	Investees of FAR HSING (SAMOA) accounted for using equity method
CMJ	SIAM SST	Thailand	Cast iron product retailing	THB 31,300,000	THB 31,300,000	312,998	99.99 %	JPY 136,045,454	JPY (7,228,106)	Exempt from disclosure	Subsidiaries of CMJ
PUJEN Land Development	Keng-Hsin Urban Renewal	Taiwan	Residents, commercial buildings and factories leasing and developing	374,756	374,756	48,416,511	31.30 %	430,655	(20,423)	Exempt from disclosure	Investees of PUJEN Land Development accounted for using equity method
PUJEN Land Development	CHINGGENG Land Development	Taiwan	Residents, commercial buildings and factories leasing and developing	1,500	1,500	150,000	50.00 %	5,331	41	Exempt from disclosure	Subsidiaries of PUJEN Land Development
PUJEN Land Development	PUJEN CHENGMEI Land Development Co., Ltd.	Taiwan	Residents, commercial buildings and factories leasing and developing	339,500	269,500	33,950,000	70.00 %	263,560	51	Exempt from disclosure	Subsidiaries of PUJEN Land Development
PUJEN Land Development	PUZHI Construction	Taiwan	Residents, commercial buildings and factories leasing and developing	134,800	134,800	122,500	100.00 %	87,256	(20,283)	Exempt from disclosure	Subsidiaries of PUJEN Land Development
PUJEN Land Development	Hua-Pu Development	Taiwan	Residents, commercial buildings and factories leasing and developing	5,000	5,000	500,000	50.00 %	5,121	(36)	Exempt from disclosure	Joint ventures of PUJEN Land Development accounted for using equity method
PUJEN Land Development	Beyond Fitness	Taiwan	Sport training and other consulting service	4,050	4,050	494,333	27.51 %	5,189	(27)	Exempt from disclosure	Investees of PUJEN Land Development accounted for using equity method
The Hotel National	Shangrila Tourism	Taiwan	Amusement park and hotel services	180,000	180,000	18,000,000	44.26 %	186,525	(5,724)	-	Subsidaries of the Company

Note : The aforementioned investments have been eliminated in the consolidated financial statements.

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CHINA METAL PRODUCTS CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(c) Information on investment in Mainland China:

(i) The names of investees in Mainland China, the main businesses and products, and other information:

(In Thousands of NTD, CNY, USD and JPY)

Name of Investee	Main Businesses	Total Amount of Paid-in Capital	Method of Investment (Note 1)	Accumulated Outflow of Investment from Taiwan as of January 1, 2026	Investment Flows		Accumulated Outflow of Investment from Taiwan as of March 31, 2026	Net Income (Losses) of the Investee	Percentage of Ownership held directly or indirectly by the Company	Investment Income (Losses) (Notes 2&3)	Book Value (Note 3)	Accumulated Remittance of Earnings in Current Period (Note 5)	Note
					Outflow	Inflow							
Tianjin CMT	Cast iron products, machine parts and vehicle parts designing, developing, manufacturing and selling	320,000 (USD10,000)	2	388,238	-	-	388,238	(7,432) (CNY(1,626))	83.27%	(6,189) (CNY(1,354))	469,535 (CNY101,411)	82,542	Note 2
Suzhou CMS	Cast iron products, machine parts and vehicle parts designing, developing, manufacturing and selling	128,000 (USD4,000)	2	423,406	-	-	423,406	86,236 (CNY18,870)	83.27%	71,780 (CNY15,707)	4,868,727 (CNY1,051,561)	14,601	Note 2
Suzhou CMB	Cast iron product designing, manufacturing and retailing	2,144,000 (USD67,000)	2	-	-	-	-	35,422 (CNY7,751)	83.27%	29,496 (CNY6,454)	2,425,285 (CNY523,820)	-	Note 2
CMW (Tianjin)	Vehicle parts, E&M as-casting and finished product developing, manufacturing and selling	1,024,000 (USD32,000)	2	-	-	-	-	40,259 (CNY8,809)	83.27%	34,034 (CNY7,447)	6,456,177 (CNY1,394,423)	-	Note 2
CMH	Vehicle parts, farm wagon parts, industrial wagon parts household appliances parts and E&M as-casting and molds developing, manufacturing, selling and after sales services	1,344,000 (USD42,000)	2	-	-	-	-	(28,850) (CNY(6,313))	83.27%	(24,024) (CNY(5,257))	698,240 (CNY150,808)	-	Note 2
Qingdao Sourcing Specialists	Cast iron product retailing	3,200 (USD100)	2	-	-	-	-	3,593 (JPY17,821)	83.33%	2,994 (JPY14,850)	52,936 (JPY264,020)	-	-

(ii) Limitation on investment in Mainland China:

(In Thousands of NTD and USD)

Accumulated Investment in Mainland China as of March 31, 2026	Investment Amount Authorized by the Investment Commission, MOEA (Note 6)	Upper Limit on Investment (Note 4)
811,644	6,675,872 (USD 208,621)	11,548,395

Note 1: Method of investment is classified into three types:

1. Directly invested in Mainland China.
2. Indirectly invested in Mainland China through the third region.
3. Other methods.

Note 2: The recognition basis of the investment income and losses is the financial report reviewed by an international accounting firm which is in partnership with the accounting firm in the R.O.C.

Note 3: The amount stated is the investment income and losses and the book value of the investment at the end of the period which is recognized by the subsidiaries established through the investment in the third region.

Note 4: In accordance with Principles for the review of investment or technical cooperation in the Mainland China issued by Investment Commission, MOEA, the limit on investment in Mainland China is the higher of 60% of the Company's or the Group's equity.

Note 5: As of March 31, 2026, the company had obtained a surplus of $3,727,802 thousand (USD123,075 thousand) from the investment companies set up in the third region. The surplus was remitted to the companies by the subsidiaries which was invested indirectly in China and then was remitted to Taiwan. It was impossible to distinguish the remittance from the company in China.

Note 6: The amount in the table is translated by the spot rate on the financial reporting date.

Note 7: The aforementioned investments have been eliminated in the consolidated financial statements.

(iii) Significant transactions: None.

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CHINA METAL PRODUCTS CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(14) Segment information:

The Group's operating segment information and reconciliation are as follows:

	Metal Manufacturing Segment	Real Estate Development Segment	Lifestyle Innovation Segment	Reconciliation and Elimination	Total
For the Three Months Ended March 31, 2026					
Revenue from external customers	$ 2,664,020	158,972	381,043	-	3,204,035
Intersegment revenues	1,005,555	7,531	26,661	(1,039,747)	-
Total revenue	**$ 3,669,575**	**166,503**	**407,704**	**(1,039,747)**	**3,204,035**
Reportable segment profit or loss	**$ 157,987**	**(66,741)**	**(9,557)**	**(101,147)**	**(19,458)**
For the Three Months Ended March 31, 2025					
Revenue from external customers	$ 2,397,494	193,645	371,928	-	2,963,067
Intersegment revenues	740,927	34,482	23,967	(799,376)	-
Total revenue	**$ 3,138,421**	**228,127**	**395,895**	**(799,376)**	**2,963,067**
Reportable segment profit or loss	**$ 95,467**	**(86,935)**	**(9,072)**	**(95,802)**	**(96,342)**

Note 1: The management uses pre-tax profit or loss as the measure of performance. Since the amount of assets and liabilities of the Group's reportable segments is not available, it has not been disclosed.