

**Universal Cement Corporation and
Subsidiaries**

**Consolidated Financial Statement for the
Three Months Ended March 31, 2026 and 2025 and
Independent Auditors' Review Report**

INDEPENDENT AUDITORS' REVIEW REPORT

The Board of Directors and Shareholders
Universal Cement Corporation

Introduction

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

Scope of review

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

Basis for qualified conclusion

As disclosed in Note 13 to the consolidated financial statements, the financial statements of non-significant subsidiaries included in the consolidated financial statements were not reviewed. As of March 31, 2026 and 2025, the combined total assets of these non-significant subsidiaries were NT\$1,047,229 thousand and NT\$279,724 thousand, respectively, representing 3.32% and 0.94%, respectively, of the consolidated total assets, and the combined total liabilities of these non-significant subsidiaries were NT\$204,224 thousand and NT\$61,343 thousand, respectively, representing 3.53% and 1%, respectively, of the consolidated total liabilities; for the three months ended March 31, 2026 and 2025, the amounts of combined comprehensive income (loss) of these non-significant subsidiaries were NT\$21,042 thousand, and NT\$(6,125) thousand, respectively, representing 2.64%, and (1.93%), respectively, of the consolidated total comprehensive income or loss. As disclosed in the consolidated financial statements, the investments accounted for using the equity method were based on the subsidiaries' financial statements that were not reviewed for the same periods. In addition, as disclosed in Note 14, as of March 31, 2026 and 2025, the investments accounted for using the equity method were NT\$11,825,472 thousand and NT\$11,618,628 thousand, respectively, representing 38% and 39%, respectively, of the consolidated total assets, for the three months ended March 31, 2026 and 2025, the recognized share of profit of associates

were NT\$66,287 thousand and NT\$82,732 thousand, respectively, representing 8% and 26% , respectively, of the total amount of consolidated comprehensive income, and the related shares of other comprehensive income from the associates were NT\$295,765 thousand and NT\$128,624 thousand, respectively, representing 37% and 41%, respectively, of the total amount of consolidated comprehensive income. The investments' comprehensive income or loss recognized and the related information on the Group's investments disclosed in Note 37 to the consolidated financial statements were based on the investees' financial statements that were not reviewed for the same periods.

Qualified conclusion

Except for the adjustments to the consolidated financial statements, if any, as might have been determined to be necessary had the financial statements of certain consolidated subsidiaries been reviewed by independent auditors as described in the Basis for qualified conclusion section above, based on our reviews, nothing has come to our attention that causes us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of the Group as at March 31, 2026 and 2025, and of its consolidated financial performance and its consolidated cash flows for the three months then ended in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, "Interim Financial Reporting" that came into effect as endorsed by the Financial Supervisory Commission.

The engagement partners on the review resulting in this independent auditors' review report are Chi Chen Lee and Hung Ju Liao.

Deloitte & Touche
Taipei, Taiwan

Republic of China

May 12, 2026

Notice to Readers

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

For the convenience of readers, the auditors' report and the accompanying consolidated financial statements have been translated into English from the original Chinese version prepared and used in the Republic of China. If there is any conflict between the English version and the original Chinese version or any difference in the interpretation of the two versions, the Chinese-language independent auditors' report and consolidated financial statements shall prevail. The English version not reviewed by an accountant.

Universal Cement Corporation and Subsidiaries
CONSOLIDATED BALANCE SHEETS
(In Thousands of New Taiwan Dollars)

ASSETS	March 31, 2026		December 31, 2025		March 31, 2025	
	Amount	%	Amount	%	Amount	%
CURRENT ASSETS						
Cash and cash equivalents (Note 6)	\$ 1,637,303	5	\$ 1,727,996	6	\$ 1,766,773	6
Financial assets at fair value through profit or loss - current (Note 7)	56,991	-	7,412	-	7,385	-
Financial assets at fair value through other comprehensive income - current (Note 8)	3,369,960	11	3,344,535	11	3,181,013	11
Financial assets at amortized cost - current (Notes 9, 10 and 34)	143,067	1	43,067	-	87,367	-
Notes receivable (Notes 11 and 24)	435,636	1	427,185	1	482,479	2
Net Accounts receivable (Notes 11 and 24)	1,336,192	4	1,645,969	5	1,396,378	5
Net Accounts receivable from related parties (Notes 11, 24 and 33)	20,372	-	13,225	-	11,502	-
Other receivables	1,876	-	1,713	-	1,279	-
Current tax assets	710	-	1,472	-	519	-
Inventories (Note 12)	554,178	2	468,551	2	365,214	1
Prepayments	86,055	-	52,234	-	49,018	-
Other current assets (Notes 11 and 24)	26,755	-	19,331	-	16,610	-
Total current assets	<u>7,669,095</u>	<u>24</u>	<u>7,752,690</u>	<u>25</u>	<u>7,365,537</u>	<u>25</u>
NON-CURRENT ASSETS						
Financial assets at fair value through profit or loss - non-current (Note 7)	46,781	-	47,354	-	40,724	-
Financial assets at fair value through other comprehensive income - non-current (Note 8)	2,661,538	8	2,477,143	8	2,401,966	8
Financial assets at amortized cost - non-current (Notes 9, 10 and 34)	92,259	-	67,291	-	11,493	-
Investments accounted for using the equity method (Note 14)	11,825,472	38	11,463,420	37	11,618,628	39
Property, plant and equipment (Note 15)	7,418,829	24	7,438,822	24	7,389,703	25
Right - of - use assets (Note 16)	167,857	1	181,874	1	160,394	-
Investment properties (Note 17)	1,191,582	4	1,191,864	4	798,448	3
Goodwill (Note 18)	300,919	1	295,625	1	-	-
Other intangible assets (Note 18)	12,194	-	9,935	-	9,933	-
Deferred tax assets	107,214	-	117,288	-	13,504	-
Prepayments for equipment	36,225	-	29,739	-	20,765	-
Net defined benefit assets	11,092	-	10,753	-	9,739	-
Total non-current assets	<u>23,871,962</u>	<u>76</u>	<u>23,331,108</u>	<u>75</u>	<u>22,475,297</u>	<u>75</u>
TOTAL	<u>\$ 31,541,057</u>	<u>100</u>	<u>\$ 31,083,798</u>	<u>100</u>	<u>\$ 29,840,834</u>	<u>100</u>
LIABILITIES AND EQUITY						
CURRENT LIABILITIES						
Short-term borrowings (Note 19)	\$ 2,780,000	9	\$ 2,755,000	9	\$ 2,220,000	7
Short-term bills payable (Note 19)	119,853	1	319,722	1	99,863	-
Contract liabilities - current (Note 24)	17,014	-	2,524	-	3,866	-
Notes payable (Note 20)	23,157	-	31,595	-	187,095	1
Accounts Payable (Note 20)	335,293	1	416,148	1	477,632	2
Accounts Payable to related parties (Notes 20 and 33)	6,445	-	24,336	-	19,109	-
Other payables (Note 21)	423,469	1	508,762	2	373,654	1
Current tax liabilities	193,559	1	135,298	1	236,864	1
Lease liabilities - current (Note 16)	51,886	-	58,792	-	53,134	-
Long-term borrowings due within one year (Note 19)	430,000	1	430,000	1	-	-
Other current liabilities (Note 21)	29,847	-	33,058	-	35,355	-
Total current liabilities	<u>4,410,523</u>	<u>14</u>	<u>4,715,235</u>	<u>15</u>	<u>3,706,572</u>	<u>12</u>
NON-CURRENT LIABILITIES						
Deferred tax liabilities	1,238,665	4	1,252,265	4	1,238,788	4
Lease liabilities - non-current (Note 16)	122,387	-	129,104	1	113,480	1
Guarantee deposits received	8,956	-	8,966	-	8,962	-
Total non-current liabilities	<u>1,370,008</u>	<u>4</u>	<u>1,390,335</u>	<u>5</u>	<u>1,361,230</u>	<u>5</u>
Total liabilities	<u>5,780,531</u>	<u>18</u>	<u>6,105,570</u>	<u>20</u>	<u>5,067,802</u>	<u>17</u>
EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY (Note 23)						
Capital stock - common stock	6,866,818	22	6,866,818	22	6,866,818	23
Capital surplus	128,916	-	119,509	1	122,786	-
Retained earnings						
Legal reserve	3,280,931	10	3,280,931	11	3,130,978	10
Special reserve	3,185,793	10	3,185,793	10	3,185,793	11
Unappropriated earnings	8,765,434	28	8,481,226	27	8,327,178	28
Total retained earnings	<u>15,232,158</u>	<u>48</u>	<u>14,947,950</u>	<u>48</u>	<u>14,643,949</u>	<u>49</u>
Other equity	2,753,961	9	2,247,160	7	2,330,989	8
Total equity attributable to owners of the Company	<u>24,981,853</u>	<u>79</u>	<u>24,181,437</u>	<u>78</u>	<u>23,964,542</u>	<u>80</u>
NON - CONTROLLING INTERESTS	<u>778,673</u>	<u>3</u>	<u>796,791</u>	<u>2</u>	<u>808,490</u>	<u>3</u>
Total equity	<u>25,760,526</u>	<u>82</u>	<u>24,978,228</u>	<u>80</u>	<u>24,773,032</u>	<u>83</u>
TOTAL	<u>\$ 31,541,057</u>	<u>100</u>	<u>\$ 31,083,798</u>	<u>100</u>	<u>\$ 29,840,834</u>	<u>100</u>

The accompanying notes are an integral part of the consolidated financial statements.
(With Deloitte & Touche review report dated May 12, 2026)

Universal Cement Corporation and Subsidiaries

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

(In Thousands of New Taiwan Dollars, Except Earnings Per Share)

(Reviewed, Not Audited)

	For the Three Months Ended March 31			
	2026		2025	
	Amount	%	Amount	%
OPERATING REVENUE (Notes 24 and 33)	\$ 1,759,047	100	\$ 1,928,654	100
OPERATING COSTS (Notes 12, 25 and 33)	<u>1,267,401</u>	<u>72</u>	<u>1,536,947</u>	<u>80</u>
GROSS PROFIT	<u>491,646</u>	<u>28</u>	<u>391,707</u>	<u>20</u>
OPERATING EXPENSES (Notes 11, 25 and 33)				
Selling and marketing expenses	59,154	4	19,863	1
General and administrative expenses	109,187	6	83,757	4
Research and development expenses	36,496	2	20,485	1
Expected credit loss (gain)	<u>1,069</u>	<u>-</u>	<u>392</u>	<u>-</u>
Total operating expenses	<u>205,906</u>	<u>12</u>	<u>124,497</u>	<u>6</u>
PROFIT FROM OPERATIONS	<u>285,740</u>	<u>16</u>	<u>267,210</u>	<u>14</u>
NON-OPERATING INCOME AND EXPENSES(Notes 25 and 33)				
Interest income	2,127	-	3,773	-
Other income	8,273	-	6,930	-
Other gains and losses	2,374	-	(1,358)	-
Interest expenses	(17,441)	(1)	(11,367)	-
Share of profit or loss of associates accounted for using the equity method	<u>66,287</u>	<u>4</u>	<u>82,732</u>	<u>4</u>
Total non-operating income and expenses	<u>61,620</u>	<u>3</u>	<u>80,710</u>	<u>4</u>
INCOME BEFORE INCOME TAX	347,360	19	347,920	18
INCOME TAX EXPENSE (Notes 4 and 26)	<u>56,881</u>	<u>3</u>	<u>53,127</u>	<u>3</u>
NET INCOME	<u>290,479</u>	<u>16</u>	<u>294,793</u>	<u>15</u>

(Continued)

Universal Cement Corporation and Subsidiaries

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (In Thousands of New Taiwan Dollars, Except Earnings Per Share) (Reviewed, Not Audited)

	For the Three Months Ended March 31			
	2026		2025	
	Amount	%	Amount	%
OTHER COMPREHENSIVE INCOME (Note 23)				
Items that will not be reclassified subsequently to profit or loss:				
Unrealized gain/(loss) on investments in equity instruments at fair value through other				
comprehensive income	\$ 200,951	12	(\$ 105,948)	(6)
Share of the other comprehensive income or loss of associates accounted for using the equity method	<u>286</u>	<u>-</u>	<u>556</u>	<u>-</u>
	<u>201,237</u>	<u>12</u>	<u>(105,392)</u>	<u>(6)</u>
Items that may be reclassified subsequently to profit or loss:				
Exchange differences on translating foreign operations	10,107	-	-	-
Share of the other comprehensive income or loss of associates accounted for using the equity method	<u>295,479</u>	<u>17</u>	<u>128,068</u>	<u>7</u>
	<u>305,586</u>	<u>17</u>	<u>128,068</u>	<u>7</u>
Other comprehensive income for the period, net of				
income tax	<u>506,823</u>	<u>29</u>	<u>22,676</u>	<u>1</u>
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	<u>\$ 797,302</u>	<u>45</u>	<u>\$ 317,469</u>	<u>16</u>
NET PROFIT ATTRIBUTABLE TO:				
Owners of the Company	\$ 284,208	16	\$ 285,118	15
Non-controlling interests	<u>6,271</u>	<u>1</u>	<u>9,675</u>	<u>-</u>
	<u>\$ 290,479</u>	<u>17</u>	<u>\$ 294,793</u>	<u>15</u>
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:				
Owners of the Company	\$ 791,009	45	\$ 307,786	16
Non-controlling interests	<u>6,293</u>	<u>-</u>	<u>9,683</u>	<u>-</u>
	<u>\$ 797,302</u>	<u>45</u>	<u>\$ 317,469</u>	<u>16</u>
EARNINGS PER SHARE (Note 27)				
Basic	\$ 0.41		\$ 0.42	
Diluted	0.41		0.41	

The accompanying notes are an integral part of the consolidated financial statements.
(With Deloitte & Touche review report dated May 12, 2026)

(Concluded)

Universal Cement Corporation and Subsidiaries

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
(In Thousands of New Taiwan Dollars, Except Earnings Per Share)
(Reviewed, Not Audited)

	Equity Attributable to Owners of the Company												Non-controlling Interests (Note 23)	Total Equity
	Capital Stock - Common Stock	Capital Surplus	Retained Earnings			Exchange Differences on Translating Foreign Operations	Unrealized Gain on Financial Assets at Fair Value Through Other Comprehensive Income	Other Equity			Total			
			Legal Reserve	Special Reserve	Unappropriated Earnings			Remeasurement of Defined Benefit Plans	other	Total Other Equity				
BALANCE AT JANUARY 1, 2025	\$ 6,866,818	\$ 122,786	\$ 3,130,978	\$ 3,185,793	\$ 8,042,060	(\$ 503,671)	\$ 2,727,442	\$ 101,767	(\$ 17,217)	\$ 2,308,321	23,656,756	\$ 798,807	\$ 24,455,563	
Net income	-	-	-	-	285,118	-	-	-	-	-	285,118	9,675	294,793	
Other comprehensive income (loss), net of income tax	-	-	-	-	-	128,068	(105,400)	-	-	22,668	22,668	8	22,676	
Total comprehensive income (loss)	-	-	-	-	285,118	128,068	(105,400)	-	-	22,668	307,786	9,683	317,469	
BALANCE AT MARCH 31, 2025	\$ 6,866,818	\$ 122,786	\$ 3,130,978	\$ 3,185,793	\$ 8,327,178	(\$ 375,603)	\$ 2,622,042	\$ 101,767	(\$ 17,217)	\$ 2,330,989	\$ 23,964,542	\$ 808,490	\$ 24,773,032	
BALANCE AT JANUARY 1, 2026	\$ 6,866,818	\$ 119,509	\$ 3,280,931	\$ 3,185,793	\$ 8,481,226	(\$ 708,794)	\$ 2,852,293	\$ 120,878	(\$ 17,217)	\$ 2,247,160	24,181,437	\$ 796,791	\$ 24,978,228	
Differences between the actual equity value of subsidiaries acquired or disposed and its carrying amounts (Note 29)	-	9,411	-	-	-	-	-	-	-	-	9,411	(24,411)	(15,000)	
Overdue dividends not collected by shareholders	-	(4)	-	-	-	-	-	-	-	(4)	-	(4)	(4)	
Net income	-	-	-	-	284,208	-	-	-	-	-	284,208	6,271	290,479	
Other comprehensive income (loss), net of income tax	-	-	-	-	-	305,586	201,215	-	-	506,801	506,801	22	506,823	
Total comprehensive income (loss)	-	-	-	-	284,208	305,586	201,215	-	-	506,801	791,009	6,293	797,302	
BALANCE AT MARCH 31, 2026	\$ 6,866,818	\$ 128,916	\$ 3,280,931	\$ 3,185,793	\$ 8,765,434	(\$ 403,208)	\$ 3,053,508	\$ 120,878	(\$ 17,217)	\$ 2,753,961	\$ 24,981,853	\$ 778,673	\$ 25,760,526	

The accompanying notes are an integral part of the consolidated financial statements.
(With Deloitte & Touche review report dated May 12, 2026)

Universal Cement Corporation and Subsidiaries

CONSOLIDATED STATEMENTS OF CASH FLOWS

(In Thousands of New Taiwan Dollars)

(Reviewed, Not Audited)

	For the Three Months Ended March 31	
	2026	2025
CASH FLOWS FROM OPERATING ACTIVITIES		
Income before income tax	\$ 347,360	\$ 347,920
Adjustments for:		
Depreciation expenses	60,543	56,817
Amortization expenses	1,498	1,197
Expected credit loss (gain) recognized	1,069	392
Net gain (loss) on fair value changes of financial assets designated as at fair value through profit or loss	994	2,098
Interest expenses	17,441	11,367
Interest income	(2,127)	(3,773)
Share of profit of associates accounted for using the equity method	(66,287)	(82,732)
Net gain on disposal of property, plant and equipment	(4,437)	(452)
Loss on inventory valuation and obsolescence	748	-
Changes in operating assets and liabilities		
Notes receivable	(8,451)	53,400
Accounts receivable (Including related parties)	301,496	2,067
Other receivables	(163)	(2,415)
Inventories	(86,375)	13,771
Prepayments	(33,821)	(19,361)
Other current assets	(7,431)	(7,870)
Contract liabilities	14,490	1,599
Notes payable	(8,438)	(34,163)
Accounts payable (Including related parties)	(98,746)	(124,696)
Other payables	(84,368)	(45,260)
Other current liabilities	(3,211)	7,346
Net defined benefit plan	(339)	1
Cash generated from operations	341,445	177,253
Interest received	2,127	6,946
Income tax paid	(1,384)	(719)
Net cash generated from operating activities	<u>342,188</u>	<u>183,480</u>

(Continued)

Universal Cement Corporation and Subsidiaries

CONSOLIDATED STATEMENTS OF CASH FLOWS

(In Thousands of New Taiwan Dollars)

(Reviewed, Not Audited)

	For the Three Months Ended March 31	
	2026	2025
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisitions of financial assets at fair value through other comprehensive income	(\$ 8,869)	(\$ 2,809)
Increase in financial assets at amortized cost	(124,866)	-
Decrease in financial assets at amortized cost	-	5,019
Acquisitions of financial assets at fair value through profit or loss	(50,000)	-
Payments for property, plant and equipment	(27,780)	(19,536)
Proceeds from disposal of property, plant and equipment	4,533	600
Payments for intangible assets	(3,812)	(2,599)
Net cash generated from / used in investing activities	<u>(210,794)</u>	<u>(19,325)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Increase in short-term loans	25,000	120,000
Decrease in short-term bills payable	(200,000)	(70,000)
Proceeds from guarantee deposits received	-	372
Refund of guarantee deposits received	(10)	(60)
Repayment of the principal portion of lease liabilities	(15,710)	(13,279)
Acquisitions of non-controlling interests	(15,000)	-
Interest Paid	(17,515)	(11,014)
Net cash used in financing activities	<u>(223,235)</u>	<u>26,019</u>
EFFECTS OF EXCHANGE RATE CHANGES ON CASH AND CASH EQUIVALENTS		
	<u>1,148</u>	<u>-</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	<u>(90,693)</u>	<u>190,174</u>
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	<u>1,727,996</u>	<u>1,576,599</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	<u><u>\$ 1,637,303</u></u>	<u><u>\$ 1,766,773</u></u>

The accompanying notes are an integral part of the consolidated financial statements.
(With Deloitte & Touche review report dated May 12, 2026)

(Concluded)

Universal Cement Corporation and Subsidiaries

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED MARCH 31, 2026 AND 2025 (In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

1. GENERAL INFORMATION

Universal Cement Corporation (the Company) was incorporated in the Republic of China (ROC) in March 1960. The Company mainly manufactures and sells cement, ready mixed concrete and gypsum board panels.

The Company's shares have been listed on the Taiwan Stock Exchange (TWSE) since February 1971.

The consolidated financial statements are presented in the Company's functional currency, New Taiwan dollar.

2. APPROVAL OF FINANCIAL STATEMENTS

The accompanying consolidated financial statements were approved by the Company's board of directors on May 12, 2026.

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

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

The initial application of the amendments to the IFRSs endorsed and issued into effect by the FSC did not have any material impact on the Group's accounting policies.

- b. The IFRS Accounting Standards endorsed by the FSC for application starting from 2026

New, Amended and Revised Standards and Interpretations	Effective Date Announced by IASB (Note 1)
Amendments to IFRS 10 and IAS 28 — Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	To be determined by IASB
IFRS 18 — Presentation and Disclosure in Financial Statements	January 1, 2027 (Note 2)
IFRS 19 — Subsidiaries without Public Accountability: Disclosures (including the 2025 Amendments)	January 1, 2027
Amendments to IAS 21 — Translation into a Hyperinflationary Presentation Currency	January 1, 2027

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

Note 2: On September 25, 2025, the FSC announced that IFRS 18 will take effect starting from January 1, 2028. Domestic entities could elect to apply IFRS 18 for an earlier period after the endorsement of IFRS 18 by the FSC.

IFRS 18 “Presentation and Disclosures in Financial Statements” and its Consequential Amendments

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

- Items of income and expenses included in the statement of profit or loss shall be classified into the operating, investing, financing, income taxes and discontinued operations categories.
- The statement of profit or loss shall present totals and subtotals for operating profit or loss, profit or loss before financing and income taxes and profit or loss.
- Provides guidance to enhance the requirements of aggregation and disaggregation: The Group shall identify the assets, liabilities, equity, income, expenses and cash flows that arise from individual transactions or other events and shall classify and aggregate them into groups based on shared characteristics, so as to result in the presentation in the primary financial statements of line items that have at least one similar characteristic. The Group shall disaggregate items with dissimilar characteristics in the primary financial statements and in the notes. The Group labels items as “other” only if it cannot find a more informative label.
- Disclosures on Management-defined Performance Measures (MPMs): When in public communications outside financial statements and communicating to users of financial statements management’s view of an aspect of the financial performance of the Group as a whole, the Group shall disclose related information about its MPMs in a single note to the financial statements, including the description of such measures, calculations, reconciliations to the subtotal or total specified by IFRS Accounting Standards and the income tax and non-controlling interests effects of related reconciliation items.

Except for the effects above, as of the date of approving the issuance of this consolidated financial report, the Group is still evaluating the effects of amendments to other standards and interpretations on the financial positions and financial performance; relevant effects are to be disclosed upon the completion of the evaluation.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a. Statement of compliance

These interim consolidated financial statements have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and IAS 34 “Interim Financial Reporting” as endorsed and issued into effect by the FSC. The disclosed information included in these interim consolidated financial statements is less than the disclosed information required in a complete set of annual consolidated financial statements.

b. Basis of preparation

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

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

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

3) Level 3 inputs are unobservable inputs for the assets or liabilities.

c. Basis of consolidation

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

Income and expenses of subsidiaries acquired or disposed of during the period are included in the consolidated statement of profit or loss and other comprehensive income from the effective dates of acquisitions up to the effective dates of disposals, as appropriate.

When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those used by the Company.

All intra-group transactions, balances, income and expenses are eliminated in full upon consolidation. Total comprehensive income of subsidiaries is attributed to the owners of the Company and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

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

See Note 13 and table 5 for detailed information on subsidiaries (including percentages of ownership and main business).

d. Other material accounting policies

Except for the following, refer to the consolidated financial statements for the year ended December 31, 2025.

1) Retirement benefits

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

2) Income tax expense

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

5. CRITICAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

For the summary of critical accounting judgments and key sources of estimation uncertainty, refer to the consolidated financial statements for the year ended December 31, 2025.

6. CASH AND CASH EQUIVALENTS

	<u>March 31,</u> <u>2026</u>	<u>December 31,</u> <u>2025</u>	<u>March 31,</u> <u>2025</u>
Cash on hand	\$ 525	\$ 559	\$ 524
Checking accounts and demand deposits	1,225,278	1,185,937	700,197
Cash equivalent (investments with original maturities less than 3 months)			
Time deposits (a)	301,500	351,500	506,400
Bonds with repurchase agreements (b)	110,000	190,000	559,652
	<u>\$ 1,637,303</u>	<u>\$ 1,727,996</u>	<u>\$ 1,766,773</u>

The ranges of interest rates of time deposits and bonds with repurchase agreements at the end of the reporting period were as follows:

	<u>March 31,</u> <u>2026</u>	<u>December 31,</u> <u>2025</u>	<u>March 31,</u> <u>2025</u>
a. Time deposits	1.285%-1.52%	1.285%-1.51%	1.23%-1.5%
b. Bonds with repurchase agreements	1.43%	1.43%-1.44%	1.50%

7. FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

	<u>March 31,</u> <u>2026</u>	<u>December 31,</u> <u>2025</u>	<u>March 31,</u> <u>2025</u>
<u>Financial assets at FVTPL - current</u>			
Financial assets mandatorily classified as at FVTPL			
Non-derivative financial assets			
Domestic Listed shares and emerging market shares	\$ 6,619	\$ 7,095	\$ 7,018
Mutual funds	50,372	317	367
	<u>\$ 56,991</u>	<u>\$ 7,412</u>	<u>\$ 7,385</u>
<u>Financial assets at FVTPL - non-current</u>			
Financial assets mandatorily classified as at FVTPL			
Non-derivative financial assets			
Limited Partnership	\$ 46,781	\$ 47,354	\$ 40,724

8. FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

	<u>March 31,</u> <u>2026</u>	<u>December 31,</u> <u>2025</u>	<u>March 31,</u> <u>2025</u>
<u>Investments in equity instruments at FVTOCI - Current</u>			
Domestic investments			
Listed shares	\$ 3,369,960	\$ 3,344,535	\$ 3,181,013
<u>Investments in equity instruments at FVTOCI - Non-current</u>			
Domestic investments			
Listed private equity	\$ 747,450	\$ 853,380	\$ 791,010
Unlisted shares	1,914,088	1,623,763	1,610,956
	<u>\$ 2,661,538</u>	<u>\$ 2,477,143</u>	<u>\$ 2,401,966</u>

These investments in equity instruments are held for medium to strategic purposes. Accordingly, the management elected to designate these investments in equity instruments as at FVTOCI as they believe that recognizing short-term fluctuations in these investments' fair value in profit or loss would not be consistent with the Group's strategy of holding these investments for strategic purposes.

9. FINANCIAL ASSETS AT AMORTIZED COST

	<u>March 31,</u> <u>2026</u>	<u>December 31,</u> <u>2025</u>	<u>March 31,</u> <u>2025</u>
<u>Current</u>			
Time deposits with original maturity of more than 3 months (a)	\$ 143,000	\$ 43,000	\$ 87,300
Pledged time deposits (a)	67	67	67
	<u>\$ 143,067</u>	<u>\$ 43,067</u>	<u>\$ 87,367</u>
<u>Non-current</u>			
Pledged time deposits (a)	\$ 32,860	\$ 8,010	\$ 8,010
Refundable deposits	9,254	9,136	3,483
Corporate Bond (b)	50,145	50,145	-
	<u>\$ 92,259</u>	<u>\$ 67,291</u>	<u>\$ 11,493</u>

- a. The ranges of interest rates of time deposits and pledged time deposits with original maturities of more than 3 months at the end of the reporting period were as follows:

	<u>March 31,</u> <u>2026</u>	<u>December 31,</u> <u>2025</u>	<u>March 31,</u> <u>2025</u>
Time deposits and pledged time deposits	1.375%-1.7%	1.375%-1.70%	1.375%-1.7%

The information on pledged time deposits is set out in Note 34.

- b. In December 2025, the Group purchased the 2023 Phase I unsecured corporate bonds issued by Taiwan Semiconductor Manufacturing Company Limited (TSMC) at a par value of NT\$50,000 thousand. These bonds carry a coupon rate of 1.54% and are set to mature on March 28, 2028.
- c. Refer to Note 10 for information relating to the credit risk management and impairment of investments in financial assets at amortized cost.

10. CREDIT RISK MANAGEMENT FOR INVESTMENTS IN DEBT INSTRUMENTS

The Group invests only in debt instruments that have low credit risk for the purpose of impairment assessment. The credit rating information is supplied by independent rating agencies. In determining the expected credit losses for debt instrument investments, the Group considers the historical default rates of each credit rating supplied by external rating agencies, the current financial condition of debtors, and the future prospects of the industries. Due to the debt instrument investments have low credit risk and sufficient ability to settle contractual cash flows, as of March 31, 2026, December 31, 2025 and March 31, 2025, no expected credit losses have been recognized in financial assets measured at amortized cost.

11. NOTES RECEIVABLE, ACCOUNTS RECEIVABLE (INCLUDING RELATED PARTIES)

	<u>March 31,</u> <u>2026</u>	<u>December 31,</u> <u>2025</u>	<u>March 31,</u> <u>2025</u>
<u>Notes receivable</u>			
<u>At amortized cost</u>			
Notes receivable - operating	\$ 435,428	\$ 426,852	\$ 482,479
Notes receivable - non-operating	208	333	-
	<u>\$ 435,636</u>	<u>\$ 427,185</u>	<u>\$ 482,479</u>
<u>Accounts receivable (Including related parties)</u>			
At amortized cost	\$ 1,367,921	\$ 1,669,416	\$ 1,415,878
Less: Allowance for impairment loss	11,357	10,222	7,998
	<u>\$ 1,356,564</u>	<u>\$ 1,659,194</u>	<u>\$ 1,407,880</u>

a. Notes receivable

The Group analyzed notes receivable was not past due based on past due status, and the Group did not recognize an expected credit loss for notes receivable as of March 31, 2026, December 31, 2025 and March 31, 2025.

b. Accounts receivable (Including related parties)

The average collection period for receivables due to sales was between 30 to 90 days. No interest was charged on accounts receivable. In order to minimize credit risk, the management of the Company has delegated a team responsible for determining credit limits, credit approvals and other monitoring procedures to ensure that follow-up action is taken to recover overdue debts. In addition, the Group reviews the recoverable amount of each individual trade debt at the end of the reporting period to ensure that adequate allowance is made for possible irrecoverable amounts. In this regard, the management believes the Group's credit risk was significantly reduced.

The Group recognizes loss allowance based on the use of lifetime expected credit losses on accounts receivable. The expected credit losses on accounts receivable are estimated using a provision matrix by reference to past default experience of the debtor and an analysis of the debtor's current financial position, adjusted for general economic conditions of the industry in which the debtors operate and an assessment of both the current as well as the forecast direction of economic conditions at the reporting date. As the Group's historical credit loss experience does not show significantly different loss patterns for different customer segments, the provision for loss allowance based on past due status is not further distinguished according to the Group's different customer base.

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

The following table details the loss allowance of accounts receivables based on the Group's provision matrix.

March 31, 2026

	<u>Less than 30 Days</u>	<u>31-60 Days</u>	<u>61-90 Days</u>	<u>91-120 Days</u>	<u>121-150 Days</u>	<u>151-365 Days</u>	<u>Over 365 Days</u>	<u>Total</u>
Expected credit loss rate	0.03%-0.94%	0.08%-1.07%	0.21%-1.48%	0.63%-2.46%	4.19%-7.27%	15.64%-34.78%	100%	
Gross carrying amount	\$ 964,928	\$ 168,364	\$ 120,836	\$ 77,487	\$ 18,335	\$ 17,788	\$ 183	\$ 1,367,921
Loss allowance (Lifetime ECL)	(1,058)	(643)	(4,497)	(2,727)	(1,140)	(1,109)	(183)	(11,357)
Amortized cost	\$ 963,870	\$ 167,721	\$ 116,339	\$ 74,760	\$ 17,195	\$ 16,679	\$ -	\$ 1,356,564

December 31, 2025

	<u>Less than 30 Days</u>	<u>31-60 Days</u>	<u>61-90 Days</u>	<u>91-120 Days</u>	<u>121-150 Days</u>	<u>151-365 Days</u>	<u>Over 365 Days</u>	<u>Total</u>
Expected credit loss rate	0.06%-0.94%	0.3%-1.07%	0.71%-1.48%	2.4%-2.47%	7.24%-9.95%	26.45%-36.61%	100%	
Gross carrying amount	\$ 1,171,873	\$ 260,875	\$ 139,526	\$ 88,661	\$ 4,029	\$ 4,269	\$ 183	\$ 1,669,416
Loss allowance (Lifetime ECL)	(1,459)	(1,157)	(2,214)	(3,670)	(414)	(1,125)	(183)	(10,222)
Amortized cost	\$ 1,170,414	\$ 259,718	\$ 137,312	\$ 84,991	\$ 3,615	\$ 3,144	\$ -	\$ 1,659,194

March 31, 2025

	<u>Less than 30 Days</u>	<u>31-60 Days</u>	<u>61-90 Days</u>	<u>91-120 Days</u>	<u>121-150 Days</u>	<u>151-365 Days</u>	<u>Over 365 Days</u>	<u>Total</u>
Expected credit loss rate	0.12%-0.81%	0.34%-0.93%	0.79%-1.34%	2.31%-2.70%	6.47%-10.93%	24.51%-38.57%	100%	
Gross carrying amount	\$ 952,748	\$ 220,644	\$ 129,509	\$ 97,456	\$ 12,311	\$ 2,907	\$ 303	\$ 1,415,878
Loss allowance (Lifetime ECL)	(1,554)	(967)	(1,336)	(2,278)	(852)	(708)	(303)	(7,998)
Amortized cost	\$ 951,194	\$ 219,677	\$ 128,173	\$ 95,178	\$ 11,459	\$ 2,199	\$ -	\$ 1,407,880

The movements of the loss allowance of contract asset (In the other current assets) and accounts receivable (Including related parties) were as follows:

For the Three Months Ended March 31, 2026

	Contract Asset (Including related parties)	Accounts Receivable (Including related parties)	Total
Balance at January 1	\$ 73	\$ 10,222	\$ 10,295
Less: Allowance (reversal) for the period	7	1,062	1,069
Net exchange differences	-	73	73
Balance at March 31	<u>\$ 80</u>	<u>\$ 11,357</u>	<u>\$ 11,437</u>

For the Three Months Ended March 31, 2025

	Contract Asset (Including related parties)	Accounts Receivable (Including related parties)	Total
Balance at January 1	\$ 205	\$ 7,607	\$ 7,812
Less: Allowance (reversal) for the period	1	391	392
Balance at March 31	<u>\$ 206</u>	<u>\$ 7,998</u>	<u>\$ 8,204</u>

12. INVENTORIES

	March 31, 2026	December 31, 2025	March 31, 2025
Merchandise and Finished goods	\$ 253,379	\$ 163,498	\$ 98,457
Work in process	46,440	48,181	19,727
Raw materials and supplies	254,359	256,872	247,030
	<u>\$ 554,178</u>	<u>\$ 468,551</u>	<u>\$ 365,214</u>

	For the Three Months Ended March 31	
	2026	2025
The cost of inventories recognized as cost of goods sold	<u>\$ 1,267,401</u>	<u>\$ 1,536,947</u>
Cost of goods sold includes losses on inventory valuation and obsolescence	<u>\$ 748</u>	<u>\$ -</u>

13. SUBSIDIARIES

Subsidiaries included in the consolidated financial statements were as follows:

Investor	Investee	Nature of Activities	Proportion of Ownership			Remark
			March 31, 2026	December 31, 2025	March 31, 2025	
The Company	Chiayi Ready-mixed Concrete Industry Co., Ltd.	Manufacturing and marketing of ready-mixed concrete	86.63	86.63	86.63	a
"	Huan-Chung International Co., Ltd.	Manufacturing, marketing, importing and exporting of cement and cement clinker	69.99	69.99	69.99	
"	Kaohsiung Pier Transportation Co., Ltd.	Trucking operation	100	100	100	a
"	UCC Investment Co., Ltd.	Investment activities	100	100	100	
"	Universal Ready-mixed Concrete Industry Co., Ltd.	Manufacturing and marketing of ready-mixed concrete and gravel	59.66	59.66	58.18	
"	Uneo Inc.	Marketing of electronic products	100	100	100	a
"	Li-Yong Development Co., Ltd.	Investment activities, trading for real estate and leasing business	100	100	100	a
"	Tainan Ready-mixed Concrete Industry Co., Ltd.	Additional processing and marketing of ready-mixed concrete and cement	69.95	67.45	67.45	
UCC Investment Co., Ltd.	Universal Ready-mixed Concrete Industry Co., Ltd.	Manufacturing and marketing of ready-mixed concrete and gravel	1.97	1.97	1.97	
"	Chiayi Ready-mixed Concrete Industry Co., Ltd.	Manufacturing and marketing of ready-mixed concrete	0.01	0.01	0.01	a
"	Huan-Chung International Co., Ltd.	Manufacturing, marketing, importing and exporting of cement and cement clinker	0.01	0.01	0.01	
"	Tainan Ready-mixed Concrete Industry Co., Ltd.	Additional processing and marketing of ready-mixed concrete and cement	0.33	0.33	0.33	
Uneo Inc.	Tekscan Holdco, Inc	Investment activities				
Tekscan Holdco, Inc	Tekscan, Inc	Manufacturing and marketing of electronic products	100	100	-	a · b
			100	100	-	a · b

a. The subsidiaries' financial statements were not reviewed by auditors because they were non-significant.

b. In November 2025, the Group acquired a 100% equity interest in Tekscan Holdco, Inc. and Tekscan, Inc. from a non-related party. These entities have been included in the consolidated financial statements as subsidiaries. Please refer to Note 28 for further details.

14. INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

Investments in associates :

	March 31, 2026	December 31, 2025	March 31, 2025
<u>Unlisted shares</u>			
Material associate-Lioho Machine Works Ltd.	\$ 11,758,506	\$ 11,396,672	\$ 11,558,236
Associates that are not individually material-Bao Horng Cement Corp.	66,966	66,748	60,392
	<u>\$ 11,825,472</u>	<u>\$ 11,463,420</u>	<u>\$ 11,618,628</u>

1). Material associates

Name of Associate	Proportion of Ownership and Voting Rights		
	March 31, 2026	December 31, 2025	March 31, 2025
Lioho Machine Works Ltd.	29.86%	29.86%	29.86%

Refer to Table 5 "Information on Investees" for the nature of activities, principal place of business and country of incorporation of the associates.

The equity method as of March 31, 2026 and 2025, and for the three months ended March 31, 2026 and 2025, the share of net income and other comprehensive income from associates under the equity method were accounted for based on the non-reviewed financial statements.

15. PROPERTY, PLANT AND EQUIPMENT

	Land	Buildings	Machinery and equipment	Transportation equipment	Other equipment	Construction in progress	Total
<u>Cost</u>							
Balance at January 1, 2025	\$ 5,465,965	\$ 2,125,653	\$ 4,369,166	\$ 714,360	\$ 1,012,146	\$ 56,344	\$ 13,743,634
Additions	-	3,723	6,884	2,784	4,677	573	17,495
Disposals	-	-	(1,185)	(3,840)	-	-	(5,025)
Reclassification	-	8,623	-	-	11,550	(20,173)	-
Balance at March 31, 2025	<u>\$ 5,465,965</u>	<u>\$ 2,137,999</u>	<u>\$ 4,374,865</u>	<u>\$ 713,304</u>	<u>\$ 1,028,373</u>	<u>\$ 35,598</u>	<u>\$ 13,756,104</u>
<u>Accumulated depreciation and impairment</u>							
Balance at January 1, 2025	\$ -	\$ 1,287,920	\$ 3,814,948	\$ 571,734	\$ 653,248	\$ -	\$ 6,327,850
Depreciation expense	-	7,749	16,071	11,262	8,346	-	43,428
Disposals	-	-	(1,185)	(3,692)	-	-	(4,877)
Carrying amounts at March 31, 2025	<u>\$ -</u>	<u>\$ 1,295,669</u>	<u>\$ 3,829,834</u>	<u>\$ 579,304</u>	<u>\$ 661,594</u>	<u>\$ -</u>	<u>\$ 6,366,401</u>
Carrying amounts at March 31, 2025	<u>\$ 5,465,965</u>	<u>\$ 842,330</u>	<u>\$ 545,031</u>	<u>\$ 134,000</u>	<u>\$ 366,779</u>	<u>\$ 35,598</u>	<u>\$ 7,389,703</u>
<u>Cost</u>							
Balance at January 1, 2026	\$ 5,465,965	\$ 2,070,801	\$ 3,835,225	\$ 702,280	\$ 1,017,390	\$ 105,561	\$ 13,197,222
Additions	-	605	4,491	523	2,877	14,651	23,147
Disposals	(96)	-	-	-	-	-	(96)
Reclassification	-	9,940	-	-	16,722	(26,662)	-
Net exchange differences	-	1,786	507	-	13	-	2,306
Balance at March 31, 2026	<u>\$ 5,465,869</u>	<u>\$ 2,083,132</u>	<u>\$ 3,840,223</u>	<u>\$ 702,803</u>	<u>\$ 1,037,002</u>	<u>\$ 93,550</u>	<u>\$ 13,222,579</u>
<u>Accumulated depreciation and impairment</u>							
Balance at January 1, 2026	\$ -	\$ 1,221,291	\$ 3,281,598	\$ 589,625	\$ 665,886	\$ -	\$ 5,758,400
Depreciation expense	-	9,753	17,885	8,341	8,932	-	44,911
Net exchange differences	-	181	126	-	132	-	439
Carrying amounts at March 31, 2026	<u>\$ -</u>	<u>\$ 1,231,225</u>	<u>\$ 3,299,609</u>	<u>\$ 597,966</u>	<u>\$ 674,950</u>	<u>\$ -</u>	<u>\$ 5,803,750</u>
Carrying amounts at December 31, 2025 and January 1, 2026	<u>\$ 5,465,965</u>	<u>\$ 849,510</u>	<u>\$ 553,627</u>	<u>\$ 112,655</u>	<u>\$ 351,504</u>	<u>\$ 105,561</u>	<u>\$ 7,438,822</u>
Carrying amounts at March 31, 2026	<u>\$ 5,465,869</u>	<u>\$ 851,907</u>	<u>\$ 540,614</u>	<u>\$ 104,837</u>	<u>\$ 362,052</u>	<u>\$ 93,550</u>	<u>\$ 7,418,829</u>

No impairment losses were recognized or reversed for the three months ended March 31, 2026 and 2025.

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

Buildings	
Main buildings	20-61 years
Outbuildings and construction	2-16 years
Engineering systems	9-16 years
Machinery and equipment	2-21 years
Transportation equipment	2-7 years
Other equipment	2-29 years

16. LEASE ARRANGEMENTS

a. Right-of-use assets

	<u>March 31, 2026</u>	<u>December 31, 2025</u>	<u>March 31, 2025</u>
Carrying amounts			
Land	\$ 902	\$ 1,125	\$ 803
Buildings	153,777	166,718	145,604
Transportation equipment	13,178	14,031	13,987
	<u>\$ 167,857</u>	<u>\$ 181,874</u>	<u>\$ 160,394</u>
		For the Three Months Ended March 31	
		<u>2026</u>	<u>2025</u>
Additions to right-of-use assets		<u>\$ 337</u>	<u>\$ 1,768</u>
Depreciation charge for right-of-use assets			
Land		\$ 223	\$ 120
Buildings		13,937	11,819
Transportation equipment		1,190	1,201
		<u>\$ 15,350</u>	<u>\$ 13,140</u>

Except for the aforementioned additions and recognized depreciation, the Group did not have significant sublease or impairment of right-of-use assets for the three months ended March 31, 2026 and 2025.

b. Lease liabilities

	<u>March 31, 2026</u>	<u>December 31, 2025</u>	<u>March 31, 2025</u>
Carrying amounts			
Current	<u>\$ 51,886</u>	<u>\$ 58,792</u>	<u>\$ 53,134</u>
Non-current	<u>\$ 122,387</u>	<u>\$ 129,104</u>	<u>\$ 113,480</u>

Ranges of discount rates for lease liabilities were as follows:

	<u>March 31, 2026</u>	<u>December 31, 2025</u>	<u>March 31, 2025</u>
Land	1.71%-2.43%	1.71%-2.43%	1.71%
Buildings	0.9%-8.00%	0.9%-8.00%	0.9%-1.90%
Transportation equipment	0.9%-2.04%	0.9%-2.04%	0.9%-1.95%

c. Material lease-in activities and terms

The Group leases certain land, buildings and machinery for the use of plants and offices with lease terms of 3-10 years. The Group is prohibited from subleasing or transferring all or any portion of the land and buildings leased from Taiwan International Port Corporation without the lessor's consent.

d. Other lease information

	For the Three Months Ended March 31	
	<u>2026</u>	<u>2025</u>
Expenses relating to short-term leases	<u>\$ 2,815</u>	<u>\$ 6,427</u>
Expenses relating to low-value assets leases	<u>\$ 471</u>	<u>\$ 324</u>
Total cash outflow for leases	<u>\$ 19,800</u>	<u>\$ 20,594</u>

The Group leases certain assets which qualify as short-term leases and low-value asset leases. The Group has elected to apply the recognition exemption and thus, did not recognize right-of-use assets and lease liabilities for these leases.

17. INVESTMENT PROPERTIES

	<u>Land</u>	<u>Buildings</u>	<u>Total</u>
<u>Cost</u>			
Balance at January 1 and March 31, 2025	<u>\$ 836,649</u>	<u>\$ 122,325</u>	<u>\$ 958,974</u>
<u>Accumulated depreciation and impairment</u>			
Balance at January 1, 2025	\$ 62,264	\$ 98,013	\$ 160,277
Depreciation expense	-	249	249
Balance at March 31, 2025	<u>\$ 62,264</u>	<u>\$ 98,262</u>	<u>\$ 160,526</u>
Carrying amounts at March 31, 2025	<u>\$ 774,385</u>	<u>\$ 24,063</u>	<u>\$ 798,448</u>

	<u>Land</u>	<u>Buildings</u>	<u>Total</u>
<u>Cost</u>			
Balance at January 1 and March 31, 2026	\$ 1,224,252	\$ 128,938	\$ 1,353,190
<u>Accumulated depreciation and impairment</u>			
Balance at January 1, 2026	\$ 62,264	\$ 99,062	\$ 161,326
Depreciation expense	-	282	282
Balance at March 31, 2026	\$ 62,264	\$ 99,344	\$ 161,608
Carrying amounts at December 31, 2025 and January 1, 2026	\$ 1,161,988	\$ 29,876	\$ 1,191,864
Carrying amounts at March 31, 2026	\$ 1,161,988	\$ 29,594	\$ 1,191,582

As of March 31, 2026, December 31, 2025 and March 31, 2025 the Group has not yet completed the property registration of the land, both amounting to \$113,247 thousand because of the restriction in the regulations but the property has been secured with mortgage registration.

The investment properties are depreciated using the straight-line method over 10-61 years of useful lives.

The fair values of the investment properties of the Group as of December 31, 2025 and 2024 were \$2,344,434 thousand and \$2,352,345 thousand, respectively. The fair values were determined by the independent appraisal company on each balance sheet date in the past three years with reference to similar real estate. The fair value of the transaction price is based on market evidence, or the company's management refers to the actual transaction price in nearby areas. Management of the Group had assessed and determined that there were no significant changes in fair value as of March 31, 2026 and 2025, as compared to that of December 31, 2025 and 2024.

The maturity analysis of lease payments receivable under operating leases of investment properties were as follows:

	<u>March 31, 2026</u>	<u>December 31, 2025</u>	<u>March 31, 2025</u>
Year 1	\$ 8,636	\$ 9,570	\$ 10,032
Year 2	7,602	8,123	8,081
Year 3	7,703	7,970	8,028
Year 4	2,576	4,302	7,901
Year 5	850	850	2,576
Year 5 onwards	10,837	11,050	11,687
	<u>\$ 38,204</u>	<u>\$ 41,865</u>	<u>\$ 48,305</u>

18. GOODWILL AND OTHER INTANGIBLE ASSETS

a. Goodwill

	<u>March 31, 2026</u>	<u>December 31, 2025</u>	<u>March 31, 2025</u>
Carrying amounts	\$ 300,919	\$ 295,625	\$ -

The Group did not recognize any impairment loss on goodwill for the first quarter of 2026. The change in the carrying amount was attributable to exchange differences on the translation of the financial statements of foreign operations.

b. Other intangible assets

	<u>March 31, 2026</u>	<u>December 31, 2025</u>	<u>March 31, 2025</u>
Patents	\$ 2,863	\$ 2,935	\$ 2,599
Licenses and Franchises	888	947	1,125
Trademarks	16	18	20
Computer Software	8,427	6,035	6,189
	<u>\$ 12,194</u>	<u>\$ 9,935</u>	<u>\$ 9,933</u>

Except for the recognition of amortization expenses, there was no significant increase, disposal or impairment of the intangible assets of the Group for the three months ended March 31, 2026 and 2025, respectively.

The above intangible assets are amortized on a straight-line basis over their estimated useful lives as follows:

Patents	2-20 years
Licenses and franchises	10 years
Trademarks	10 years
Computer Software	2-5 years

19. BORROWINGS

a. Short-term borrowings

	<u>March 31, 2026</u>	<u>December 31, 2025</u>	<u>March 31, 2025</u>
<u>Unsecured borrowings</u>			
Line of credit borrowings	\$ 2,780,000	\$ 2,755,000	\$ 2,220,000
The range of interest rates	1.85%-2.07%	1.85%-2.015%	1.89%-2.05%

b. Short-term bills payable

	<u>March 31, 2026</u>	<u>December 31, 2025</u>	<u>March 31, 2025</u>
Commercial papers	\$ 120,000	\$ 320,000	\$ 100,000
Less: Unamortized discount on bills payable	147	278	137
	<u>\$ 119,853</u>	<u>\$ 319,722</u>	<u>\$ 99,863</u>

The Group did not provide any collateral over these balance.

The range of interest rates

2.028%	1.958%-2.058%	2.088%
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c. Long-term borrowings

	<u>March 31, 2026</u>	<u>December 31, 2025</u>	<u>March 31, 2025</u>
<u>Unsecured loans</u>			
Line of credit borrowings	\$ 430,000	\$ 430,000	\$ -
Less: Long-term borrowings due within one year	430,000	430,000	-
Long-term borrowings	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

The Group obtained new unsecured bank loans in September 2025, amounting to \$430,000 thousand. This loan is due in October 2026, with annual interest rates of 1.85%.

20. NOTES PAYABLE AND ACCOUNTS PAYABLE (INCLUDING RELATED PARTIES)

Notes payable and accounts payable (including related parties) were resulted from operating activities. The average credit period on purchases is 30-65 days. The Group has financial risk management policies in place to ensure that all payables are paid within the pre-agreed credit terms. Therefore, no interest was charged on the payables.

21. OTHER PAYABLES AND OTHER LIABILITIES

	<u>March 31, 2026</u>	<u>December 31, 2025</u>	<u>March 31, 2025</u>
<u>Current</u>			
Other payable			
Payable for remuneration to employees	\$ 98,003	\$ 113,200	\$ 71,450
Payable for salaries or bonus	73,001	118,055	58,425
Payable for remuneration to directors	66,861	55,968	67,784
Payable for annual leave	20,492	23,942	11,321
Payable for taxes	17,045	13,785	17,776
Payable for freight	12,764	22,093	19,377
Others	135,303	161,719	127,521
	<u>\$ 423,469</u>	<u>\$ 508,762</u>	<u>\$ 373,654</u>
Other liabilities			
Receipts in advance	\$ 15,321	\$ 15,661	\$ 15,943
Temporary receipts	10,786	14,338	18,420
Liability Provision - Carbon Fee	3,347	2,869	718
Others	393	190	274
	<u>\$ 29,847</u>	<u>\$ 33,058</u>	<u>\$ 35,355</u>

22. RETIREMENT BENEFIT PLANS

The pension expenses related to the defined benefit plan recognized for the three months ended March 31, 2026 and 2025 are calculated based on the pension cost rate actuarially determined on December 31, 2025 and 2024, and the amount is \$18 thousand and \$18 thousand, respectively.

23. EQUITY

a. Share capital

	<u>March 31, 2026</u>	<u>December 31, 2025</u>	<u>March 31, 2025</u>
Number of shares authorized (thousands)	1,000,000	1,000,000	1,000,000
Capital stock authorized	<u>\$ 10,000,000</u>	<u>\$ 10,000,000</u>	<u>\$ 10,000,000</u>
Number of shares issued and fully paid (thousands)	686,682	686,682	686,682
Capital stock issued	<u>\$ 6,866,818</u>	<u>\$ 6,866,818</u>	<u>\$ 6,866,818</u>

b. Capital surplus

	<u>March 31, 2026</u>	<u>December 31, 2025</u>	<u>March 31, 2025</u>
<u>May be used to offset a deficit, distributed as cash dividends, or transferred to share capital (Note)</u>			
Treasury share transactions	\$ 21,606	\$ 21,606	\$ 21,606
Differences between the actual equity value of subsidiaries acquired or disposed and its carrying amounts.	62,585	53,174	56,451
<u>May be used to offset a deficit only</u>			
Changes in interests in associates accounted for using the equity method	22,260	22,260	22,260
Overdue dividends not collected by shareholders	<u>22,465</u>	<u>22,469</u>	<u>22,469</u>
	<u>\$ 128,916</u>	<u>\$ 119,509</u>	<u>\$ 122,786</u>

Note: Such capital surplus may be used to offset a deficit; in addition, when the Company has no deficit, such capital surplus may be distributed as cash dividends or transferred to share capital (limited to a certain percentage of the Company's capital surplus and once a year).

c. Retained earnings and dividend policy

Under the dividend policy as set forth in the amended Articles, if the Company makes profit in a fiscal year, the profit shall be first utilized to pay taxes, offset losses of previous years, set aside as legal reserve with 10% of the remaining profit, set aside or reverse a special reserve in accordance with the laws and regulations, and lastly, together with any undistributed retained earnings, serve as the basis of a distribution plan proposed by the Company's board of directors in accordance with the resolution of the shareholders' meeting pertaining to the distribution of dividends and bonus to shareholders. For the policies on the distribution of employees' compensation and remuneration of directors and supervisors after the amendment, refer to employees' compensation and remuneration of directors and supervisors in Note 25-g.

According to the Company's Articles, dividends can be distributed by way of stock dividends and cash dividends. However, the ratio for stock dividend shall not exceed 50% of the total distribution unless the value of cash dividends is less than \$ 0.5 per share. The distribution of dividends can be adjusted by shareholders based on the Company's profit, capital status, and operating requirement.

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

When a special reserve is appropriated for cumulative net debit balance reserves from prior period and cumulative net increases in fair value measurement of investment properties from prior period, the sum of net profit for current period and items other than net profit that are included directly in the unappropriated earnings for current period is used if the prior unappropriated earnings is not sufficient.

The appropriations of 2025 and 2024 earnings have been proposed by the Company's Board of Directors on March 10, 2026 and March 10, 2025, respectively. The appropriations and dividends per share were as follows:

	<u>2025</u>	<u>2024</u>
Legal reserve	<u>\$ 175,648</u>	<u>\$ 149,953</u>
Cash dividends	<u>\$ 1,270,361</u>	<u>\$ 1,167,359</u>
Cash dividends per share (NT\$)	\$ 1.85	\$ 1.70

The appropriation of earnings for 2025 is subject to be approved by shareholder's general meeting on May 26, 2026.

d. Special reserves

	<u>March 31,</u> <u>2026</u>	<u>December 31,</u> <u>2025</u>	<u>March 31,</u> <u>2025</u>
First-time adoption IFRSs	\$ 3,185,793	\$ 3,185,793	\$ 3,185,793

Because the increase in the retained earnings caused by the first-time adoption of IFRSs was insufficient to be appropriated for provision, the Company had provided for special reserve based on the increase of the retained earnings, an adjustment that was recorded per Company policy on first-time adoption.

e. Other equity items

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

	<u>For the Three Months Ended March 31</u>	
	<u>2026</u>	<u>2025</u>
Balance at January 1	(\$ 708,794)	(\$ 503,671)
Recognized for the year		
Exchange Differences on Translating Foreign Operations	10,107	-
Share from associates accounted for using the equity method	295,479	128,068
Balance at March 31	<u>(\$ 403,208)</u>	<u>(\$ 375,603)</u>

2) Unrealized gain (loss) on financial assets at FVTOCI

	<u>For the Three Months Ended March 31</u>	
	<u>2026</u>	<u>2025</u>
Balance at January 1	\$ 2,852,293	\$ 2,727,442
Recognized for the period		
Unrealized gain (loss) - equity instruments	200,929	(105,956)
Share from associates accounted for using the equity method	286	556
Balance at March 31	<u>\$ 3,053,508</u>	<u>\$ 2,622,042</u>

f. Non-controlling interests

	<u>For the Three Months Ended March 31</u>	
	<u>2026</u>	<u>2025</u>
Balance at January 1	\$ 796,791	\$ 798,807
Share in profit for the period	6,271	9,675
Other comprehensive income/(loss) during the period		
Unrealized gains (losses) on financial assets at fair value through other comprehensive income	22	8
Acquisition of non-controlling interests in subsidiaries (Note 29)	(24,411)	-
Balance at March 31	<u>\$ 778,673</u>	<u>\$ 808,490</u>

24. REVENUE

	<u>For the Three Months Ended March 31</u>	
	<u>2026</u>	<u>2025</u>
Revenue from contracts with customers		
Revenue from sale of goods	\$ 1,757,681	\$ 1,927,755
Revenue from rendering of services	1,366	899
	<u>\$ 1,759,047</u>	<u>\$ 1,928,654</u>

a. Contract balances

	<u>March 31, 2026</u>	<u>December 31, 2025</u>	<u>March 31, 2025</u>	<u>January 1, 2025</u>
Notes and accounts receivable (Including related parties)	\$ 1,792,200	\$ 2,086,379	\$ 1,890,359	\$ 1,946,217
Contract assets - current				
Sale of goods	\$ 398	\$ 364	\$ 1,030	\$ 1,023
Less: Allowance for impairment loss	80	73	206	205
	<u>\$ 318</u>	<u>\$ 291</u>	<u>\$ 824</u>	<u>\$ 818</u>
Contract liabilities - current				
Sale of goods	<u>\$ 17,014</u>	<u>\$ 2,524</u>	<u>\$ 3,866</u>	<u>\$ 2,267</u>

In accordance with the terms of the contract, the customers retain a portion of contract price and the Group recognizes the amount as contract assets before completing the contractual obligations. The Group considers the historical expected loss rates and the state of the industry in estimating expected loss.

	<u>March 31, 2026</u>	<u>December 31, 2025</u>	<u>March 31, 2025</u>
Expected credit loss rate	20%	20%	20%
Gross carrying amount of retention receivable	\$ 398	\$ 364	\$ 1,030
Allowance for impairment loss (Lifetime ECLs)	(80)	(73)	(206)
	<u>\$ 318</u>	<u>\$ 291</u>	<u>\$ 824</u>

The movements of the loss allowance of contract assets refer to Note 11.

b. Disaggregation of revenue

	<u>For the Three Months Ended March 31</u>	
	<u>2026</u>	<u>2025</u>
Concrete	\$ 1,073,088	\$ 1,318,764
Cement	340,035	359,975
Gypsum board panels	217,783	246,218
Others	128,141	3,697
	<u>\$ 1,759,047</u>	<u>\$ 1,928,654</u>

25. PROFIT BEFORE INCOME TAX

a. Interest income

	<u>For the Three Months Ended March 31</u>	
	<u>2026</u>	<u>2025</u>
Bank deposits	\$ 1,683	\$ 1,816
Repurchase agreements collateralized by bonds	444	1,957
	<u>\$ 2,127</u>	<u>\$ 3,773</u>

b. Other income

	<u>For the Three Months Ended March 31</u>	
	<u>2026</u>	<u>2025</u>
Rental income - investment properties (Note 17)	\$ 4,066	\$ 4,119
Others	4,207	2,811
	<u>\$ 8,273</u>	<u>\$ 6,930</u>

c. Other gains and losses

	<u>For the Three Months Ended March 31</u>	
	<u>2026</u>	<u>2025</u>
Net foreign exchange gains (losses)	\$ 304	\$ 1,635
Gain on disposal of property, plant and equipment	4,437	452
Gain (loss) on financial assets		
Financial assets mandatorily classified as at FVTPL	(994)	(2,098)
Others	(1,373)	(1,347)
	<u>\$ 2,374</u>	<u>(\$ 1,358)</u>

d. Interest expense

	For the Three Months Ended March 31	
	2026	2025
Interest on loans	\$ 15,668	\$ 10,803
Interest on lease liabilities	1,773	564
	<u>\$ 17,441</u>	<u>\$ 11,367</u>

e. Depreciation and amortization

	For the Three Months Ended March 31	
	2026	2025
Property, plant and equipment	\$ 44,911	\$ 43,428
Right-of-use assets	15,350	13,140
Investment properties	282	249
Intangible assets	1,498	1,197
	<u>\$ 62,041</u>	<u>\$ 58,014</u>

An analysis of depreciation - by function

Operating costs	\$ 37,297	\$ 38,969
Operating expenses	22,964	17,599
Others (as non-operating income and expense)	282	249
	<u>\$ 60,543</u>	<u>\$ 56,817</u>

An analysis of amortization - by function

Operating costs	\$ 375	\$ 371
Operating expenses	1,123	826
	<u>\$ 1,498</u>	<u>\$ 1,197</u>

f. Employee benefits expense

	For the Three Months Ended March 31	
	2026	2025
Short-term benefits		
Salaries	\$ 205,304	\$ 158,055
Labor and health insurance	15,716	17,041
Others	15,658	21,330
	<u>236,678</u>	<u>196,426</u>
Post-employment benefits		
Defined contribution plans	14,433	7,824
Defined benefit plans (Note 22)	18	18
	<u>14,451</u>	<u>7,842</u>
	<u>\$ 251,129</u>	<u>\$ 204,268</u>

An analysis of employee benefits expense - by function

Operating costs	\$ 156,651	\$ 142,570
Operating expenses	94,478	61,698
	<u>\$ 251,129</u>	<u>\$ 204,268</u>

g. Employees' compensation and remuneration of directors

The Company accrued employees' compensation and remuneration of directors at rates of no less than 1% and no more than 3%, respectively, of the net profit before income tax, employees' compensation, and remuneration of directors. Following the amendments to the Securities and Exchange Act in August 2024, the Company expects to propose amendments to its Articles of Incorporation for approval at the 2025 regular annual shareholders' meeting. The proposed amendments will explicitly stipulate that remuneration allocated to base-level employees shall not be less than 25% of the total employees' compensation required to be accrued. Estimated compensation of employees (including remuneration to base-level employees) and remuneration of directors for the three months ended March 31, 2026 and 2025, respectively, were as follows:

Accrual rate

	For the Three Months Ended March 31	
	2026	2025
Employees' compensation	4.5%	4.5%
Remuneration of directors	2.8%	2.8%

Amount

	For the Three Months Ended March 31	
	2026	2025
Employees' compensation	\$ 16,170	\$ 16,092
Remuneration of directors	\$ 10,062	\$ 10,013

If there is a change in the amounts after the annual consolidated financial statements were authorized for issue, the differences will be recognized in the next year as a change in accounting estimate.

The compensation of employees and remuneration of directors for the years ended December 31, 2025 and 2024, which were approved by the Company's Board of Directors on March 10, 2026 and March 10, 2025, respectively, were as follows:

	<u>2025</u>	<u>2024</u>
	<u>Cash</u>	<u>Cash</u>
Employees' compensation	\$ 79,945	\$ 53,000
Remuneration of directors	\$ 49,744	\$ 49,000

There was no difference between the actual amount of compensation of employees and remuneration of directors paid and the amount recognized in the consolidated financial statements for the years ended December 31, 2025 and 2024.

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

26. INCOME TAX

a. Major components of tax expense recognized in profit or loss

	<u>For the Three Months Ended March 31</u>	
	<u>2026</u>	<u>2025</u>
Current tax		
In respect of the current period	\$ 60,407	\$ 53,105
Deferred tax		
In respect of the current period	(3,526)	22
	<u>\$ 56,881</u>	<u>\$ 53,127</u>

b. Income tax examinations

The Company and its Taiwan subsidiaries' income tax returns have been examined and cleared by the Taiwan tax authorities through 2022, 2023, and 2024, respectively.

27. EARNINGS PER SHARE

The earnings and weighted average number of ordinary shares outstanding in the computation of earnings per share were as follows:

Net profit for the period

	<u>For the Three Months Ended March 31</u>	
	<u>2026</u>	<u>2025</u>
Profit for the period attributable to owners of the Corporation	\$ 284,208	\$ 285,118

Number of shares

	<u>For the Three Months Ended March 31</u>	
	<u>2026</u>	<u>2025</u>
	Unit: Thousand shares	
Weighted average number of ordinary shares in computation of basic earnings per share	686,682	686,682
Effect of potentially dilutive ordinary shares:		
Employees' compensation	3,102	1,847
Weighted average number of ordinary shares used in the computation of diluted earnings per share	<u>689,784</u>	<u>688,529</u>

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

28. BUSINESS COMBINATIONS

a. Acquisition of Subsidiary

	<u>Subsidiary Main Operating Activities</u>	<u>Acquisition Date</u>	<u>Percentage of Voting Equity Interests Acquired (%)</u>	<u>Consideration Transferred</u>
Tekscan Holdco, Inc.	Manufacturing and sales of electronic components	November 3, 2025	100%	<u>\$ 511,689</u>

b. Assets Acquired and Liabilities Assumed at the Date of Acquisition

	<u>Tekscan Holdco, Inc.</u>
Current assets	
Cash	\$ 17,097
Accounts receivable	61,157
Inventories	55,629
Current tax assets	6,190
Prepayments	5,791
Non-current assets	
Property, plant and equipment	36,618
Right-of-use assets	59,221
Intangible assets	520
Deferred tax assets	111,027
Current liabilities	
Accounts payable	(53,661)
Other current liabilities	(50,786)
Non-current liabilities	
Deferred tax liabilities	(20,055)
Other non-current liabilities	(5,940)
Total	<u>\$ 222,808</u>

The above amounts are provisional. Adjustments may be made retrospectively during the measurement period for any additional assets or liabilities recognized.

c. Goodwill Arising on Acquisition

	<u>Tekscan Holdco, Inc.</u>
Consideration transferred	\$ 511,689
Less: Fair value of identifiable net assets acquired	(222,808)
Goodwill arising on acquisition	<u>\$ 288,881</u>

The consideration for the acquisition of Tekscan Holdco, Inc. was paid in cash amounting to \$511,689 thousand (USD 16,660 thousand).

d. Net Cash Outflow on Acquisition of Subsidiary

Consideration paid in cash	\$ 511,689
Less: Cash and cash equivalent balances acquired	(17,097)
	<u>\$ 494,592</u>

29. EQUITY TRANSACTIONS WITH NON-CONTROLLING INTERESTS

In March 2026, the Group acquired shares held by the non-controlling interest of Tainan Ready-mixed Concrete Industry Co., Ltd. And its shareholding increased from 67.78% to 70.28%.

The above transactions were accounted for as equity transactions since the Group did not cease to have control over these subsidiaries.

	<u>Obtaining non-controlling interests</u>	
	<u>For the Three Months Ended March 31</u>	
	<u>2026</u>	<u>2025</u>
Cash payments	(\$ 15,000)	\$ -
The carrying amount of the subsidiary's net assets that shall be transferred to non-controlling interest based on relative equity changes	24,411	-
Difference in equity transactions	<u>\$ 9,411</u>	<u>\$ -</u>
<u>Adjustment accounts for difference in equity transactions</u>		
Capital surplus – Actual Difference between consideration and carrying amount of subsidiaries acquired or disposed	<u>\$ 9,411</u>	<u>\$ -</u>

30. CASH FLOWS INFORMATION

Cash used in obtaining property, plant and equipment by the Group during 2026 and 2025 were as follows:

	<u>For the Three Months Ended March 31</u>	
	<u>2026</u>	<u>2025</u>
Increase in property, plant and equipment	\$ 23,147	\$ 17,495
Decrease (increase) in payables for equipment	(1,853)	493
Increase (decrease) in prepayments for equipment	6,486	1,548
Paid in cash	<u>\$ 27,780</u>	<u>\$ 19,536</u>

31. CAPITAL MANAGEMENT

The Group needs to maintain sufficient capital to fulfill the Group's requirements of capital to build and expand its production facilities and equipment. Therefore, the capital management of the Group shall ensure on the necessary financial resources and a comprehensive operational plan to fulfill the future demand of working capital, capital expenditures, research and development expenses, debts repayment and dividend distributions.

32. FINANCIAL INSTRUMENTS

a. Fair value of financial instruments that are not measured at fair value

The Group believes that the carrying amounts of financial instruments that are not measured at fair value, including cash and cash equivalents, accounts receivable, financial assets at amortized cost, short-term loans, short-term bills payable, accounts payable, long-term borrowings due within one year, and guarantee deposits received, recognized in the financial statements approximate their fair value.

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

1) Fair value hierarchy

March 31, 2026

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
<u>Financial assets at FVTPL</u>				
Listed shares	\$ 6,619	\$ -	\$ -	\$ 6,619
Mutual funds	50,372	-	-	50,372
Limited partnership	-	-	46,781	46,781
	<u>\$ 56,991</u>	<u>\$ -</u>	<u>\$ 46,781</u>	<u>\$ 103,772</u>

Financial assets at FVTOCI

<u>Investments in equity instruments</u>				
Listed shares	\$ 3,369,960	\$ 747,450	\$ -	\$ 4,117,410
Unlisted shares	-	-	1,914,088	1,914,088
	<u>\$ 3,369,960</u>	<u>\$ 747,450</u>	<u>\$ 1,914,088</u>	<u>\$ 6,031,498</u>

December 31, 2025

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
<u>Financial assets at FVTPL</u>				
Listed shares	\$ 7,095	\$ -	\$ -	\$ 7,095
Mutual funds	317	-	-	317
Limited partnership	-	-	47,354	47,354
	<u>\$ 7,412</u>	<u>\$ -</u>	<u>\$ 47,354</u>	<u>\$ 54,766</u>

Financial assets at FVTOCI

<u>Investments in equity instruments</u>				
Listed shares	\$ 3,344,535	\$ 853,380	\$ -	\$ 4,197,915
Unlisted shares	-	-	1,623,763	1,623,763
	<u>\$ 3,344,535</u>	<u>\$ 853,380</u>	<u>\$ 1,623,763</u>	<u>\$ 5,821,678</u>

March 31, 2025

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
<u>Financial assets at FVTPL</u>				
Listed shares	\$ 7,018	\$ -	\$ -	\$ 7,018
Mutual funds	367	-	-	367
Limited partnership	-	-	40,724	40,724
	<u>\$ 7,385</u>	<u>\$ -</u>	<u>\$ 40,724</u>	<u>\$ 48,109</u>

Financial assets at FVTOCI

<u>Investments in equity instruments</u>				
Listed shares	\$ 3,181,013	\$ 791,010	\$ -	\$ 3,972,023
Unlisted shares	-	-	1,610,956	1,610,956
	<u>\$ 3,181,013</u>	<u>\$ 791,010</u>	<u>\$ 1,610,956</u>	<u>\$ 5,582,979</u>

There were no transfers between Level 1 and 2 for the three months ended March 31, 2026 and 2025.

2) Adjustments for financial instruments measured using level 3 fair value

For the Three Months Ended March 31,2026

	Financial assets at fair value through profit or loss	Financial assets at fair value through other comprehensive income	Total
Balance at January 1	\$ 47,354	\$ 1,623,793	\$ 1,671,147
Recognized in income(other gains and losses)	(573)	-	(573)
Recognized in other comprehensive income (unrealized valuation gain or loss on financial assets at fair value through other comprehensive income)	-	290,325	290,325
Balance at March 31	<u>\$ 46,781</u>	<u>\$ 1,914,118</u>	<u>\$ 1,960,899</u>

For the Three Months Ended March 31,2025

	Financial assets at fair value through profit or loss	Financial assets at fair value through other comprehensive income	Total
Balance at January 1	\$ 40,948	\$ 1,549,474	\$ 1,590,422
Recognized in income (other gains and losses)	(224)	-	(224)
Recognized in other comprehensive income (unrealized valuation gain or loss on financial assets at fair value through other comprehensive income)	-	61,482	61,482
Balance at March 31	<u>\$ 40,724</u>	<u>\$ 1,610,956</u>	<u>\$ 1,651,680</u>

3) Input and measurement technique of Level 2 fair value measurement.

Category of financial instrument	Measurement technique and input value
Investment of Equity Instrument	Purchase of stock via private offering which is subject to a three-year-lock-up period. In light of the impact on the target to be measured due to the restriction of transaction, a discount is imposed to reflect the restricted liquidity of the stock. The target to be measure is the stock of a public listed company. The Closing price at the day of measurement was adopted as the fair value of an unrestricted stock price. The fair value of the restricted stock price is then derived via the Black-Scholes model.

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

- a) The fair values of unlisted equity securities in ROC was estimated by the marketing valuation method. This method is based on the industry category, evaluation and operations of similar companies, or the net equity of the companies.
- b) Limited partnership was estimated based on the net equity.

c. Categories of financial instruments

	March 31, 2026	December 31, 2025	March 31, 2025
Financial assets			
Measured at fair value through profit or loss – mandatory measured at fair value through profit or loss	\$ 103,772	\$ 54,766	\$ 48,109
Financial assets at amortized cost (Note 1)	3,666,705	3,926,446	3,757,271
Financial assets at FVTOCI – Equity instruments	6,031,498	5,821,678	5,582,979
Financial liabilities			
Financial liabilities at amortized cost (Note 2)	4,127,173	4,494,529	3,386,315

1) The balances include financial assets at amortized cost, which comprise cash and cash equivalents, notes receivable, net accounts receivable (including related parties), other receivables, and financial assets at amortized cost (current and non-current).

2) The balances included financial liabilities measured at amortized cost, which comprise short-term borrowings, short-term bills payable, notes payable, accounts payable (including related parties), other payables, long-term borrowings due within one year and bonds payable and guarantee deposits received.

d. Financial Risk Management Objectives and Policies

The Group's major financial instruments include equity investments, accounts receivable, accounts payables, loans and lease liabilities. The financial management department of the Group provides services to the business departments, coordinates access to domestic and international financial markets, monitors and manages the financial risks relating to the operations of the Group through internal risk reports which analyze the exposures by degree and magnitude of risks. These risks include market risk (including currency risk, interest risk and other price risk), credit risk and liquidity risk.

1) Market risk

The Group's activities exposed it primarily to the financial risks of changes in foreign currency risk (see (a) below), interest rate risk (see (b) below) and other price risk (see (c) below).

a) Foreign currency risk

The Group has foreign currency denominated sales and purchases, which expose the Group to foreign currency risk.

The foreign currency risk sensitivity is lower, and the foreign currency risk is little risk to the Group. The carrying amounts of the Group's foreign currency denominated monetary assets and monetary liabilities are disclosed in the Note 34.

b) Interest rate risk

The Group was exposed to interest rate risk arising from short-term borrowing at New Taiwan dollar (NTD) market rates of overweight interest rates. Due to lower NTD borrowing rates and small borrowing position, the interest rate sensitivity is lower, and the interest rate risk is little risk to the Company.

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

	<u>March 31,</u> <u>2026</u>	<u>December 31,</u> <u>2025</u>	<u>March 31,</u> <u>2025</u>
Fair value interest rate risk			
Financial assets	\$ 637,572	\$ 642,722	\$ 1,161,429
Financial liabilities	294,126	507,618	266,477
Cash flow interest rate risk			
Financial assets	855,080	761,052	647,672
Financial liabilities	3,210,000	3,185,000	2,220,000

c) Other price risk

The Group was exposed to equity price risk through its investments in listed equity securities and mutual funds. The Group manages this exposure by maintaining a portfolio of investments with different risks. The Group's equity price risk was mainly concentrated on equity instruments operating in shares and open-end mutual funds quoted in the Taiwan Stock Exchange. In addition, the Group will evaluate the price by the closing price of the equity investments and the net asset value of the fund every month.

Sensitivity analysis

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

If equity prices of domestic listed equity securities(excluding private placement), which was hold by the Group calculated by \$ 3,369,960 thousand and \$ 3,181,013 thousand, had been 1% higher/lower, the pre-tax other comprehensive income for the three months ended March 31 in 2026 and 2025 would have increased/decreased by \$ 33,700 thousand and \$ 31,810 thousand, as a result of the changes in fair value of financial assets at FVTOCI.

2) Credit risk

Financial assets are exposed to the potential effects of outstanding contracts between the Group and its counterparty or other parties. Such effects include the credit risk concentration, components, contractual amounts, and other receivables of financial products engaged by the

As at the end of the reporting period, the Group's maximum exposure to credit risk is due to the failure of counterparties to discharge an obligation, which is from the carrying amount of financial assets are recognized from consolidated financial reports.

In addition to the following paragraph, the main customers of its credit are good, and the Group will regularly annually review the customer's credit status, appropriately adjust the credit line, and will require customers to provide the necessary guarantees or trade by cash in special situations. The sales department understands the customer's credit status through external peer visits. The customers mentioned above, had no significant credit risk exposure.

Part of the concrete customers of the Group are individuals and small-scale enterprises, except for a few large customers are concrete construction companies, industry characteristics resulting in some small-scale enterprises. In addition to using credit limit controls to reduce credit risks and the relevant proceedings to protect their claims, the Group has set adequate allowance for bad debts for higher credit risk customers in accordance with company policy. The credit risk arising from its maximum possible amount is disclosed in the Note 11.

The Group has no significant concentration of credit risk.

3) Liquidity risk

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

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

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

To the extent that interest flows are at floating rates, the undiscounted amount was derived from the interest rate curve at the end of the reporting period.

March 31, 2026

	<u>On Demand or Less than 3 Month</u>	<u>3 Months to 1 Year</u>	<u>1 Year to 5 Year</u>	<u>6 Year to 10 Year</u>
<u>Non-derivative financial liabilities</u>				
Non-interest bearing	\$ 788,364	\$ -	\$ 8,956	\$ -
Lease liabilities	24,313	77,511	91,657	339
Variable interest rate liabilities	2,435,058	787,441	-	-
Fixed interest rate liabilities	120,000	-	-	-
	<u>\$ 3,367,735</u>	<u>\$ 864,952</u>	<u>\$ 100,613</u>	<u>\$ 339</u>

December 31, 2025

	<u>On Demand or Less than 3 Month</u>	<u>3 Months to 1 Year</u>	<u>1 Year to 5 Year</u>	<u>6 Year to 10 Year</u>
<u>Non-derivative financial liabilities</u>				
Non-interest bearing	\$ 980,841	\$ -	\$ 8,966	\$ -
Lease liabilities	15,598	45,438	116,722	21,626
Variable interest rate liabilities	2,763,491	436,211	-	-
Fixed interest rate liabilities	320,000	-	-	-
	<u>\$ 4,079,930</u>	<u>\$ 481,649</u>	<u>\$ 125,688</u>	<u>\$ 21,626</u>

March 31, 2025

	<u>On Demand or Less than 3 Month</u>	<u>3 Months to 1 Year</u>	<u>1 Year to 5 Year</u>	<u>6 Year to 10 Year</u>
<u>Non-derivative financial liabilities</u>				
Non-interest bearing	\$ 1,057,490	\$ -	\$ 8,962	\$ -
Lease liabilities	13,509	40,414	103,321	11,569
Variable interest rate liabilities	2,224,576	-	-	-
Fixed interest rate liabilities	100,000	-	-	-
	<u>\$ 3,395,575</u>	<u>\$ 40,414</u>	<u>\$ 112,283</u>	<u>\$ 11,569</u>

The amount included above for variable interest rate instruments for both non-derivative financial assets and liabilities was subject to change if changes in variable interest rates differ from those estimates of interest rates determined at the end of the reporting period.

b) Financing facilities

Loan is an important resource of liquidity

	<u>March 31, 2026</u>	<u>December 31, 2025</u>	<u>March 31, 2025</u>
The short-term unsecured line of credit	4,885,940	4,590,000	5,774,528

33. TRANSACTIONS WITH RELATED PARTIES

Transactions, balance, income and expenses between the Corporation and subsidiaries (related parties of the Corporation) had been eliminated on consolidation and are not disclosed in this note. Except as disclosed in other notes, details of transactions between the Group and other related parties are disclosed below.

a. Name and relationship of related party

<u>Related Party Name</u>	<u>Relationships of the Group</u>
CHC Resources Corp.	The Group acts as key management
Universal Real Estate Development Co., Ltd.	The Group acts as key management
Creative Sensor Inc.	The Group acts as key management
Sheng Yuan Investment Co., Ltd.	The key management of the Group
Bo-Chih Investment Co., Ltd.	The Group acts as chairman
Yu-Sheng Investment Co., Ltd.	The key management of the Group
Pan Asia (Engineers&Constructors) Corp.	The Group acts as juristic supervisor
Pao Good Industrial Co., Ltd	Other related parties

b. Sales of goods

<u>Account Items</u>	<u>Related Parties Category</u>	<u>For the Three Months Ended March 31</u>	
		<u>2026</u>	<u>2025</u>
Sales revenue	The Group acts as key management	\$ 18,541	\$ 21,543
	Other related parties	12,446	6,976
		<u>\$ 30,987</u>	<u>\$ 28,519</u>

The prices and terms to related parties were not significantly different from transactions with third parties. The credit terms were 1-3 months.

c. Purchase of goods

<u>Related Parties Category</u>	<u>For the Three Months Ended March 31</u>	
	<u>2026</u>	<u>2025</u>
The Group acts as key management	\$ 75,232	\$ 60,937
Other related parties	3,726	1,754
	<u>\$ 78,958</u>	<u>\$ 62,691</u>

The purchased of goods are mainly blast furnace slag and fly ash. The prices and terms to related parties were not significantly different from transaction with third parties. The credit terms were 30-65 days.

d. Receivables from related parties (Excluding contract assets)

<u>Account Items</u>	<u>Related Parties Category / Name</u>	<u>March 31,</u>	<u>December 31,</u>	<u>March 31,</u>
		<u>2026</u>	<u>2025</u>	<u>2025</u>
Accounts receivable - related parties	Other related parties			
	Pan Asia Corp.	\$ 12,752	\$ 10,597	\$ 6,625
	The Group acts as key management	7,628	2,632	4,889
	Less: Allowance for impairment loss	8	4	12
		<u>\$ 20,372</u>	<u>\$ 13,225</u>	<u>\$ 11,502</u>

The outstanding receivables from related parties are unsecured.

e. Payables to related parties

<u>Account Items</u>	<u>Related Parties Category / Name</u>	<u>March 31,</u>	<u>December 31,</u>	<u>March 31,</u>
		<u>2026</u>	<u>2025</u>	<u>2025</u>
Accounts payable - related parties	The Group acts as key management	\$ 4,883	\$ 22,199	\$ 17,936
	Other related parties	1,562	2,137	1,173
		<u>\$ 6,445</u>	<u>\$ 24,336</u>	<u>\$ 19,109</u>

The outstanding accounts payables from related parties are unsecured and would be paid in cash.

f. Lease arrangements - Group is lessor

The Group leased its office building to related parties under operating leases for a term of 1-2 years. The rental prices are determined with reference to the market standards and charged on a monthly basis.

Total lease payment to be collected in the future is summarized as follows:

Related Party Category	March 31, 2026	December 31, 2025	March 31, 2025
The Group acts as key management	\$ 1,833	\$ 3,207	\$ 1,833
The key management of the Group	34	46	80
The chairman of our company	17	23	40
	\$ 1,884	\$ 3,276	\$ 1,953

Total lease revenue is summarized as follows:

Related Party Category	For the Three Months Ended March 31	
	2026	2025
The Group acts as key management	\$ 1,374	\$ 1,374
The key management of the Group	12	12
The chairman of our company	6	6
	\$ 1,392	\$ 1,392

g. Other related parties transactions

Research Fees

The Group acts as key management

	For the Three Months Ended March 31	
	2026	2025
	\$ -	\$ 38

h. Compensation of key management personnel

Short-term employee benefits
Post-employment benefits

	For the Three Months Ended March 31	
	2026	2025
	\$ 12,155	\$ 13,048
	269	271
	\$ 12,424	\$ 12,767

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

34. ASSETS PLEDGED AS COLLATERAL OR FOR SECURITY

The following assets were provided as collateral for lease performance bonds, natural gas performance bonds and engineering performance bonds of Port of Taichung, Taiwan International Ports Corporation, Ltd.

	Carrying Amount		
	March 31, 2026	December 31, 2025	March 31, 2025
Pledged time deposits			
Current	\$ 67	\$ 67	\$ 67
Non-current	32,860	8,010	8,010
	\$ 32,927	\$ 8,077	\$ 8,077

35. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNIZED COMMITMENTS

In addition to those disclosed in other notes, significant commitments and contingencies of the Group on the date of balance sheets were as follows:

a. Unrecognized commitments are as follows:

	<u>March 31,</u> <u>2026</u>	<u>December 31,</u> <u>2025</u>	<u>March 31,</u> <u>2025</u>
Acquisition of property, plant and equipment	\$ 230,790	\$ 225,834	\$ 62,843

b. The promissory notes are as follows:

	<u>March 31,</u> <u>2026</u>	<u>December 31,</u> <u>2025</u>	<u>March 31,</u> <u>2025</u>
These notes were provided as performance bonds, which could be refunded when the guarantee is terminated	\$ 105,080	\$ 105,080	\$ 94,575

c. Unused letters of credit are as follows:

	<u>March 31,</u> <u>2026</u>	<u>December 31,</u> <u>2025</u>	<u>March 31,</u> <u>2025</u>
Unused letters of credit for purchase of raw materials	\$ 104,549	\$ 84,971	\$ 35,472

36. SIGNIFICANT ASSETS AND LIABILITIES DENOMINATED IN FOREIGN CURRENCIES

The following information was aggregated by the foreign currencies other than Group's individual functional currency and the exchange rates between foreign currencies and respective functional currency were disclosed. The significant financial assets and liabilities denominated in foreign currencies are as follows:

(In Thousands of New Taiwan Dollars and Foreign Currencies)

March 31, 2026

<u>Financial Assets</u>	<u>Foreign Currencies</u>	<u>Exchange Rate</u>	<u>Carrying Amount</u>
<u>Monetary items</u>			
USD	\$ 499	31.995	\$ 15,952
RMB	927	4.625	4,290
JPY	94,254	0.201	18,898

December 31, 2025

<u>Financial Assets</u>	<u>Foreign Currencies</u>	<u>Exchange Rate</u>	<u>Carrying Amount</u>
<u>Monetary items</u>			
USD	\$ 1,429	31.43	\$ 44,903
RMB	927	4.496	4,167
JPY	108,336	0.201	21,754

March 31, 2025

<u>Financial Assets</u>	<u>Foreign Currencies</u>	<u>Exchange Rate</u>	<u>Carrying Amount</u>
<u>Monetary items</u>			
USD	\$ 628	33.205	\$ 20,852
RMB	926	4.573	4,237
JPY	108,410	0.223	24,143

The foreign currency risk of the Group is mainly exposed to USD. The following information was aggregated by the foreign currencies other than Group's individual functional currency and the exchange rates between foreign currencies and respective functional currency were disclosed. The exchange rate gains and losses of foreign currencies with significance (including realized and non-realized) are summarized as follows:

	<u>For the Three Months Ended March 31</u>			
	<u>2026</u>	<u>Net Foreign</u> <u>Exchange Gain</u>	<u>2025</u>	<u>Net Foreign</u> <u>Exchange Loss</u>
<u>Functional Currencies</u>	<u>Exchange Rate</u>	<u>Exchange Rate</u>	<u>Exchange Rate</u>	<u>Exchange Rate</u>
NTD	1(NTD:NTD)	\$ 304	1(NTD:NTD)	\$ 1,635

37. SEPARATELY DISCLOSED ITEMS

a. Information about significant transactions and investees:

- 1) Financing provided to others. (Table 1)
- 2) Endorsements/guarantees provided. (Table 2)
- 3) Marketable securities held (excluding investment in subsidiaries and associates). (Table 3)
- 4) Total purchases from or sales to related parties amounting to at least NT\$ 100 million or 20% of the paid-in capital. (N/A)
- 5) Receivables from related parties amounting to at least NT\$ 100 million or 20% of the paid-in capital. (N/A)
- 6) Intercompany relationships and significant intercompany transactions. (Table 6)

b. Related information on investees. (Table 5)

c. Information on investments in mainland China

- 1) Information on any investee company in mainland China, showing the name, principal business activities, paid-in capital, method of investment, inward and outward remittance of funds, ownership percentage, net income or loss of investee and investment income or loss, carrying amount of the investment at the end of the period, repatriations of investment from the mainland China area. (N/A)
- 2) Any of the following significant transactions with investee companies in mainland China, either directly or indirectly through a third party, and their prices, payment terms, and unrealized gains or losses
 - a) The amount and percentage of purchases and the balance and percentage of the related payables at the end of the period: (N/A)
 - b) The amount and percentage of sales and the balance and percentage of the related receivables at the end of the period: (N/A)
 - c) The amount of property transactions and the amount of the resultant gains or losses: (N/A)
 - d) The balance of negotiable instrument endorsements or guarantees or pledges of collateral at the end of the period and the purposes: (N/A)
 - e) The highest balance, the end of period balance, the interest rate range, and total current period interest with respect to financing of funds: (N/A)
 - f) Other transactions that have a material effect on the profit or loss for the period or on the financial position, such as the rendering or receiving of services: (N/A)

38. SEGMENT INFORMATION

a. Operating segments information

The identification of reportable departments is based on the operation and management model of the Group management. Based on product categories, the identification is divided into departments such as building materials business and asset management center-provide information to key operating decision-makers for allocating resources and evaluating segment performance.

The Group's reportable segments are as follows:

- 1) Building materials segment - manufacture and sell of cement, concrete and gypsum board and research segment.
- 2) Others - mainly the management segment of reinvested companies and segments that are not part of the building materials segment.

b. Segment revenues and operating results

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

For the Three Months Ended March 31, 2026

	Building Materials Segment	Others	Adjustment and Elimination	Total
Revenue from external customers	\$ 1,631,305	\$ 127,742	\$ -	\$ 1,759,047
Inter-segment revenues	4,778	-	(4,778)	-
Total Segment revenues	<u>\$ 1,636,083</u>	<u>\$ 127,742</u>	<u>(\$ 4,778)</u>	<u>\$ 1,759,047</u>
Segment profit and loss	<u>\$ 355,183</u>	<u>\$ 31,151</u>	<u>(\$ 21,533)</u>	<u>\$ 364,801</u>
Interest expenses				(17,441)
Profit before income tax				<u>\$ 347,360</u>

For the Three Months Ended March 31, 2025

	Building Materials Segment	Others	Adjustment and Elimination	Total
Revenue from external customers	\$ 1,924,957	\$ 3,697	\$ -	\$ 1,928,654
Inter-segment revenues	2,629	-	(2,629)	-
Total Segment revenues	<u>\$ 1,927,586</u>	<u>\$ 3,697</u>	<u>(\$ 2,629)</u>	<u>\$ 1,928,654</u>
Segment profit and loss	<u>\$ 311,147</u>	<u>\$ 58,409</u>	<u>(\$ 10,269)</u>	<u>\$ 359,287</u>
Interest expenses				(11,367)
Profit before income tax				<u>\$ 347,920</u>

Segment income represented profit before tax earned by each segment without income tax. These amounts provide information to key operating decision-makers for allocating resources and evaluating segment performance.

The chief operating decision maker of the Group makes decisions based on the operating results of each segment, there was no information about the assessment of assets and liabilities classified through business activity performance, thence only listing revenue and results of reportable segments.

TABLE 1**UNIVERSAL CEMENT CORPORATION AND SUBSIDIARIES****FINANCING PROVIDED TO OTHERS****FOR THE THREE MONTHS ENDED MARCH 31, 2026****(In Thousands of New Taiwan Dollars)**

No. (Note 1)	Lender	Borrower	Financial Statement Account	Related Parties	Highest Balance for the period	Ending Balance	Actual Borrowing Amount	Interest Rate (%)	Nature for Financing	Business Transaction Amounts	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limits for Each Borrower (Note 2)	Aggregate Financing Limits (Note 3)
													Item	Value		
0	The Company	Uneo Inc.	Other receivables	Yes	\$ 100,000	\$ 100,000	\$ -	1.956	For short-term financing	\$ -	Operating capital	\$ -	None	\$ -	\$ 9,992,741	\$ 9,992,741
0	The Company	UCC Investment Co., Ltd.	Other receivables	Yes	800,000	800,000	-	1.956	For short-term financing	-	Operating capital	-	None	-	9,992,741	9,992,741
0	The Company	Universal Ready-mixed Concrete Industry Co., Ltd.	Other receivables	Yes	300,000	300,000	-	1.956	For short-term financing	-	Operating capital	-	Land and Plant	300,000	9,992,741	9,992,741

Note 1: a: "0" is the Company.

b: Subsidiaries are numbered from "1".

Note 2: The upper limit for each borrower is 40% of the Company's net asset value as stated in the latest financial statements; The upper limit for a subsidiary to a single enterprise is 40% of the net value of the subsidiary's most recent financial statements that have been audited (reviewed) by CPAs.

Note 3: The aggregate limit for each borrower is 40% of the Company's net asset value as stated in the latest financial statements; The aggregate limit for a subsidiary to a single enterprise is 40% of the net value of the subsidiary's most recent financial statements that have been audited (reviewed) by CPAs.

UNIVERSAL CEMENT CORPORATION AND SUBSIDIARIES

ENDORSEMENTS/GUARANTEES PROVIDED
FOR THE THREE MONTHS ENDED MARCH 31, 2026
(In Thousands of New Taiwan Dollars)

No. (Note 1)	Endorser / Guarantor	Endorsee / Guarantee		Limits on Endorsement/ Guarantee Given on Behalf of Each Party (Note 3)	Maximum Amount Endorsed / Guaranteed During the Period	Outstanding Endorsement / Guarantee at the End of the Period (Note 6)	Actual Borrowing Amount	Amount Endorsed / Guaranteed by Collaterals	Ratio of Accumulated Endorsement/Guarantee to Net Equity in Latest Financial Statements (%)	Aggregate Endorsement/ Guarantee Limit (Note 4, Note 5, Note 7)	Endorsement/ Guarantee Given by Parent on Behalf of Subsidiaries	Endorsement/ Guarantee Given by Subsidiaries on Behalf of Parent	Endorsement/ Guarantee Given on Behalf of Companies in Mainland China
		Name	Relationship (Note 2)										
0	The Company	UCC Investment Co., Ltd.	(1)	\$ 875,000	\$ 300,000	\$ 300,000	\$ 110,000	\$ -	1	\$ 24,981,853	Y	N	N
		Uneo Inc.	(1)	310,000	50,000	50,000	-	-	-	24,981,853	Y	N	N
		Universal Ready-mixed Concrete Industry Co., Ltd.	(1)	132,329	120,000	120,000	-	-	-	24,981,853	Y	N	N
1	Kaohsiung Pier Transportation Co., Ltd.	Universal Ready-mixed Concrete Industry Co., Ltd.	(3)	494,565	341,607	341,607	-	-	345	989,130	N	N	N
		The Company	(2)	494,565	183,468	183,468	-	-	185	989,130	N	Y	N
2	UCC Investment Co., Ltd.	Universal Ready-mixed Concrete Industry Co., Ltd.	(3)	5,270,612	360,716	360,716	-	-	34	10,541,225	N	N	N
		The Company	(2)	5,270,612	1,853,233	1,853,233	-	-	176	10,541,225	N	Y	N
3	Universal Ready-mixed Concrete Industry Co., Ltd.	The Company	(2)	656,210	157,561	157,561	-	-	24	656,210	N	Y	N

Note 1: a: "0" is the Company.

b: Subsidiaries are numbered from "1".

Note 2: (1) The endorser / guarantor parent company owns directly and indirectly more than 50% voting shares of the endorsed / guaranteed subsidiary.

(2) The endorser / guarantor parent company owns directly and indirectly more than 90% voting shares of the endorsed / guaranteed company.

(3) The endorsed / guaranteed company owns directly and indirectly more than 50% voting shares of the endorser / guarantor parent company.

Note 3: The upper limit for the Company is equivalent to the capital of the endorsee; the upper limit for subsidiaries is equivalent to the net asset value of the subsidiaries as stated in its latest financial statements except that it is five times of the net asset value of Kaohsiung Pier Transportation Co., Ltd. and UCC Investment Co., Ltd.

Note 4: The upper limit for the Company is equivalent to the net asset value of the Company.

Note 5: The upper limit for the subsidiary is equivalent to the net asset value of the subsidiary as stated in its latest financial statements, unless the Company or other subsidiaries give more guarantee.

Note 6: The limits were approved by the board of directors.

Note 7: The maximum limit of endorsements and guarantees provided by Kaohsiung Pier Transportation Co., Ltd. and UCC Investment Co., Ltd. is equivalent to ten times the net asset value of the subsidiaries as stated in their latest financial statements.

UNIVERSAL CEMENT CORPORATION AND SUBSIDIARIES

MARKETABLE SECURITIES HELD

MARCH 31, 2026

(In Thousands of New Taiwan Dollars)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	MARCH 31, 2026				Note
				Shares/ Units	Carrying Value	Percentage of Ownership (%)	Fair Value Or Net Equity	
The Company	Listed shares							
	Prince Housing & Development Corp.	The juristic director of the Company acts as juristic director	Financial assets at FVTOCI - current	40,621,948	\$ 327,007	2.50	\$ 327,007	
	CTBC Financial Holding Co., Ltd.	-	Financial assets at FVTOCI - current	28,441,983	1,459,074	0.14	1,459,074	
	CHC Resources Corp.	The Company acts as juristic director	Financial assets at FVTOCI - current	17,020,254	1,191,418	6.85	1,191,418	
	Privately offered shares							
	Creative Sensor Inc.	The Company acts as juristic director	Financial assets at FVTOCI - non - current	11,700,000	441,675	8.72	441,675	
	Unlisted shares							
UCC Investment Co., Ltd.	Grand Bills Finance Corp.	The Company acts as juristic director	Financial assets at FVTOCI - non - current	43,999,488	726,652	8.14	726,652	
	Universal Real Estate Development Co., Ltd.	The Company acts as juristic director	Financial assets at FVTOCI - non - current	24,864,000	830,333	16.44	830,333	
	Listed shares							
UCC Investment Co., Ltd.	Prince Housing & Development Corp.	The juristic director of the Company acts as juristic director	Financial assets at FVTOCI - current	42,645,900	343,299	2.63	343,299	
	Privately offered shares							
	Creative Sensor Inc.	The Company acts as juristic director	Financial assets at FVTOCI - non - current	8,100,000	305,775	5.88	305,775	
	Unlisted shares							
	Pan Asia (Engineers&Constructors) Corp.	Subsidiary of the Company acts as juristic supervisor	Financial assets at FVTOCI - non-current	4,033,643	240,849	2.71	240,849	

Note: This table includes securities that the Group, based on the principle of materiality, has determined should be presented.

UNIVERSAL CEMENT CORPORATION AND SUBSIDIARIES

TOTAL PURCHASES FROM OR SALES TO RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL
 FOR THE THREE MONTHS ENDED MARCH 31, 2026
 (In Thousands of New Taiwan Dollars)

Purchaser/Seller	Counterparty	Relationship	Transaction Details				Differences in transaction terms compared to third party transactions		Notes/Accounts Receivable (Payable)		Note
			Purchases/Sales	Amount	Percentage of Total Purchases (Sales) (%)	Credit Period	Unit Price	Credit Period	Balance	Percentage of Total Notes/Accounts Receivable (Payable)	
The Company	Kaohsiung Pier Transportation Co., Ltd.	Subsidiary-100%	Freight expense	\$ 126,454	19	45 - 60 days after acceptance	Note	Equivalent	(\$ 24,877)	(7)	

Note: There is no comparison on the purchase price between related parties and the third parties because there is no similar product.

UNIVERSAL CEMENT CORPORATION AND SUBSIDIARIES

INFORMATION ON INVESTEEES

FOR THE THREE MONTHS ENDED MARCH 31, 2026

(In Thousands of New Taiwan Dollars)

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		March 31, 2026			Net Income (Loss) of the Investee	Share of Profits/Losses of Investee	Note
				March 31, 2026	December 31, 2025	Shares	Percentage of Ownership	Carrying Amount			
The Company	Huan-Chung International Co., Ltd.	Taichung city	Import, export, and sale of cement, cement material, fuel, and production	\$ 69,993	\$ 69,993	6,999,333	69.99	\$ 135,030	\$ 3,476	\$ 2,433	
	Chiayi Ready-mixed Concrete Industry Co., Ltd.	Chiayi County	Manufacturing and marketing of ready-mixed concrete	65,157	65,157	6,583,874	86.63	81,875	(1,628)	(1,411)	
	Kaohsiung Pier Transportation Co., Ltd.	Kaohsiung city	Trucking operation	74,580	74,580	7,560,000	100.00	101,706	2,793	2,793	
	UCC Investment Co., Ltd.	Taipei city	Investment activities	650,000	650,000	87,500,000	100.00	1,053,430	(1,199)	(1,199)	
	Universal Ready-mixed Concrete Industry Co., Ltd.	Taichung city	Manufacturing and marketing of ready-mixed concrete and gravel	43,912	33,887	7,894,503	59.66	398,482	12,343	7,607	
	Uneo Inc.	Taipei city	Marketing of electronic products	341,671	341,671	11,000,000	100.00	680,873	2,719	2,719	
	Li-Yong Development Co., Ltd.	Taipei city	Investment activities, trading for real estate and leasing business	20,000	20,000	2,000,000	100.00	19,134	-	-	
	Lio-Ho Machine Works Ltd.	Taoyuan city	Manufacturing and marketing of metal parts and automotive components	174,997	174,997	89,581,468	29.86	11,758,413	221,262	66,069	
	Tainan Ready-mixed Concrete Industry Co., Ltd.	Tainan city	Additional processing and marketing of ready-mixed concrete and cement	253,180	238,180	2,098,624	69.95	1,036,379	2,249	1,492	
	Bao Horng Cement Corporation	Yilan County	Manufacturing and sales of cement and furnace slag related products	36	36	1,562	0.01	40	809	133	
UCC Investment Co., Ltd.	Universal Ready-mixed Concrete Industry Co., Ltd.	Taichung city	Manufacturing and marketing of ready-mixed concrete and gravel	8,128	8,128	260,892	1.97	8,128			
	Chiayi Ready-mixed Concrete Industry Co., Ltd.	Chiayi County	Manufacturing and marketing of ready-mixed concrete	12	12	1,056	0.01	12			
	Huan-Chung International Co., Ltd.	Taichung city	Import, export, and sale of cement, cement material, fuel, and production	13	13	667	0.01	13			
	Tainan Ready-mixed Concrete Industry Co., Ltd.	Tainan city	Additional processing and marketing of ready-mixed concrete and cement	178	178	10,000	0.33	178			
	Lio-Ho Machine Works Ltd.	Taoyuan city	Manufacturing and marketing of metal parts and automotive components	93	93	1,680	-	93			
	Bao Horng Cement Corporation	Yilan County	Manufacturing and sales of cement and furnace slag related products	41,547	41,547	2,556,086	26.91	66,926			
Uneo Inc.	Tekscan Holdco, Inc.	USA	Investment activities	529,983	529,983	1,000	100.00	574,865			
Tekscan Holdco, Inc.	Tekscan, Inc.	USA	Manufacturing and marketing of electronic products	529,983	529,983	1,000,000	100.00	574,865			

UNIVERSAL CEMENT CORPORATION AND SUBSIDIARIES

INTERCOMPANY RELATIONSHIPS AND SIGNIFICANT INTERCOMPANY TRANSACTIONS

FOR THE THREE MONTHS ENDED MARCH 31, 2026

(Amounts In Thousands of New Taiwan Dollars, Unless Specified Otherwise)

No.	Company name	Counterparty	Relationship (Note 1)	Transaction Details			
				Financial Statement Accounts	Amount	Transaction terms	Percentage of Consolidated Total Operating Revenues or Total Assets (%)
0	The Company	Kaohsiung Pier Transportation Co., Ltd.	(1)	Freight expense	\$ 126,454	The prices to related parties were not significantly different from those to third parties. Credit terms were 45 - 60 days after acceptance.	7
		Kaohsiung Pier Transportation Co., Ltd.	(1)	Accounts payable	24,877	The prices to related parties were not significantly different from those to third parties. Credit terms were 45 - 60 days after acceptance.	-
		Kaohsiung Pier Transportation Co., Ltd.	(1)	Other payables	13,699	The prices to related parties were not significantly different from those to third parties. Credit terms were 45 - 60 days after acceptance.	-
		Uneo Inc.	(1)	Sales revenue	4,178	The sales prices have no comparison with those from third parties, net 60 days after shipment.	-
		Uneo Inc.	(1)	Accounts receivable	2,787	The sales prices have no comparison with those from third parties, net 60 days after shipment.	-
		Huan-Chung International Co., Ltd.	(1)	Cost of goods sold	399	The prices to related parties were not significantly different from those to third parties. Credit terms were 90 - 120 days after acceptance.	1
		Huan-Chung International Co., Ltd.	(1)	Accounts payable	126	The prices to related parties were not significantly different from those to third parties. Credit terms were 90 - 120 days after acceptance.	-
		Universal Ready-mixed Concrete Industry Co., Ltd.	(1)	Sales revenue	4,296	The prices to related parties were not significantly different from those to third parties. Credit terms were 90 - 120 days after shipment.	-
		Universal Ready-mixed Concrete Industry Co., Ltd.	(1)	Accounts receivable	3,712	The prices to related parties were not significantly different from those to third parties. Credit terms were 90 - 120 days after shipment.	-
		Universal Ready-mixed Concrete Industry Co., Ltd.	(1)	Other revenue	4,872	30 days from the end of the month, as per contract	-
1	Huan-Chung International Co., Ltd.	Universal Ready-mixed Concrete Industry Co., Ltd.	(1)	Other accounts	4,872	30 days from the end of the month, as per contract	-
		Universal Ready-mixed Concrete Industry Co., Ltd.	(3)	Sales revenue	29,169	The prices to related parties were not significantly different from those to third parties. Credit terms were 90 - 120 days after shipment.	2
2	Universal Ready-mixed Concrete Industry Co., Ltd.	Universal Ready-mixed Concrete Industry Co., Ltd.	(3)	Accounts receivable	9,646	The prices to related parties were not significantly different from those to third parties. Credit terms were 90 - 120 days after shipment.	-
		Kaohsiung Pier Transportation Co., Ltd.	(3)	Freight expense	7,198	The prices to related parties were not significantly different from those to third parties. Credit terms were 45 - 60 days after acceptance.	-
		Kaohsiung Pier Transportation Co., Ltd.	(3)	Accounts payable	3,712	The prices to related parties were not significantly different from those to third parties. Credit terms were 45 - 60 days after acceptance.	-

Note 1: The transaction relationships with the counterparties are as follows:

No. 1: Represents transactions from parent Company to subsidiary.

No. 2: Represents transactions from the subsidiary to the parent Company.