

**NAN YA PLASTICS CORPORATION AND
SUBSIDIARIES**

Consolidated Financial Statements

**With Independent Auditors' Review Report
For the Nine Months Ended September 30, 2024 and 2023**

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

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Independent Auditors' Review Report

To the Board of Directors of NAN YA PLASTICS CORPORATION:

Introduction

We have reviewed the accompanying consolidated balance sheets of NAN YA PLASTICS CORPORATION and its subsidiaries ("the Group") as of September 30, 2024 and 2023, and the related consolidated statements of comprehensive income for the three months and nine months ended September 30, 2024 and 2023, as well as the changes in equity and cash flows for the nine 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 the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China. Our responsibility is to express a conclusion on the consolidated financial statements based on our reviews.

Scope of Review

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

Basis for Qualified Conclusion

As stated in Note 4 (b), the consolidated financial statements included the financial statements of certain non-significant subsidiaries, which were not reviewed by independent auditors. These financial statements reflect total assets amounting to \$93,477,025 thousand and \$97,183,003 thousand, constituting 14.80% and 14.75% of consolidated total assets as of September 30, 2024 and 2023, respectively, total liabilities amounting to \$38,284,740 thousand and \$40,156,111 thousand, constituting 14.78% and 14.52% of consolidated total liabilities as of September 30, 2024 and 2023, respectively, and total comprehensive income (loss) amounting to \$(1,023,271) thousand, \$1,089,460 thousand, \$975,895 thousand and \$519,299 thousand, constituting 7.72%, 7.88%, 44.02% and 3.34% of consolidated total comprehensive income (loss) for the three months and nine months ended September 30, 2024 and 2023, respectively.

Furthermore, as stated in Note 6(g), the other equity accounted investments of the Group in its investee companies of \$45,745,904 thousand and \$42,473,267 thousand as of September 30, 2024 and 2023, respectively, and its equity in net earnings on these investee companies of \$(162,529) thousand, \$534,089 thousand, \$410,069 thousand and \$697,148 thousand for the three months and nine months ended September 30, 2024 and 2023, respectively, were recognized solely on the financial statements prepared by these investee companies, but not reviewed by independent auditors.

Qualified Conclusion

Except for the adjustments, if any, as might have been determined to be necessary had the financial statements of certain consolidated subsidiaries and equity accounted investee companies described in the Basis for Qualified Conclusion paragraph above been reviewed by independent auditors, based on our reviews, nothing has come to our attention that causes us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of the Group as of September 30, 2024 and 2023, and of its consolidated financial performance for the three months and nine months ended September 30, 2024 and 2023, as well as its consolidated cash flows for the nine months ended September 30, 2024 and 2023 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, “Interim Financial Reporting” endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

Other Matter

We did not review the financial statements of certain subsidiaries of the Group. Those financial statements were reviewed by other auditors, whose review reports have been furnished to us, and our conclusion, insofar as it relates to the amounts included for those subsidiaries, is based solely on the review reports of other auditors. The financial statements of those subsidiaries reflect total assets amounting to \$121,220,107 thousand and \$131,225,127 thousand, constituting 19.19% and 19.92% of consolidated total assets as of September 30, 2024 and 2023, respectively; and total operating revenues amounting to \$17,921,547 thousand, \$17,974,328 thousand, \$52,912,048 thousand and \$48,840,484 thousand, constituting 26.98%, 26.73%, 27.64% and 24.82% of consolidated total operating revenues for the three months and nine months ended September 30, 2024 and 2023, respectively.

We did not review the financial statements of certain investee companies, which represented the investment in other entities accounted for using the equity method. Those financial statements were reviewed by another auditor, whose review report has been furnished to us, and our conclusion, insofar as it relates to the amounts included for those investee companies, is based solely on the review report of another auditor. The investments in accounted for using the equity method amounted to \$71,548,643 thousand and \$76,347,129 thousand, constituting 11.33% and 11.59% of consolidated total assets as of September 30, 2024 and 2023, respectively; and the related shares of profit of associates and joint ventures accounted for using the equity method amounted to \$(711,993) thousand, \$3,963,782 thousand, \$1,080,643 thousand and \$4,721,105 thousand, constituting (145.18)%, 74.34%, 28.62% and 51.66% of consolidated total profit before tax for the three months and nine months ended September 30, 2024 and 2023, respectively.

The engagement partners on the reviews resulting in this independent auditors’ review report are Ko, Hui-Chih and Chen, Chun-Kuang.

KPMG

Taipei, Taiwan (Republic of China)
November 12, 2024

Notes to Readers

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

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

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

NAN YA PLASTICS CORPORATION AND SUBSIDIARIES

Consolidated Balance Sheets

September 30, 2024, December 31 and September 30, 2023

(Expressed in Thousands of New Taiwan Dollars)

Assets		September 30, 2024		December 31, 2023		September 30, 2023		Liabilities and Equity		September 30, 2024		December 31, 2023		September 30, 2023	
		Amount	%	Amount	%	Amount	%			Amount	%	Amount	%	Amount	%
Current assets:								Current liabilities:							
1100	Cash and cash equivalents (notes 6(a) and (w))	\$ 64,969,520	10	80,301,186	12	79,579,051	12	2100	Short-term borrowings (notes 6(l), (w) and (z))	\$ 28,983,039	5	31,802,900	5	38,368,627	6
1110	Current financial assets at fair value through profit or loss (notes 6(b) and (w))	1,760,232	-	1,641,598	-	1,699,861	-	2110	Short-term notes and bills payable (notes 6(k), (w) and (z))	35,651,717	5	36,304,203	6	37,695,116	6
1120	Current financial assets at fair value through other comprehensive income (notes 6(c), (w) and 8)	22,037,296	4	32,339,271	5	32,405,528	5	2170	Notes and accounts payable (note 6(w))	8,277,893	1	11,305,522	2	13,690,681	2
1150	Notes receivable, net (notes 6(d) and (w))	2,889,258	-	3,411,353	1	2,885,788	-	2180	Accounts payable to related parties (notes 6(w) and 7)	6,450,983	1	5,058,154	1	5,470,496	1
1170	Accounts receivable, net (notes 6(d) and (w))	37,395,187	6	33,821,570	5	39,639,935	6	2200	Other payables (including related parties) (note 7)	26,264,260	4	23,686,698	4	25,667,992	4
1180	Accounts receivable due from related parties (notes 6(d), (w) and 7)	1,308,723	-	1,121,294	-	838,697	-	2280	Current lease liabilities (notes 6(o), (w), (z) and 7)	120,337	-	130,182	-	142,511	-
1200	Other receivables (notes 6(e) and (w))	3,110,817	1	3,476,429	1	4,884,754	1	2321	Current portion of bonds payable (notes 6(n), (w) and (z))	11,069,557	2	9,270,477	1	10,270,064	2
1210	Other receivables due from related parties (notes 6(e), (w) and 7)	1,820,261	-	3,299,420	1	1,372,977	-	2322	Current portion of long-term borrowings (notes 6(m), (w) and (z))	20,750,000	3	6,729,400	1	1,290,720	-
130X	Inventories (note 6(f))	53,672,281	9	50,552,031	7	50,635,835	8	2399	Other current liabilities	3,495,525	1	2,920,238	-	3,140,585	-
1470	Other current assets (note 8)	6,788,337	1	5,174,793	1	6,595,848	1		Total current liabilities	141,063,311	22	127,207,774	20	135,736,792	21
	Total current assets	195,751,912	31	215,138,945	33	220,538,274	33		Non-Current liabilities:						
	Non-current assets:							2530	Bonds payable (notes 6(n), (w) and (z))	49,209,401	8	56,471,990	9	47,288,238	7
1510	Non-current financial assets at fair value through profit or loss (notes 6(b) and (w))	685,356	-	665,521	-	693,196	-	2540	Long-term borrowings (notes 6(m), (w) and (z))	36,568,070	6	49,879,126	7	53,223,451	8
1517	Non-current financial assets at fair value through other comprehensive income (notes 6(c) and (w))	23,247,891	4	19,537,040	3	17,927,651	3	2570	Deferred tax liabilities	14,772,185	2	18,163,021	3	19,236,397	3
1550	Investments accounted for using equity method (notes 6(g), 7 and 8)	173,965,589	28	176,181,389	27	176,875,094	27	2580	Non-current lease liabilities (notes 6(o), (w), (z) and 7)	193,211	-	202,261	-	236,743	-
1600	Property, plant and equipment (notes 6(h), 7 and 8)	217,321,452	34	216,213,265	33	219,749,038	33	2640	Net defined benefit liability-non-current	10,075,239	2	11,239,567	2	12,443,438	2
1755	Right-of-use assets (notes 6(i) and 7)	896,732	-	911,113	-	984,827	-	2645	Guarantee deposits	1,068,702	-	941,364	-	894,688	-
1782	Intangible assets (note 6(j))	1,376,157	-	1,521,015	-	1,569,302	-	2670	Other non-current liabilities	6,133,394	1	7,338,791	1	7,533,247	1
1812	Technology development expense	7,859	-	11,396	-	12,574	-		Total non-current liabilities	118,020,202	19	144,236,120	22	140,856,202	21
1840	Deferred tax assets	2,857,301	-	3,082,742	1	4,177,287	1		Total liabilities	259,083,513	41	271,443,894	42	276,592,994	42
1915	Prepayments for purchase of equipment	3,362,938	1	3,873,796	1	3,832,886	1		Equity attributable to owners of parent (note 6(r)):						
1937	Overdue receivables (note 6(d))	-	-	-	-	-	-	3110	Ordinary shares	79,308,216	13	79,308,216	12	79,308,216	12
1990	Other non-current assets	12,198,050	2	11,391,731	2	12,293,073	2	3200	Capital surplus	27,736,382	4	27,733,533	4	27,734,908	4
	Total non-current assets	435,919,325	69	433,389,008	67	438,114,928	67	3300	Retained earnings	228,337,917	36	230,801,650	36	229,893,242	35
	Total assets	\$ 631,671,237	100	648,527,953	100	658,653,202	100	3400	Others	21,287,821	3	22,300,880	3	28,287,590	4
									Total equity attributable to owners of parent:	356,670,336	56	360,144,279	55	365,223,956	55
								36XX	Non-controlling interests	15,917,388	3	16,939,780	3	16,836,252	3
									Total equity	372,587,724	59	377,084,059	58	382,060,208	58
									Total liabilities and equity	\$ 631,671,237	100	648,527,953	100	658,653,202	100

See accompanying notes to Consolidated financial statements.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)
NAN YA PLASTICS CORPORATION AND SUBSIDIARIES
Consolidated Statement of Comprehensive Income
For the three months and nine months ended September 30, 2024 and 2023
(Expressed in Thousands of New Taiwan Dollars, Except for Earnings Per Common Share)

	For the three months ended September 30				For the nine months ended September 30			
	2024		2023		2024		2023	
	Amount	%	Amount	%	Amount	%	Amount	%
4000	Operating revenue (notes 6(t) and 7)							
	\$ 66,423,308	100	67,251,415	100	191,459,552	100	196,763,386	100
5000	Operating costs (notes 6(f), (p), (u), 7 and 12)							
	60,907,385	92	62,251,925	93	177,390,748	93	182,299,198	93
	Gross profit from operations							
	5,515,923	8	4,999,490	7	14,068,804	7	14,464,188	7
5910	Less: Unrealized profit from affiliated companies (note 7)							
	10,294	-	15,569	-	8,634	-	14,011	-
	Total gross profit from operation							
	5,505,629	8	4,983,921	7	14,060,170	7	14,450,177	7
	Operating expenses (notes 6(p), (u), 7 and 12):							
6100	Selling expenses							
	2,426,932	3	2,126,899	3	6,682,606	3	6,308,458	3
6200	Administrative expenses							
	2,107,510	3	2,485,484	4	6,692,573	3	6,997,269	3
6450	Expected credit (gains) losses (note 6(d))							
	(22,899)	-	13,730	-	(22,899)	-	23,508	-
	Total operating expenses							
	4,511,543	6	4,626,113	7	13,352,280	6	13,329,235	6
	Net Operating income							
	994,086	2	357,808	-	707,890	1	1,120,942	1
	Non-operating income and expenses (notes 6(g), (o), (v) and 7):							
7010	Other income							
	976,829	1	919,515	1	2,475,427	1	3,863,065	2
7020	Other gains and losses							
	(211,577)	-	711,733	1	690,080	-	902,542	-
7050	Finance costs							
	(1,099,483)	(2)	(1,145,545)	(2)	(3,255,417)	(2)	(3,024,090)	(1)
7060	Shares of profit of associates and joint ventures accounted for using equity method							
	(683,287)	(1)	3,830,974	6	1,419,300	-	4,398,519	2
7100	Interest income							
	513,837	1	657,560	1	1,739,056	1	1,877,154	1
	Total non-operating income and expenses							
	(503,681)	(1)	4,974,237	7	3,068,446	-	8,017,190	4
	Profit before tax							
	490,405	1	5,332,045	7	3,776,336	1	9,138,132	5
7950	Less: Income tax expenses (note 6(q))							
	429,865	1	656,534	1	800,292	-	1,387,815	1
	Profit							
	60,540	-	4,675,511	6	2,976,044	1	7,750,317	4
8300	Other comprehensive income (loss) (notes 6(g), (q) and (r)):							
8310	Components of other comprehensive income (loss) that will not be reclassified to profit or loss							
8316	Unrealized (losses) gains from investments in equity instruments measured at fair value through other comprehensive income							
	(5,418,386)	(8)	(168,077)	-	(6,613,505)	(3)	(1,544,215)	(1)
8320	Shares of other comprehensive income of associates and joint ventures accounted for using equity method, components of other comprehensive income that will not be reclassified to profit or loss							
	(4,329,954)	(7)	378,695	1	(1,873,446)	(1)	2,201,813	1
8349	Less: income tax related to components of other comprehensive income that will not be reclassified to profit or loss							
	-	-	-	-	-	-	-	-
	Total items that may not be reclassified subsequently to profit and loss							
	(9,748,340)	(15)	210,618	1	(8,486,951)	(4)	657,598	-
8360	Components of other comprehensive income (loss) that will be reclassified to profit or loss							
8361	Exchange differences on translation							
	(3,572,472)	(5)	8,942,670	13	7,732,321	4	7,145,875	4
8370	Shares of other comprehensive income of associates and joint ventures accounted for using equity method, components of other comprehensive income that will be reclassified to profit or loss							
	1,528	-	(10,176)	-	(4,603)	-	(4,609)	-
8399	Less: income tax related to components of other comprehensive income that will be reclassified to profit or loss							
	-	-	-	-	-	-	-	-
	Total items that may be reclassified subsequently to profit and loss							
	(3,570,944)	(5)	8,932,494	13	7,727,718	4	7,141,266	4
8300	Other comprehensive income (loss)							
	(13,319,284)	(20)	9,143,112	14	(759,233)	-	7,798,864	4
8500	Total comprehensive income (loss)							
	\$ (13,258,744)	(20)	13,818,623	20	2,216,811	1	15,549,181	8
	Profit, attributable to:							
8610	Owners of parent							
	\$ 65,764	-	4,360,722	6	3,041,947	1	6,168,641	3
8620	Non-controlling interests							
	(5,224)	-	314,789	-	(65,903)	-	1,581,676	1
	Total profit attributable to owners of parent							
	\$ 60,540	-	4,675,511	6	2,976,044	1	7,750,317	4
	Comprehensive income attributable to:							
8710	Owners of parent							
	\$ (13,194,592)	(20)	13,247,004	19	2,056,375	1	13,858,267	7
8720	Non-controlling interests							
	(64,152)	-	571,619	1	160,436	-	1,690,914	1
	Total comprehensive income attributable to owners of parent							
	\$ (13,258,744)	(20)	13,818,623	20	2,216,811	1	15,549,181	8
	Basic earnings per share (note 6(s)):							
9710	Income from continuing operations							
	\$ 0.06	0.01	0.67	0.59	0.48	0.37	1.15	0.98
	(0.04)	-	(0.11)	(0.04)	(0.04)	0.01	(0.44)	(0.20)
9750	Income attributable to shareholders of the parent							
	\$ 0.02	0.01	0.56	0.55	0.44	0.38	0.71	0.78

See accompanying notes to Consolidated financial statements.

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

NAN YA PLASTICS CORPORATION AND SUBSIDIARIES

Consolidated Statement of Changes in Equity
For the nine months ended September 30, 2024 and 2023
(Expressed in Thousands of New Taiwan Dollars)

	Equity attributable to owners of parent										
	Retained earnings					Items of other equity interest					
	Ordinary shares	Capital surplus	Legal reserve	Special reserve	Unappropriated retained earnings	Exchange differences on translation of foreign financial statements	Unrealized gains (losses) from financial assets measured at fair value through other comprehensive income	Gains (losses) on hedging instruments	Total equity attributable to owners of parent	Non-controlling interests	Total equity
Balance at January 1, 2023	\$ 79,308,216	27,692,943	81,491,665	112,663,858	53,349,944	(6,503,889)	27,101,700	153	375,104,590	18,996,840	394,101,430
Profit	-	-	-	-	6,168,641	-	-	-	6,168,641	1,581,676	7,750,317
Other comprehensive income	-	-	-	-	-	7,023,573	670,662	(4,609)	7,689,626	109,238	7,798,864
Total comprehensive income	-	-	-	-	6,168,641	7,023,573	670,662	(4,609)	13,858,267	1,690,914	15,549,181
Appropriation and distribution of retained earnings:											
Legal reserve appropriated	-	-	3,353,520	-	(3,353,520)	-	-	-	-	-	-
Special reserve appropriated	-	-	-	4,817,936	(4,817,936)	-	-	-	-	-	-
Cash dividends of ordinary share	-	-	-	-	(23,792,465)	-	-	-	(23,792,465)	-	(23,792,465)
Reversal of special reserve	-	-	-	(4,011)	4,011	-	-	-	-	-	-
Other changes in capital surplus:											
Other changes in capital surplus	-	41,965	-	-	11,599	-	-	-	53,564	13	53,577
Changes in non-controlling interests	-	-	-	-	-	-	-	-	-	(3,851,515)	(3,851,515)
Balance at September 30, 2023	\$ 79,308,216	27,734,908	84,845,185	117,477,783	27,570,274	519,684	27,772,362	(4,456)	365,223,956	16,836,252	382,060,208
Balance at January 1, 2024	\$ 79,308,216	27,733,533	84,845,185	117,477,138	28,479,327	(8,713,581)	31,006,389	8,072	360,144,279	16,939,780	377,084,059
Profit	-	-	-	-	3,041,947	-	-	-	3,041,947	(65,903)	2,976,044
Other comprehensive income	-	-	-	-	-	7,472,799	(8,453,768)	(4,603)	(985,572)	226,339	(759,233)
Total comprehensive income	-	-	-	-	3,041,947	7,472,799	(8,453,768)	(4,603)	2,056,375	160,436	2,216,811
Appropriation and distribution of retained earnings:											
Legal reserve appropriated	-	-	709,330	-	(709,330)	-	-	-	-	-	-
Special reserve appropriated	-	-	-	402,607	(402,607)	-	-	-	-	-	-
Cash dividends of ordinary share	-	-	-	-	(5,551,575)	-	-	-	(5,551,575)	-	(5,551,575)
Reversal of special reserve	-	-	-	(5,567)	5,567	-	-	-	-	-	-
Other changes in capital surplus:											
Other changes in capital surplus	-	2,849	-	-	18,408	-	-	-	21,257	(12)	21,245
Disposal of investments accounted for using equity method	-	-	-	-	27,487	-	(27,487)	-	-	-	-
Changes in non-controlling interests	-	-	-	-	-	-	-	-	-	(1,182,816)	(1,182,816)
Balance at September 30, 2024	\$ 79,308,216	27,736,382	85,554,515	117,874,178	24,909,224	(1,240,782)	22,525,134	3,469	356,670,336	15,917,388	372,587,724

See accompanying notes to Consolidated financial statements.

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

NAN YA PLASTICS CORPORATION AND SUBSIDIARIES

Consolidated Statement of Cash Flows

For the nine months ended September 30, 2024 and 2023

(Expressed in Thousands of New Taiwan Dollars)

	For the nine months ended September 30	
	2024	2023
Cash flows from (used in) operating activities:		
Profit before tax	\$ 3,776,336	9,138,132
Adjustments:		
Adjustments to reconcile profit (loss):		
Depreciation expense	16,526,220	15,900,530
Amortization expense	573,869	819,138
Expected credit (gains) losses	(22,899)	23,508
Gain on disposal of investments accounted for using equity method	(3,934)	-
Net gain on financial assets at fair value through profit or loss	(118,634)	(77,355)
Interest expense	3,255,417	3,024,090
Interest income	(1,739,056)	(1,877,154)
Dividend income	(742,019)	(1,801,467)
Shares of profit of associates and joint ventures accounted for using equity method	(1,419,300)	(4,398,519)
Losses on disposal of property, plant and equipment	14,007	47,306
Property, plant and equipment transferred to expenses	6,152	682,724
Gain on disposal of intangible assets	-	(1,695)
Reversal of impairment loss on non-financial assets	(75)	(72)
Unrealized gains from sales	8,634	14,011
Unrealized foreign exchange losses (gains)	276,793	(330,269)
Other revenue, overdue dividends and compensation of board and directors	50,570	1,704
Total adjustments to reconcile profit (loss)	<u>16,665,745</u>	<u>12,026,480</u>
Changes in operating assets and liabilities:		
Decrease in notes receivable	526,169	617,459
(Increase) decrease in accounts receivable (including related parties)	(3,874,351)	6,776,807
Decrease (increase) in other receivable	951,989	(306,359)
(Increase) decrease in inventories	(3,615,302)	2,178,453
Increase in other current assets	(1,631,914)	(96,150)
Total changes in operating assets	<u>(7,643,409)</u>	<u>9,170,210</u>
Decrease in notes and accounts payable (including related parties)	(1,658,120)	(877,157)
Increase (decrease) in other payable	55,625	(915,699)
Increase in other current liabilities	575,287	1,079,631
Decrease in net defined benefit liability	(1,079,970)	(1,815,394)
Total changes in operating liabilities	<u>(2,107,178)</u>	<u>(2,528,619)</u>
Total changes in operating assets and liabilities	<u>(9,750,587)</u>	<u>6,641,591</u>
Total adjustments	<u>6,915,158</u>	<u>18,668,071</u>
Cash inflow generated from operations	10,691,494	27,806,203
Interest received	1,597,059	1,810,390
Dividends received	6,346,836	6,441,726
Interest paid	(3,201,182)	(3,102,893)
Income taxes paid	(2,024,352)	(7,742,493)
Net cash flows from operating activities	<u>13,409,855</u>	<u>25,212,933</u>
Cash flows from (used in) investing activities:		
Acquisition of financial assets at fair value through other comprehensive income	-	(276,606)
Proceeds from capital reduction of financial assets at fair value through other comprehensive income	3,484	6,847
Disposal of investments accounted for using equity method	3,934	-
Proceeds from disposal of financial assets at fair value through profit or loss	-	41,249
Acquisition of investments accounted for using equity method	(2,569,646)	(1,548,600)
Acquisition of property, plant and equipment	(10,374,548)	(17,909,112)
Proceeds from disposal of property, plant and equipment	126,705	66,840
Decrease in refundable deposits	56,799	32,984
Decrease in other receivables due from related parties	1,479,159	1,312,984
Increase in other non-current assets	(3,792,237)	(4,494,249)
Net cash flows used in investing activities	<u>(15,066,350)</u>	<u>(22,767,663)</u>
Cash flows from (used in) financing activities:		
Decrease in short-term loans	(2,819,861)	(414,248)
(Decrease) increase in short-term notes and bills payable	(550,000)	2,250,000
Repayments of bonds	(5,475,000)	(6,775,000)
Proceeds from long-term debt	31,504,300	25,250,000
Repayments of long-term debt	(31,606,450)	(7,685,360)
Increase in guarantee deposits received	127,338	83,432
Payments of lease liabilities	(104,830)	(109,404)
Decrease in other non-current liabilities	(1,199,052)	(202,115)
Cash dividends paid	(5,611,358)	(23,835,873)
Change in non-controlling interests	(1,182,816)	(3,851,515)
Net cash flows used in financing activities	<u>(16,917,729)</u>	<u>(15,290,083)</u>
Effect of exchange rate changes on cash and cash equivalents	<u>3,242,558</u>	<u>2,979,351</u>
Net decrease in cash and cash equivalents	<u>(15,331,666)</u>	<u>(9,865,462)</u>
Cash and cash equivalents at beginning of period	<u>80,301,186</u>	<u>89,444,513</u>
Cash and cash equivalents at end of period	<u>\$ 64,969,520</u>	<u>79,579,051</u>

See accompanying notes to Consolidated financial statements.

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

NAN YA PLASTICS CORPORATION AND SUBSIDIARIES

Notes to the Consolidated Financial Statements

September 30, 2024 and 2023

(Expressed in Thousands of New Taiwan Dollars, Unless Otherwise Specified)

(1) Company history

Nan Ya Plastics Corporation ("the Company") was incorporated on August 22, 1958, and established its factories in Kaohsiung City. The Company and its subsidiaries ("the Group") engages in the manufacture and sale of plastic products, polyester fibers, petrochemical products, and electronic materials. It has gone through several capital increases and established many divisions. Currently, the Company has the following divisions: plastics, fiber, petrochemical, electronics, and engineering. It also has 10 manufacturing plants across Taiwan, 1 branch office in Mai-Liao and 1 branch office in Sen-Kong.

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

The accompanying consolidated financial statements were approved and authorized for issuance by the Board of Directors on November 12, 2024.

(3) New standards, amendments and interpretations adopted

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

The Group has initially adopted the following new amendments, which do not have a significant impact on its consolidated financial statements, from January 1, 2024:

- Amendments to IAS 1 "Classification of Liabilities as Current or Non-current"
- Amendments to IAS 1 "Non-current Liabilities with Covenants"
- Amendments to IAS 7 and IFRS 7 "Supplier Finance Arrangements"
- Amendments to IFRS 16 "Lease Liability in a Sale and Leaseback"

- (b) The impact of IFRS issued by the FSC but not yet effective

The Group assesses that the adoption of the following new amendments, effective for annual period beginning on January 1, 2025, would not have a significant impact on its consolidated financial statements:

- Amendments to IAS21 "Lack of Exchangeability"

(Continued)

NAN YA PLASTICS CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

- (c) The impact of IFRS issued by IASB but not yet endorsed by the FSC

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

Standards or Interpretations	Content of amendment	Effective date per IASB
IFRS 18 “Presentation and Disclosure in Financial Statements”	<p>The new standard introduces three categories of income and expenses, two income statement subtotals and one single note on management performance measures. The three amendments, combined with enhanced guidance on how to disaggregate information, set the stage for better and more consistent information for users, and will affect all the entities.</p> <ul style="list-style-type: none"> ● A more structured income statement: under current standards, companies use different formats to present their results, making it difficult for investors to compare financial performance across companies. The new standard promotes a more structured income statement, introducing a newly defined ‘operating profit’ subtotal and a requirement for all income and expenses to be allocated between three new distinct categories based on a company’s main business activities. ● Management performance measures (MPMs): the new standard introduces a definition for management performance measures, and requires companies to explain in a single note to the financial statements why the measure provides useful information, how it is calculated and reconcile it to an amount determined under IFRS Accounting Standards. ● Greater disaggregation of information: the new standard includes enhanced guidance on how companies group information in the financial statements. This includes guidance on whether information is included in the primary financial statements or is further disaggregated in the notes. 	January 1, 2027

(Continued)

NAN YA PLASTICS CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

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

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

- Amendments to IFRS 10 and IAS 28 “Sale or Contribution of Assets Between an Investor and Its Associate or Joint Venture”
- IFRS 17 “Insurance Contracts” and amendments to IFRS 17 “Insurance Contracts”
- IFRS 19 “Subsidiaries without Public Accountability: Disclosures”
- Amendments to IFRS 9 and IFRS 7 “Amendments to the Classification and Measurement of Financial Instruments”
- Annual Improvements to IFRS Accounting Standards—Volume 11

(4) Summary of material accounting policies

(a) Statement of compliance

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

Except the following accounting policies mentioned below, the significant accounting policies adopted in the consolidated financial statements are the same as those in the consolidated financial statement for the year ended December 31, 2023. For the related information, please refer to note 4 of the consolidated financial statements for the year ended December 31, 2023.

(b) Basis of consolidation

(i) List of subsidiaries in the consolidated financial statements:

Investor	The name of subsidiaries	Business activity	Shareholding			Note
			September 30, 2024	December 31, 2023	September 30, 2023	
The Company	Nan Ya Plastics Corporation U.S.A	production of chemical products	100.00 %	100.00 %	100.00 %	Note 1
The Company	Nan Ya Plastics Corporation America	production of plastic, polyester and chemical products	100.00 %	100.00 %	100.00 %	Note 1
The Company	Formosa Plastics Group Investment Corp.	investment	100.00 %	100.00 %	100.00 %	Note 1
The Company	Nan Ya Plastics (Hong Kong) Co., Ltd.	plastics and electronic products trading, investment	100.00 %	100.00 %	100.00 %	
The Company	Superior World Wide Trading Co., Ltd.	plastics trading, investment	100.00 %	100.00 %	100.00 %	Note 1
The Company	Nan Ya PCB Corporation	production of printed circuit board	66.97 %	66.97 %	66.97 %	

(Continued)

NAN YA PLASTICS CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Investor	The name of subsidiaries	Business activity	Shareholding			Note
			September 30, 2024	December 31, 2023	September 30, 2023	
The Company	Wen Fung Industrial Co., Ltd.	production of electronic components	100.00 %	100.00 %	100.00 %	Note 1
The Company	Nan Chung Petrochemical Corporation	production of chemical products	50.00 %	50.00 %	50.00 %	Note 1
The Company	PFG Fiber Glass Corporation	production of glass fiber	100.00 %	100.00 %	100.00 %	Note 1
The Company	PFG Fiber Glass (Hong Kong) Corporation Limited	investment	100.00 %	100.00 %	100.00 %	
Nan Ya PCB Corporation	Nan Ya PCB (U.S.A.) Corporation	retargeting	100.00 %	100.00 %	100.00 %	
Nan Ya PCB Corporation	Nan Ya PCB (HK) Corporation	electronic materials trading, investment	100.00 %	100.00 %	100.00 %	
Nan Ya PCB (HK) Corporation	Nan Ya PCB (Kunshan) Corporation	production of printed circuit board	100.00 %	100.00 %	100.00 %	
Nan Ya Plastics (Hong Kong) Co., Ltd.	Nan Ya Plastics (Nantong) Co., Ltd.	production of plastic products, steam and electricity	100.00 %	100.00 %	100.00 %	
Nan Ya Plastics (Hong Kong) Co., Ltd.	Nan Ya Electric (Nantong) Co., Ltd.	production of switch gear and control panel	100.00 %	100.00 %	100.00 %	
Nan Ya Plastics (Hong Kong) Co., Ltd.	China Nantong Huafeng Co., Ltd.	trading	100.00 %	100.00 %	100.00 %	
Nan Ya Plastics (Hong Kong) Co., Ltd.	Nantong Huafu Plastics Co., Ltd.	trading	100.00 %	100.00 %	100.00 %	
Nan Ya Plastics (Hong Kong) Co., Ltd.	Nan Ya Electronic Materials (Kunshan) Co., Ltd.	production of copper clad laminate, glass fabrics, steam and electricity, copper clad, epoxy	100.00 %	100.00 %	100.00 %	
Nan Ya Plastics (Hong Kong) Co., Ltd.	Nan Ya Draw Textured Yarn (Kunshan) Co., Ltd.	production of fiber	100.00 %	100.00 %	100.00 %	
Nan Ya Plastics (Hong Kong) Co., Ltd.	Nan Ya Plastics (Guangzhou) Co., Ltd.	production of plastics products	100.00 %	100.00 %	100.00 %	
Nan Ya Plastics (Hong Kong) Co., Ltd.	Nan Ya Plastics (Huizhou) Co., Ltd.	production of plastics products	100.00 %	100.00 %	100.00 %	
Nan Ya Plastics (Hong Kong) Co., Ltd.	Nan Ya Electronic Materials (Huizhou) Co., Ltd.	production of electronic materials, glass fabrics	100.00 %	100.00 %	100.00 %	
Nan Ya Plastics (Hong Kong) Co., Ltd.	Nan Ya Trading (Huizhou) Co., Ltd.	trading	100.00 %	100.00 %	100.00 %	
Nan Ya Plastics (Hong Kong) Co., Ltd.	Nan Ya Plastics (Xiamen) Co., Ltd.	production of plastic products	85.00 %	85.00 %	85.00 %	
Nan Ya Plastics (Hong Kong) Co., Ltd.	Nan Ya Plastics (Ningbo) Co., Ltd.	production of plastic products and plasticizer	100.00 %	100.00 %	100.00 %	
Wen Fung Industrial Co., Ltd.	Wellink Technology Corporation	production of electronic components	100.00 %	100.00 %	100.00 %	Note 1
Nan Ya Plastics Corporation America	Nan Ya Plastics Corporation Texas	production of chemical products	100.00 %	100.00 %	100.00 %	Note 1
PFG Fiber Glass (Hong Kong) Corporation Limited	PFG Fiber Glass (Kunshan) Co., Ltd.	production of glass fiber	100.00 %	100.00 %	100.00 %	

Note 1 : The aforementioned companies are non-significant subsidiaries, their financial statements have not been reviewed.

The Company holds over fifty-percent voting shares of Nan Chung Petrochemical Corporation (Nan Chung) and the general manager of Nan Chung has been designated by the Company. As the Company has control over the operations of Nan Chung, hence, the Company included Nan Chung as one of its subsidiaries in its consolidated financial statements.

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

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NAN YA PLASTICS CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(c) Employee benefits

The pension cost in the interim period was calculated and disclosed on a year-to-date basis by using the actuarially determined pension cost rate at the end of the prior fiscal year, adjusted for significant market fluctuations since that time and for significant curtailments, settlements, or other significant one-off event.

(d) Income taxes

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

Income tax expenses for the period are best estimated by multiplying pre-tax income for the interim reporting period using the effective annual tax rate as forecasted by the management. This should be recognized and allocated to current and deferred taxes based on its proportionate size.

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

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

The preparation of the consolidated financial statements in conformity with the Regulations and the IFRSs (in accordance with IAS 34 "Interim Financial Reporting" and endorsed by the FSC) requires management to make judgments, estimates, and assumptions that affect the application of the accounting policies and the reported amount of assets, liabilities, income, and expenses. Actual results may differ from these estimates.

The preparation of the consolidated interim financial statements, estimates and underlying assumptions are reviewed on an ongoing basis which are in conformity with the consolidated financial statements for the year ended December 31, 2023. For related information, please refer to note 5 of the consolidated financial statements for the year ended December 31, 2023.

The accounting policies involved significant judgments and the information that have significant effect on the amounts recognized in the consolidated financial statements are as follows:

(a) Judgment of whether the Group has substantive control over its investees-Nanya Technology Corporation

The Group holds 29.28% of the outstanding voting shares of Nanya Technology Corporation, which has a total number of 12 directors in its board, including 3 seats representing the Group. Although the Group is the single largest shareholder of the investee, it has no absolute rights and influence on its management decisions. Therefore, it is determined that the Group does not have control over Nanya Technology Corporation.

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NAN YA PLASTICS CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

- (b) Judgment of whether the Group has substantive control over its investees-Nan YA Photonics Incorporation

The Group holds 29.01% of the outstanding voting shares of Nan YA Photonics Incorporation, which has a total number of 6 directors in its board, including 2 seats representing the Group. Although the Group is the single largest shareholder of the investee, it has no absolute rights and influence on its management decisions. Therefore, it is determined that the Group does not have control over Nan YA Photonics Incorporation.

- (c) Judgment of whether the Group has substantive control over its investees-Formosa Automobile Sales Corporation

The Group holds 45.00% of the outstanding voting shares of Formosa Automobile Sales Corporation, which has a total number of 5 directors, including 2 seats representing the Group. Although the Group is the single largest shareholder of the investee, it has no absolute rights and influence on its management decisions. Therefore, it is determined that the Group does not have control over Formosa Automobile Sales Corporation.

- (d) Judgment of whether the Group has substantive control over its investees-Formosa Plastics Transport Corporation

The Group holds 33.33% of the outstanding voting shares of Formosa Plastics Transport Corporation, which has a total number of 7 directors, including 2 seats representing the Group. Although the Group is the single largest shareholder of the investee, it has no absolute rights and influence on its management decisions. Therefore, it is determined that the Group does not have control over Formosa Plastics Transport Corporation.

- (e) Judgment of whether the Group has substantive control over its investees-Formosa Environmental Technology Corporation

The Group holds 26.99% of the outstanding voting shares of Formosa Environmental Technology Corporation, which has a total number of 5 directors, including 1 seat representing the Group. Although the Group is the single largest shareholder of the investee, it has no absolute rights and influence on its management decisions. Therefore, it is determined that the Group does not have control over Formosa Environmental Technology Corporation.

- (f) Judgment of whether the Group has substantive control over its investees-Hwa Ya Technology Park Management Consulting Corporation

The Group holds 34.00% of the outstanding voting shares of Hwa Ya Technology Park Management Consulting Corporation, which has a total number of 3 directors, including 1 seat representing the Group. Although the Group is the single largest shareholder of the investee, it has no absolute rights and influence on its management decisions. Therefore, it is determined that the Group does not have control over Hwa Ya Technology Park Management Consulting Corporation.

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NAN YA PLASTICS CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(6) Explanation of significant accounts

Except for the following disclosures, there were no material differences in the disclosures of significant accounts between the interim consolidated financial statements for the current period and the 2023 consolidated financial statements. Please refer to Note 6 of the 2023 annual consolidated financial statements.

(a) Cash and Cash Equivalents

	September 30, 2024	December 31, 2023	September 30, 2023
Cash on hand	\$ 1,639	1,265	1,303
Cash in banks	5,285,796	23,004,655	25,566,095
Time deposits	46,041,392	49,505,101	47,961,512
Cash equivalents	<u>13,640,693</u>	<u>7,790,165</u>	<u>6,050,141</u>
Cash and cash equivalents	<u>\$ 64,969,520</u>	<u>80,301,186</u>	<u>79,579,051</u>

Please refer to note 6(w) for the interest rate risk and fair value sensitivity analysis.

(b) Financial assets at fair value through profit or loss

	September 30, 2024	December 31, 2023	September 30, 2023
Current financial assets designated as at fair value through profit or loss:			
Funds	<u>\$ 1,760,232</u>	<u>1,641,598</u>	<u>1,699,861</u>
Non-current financial assets designated as at fair value through profit or loss:			
Foreign Bonds	\$ 480,489	466,584	467,577
Foreign Stocks	<u>204,867</u>	<u>198,937</u>	<u>225,619</u>
Total	<u>\$ 685,356</u>	<u>665,521</u>	<u>693,196</u>

Remeasurement at fair value recognized in profit or loss is disclosed in note 6(v).

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NAN YA PLASTICS CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

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

Current financial assets at fair value through other comprehensive income

	September 30, 2024	December 31, 2023	September 30, 2023
Equity instruments at fair value through other comprehensive income:			
Shares of stocks of listed companies	\$ <u>22,037,296</u>	<u>32,339,271</u>	<u>32,405,528</u>

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

	September 30, 2024	December 31, 2023	September 30, 2023
Equity instruments at fair value through other comprehensive income:			
Shares of stocks of unlisted companies	\$ <u>23,247,891</u>	<u>19,537,040</u>	<u>17,927,651</u>

(i) Equity investments at fair value through other comprehensive income

- 1) The Group designated the investments shown above as equity instruments at fair value through other comprehensive income because these equity instruments represent those investments that the Group intends to hold for long-term for strategic purposes.
- 2) There were no disposals of strategic investments and transfers of any cumulative gain or loss within equity relating to these investments as of September 30, 2024 and 2023.

(ii) For credit risk and market risk; please refer to note 6(w).

(iii) The financial assets at fair value through other comprehensive income of the Group had been pledged as collateral; please refer to note 8.

(d) Notes and accounts receivable

	September 30, 2024	December 31, 2023	September 30, 2023
Notes receivable from operating activities	\$ 2,896,593	3,422,762	2,894,849
Accounts receivable-measured as amortized cost	39,100,490	35,351,013	40,919,404
Accounts receivable-fair value through profit or loss	14,756	12,651	4,854
Overdue receivables	1,604	2,053	2,203
Less: Loss allowance	<u>(420,275)</u>	<u>(434,262)</u>	<u>(456,890)</u>
	<u>\$ 41,593,168</u>	<u>38,354,217</u>	<u>43,364,420</u>

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NAN YA PLASTICS CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

The Group applies the simplified approach to provide for its expected credit losses, i.e. the use of lifetime expected loss provision for all receivables on September 30, 2024, December 31 and September 30, 2023. To measure the expected credit losses, accounts receivables have been grouped based on shared credit risk characteristics and the days past due, as well as incorporated forward looking information, including macroeconomic and relevant industry information. The loss allowance provision were determined as follows:

	September 30, 2024		
	Gross carrying amount	Weighted-average loss rate	Loss allowance provision
Current	\$ 41,181,969	0.15%~1.33%	240,084
1 to 3 months past due	444,238	0.67%~7.39%	18,526
3 to 6 months past due	179,097	2.58%~48.83%	24,151
6 to 12 months past due	77,095	2.93%~51.8%	6,470
More than 1 year past due	<u>131,044</u>	100%	<u>131,044</u>
	<u>\$ 42,013,443</u>		<u>420,275</u>
	December 31, 2023		
	Gross carrying amount	Weighted-average loss rate	Loss allowance provision
Current	\$ 38,246,645	0.23%~1.52%	253,980
1 to 3 months past due	296,521	1.28%~68.96%	52,231
3 to 6 months past due	74,560	3.08%~88.56%	8,025
6 to 12 months past due	62,942	11.80%~94.98%	12,215
More than 1 year past due	<u>107,811</u>	100%	<u>107,811</u>
	<u>\$ 38,788,479</u>		<u>434,262</u>
	September 30, 2023		
	Gross carrying amount	Weighted-average loss rate	Loss allowance provision
Current	\$ 43,145,884	0.11%~1.67%	253,091
1 to 3 months past due	367,023	0.48%~69.41%	40,103
3 to 6 months past due	118,386	2.92%~72.23%	10,149
6 to 12 months past due	57,850	10.41%~90.00%	21,380
More than 1 year past due	<u>132,167</u>	100%	<u>132,167</u>
	<u>\$ 43,821,310</u>		<u>456,890</u>

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NAN YA PLASTICS CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

The movement in the allowance for notes and accounts receivable were as follows:

	For the nine months ended September 30	
	2024	2023
Balance at January 1, 2024 and 2023	\$ 434,262	426,025
Impairment (gains) losses recognized	(22,899)	23,508
Foreign exchange losses (gains)	8,912	7,357
Balance at September 30, 2024 and 2023	\$ 420,275	456,890

As of September 30, 2024, December 31 and September 30, 2023, notes and accounts receivable which were overdue or under legal proceedings amounted to \$1,604, \$2,053 and \$2,203. Such receivables were reclassified to overdue receivables under other assets and provided with a full impairment loss provision.

The Group signed without-recourse factoring and financing contracts with financial institutions. According to these contracts, the net accounts receivable that have matured but are still uncollected will be paid by the financial institutions, except for those affected by trade disputes. As of September 30, 2024, December 31 and September 30, 2023, the outstanding accounts receivable factoring transactions between the Group and the financial institutions were as follows:

September 30, 2024					
Purchaser	Factoring Balance	Factoring Line	Advanced Amount	Range of Interest Rate	Guarantee project
EXPAFOL S.L.	\$ 14,756	USD 500	-	-	None
December 31, 2023					
Purchaser	Factoring Balance	Factoring Line	Advanced Amount	Range of Interest Rate	Guarantee project
EXPAFOL S.L.	\$ 2,495	USD 500	-	-	None
Gold Circuit Electronics, Ltd	\$ 10,156	150,000	-	-	None
September 30, 2023					
Purchaser	Factoring Balance	Factoring Line	Advanced Amount	Range of Interest Rate	Guarantee project
EXPAFOL S.L.	\$ 4,210	USD 500	-	-	None
Gold Circuit Electronics, Ltd	\$ 644	150,000	-	-	None

(e) Other receivables

	September 30, 2024	December 31, 2023	September 30, 2023
Other accounts receivable-other	\$ 3,110,817	3,476,429	4,884,754
Other accounts receivable-loans to associates	1,820,261	3,299,420	1,372,977
Less: Loss allowance	-	-	-
Total	\$ 4,931,078	6,775,849	6,257,731

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NAN YA PLASTICS CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Other receivables are financial assets with low credit risk, thus the Group measured the loss allowance based on 12-month expected credit losses.

(f) Inventories

The components of inventories were as follows:

	September 30, 2024	December 31, 2023	September 30, 2023
Finished goods	\$ 15,814,595	14,552,060	14,657,060
Work in process	13,286,917	13,175,227	12,558,655
Machinery and accessories in process	5,702,736	7,513,389	7,881,618
Raw materials	13,782,819	11,751,541	12,854,957
Supplies	3,776,642	1,745,931	1,767,458
Consigned-out raw materials	466,568	1,006,273	428,801
Consigned-out finished goods	95,847	21,334	11,201
Goods in transit	<u>746,157</u>	<u>786,276</u>	<u>476,085</u>
Inventories, net	<u>\$ 53,672,281</u>	<u>50,552,031</u>	<u>50,635,835</u>

The details of the cost of sales were as follows:

	For the three months ended September 30		For the nine months ended September 30	
	2024	2023	2024	2023
Cost of goods sold	\$ 58,763,303	60,870,098	170,594,054	177,456,121
Write-down of inventories (Reversal of write-downs)	37,948	(3,567)	11,546	(64,289)
Unallocated production overheads	<u>2,106,134</u>	<u>1,385,394</u>	<u>6,785,148</u>	<u>4,907,366</u>
	<u>\$ 60,907,385</u>	<u>62,251,925</u>	<u>177,390,748</u>	<u>182,299,198</u>

For the nine months ended September 30, 2024 and 2023, the amounts of inventories recovery benefit recognized due to changes in inventories prices and the loss of inventories decline recognized due to inventory write-down to net realizable value were recognized as cost of revenue.

As of September 30, 2024, December 31 and September 30, 2023, the Group did not provide any inventory as collateral for its loans.

(Continued)

NAN YA PLASTICS CORPORATION AND SUBSIDIARIES
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(g) Investments accounted for using equity method

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

	September 30, 2024	December 31, 2023	September 30, 2023
Associates	\$ 173,364,024	175,618,957	176,252,590
Joint ventures	<u>601,565</u>	<u>562,432</u>	<u>622,504</u>
	<u>\$ 173,965,589</u>	<u>176,181,389</u>	<u>176,875,094</u>

(i) Associates

The Group's share of net income of associates was as follows:

	For the three months ended September 30		For the nine months ended September 30	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
The Group's share of net income of associates	<u>\$ (688,697)</u>	<u>3,814,852</u>	<u>1,399,691</u>	<u>4,338,083</u>

- 1) The unrealized translation gain or loss arising from the investment in foreign entities, which was based on exchange rates as of September 30, 2024, December 31 and September 30, 2023, were recognized in comprehensive income.
- 2) The unrealized sales profits from downstream transactions with investees under the equity method are treated as deductions from gross income. The realized sales profits from downstream sales are added to gross income. Details of these transactions are disclosed in note 7.
- 3) In August 2024, the Group purchased the shares of Nanya Photonics Incorporation at an amount of \$69,646,000, resulting in its shareholding to increase from 23.02% to 29.01%.
- 4) In May 2024, the Group participated in the capital increase by cash of its associate company, Formosa Smart Energy Tech Corporation, with a total investment amounting to \$2,500,000. The shareholding ratio remained unchanged.
- 5) In March 2024, the Group disposed its holdings in Formosa Fairway Corporation, at the fair value and net disposal amounting to \$0 and \$3,934, respectively, resulting in the amount of \$3,934 to be recognized as gain on disposal of investment and the amount of \$27,487 to be reclassified from accumulated unrealized gains from financial assets measured at FVOCI using equity method to undistributed earnings.

(Continued)

NAN YA PLASTICS CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

- 6) The Group's financial information for investments accounted for using the equity method that are individually insignificant was as follows:

	<u>September 30,</u> <u>2024</u>	<u>December 31,</u> <u>2023</u>	<u>September 30,</u> <u>2023</u>
Carrying amount of individually insignificant associates' equity	<u>\$ 173,364,024</u>	<u>175,618,957</u>	<u>176,252,590</u>
	<u>For the three months ended</u> <u>September 30</u>	<u>For the nine months ended</u> <u>September 30</u>	
	<u>2024</u>	<u>2023</u>	<u>2024</u>
	<u>2024</u>	<u>2023</u>	<u>2023</u>
Attributable to the Group:			
Net Income	\$ (688,697)	3,814,852	1,399,691
Other comprehensive income	(5,314,530)	1,666,047	(878,241)
Total comprehensive income	<u>\$ (6,003,227)</u>	<u>5,480,899</u>	<u>521,450</u>
			<u>8,387,265</u>

- (ii) Joint ventures

The Group's share of net income of joint venture was as follows:

	<u>For the three months ended</u> <u>September 30</u>		<u>For the nine months ended</u> <u>September 30</u>	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
The Group's share of net income of joint ventures	<u>\$ 5,410</u>	<u>16,122</u>	<u>19,609</u>	<u>60,436</u>

The Group's financial information on investments in individually insignificant joint venture accounted for using equity method at the reporting date was as follows. This financial information is included in the consolidated financial statements.

	<u>September 30,</u> <u>2024</u>	<u>December 31,</u> <u>2023</u>	<u>September 30,</u> <u>2023</u>
The carrying value of joint ventures that were not individually material	<u>\$ 601,565</u>	<u>562,432</u>	<u>622,504</u>

(Continued)

NAN YA PLASTICS CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	For the three months ended		For the nine months ended	
	September 30		September 30	
	2024	2023	2024	2023
Attributable to the Group:				
Net income	\$ 5,410	16,122	19,609	60,436
Other comprehensive income	-	-	-	-
Total comprehensive income	\$ 5,410	16,122	19,609	60,436
(iii) Collateral				

As of September 30, 2024, December 31 and September 30, 2023, the Group provide investment accounted for using equity method as collaterals to any financial institutions or court for its loans; please refer to note 8.

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

For the nine months ended September 30, 2024 and 2023, except for Formosa Petrochemical Corporation, Nan Ya Technology Corporation, Formosa Advanced Technologies Co.,LTD, Nan Ya Kyowa Plastics (Nantong) Corporation and Nan Ya Plastics (Zhengzhou) Corporation, which were reviewed by other auditors, investments were accounted for by using the equity method, and the share of profit or loss and other comprehensive income of those investments were calculated based on the financial statements that have not been reviewed.

(h) Property, Plant and Equipment

	Land	Building and construction	Machinery and equipment	Transportation equipment	Other facilities	Construction in progress	Total
Cost or deemed cost:							
Balance on January 1, 2024	\$ 19,255,598	78,610,727	443,259,505	1,655,767	17,754,798	30,712,051	591,248,446
Additions	-	2,827	1,206,082	8,072	179,470	8,978,097	10,374,548
Disposals	-	(31,834)	(3,566,161)	(37,837)	(333,322)	-	(3,969,154)
Reclassification	2,650	1,029,017	6,214,184	26,603	793,787	(6,299,267)	1,766,974
Effect of movements in exchange rates	2,164	1,392,191	7,385,178	20,432	249,032	428,871	9,477,868
Balance on September 30, 2024	\$ 19,260,412	81,002,928	454,498,788	1,673,037	18,643,765	33,819,752	608,898,682
Balance on January 1, 2023	\$ 19,198,613	77,046,486	416,548,705	1,661,912	15,425,545	43,042,874	572,924,135
Additions	-	46,123	1,367,185	9,014	232,455	16,254,335	17,909,112
Disposals	-	(3,856)	(5,316,659)	(37,909)	(241,409)	-	(5,599,833)
Reclassification	57,037	911,784	24,339,121	24,538	2,172,903	(25,264,551)	2,240,832
Effect of movements in exchange rates	3,685	1,243,776	5,924,881	20,047	163,936	448,887	7,805,212
Balance on September 30, 2023	\$ 19,259,335	79,244,313	442,863,233	1,677,602	17,753,430	34,481,545	595,279,458

(Continued)

NAN YA PLASTICS CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	<u>Land</u>	<u>Building and construction</u>	<u>Machinery and equipment</u>	<u>Transportation equipment</u>	<u>Other facilities</u>	<u>Construction in progress</u>	<u>Total</u>
Depreciation and impairment loss:							
Balance on January 1, 2024	\$ -	45,229,310	316,824,433	1,414,703	11,566,735	-	375,035,181
Depreciation for the period	-	1,916,488	13,614,004	49,607	817,141	-	16,397,240
Reversal of impairment	-	-	(75)	-	-	-	(75)
Disposals	-	(21,584)	(3,449,918)	(37,376)	(313,412)	-	(3,822,290)
Disposals	-	-	(1,749,185)	(25,546)	31,483	-	(1,743,248)
Effect of movements in exchange rates	-	733,983	4,797,851	16,238	162,350	-	5,710,422
Balance on September 30, 2024	<u>\$ -</u>	<u>47,858,197</u>	<u>330,037,110</u>	<u>1,417,626</u>	<u>12,264,297</u>	<u>-</u>	<u>391,577,230</u>
Balance on January 1, 2023	\$ -	42,986,796	305,568,396	1,392,161	11,009,760	-	360,957,113
Depreciation for the period	-	1,837,250	13,135,781	53,087	739,114	-	15,765,232
Reversal of impairment	-	-	(65)	(7)	-	-	(72)
Disposals	-	(3,578)	(5,204,878)	(37,138)	(240,093)	-	(5,485,687)
Reclassification	-	-	10,640	2,306	(2,065)	-	10,881
Effect of movements in exchange rates	-	539,686	3,632,308	14,968	95,991	-	4,282,953
Balance on September 30, 2023	<u>\$ -</u>	<u>45,360,154</u>	<u>317,142,182</u>	<u>1,425,377</u>	<u>11,602,707</u>	<u>-</u>	<u>375,530,420</u>
Carrying amounts:							
Balance on September 30, 2024	<u>\$ 19,260,412</u>	<u>33,144,731</u>	<u>124,461,678</u>	<u>255,411</u>	<u>6,379,468</u>	<u>33,819,752</u>	<u>217,321,452</u>
Balance on January 1, 2024	<u>\$ 19,255,598</u>	<u>33,381,417</u>	<u>126,435,072</u>	<u>241,064</u>	<u>6,188,063</u>	<u>30,712,051</u>	<u>216,213,265</u>
Balance on September 30, 2023	<u>\$ 19,259,335</u>	<u>33,884,159</u>	<u>125,721,051</u>	<u>252,225</u>	<u>6,150,723</u>	<u>34,481,545</u>	<u>219,749,038</u>

(i) Collateral

Please refer to note 8 for the property, plant and equipment pledged to secure bank loans as of September 30, 2024, December 31 and September 30, 2023.

(ii) Property, plant and equipment under construction

For the three months and nine months ended September 30, 2024 and 2023, the capitalized interest on borrowings for the purchase of the property, plant and equipment of the Group amounted to \$139,210, \$98,415, \$303,781 and \$217,453, respectively. The capitalized interest rate ranged from 1.3510%~6.8840% and 1.1680%~6.4980% for the three months and nine months ended September 30, 2024 and 2023, respectively.

(i) Right-of-use assets

	<u>Land</u>	<u>Building and construction</u>	<u>Machinery and equipment</u>	<u>Transportation equipment</u>	<u>Total</u>
Carrying amount:					
Balance at September 30, 2024	<u>\$ 599,358</u>	<u>74,960</u>	<u>55,000</u>	<u>167,414</u>	<u>896,732</u>
Balance at January 1, 2024	<u>\$ 594,378</u>	<u>76,248</u>	<u>53,580</u>	<u>186,907</u>	<u>911,113</u>
Balance at September 30, 2023	<u>\$ 622,814</u>	<u>84,452</u>	<u>56,515</u>	<u>221,046</u>	<u>984,827</u>

The right-of-use assets of the Group have no significant additions, dispositions, impairment, or reversals for the nine months ended September 30, 2024 and 2023. Please refer to note 12 for the amount of depreciation, and for other related information, please refer to note 6(i) of the consolidated financial statement for the year ended December 31, 2023.

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NAN YA PLASTICS CORPORATION AND SUBSIDIARIES
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(j) Intangible assets

	Trademark
Carrying value :	
Balance at September 30, 2024	\$ <u><u>1,376,157</u></u>
Balance at January 1, 2024	\$ <u><u>1,521,015</u></u>
Balance at September 30, 2023	\$ <u><u>1,569,302</u></u>

The intangible assets of the Group have no significant additions, dispositions, impairment, or reversals for the nine months ended September 30, 2024 and 2023. Please refer to note 12 for the amount of amortization, and for other related information, please refer to note 6(j) of the consolidated financial statement for the year ended December 31, 2023.

(k) Short-term notes and bills payable

	September 30, 2024	December 31, 2023	September 30, 2023
Short-term notes and bills payable	\$ 35,850,000	36,400,000	37,750,000
Discount on short-term notes and bills payable	(198,283)	(95,797)	(54,884)
Total	\$ <u><u>35,651,717</u></u>	<u><u>36,304,203</u></u>	<u><u>37,695,116</u></u>
Range of interest rates	<u><u>1.49%~1.795%</u></u>	<u><u>1.42%~1.57%</u></u>	<u><u>1.39%~1.53%</u></u>

(l) Short-term borrowings

	September 30, 2024	December 31, 2023	September 30, 2023
Unsecured bank short-term debts	\$ <u><u>28,983,039</u></u>	<u><u>31,802,900</u></u>	<u><u>38,368,627</u></u>
Unused short-term credit lines	\$ <u><u>170,997,568</u></u>	<u><u>144,842,818</u></u>	<u><u>142,919,233</u></u>
Range of interest rates	<u><u>1.07%~1.8221%</u></u>	<u><u>1.62%~1.76%</u></u>	<u><u>1.07%~6.709%</u></u>

For the nine months ended September 30, 2024 and 2023, the Group repaid short-term borrowings amounting to \$2,819,861 and \$414,248, and there were no significant issuance on short-term borrowings. For information concerning interest expense, please refer to note 6(v).

As of September 30, 2024, December 31 and September 30, 2023, The Group did not provide any assets as collaterals for its short-term borrowings.

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NAN YA PLASTICS CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(m) Long-term debts

Long-term debts consisted of the following:

September 30, 2024				
	<u>Currency</u>	<u>Interest rate</u>	<u>Expiration</u>	<u>Amount</u>
Secured bank long-term debts	USD	6.5655%~6.7374%	2026	\$ 24,071,934
Unsecured bank long-term debts	TWD	1.7500%~1.9310%	2025~2027	33,246,136
Less: current portion				<u>(20,750,000)</u>
Total				<u>\$ 36,568,070</u>
Unused long-term credit lines				<u>\$ 19,937,985</u>

December 31, 2023				
	<u>Currency</u>	<u>Interest rate</u>	<u>Expiration</u>	<u>Amount</u>
Secured bank long-term debts	USD	6.7013%~6.9602%	2024~2026	\$ 24,865,924
Unsecured bank long-term debts	TWD	1.6250%~1.7895%	2024~2025	31,742,602
Less: current portion				<u>(6,729,400)</u>
Total				<u>\$ 49,879,126</u>
Unused long-term credit lines				<u>\$ 16,832,975</u>

September 30, 2023				
	<u>Currency</u>	<u>Interest rate</u>	<u>Expiration</u>	<u>Amount</u>
Secured bank long-term debts	USD	5.7900%~6.9418%	2023~2026	\$ 23,772,747
Unsecured bank long-term debts	TWD	1.6250%~1.7895%	2023~2024	30,741,424
Less: current portion				<u>(1,290,720)</u>
Total				<u>\$ 53,223,451</u>
Unused long-term credit lines				<u>\$ 11,389,680</u>

- (i) Please refer to note 6(w) for information on the Group's exposure to liquidity risk, and risk of changes in interest rates and liquidation risk.
- (ii) For the nine months ended September 30, 2024, the Group issued and repaid long-term loans amounting to \$31,504,300 and \$31,606,450. For the nine months ended September 30, 2023, the Group issued and repaid long-term loans amounting to \$25,250,000 and \$7,685,360. For information on interest expenses, please refer to Note 6(v).
- (iii) Pledged assets for bank loans

For the collateral for long-term borrowings, please refer to note 8.

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NAN YA PLASTICS CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(iv) Financial covenants of significant loans and borrowings

The Company entered into a syndicated credit agreement with different financial institutions, with Bank of Taiwan being the lead bank, wherein the Company shall maintain certain financial ratios on the balance sheet date. (i.e. current ratio, debt ratio, etc.) If, however, the Company breach the contract, it should enhance its performance by increasing its cash capital or other means during the improvement period. Otherwise, the loans will be considered due and the Company will be required to pay the remaining amount of loan immediately. As of September 30, 2024, the Group has not breached the financial covenants.

(n) Bonds payable

	September 30, 2024	December 31, 2023	September 30, 2023
Domestic unsecured nonconvertible corporate bonds	\$ 60,325,000	65,800,000	57,600,000
Less: Costs of issuing bonds	(46,042)	(57,533)	(41,698)
Less: Current portion	<u>(11,069,557)</u>	<u>(9,270,477)</u>	<u>(10,270,064)</u>
Total	<u>\$ 49,209,401</u>	<u>56,471,990</u>	<u>47,288,238</u>

The terms of domestic corporate bonds as of September 30, 2024 were as follows:

	The second domestic unsecured nonconvertible corporate bond in 2013	The first domestic unsecured nonconvertible corporate bond in 2014	The second domestic unsecured nonconvertible corporate bond in 2014	The first domestic unsecured nonconvertible corporate bond in 2018
Issued amount	TWD10,400,000	TWD10,000,000	TWD5,000,000	TWD10,500,000
Balance, end of year	4,199,098	9,991,996	749,981	3,723,029
Current portion	2,099,549	-	749,981	1,524,193
Issuance date	December 18, 2013	June 24, 2014	November 11, 2014	September 6, 2018
Issuance period	10 years and 12 years	14 years and 15 years	5 years and 10 years	5 years, 7 years and 10 years
Coupon rate	1.98% and 2.08%	2.04%	1.45% and 1.93%	0.83%, 0.91% and 1.07%
Interest payment date	December 18	June 24	November 11	September 6
Repayment method	Payable in 2 equal installments for each coupon rate in 2022~2023 and 2024~2025, respectively	Payable in 2 equal installments for each coupon rate in 2028 and 2029, respectively	Payable in 2 equal installments for each coupon rate in 2018~2019 and 2023~2024, respectively	Payable in 2 equal installments for each coupon rate in 2022~2023, 2024~2025 and 2027~2028 respectively

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NAN YA PLASTICS CORPORATION AND SUBSIDIARIES
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	The first domestic unsecured nonconvertible corporate bond in 2019	The second domestic unsecured nonconvertible corporate bond in 2019	The first domestic unsecured nonconvertible corporate bond in 2020	The first domestic unsecured nonconvertible corporate bond in 2021	The first domestic unsecured nonconvertible corporate bond in 2023
Issued amount	TWD6,300,000	TWD5,100,000	TWD10,000,000	TWD11,500,000	TWD13,000,000
Balance, end of year	4,597,579	4,148,264	8,393,819	11,492,246	12,982,946
Current portion	1,399,263	949,602	1,598,823	2,748,146	-
Issuance date	June 17, 2019	October 15, 2019	September 24, 2020	June 3, 2021	October 5, 2023
Issuance period	5 years, 7 years and 10 years	5 years, 7 years and 10 years	5 years, 7 years and 10 years	5 years and 7 years	5 years and 10 years
Coupon rate	0.74%, 0.82% and 0.91%	0.71%, 0.75% and 0.84%	0.49%, 0.58% and 0.62%	0.45% and 0.53%	1.57% and 1.77%
Interest payment date	June 17	October 15	September 24	June 3	October 5
Repayment method	Payable in 2 equal installments for each coupon rate in 2023~2024, 2025~2026 and 2028~2029, respectively	Payable in 2 equal installments for each coupon rate in 2023~2024, 2025~2026 and 2028~2029, respectively	Payable in 2 equal installments for each coupon rate in 2024~2025, 2026~2027 and 2029~2030, respectively	Payable in 2 equal installments for each coupon rate in 2025~2026 and 2027~2028, respectively	Payable in 2 equal installments for each coupon rate in 2027~2028 and 2032~2033, respectively

(o) Lease liabilities

The carrying values of lease liabilities were as follows:

	September 30, 2024	December 31, 2023	September 30, 2023
Current	\$ <u>120,337</u>	<u>130,182</u>	<u>142,511</u>
Non-current	\$ <u>193,211</u>	<u>202,261</u>	<u>236,743</u>

For information on the maturity analysis, please refer to note 6(w).

The amounts recognized in profit or loss were as follows:

	For the three months ended September 30		For the nine months ended September 30	
	2024	2023	2024	2023
Interest on lease liabilities	\$ <u>2,599</u>	<u>2,320</u>	<u>7,086</u>	<u>7,706</u>
Expenses relating to short-term leases	\$ <u>46,657</u>	<u>41,728</u>	<u>139,317</u>	<u>125,542</u>

The amounts recognized in the statement of cash flows for the Group were as follows:

	For the nine months ended September 30	
	2024	2023
Total cash outflow for leases	\$ <u>251,233</u>	<u>242,652</u>

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NAN YA PLASTICS CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(i) Real estate leases

The Group leases land and buildings for its office space and plants. The leases of land typically run for a period of 4 to 20 years, of office space for 2 to 20 years, and of plants for 3 years. Besides, the rights-of-use for land in mainland China typically run for 50 years. Some leases include an option to renew the lease for an additional period of the same duration after the end of the contract term.

Some leases require the Group to make payments that relate to the property taxes levied on the lessor and insurance payments made by the lessor; these amounts are generally determined annually.

The Group expects the relative proportions of fixed and variable lease payments to remain broadly consistent in future years.

(ii) Other leases

The Group leases transportation equipment, with lease terms of 2 to 7 years. In some cases, the Group has options to purchase the assets at the end of the contract term.

The Group also leases buildings with contract terms of one year or less. These leases are short-term. The Group has elected not to recognize right-of-use assets and lease liabilities for these leases.

(p) Employee Benefits

(i) Defined benefit plans

Management believes that there was no material volatility of the market, no material reimbursement and settlement or other material one-time events since prior fiscal year. As a result, the pension cost in the accompanying interim consolidated financial statements was measured and disclosed according to the actuarial report as of December 31, 2023 and 2022.

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

	For the three months ended		For the nine months ended	
	September 30		September 30	
	2024	2023	2024	2023
Operating costs	\$ 60,309	78,413	180,431	228,946
Selling expenses	3,261	3,951	9,723	11,783
Administrative expenses	14,369	18,274	43,467	55,729
	\$ 77,939	100,638	233,621	296,458

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(ii) Defined contribution plan

The Labor Pension Act (“The Act”) prescribes a defined contribution plan. Pursuant to the Act, the Company, and its subsidiaries namely, Nan Ya PCB Corp., Wen Fung Industrial Corp., Nan Chung Petrochemical Corp., Wellink Technology Corp. and PFG Fiber Glass Corporation have made monthly contributions equal to 6% of each employee’s monthly salary to employees’ pension accounts.

Nan Ya Plastics Corporation, America and Nan Ya PCB (U.S.A.) Corporation adopt a Defined Contribution Plan and periodically provide contributions thereon according to local law. Those contributions are recognized as an expense on an accrual basis.

Subsidiaries in China are governed by China laws and regulation. Based on China laws and regulation, those companies contribute for employees’ pension benefits at rates ranging from 6% to 20% of salary every month and remit those contributions to the related authority.

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

	For the three months ended		For the nine months ended	
	September 30		September 30	
	2024	2023	2024	2023
Operating costs	\$ 323,802	321,579	969,231	986,615
Selling expenses	19,837	19,412	59,616	57,291
Administrative expenses	52,442	51,458	156,678	155,804
	\$ 396,081	392,449	1,185,525	1,199,710

(q) Income taxes

(i) Income tax expenses

The components of income tax expenses were as follows:

	For the three months ended		For the nine months ended	
	September 30		September 30	
	2024	2023	2024	2023
Current income tax expenses				
Current period	\$ 343,990	442,122	3,439,712	2,157,711
Adjustment for prior periods	982	9,750	514,689	30,933
Deferred tax expenses				
Origination and reversal of temporary differences	84,893	204,662	(3,154,109)	(800,829)
Total income tax expense	\$ 429,865	656,534	800,292	1,387,815

(Continued)

NAN YA PLASTICS CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(ii) Assessment of tax

The Corporation's income tax return for the year 2022 had been examined by the tax authorities.

(iii) Global minimum top-up tax

As of September 30, 2024, there have been legislative or substantive legislative enactments on supplementary taxes in certain country where the location of operations; however, no related deferred income taxes have been recognized. Although the retrospective application of Amendments to IAS 12 "International Tax Reform—Pillar Two Model Rules" has no impact on its consolidated financial statements, the Group is closely monitoring the legislative developments related to the introduction of the Global minimum top-up tax in the jurisdictions where it operates.

The Group has applied the deferred tax accounting based on the temporary mandatory relief policy. Due to the impacts of the top-up tax, the income tax incurred by the Group during the year will be recognized as current tax. For the accounting policy, please refer to note 4(s) of the consolidated financial statement for the year ended December 31, 2023.

(r) Capital and other equity

As of September 30, 2024 and 2023, the Group's government registered total authorized capital and issued capital stock both amounted to \$79,308,216, divided into 7,930,822 thousand shares of stock with \$10 par value per share.

(i) Capital surplus

The components of capital surplus were as follows:

	September 30, 2024	December 31, 2023	September 30, 2023
Paid-in capital from conversion of corporate bond to common stock in excess of par value	\$ 8,997,136	8,997,136	8,997,136
Gains on acquisition of Taiwan Plasticizer Corporation	74,474	74,474	74,474
Other	18,664,772	18,661,923	18,663,298
Total	<u>\$ 27,736,382</u>	<u>27,733,533</u>	<u>27,734,908</u>

(Continued)

NAN YA PLASTICS CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(ii) Retained earnings

1) Special reserve

As the Company opted to avail of the exemptions allowed under IFRS 1 “First-time Adoption of International Financial Reporting Standards” during the Company’s first-time adoption of the IFRSs as endorsed by the FSC, unrealized revaluation increments and cumulative translation adjustments (gains) of \$6,277,052, which were previously recognized in shareholders’ equity were reclassified to retained earnings. According to Ruling by FSC, a special reserve is appropriated from retained earnings for aforementioned reclassification. In addition, during the use, disposal or reclassifications of relevant assets, these special reserves can be reverted to distributable earnings proportionately. As the amount appropriated exceeds the increase in retained earnings arising from the adoption of IFRSs, only \$6,243,060 is appropriated in compliance to the IFRSs as endorsed by the FSC. The balance of special reserve amounted to \$6,099,566, \$6,105,133 and \$6,113,800 as of September 30, 2024, December 31 and September 30, 2023, respectively.

Pursuant to the Regulatory Permit mentioned above, the Company is also required to set aside an additional special reserve from current-period earnings and undistributed prior-period earnings during earnings distribution. The amount to be set aside should be equal to the difference between net current-period reduction of the other stockholders’ equity and the amount of above-mentioned special reserve. The accumulated prior-period reduction of the other stockholders’ equity shall be set aside as an additional special reserve, which does not qualify for earnings distribution, from undistributed prior-period earnings. Amounts of subsequent reversals pertaining to the net reduction of other shareholders’ equity shall qualify for additional distributions.

2) Earnings distribution

According to the Company’s Articles of Association, the Company’s annual net earnings, after providing for income tax and covering the losses of previous years, is first set aside for legal reserve at the rate of 10% thereof, and if necessary, may set aside a special reserve, followed by dividends. If there is any unappropriated earnings in the current year, the Board of Directors shall prepare a proposal for the distribution of dividends to shareholders, of which the proposal for cash dividends is authorized to be distributed by the Board of Directors with the attendance of at least two-thirds of the directors and the resolution of a majority of the directors who attend the meeting, and shall be reported to the shareholders’ meeting; the proposal for stock dividends shall be submitted to the shareholders’ meeting for resolution. Special reserve referred to in the preceding paragraph includes reserve for special purposes, the profit accounted for using equity method, and net appraisal profit recognized for financial instruments transactions. However, when the accumulated amount decreases, special reserve shall be reduced by the same amount, limited to the amount listed in this item, and other special reserve set aside in accordance with laws.

(Continued)

NAN YA PLASTICS CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

The Company belongs to a mature industry, in which the annual profit is stable. It adopts three kinds of dividend distribution policies, which are cash dividends, capitalization of earnings, and capital surplus. The net earnings after deducting the legal reserve and special reserve may first be distributed by way of cash dividends which shall be equal to at least fifty percent of the Company's total dividend distribution every year. The capitalization of earnings and capital surplus shall not exceed fifty percent of the total dividends.

The amounts of cash dividends for the 2023 and 2022 earnings distribution had been approved and proposed by the board meeting held on March 12, 2024 and March 8, 2023, respectively; while other items of the 2023 and 2022 earnings distribution had been approved by the stockholders' meeting held on June 19, 2024 and May 31, 2023, as follows:

	2023	2022
Dividends per share:		
Cash dividends (dollars)	\$ <u>0.70</u>	<u>3.00</u>

The aforementioned earnings distributions did not differ from those proposed by the board of directors and those estimated and accrued amount in the financial statements. The related information can be obtained from the Market Observation Post System website.

(iii) Other equity accounts (net of tax)

	Exchange differences on translation of foreign financial statements	Unrealized gains (losses) on financial assets at fair value through other comprehensive income	Gains (losses) on hedging instruments	Total
Balance at January 1, 2024	\$ (8,713,581)	31,006,389	8,072	22,300,880
Exchange differences arising on translation of foreign operations	6,372,525	-	-	6,372,525
Exchange differences on associates / joint ventures accounts for using equity method	1,100,274	-	-	1,100,274
Unrealized gains (losses) from financial assets at fair value through other comprehensive income	-	(6,580,322)	-	(6,580,322)
Unrealized gains (losses) from financial assets measured at fair value through other comprehensive income, associates and joint ventures accounted for using equity method	-	(1,873,446)	-	(1,873,446)
Share of cash flow hedge of associates / joint ventures	-	-	(4,603)	(4,603)
Disposal of investments accounted for using equity method	-	(27,487)	-	(27,487)
Balance at September 30, 2024	\$ <u>(1,240,782)</u>	<u>22,525,134</u>	<u>3,469</u>	<u>21,287,821</u>

(Continued)

NAN YA PLASTICS CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	Exchange differences on translation of foreign financial statements	Unrealized gains (losses) on financial assets at fair value through other comprehensive income	Gains (losses) on hedging instruments	Total
Balance at January 1, 2023	\$ (6,503,889)	27,101,700	153	20,597,964
Exchange differences arising on translation of foreign operations	5,132,040	-	-	5,132,040
Exchange differences on associates / joint ventures accounted for using equity method	1,891,533	-	-	1,891,533
Unrealized gains (losses) from financial assets at fair value through other comprehensive income	-	(1,531,151)	-	(1,531,151)
Unrealized gains (losses) from financial assets measured at fair value through other comprehensive income, associates and joint ventures accounted for using equity method	-	2,201,813	-	2,201,813
Share of cash flow hedge of associates / joint ventures	-	-	(4,609)	(4,609)
Balance at September 30, 2023	<u>\$ 519,684</u>	<u>27,772,362</u>	<u>(4,456)</u>	<u>28,287,590</u>

(s) Earnings Per Share

	For the three months ended September 30		For the nine months ended September 30	
	2024	2023	2024	2023
Profit attributable to ordinary shareholders	<u>\$ 65,764</u>	<u>4,360,722</u>	<u>3,041,947</u>	<u>6,168,641</u>
Weighted average of ordinary shares	<u>7,930,822</u>	<u>7,930,822</u>	<u>7,930,822</u>	<u>7,930,822</u>
	<u>\$ 0.01</u>	<u>0.55</u>	<u>0.38</u>	<u>0.78</u>

(t) Revenue from contracts with customers

	For the three months ended September 30, 2024					
	Plastics industry	Chemical industry	Electronic industry	Polyester industry	Other industries	Total
Primary geographical markets						
Taiwan	\$ 4,397,466	4,790,290	5,079,112	2,735,870	825,293	17,828,031
China	1,649,996	3,874,809	15,484,916	718,076	575,577	22,303,374
Other	3,830,209	5,216,902	7,853,536	9,381,985	9,271	26,291,903
	<u>\$ 9,877,671</u>	<u>13,882,001</u>	<u>28,417,564</u>	<u>12,835,931</u>	<u>1,410,141</u>	<u>66,423,308</u>
Major Products						
PVC sheet	\$ 1,222,020	-	-	-	-	1,222,020
Rigid sheet	1,588,443	-	-	-	-	1,588,443
Pipes	1,610,918	-	-	-	-	1,610,918
Phthalate Plasticizers	-	1,983,248	-	-	-	1,983,248
BPA	-	3,630,389	-	-	-	3,630,389
EG	-	3,232,516	-	-	-	3,232,516
CCL	-	-	7,043,111	-	-	7,043,111
Epoxy	-	-	5,280,887	-	-	5,280,887
PCB	-	-	9,191,677	-	-	9,191,677
Polyester Staple Fiber	-	-	-	2,135,719	-	2,135,719
PET Resin	-	-	-	6,179,030	-	6,179,030
DTY	-	-	-	2,932,890	-	2,932,890
Machinery and Switchgear	-	-	-	-	1,256,597	1,256,597
Others	5,456,290	5,035,848	6,901,889	1,588,292	153,544	19,135,863
	<u>\$ 9,877,671</u>	<u>13,882,001</u>	<u>28,417,564</u>	<u>12,835,931</u>	<u>1,410,141</u>	<u>66,423,308</u>

(Continued)

NAN YA PLASTICS CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

For the three months ended September 30, 2023						
	<u>Plastics industry</u>	<u>Chemical industry</u>	<u>Electronic industry</u>	<u>Polyester industry</u>	<u>Other industries</u>	<u>Total</u>
Primary geographical markets						
Taiwan	\$ 4,455,553	4,053,487	5,442,018	2,434,840	1,229,184	17,615,082
China	2,714,102	3,650,009	17,006,418	762,386	234,182	24,367,097
Other	2,681,732	6,704,598	7,318,439	8,364,197	200,270	25,269,236
	<u>\$ 9,851,387</u>	<u>14,408,094</u>	<u>29,766,875</u>	<u>11,561,423</u>	<u>1,663,636</u>	<u>67,251,415</u>
Major Products						
PVC sheet	\$ 1,306,894	-	-	-	-	1,306,894
Rigid sheet	1,533,087	-	-	-	-	1,533,087
Pipes	1,774,132	-	-	-	-	1,774,132
Phthalate Plasticizers	-	2,351,621	-	-	-	2,351,621
BPA	-	2,931,847	-	-	-	2,931,847
EG	-	3,596,372	-	-	-	3,596,372
CCL	-	-	6,731,330	-	-	6,731,330
Epoxy	-	-	6,086,597	-	-	6,086,597
PCB	-	-	10,227,243	-	-	10,227,243
Polyester Staple Fiber	-	-	-	1,943,893	-	1,943,893
PET Resin	-	-	-	5,818,526	-	5,818,526
DTY	-	-	-	2,496,011	-	2,496,011
Machinery and Switchgear	-	-	-	-	1,568,739	1,568,739
Others	5,237,274	5,528,254	6,721,705	1,302,993	94,897	18,885,123
	<u>\$ 9,851,387</u>	<u>14,408,094</u>	<u>29,766,875</u>	<u>11,561,423</u>	<u>1,663,636</u>	<u>67,251,415</u>
For the nine months ended September 30, 2024						
	<u>Plastics industry</u>	<u>Chemical industry</u>	<u>Electronic industry</u>	<u>Polyester industry</u>	<u>Other industries</u>	<u>Total</u>
Primary geographical markets						
Taiwan	\$ 13,479,940	14,534,939	14,877,061	8,090,088	2,564,463	53,546,491
China	6,155,906	10,983,260	46,314,439	2,238,636	852,671	66,544,912
Other	10,112,635	14,691,027	20,247,040	26,226,766	90,681	71,368,149
	<u>\$ 29,748,481</u>	<u>40,209,226</u>	<u>81,438,540</u>	<u>36,555,490</u>	<u>3,507,815</u>	<u>191,459,552</u>
Major Products						
PVC sheet	\$ 3,715,155	-	-	-	-	3,715,155
Rigid sheet	4,927,831	-	-	-	-	4,927,831
Pipes	4,998,156	-	-	-	-	4,998,156
Phthalate Plasticizers	-	6,432,856	-	-	-	6,432,856
BPA	-	11,186,287	-	-	-	11,186,287
EG	-	7,383,219	-	-	-	7,383,219
CCL	-	-	20,532,272	-	-	20,532,272
Epoxy	-	-	15,907,580	-	-	15,907,580
PCB	-	-	24,412,618	-	-	24,412,618
Polyester Staple Fiber	-	-	-	6,218,613	-	6,218,613
PET Resin	-	-	-	17,444,407	-	17,444,407
DTY	-	-	-	8,256,175	-	8,256,175
Machinery and Switchgear	-	-	-	-	3,171,294	3,171,294
Others	16,107,339	15,206,864	20,586,070	4,636,295	336,521	56,873,089
	<u>\$ 29,748,481</u>	<u>40,209,226</u>	<u>81,438,540</u>	<u>36,555,490</u>	<u>3,507,815</u>	<u>191,459,552</u>

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NAN YA PLASTICS CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

For the nine months ended September 30, 2023						
	<u>Plastics industry</u>	<u>Chemical industry</u>	<u>Electronic industry</u>	<u>Polyester industry</u>	<u>Other industries</u>	<u>Total</u>
Primary geographical markets						
Taiwan	\$ 13,085,865	14,820,520	18,944,017	7,072,161	3,267,233	57,189,796
China	7,569,514	10,028,531	47,198,689	2,118,198	625,995	67,540,927
Other	7,975,834	16,397,311	22,155,508	25,104,648	399,362	72,032,663
	<u>\$ 28,631,213</u>	<u>41,246,362</u>	<u>88,298,214</u>	<u>34,295,007</u>	<u>4,292,590</u>	<u>196,763,386</u>
Major Products						
PVC sheet	\$ 3,778,370	-	-	-	-	3,778,370
Rigid sheet	4,490,786	-	-	-	-	4,490,786
Pipes	5,196,580	-	-	-	-	5,196,580
Phthalate Plasticizers	-	6,534,781	-	-	-	6,534,781
BPA	-	8,815,556	-	-	-	8,815,556
EG	-	9,114,218	-	-	-	9,114,218
CCL	-	-	19,036,390	-	-	19,036,390
Epoxy	-	-	17,687,189	-	-	17,687,189
PCB	-	-	32,941,067	-	-	32,941,067
Polyester Staple Fiber	-	-	-	6,238,383	-	6,238,383
PET Resin	-	-	-	16,939,831	-	16,939,831
DTY	-	-	-	7,090,644	-	7,090,644
Machinery and Switchgear	-	-	-	-	4,020,629	4,020,629
Others	15,165,477	16,781,807	18,633,568	4,026,149	271,961	54,878,962
	<u>\$ 28,631,213</u>	<u>41,246,362</u>	<u>88,298,214</u>	<u>34,295,007</u>	<u>4,292,590</u>	<u>196,763,386</u>

(u) Remunerations to employees

According to the Articles of Incorporation, once the Company has annual profit, 0.05% to 0.5% of the earnings before tax and bonuses should be appropriated to employees as remuneration. However, certain amounts of the earnings should be reserved if there is an accumulated loss from the operations in the previous years in advance of the appropriation of the remuneration.

The remunerations to employees amounted to \$193, \$4,469, \$3,468 and \$5,686, respectively, for the three months and nine months ended September 30, 2024 and 2023, respectively. These amounts were calculated using the Company's pre-tax income for each period before deducting the remunerations of employees, multiplied by the proposed percentage of remunerations of employees as stated in the Company's Articles of Incorporation. These remunerations were expensed under operating costs or expenses for each period. If there are any subsequent adjustments to the actual remuneration amounts after the annual shareholders' meeting, the adjustments will be regarded as changes in accounting estimates and will be reflected in profit or loss in the following year.

For the years ended December 31, 2023 and 2022, the remunerations to employees amounted to \$5,743 and \$33,497, respectively, which were paid in cash. There was no difference from the actual distribution. The information is available on the Market Observation Post System website.

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NAN YA PLASTICS CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(v) Non-operating income and expenses

(i) Interest income

The details of interest income were as follows:

	For the three months ended September 30		For the nine months ended September 30	
	2024	2023	2024	2023
Interest income from bank deposits	\$ 426,436	607,869	1,487,676	1,710,249
Other interest income	87,401	49,691	251,380	166,905
	\$ 513,837	657,560	1,739,056	1,877,154

(ii) Other income

The details of other income were as follows:

	For the three months ended September 30		For the nine months ended September 30	
	2024	2023	2024	2023
Dividend income	\$ 537,040	397,420	742,019	1,801,467
Other income	439,789	522,095	1,733,408	2,061,598
	\$ 976,829	919,515	2,475,427	3,863,065

(iii) Other gains and losses

The details of other gains and losses were as follows:

	For the three months ended September 30		For the nine months ended September 30	
	2024	2023	2024	2023
Losses on disposal of property, plant and equipment	\$ (22,932)	(925)	(14,007)	(47,306)
Gains on disposal of investment	-	-	3,934	-
Foreign currency exchange (losses) gains	(126,795)	730,240	944,641	1,012,475
Gains on financial assets at fair value through profit or (loss) gain	(20,198)	20,857	118,634	77,355
Reversal of impairment losses on plant, property, and equipment	-	59	75	72
Disaster losses	-	-	(241,332)	-
Others	(41,652)	(38,498)	(121,865)	(140,054)
	\$ (211,577)	711,733	690,080	902,542

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NAN YA PLASTICS CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(iv) Finance costs

The details of finance costs were as follows:

	For the three months ended September 30		For the nine months ended September 30	
	2024	2023	2024	2023
Interest expense	\$ 1,238,693	1,243,960	3,559,198	3,241,543
Less: interest capitalized	(139,210)	(98,415)	(303,781)	(217,453)
	\$ 1,099,483	1,145,545	3,255,417	3,024,090

(w) Financial Instruments

Except for the contention mentioned below, there was no significant change in the fair value of the Group's financial instruments and degree of exposure to credit risk, liquidity risk and market risk arising from financial instruments. For the related information, please refer to note 6(w) of the consolidated financial statements for the year ended December 31, 2023.

(i) Liquidity risk

The following table shows the contractual maturities of financial liabilities, including estimated interest payments and excluding the impact of netting agreements.

	Carrying amount	Contractual cash flows	Within 6 months	6-12 months	1-2 years	2-5 years	Over 5 years
September 30, 2024							
Non-derivative financial liabilities							
Short-term notes and bills payable	\$ 35,651,717	36,048,283	36,048,283	-	-	-	-
Notes and accounts payable	8,277,893	8,277,893	8,277,893	-	-	-	-
Accounts payables to related parties	6,450,983	6,450,983	6,450,983	-	-	-	-
Short-term borrowings	28,983,039	29,033,580	28,724,880	308,700	-	-	-
Long-term borrowings (including current portion)	57,318,070	61,083,034	4,959,204	21,657,173	22,807,392	11,659,265	-
Bonds payable (including current portion)	60,278,958	63,486,258	4,149,110	9,151,318	10,015,050	32,395,975	7,774,805
Lease liabilities	313,548	331,788	72,357	49,725	63,647	86,173	59,886
	\$ 197,274,208	204,711,819	88,682,710	31,166,916	32,886,089	44,141,413	7,834,691
December 31, 2023							
Non-derivative financial liabilities							
Short-term notes and bills payable	\$ 36,304,203	36,495,797	36,495,797	-	-	-	-
Notes and accounts payable	11,305,522	11,305,522	11,305,522	-	-	-	-
Accounts payables to related parties	5,058,154	5,058,154	5,058,154	-	-	-	-
Short-term borrowings	31,802,900	31,897,130	31,897,130	-	-	-	-
Long-term borrowings (including current portion)	56,608,526	62,055,483	3,999,437	7,160,229	29,220,224	21,675,593	-
Bonds payable (including current portion)	65,742,467	69,393,803	1,156,180	8,900,475	11,294,998	32,281,185	15,760,965
Lease liabilities	332,443	350,764	71,330	62,065	79,918	69,833	67,618
	\$ 207,154,215	216,556,653	89,983,550	16,122,769	40,595,140	54,026,611	15,828,583

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NAN YA PLASTICS CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	<u>Carrying amount</u>	<u>Contractual cash flows</u>	<u>Within 6 months</u>	<u>6-12 months</u>	<u>1-2 years</u>	<u>2-5 years</u>	<u>Over 5 years</u>
September 30, 2023							
Non-derivative financial liabilities							
Short-term notes and bills payable	\$ 37,695,116	37,804,884	37,804,884	-	-	-	-
Notes and accounts payable	13,690,681	13,690,681	13,690,681	-	-	-	-
Accounts payables to related parties	5,470,496	5,470,496	5,470,496	-	-	-	-
Short-term borrowings	38,368,627	38,482,711	38,478,178	4,533	-	-	-
Long-term borrowings (including current portion)	54,514,171	60,186,311	1,742,320	1,721,394	33,969,724	22,752,873	-
Bonds payable (including current portion)	57,558,302	59,915,913	5,015,810	6,888,920	11,887,253	26,732,900	9,391,030
Lease liabilities	379,254	401,277	77,388	70,157	99,162	81,572	72,998
	<u>\$ 207,676,647</u>	<u>215,952,273</u>	<u>102,279,757</u>	<u>8,685,004</u>	<u>45,956,139</u>	<u>49,567,345</u>	<u>9,464,028</u>

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

(ii) Currency risk

1) Exposure to foreign currency risk

The Group's significant exposure to foreign currency risk was as follows:

	<u>September 30, 2024</u>		
	<u>Foreign Currency</u>	<u>Exchange Rate</u>	<u>TWD</u>
<u>Financial assets</u>			
<u>Monetary items</u>			
USD	\$	754,401	31.6510
JPY		324,946	0.2220
EUR		2,856	35.2472
HKD		877	4.0578
CNY		13,254	4.5167
<u>Non-monetary items</u>			
USD		113,460	31.6510
CNY		63,707	4.5167
IDR		157,257,748	0.0020
VND		4,012,709,464	0.0013
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD		55,695	31.6510
JPY		733,624	0.2220
EUR		3,777	35.2472
CNY		21,388	4.5167

(Continued)

NAN YA PLASTICS CORPORATION AND SUBSIDIARIES
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				December 31, 2023		
				Foreign Currency	Exchange Rate	TWD
<u>Financial assets</u>						
<u>Monetary items</u>						
USD	\$	700,267		30.7350		21,522,706
JPY		197,307		0.2172		42,855
EUR		1,445		33.9755		49,095
HKD		886		3.9404		3,491
CNY		37,341		4.3396		162,045
<u>Non-monetary items</u>						
USD		116,976		30.7350		3,959,257
CNY		66,388		4.3396		288,097
IDR		154,459,272		0.0020		308,919
VND		4,184,706,161		0.0013		5,440,118
<u>Financial liabilities</u>						
<u>Monetary items</u>						
USD		65,766		30.7350		2,021,318
JPY		2,212,642		0.2172		480,586
EUR		2,965		33.9755		100,737
CNY		14,493		4.3396		62,894
				September 30, 2023		
				Foreign Currency	Exchange Rate	TWD
<u>Financial assets</u>						
<u>Monetary items</u>						
USD	\$	672,569		32.2680		21,702,456
JPY		96,949		0.2155		20,893
EUR		2,829		33.8573		95,782
HKD		1,055		4.1369		4,364
CNY		19,441		4.4943		87,374
<u>Non-monetary items</u>						
USD		118,782		32.2680		3,832,858
CNY		67,224		4.4943		302,125
IDR		154,459,272		0.0021		324,364
VND		5,259,605,178		0.0014		7,363,447
<u>Financial liabilities</u>						
<u>Monetary items</u>						
USD		70,684		32.2680		2,280,831
JPY		2,486,535		0.2155		535,848
EUR		4,321		33.8573		146,297
CNY		23,802		4.4943		106,973

(Continued)

NAN YA PLASTICS CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

2) Sensitivity analysis

The Group's exposure to exchange rate risk arises from the foreign currency exchange fluctuations on cash and cash equivalents, accounts receivable, other receivables, loans and borrowings, accounts payable and other payables that are dominated in foreign currency. The overall effects to net income before tax for the nine months ended September 30, 2024 and 2023 assuming the TWD depreciated or appreciated by 1% against the USD, JPY, EUR, HKD and CNY as of September 30, 2024 and 2023 were as follows:

	For the nine months ended	
	September 30	
	2024	2023
Appreciation in value of 1%	\$ (219,584)	(188,314)
Depreciation in value of 1%	219,584	188,314

The analysis is performed on the same basis for the two periods.

3) Foreign exchange gain and loss on monetary items

Since the Group has many kinds of functional currency, the information on foreign exchange gain (loss) on monetary items is disclosed by total amount. For the three months and nine months ended September 30, 2024 and 2023, the foreign exchange gain (loss) (including realized and unrealized portions) amounted to loss \$126,795, gain \$730,240, gain \$944,641 and gain \$1,012,475, respectively.

(iii) Interest rate analysis

Please refer to the notes on liquidity risk management and interest rate exposure of the Group's financial assets and liabilities.

The following sensitivity analysis is based on the risk exposure to the interest rates risk of derivative and non derivative financial instruments on the reporting date. For variable rate instruments, the sensitivity analysis assumes the liabilities bearing variable interest rates are outstanding for the whole year. A 1% increase or decrease in interest rate is assessed by management to be a reasonable possible change in interest rate.

An increase or decrease of 1% in interest rates mainly from loans with floating interest rates at the reporting date would have increased or decreased net income by \$21,786 and \$21,492 for the nine months ended September 30, 2024 and 2023, respectively.

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NAN YA PLASTICS CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(iv) Other market price risks

For the nine months ended September 30, 2024 and 2023, the sensitivity analyses for the changes in the securities price at the reporting date were performed using the same basis for the comprehensive income as illustrated below:

Prices of securities at the reporting date	For the nine months ended September 30	
	2024	2023
	Other comprehensive income before tax	Other comprehensive income before tax
Increasing 1%	\$ 220,373	324,055
Decreasing 1%	\$ (220,373)	(324,055)

(v) Fair value of financial instruments

1) Fair value hierarchy

The fair value of financial assets and liabilities at fair value through profit or loss and financial assets at fair value through other comprehensive income is measured on a recurring basis. The carrying amount and fair value of the Group's financial assets and liabilities, including the information on fair value hierarchy were as follows; however, except as described in the following paragraphs, for financial instruments not measured at fair value whose carrying amount is reasonably close to the fair value, and lease liabilities, disclosure of fair value information is not required:

	September 30, 2024				
	Book Value	Fair Value			Total
		Level 1	Level 2	Level 3	
Financial assets at fair value through profit or loss					
Designated at fair value through profit or loss	\$ 2,445,588	-	1,760,232	685,356	2,445,588
Accounts receivable	14,756	-	-	-	-
Total	\$ 2,460,344	-	1,760,232	685,356	2,445,588
Financial assets at fair value through other comprehensive income					
Stocks in listed companies	\$ 22,037,296	22,037,296	-	-	22,037,296
Unquoted equity instruments	23,247,891	-	-	23,247,891	23,247,891
Total	\$ 45,285,187	22,037,296	-	23,247,891	45,285,187
Financial assets measured at amortized cost					
Cash and cash equivalent	\$ 64,969,520	-	-	-	-
Notes and accounts receivable (including related parties)	41,578,412	-	-	-	-
Other receivables (including related parties)	4,931,078	-	-	-	-
Total	\$ 111,479,010	-	-	-	-

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NAN YA PLASTICS CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

		September 30, 2024			
		Fair Value			
	Book Value	Level 1	Level 2	Level 3	Total
Financial liabilities at amortized cost					
Short-term borrowings	\$ 28,983,039	-	-	-	-
Short-term notes and bills payable	35,651,717	-	-	-	-
Notes and accounts payable (including related parties)	14,728,876	-	-	-	-
Bonds payable (including due within on year)	60,278,958	-	-	-	-
Long-term borrowings (including due within on year)	57,318,070	-	-	-	-
Lease liabilities	313,548	-	-	-	-
Total	\$ 197,274,208	-	-	-	-
		December 31, 2023			
		Fair Value			
	Book Value	Level 1	Level 2	Level 3	Total
Financial assets at fair value through profit or loss					
Designated at fair value through profit or loss	\$ 2,307,119	-	1,641,598	665,521	2,307,119
Accounts receivable	12,651	-	-	-	-
Total	\$ 2,319,770	-	1,641,598	665,521	2,307,119
Financial assets at fair value through other comprehensive income					
Stocks in listed companies	\$ 32,339,271	32,339,271	-	-	32,339,271
Unquoted equity instruments	19,537,040	-	-	19,537,040	19,537,040
Total	\$ 51,876,311	32,339,271	-	19,537,040	51,876,311
Financial assets measured at amortized cost					
Cash and cash equivalent	\$ 80,301,186	-	-	-	-
Notes and accounts receivable (including related parties)	38,341,566	-	-	-	-
Other receivables (including related parties)	6,775,849	-	-	-	-
Total	\$ 125,418,601	-	-	-	-
Financial liabilities at amortized cost					
Short-term borrowings	\$ 31,802,900	-	-	-	-
Short-term notes and bills payable	36,304,203	-	-	-	-
Notes and accounts payable (including related parties)	16,363,676	-	-	-	-
Bonds payable (including due within on year)	65,742,467	-	-	-	-
Long-term borrowings (including due within on year)	56,608,526	-	-	-	-
Lease liabilities	332,443	-	-	-	-
Total	\$ 207,154,215	-	-	-	-

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NAN YA PLASTICS CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	September 30, 2023				
	Book Value	Fair Value			Total
		Level 1	Level 2	Level 3	
Financial assets at fair value through profit or loss					
Designated at fair value through profit or loss	\$ 2,393,057	-	1,699,861	693,196	2,393,057
Accounts receivable	4,854	-	-	-	-
Total	<u>\$ 2,397,911</u>	<u>-</u>	<u>1,699,861</u>	<u>693,196</u>	<u>2,393,057</u>
Financial assets at fair value through other comprehensive income					
Stocks in listed companies	\$ 32,405,528	32,405,528	-	-	32,405,528
Unquoted equity instruments	17,927,651	-	-	17,927,651	17,927,651
Total	<u>\$ 50,333,179</u>	<u>32,405,528</u>	<u>-</u>	<u>17,927,651</u>	<u>50,333,179</u>
Financial assets measured at amortized cost					
Cash and cash equivalent	\$ 79,579,051	-	-	-	-
Notes and accounts receivable (including related parties)	43,359,566	-	-	-	-
Other receivables (including related parties)	6,257,731	-	-	-	-
Total	<u>\$ 129,196,348</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Financial liabilities at amortized cost					
Short-term borrowings	\$ 38,368,627	-	-	-	-
Short-term notes and bills payable	37,695,116	-	-	-	-
Notes and accounts payable (including related parties)	19,161,177	-	-	-	-
Bonds payable (including due within on year)	57,558,302	-	-	-	-
Long-term borrowings (including due within on year)	54,514,171	-	-	-	-
Lease liabilities	379,254	-	-	-	-
Total	<u>\$ 207,676,647</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

2) Valuation techniques for financial instruments not measured at fair value

The Group's valuation techniques and assumptions used for financial instruments not measured at fair value are as follows:

a) Financial assets measured at amortized cost

If the quoted prices in active markets are available, the market price is established as the fair value. However, if quoted prices in active markets are not available, the estimated valuation or prices used by competitors are adopted.

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NAN YA PLASTICS CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

b) Financial liabilities measured at amortized cost

If there is quoted price generated by transactions, the recent transaction price and quoted price data are used as the basis for fair value measurement. However, if no quoted prices are available, the discounted cash flows are used to estimate fair values.

3) Valuation techniques for financial instruments measured at fair value

a) Non-derivative financial instruments

Financial instruments traded in active markets are measured at fair value based on the quoted market prices. Quoted prices are the prices announced by the main stock exchanges and over-the-counter markets. They are the basis for recognizing the fair value of the listed and over-the-counter equity instruments.

Financial instrument possesses a quoted price in the active markets if the trading prices fairly represent the frequent and orderly transactions for financial instrument, and are readily available from trade centers, security brokers, underwriters, trade unions, pricing service institutes or other related authorities. The market for the said financial instrument shall be seen as inactive should the aforementioned requirements have not been met. Large or significantly increasing gap between the purchase and the exit prices of a financial instrument, or low trade volume, are general indicators of an inactive market.

If the financial instrument of the Group possesses an active market, its fair value should be recognized according to different categories and characteristics as follows:

For listed and over-the-counter stocks with standard terms and are publicly traded in active markets, their fair value are calculated by the market's quoted prices.

Other financial instruments that are not traded in active markets are measured with fair values provided by using the valuation techniques via market approach or the discounted cash flow method or other available methods.

If the financial instruments held by the Group are not traded in active markets, the valuation of their fair value is categorized as follows:

Bond investments that has no quoted prices: Fair value is measured with the income approach by applying the discounted cash flow method that convert future cash flow amounts to a single current amount on the basis of the value indicated by current market expectations about those future amounts.

4) Transfers between levels of the fair value hierarchy

There were no transfers between levels of the fair value hierarchy for the nine months ended September 30, 2024 and 2023.

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NAN YA PLASTICS CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

5) Reconciliation of Level 3 fair values

	Fair value through profit and loss	Fair value through other comprehensive income
	Bond investment and others	Unquoted equity instruments
Balance at January 1, 2024	\$ 665,521	19,537,040
Total gains and losses recognized:		
In other comprehensive income	-	3,711,939
Refund capital reduction	-	(3,484)
Effect of exchange rate changes	19,835	2,396
Balance at September 30, 2024	\$ 685,356	23,247,891
Balance at January 1, 2023	\$ 759,912	16,106,851
Total gains and losses recognized:		
In profit or loss	(59,786)	-
In other comprehensive income	-	1,823,566
Refund capital reduction	-	(6,847)
Disposals	(41,249)	-
Effect of exchange rate changes	34,319	4,081
Balance at September 30, 2023	\$ 693,196	17,927,651

6) The valuation procedures for fair value measurements being categorized within Level 3 is to ensure the valuation results are reasonable by applying independent information to make results close to the current market conditions, confirming the resource of information is independent, reliable and in line with other resources and represented as the exercisable price. According to the Group's accounting policy, the analysis of value changes on remeasured or reevaluated assets and liabilities at the reporting date is performed to ensure the reasonability of the evaluation results.

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

Most of the Group's financial instruments that use Level 3 inputs involve only one significant unobservable input. Only equity investment with no-active markets involves multiple significant unobservable inputs.

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NAN YA PLASTICS CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Quantified information of significant unobservable inputs was as follows:

<u>Item</u>	<u>Valuation technique</u>	<u>Significant unobservable inputs</u>	<u>Inter-relationship between significant unobservable inputs and fair value measurement</u>
Financial assets at fair value through other comprehensive income - unquoted equity instruments	Market Approach	Price to earnings ratio multiple, price to book ratio multiple, enterprise value to operating income ratio multiple, enterprise value to EBITDA multiple, discount for lack of marketability	The higher the multiple, the higher the fair value
	Net Asset Value Method	Not applicable	Not applicable

- 8) Fair value measurement in Level 3 - sensitivity analysis of the possible alternative assumptions

The valuation models and assumptions used to measure the fair value of the financial instruments is reasonable. However, the use of different valuation models or assumptions may result in different measurements. For fair value measurements in Level 3, changing one or more of the assumptions to reflect reasonably possible alternative assumptions would have the following effects:

	<u>Input</u>	<u>Change</u>	<u>Recognized in other comprehensive income</u>	
			<u>Favorable change</u>	<u>Unfavorable change</u>
September 30, 2024				
Financial assets at fair value through other comprehensive income – unquoted equity instruments	Price to earnings ratio multiple, price to book ratio multiple, enterprise value to operating income ratio multiple, enterprise value to EBITDA multiple, discount for lack of marketability	± 1%	\$ <u>200,938</u>	<u>(200,938)</u>
December 31, 2023				
Financial assets at fair value through other comprehensive income – unquoted equity instruments	Price to earnings ratio multiple, price to book ratio multiple, enterprise value to operating income ratio multiple, enterprise value to EBITDA multiple, discount for lack of marketability	± 1%	\$ <u>157,387</u>	<u>(157,387)</u>

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NAN YA PLASTICS CORPORATION AND SUBSIDIARIES
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September 30, 2023	Input	Change	Recognized in other comprehensive income	
			Favorable change	Unfavorable change
Financial assets at fair value through other comprehensive income – unquoted equity instruments	Price to earnings ratio multiple, price to book ratio multiple, enterprise value to operating income ratio multiple, enterprise value to EBITDA multiple, discount for lack of marketability	± 1%	\$ <u>143,173</u>	<u>(143,173)</u>

(x) Financial risk management

There were no significant changes in the Group's financial risk management and policies as disclosed in note 6(x) of the consolidated financial statements for the year ended December 31, 2023.

(y) Capital Management

Management believes that the objectives, policies and processes of capital management of the Group has been applied consistently with those described in the consolidated financial statements for the year ended December 31, 2023. Also, management believes that there were no significant changes in the Group's capital management information as disclosed for the year ended December 31, 2023. Please refer to note 6(y) of the consolidated financial statements for the year ended December 31, 2023 for further details.

(z) Reconciliation of liabilities arising from financing activities

	Short-term borrowings	Short-term notes and bills payable	Long-term borrowings (including current portion)	Bonds payable (including current portion)	Lease liabilities (including current portion)	Total liabilities arising from financing activities
Balance as of January 1, 2024	\$ 31,802,900	36,304,203	56,608,526	65,742,467	332,443	190,790,539
Change in cash from financing activities	(2,819,861)	(550,000)	(102,150)	(5,475,000)	(104,830)	(9,051,841)
Non-cash changes	-	(102,486)	51,599	11,491	78,321	38,925
Foreign exchange movement	-	-	760,095	-	7,614	767,709
Balance as of September 30, 2024	<u>\$ 28,983,039</u>	<u>35,651,717</u>	<u>57,318,070</u>	<u>60,278,958</u>	<u>313,548</u>	<u>182,545,332</u>
Balance as of January 1, 2023	\$ 38,775,000	35,449,361	35,825,562	64,321,492	410,466	174,781,881
Change in cash from financing activities	(414,248)	2,250,000	17,564,640	(6,775,000)	(109,404)	12,515,988
Non-cash changes	-	(4,245)	(34,996)	11,810	66,041	38,610
Foreign exchange movement	7,875	-	1,158,965	-	12,151	1,178,991
Balance as of September 30, 2023	<u>\$ 38,368,627</u>	<u>37,695,116</u>	<u>54,514,171</u>	<u>57,558,302</u>	<u>379,254</u>	<u>188,515,470</u>

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NAN YA PLASTICS CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(7) Related-party transactions

(a) Parent company and ultimate controlling party

The Company is the ultimate controlling party of the Group and its subsidiaries.

(b) Names and relationship with related parties

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

<u>Name of related party</u>	<u>Relationship with the Group</u>
Formosa Petrochemical Corporation	Associates
Nanya Technology Corporation	Associates
Formosa Resources Corporation	Associates
Formosa Heavy Industries Corporation	Associates
Formosa Heavy Industries (Ningbo) Co., Ltd.	Associates
Formosa Smart Energy Tech Corporation	Associates
Nan Ya Photonics Incorporation	Associates
Formosa Fairway Corporation	Associates (Note)
Formosa Industries Corporation	Associates
Formosa Group (Cayman) Limited	Associates
Formosa Environmental Technology Corporation	Associates
Formosa Advanced Technologies Co., Ltd.	Associates
Nan Ya Plastics (Zhengzhou) Co., Ltd.	Joint ventures
Nanya Kyowa Plastics (Nantong) Co., Ltd.	Joint ventures
P.T. Indonesia Nanya Indah Plastics Co.	Joint ventures
Formosa Plastics Corporation	Other related parties
Formosa Chemicals and Fiber Corporation	Other related parties
Formosa Taffeta Co., Ltd	Other related parties
Formosa Taffeta Viet Nam Co., Ltd	Other related parties
Formosa Ha Tinh (Cayman) Ltd.	Other related parties
Formosa Ha Tinh Steel Corporation	Other related parties
China Man-made Fiber Corporation	Other related parties
Formosa Industries (Ningbo) Co., Ltd.	Other related parties
Formosa Chemicals and Fiber (Ningbo) Corporation	Other related parties

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<u>Name of related party</u>	<u>Relationship with the Group</u>
Xiamen Haicang Investment Group Co., Ltd.	Other related parties
Formosa Plastics Marine Corporation	Other related parties
Formosa Plastics Corporation U.S.A.	Other related parties
Formosa Industries Corporation, U.S.A.	Other related parties
Formosa Electronic (Ningbo) Co., Ltd.	Other related parties
Formosa Ineos Chemicals Corporation	Other related parties
Ming Chi University Of Technology	Other related parties

Note : Formosa Fairway Corporation was previously an investee company accounted for by the Company using the equity method. However, the Company's entire equity shares in Formosa Fairway Corporation has been divested as of March 25, 2024. Hence, it is no longer considered as an affiliated of the Company thereafter.

(c) Significant related-party transactions

(i) Sales to related parties

The amounts of significant sales by the Group to related parties were as follows:

	<u>For the three months ended</u> <u>September 30</u>		<u>For the nine months ended</u> <u>September 30</u>	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Associates and joint ventures	\$ 1,118,393	796,052	2,964,355	2,615,919
Other related parties	2,176,032	2,017,264	6,624,169	7,774,587
	<u>\$ 3,294,425</u>	<u>2,813,316</u>	<u>9,588,524</u>	<u>10,390,506</u>

The receivables from related parties were as follows:

	<u>September 30,</u> <u>2024</u>	<u>December 31,</u> <u>2023</u>	<u>September 30,</u> <u>2023</u>
Associates and joint ventures	\$ 688,957	474,421	482,149
Other related parties	619,766	646,873	356,548
	<u>\$ 1,308,723</u>	<u>1,121,294</u>	<u>838,697</u>

The selling prices and collection terms of sales to domestic related parties are not significantly different from those of third-party customers. The accounts receivable arising from sales of machinery and equipment, and machine parts are collected after the delivery inspection, and the accounts receivable arising from sales of other products are collected on the 30th day of the following month.

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NAN YA PLASTICS CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

For those machinery sold to and engineering services provided to related parties in China and Vietnam, payment is made after the test run of machinery sold. However, for the other items sold to related parties in China and Vietnam, the selling prices are not materially different from those of third-party customers. Payments are collected 30 to 180 days after shipping of these other products.

(ii) Purchase from related parties

The amounts of significant purchases by the Group from related parties were as follows:

	For the three months ended		For the nine months ended	
	September 30		September 30	
	2024	2023	2024	2023
Associates and joint ventures				
Formosa Petrochemical Corporation	\$ 4,359,156	4,169,835	12,453,531	13,869,543
Other associates and joint ventures	110,500	17,220	172,396	58,032
Other related parties				
Formosa Chemicals and Fiber Corporation	6,045,124	6,189,607	18,510,325	18,552,797
Other related parties	<u>6,565,838</u>	<u>4,903,950</u>	<u>19,619,882</u>	<u>14,220,825</u>
	<u>\$ 17,080,618</u>	<u>15,280,612</u>	<u>50,756,134</u>	<u>46,701,197</u>

The payables to related parties were as follows:

	September 30,	December 31,	September 30,
	2024	2023	2023
Associates and joint ventures			
Formosa Petrochemical Corporation	\$ 1,279,110	998,957	1,563,332
Other associates and joint ventures	56,032	136,650	8,586
Other related parties			
Formosa Chemicals and Fiber Corporation	2,109,370	1,993,408	2,040,720
Other related parties	<u>3,003,873</u>	<u>1,928,995</u>	<u>1,854,670</u>
	<u>\$ 6,448,385</u>	<u>5,058,010</u>	<u>5,467,308</u>

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Purchase prices and payment terms of purchases from related parties are not materially different from those of non-related general suppliers. Payment shall be paid within 30 to 180 days of the month following the month of purchase with checks which are due and payable immediately.

(iii) Unrealized sales profit

Significant unrealized (realized) profits from sales to related parties were as follows:

Investee	For the three months ended September 30, 2024			For the three months ended September 30, 2023		
	Unrealized sales profit at beginning of period	(Realized) Unrealized sales profits	Unrealized sales profit at end of period	Unrealized sales profit at beginning of period	(Realized) Unrealized sales profits	Unrealized sales profit at end of period
Associates and joint ventures	\$ 45,851	10,294	56,145	36,256	15,569	51,825

Investee	For the nine months ended September 30, 2024			For the nine months ended September 30, 2023		
	Unrealized sales profit at beginning of period	(Realized) Unrealized sales profits	Unrealized sales profit at end of period	Unrealized sales profit at beginning of period	(Realized) Unrealized sales profits	Unrealized sales profit at end of period
Associates and joint ventures	\$ 47,511	8,634	56,145	37,814	14,011	51,825

(iv) Construction

The Group contracted with associates to construct and expand the factory. The construction costs were as follows:

	For the three months ended September 30		For the nine months ended September 30	
	2024	2023	2024	2023
Associates and joint ventures				
Formosa Heavy Industries Corporation	\$ 161,446	27,915	583,844	246,224

The payables to related parties were as follows:

	September 30, 2024	December 31, 2023	September 30, 2023
Formosa Heavy Industries Corporation	\$ 2,598	144	3,188

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Notes to the Consolidated Financial Statements

(vii) Property transaction

	<u>Financial Statement Account</u>	<u>Transaction Shares (in thousands)</u>	<u>Transaction Items</u>	<u>For the six months ended September 30, 2024</u>
Associate - Formosa Smart Energy Tech Corporation	Investments accounted for using equity method	250,000	Shares of stock of Formosa Smart Energy Tech Corporation	\$ <u><u>2,500,000</u></u>
	<u>Financial Statement Account</u>	<u>Transaction Shares (in thousands)</u>	<u>Transaction Items</u>	<u>For the nine months ended September 30, 2023</u>
Associate - Formosa Resources Corporaation	Investments accounted for using equity method	79,860	Shares of stock of Formosa Resources Corporaation	\$ 798,600
Associate —Formosa Smart Energy Tech Corporation	Investments accounted for using equity method	75,000	Shares of stock of Formosa Smart Energy Tech Corporation	<u>750,000</u> \$ <u><u>1,548,600</u></u>

1) Acquisition of property, plant, and equipment

The amount of property, plant, and equipment acquired from the related parties were as follows:

	<u>For the three months ended September 30</u>		<u>For the nine months ended September 30</u>	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Associates	\$ 85,275	20,319	185,921	177,869
Other related parties	<u>268</u>	<u>1,943</u>	<u>268</u>	<u>52,828</u>
	<u>\$ 85,543</u>	<u>22,262</u>	<u>186,189</u>	<u>230,697</u>

For the nine months ended September 30, 2024 and 2023, the Group purchased property, plant and equipment, amounting to \$186,189 and \$230,697, respectively. As of September 30, 2024 and 2023, there was no outstanding balance. For further description of property, plant and equipment, please refer to note 6(h).

(Continued)

NAN YA PLASTICS CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

2) Disposals of property, plant and equipment

The disposals of property, plant and equipment to related parties are summarized as follows:

	For the three months ended September 30, 2024	
	Disposal price	Gain from disposal
Associates and joint ventures		
P.T. Indonesia Nanya Indah Plastics Co.	\$ 1,629	27
Formosa Petrochemical Corporation	34	34
	\$ 1,663	61
	For the nine months ended September 30, 2024	
	Disposal price	Gain from disposal
Associates and joint ventures		
Nanya Technology Corporation	\$ 350	43
P.T. Indonesia Nanya Indah Plastics Co.	15,112	509
Formosa Petrochemical Corporation	34	34
	\$ 15,496	586

The Group did not have such kind of transactions during the nine months ended September 30, 2023.

(viii) Endorsements and guarantees

The amounts of the Group's endorsements and guarantees for securing related parties' loans were as follows:

	September 30, 2024	December 31, 2023	September 30, 2023
Associates and joint ventures			
Formosa Group (Cayman) Limited	\$ 7,912,750	7,683,750	8,067,000

(Continued)

NAN YA PLASTICS CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(ix) Leases

- 1) The rental income of the Group from leasing its plants to its related parties, recognized as other income, were as follows:

	For the three months ended		For the nine months ended	
	September 30		September 30	
	2024	2023	2024	2023
Associates and joint ventures				
Nan Ya Technology Corporation	\$ 116,490	109,610	347,294	326,446

The rentals charged to related parties are determined based on the local market prices, and rents are collected monthly depending on the contract.

- 2) The rental expenses of the Group's offices and buildings leased its related parties, recognized as operating costs and expenses, were as follows:

The Group rented an office building and a piece of land from Formosa Plastics Corporation. The rentals charged to related parties are determined based on the local market prices. For the three months and nine months ended September 30, 2024 and 2023, the Group recognized the amount of \$8, \$1, \$16 and \$6 as interest expense, respectively. As of September 30, 2024, December 31 and September 30, 2023, the balance of lease liabilities amounted to \$1,360, \$0 and \$183, respectively.

The Group rented an office building from Formosa Chemicals and Fiber Corporation. The rentals charged to related parties are determined based on the local market prices. For the three months and nine months ended September 30, 2024 and 2023, the Group recognized the amount to \$8, \$1, \$16 and \$4 as interest expense, respectively. As of September 30, 2024, December 31 and September 30, 2023, the balance of lease liabilities amounted to \$1,360, \$0 and \$183, respectively.

The Group rented an office building from Ming Chi University of Technology. The rentals charged to related parties are determined based on the local market prices. For the three months and nine months ended September 30, 2024 and 2023, the Group recognized the amount to \$188, \$200, \$573 and \$608 as interest expense, respectively. As of September 30, 2024, December 31 and September 30, 2023, the balance of lease liabilities amounted to \$52,630, \$55,118 and \$55,941, respectively.

(Continued)

NAN YA PLASTICS CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(d) Key management personnel compensation

Key management personnel compensation comprised:

	For the three months ended September 30		For the nine months ended September 30	
	2024	2023	2024	2023
Short-term employee benefits	\$ 45,877	46,721	140,687	140,165

(8) Pledged assets

The carrying values of pledged assets were as follows

Pledged assets	Object	Usage	September 30, 2024	December 31, 2023	September 30, 2023
Current financial assets at fair value through other comprehensive income— shares of stocks of Formosa Plastics Corporation	Others	The collateral to provisional execution in litigation	\$ 681,376	1,008,691	1,016,333
Investment accounted for using equity method— stock of Formosa Petrochemical Corporation	Others	The collateral to provisional execution in litigation	-	58,099	-
Other current assets— time deposits	Others	The collateral to provisional execution in litigation	16,500	-	-
Building and Plant	Bank loans	Bank loans	37,980,341	37,247,786	39,578,395
Total			\$ 38,678,217	38,314,576	40,594,728

(9) Significant Commitments and contingencies

	September 30, 2024	December 31, 2023	September 30, 2023
(a) Outstanding standby letter of credit	\$ 255,628	851,668	1,203,790
(b) Endorsements and guarantees	7,912,750	7,683,750	8,067,000
(c) Bonding guarantees by banks	26,000	22,000	22,000
(d) Letters of credit guarantees by banks	39,500	48,000	48,000

(Continued)

NAN YA PLASTICS CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

- (e) Formosa Ha Tinh (Cayman) Ltd. (the Company's investee) and Formosa Ha Tinh Steel Corporation (a subsidiary of Formosa Ha Tinh (Cayman) Ltd.), each separately signed a syndicated line of credit with a group of financial institutions amounting to USD 4,648,500 thousand and USD 1,953,500 thousand, respectively, for their operational needs. According to the requirement of the consortium, the Company has to offer a letter of undertaking or a letter of support based on its ownership of 11.432% and commit to monitor the operations of both companies to ensure they fulfill their financial obligations.
- (f) Nan Ya Plastics Corporation America (the Company's subsidiary) and Nan Ya Plastics Corporation Texas (a subsidiary of Nan Ya Plastics Corporation America), signed a syndicated line of credit with a group of financial institutions amounting to USD 1,000,000 thousand for their investment and expansion needs. According to the requirement of the consortium, the Company has to offer a letter of support based on its direct and indirect ownership of 100.00% and commit to monitor the operations of both companies to ensure they fulfill their financial obligations.
- (g) Formosa Industries Corporation, a Company's investee, signed a syndicated line of credit with a group of financial institutions amounting to USD 200,000 thousand for its operational needs. According to the requirement of the consortium, the Company has to offer a letter of support based on its ownership of 42.50% and commit to monitor the operations of Formosa Industries Corporation to ensure that it completes its financial obligation.
- (h) Formosa Steel IB Pty Ltd. (a subsidiary of Formosa Resources Corporation), signed a syndicated line of credit with a group of financial institutions amounting to USD 1,195,000 thousand, for their operational needs. According to the requirement of the consortium, the Company has to offer a letter of support based on its ownership of 25.00% and commit to monitor the operations of Formosa Steel IB Pty Ltd. to ensure that it completes its financial obligation.
- (i) Formosa Resources Corporation, a Company's investee company, signed a syndicated line of credit with various banks amounting to USD 430,000 thousand for its operational needs. According to the requirement of the banks, the Company has to offer a letter of support based on its 25.00% direct shareholding in Formosa Resources Corporation, and commit to monitor the operations of Formosa Resources Corporation to ensure that it completes its financial obligation.
- (j) Formosa Resources Australia Pty Ltd. (a subsidiary of Formosa Resources Corporation), signed a syndicated line of credit with various banks amounting to USD 550,000 thousand, for their operational needs. According to the requirement of the banks, the Company has to offer a letter of support based on its 25.00% indirect shareholding in Formosa Resources Australia Pty Ltd., and commit to monitor the operations of Formosa Resources Australia Pty Ltd. to ensure that it completes its financial obligation.

(Continued)

NAN YA PLASTICS CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(k) Litigation between the Company and DBTEL Incorporated (a)

DBTEL Incorporated (DBTEL), a customer of the Company, placed multiple orders for LCD monitors in May 2003. However, DBTEL unexpectedly cancelled partial orders in June 2004. Additionally, DBTEL repeatedly changed the delivery schedule, and even refused to accept some delivery made by the Company, leading to a stock up of both raw materials and finished goods, as well as uncollectible accounts receivable, resulting in the Company to file a lawsuit against DBTEL in the Taiwan High Court on April 6, 2006, demanding for the damage claims of USD 5,392,620 and TWD 100,846,141.

On June 26, 2024, the Taiwan High Court ordered DBTEL to compensate the Company the amounts of USD 1,278,863, plus, USD 2,000,000 and TWD 10,000,000, for principal and interest. In addition, the court granted DBTEL two options in providing for security: (i) for provisional execution, the amount of TWD 22,340,000 is required; (ii) while the payment of TWD 67,000,000 is necessary for dismissal of provisional execution. On the other hand, the court also ruled that the Company has to pay 37% of the litigation costs. Since the Company did not fully agree with the above ruling, it filed an appeal to the Supreme Court. The case is currently in progress and the Company has engaged lawyers to handle the matter.

(l) Litigation between the Company and DBTEL Incorporated (b)

DBTEL alleged that during the abovementioned transaction, the Company had delayed payment and had delivered defective goods, which led to losses from the inability to manufacture mobile phones for timely sale and increased customer returns.

As a result, DBTEL filed a lawsuit to the Taipei District Court on June 29, 2018, seeking compensation for the losses amounting to \$10 million, which was subsequently increased to \$1 billion. On April 29, 2021, the Taipei District Court ruled in favor of the Company, prompting DBTEL to file an appeal to the Taiwan High Court.

(10) Losses Due to Major Disasters

On April 7, 2024, a fire broke out at the Company's Linkou plant, causing damage to its equipment and inventory amounting to \$241,332, recognized as "other gains and losses". Since the above assets were insured, the Company estimated the above recoverable claim to be \$217,199, recognized as "other income".

(11) Subsequent Events: None

NAN YA PLASTICS CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(12) Other

A summary of current-period employee benefits, depreciation, and amortization, by function, were as follows:

by function	For the three months ended September 30,							
	2024				2023			
	Operating Costs	Operating expenses	Non-Operating expenses	Total	Operating Costs	Operating expenses	Non-Operating expenses	Total
Employee benefit								
Salaries	5,606,617	1,340,458	-	6,947,075	5,828,288	1,567,385	-	7,395,673
Labor and health insurance	580,322	104,928	-	685,250	587,967	104,950	-	692,917
Pension expenses	384,111	89,909	-	474,020	399,992	93,095	-	493,087
Remuneration of directors	-	9,636	-	9,636	-	9,662	-	9,662
Others personnel expenses	350,776	68,237	-	419,013	359,356	71,575	-	430,931
Depreciation expenses	5,256,443	253,269	3,070	5,512,782	5,159,719	227,245	3,827	5,390,791
Amortization expenses	115,897	68,176	-	184,073	200,508	64,299	-	264,807

by function	For the nine months ended September 30,							
	2024				2023			
	Operating Costs	Operating expenses	Non-Operating expenses	Total	Operating Costs	Operating expenses	Non-Operating expenses	Total
Employee benefit								
Salaries	16,755,991	4,350,368	-	21,106,359	17,804,853	4,673,751	-	22,478,604
Labor and health insurance	1,718,803	314,439	-	2,033,242	1,801,741	318,394	-	2,120,135
Pension expenses	1,149,662	269,484	-	1,419,146	1,215,561	280,607	-	1,496,168
Remuneration of directors	-	28,686	-	28,686	-	29,457	-	29,457
Others personnel expenses	1,045,448	200,390	-	1,245,838	1,092,388	209,948	-	1,302,336
Depreciation	15,777,491	738,455	10,274	16,526,220	15,240,433	641,535	18,562	15,900,530
Amortization	364,905	208,964	-	573,869	624,658	194,480	-	819,138

(13) Other disclosures

(a) Information on significant transactions:

- (i) Loan to other parties: Please see attached Table 1.
- (ii) Guarantees and endorsements for other parties: Please see attached Table 2.
- (iii) Information regarding securities held at the reporting date (excluding investment in subsidiaries, associates and joint ventures): Please see attached Table 3.
- (iv) Information regarding individual securities acquired or disposed of with accumulated amount exceeding the lower of TWD300 million or 20% of the capital stock: Please see attached Table 4.
- (v) Information regarding acquisition of individual real estate with amount exceeding the lower of TWD300 million or 20% of the capital stock: Please see attached Table 5.

(Continued)

NAN YA PLASTICS CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

- (vi) Information regarding disposal of individual real estate with amount exceeding the lower of TWD300 million or 20% of the capital stock: None
 - (vii) Information regarding related-party transactions for purchases and sales with amounts exceeding the lower of TWD100 million or 20% of the capital stock: Please see attached Table 6.
 - (viii) Information regarding receivables from related parties with amounts exceeding the lower of TWD100 million or 20% of the capital stock: Please see attached Table 7.
 - (ix) Information regarding trading in derivative financial instruments: None.
 - (x) Significant transactions and business relationship between the Company and its subsidiaries: Please see attached Table 8.
- (b) Information on investees: Please see attached Table 9.
 - (c) Information on investment in mainland China: Please see attached Table 10.
 - (d) Major shareholders:

Shareholder's Name	Shareholding	Shares	Percentage
Chang Gung Medical Foundation		876,733,453	11.05 %
Formosa Plastics Corporation		783,356,866	9.87 %
Formosa Chemicals and Fiber Corporation		413,327,750	5.21 %

- (i) The information on major shareholders, which is provided by the Taiwan Depository & Clearing Corporation, summarized the shareholders who held over 5% of total non-physical common stocks and preferred stocks (including treasury stocks) on the last business date of each quarter. The registered non-physical stocks may be different from the capital stocks disclosed in the financial statement due to different calculation basis.
- (ii) If share are entrusted, the above information regarding such shares will be revealed by each trustors of individual trust account. The shareholders holding more than 10% of the total shares of the company should declare insider's equity according to Securities and Exchange Act. The numbers of the shares declared by the insider include the shares of the trust assets which the insider has discretion over use. For details of the insider's equity announcement please refer to the TWSE website.

(Continued)

NAN YA PLASTICS CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(14) Segment information

		For the three months ended September 30, 2024						
		<u>Plastics Product</u>	<u>Plastics Material</u>	<u>Electronic Materials</u>	<u>Polyester Product</u>	<u>Other Departments</u>	<u>Reconciliations</u>	<u>Total</u>
Revenue :								
	Revenue from external customers	\$ 9,877,671	13,882,001	28,417,564	12,835,931	1,410,141	-	66,423,308
	Intersegment revenue	282,141	1,670,849	5,121,826	433,484	779,713	(8,288,013)	-
	Total revenue	<u>\$ 10,159,812</u>	<u>15,552,850</u>	<u>33,539,390</u>	<u>13,269,415</u>	<u>2,189,854</u>	<u>(8,288,013)</u>	<u>66,423,308</u>
	Reportable segment profit or loss	<u>\$ 973,102</u>	<u>(1,129,212)</u>	<u>736,411</u>	<u>192,547</u>	<u>246,711</u>	<u>(529,154)</u>	<u>490,405</u>
		For the three months ended September 30, 2023						
		<u>Plastics Product</u>	<u>Plastics Material</u>	<u>Electronic Materials</u>	<u>Polyester Product</u>	<u>Other Departments</u>	<u>Reconciliations</u>	<u>Total</u>
Revenue :								
	Revenue from external customers	\$ 9,851,387	14,408,094	29,766,875	11,561,423	1,663,636	-	67,251,415
	Intersegment revenue	297,910	1,692,704	4,130,033	390,085	914,276	(7,425,008)	-
	Total revenue	<u>\$ 10,149,297</u>	<u>16,100,798</u>	<u>33,896,908</u>	<u>11,951,508</u>	<u>2,577,912</u>	<u>(7,425,008)</u>	<u>67,251,415</u>
	Reportable segment profit or loss	<u>\$ 705,610</u>	<u>(1,145,006)</u>	<u>1,471,582</u>	<u>(24,267)</u>	<u>4,862,129</u>	<u>(538,003)</u>	<u>5,332,045</u>
		For the nine months ended September 30, 2024						
		<u>Plastics Product</u>	<u>Plastics Material</u>	<u>Electronic Materials</u>	<u>Polyester Product</u>	<u>Other Departments</u>	<u>Reconciliations</u>	<u>Total</u>
Revenue :								
	Revenue from external customers	\$ 29,748,481	40,209,226	81,438,540	36,555,490	3,507,815	-	191,459,552
	Intersegment revenue	762,110	5,159,319	13,885,643	1,041,280	2,439,242	(23,287,594)	-
	Total revenue	<u>\$ 30,510,591</u>	<u>45,368,545</u>	<u>95,324,183</u>	<u>37,596,770</u>	<u>5,947,057</u>	<u>(23,287,594)</u>	<u>191,459,552</u>
	Reportable segment profit or loss	<u>\$ 2,719,488</u>	<u>(2,833,230)</u>	<u>1,520,413</u>	<u>(23,028)</u>	<u>2,788,118</u>	<u>(395,425)</u>	<u>3,776,336</u>
		For the nine months ended September 30, 2023						
		<u>Plastics Product</u>	<u>Plastics Material</u>	<u>Electronic Materials</u>	<u>Polyester Product</u>	<u>Other Departments</u>	<u>Reconciliations</u>	<u>Total</u>
Revenue :								
	Revenue from external customers	\$ 28,631,213	41,246,362	88,298,214	34,295,007	4,292,590	-	196,763,386
	Intersegment revenue	790,612	5,278,743	11,244,629	1,133,608	2,636,373	(21,083,965)	-
	Total revenue	<u>\$ 29,421,825</u>	<u>46,525,105</u>	<u>99,542,843</u>	<u>35,428,615</u>	<u>6,928,963</u>	<u>(21,083,965)</u>	<u>196,763,386</u>
	Reportable segment profit or loss	<u>\$ 1,865,020</u>	<u>(4,563,383)</u>	<u>6,750,886</u>	<u>(507,533)</u>	<u>8,484,648</u>	<u>(2,891,506)</u>	<u>9,138,132</u>
		For the nine months ended September 30, 2023						
		<u>Plastics Product</u>	<u>Plastics Material</u>	<u>Electronic Materials</u>	<u>Polyester Product</u>	<u>Other Departments</u>	<u>Reconciliations</u>	<u>Total</u>
Reportable segment assets								
	September 30, 2024	<u>\$ 35,497,840</u>	<u>154,003,735</u>	<u>121,838,083</u>	<u>29,459,811</u>	<u>497,005,243</u>	<u>(206,133,475)</u>	<u>631,671,237</u>
	December 31, 2023	<u>\$ 37,719,177</u>	<u>90,049,608</u>	<u>191,081,319</u>	<u>30,703,505</u>	<u>507,544,927</u>	<u>(208,570,583)</u>	<u>648,527,953</u>
	September 30, 2023	<u>\$ 37,898,250</u>	<u>95,298,076</u>	<u>202,965,351</u>	<u>31,275,280</u>	<u>504,931,306</u>	<u>(213,715,061)</u>	<u>658,653,202</u>
		For the nine months ended September 30, 2023						
		<u>Plastics Product</u>	<u>Plastics Material</u>	<u>Electronic Materials</u>	<u>Polyester Product</u>	<u>Other Departments</u>	<u>Reconciliations</u>	<u>Total</u>
Reportable segment liabilities								
	September 30, 2024	<u>\$ 7,674,418</u>	<u>35,284,203</u>	<u>40,953,379</u>	<u>8,942,234</u>	<u>173,390,145</u>	<u>(7,160,866)</u>	<u>259,083,513</u>
	December 31, 2023	<u>\$ 9,164,925</u>	<u>48,188,029</u>	<u>44,599,112</u>	<u>10,129,188</u>	<u>165,493,363</u>	<u>(6,130,723)</u>	<u>271,443,894</u>
	September 30, 2023	<u>\$ 9,657,208</u>	<u>56,070,238</u>	<u>47,708,542</u>	<u>10,376,723</u>	<u>157,579,195</u>	<u>(4,798,912)</u>	<u>276,592,994</u>

NAN YA PLASTICS CORPORATION AND SUBSIDIARIES
LENDING TO OTHER PARTIES
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024
(Expressed in thousands of New Taiwan Dollars)

TABLE 1

No.	Name of Lenders	Name of Borrowers	Account Name	Related Party	Highest Balance of Financing to Other Parties during the Period	Ending Balance	Actual Usage during the Period	Range of Interest Rates during the Period.	Purposes of Fund Financing for the Borrowers (Note 1)	Transaction Amount for Business Between Two Parties (Note 2)	Reasons for Short-term Financing	Allowance for Bad Debt	Collateral		Individual Funding Loan Limits (Note 3.4)	Maximum Limitation on Fund Financing (Note 3.4)
													Item	Value		
0	The Company	Formosa Plastics Group Investment Corp. (Note 6)	Other receivables from related parties	YES	100,000	100,000	-	-	2	-	Operating capital	-	-	-	35,667,034	178,335,168
0	The Company	Wellink Technology Corporation (Note 6)	Other receivables from related parties	YES	100,000	100,000	-	-	2	-	Operating capital	-	-	-	35,667,034	178,335,168
0	The Company	PFG Fiber Glass Corporation (Note 6)	Other receivables from related parties	YES	500,000	500,000	-	-	2	-	Operating capital	-	-	-	35,667,034	178,335,168
0	The Company	Nan Ya Plastics (Hong Kong) Co., Ltd. (Note 6)	Other receivables from related parties	YES	500,000	500,000	-	-	2	-	Operating capital	-	-	-	35,667,034	178,335,168
0	The Company	Formosa Plastics Construction Corporation (Note 6)	Other receivables from related parties	YES	5,200,000	150,000	-	-	2	-	Operating capital	-	-	-	89,167,584	178,335,168
0	The Company	Nan Chung Petrochemical Corporation (Note 6)	Other receivables from related parties	YES	300,000	300,000	300,000	2.9%	2	-	Operating capital	-	-	-	89,167,584	178,335,168
0	The Company	Formosa Heavy Industries Corporation	Other receivables from related parties	YES	7,600,000	5,700,000	-	-	2	-	Operating capital	-	-	-	89,167,584	178,335,168
0	The Company	Formosa Petrochemical Corporation	Other receivables from related parties	YES	6,000,000	4,500,000	-	-	2	-	Operating capital	-	-	-	89,167,584	178,335,168
0	The Company	Formosa Plastics Corporation	Other receivables from related parties	YES	6,000,000	4,500,000	-	-	2	-	Operating capital	-	-	-	89,167,584	178,335,168
0	The Company	Formosa Chemicals and Fiber Corporation	Other receivables from related parties	YES	6,000,000	4,500,000	-	-	2	-	Operating capital	-	-	-	89,167,584	178,335,168
0	The Company	Formosa Plastics Marine Corporation	Other receivables from related parties	YES	1,725,695	-	-	1.99433%~2.122345%	2	-	Operating capital	-	-	-	89,167,584	178,335,168
0	The Company	Formosa Steel IB Pty Ltd	Other receivables from related parties	YES	1,622,500	1,622,500	1,622,500	1.99433%~2.151451%	2	-	Operating capital	-	-	-	89,167,584	178,335,168
1	Nan Ya Plastics Corporation America	Nan Ya Plastics Corporation Texas (Note 6)	Other receivables from related parties	YES	11,394,360	-	-	6.3908%~6.591%	2	-	Operating capital	-	-	-	22,553,788	45,107,577
1	Nan Ya Plastics Corporation America	Nan Ya Plastics Corporation U.S.A. (Note 6)	Other receivables from related parties	YES	3,165,100	3,165,100	1,994,118	6.445%~6.604%	2	-	Operating capital	-	-	-	22,553,788	45,107,577
2	Nan Ya Plastics (Hong Kong) Co., Ltd.	Nan Ya Draw Textured Yarn (Kunshan) Co., Ltd. (Note 6)	Other receivables from related parties	YES	1,806,695	1,806,695	1,806,695	0.7004%	2	-	Operating capital	-	-	-	52,730,597	105,461,193
3	Wen Fung Industrial Co., Ltd.	Wellink Technology Corporation (Note 6)	Other receivables from related parties	YES	23,000	23,000	-	-	2	-	Operating capital	-	-	-	25,372	253,717
3	Wen Fung Industrial Co., Ltd.	Formosa Environmental Technology Corporation	Other receivables from related parties	YES	60,000	60,000	60,000	1.99433%~2.151451%	2	-	Operating capital	-	-	-	101,487	253,717
3	Wen Fung Industrial Co., Ltd.	Formosa Fairway Corporation	Other receivables from related parties	YES	15,000	-	-	1.99433%~1.99433%	2	-	Operating capital	-	-	-	101,487	253,717
4	Nan Ya Trading (Huizhou) Co., Ltd.	Nan Ya Draw Textured Yarn (Kunshan) Co., Ltd. (Note 6)	Other receivables from related parties	YES	1,174,352	1,174,352	1,174,352	2.68%~2.76%	2	-	Operating capital	-	-	-	1,919,601	3,839,201
5	Nan Ya Plastics (Xiamen) Co., Ltd.	Xiamen Haicang Investment Group Co., Ltd.	Other receivables from related parties	YES	76,785	76,785	76,785	2.76%~2.84%	2	-	Operating capital	-	-	-	287,554	575,107
5	Nan Ya Plastics (Xiamen) Co., Ltd.	Nan Ya Plastics (Zhengzhou) Co., Ltd.	Other receivables from related parties	YES	94,851	60,976	60,976	2.68%~2.84%	2	-	Operating capital	-	-	-	287,554	575,107

No.	Name of Lenders	Name of Borrowers	Account Name	Related Party	Highest Balance of Financing to Other Parties during the Period	Ending Balance	Actual Usage during the Period	Range of Interest Rates during the Period.	Purposes of Fund Financing for the Borrowers (Note 1)	Transaction Amount for Business Between Two Parties (Note 2)	Reasons for Short-term Financing	Allowance for Bad Debt	Collateral		Individual Funding Loan Limits (Note 3.4)	Maximum Limitation on Fund Financing (Note 3.4)
													Item	Value		
6	Nan Ya Plastics (Nantong) Co., Ltd.	Nan Ya Draw Textured Yarn (Kunshan) Co., Ltd. (Note 6)	Other receivables from related parties	YES	343,272	-	-	2.76%~2.76%	2	-	Operating capital	-	-	-	5,707,937	11,415,874
7	China Nantong Huafeng Co., Ltd.	Nan Ya Draw Textured Yarn (Kunshan) Co., Ltd. (Note 6)	Other receivables from related parties	YES	176,153	176,153	176,153	2.68%~2.76%	2	-	Operating capital	-	-	-	184,235	368,469
8	Nantong Huafu Plastics Co., Ltd.	Nan Ya Draw Textured Yarn (Kunshan) Co., Ltd. (Note 6)	Other receivables from related parties	YES	49,684	49,684	49,684	2.68%~2.76%	2	-	Operating capital	-	-	-	53,059	106,117
9	Nan Ya Electronic Materials (Kunshan) Co., Ltd.	Nan Ya Draw Textured Yarn (Kunshan) Co., Ltd. (Note 6)	Other receivables from related parties	YES	1,854,121	1,350,504	1,350,504	2.68%~2.76%	2	-	Operating capital	-	-	-	29,993,749	59,987,497
9	Nan Ya Electronic Materials (Kunshan) Co., Ltd.	Nan Ya Electronic Materials (Huizhou) Co., Ltd. (Note 6)	Other receivables from related parties	YES	3,794,059	3,794,059	3,794,059	2.69%~2.92%	2	-	Operating capital	-	-	-	29,993,749	59,987,497
10	Nan Ya Plastics (Ningbo) Co., Ltd.	Nan Ya Draw Textured Yarn (Kunshan) Co., Ltd. (Note 6)	Other receivables from related parties	YES	1,074,983	722,678	722,678	2.68%~2.76%	2	-	Operating capital	-	-	-	6,922,260	13,844,520

Note 1 : (a) Those with business contact please fill in 1; (b) Those necessary for short-term financing please fill in 2.

Note 2 : Amount from business contact stands for the sum of purchases and sales.

Note 3 : Capital loaned to other parties should not exceed 50% of the lender's net worth, of which the sum loaned to non-interested parties for capital requirements should not exceed 40% of the net worth of borrower.

The cap amount of loans to associates and interested parties should not exceed 25% of the equity of the lenders. Other parties should not exceed 20% of the lender's net worth.

The Company's authorized loans should not exceed 10% of its net worth.

Note 4 : Subsidiaries' capital loaned to associates and interested parties should not exceed 50% of the equity of the lenders. Other parties should not exceed 40% of the lender's net worth.

The subsidiaries' cap amount of loans to other parties should not exceed 100% of its equity. Non-interested parties should not exceed 40% of its net worth. However, subsidiaries' capital loaned to the parties located in non-Taiwan and directly or indirectly held by the company 100% of the shares are not be limited.

Note 5 : Reporting currency of Nan Ya Plastics corporation, America and Nan Ya Plastics corporation USA are denominated in USD, and the exchange rate of TWD to USD as of September 30, 2024 (in average) is 31.651(32.043) : 1.

Reporting currency of Nan Ya Plastics (Hong Kong) Co., Ltd and Superior World Wide Trading Co., Ltd. are denominated in HKD, and the exchange rate of TWD to HKD as of September 30, 2024 (in average) is 4.0578(4.1081) : 1.

Note 6 : This transaction has already been written off during the consolidation process.

NAN YA PLASTICS CORPORATION AND SUBSIDIARIES
GUARANTEES AND ENDORSEMENTS FOR OTHER PARTIES
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024
(Expressed in thousands of New Taiwan Dollars)

TABLE 2

No	Endorsement Guarantee Provider	Counterparty of Guarantee and Endorsement		Limitation Amount of Guarantees and Endorsements for a Specific Enterprise	Highest Balance for Guarantee and Endorsements during the Period	Ending Balance of Guarantees and Endorsements as of June 30, 2024	Amount Secured by Guaranteed and Endorsed Property	Amount of Endorsement / Guarantee Collateralized by Properties	Ratio of Accumulated Amounts of Guarantees and Endorsements to Net Worth of the Latest Financial Statements	Maximum Amounts for Guarantees and Endorsements	Parent Company Endorses / Guarantees to Third Parties on Behalf of Subsidiary	Subsidiary Endorses / Guarantees to Third Parties on Behalf of Parent Company	Endorsements / Guarantees to the Third Parties on Behalf of the Companies in Mainland China
		Name	Relationship with The Company (Note)										
0	The Company	Formosa Group (Cayman) Ltd.	6	231,835,719	8,209,000	7,912,750	7,912,750	-	2.22%	463,671,437	N	N	N

Note1: The total amount of guarantees and endorsements by the company shall not exceed 1.3 times of the company's net value, and the amount of guarantees and endorsements for a specific enterprise shall not exceed one half of the foregoing total.

Note2: There are seven conditions in which the Company may have guarantees or endorsements for other parties as follows:

- (1)The Company has business relationship.
- (2)The Company holds directly and indirectly more than 50% of the voting shares of the subsidiaries.
- (3)In aggregate, the Company holds directly or its subsidiaries hold indirectly more than 50% of the investee.
- (4)Subsidiaries in which the Company holds directly or indirectly more than 90% of the voting shares make endorsement and guarantees for each other.
- (5)The Company is required to provide guarantees or endorsements for the construction project based on the construction contract.
- (6)The stockholders of the Company provide guarantees or endorsements for the investee in proportion to their stockholding percentage.
- (7)According to Consumer Protection Act, companies are required to provide guarantees and endorsements for joint and several liabilities if take part in business of preconstruction real estate.

NAN YA PLASTICS CORPORATION AND SUBSIDIARIES
INFORMATION REGARDING SECURITIES HELD AT THE REPORTING DATE
(SUBSIDIARIES, ASSOCIATES AND JOINT VENTURES NOT INCLUDED)
SEPTEMBER 30, 2024
(Expressed in thousands of New Taiwan Dollars)

TABLE 3

Security Holder	Category and Name of Security	Relationship Between Issuer of Security and the Company which Holds Securities	Account Name	September 30, 2024				Notes
				Number of Shares (in thousands)	Carrying Value	Shareholding Percentage	Market Value or Net Asset Value	
The Company	Mega Internaitonal Private USD Money Market	-	Financial assets valued at FVTPL – current	4,554	1,760,232	-	1,760,232	
The Company	Formosa Plastics Corporation	Other related parties	Financial assets valued at FVTOCI – current	294,793	15,771,431	4.63%	15,771,431	Note 1
The Company	Formosa Chemicals and Fiber Corporation	Other related parties	Financial assets valued at FVTOCI – current	140,520	6,105,579	2.40%	6,105,579	
The Company	Formosa Group Ocean Marine Investment Corporation	Other related parties	Financial assets valued at FVTOCI – non current	3	10,420,753	19.00%	10,420,753	
The Company	Formosa Plastics Corporation U.S.A.	Other related parties	Financial assets valued at FVTOCI – non current	2	800,802	0.51%	800,802	
The Company	Ostendo Technologies Inc.	-	Financial assets valued at FVTOCI – non current	150	-	0.12%	-	
The Company	Formosa Plastics Maritime Corp.	Other related parties	Financial assets valued at FVTOCI – non current	4,442	203,895	18.00%	203,895	
The Company	Formosa International Development Co., Ltd.	Other related parties	Financial assets valued at FVTOCI – non current	20,471	221,140	18.00%	221,140	
The Company	Mai Liao Harbor Administration Corp.	Other related parties	Financial assets valued at FVTOCI – non current	39,562	977,248	17.98%	977,248	
The Company	Formosa Plastics Marine Corporation	Other related parties	Financial assets valued at FVTOCI – non current	16,234	583,628	15.00%	583,628	
The Company	ASIA Pacific Investment Co.	Other related parties	Financial assets valued at FVTOCI – non current	63,717	1,716,094	14.99%	1,716,094	
The Company	Formosa Technologies Corporation	Other related parties	Financial assets valued at FVTOCI – non current	2,925	458,983	12.50%	458,983	
The Company	Central Leasing Corp.	-	Financial assets valued at FVTOCI – non current	1,779	-	1.07%	-	
The Company	Chinese Television System Inc.	-	Financial assets valued at FVTOCI – non current	1,769	18,276	1.04%	18,276	
The Company	China Investment & Development Company, Limited	-	Financial assets valued at FVTOCI – non current	1,287	4,114	0.80%	4,114	

Security Holder	Category and Name of Security	Relationship Between Issuer of Security and the Company which Holds Securities	Account Name	September 30,2024				Notes
				Number of Shares (in thousands)	Carrying Value	Shareholding Percentage	Market Value or Net Asset Value	
The Company	Taiwan Aerospace Corp.	-	Financial assets valued at FVTOCI – non current	1,070	26,598	0.79%	26,598	
The Company	Guang Yuan Securities Investment Consulting Corporation	-	Financial assets valued at FVTOCI – non current	3,750	43,050	3.91%	43,050	
The Company	Mega Growth Capital Venture	-	Financial assets valued at FVTOCI – non current	1,042	9,089	1.97%	9,089	
The Company	Formosa Ha Tinh (Cayman) Ltd.	-	Financial assets valued at FVTOCI – non current	621,178	6,684,710	11.43%	6,684,710	
Nan Ya PCB Corporation	Formosa Plastics Corporation	Other related parties	Financial assets valued at FVTOCI – current	2,996	160,286	0.05%	160,286	
Nan Ya Plastics Corporation America	Sutton (Bonds)	-	Financial assets valued at FVTPL – non current	-	480,489	-	480,489	
Nan Ya Plastics Corporation America	MBIA Insurance Corp. (Preferred Stock)	-	Financial assets valued at FVTPL – non current	-	204,867	-	204,867	
Nan Ya Plastics (Hong Kong) Co., Ltd.	Hua Ya (Dong Ying) Plastics Corp.	-	Financial assets valued at FVTOCI – non current	-	608,715	15.00%	608,715	
Nan Ya Plastics (Hong Kong) Co., Ltd.	Hua Ya (Wu Hu) Plastics Corp.	-	Financial assets valued at FVTOCI – non current	-	470,797	15.00%	470,797	

Note 1 : The Company pledged its shares of Formosa Plastics Corporation of 12,736 thousand common shares amounting to \$681,376.

NAN YA PLASTICS CORPORATION AND SUBSIDIARIES
INFORMATION REGARDING INDIVIDUAL SECURITIES ACQUIRED OR DISPOSED OF WITH ACCUMULATED AMOUNT EXCEEDING THE LOWER OF TWD300 MILLION OR 20% OF THE CAPITAL STOCK
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024
(Expressed in thousands of New Taiwan Dollars)

TABLE 4

Company Name	Category and Name of Security (Note 1)	Financial Statement Account	Counter-party (Note 2)	Relationships (Note 2)	Beginning Balance		Purchases (Note 3)		Sales (Note 3)				Ending Balance	
					Shares (in thousands)	Amount	Shares (in thousands)	Amount	Shares (in thousands)	Price	Carrying Value	Gain/Loss on Disposal	Shares (in thousands)	Amount
Nan Ya Plastics Corporation America	Nan Ya Plastics Corporation Texas	Investments accounted for using equity method	Debt-to-equity conversion and cash capital increase	Parent-subsidiary	(Note 2)	(Note 2)	(Note 2)	(Note 2)	(Note 2)	(Note 2)	(Note 2)	(Note 2)	(Note 2)	(Note 2)
The Company	Formosa Smart Energy Tech Corporation	Investments accounted for using equity method	Cash capital increase	Investments accounted for using equity method	(Note 2)	(Note 2)	(Note 2)	(Note 2)	(Note 2)	(Note 2)	(Note 2)	(Note 2)	(Note 2)	(Note 2)

Note 1: The "securities" in this table refer to stocks, bonds, beneficiary certificates, and the marketable securities derived from the above items.

Note 2: Investors who adopt the equity method in the marketable securities must fill these two columns, and the rest may be omitted.

Note 3: The accumulated buying and selling amount should be calculated separately according to the market price, whether it reaches \$300 million or 20% of the paid-in capital.

NAN YA PLASTICS CORPORATION AND SUBSIDIARIES
INFORMATION REGARDING ACQUISITION OF INDIVIDUAL REAL ESTATE WITH AMOUNT EXCEEDING THE LOWER OF TWD300 MILLION OR 20% OF THE CAPITAL STOCK
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024
(Expressed in thousands of New Taiwan Dollars)

TABLE 5

Company Name	Name of Property	Transaction Date (Note 1)	Transaction Amount (Note 2)	Status of Payment	Counter-party	Relationship with the Company	Disclosure of Information on Previous Transfer of Equipment is Required for Related Parties who are also the Counter Parties				References for Determining Price	Purpose of Acquisition and Current Condition	Others
							Owner	Relationship with the Company	Date of Transfer	Amount			
Nan Ya Plastics (Ningbo) Co., Ltd.	Construction in progress	2020.7.30	RMB 257,631	RMB 246,396	China MCC20 Group Corporaion Ltd.	Unrelated party	-	-	-	-	Negotiation	Plant expansion	None
Nan Ya Electronic Materials (Huizhou) Co., Ltd.	Construction in progress	2023.7.14	RMB 174,809	RMB 53,251	China Construction Seventh Engineering Division. Corp. Ltd.	Unrelated party	-	-	-	-	Negotiation	Plant expansion	None

Note 1 : Transaction date refers to the date of contract signing, date of payment, date of consignment trade, date of transfer, dates of boards of directors resolutions, or other date that can confirm the counterpart and monetary amount of the transaction, whichever date is earlier.

Note 2 : Contract amount.

NAN YA PLASTICS CORPORATION AND SUBSIDIARIES
INFORMATION REGARDING RELATED-PARTY TRANSACTIONS FOR PURCHASES AND SALES WITH AMOUNTS EXCEEDING THE LOWER OF TWD 100 MILLION OR 20% OF THE CAPITAL STOCK
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024
(Expressed in thousands of New Taiwan Dollars)

TABLE 6

Company Name	Related Party	Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts (Payable) Receivable		Notes
			Purchases / (Sales)	Amount	% to total purchase/(sales)	Credit Period	Unit Price	Payment Term	Ending Balance	% to Total	
The Company	Formosa Plastics Corporation	Other related parties	(Sales)	(1,709,259)	(1.86)%	30 days	-	-	155,502	1.03%	
The Company	Formosa Chemicals and Fiber Corporation	Other related parties	(Sales)	(4,014,200)	(4.37)%	30 days	-	-	427,652	2.83%	
The Company	Nan Ya PCB Corporation	Subsidiaries	(Sales)	(1,220,540)	(1.33)%	30 days	-	-	150,178	0.99%	Note
The Company	Formosa Petrochemical Corporation	Associates	(Sales)	(1,252,485)	(1.36)%	30 days	-	-	137,961	0.91%	
The Company	Nanya Technology Corporation	Associates	(Sales)	(263,702)	(0.29)%	30 days	-	-	128,873	0.85%	
The Company	Formosa Heavy Industries Corporation	Associates	(Sales)	(240,405)	(0.26)%	30 days	-	-	191,745	1.27%	
The Company	Formosa Taffeta Co., Ltd.	Other related parties	(Sales)	(402,397)	(0.44)%	30 days	-	-	21,588	0.14%	
The Company	Nan Ya Plastics Corporation U.S.A.	Subsidiaries	(Sales)	(858,653)	(0.94)%	O/A105 days	-	-	467,250	3.09%	Note
The Company	Nan Ya Electronic Materials (Huizhou) Co., Ltd.	Subsidiaries	(Sales)	(2,913,841)	(3.17)%	O/A180 days	-	-	819,686	5.41%	Note
The Company	Nan Ya Plastics (Nantong) Co., Ltd.	Subsidiaries	(Sales)	(230,676)	(0.25)%	O/A150 days	-	-	56,648	0.37%	Note
The Company	Nan Ya Electronic Materials (Kunshan) Co., Ltd.	Subsidiaries	(Sales)	(1,780,196)	(1.94)%	O/A150 days	-	-	703,383	4.65%	Note
The Company	Formosa Industries Corporation	Associates	(Sales)	(178,248)	(0.19)%	O/A150 days	-	-	57,735	0.38%	
The Company	Nan Ya Draw Textured Yarn (Kunshan) Co., Ltd.	Subsidiaries	(Sales)	(180,727)	(0.20)%	O/A150 days	-	-	74,552	0.49%	Note
The Company	Nan Ya Plastics (Ningbo) Co., Ltd.	Subsidiaries	(Sales)	(521,703)	(0.57)%	O/A150 days	-	-	94,573	0.62%	Note
The Company	Formosa Plastics Corporation	Other related parties	Purchases	6,617,497	11.12%	30 days	-	-	(658,063)	(7.82)%	
The Company	Formosa Chemicals and Fiber Corporation	Other related parties	Purchases	18,002,456	30.25%	30 days	-	-	(1,921,847)	(22.83)%	
The Company	Formosa Petrochemical Corporation	Associates	Purchases	12,452,025	20.93%	30 days	-	-	(1,279,110)	(15.20)%	
The Company	Formosa Industries Corporation	Associates	Purchases	139,560	0.23%	O/A150 days	-	-	(56,012)	(0.67)%	
The Company	PFG Fiber Glass Corporation	Subsidiaries	Purchases	1,447,000	2.43%	30 days	-	-	(169,475)	(2.01)%	Note
The Company	Nan Ya Electronic Materials (Kunshan) Co., Ltd.	Subsidiaries	Purchases	311,939	0.52%	O/A150 days	-	-	(86,994)	(1.03)%	Note
The Company	Nan Ya Draw Textured Yarn (Kunshan) Co., Ltd.	Subsidiaries	Purchases	622,386	1.05%	O/A150 days	-	-	(148,255)	(1.76)%	Note
Nan Ya PCB Corporation	The Company	Parent	Purchases	1,220,540	17.20%	30 days	-	-	(150,178)	(15.25)%	
Nan Ya PCB Corporation	Nan Ya PCB (Kunshan) Corporation	Subsidiaries	Purchases	3,095,538	43.61%	30 days	-	-	(331,108)	(33.62)%	Note
Nan Ya PCB Corporation	Formosa Advanced Technologies Co., Ltd.	Associates	(Sales)	(167,520)	(1.02)%	70 days	-	-	10,493	0.23%	
Nan Ya PCB (Kunshan) Corporation	Nan Ya PCB Corporation	Subsidiaries	(Sales)	(3,095,538)	(27.75)%	30 days	-	-	331,108	9.35%	Note
Nan Ya PCB (Kunshan) Corporation	Nan Ya Electronic Materials (Kunshan) Co., Ltd.	Same chairman	Purchases	594,136	9.85%	60 days	-	-	(81,265)	(7.07)%	
Nan Ya PCB (Kunshan) Corporation	Formosa Advanced Technologies Co., Ltd.	Associates	(Sales)	(313,461)	(2.81)%	70 days	-	-	25,252	0.71%	
Nan Ya PCB (Kunshan) Corporation	Wellink Technology Corporation	Same chairman	Purchases	101,335	1.68%	60 days	-	-	(13,661)	(1.19)%	
Wellink Technology Corporation	Nan Ya PCB (Kunshan) Corporation	Subsidiaries	(Sales)	(101,335)	(73.77)%	O/A150 days	-	-	13,661	57.36%	Note
PFG Fiber Glass Corporation	The Company	Parent	(Sales)	(1,447,000)	(67.48)%	30 days	-	-	169,475	74.88%	Note
PFG Fiber Glass Corporation	Formosa Chemicals and Fiber Corporation	Other related parties	Purchases	228,379	28.48%	30 days	-	-	(27,432)	(29.50)%	
Nan Ya Plastics Corporation U.S.A.	Formosa Plastics Corporation U.S.A.	Other related parties	Purchases	485,747	23.17%	payment within one month	-	-	(44,539)	(7.56)%	
Nan Ya Plastics Corporation U.S.A.	The Company	Parent	Purchases	858,653	40.96%	O/A105 days	-	-	(467,250)	(79.35)%	Note
Nan Ya Plastics Corporation America	Formosa Plastics Corporation U.S.A.	Other related parties	(Sales)	(170,406)	(0.71)%	payment within one month	-	-	995	0.02%	
Nan Ya Plastics Corporation America	Formosa Plastics Corporation U.S.A.	Other related parties	Purchases	3,524,199	16.59%	payment within one month	-	-	(173,268)	(16.60)%	
Nan Ya Plastics Corporation America	Formosa Chemicals and Fiber Corporation	Other related parties	Purchases	279,489	1.32%	30 days	-	-	(160,091)	(15.33)%	
Nan Ya Plastics Corporation America	Nan Ya Plastics Corporation Texas	Subsidiaries	Purchases	760,435	3.58%	payment within one month	-	-	(147,121)	(14.09)%	
Nan Ya Plastics Corporation Texas	Nan Ya Plastics Corporation America	Subsidiaries	(Sales)	(760,435)	(25.39)%	payment within one month	-	-	147,121	35.78%	
Nan Ya Plastics Corporation Texas	Formosa Plastics Corporation U.S.A.	Other related parties	(Sales)	(175,858)	(5.87)%	payment within one month	-	-	0	0.00%	
Nan Ya Plastics Corporation Texas	Formosa Plastics Corporation U.S.A.	Other related parties	Purchases	378,701	15.02%	payment within one month	-	-	(1,031,885)	(93.18)%	

Company Name	Related Party	Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts (Payable) Receivable		Notes
			Purchases / (Sales)	Amount	% to total purchase/(sales)	Credit Period	Unit Price	Payment Term	Ending Balance	% to Total	
PFG Fiber Glass (Kunshan) Co., Ltd.	Nan Ya Electronic Materials (Kunshan) Co., Ltd.	Subsidiaries	(Sales)	(1,351,172)	(62.45)%	60 days	-	-	183,926	43.75%	Note
PFG Fiber Glass (Kunshan) Co., Ltd.	Nan Ya Electronic Materials (Huizhou) Co., Ltd.	Subsidiaries	(Sales)	(255,084)	(11.79)%	60 days	-	-	124,421	29.59%	Note
Nan Ya Electronic Materials (Huizhou) Co., Ltd.	The Company	Parent	Purchases	2,913,841	30.95%	O/A180 days	-	-	(819,686)	(24.89)%	Note
Nan Ya Electronic Materials (Huizhou) Co., Ltd.	PFG Fiber Glass (Kunshan) Co., Ltd.	Subsidiaries	Purchases	255,084	2.71%	60 days	-	-	(124,421)	(3.78)%	Note
Nan Ya Electronic Materials (Huizhou) Co., Ltd.	Nan Ya Electronic Materials (Kunshan) Co., Ltd.	Subsidiaries	Purchases	5,002,137	53.13%	180 days	-	-	(2,237,570)	(67.94)%	Note
Nan Ya Plastics (Nantong) Co., Ltd.	The Company	Parent	Purchases	230,676	7.67%	O/A150 days	-	-	(56,648)	(15.81)%	Note
Nan Ya Plastics (Nantong) Co., Ltd.	Formosa Industries (Ningbo) Co., Ltd.	Other related parties	Purchases	669,946	22.28%	60 days	-	-	(80,194)	(22.38)%	Note
Nan Ya Electric (Nantong) Co., Ltd.	Nan Ya Electronic Materials (Kunshan) Co., Ltd.	Subsidiaries	(Sales)	(127,212)	(21.08)%	60 days	-	-	0	0.00%	Note
Nan Ya Plastics (Ningbo) Co., Ltd.	Nan Ya Electronic Materials (Kunshan) Co., Ltd.	Subsidiaries	(Sales)	(3,603,961)	(34.05)%	60 days	-	-	516,448	62.38%	Note
Nan Ya Plastics (Ningbo) Co., Ltd.	Formosa Chemicals and Fiber (Ningbo) Corporation	Other related parties	Purchases	7,446,613	75.10%	60 days	-	-	(948,748)	(76.67)%	Note
Nan Ya Plastics (Ningbo) Co., Ltd.	The Company	Parent	Purchases	521,703	5.26%	O/A150 days	-	-	(94,573)	(7.64)%	Note
Nan Ya Electronic Materials (Kunshan) Co., Ltd.	The Company	Parent	(Sales)	(311,939)	(0.96)%	O/A150 days	-	-	86,994	0.77%	Note
Nan Ya Electronic Materials (Kunshan) Co., Ltd.	Nan Ya Electronic Materials (Huizhou) Co., Ltd.	Subsidiaries	(Sales)	(5,002,137)	(15.41)%	180 days	-	-	2,237,570	19.80%	Note
Nan Ya Electronic Materials (Kunshan) Co., Ltd.	Nan Ya PCB (Kunshan) Corporation	Same chairman	(Sales)	(594,136)	(1.83)%	30 days	-	-	81,265	0.72%	Note
Nan Ya Electronic Materials (Kunshan) Co., Ltd.	Nan Ya Draw Textured Yarn (Kunshan) Co., Ltd.	Subsidiaries	(Sales)	(273,654)	(0.84)%	60 days	-	-	34,417	0.30%	Note
Nan Ya Electronic Materials (Kunshan) Co., Ltd.	The Company	Parent	Purchases	1,780,196	6.35%	O/A150 days	-	-	(703,383)	(28.47)%	Note
Nan Ya Electronic Materials (Kunshan) Co., Ltd.	PFG Fiber Glass (Kunshan) Co., Ltd.	Subsidiaries	Purchases	1,351,172	4.82%	60 days	-	-	(183,926)	(7.45)%	Note
Nan Ya Electronic Materials (Kunshan) Co., Ltd.	Nan Ya Plastics (Ningbo) Co., Ltd.	Subsidiaries	Purchases	3,603,961	12.86%	60 days	-	-	(516,448)	(20.90)%	Note
Nan Ya Electronic Materials (Kunshan) Co., Ltd.	Nan Ya Electric (Nantong) Co., Ltd.	Subsidiaries	Purchases	127,212	0.45%	60 days	-	-	0	0.00%	Note
Nan Ya Draw Textured Yarn (Kunshan) Co., Ltd.	The Company	Parent	Purchases	180,727	9.43%	O/A150 days	-	-	(74,552)	(44.68)%	Note
Nan Ya Draw Textured Yarn (Kunshan) Co., Ltd.	Nan Ya Electronic Materials (Kunshan) Co., Ltd.	Subsidiaries	Purchases	273,654	14.28%	60 days	-	-	(34,417)	(20.63)%	Note
Nan Ya Draw Textured Yarn (Kunshan) Co., Ltd.	Formosa Industries Corporation	Associates	(Sales)	(332,687)	(12.25)%	O/A151 days	-	-	73,672	21.58%	Note
Nan Ya Draw Textured Yarn (Kunshan) Co., Ltd.	The Company	Parent	(Sales)	(622,386)	(22.92)%	O/A150 days	-	-	148,255	43.43%	Note

Note : The transaction has been written off during the consolidation process.

NAN YA PLASTICS CORPORATION AND SUBSIDIARIES
INFORMATION REGARDING RECEIVABLES FROM RELATED-PARTIES WITH AMOUNTS EXCEEDING THE LOWER OF TWD 100 MILLION OR 20% OF THE CAPITAL STOCK
SEPTEMBER 30, 2024
(Expressed in thousands of New Taiwan Dollars)

TABLE 7

Company Name	Related Party	Relationship	Ending Balance	Turnover Rate	Overdue		Amounts Received in Subsequent Periods	Allowance for Bad Debts	
					Amount	Action Taken			
The Company	Formosa Plastics Corporation	Other related parties	Receivables from related parties :	155,502	16.17	-	-	122,047	-
The Company	Formosa Chemicals and Fiber Corporation	Other related parties	Receivables from related parties :	427,652	12.16	-	-	427,652	-
The Company	Nan Ya PCB Corporation(Note 1)	Subsidiaries	Receivables from related parties :	150,178	11.72	-	-	149,740	-
The Company	Formosa Petrochemical Corporation	Assosiates	Receivables from related parties :	137,961	10.26	-	-	79,439	-
The Company	Nanya Technology Corporation	Assosiates	Receivables from related parties :	128,873	4.79	-	-	69,598	-
The Company	Formosa Heavy Industries Corporation	Assosiates	Receivables from related parties :	191,745	3.30	-	-	1,829	-
The Company	Nan Ya Plastics Corporation U.S.A.(Note 1)	Subsidiaries	Receivables from related parties :	467,250	2.17	-	-	49,563	-
The Company	Nan Ya Electronic Materials (Huizhou) Co., Ltd.(Note 1)	Subsidiaries	Receivables from related parties :	819,686	5.35	-	-	322,293	-
The Company	Nan Ya Electronic Materials (Kunshan) Co., Ltd.(Note 1)	Subsidiaries	Receivables from related parties :	703,383	4.24	-	-	154,948	-
Nan Ya PCB (Kunshan) Corporation	Nan Ya PCB Corporation(Note 1)	Subsidiaries	Receivables from related parties :	331,108	13	-	-	331,108	-
PFG Fiber Glass Corporation	The Company(Note 1)	Parent	Receivables from related parties :	169,475	11	-	-	169,475	-
Nan Ya Plastics Corporation Texas	Nan Ya Plastics Corporation America(Note 1)	Subsidiaries	Receivables from related parties :	147,121	14	-	-	4,648	-
PFG Fiber Glass (Kunshan) Co., Ltd.	Nan Ya Electronic Materials (Kunshan) Co., Ltd.(Note 1)	Subsidiaries	Receivables from related parties :	183,926	10	-	-	181,742	-
PFG Fiber Glass (Kunshan) Co., Ltd.	Nan Ya Electronic Materials (Huizhou) Co., Ltd.(Note 1)	Subsidiaries	Receivables from related parties :	124,421	2	-	-	36,096	-
Nan Ya Plastics (Ningbo) Co., Ltd.	Nan Ya Electronic Materials (Kunshan) Co., Ltd.(Note 1)	Subsidiaries	Receivables from related parties :	516,448	15	-	-	516,448	-
Nan Ya Electronic Materials (Kunshan) Co., Ltd.	Nan Ya Electronic Materials (Huizhou) Co., Ltd.(Note 1)	Subsidiaries	Receivables from related parties :	2,237,570	3	-	-	631,340	-
Nan Ya Draw Textured Yarn (Kunshan) Co., Ltd.	The Company(Note 1)	Parent	Receivables from related parties :	148,255	0	-	-	91,638	-
The Company	Nan Chung Petrochemical Corporation(Note 1)	Assosiates	Other receivables from related parties :	300,000	Note	-	-	-	-
The Company	Formosa Steel IB Pty Ltd	Assosiates	Other receivables from related parties :	1,622,500	Note	-	-	-	-
Nan Ya Plastics Corporation America	Nan Ya Plastics Corporation U.S.A.(Note 1)	Subsidiaries	Other receivables from related parties :	1,994,118	Note	-	-	-	-
Nan Ya Plastics (Hong Kong) Co., Ltd.	Nan Ya Draw Textured Yarn (Kunshan) Co., Ltd.(Note 1)	Subsidiaries	Other receivables from related parties :	1,806,695	Note	-	-	-	-
Nan Ya Trading(Huizhou) Co., Ltd.	Nan Ya Draw Textured Yarn (Kunshan) Co., Ltd.(Note 1)	Subsidiaries	Other receivables from related parties :	1,174,352	Note	-	-	-	-
Nan Ya Plastics (Ningbo) Co., Ltd.	Nan Ya Draw Textured Yarn (Kunshan) Co., Ltd.(Note 1)	Subsidiaries	Other receivables from related parties :	722,678	Note	-	-	-	-
Nan Ya Electronic Materials (Kunshan) Co., Ltd.	Nan Ya Draw Textured Yarn (Kunshan) Co., Ltd.(Note 1)	Subsidiaries	Other receivables from related parties :	1,350,504	Note	-	-	-	-
Nan Ya Electronic Materials (Kunshan) Co., Ltd.	Nan Ya Electronic Materials (Huizhou) Co., Ltd.(Note 1)	Subsidiaries	Other receivables from related parties :	3,794,059	Note	-	-	-	-
China Nantong Huafeng Co., Ltd.	Nan Ya Draw Textured Yarn (Kunshan) Co., Ltd.(Note 1)	Subsidiaries	Other receivables from related parties :	176,153	Note	-	-	-	-

Note : The turnover rate of other receivables from related parties cannot be calculated.

Note 1 : The transaction has been written off during the consolidation process.

NAN YA PLASTICS CORPORATION AND SUBSIDIARIES
SIGNIFICANT TRANSACTIONS AND BUSINESS RELATIONSHIP BETWEEN THE COMPANY AND ITS SUBSIDIARIES
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024
(Expressed in thousands of New Taiwan Dollars)

TABLE 8

No. (Note 1)	Company Name	Counter-party	Relationship (Note 2)	Intercompany Transactions			Percentage of Consolidated Total Gross Sales or Total Assets
				Financial Statement Item	Amount	Terms	
0	The Company	Nan Ya PCB Corporation and its subsidiaries	1	Sales	1,238,918	30-150days	0.65%
0	The Company	Nan Chung Petrochemical Corporation	1	Sales	23,615	30days	0.01%
0	The Company	PFG Fiber Glass Corporation	1	Sales	47,920	30days	0.03%
0	The Company	Nan Ya Plastics Corporation U.S.A	1	Sales	858,653	O/A 105days	0.45%
0	The Company	Nan Ya Plastics Corporation America	1	Sales	93,863	O/A 105days	0.05%
0	The Company	Nan Ya Plastics (Hong Kong) Co., Ltd. and its subsidiaries	1	Sales	5,702,211	O/A 150-180days	2.98%
1	Wen Fung Industrials Co., Ltd. and its subsidiaries	Nan Ya PCB Corporation and its subsidiaries	3	Sales	116,107	30days	0.06%
2	PFG Fiber Glass Corporation	The Company	2	Sales	1,447,000	30days	0.76%
3	Nan Ya Plastics Corporation U.S.A.	The Company	2	Sales	33,385	O/A 105 days	0.02%
4	Nan Ya Plastics Corporation America	Nan Ya Plastics Corporation U.S.A	3	Sales	79,494	payment within one month	0.04%
4	Nan Ya Plastics Corporation America	The Company	2	Sales	29,447	O/A 105 days	0.02%
6	Nan Ya Plastics (Hong Kong) Co., Ltd. and its subsidiaries	The Company	2	Sales	1,001,981	O/A 150-180 days	0.52%
6	Nan Ya Plastics (Hong Kong) Co., Ltd. and its subsidiaries	Nan Ya PCB Corporation and its subsidiaries	3	Sales	851,041	60 days	0.44%
6	Nan Ya Plastics (Hong Kong) Co., Ltd. and its subsidiaries	PFG Fiber Glass (Hong Kong) Corporation Limited and its subsidiaries	3	Sales	158,612	60 days	0.08%
7	PFG Fiber Glass (Hong Kong) Corporation Limited and its subsidiaries	Nan Ya Plastics (Hong Kong) Co., Ltd. and its subsidiaries	3	Sales	1,606,256	60 days	0.84%
5	Nan Ya Plastics Corporation Texas	Nan Ya Plastics Corporation America	3	Sales	760,435	payment within one month	0.40%
0	The Company	Nan Ya PCB Corporation and its subsidiaries	1	Accounts receivable	152,561	30-150days	0.02%
0	The Company	Nan Ya Plastics Corporation U.S.A	1	Accounts receivable	467,250	O/A 105days	0.07%
0	The Company	Nan Ya Plastics Corporation America	1	Accounts receivable	40,839	O/A 105days	0.01%
0	The Company	Nan Ya Plastics (Hong Kong) Co., Ltd. and its subsidiaries	1	Accounts receivable	1,766,755	O/A 150-180 days	0.28%
3	PFG Fiber Glass Corporation	The Company	2	Accounts receivable	169,475	30days	0.03%
6	Nan Ya Plastics (Hong Kong) Co., Ltd. and its subsidiaries	The Company	2	Accounts receivable	256,997	O/A 150-180 days	0.04%
6	Nan Ya Plastics (Hong Kong) Co., Ltd. and its subsidiaries	Nan Ya PCB Corporation and its subsidiaries	3	Accounts receivable	134,297	60 days	0.02%
7	PFG Fiber Glass (Hong Kong) Corporation Limited and its subsidiaries	Nan Ya Plastics (Hong Kong) Co., Ltd. and its subsidiaries	3	Accounts receivable	308,347	60 days	0.05%
8	Nan Ya Plastics Corporation Texas	Nan Ya Plastics Corporation America	3	Accounts receivable	147,121	payment within one month	0.02%
0	The Company	Nan Ya PCB Corporation and its subsidiaries	1	Rent revenue	224,040	30-150days	0.12%

Note 1: The appointed numbers represent:

1. 0 refers to the Parent Company.
2. Subsidiaries are numbered and organized in an ascending chronological order.

Note 2: Transactions are categorized as follows:

1. Parent company to subsidiary.
2. Subsidiary to parent company.
3. Subsidiary to subsidiary.

Note 3: Disclosure of information on significant transactions and business relationship between the parent company and its subsidiaries regarding sales and accounts receivable, excluding their related purchases and accounts payable.

NAN YA PLASTICS CORPORATION AND SUBSIDIARIES
INFORMATION ON INVESTEEES (EXCLUDING THOSE IN MAINLAND CHINA)
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024
(Expressed in thousands of New Taiwan Dollars)

TABLE 9

Investor Company	Investee Company	Location	Major Operations	Original Investment Amount		Balance as of September 30, 2024			Net Income of Investee	Investment Income (Loss) Recognized by the Investor Company	Notes
				September 30, 2024	December 31, 2023	Shares (in thousands)	%	Carrying Value			
The Company	Nan Ya Plastics Corporation U.S.A. (Note)	U.S.A.	production of plastic products	313,920	313,920	2	100.00%	3,300,574	142,823	142,823	Note 3.4
The Company	Nan Ya Plastics Corporation America (Note)	U.S.A.	production of plastic, polyester and chemical	7,853,605	7,853,605	60	100.00%	45,107,577	(268,226)	(268,226)	Note 3.4
The Company	Nan Ya Plastics (Hong Kong) Co., Ltd. (Note 1)	Hong Kong	plastics, electronic products trading, and investment	41,450,832	41,450,832	1,015,653	100.00%	105,401,685	1,055,843	1,055,843	Note 3.4
The Company	Superior World Wide Trading Co., Ltd. (Note 1)	Hong Kong	plastics trading and investment	33,677	33,677	14	100.00%	1,057,719	60,343	60,343	Note 3.4
The Company	Formosa Synthetic Rubber (Hong Kong) Corporation Limited (Note)	Hong Kong	production of synthetic rubber products	4,213,864	4,213,864	138,333	33.33%	1,584,763	(368,882)	(122,961)	Note 3
The Company	PFG Fiber Glass (Hong Kong) Corporation Limited (Note 1)	Hong Kong	investment	4,495,987	4,495,987	76	100.00%	7,986,137	(423,568)	(438,609)	Note 3.4
The Company	Formosa Industries Corporation (Note 2)	Vietnam	chemical fiber, dyeing and finishing and electric power	8,435,875	8,435,875	-	42.50%	5,152,865	(519,708)	(220,876)	Note 3
The Company	Nan Ya PCB Corporation	Taiwan	production of printed circuit board	4,480,417	4,480,417	432,745	66.97%	30,186,999	25,068	20,570	Note 3.4
The Company	Formosa Plastics Group Investment Corp.	Taiwan	investment	26,959	26,959	10	100.00%	1,099	(39)	(39)	Note 3.4
The Company	Nanya Technology Corporation	Taiwan	semiconductor production and marketing	52,438,472	52,438,472	907,304	29.28%	48,241,251	(3,509,663)	(1,027,683)	Note 3
The Company	Formosa Environmental Technology Corporation	Taiwan	environmental protection	672,370	672,370	46,257	26.99%	263,909	12,462	3,363	Note 3
The Company	Formosa Petrochemical Corporation	Taiwan	production of chemical products	24,647,480	24,647,480	2,201,306	23.11%	71,548,643	4,676,331	1,080,643	Note 3
The Company	PFG Fiber Glass Corporation	Taiwan	production of glass fiber	2,648,131	2,648,131	100,000	100.00%	3,036,197	(105,505)	(235,466)	Note 3.4
The Company	Nan Chung Petrochemical Corporation	Taiwan	production of chemical products	1,000,002	1,000,002	100,000	50.00%	856,332	(167,503)	(83,752)	Note 3.4
The Company	Wen Fung Industrial Co., Ltd.	Taiwan	production of electronic components	214,236	214,236	17,523	100.00%	254,515	717	725	Note 3.4
The Company	Formosa Automobile Sales Corporation	Taiwan	production of automobile	945,028	945,028	27,046	45.00%	389,004	152,224	68,503	Note 3
The Company	Ya Tai Development Corporation	Taiwan	development industry	53,941	53,941	1,304	44.96%	18,721	(1,981)	(891)	Note 3
The Company	Formosa Heavy Industries Corporation	Taiwan	machinery industry	2,497,721	2,497,721	661,334	32.91%	6,726,213	(1,382,176)	(454,885)	Note 3
The Company	Formosa Fairway Corporation	Taiwan	transportation business	-	33,340	-	-	-	(9,613)	(3,205)	Note 3
The Company	Formosa Plastics Transport Corporation	Taiwan	transportation business	67,254	67,254	6,566	33.33%	1,315,213	128,579	42,860	Note 3

Investor Company	Investee Company	Location	Major Operations	Original Investment Amount		Balance as of September 30, 2024			Net Income of Investee	Investment Income (Loss) Recognized by the Investor Company	Notes
				September 30, 2024	December 31, 2023	Shares (in thousands)	%	Carrying Value			
The Company	Hwa Ya Technology Park Management Consulting Corporation	Taiwan	service business	359	359	34	34.00%	4,500	208	71	Note 3
The Company	Yi Jih Development Corporation	Taiwan	construction business	13,335	13,335	1,221	29.22%	19,983	(43)	(13)	Note 3
The Company	Mai Liao Power Corporation	Taiwan	electricity generation business	5,985,465	5,985,465	764,193	24.94%	15,988,177	10,040,928	2,504,393	Note 3
The Company	Nan YA Photonics Inc.	Taiwan	LED equipment manufacturer	831,466	761,820	13,372	29.01%	340,973	64,634	16,592	Note 3
The Company	Formosa Resources Corporation	Taiwan	mining industry	9,099,071	9,099,071	909,907	25.00%	6,608,826	(5,557,621)	(1,389,405)	Note 3
The Company	Formosa Group (Cayman) Limited (Note)	Cayman Islands	investment	377	377	13	25.00%	917,926	233,709	58,427	Note 3
The Company	Formosa Plastics Construction Corporation	Taiwan	construction business	1,100,000	1,100,000	110,000	33.33%	1,031,749	(21,781)	(7,260)	Note 3
The Company	FG Inc. (Note)	U.S.A.	investment	1,137,655	1,137,655	2	10.00%	1,088,434	(481,304)	(48,130)	Note 3
The Company	Formosa Smart Energy Tech Corporation	Taiwan	green batteries	4,250,000	1,750,000	425,000	25.00%	4,294,648	(146,054)	(36,514)	Note 3
Nan Ya Plastics Corporation America (Note)	Formosa Utility Venture, Ltd.(Note)	U.S.A.	electricity generation and trading	253,208	253,208	-	12.10%	2,762,758	675,552	81,742	Note 3
Nan Ya Plastics Corporation America (Note)	Nan Ya Plastics Corporation Texas (Note)	U.S.A.	production of chemical products	31,017,980	15,508,990	3	100.00%	15,459,946	(2,905,208)	(2,905,208)	Note 3.4
Nan Ya Plastics Corporation Texas (Note)	Formosa Olefins, L.L.C. (Note)	U.S.A.	chemical business	2,176,798	2,176,798	-	21.00%	4,591,375	3,963,220	832,276	Note 3
Nan Ya PCB Corporation	Nan Ya PCB (Hong Kong) Corporation	Hong Kong	production of electronic products and investment	8,595,674	8,595,674	2,152,020	100.00%	22,728,983	(126,220)	(126,220)	Note 3.4
Nan Ya PCB Corporation	Nan Ya PCB (U.S.A.) Corporation	U.S.A.	retargeting	3,479	3,479	1,000	100.00%	21,293	1,082	1,082	Note 3.4
Nan Ya PCB Corporation	Formosa Advanced Technologies Co.,LTD.	Taiwan	IC packaging, testing and modules	472,968	472,968	13,267	3.00%	474,093	753,527	22,644	Note 3
Nan Ya PCB (Hong Kong) Corporation	Nan Ya PCB (Kunshan) Corporation	China	production of printed circuit board	8,592,495	8,592,495	-	100.00%	22,713,511	(126,935)	(126,935)	Note 3.4
Wen Fung Industrial Co., Ltd.	Wellink Technology Corporation	Taiwan	production of electronic components	212,017	212,017	12,739	100.00%	130,744	(536)	(536)	Note 3.4
Superior World Wide Trading Co., Ltd. (Note 1)	P.T.Indonesia Nanya Indah Plastics Co.	Indonesia	production of plastic products	128,089	128,089	5	50.00%	313,815	63,388	31,694	Note 3

Note : The reporting currency of Nan Ya Plastics Corporation U.S.A, Nan Ya Plastics Corporation America, Formosa Synthetic Rubber (Hong Kong) Corporation Limited, Formosa Group (Cayman) Limited, FG Inc., Formosa Utility Venture, Ltd., Nan Ya Plastics Corporation Texas, and Formosa Olefins, L.L.C is denominated in USD, and the exchange rate of TWD to USD as of September 30, 2024 (in average) is 31.651(32.043) : 1.

Note 1 : The reporting currency of Nan Ya Plastics (Hong Kong) Co., Ltd., Superior World Wide Trading Co., Ltd. and PFG Fiber Glass (Hong Kong) Corporation Limited is denominated in HKD, and the exchange rate of TWD to HKD as of September 30, 2024 (in average) is 4.0578(4.1081) : 1.

Note 2 : The reporting currency of Formosa Industries Corporation, Vietnam is denominated in VND, and the exchange rate of TWD to VND as of September 30, 2024 (in average) is 0.001287149(0.001284186) : 1.

Note 3 : Investment income of the current period does not include cumulative translation adjustment and capital surplus adjustment.

Note 4 : The transaction has been written off during the consolidation process.

NAN YA PLASTICS CORPORATION AND SUBSIDIARIES
INFORMATON ON INVESTMENT IN MAINLAND CHINA
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024
(Expressed in thousands of New Taiwan Dollars)

TABLE 10**(a) Information regarding investments in Mainland China :**

Name of the PRC Investee Company	Primary Business Scope	Amount of Paid-in Capital	Method of Investment	Investment Transferred from Taiwan as of January 1, 2024	For The Year Ended September 30, 2024		Investment Transferred from Taiwan as of September 30, 2024	Current Income of Investees	Direct and Indirect Shareholding Percentage by the Company	Investment Gain (Loss)	Carrying Value of Investment as of September 30, 2024	Accumulated Inward Remittance of Earnings as of September 30, 2024
					Outflow	Inflow						
Nan Ya Plastics (Guangzhou) Co., Ltd.(Note1)	production of polyester products	1,998,681	Indirect investment	1,998,681	-	-	1,998,681	(102,869)	100.00%	(102,869)	1,743,384	1,208,243
Nan Ya Plastics (Xiamen) Co., Ltd.(Note1)	production of plastic products	775,457	Indirect investment	738,752	-	-	738,752	63,801	85.00%	54,231	1,014,470	72,820
Nan Ya Plastics (Huizhou) Co., Ltd.(Note1)	production of polyester products	2,527,462	Indirect investment	2,418,397	-	-	2,418,397	99,527	100.00%	99,527	3,731,361	191,257
Nan Ya Electronic Materials (Huizhou) Co., Ltd.(Note1)	production of electronic materials, glass fabrics, copper clad	12,208,913	Indirect investment	5,489,509	-	-	5,489,509	340,987	100.00%	340,987	16,498,429	-
Nan Ya Trading (Huizhou) Co., Ltd.(Note1)	trading	32,267	Indirect investment	32,267	-	-	32,267	286	100.00%	286	62,642	-
Nan Ya Plastics (Nantong) Co., Ltd.(Note1)	sale of plastic products, steam and electricity	4,540,736	Indirect investment	3,008,918	-	-	3,008,918	77,219	100.00%	77,219	8,549,891	995,392
China Nantong Huafeng Co., Ltd.(Note1)	trading	93,004	Indirect investment	99,636	-	-	99,636	4,720	100.00%	4,720	373,200	-
Nantong Huaifu Plastics Co., Ltd.(Note1)	trading	79,111	Indirect investment	71,503	-	-	71,503	2,068	100.00%	2,068	108,190	-
Nan Ya Electric (Nantong) Co.,Ltd.(Note1)	production of switch gear and control panel	339,275	Indirect investment	339,275	-	-	339,275	34,857	100.00%	34,857	1,199,711	303,107
Nan Ya Kyowa Plastics (Nantong) Co., Ltd.	interior decorating business	200,988	Indirect investment	100,494	-	-	100,494	(24,290)	50.00%	(12,146)	217,604	-
Nan Ya Electronic Materials (Kunshan) Co., Ltd.(Note1)	production of copper clad laminate, polyester products, steam and electricity, copper clad, epoxy	15,159,216	Indirect investment	15,159,216	-	-	15,159,216	1,294,835	100.00%	1,294,835	49,779,819	17,745,274
Nan Ya Draw Textured Yarn (Kunshan) Co., Ltd.(Note1)	production of polyester products	7,035,085	Indirect investment	7,035,085	-	-	7,035,085	(287,679)	100.00%	(287,679)	(2,042,007)	-
Nan Ya Plastics (Zhengzhou) Co., Ltd.	production of plastic products	261,737	Indirect investment	130,869	-	-	130,869	121	50.00%	61	70,146	-
Nan Ya Plastics (Ningbo) Co., Ltd.(Note1)	production of BPA and plasticizer	4,472,993	Indirect investment	4,273,467	-	-	4,273,467	(688,931)	100.00%	(688,931)	11,297,531	891,780
PFG Fiber Glass (Kunshan) Co., Ltd.(Note1)	production of glass fiber	4,668,263	Indirect investment	4,487,409	-	-	4,487,409	(425,441)	100.00%	(425,441)	8,157,472	282,300

Name of the PRC Investee Company	Primary Business Scope	Amount of Paid-in Capital	Method of Investment	Investment Transferred from Taiwan as of January 1, 2024	For The Year Ended September 30, 2024		Investment Transferred from Taiwan as of September 30, 2024	Current Income of Investees	Direct and Indirect Shareholding Percentage by the Company	Investment Gain (Loss)	Carrying Value of Investment as of September 30, 2024	Accumulated Inward Remittance of Earnings as of September 30, 2024
					Outflow	Inflow						
Hua Ya (Dong Ying) Plastics Corp.	production of plastic products	345,645	Indirect investment	34,591	-	-	34,591	-	15.00%	-	608,715	23,020
Hua Ya (Wu Hu) Plastics Corp.	production of plastic products	624,948	Indirect investment	34,591	-	-	34,591	-	15.00%	-	470,797	12,687
Formosa Synthetic Rubber (Ningbo) Limited Corporation	synthetic rubber	12,777,590	Indirect investment	4,162,010	-	-	4,162,010	(368,882)	33.33%	(122,961)	1,584,763	-

Note: All companies disclosed within the investment income of the current year column are recognized according to the reviewed financial statements of the Company, except for Formosa Synthetic Rubber (Ningbo) Co., Ltd., which are recognized according to the financial statements reviewed by an international accounting firm.

Note 1: The transaction has been written-off during the consolidation process.

(b) Quota for investments in Mainland China :

Accumulative Remittance from Taiwan to Mainland China as of June 30, 2024 (Note 1)	Amount of Investment Approved by Investment Commission, Ministry of Economic Affairs (Note 2)	Limit on the Amount of Investment in Mainland China (Note 3)
49,875,128	60,200,692	-

Note 1 : Reporting currency of Chinese subsidiaries is CNY, and the monetary amount is first translated to HKD using the exchange rate as of September 30, 2024 (in average) is 1 : 1.1131(1.0972), and translated to TWD using the exchange rate as of September 30, 2024 (in average) is 1 : 4.0578(4.1081).

Note 2 : It includes the amount of \$3,024,033 from capital increase out of earnings and capital increase out of capital surplus.

Note 3 : The Industrial Development Bureau of the MOEA issued a letter to the Company stating that it qualifies under Section 12 of the Statute for Upgrading Industries.

Note 4 : The accumulative remittance from Taiwan to Mainland China, end of the period includes the amount of Nan Ya Plastics (Anshan) Co., Ltd.

(c) Information on significant transactions :

For more information concerning the direct or indirect significant transactions between the Company and its Chinese investees for the year ended September 30, 2024, please refer to the attachment of note 13 for "Information on material transaction items".