

**CHAROEN POKPHAND ENTERPRISE  
(TAIWAN) CO., LTD. AND SUBSIDIARIES  
CONSOLIDATED FINANCIAL STATEMENTS AND  
INDEPENDENT AUDITORS' REVIEW REPORT  
SEPTEMBER 30 , 2024 AND 2023**

## INDEPENDENT AUDITORS' REVIEW REPORT

To the Board of Directors and Shareholders of Charoen Pokphand Enterprise (Taiwan) Co., Ltd.

### ***Introduction***

We have reviewed the accompanying consolidated balance sheets of Charoen Pokphand Enterprise (Taiwan) Co., Ltd. and subsidiaries (the "Group") as at September 30, 2024 and 2023, and the related consolidated statements of comprehensive income for the three-month and nine-month periods then ended, as well as the consolidated statements of changes in equity and of cash flows for the nine-month periods then ended, and notes to the consolidated financial statements, including a summary of material accounting policies. Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with "Regulations Governing the Preparation of Financial Reports by Securities Issuers" and International Accounting Standard 34, "Interim Financial Reporting" as endorsed by the Financial Supervisory Commission. Our responsibility is to express a conclusion on these consolidated financial statements based on our reviews.

### ***Scope of Review***

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

### ***Conclusion***

Based on our reviews, nothing has come to our attention that causes us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of the Group as at September 30, 2024 and 2023, and of its consolidated financial performance for the three-month and nine-month periods then ended and its consolidated cash flows for the nine-month periods then ended in accordance with “Regulations Governing the Preparation of Financial Reports by Securities Issuers” and International Accounting Standard 34, “Interim Financial Reporting” as endorsed by the Financial Supervisory Commission.

CPA Lin, Yi-Fan

CPA Liao, Fu-Ming

For and on Behalf of PricewaterhouseCoopers, Taiwan

November 11, 2024

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

**CHAROEN POKPHAND ENTERPRISE (TAIWAN) CO., LTD. AND SUBSIDIARIES**  
**CONSOLIDATED BALANCE SHEETS**  
**SEPTEMBER 30, 2024, DECEMBER 31, 2023 AND SEPTEMBER 30, 2023**  
(Expressed in thousands of New Taiwan dollars)

ASSETS	Notes	September 30, 2024		December 31, 2023		September 30, 2023		
		AMOUNT	%	AMOUNT	%	AMOUNT	%	
<b>Current assets</b>								
1100	Cash and cash equivalents	6(1)	\$ 473,903	2	\$ 275,585	1	\$ 395,874	2
1110	Current financial assets at fair value through profit or loss	6(2)	589,958	2	-	-	-	-
1150	Notes receivable, net	6(4)	245,475	1	358,295	1	366,961	1
1160	Notes receivable due from related parties, net	7	2,344	-	1,558	-	20,401	-
1170	Accounts receivable, net	6(4)	2,385,784	8	2,577,965	10	2,649,186	10
1180	Accounts receivable - related parties	7	56,419	-	74,101	-	58,207	-
1200	Other receivables		229,545	1	18,848	-	28,636	-
1210	Other receivables - related parties	7	4,524	-	43	-	79	-
130X	Inventories, net	6(5)	2,233,432	7	2,378,872	9	1,924,200	8
1400	Biological assets - current	6(6)	1,949,151	7	1,988,992	7	2,021,738	8
1410	Prepayments		359,229	1	364,262	1	354,137	1
1470	Other current assets	6(1) and 8	27,650	-	9,650	-	9,650	-
11XX	<b>Total current assets</b>		<u>8,557,414</u>	<u>29</u>	<u>8,048,171</u>	<u>29</u>	<u>7,829,069</u>	<u>30</u>
<b>Non-current assets</b>								
1517	Non-current financial assets at fair value through other comprehensive income	6(3)	3,631,969	12	2,620,673	10	2,210,778	9
1550	Investments accounted for using equity method	6(7)	83,281	-	91,399	-	93,912	-
1600	Property, plant and equipment, net	6(8) and 8	16,247,641	54	15,332,016	56	14,395,476	56
1755	Right-of-use assets	6(9)	382,441	1	355,367	1	370,977	1
1780	Intangible assets	6(10)	22,468	-	35,216	-	41,981	-
1830	Biological assets - non-current	6(6)	571,757	2	541,214	2	537,970	2
1840	Deferred income tax assets		166,346	1	185,953	1	176,593	1
1900	Other non-current assets		164,080	1	159,788	1	158,436	1
15XX	<b>Total non-current assets</b>		<u>21,269,983</u>	<u>71</u>	<u>19,321,626</u>	<u>71</u>	<u>17,986,123</u>	<u>70</u>
1XXX	<b>Total assets</b>		<u>\$ 29,827,397</u>	<u>100</u>	<u>\$ 27,369,797</u>	<u>100</u>	<u>\$ 25,815,192</u>	<u>100</u>

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**CHAROEN POKPHAND ENTERPRISE (TAIWAN) CO., LTD. AND SUBSIDIARIES**  
**CONSOLIDATED BALANCE SHEETS**  
**SEPTEMBER 30, 2024, DECEMBER 31, 2023 AND SEPTEMBER 30, 2023**  
(Expressed in thousands of New Taiwan dollars)

	LIABILITIES AND EQUITY	Notes	September 30, 2024		December 31, 2023		September 30, 2023	
			AMOUNT	%	AMOUNT	%	AMOUNT	%
	<b>Current liabilities</b>							
2100	Short-term borrowings	6(11)	\$ 4,169,591	14	\$ 3,561,041	13	\$ 3,528,967	14
2110	Short-term notes and bills payable	6(12)	1,906,551	7	1,028,150	4	1,028,298	4
2150	Notes payable		162,958	1	738,747	3	647,747	3
2160	Notes payable - related parties	7	3,049	-	25,465	-	12,556	-
2170	Accounts payable		1,037,083	4	846,988	3	836,768	3
2180	Accounts payable - related parties	7	39,557	-	23,300	-	31,026	-
2200	Other payables	6(13)	905,016	3	1,084,003	4	1,852,288	7
2220	Other payables - related parties	7	45,139	-	12,254	-	31,157	-
2230	Current income tax liabilities		109,627	-	387,605	2	230,211	1
2280	Current lease liabilities		57,994	-	30,721	-	29,061	-
2320	Long-term liabilities, current portion	6(14) and 8	1,295,774	4	365,488	1	371,177	1
21XX	<b>Total current liabilities</b>		<u>9,732,339</u>	<u>33</u>	<u>8,103,762</u>	<u>30</u>	<u>8,599,256</u>	<u>33</u>
	<b>Non-current liabilities</b>							
2540	Long-term borrowings	6(14) and 8	8,999,515	30	8,676,756	32	7,138,583	28
2570	Deferred income tax liabilities		111,016	-	44,639	-	44,306	-
2580	Non-current lease liabilities		308,140	1	298,413	1	310,913	1
2600	Other non-current liabilities		9,090	-	23,810	-	24,750	-
25XX	<b>Total non-current liabilities</b>		<u>9,427,761</u>	<u>31</u>	<u>9,043,618</u>	<u>33</u>	<u>7,518,552</u>	<u>29</u>
2XXX	<b>Total liabilities</b>		<u>19,160,100</u>	<u>64</u>	<u>17,147,380</u>	<u>63</u>	<u>16,117,808</u>	<u>62</u>
	<b>Equity attributable to owners of parent</b>							
	Share capital	6(16)						
3110	Common stock		2,947,901	10	2,947,901	11	2,947,901	12
	Capital surplus	6(17)						
3200	Capital surplus		12,271	-	10,534	-	10,599	-
	Retained earnings	6(18)						
3310	Legal reserve		1,567,064	5	1,340,668	5	1,340,668	5
3350	Unappropriated retained earnings		4,202,788	14	4,786,803	17	4,193,614	16
	Other equity interest							
3400	Other equity interest		1,489,142	5	667,418	2	733,757	3
31XX	<b>Equity attributable to owners of the parent</b>		<u>10,219,166</u>	<u>34</u>	<u>9,753,324</u>	<u>35</u>	<u>9,226,539</u>	<u>36</u>
36XX	Non-controlling interest		448,131	2	469,093	2	470,845	2
3XXX	<b>Total equity</b>		<u>10,667,297</u>	<u>36</u>	<u>10,222,417</u>	<u>37</u>	<u>9,697,384</u>	<u>38</u>
	Significant contingent liabilities and unrecognised contract commitments	9						
	Significant events after the balance sheet date	11						
3X2X	<b>Total liabilities and equity</b>		<u>\$ 29,827,397</u>	<u>100</u>	<u>\$ 27,369,797</u>	<u>100</u>	<u>\$ 25,815,192</u>	<u>100</u>

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

**CHAROEN POKPHAND ENTERPRISE (TAIWAN) CO., LTD. AND SUBSIDIARIES**  
**CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME**  
**FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024 AND 2023**  
(Expressed in thousands of New Taiwan dollars, except for earnings per share amounts)

Items	Notes	Three months ended September 30				Nine months ended September 30				
		2024		2023		2024		2023		
		AMOUNT	%	AMOUNT	%	AMOUNT	%	AMOUNT	%	
4000	Operating revenue	6(19) and 7	\$ 7,013,970	100	\$ 7,306,357	100	\$ 20,631,062	100	\$ 21,950,444	100
5000	Operating costs	6(5)(25)(26) and 7	( 5,975,913)	( 85)	( 5,998,435)	( 82)	( 17,441,655)	( 85)	( 18,292,192)	( 83)
5950	Net operating margin		<u>1,038,057</u>	<u>15</u>	<u>1,307,922</u>	<u>18</u>	<u>3,189,407</u>	<u>15</u>	<u>3,658,252</u>	<u>17</u>
	Operating expenses	6(25)(26) and 7								
6100	Selling and marketing expenses		( 364,463)	( 5)	( 316,326)	( 4)	( 1,053,291)	( 5)	( 945,706)	( 4)
6200	General and administrative expenses		( 241,475)	( 4)	( 202,611)	( 3)	( 695,575)	( 3)	( 579,617)	( 3)
6450	Expected credit impairment gain (loss)	12(2)	<u>851</u>	-	( 5,561)	-	( 1)	-	( 9,264)	-
6000	Total operating expenses		( 605,087)	( 9)	( 524,498)	( 7)	( 1,748,867)	( 8)	( 1,534,587)	( 7)
6500	Other income and expenses, net	6(6)(20)	( 1,527)	-	29,475	-	10,931	-	23,267	-
6900	Operating profit		<u>431,443</u>	<u>6</u>	<u>812,899</u>	<u>11</u>	<u>1,451,471</u>	<u>7</u>	<u>2,146,932</u>	<u>10</u>
	Non-operating income and expenses									
7100	Interest income	6(21)	83	-	112	-	1,716	-	1,296	-
7010	Other income	6(22) and 7	84,609	1	2,286	-	89,816	-	46,572	-
7020	Other gains and losses	6(23)	161,512	3	21,296	-	171,861	1	34,014	-
7050	Finance costs	6(24)	( 66,357)	( 1)	( 47,873)	-	( 179,737)	( 1)	( 158,423)	-
7060	Share of (loss) profit of associates and joint ventures accounted for using equity method	6(7)	( 2,929)	-	104	-	( 8,118)	-	( 801)	-
7000	Total non-operating income and expenses		<u>176,918</u>	<u>3</u>	( 24,075)	-	<u>75,538</u>	-	( 77,342)	-
7900	<b>Profit before income tax</b>		<u>608,361</u>	<u>9</u>	<u>788,824</u>	<u>11</u>	<u>1,527,009</u>	<u>7</u>	<u>2,069,590</u>	<u>10</u>
7950	Income tax expense	6(27)	( 109,832)	( 2)	( 136,296)	( 2)	( 295,898)	( 1)	( 407,725)	( 2)
8200	<b>Profit for the period</b>		<u>\$ 498,529</u>	<u>7</u>	<u>\$ 652,528</u>	<u>9</u>	<u>\$ 1,231,111</u>	<u>6</u>	<u>\$ 1,661,865</u>	<u>8</u>

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**CHAROEN POKPHAND ENTERPRISE (TAIWAN) CO., LTD. AND SUBSIDIARIES**  
**CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME**  
**FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024 AND 2023**  
(Expressed in thousands of New Taiwan dollars, except for earnings per share amounts)

Items	Notes	Three months ended September 30				Nine months ended September 30			
		2024		2023		2024		2023	
		AMOUNT	%	AMOUNT	%	AMOUNT	%	AMOUNT	%
<b>Other comprehensive income</b>									
<b>Components of other comprehensive income that will not be reclassified to profit or loss</b>									
8316		\$ 535,306	8	\$ 61,936	1	\$ 872,247	4	(\$ 511,198)	(2)
8349	6(27)	(49,437)	(1)	(7,882)	-	(89,561)	-	32,592	-
8310		485,869	7	54,054	1	782,686	4	(478,606)	(2)
<b>Components of other comprehensive income that will be reclassified to profit or loss</b>									
8361		(34,582)	-	50,861	-	45,478	-	65,214	-
8360		(34,582)	-	50,861	-	45,478	-	65,214	-
8300		<u>\$ 451,287</u>	<u>7</u>	<u>\$ 104,915</u>	<u>1</u>	<u>\$ 828,164</u>	<u>4</u>	<u>(\$ 413,392)</u>	<u>(2)</u>
8500		<u>\$ 949,816</u>	<u>14</u>	<u>\$ 757,443</u>	<u>10</u>	<u>\$ 2,059,275</u>	<u>10</u>	<u>\$ 1,248,473</u>	<u>6</u>
Profit (loss) attributable to:									
8610		\$ 513,327	7	\$ 649,007	9	\$ 1,259,010	6	\$ 1,672,414	8
8620		(14,798)	-	3,521	-	(27,899)	-	(10,549)	-
		<u>\$ 498,529</u>	<u>7</u>	<u>\$ 652,528</u>	<u>9</u>	<u>\$ 1,231,111</u>	<u>6</u>	<u>\$ 1,661,865</u>	<u>8</u>
Comprehensive income (loss) attributable to:									
8710		\$ 964,614	14	\$ 753,922	10	\$ 2,087,174	10	\$ 1,259,022	6
8720		(14,798)	-	3,521	-	(27,899)	-	(10,549)	-
		<u>\$ 949,816</u>	<u>14</u>	<u>\$ 757,443</u>	<u>10</u>	<u>\$ 2,059,275</u>	<u>10</u>	<u>\$ 1,248,473</u>	<u>6</u>
Earnings per share (in dollars)									
9750	6(28)	\$ 1.74		\$ 2.20		\$ 4.27		\$ 5.67	
9850		<u>\$ 1.74</u>		<u>\$ 2.20</u>		<u>\$ 4.27</u>		<u>\$ 5.67</u>	

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

**CHAROEN POKPHAND ENTERPRISE (TAIWAN) CO., LTD. AND SUBSIDIARIES**  
**CONSOLIDATED STATEMENTS 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 the parent							
		Retained Earnings				Other Equity Interest			
Notes	Common stock	Capital surplus	Legal reserve	Unappropriated retained earnings	Financial statements translation differences of foreign operations	Unrealised gains (losses) from financial assets measured at fair value through other comprehensive income	Total	Non-controlling interest	Total equity
<b><u>Nine months ended September 30, 2023</u></b>									
	\$ 2,947,901	\$ 6,640	\$ 1,181,684	\$ 3,713,594	(\$ 8,794)	\$ 1,155,943	\$ 8,996,968	\$ 490,796	\$ 9,487,764
	-	-	-	1,672,414	-	-	1,672,414	( 10,549)	1,661,865
	-	-	-	-	65,214	( 478,606)	( 413,392)	-	( 413,392)
	-	-	-	1,672,414	65,214	( 478,606)	1,259,022	( 10,549)	1,248,473
Appropriations of 2022 earnings	6(18)								
Legal reserve		-	158,984	( 158,984)	-	-	-	-	-
Cash dividends to shareholders		-	-	( 1,031,765)	-	-	( 1,031,765)	-	( 1,031,765)
Capital surplus - dividends not received by shareholders		-	1,823	-	-	-	1,823	-	1,823
Cash dividends to non-controlling interest		-	-	-	-	-	-	( 21,047)	( 21,047)
Change in other capital surplus		-	2,136	-	-	-	2,136	-	2,136
Change in ownership interests in subsidiaries	6(29)	-	-	( 1,645)	-	-	( 1,645)	1,645	-
Change in non-controlling interests		-	-	-	-	-	-	10,000	10,000
Balance at September 30, 2023	<u>\$ 2,947,901</u>	<u>\$ 10,599</u>	<u>\$ 1,340,668</u>	<u>\$ 4,193,614</u>	<u>\$ 56,420</u>	<u>\$ 677,337</u>	<u>\$ 9,226,539</u>	<u>\$ 470,845</u>	<u>\$ 9,697,384</u>
<b><u>Nine months ended September 30, 2024</u></b>									
	\$ 2,947,901	\$ 10,534	\$ 1,340,668	\$ 4,786,803	(\$ 10,807)	\$ 678,225	\$ 9,753,324	\$ 469,093	\$ 10,222,417
	-	-	-	1,259,010	-	-	1,259,010	( 27,899)	1,231,111
	-	-	-	-	45,478	782,686	828,164	-	828,164
	-	-	-	1,259,010	45,478	782,686	2,087,174	( 27,899)	2,059,275
Appropriations of 2023 earnings	6(18)								
Legal reserve		-	226,396	( 226,396)	-	-	-	-	-
Cash dividends to shareholders		-	-	( 1,621,346)	-	-	( 1,621,346)	-	( 1,621,346)
Disposal of equity instruments measured at fair value through other comprehensive income	6(3)	-	-	6,440	-	( 6,440)	-	-	-
Capital surplus - dividends not received by shareholders		-	1,737	-	-	-	1,737	-	1,737
Cash dividends to non-controlling interest		-	-	-	-	-	-	( 43,786)	( 43,786)
Change in ownership interests in subsidiaries	6(29)	-	-	( 1,723)	-	-	( 1,723)	1,723	-
Change in non-controlling interests		-	-	-	-	-	-	49,000	49,000
Balance at September 30, 2024	<u>\$ 2,947,901</u>	<u>\$ 12,271</u>	<u>\$ 1,567,064</u>	<u>\$ 4,202,788</u>	<u>\$ 34,671</u>	<u>\$ 1,454,471</u>	<u>\$ 10,219,166</u>	<u>\$ 448,131</u>	<u>\$ 10,667,297</u>

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



CHAROEN POKPHAND ENTERPRISE (TAIWAN) CO., LTD. AND SUBSIDIARIES  
CONSOLIDATED STATEMENTS OF CASH FLOWS  
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024 AND 2023  
(Expressed in thousands of New Taiwan dollars)

	Notes	Nine months ended September 30	
		2024	2023
<b><u>CASH FLOWS FROM OPERATING ACTIVITIES</u></b>			
Profit before tax		\$ 1,527,009	\$ 2,069,590
Adjustments			
Adjustments to reconcile profit (loss)			
Gain on financial assets at fair value through profit or loss (unrealised)	6(23)	( 103,697 )	( 11,791 )
Gain on financial assets at fair value through profit or loss (realised)	6(23)	( 33,137 )	-
Expected credit impairment loss	12(2)	1	9,264
Depreciation	6(8)(25)	774,573	727,330
Depreciation of right-of-use assets	6(9)(25)	49,714	47,262
Amortisation	6(25)	15,987	18,065
Interest income	6(21)	( 1,716 )	( 1,296 )
Interest expense	6(24)	179,737	158,423
Dividend income	6(3)(22)	( 81,600 )	( 37,118 )
Provision for loss on inventory	6(5)	25,807	17,398
Change in fair value less cost to sell of biological assets	6(6)(20)	( 10,931 )	( 23,267 )
Share of profit or loss recognised under equity method	6(7)	8,118	801
Gain on disposal of property, plant and equipment	6(23)	( 1,015 )	( 8,095 )
Gain arising from lease modifications	6(23)	-	( 856 )
Changes in operating assets and liabilities			
Changes in operating assets			
Notes receivable		112,821	44,273
Notes receivable - related parties		( 786 )	( 17,645 )
Accounts receivable		192,180	72,424
Accounts receivable - related parties		17,682	7,964
Other receivables		( 4,541 )	25,741
Other receivables - related parties		( 4,481 )	149
Inventories		119,633	706,477
Biological assets		20,229	23,221
Prepayments		5,323	58,701
Changes in operating liabilities			
Notes payable		( 575,789 )	( 33,720 )
Notes payable - related parties		( 22,416 )	( 833 )
Accounts payable		190,095	( 165,320 )
Accounts payable - related parties		16,257	11,841
Other payables		( 52,654 )	( 52,559 )
Other payables - related parties		32,885	583
Net defined benefit liability		( 14,720 )	( 14,958 )
Cash inflow generated from operations		2,380,568	3,632,049
Cash paid for income tax		( 578,752 )	( 423,379 )
Refund of income tax		-	11,396
Net cash flows from operating activities		<u>1,801,816</u>	<u>3,220,066</u>

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**CHAROEN POKPHAND ENTERPRISE (TAIWAN) CO., LTD. AND SUBSIDIARIES**  
**CONSOLIDATED STATEMENTS OF CASH FLOWS**  
**FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024 AND 2023**  
(Expressed in thousands of New Taiwan dollars)

	Notes	Nine months ended September 30	
		2024	2023
<b><u>CASH FLOWS FROM INVESTING ACTIVITIES</u></b>			
Acquisition of financial assets at fair value through profit or loss		( \$ 640,866 )	\$ -
Increase in other current assets		( 18,000 )	-
Acquisition of financial assets at fair value through other comprehensive income		( 154,127 )	-
Proceeds from disposal of fair value through other comprehensive income		58,569	-
Acquisition of property, plant and equipment	6(30)	( 1,824,384 )	( 1,416,222 )
Proceeds from disposal of property, plant and equipment		14,368	69,134
Acquisition of intangible assets	6(10)	( 815 )	( 53,311 )
Increase in other non-current assets		( 6,716 )	( 25,526 )
Cash receipt of interest		1,597	1,296
Cash receipt of dividends	6(3)	64,604	37,118
Net cash flows used in investing activities		( 2,505,770 )	( 1,387,511 )
<b><u>CASH FLOWS FROM FINANCING ACTIVITIES</u></b>			
Increase (decrease) in short-term borrowings		608,550	( 736,130 )
Increase in short-term notes and bills payable		878,401	40,335
Proceeds from long-term borrowings		10,429,340	6,300,000
Payment of long-term borrowings		( 9,176,295 )	( 7,133,500 )
Payment of lease liabilities	6(9)	( 45,662 )	( 55,063 )
Cash payment for interest		( 179,653 )	( 159,343 )
Cash dividends paid to owners of parent	6(18)	( 1,621,346 )	-
Cash receipt from non-controlling interest of a subsidiary through capital increase		49,000	10,000
Cash dividends paid to non-controlling interest		( 43,786 )	( 21,047 )
Other financing activities		1,737	3,959
Net cash flows from (used in) financing activities		900,286	( 1,750,789 )
Effects of changes in foreign exchange rate		1,986	3,023
Net increase in cash and cash equivalents		198,318	84,789
Cash and cash equivalents at beginning of period	6(1)	275,585	311,085
Cash and cash equivalents at end of period	6(1)	\$ 473,903	\$ 395,874

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

CHAROEN POKPHAND ENTERPRISE (TAIWAN) CO., LTD. AND SUBSIDIARIES  
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024 AND 2023

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

1. HISTORY AND ORGANISATION

Charoen Pokphand Enterprise (Taiwan) Co., Ltd. (the “Company”) was incorporated on August 22, 1977 as a company limited by shares under the Statute for Investment by Overseas Chinese and the provisions of the Company Act of the Republic of China. The main activities of the Company and its subsidiaries (collectively referred herein as the “Group”) are the manufacture and sales of animal feeds, livestock, chicken and processed meat products. The Company’s common stock has been traded on the Taiwan Stock Exchange since July 27, 1987. The ultimate parent company, Charoen Pokphand Foods Public Company Limited (“CPF”), which was incorporated in Thailand, directly and indirectly holds 39% equity interest in the Company.

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

These consolidated financial statements were authorised for issuance by the Board of Directors on November 11, 2024.

3. APPLICATION OF NEW STANDARDS, AMENDMENTS AND INTERPRETATIONS

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

New standards, interpretations and amendments endorsed by the FSC and became effective from 2024 are as follows:

<u>New Standards, Interpretations and Amendments</u>	<u>Effective date by International Accounting Standards Board</u>
Amendments to IFRS 16, ‘Lease liability in a sale and leaseback’	January 1, 2024
Amendments to IAS 1, ‘Classification of liabilities as current or non-current’	January 1, 2024
Amendments to IAS 1, ‘Non-current liabilities with covenants’	January 1, 2024
Amendments to IAS 7 and IFRS 7, ‘Supplier finance arrangements’	January 1, 2024

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

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

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

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

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

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

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

<u>New Standards, Interpretations and Amendments</u>	<u>Effective date by International Accounting Standards Board</u>
Amendments to IFRS 9 and IFRS 7, 'Amendments to the classification and measurement of financial instruments'	January 1, 2026
Amendments to IFRS 10 and IAS 28, 'Sale or contribution of assets between an investor and its associate or joint venture'	To be determined by International Accounting Standards Board
IFRS 17, 'Insurance contracts'	January 1, 2023
Amendments to IFRS 17, 'Insurance contracts'	January 1, 2023
Amendment to IFRS 17, 'Initial application of IFRS 17 and IFRS 9 – comparative information'	January 1, 2023
IFRS 18, 'Presentation and disclosure in financial statements'	January 1, 2027
IFRS 19, 'Subsidiaries without public accountability: disclosures'	January 1, 2027
Annual Improvements to IFRS Accounting Standards—Volume 11	January 1, 2026

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

IFRS 18, 'Presentation and disclosure in financial statements'

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

apply to the primary financial statements and notes.

#### 4. SUMMARY OF MATERIAL ACCOUNTING POLICIES

The principal accounting policies adopted are consistent with Note 4 in the consolidated financial statements for the year ended December 31, 2023, except for the compliance statement, basis of preparation, basis of consolidation and additional policies as set out below. These policies have been consistently applied to all the periods presented, unless otherwise stated.

##### (1) Compliance statement

- A. The consolidated financial statements of the Group have been prepared in accordance with the “Regulations Governing the Preparation of Financial Reports by Securities Issuers” and the International Accounting Standard 34, ‘Interim Financial Reporting’ as endorsed by the FSC.
- B. These consolidated financial statements are to be read in conjunction with the consolidated financial statements for the year ended December 31, 2023.

##### (2) Basis of preparation

- A. Except for the following items, the consolidated financial statements have been prepared under the historical cost convention:
  - (a) Financial assets and financial liabilities (including derivative instruments) at fair value through profit or loss.
  - (b) Financial assets at fair value through other comprehensive income.
  - (c) Defined benefit liabilities recognised based on the net amount of pension fund assets less present value of defined benefit obligation.
  - (d) Biological assets measured at fair value less costs to sell.
- B. The preparation of financial statements in conformity with International Financial Reporting Standards, International Accounting Standards, IFRIC Interpretations, and SIC Interpretations that came into effect as endorsed by the FSC (collectively referred herein as the “IFRSs”) requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Group’s accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the consolidated financial statements are disclosed in Note 5.

##### (3) Basis of consolidation

- A. Basis for preparation of consolidated financial statements:

The basis for preparation of these consolidated financial statements is consistent with those for the year ended December 31, 2023.

B. Subsidiaries included in the consolidated financial statements:

Name of investor	Name of subsidiary	Main business activities	Ownership (%)			Note
			September 30, 2024	December 31, 2023	September 30, 2023	
The Company	Plenty Type Limited (Cayman Islands)	Management of producing and non-producing business investments	100.00	100.00	100.00	
The Company	Charoen Pokphand (Taiwan) Corp., Ltd.	Management of importing and exporting business	90.00	90.00	90.00	
The Company	Arbor Acres (Taiwan) Co., Ltd.	Husbandry, management of chickens to produce breeder chicken and daily chicken	50.00	50.00	50.00	Note 1
The Company	Rui Mu Foods Co., Ltd.	Management of layers and related business	68.00	68.00	68.00	
The Company	Rui Fu Foods Co., Ltd.	Management of layers and related business	51.00	51.00	51.00	Note 2
Plenty Type Limited (Cayman Islands)	Chia Tai Lianyungang Co., Ltd.	Management of producing and non-producing business investments	99.99	99.99	99.99	
Rui Fu Foods Co., Ltd.	Sheng Da Foods Co., Ltd.	Management of eggs and related business	83.33	80.77	80.77	Note 3 Note 4

Note 1: The Company's direct or indirect shareholding ratio does not exceed 50%. However, the Company holds more than half of the seats of the Board of Directors. Thus, the subsidiary was included in the consolidation.

Note 2: Rui Fu Foods Co., Ltd. increased its capital by cash in March 2024, and the Company subscribed ordinary shares proportionately to its ownership in the amount of 5,100 thousand shares, equivalent to \$51,000.

Note 3: Sheng Da Foods Co., Ltd. increased its capital by cash in January and September 2023, and the subsidiary, Rui Fu Foods Co., Ltd., subscribed 6,000 thousand and 3,000 thousand ordinary shares for a total amount of \$60,000 and \$30,000, respectively. The shareholding ratio increased to 81.82% from 75% and decreased to 80.77% from 81.82%, respectively.

Note 4: Sheng Da Foods Co., Ltd. increased its capital by cash in March 2024, and the subsidiary, Rui Fu Foods Co., Ltd., subscribed 4,000 thousand ordinary shares for a total amount of \$40,000. The shareholding ratio increased to 83.33% from 80.77%.

- C. Subsidiaries not included in the consolidated financial statements: None.
- D. Adjustments for subsidiaries with different balance sheet dates: None.
- E. Significant restrictions: None.
- F. Subsidiaries that have non-controlling interests that are material to the Group: None.

(4) Income tax

The interim period income tax expense is recognised based on the estimated average annual effective income tax rate expected for the full financial year applied to the pretax income of the interim period, and the related information is disclosed accordingly.

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

There have been no significant changes as of September 30, 2024. Refer to Note 5 in the consolidated financial statements for the year ended December 31, 2023.

6. DETAILS OF SIGNIFICANT ACCOUNTS

(1) Cash and cash equivalents

	<u>September 30, 2024</u>	<u>December 31, 2023</u>	<u>September 30, 2023</u>
Cash on hand and revolving funds	\$ 6,936	\$ 11,119	\$ 10,087
Checking accounts	10,829	4,807	9,094
Demand deposits	<u>456,138</u>	<u>259,659</u>	<u>376,693</u>
	<u>\$ 473,903</u>	<u>\$ 275,585</u>	<u>\$ 395,874</u>

- A. The Group transacts with a variety of financial institutions all with high credit quality to disperse credit risk, so it expects that the probability of counterparty default is remote.
- B. As of September 30, 2024, December 31, 2023 and September 30, 2023, the Group has restricted cash and cash equivalents pledged as collateral totalling \$27,650, \$9,650 and \$9,650, respectively, classified as other current financial assets and shown as ‘other current assets’. Refer to Note 8 for details.

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

<u>Items</u>	<u>September 30, 2024</u>	<u>December 31, 2023</u>	<u>September 30, 2023</u>
Current items:			
Financial assets mandatorily measured at fair value through profit or loss			
Listed stocks	\$ 486,261	\$ -	\$ -
Valuation adjustment	<u>103,697</u>	<u>-</u>	<u>-</u>
	<u>\$ 589,958</u>	<u>\$ -</u>	<u>\$ -</u>

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

	<u>For the three-month periods ended September 30,</u>	
	<u>2024</u>	<u>2023</u>
Financial assets mandatorily measured at fair value through profit or loss		
Equity instruments (unrealised)	\$ 103,697	\$ -
Equity instruments (realised)	33,137	-
Derivatives	<u>-</u>	<u>1,932</u>
	<u>\$ 136,834</u>	<u>\$ 1,932</u>

	<u>For the nine-month periods ended September 30,</u>	
	<u>2024</u>	<u>2023</u>
Financial assets mandatorily measured at fair value through profit or loss		
Equity instruments (unrealised)	\$ 103,697	\$ -
Equity instruments (realised)	33,137	-
Derivatives	<u>-</u>	<u>(605)</u>
	<u>\$ 136,834</u>	<u>(\$ 605)</u>

B. The Group has no financial assets and financial liabilities at fair value through profit or loss pledged to others.



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

<u>Items</u>	<u>September 30, 2024</u>	<u>December 31, 2023</u>	<u>September 30, 2023</u>
Non-current items:			
Equity instruments			
Listed stocks	\$ 2,109,395	\$ 1,985,574	\$ 1,535,242
Valuation adjustment	<u>1,522,574</u>	<u>635,099</u>	<u>675,536</u>
	<u>\$ 3,631,969</u>	<u>\$ 2,620,673</u>	<u>\$ 2,210,778</u>

A. Amounts recognised in profit or loss and other comprehensive income in relation to the financial assets at fair value through other comprehensive income are listed below:

	<u>For the three-month periods ended September 30,</u>	
	<u>2024</u>	<u>2023</u>
<u>Equity instruments at fair value through other comprehensive income</u>		
Fair value change recognised in other comprehensive income	<u>\$ 485,869</u>	<u>\$ 54,054</u>
Cumulative gains reclassified to retained earnings due to derecognition	<u>(\$ 6,440)</u>	<u>\$ -</u>
Dividend income recognised in profit or loss held at end of period	<u>\$ 64,604</u>	<u>\$ -</u>

	<u>For the nine-month periods ended September 30,</u>	
	<u>2024</u>	<u>2023</u>
<u>Equity instruments at fair value through other comprehensive income</u>		
Fair value change recognised in other comprehensive income	<u>\$ 782,686</u>	<u>(\$ 478,606)</u>
Cumulative gains reclassified to retained earnings due to derecognition	<u>(\$ 6,440)</u>	<u>\$ -</u>
Dividend income recognised in profit or loss held at end of period	<u>\$ 64,604</u>	<u>\$ 37,118</u>

B. The Company and the subsidiary, Plenty Type Limited (Cayman Islands), holds CPF's shares, which are traded on the Thailand Stock Exchange. CPF is the ultimate parent company of the Group. The Company holds CITIC Limited's shares, which are traded on the Hong Kong listed company.

- C. The Group has decided to categorise its equity investments, deemed strategic and providing stable dividend income, as financial assets measured at fair value through other comprehensive income. The fair value of such investments amounted to \$3,631,969, \$2,620,673 and \$2,210,778 as at September 30, 2024, December 31, 2023 and September 30, 2023, respectively.

(4) Notes and accounts receivable

	<u>September 30, 2024</u>	<u>December 31, 2023</u>	<u>September 30, 2023</u>
Notes receivable	\$ 245,475	\$ 358,295	\$ 366,961
Accounts receivable	\$ 2,416,832	\$ 2,609,012	\$ 2,665,763
Less: Allowance for uncollectible accounts	( 31,048)	( 31,047)	( 16,577)
	<u>\$ 2,385,784</u>	<u>\$ 2,577,965</u>	<u>\$ 2,649,186</u>

- A. The ageing analysis of accounts and notes receivable is as follows:

	<u>September 30, 2024</u>	<u>December 31, 2023</u>	<u>September 30, 2023</u>
Current	\$ 2,470,434	\$ 2,734,361	\$ 2,805,376
Up to 120 days	164,242	212,119	219,059
121 to 365 days	1,466	15,926	3,815
Over one year	26,165	4,901	4,474
	<u>\$ 2,662,307</u>	<u>\$ 2,967,307</u>	<u>\$ 3,032,724</u>

The above ageing analysis was based on past due date.

- B. As of September 30, 2024, December 31, 2023 and September 30, 2023, accounts receivable and notes receivable were all from contracts with customers. As of January 1, 2023, the balance of accounts receivable and notes receivable from contracts with customers amounted to \$3,150,495.
- C. The credit quality of accounts receivable was in the following category based on the Group's credit quality control policy:

	<u>September 30, 2024</u>	<u>December 31, 2023</u>	<u>September 30, 2023</u>
With guarantee	\$ 196,900	\$ 218,358	\$ 231,829
Without guarantee	2,219,932	2,390,654	2,433,934
	<u>\$ 2,416,832</u>	<u>\$ 2,609,012</u>	<u>\$ 2,665,763</u>

The Group holds commercial papers, real estate, guarantee deposits and deposits as collateral for accounts receivable.

- D. As at September 30, 2024, December 31, 2023 and September 30, 2023, without taking into account any collateral held or other credit enhancements, the maximum exposure to credit risk in respect of the amount that best represents the Group's notes receivable were \$245,475, \$358,295 and \$366,961, respectively, while the amount that best represents the Group's accounts receivable

were \$2,385,784, \$2,577,965 and \$2,649,186, respectively.

E. Information relating to credit risk of accounts receivable (including related parties) and notes receivable (including related parties) is provided in Note 12(2).

(5) Inventories

	September 30, 2024		
	Cost	Allowance for valuation loss	Book value
Raw materials	\$ 1,218,995	(\$ 3,993)	\$ 1,215,002
Packing supplies	37,971	( 365)	37,606
Work in progress	27,130	-	27,130
Finished goods	930,775	( 39,015)	891,760
General merchandise	50,703	( 3,743)	46,960
Inventory in transit	14,974	-	14,974
	<u>\$ 2,280,548</u>	<u>(\$ 47,116)</u>	<u>\$ 2,233,432</u>
	December 31, 2023		
	Cost	Allowance for valuation loss	Book value
Raw materials	\$ 1,235,177	(\$ 186)	\$ 1,234,991
Packing supplies	44,021	( 118)	43,903
Work in progress	54,482	-	54,482
Finished goods	1,000,658	( 8,382)	992,276
General merchandise	57,691	( 12,623)	45,068
Inventory in transit	8,152	-	8,152
	<u>\$ 2,400,181</u>	<u>(\$ 21,309)</u>	<u>\$ 2,378,872</u>
	September 30, 2023		
	Cost	Allowance for valuation loss	Book value
Raw materials	\$ 999,735	(\$ 186)	\$ 999,549
Packing supplies	42,758	( 228)	42,530
Work in progress	58,697	-	58,697
Finished goods	781,900	( 15,278)	766,622
General merchandise	58,227	( 11,659)	46,568
Inventory in transit	10,234	-	10,234
	<u>\$ 1,951,551</u>	<u>(\$ 27,351)</u>	<u>\$ 1,924,200</u>

The cost of inventories recognised as expense for the period:

	For the three-month periods ended September 30,	
	2024	2023
Cost of goods sold	\$ 5,980,006	\$ 5,986,538
(Gain on reversal of) loss on decline in market value	( 23,669)	10,237
Others	19,576	1,660
	<u>\$ 5,975,913</u>	<u>\$ 5,998,435</u>
	For the nine-month periods ended September 30,	
	2024	2023
Cost of goods sold	\$ 17,394,704	\$ 18,273,202
Loss on decline in market value	25,807	17,398
Others	21,144	1,592
	<u>\$ 17,441,655</u>	<u>\$ 18,292,192</u>

- A. The cost of goods sold includes the cost of selling biological assets.
- B. Others pertain mainly to gain or loss on physical inventory count and loss from disposal of leftovers and scraps.
- C. Due to fluctuations in market prices of certain finished products, the net realisable value of the inventory has changed, resulting in an increase or decrease in the cost of goods sold for the group.

(6) Biological assets

A. Biological assets

	<u>September 30, 2024</u>	<u>December 31, 2023</u>	<u>September 30, 2023</u>
<u>Biological assets - current</u>			
Consumable biological assets	\$ 1,448,432	\$ 1,489,772	\$ 1,551,862
Consumable biological assets - changes in fair value less costs to sell	108,579	97,648	83,005
Bearer biological assets	1,138,915	1,153,813	1,106,813
Bearer biological assets - accumulated depreciation	( 746,775)	( 752,241)	( 719,942)
	<u>\$ 1,949,151</u>	<u>\$ 1,988,992</u>	<u>\$ 2,021,738</u>
<u>Biological assets - non-current</u>			
Bearer biological assets	\$ 723,541	\$ 672,921	\$ 663,506
Bearer biological assets - accumulated depreciation	( 151,784)	( 131,707)	( 125,536)
	<u>\$ 571,757</u>	<u>\$ 541,214</u>	<u>\$ 537,970</u>

Consumable biological assets are those that are to be harvested as agricultural products or sold as

biological assets. Bearer biological assets are those other than consumable biological assets.

B. Movements of biological assets are as follows:

	For the nine-month periods ended September 30,	
	2024	2023
At January 1	\$ 2,530,206	\$ 2,559,662
Purchases	1,341,171	1,135,029
Costs and expenses input	6,725,488	6,908,305
Sales	( 3,144,812)	( 3,388,959)
Gain on changes in fair value less costs to sell	10,931	23,267
Transferred to inventories	( 4,910,926)	( 4,651,562)
Others	( 31,150)	( 26,034)
At September 30	<u>\$ 2,520,908</u>	<u>\$ 2,559,708</u>

C. Biological assets are comprised of broiler chicken, breeder chicken, fattening swine, and breeder swine, etc. Biological assets, other than fattening swine which are measured at fair value less costs to sell at each reporting date, are measured at cost less accumulated depreciation and impairment losses. The fair value of fattening swine is measured using quoted market prices as references.

The market prices or fair values at the present condition of breeders are unavailable; the market prices or fair values at present condition of broiler chickens are difficult to obtain during each breeding period due to short production cycle. The valuation based on a discounted cash flow method is considered unreliable given the uncertainty with respect to external factors such as climate and diseases, etc. Therefore, breeders and broiler chicken are measured using the cost approach. Cost of biological assets includes all costs incurred during the growth cycle such as costs of new-born animals, feeds, and other farm costs. Bearer biological assets are depreciated using the straight-line method through the productive period of each biological asset. The productive period of breeder swine is approximately 24 ~ 36 months; the productive period of breeder chickens is approximately 30 ~ 52 weeks. For the three-month periods and nine-month periods ended September 30, 2024 and 2023, depreciation expense on biological assets amounted to \$128,610, \$158,717, \$465,426 and \$405,711, respectively.

D. Estimates of physical quantities of biological assets are as follows:

	<u>September 30, 2024</u>	<u>December 31, 2023</u>	<u>September 30, 2023</u>
Livestock production:			
Estimates of physical quantities			
(Units: heads)	<u>5,236,415</u>	<u>6,035,294</u>	<u>6,016,205</u>

## E. Financial risk management policies

The Group is exposed to commodity risks arising from changes in market prices of chickens and swine. The Group does not anticipate that the prices of the agricultural products will decline significantly in the foreseeable future and there is no available derivative or other contracts. The Group reviews the predictions of the prices of the agriculture products regularly, and considers such predictions in assessing financial risk.

### (7) Investment accounted for using equity method - joint ventures

The carrying amount of the Group's interests in all individually immaterial joint ventures and the Group's share of the operating results are summarised below:

As of September 30, 2024, December 31, 2023 and September 30, 2023, the carrying amount of the Group's individually immaterial joint ventures amounted to \$83,281, \$91,339 and \$93,912, respectively.

	For the three-month periods ended September 30,	
	2024	2023
(Loss) profit for the period from continuing operations	(\$ 2,929)	\$ 104
Other comprehensive income, net of tax	-	-
Total comprehensive (loss) income	(\$ 2,929)	\$ 104
	For the nine-month periods ended September 30,	
	2024	2023
Loss for the period from continuing operations	(\$ 8,118)	(\$ 801)
Other comprehensive income, net of tax	-	-
Total comprehensive loss	(\$ 8,118)	(\$ 801)

(8) Property, plant and equipment

	<u>Land</u>	<u>Land improvements</u>	<u>Buildings and structures</u>	<u>Machinery and equipment</u>	<u>Transportation equipment</u>	<u>Leasehold improvements</u>	<u>Other equipment</u>	<u>Construction in progress and equipment to be inspected</u>	<u>Total</u>
<u>At January 1, 2024</u>									
Cost	\$ 3,489,711	\$ 349,421	\$ 6,010,902	\$ 5,338,895	\$ 590,742	\$ 1,074,364	\$ 1,506,302	\$ 3,591,056	\$ 21,951,393
Accumulated depreciation	-	( 119,891)	( 1,892,361)	( 2,810,683)	( 296,495)	( 802,549)	( 697,398)	-	( 6,619,377)
	<u>\$ 3,489,711</u>	<u>\$ 229,530</u>	<u>\$ 4,118,541</u>	<u>\$ 2,528,212</u>	<u>\$ 294,247</u>	<u>\$ 271,815</u>	<u>\$ 808,904</u>	<u>\$ 3,591,056</u>	<u>\$ 15,332,016</u>
<u>2024</u>									
Opening net book amount as at January 1	\$ 3,489,711	\$ 229,530	\$ 4,118,541	\$ 2,528,212	\$ 294,247	\$ 271,815	\$ 808,904	\$ 3,591,056	\$ 15,332,016
Additions	-	-	300	2,857	3,540	-	935	1,690,045	1,697,677
Disposals	-	-	( 380)	( 1,639)	( 4,671)	-	( 6,663)	-	( 13,353)
Reclassifications	577,951	40,717	565,189	499,688	48,068	63,522	60,542	( 1,849,803)	5,874
Depreciation	-	( 20,708)	( 247,727)	( 283,198)	( 65,217)	( 54,022)	( 103,701)	-	( 774,573)
Closing net book amount as at September 30	<u>\$ 4,067,662</u>	<u>\$ 249,539</u>	<u>\$ 4,435,923</u>	<u>\$ 2,745,920</u>	<u>\$ 275,967</u>	<u>\$ 281,315</u>	<u>\$ 760,017</u>	<u>\$ 3,431,298</u>	<u>\$ 16,247,641</u>
<u>At September 30, 2024</u>									
Cost	\$ 4,067,662	\$ 390,138	\$ 6,571,361	\$ 5,825,253	\$ 617,934	\$ 1,131,509	\$ 1,553,504	\$ 3,431,298	\$ 23,588,659
Accumulated depreciation	-	( 140,599)	( 2,135,438)	( 3,079,333)	( 341,967)	( 850,194)	( 793,487)	-	( 7,341,018)
	<u>\$ 4,067,662</u>	<u>\$ 249,539</u>	<u>\$ 4,435,923</u>	<u>\$ 2,745,920</u>	<u>\$ 275,967</u>	<u>\$ 281,315</u>	<u>\$ 760,017</u>	<u>\$ 3,431,298</u>	<u>\$ 16,247,641</u>

	Land	Land improvements	Buildings and structures	Machinery and equipment	Transportation equipment	Leasehold improvements	Other equipment	Construction in progress and equipment to be inspected	Total
<u>At January 1, 2023</u>									
Cost	\$ 3,282,805	\$ 326,303	\$ 5,613,834	\$ 5,124,119	\$ 519,730	\$ 1,036,366	\$ 1,416,229	\$ 2,379,583	\$ 19,698,969
Accumulated depreciation	-	( 96,659)	( 1,660,864)	( 2,567,834)	( 250,102)	( 740,992)	( 593,153)	-	( 5,909,604)
	<u>\$ 3,282,805</u>	<u>\$ 229,644</u>	<u>\$ 3,952,970</u>	<u>\$ 2,556,285</u>	<u>\$ 269,628</u>	<u>\$ 295,374</u>	<u>\$ 823,076</u>	<u>\$ 2,379,583</u>	<u>\$ 13,789,365</u>
<u>2023</u>									
Opening net book amount as at January 1	\$ 3,282,805	\$ 229,644	\$ 3,952,970	\$ 2,556,285	\$ 269,628	\$ 295,374	\$ 823,076	\$ 2,379,583	\$ 13,789,365
Additions	18,124	16,130	51,686	94,407	38,617	28,237	48,694	1,098,584	1,394,479
Disposals	( 55,901)	-	-	( 385)	( 2,931)	( 77)	( 1,744)	-	( 61,038)
Reclassifications	172,488	4,920	282,827	150,084	34,325	-	13,742	( 658,386)	-
Depreciation	-	( 19,204)	( 229,240)	( 267,117)	( 57,489)	( 57,291)	( 96,989)	-	( 727,330)
Closing net book amount as at September 30	<u>\$ 3,417,516</u>	<u>\$ 231,490</u>	<u>\$ 4,058,243</u>	<u>\$ 2,533,274</u>	<u>\$ 282,150</u>	<u>\$ 266,243</u>	<u>\$ 786,779</u>	<u>\$ 2,819,781</u>	<u>\$ 14,395,476</u>
<u>At September 30, 2023</u>									
Cost	\$ 3,417,516	\$ 346,433	\$ 5,894,451	\$ 5,281,222	\$ 566,834	\$ 1,053,637	\$ 1,458,576	\$ 2,819,781	\$ 20,838,450
Accumulated depreciation	-	( 114,943)	( 1,836,208)	( 2,747,948)	( 284,684)	( 787,394)	( 671,797)	-	( 6,442,974)
	<u>\$ 3,417,516</u>	<u>\$ 231,490</u>	<u>\$ 4,058,243</u>	<u>\$ 2,533,274</u>	<u>\$ 282,150</u>	<u>\$ 266,243</u>	<u>\$ 786,779</u>	<u>\$ 2,819,781</u>	<u>\$ 14,395,476</u>



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

	For the three-month periods ended September 30,	
	2024	2023
Amount capitalised	\$ 12,593	\$ 10,313
Interest rate range	1.60%~2.07%	1.25%~1.91%
	For the nine-month periods ended September 30,	
	2024	2023
Amount capitalised	\$ 37,131	\$ 22,773
Interest rate range	1.39%~2.07%	1.10%~1.92%

- B. Information about the property, plant and equipment that were pledged to others as collateral is provided in Note 8.
- C. As of September 30, 2024, December 31, 2023 and September 30, 2023, the Group held 214 parcels, 203 parcels and 199 parcels of agricultural land, respectively. The carrying amounts of land registered under the title of others amounted to \$1,532,329, \$1,169,687 and \$1,097,484, respectively. The titles of these parcels of land are registered under the title of individuals, however, the Group has agreements with those individuals to pledge these agricultural land to the Group.
- D. The subsidiary, Sheng Da Foods Co., Ltd., acquired the right-of-use assets that had not yet been fully depreciated in January 2024 and reclassified them into transportation equipment of fixed assets with a net carrying amount of \$5,874.

(9) Leasing arrangements - lessee

- A. The Group leases various assets including land, buildings, cargo trucks, and other equipment. Rental contracts are typically made for periods of 1 to 22 years. Lease terms are negotiated on an individual basis and contain a wide range of different terms and conditions. The lease agreements do not impose covenants, but leased assets may not be used as security for borrowing purposes.
- B. The carrying amount of right-of-use assets and the depreciation charge are as follows:

	Carrying amount		
	September 30, 2024	December 31, 2023	September 30, 2023
Land	\$ 321,604	\$ 290,221	\$ 298,840
Buildings	35,719	40,876	44,605
Transportation equipment	7,800	12,173	13,675
Other equipment	17,318	12,097	13,857
	<u>\$ 382,441</u>	<u>\$ 355,367</u>	<u>\$ 370,977</u>

		Depreciation charge	
		For the three-month periods ended September 30,	
		2024	2023
Land	\$	9,223	\$ 9,914
Buildings		3,572	3,755
Transportation equipment		1,110	1,547
Other equipment		2,626	2,194
	\$	<u>16,531</u>	<u>\$ 17,410</u>

  

		Depreciation charge	
		For the nine-month periods ended September 30,	
		2024	2023
Land	\$	27,599	\$ 25,101
Buildings		10,940	10,778
Transportation equipment		3,219	4,853
Other equipment		7,956	6,530
	\$	<u>49,714</u>	<u>\$ 47,262</u>

- C. For the three-month periods and nine-month periods ended September 30, 2024 and 2023, the additions to right-of-use assets were \$36,366, \$36,782, \$82,835 and \$59,143, respectively.
- D. The Group has no significant profit or loss in relation to lease contracts for the three-month periods and nine-month periods ended September 30, 2024 and 2023.
- E. For the three-month periods and nine-month periods ended September 30, 2024 and 2023, the Group's total cash outflow for leases were \$19,149, \$23,797, \$45,662 and \$55,063, respectively.

(10) Intangible assets

	For the nine-month periods ended September 30,	
	2024	2023
Software		
At January 1		
Cost	\$ 65,530	\$ 15,891
Accumulated amortisation and impairment	( 30,314)	( 12,736)
	<u>\$ 35,216</u>	<u>\$ 3,155</u>
At January 1	\$ 35,216	\$ 3,155
Additions	815	53,311
Amortisation	( 13,563)	( 14,485)
At September 30	<u>\$ 22,468</u>	<u>\$ 41,981</u>
At September 30		
Cost	\$ 66,345	\$ 69,202
Accumulated amortisation and impairment	( 43,877)	( 27,221)
	<u>\$ 22,468</u>	<u>\$ 41,981</u>

(11) Short-term borrowings

Type of borrowings	September 30, 2024	Interest rate range	Collateral
Unsecured borrowings	\$ 4,151,000	0.50%~2.60%	None
Letters of credit	18,591	5.45%~6.69%	None
	<u>\$ 4,169,591</u>		
Type of borrowings	December 31, 2023	Interest rate range	Collateral
Unsecured borrowings	<u>\$ 3,561,041</u>	1.76%~2.42%	None
Type of borrowings	September 30, 2023	Interest rate range	Collateral
Unsecured borrowings	\$ 3,425,322	1.76%~2.49%	None
Letters of credit	103,645	6.70%~6.82%	None
	<u>\$ 3,528,967</u>		

(12) Short-term notes and bills payable

	September 30, 2024	December 31, 2023	September 30, 2023
Commercial paper payable	\$ 1,910,000	\$ 1,030,000	\$ 1,030,000
Less: Unamortised discounts	( 3,449)	( 1,850)	( 1,702)
	<u>\$ 1,906,551</u>	<u>\$ 1,028,150</u>	<u>\$ 1,028,298</u>
Interest rate range	1.19%~1.99%	1.31%~1.80%	1.29%~1.80%

The short-term notes and bills payable were guaranteed by certain financial institutions.

(13) Other payables

	<u>September 30, 2024</u>	<u>December 31, 2023</u>	<u>September 30, 2023</u>
Dividends payable	\$ -	\$ -	\$ 1,031,765
Accrued salary	463,234	527,456	423,791
Payables for machinery and equipment	35,015	161,722	15,785
Payables for promotional fees	101,549	79,791	79,710
Payables for shipping expenses	57,910	60,562	59,053
Others	247,308	254,472	242,184
	<u>\$ 905,016</u>	<u>\$ 1,084,003</u>	<u>\$ 1,852,288</u>

(14) Long-term borrowings

<u>Type of borrowings</u>	<u>Borrowing period</u>	<u>Interest rate range</u>	<u>September 30, 2024</u>
Secured loans	2019.04.03~2037.10.11	0.720%-2.305%	\$ 1,780,289
Unsecured credit loans	2021.09.29~2030.10.03	0.500%-2.375%	8,515,000
			10,295,289
Less: Current portion			( 1,295,774)
			<u>\$ 8,999,515</u>

  

<u>Type of borrowings</u>	<u>Borrowing period</u>	<u>Interest rate range</u>	<u>December 31, 2023</u>
Secured loans	2019.04.03~2037.10.11	0.595%-2.18%	\$ 1,962,744
Unsecured credit loans	2021.09.29~2030.10.03	0.50%-2.25%	7,079,500
			9,042,244
Less: Current portion			( 365,488)
			<u>\$ 8,676,756</u>

  

<u>Type of borrowings</u>	<u>Borrowing period</u>	<u>Interest rate range</u>	<u>September 30, 2023</u>
Secured loans	2019.04.03~2037.10.11	0.595%-2.86%	\$ 2,069,760
Unsecured credit loans	2021.09.29~2028.09.29	1.757%-2.25%	5,440,000
			7,509,760
Less: Current portion			( 371,177)
			<u>\$ 7,138,583</u>

Information on collaterals pledged for long-term borrowings is provided in Note 8.

## (15) Pensions

### A. Defined benefit plans

- (a) The Company and its domestic subsidiaries have defined benefit pension plans in accordance with the Labor Standards Act, covering all regular employees' service years prior to the enforcement of the Labor Pension Act on July 1, 2005 and service years thereafter of employees who chose to continue to be subject to the pension mechanism under the Labor Standards Act. Under the defined benefit plans, two units are accrued for each year of service for the first 15 years and one unit for each additional year thereafter, subject to a maximum of 45 units. Pension benefits are based on the number of units accrued and the average monthly salaries and wages of the last 6 months prior to retirement. The Company and its domestic subsidiaries contribute monthly an amount equal to specific percentage of the employees' monthly salaries and wages to the retirement fund deposited with the Bank of Taiwan, the trustee, under the name of the independent retirement fund committee. Also, the Company and its domestic subsidiaries would assess the balance in the aforementioned labor pension reserve account by December 31, every year. If the account balances are insufficient to pay the pension calculated by the aforementioned method to the employees expected to qualify for retirement in the following year, the Company and its domestic subsidiaries will make contributions to cover the deficit by next March.
- (b) For the aforementioned pension plan, the Group recognised pension costs of \$329, \$421, \$1,000 and \$1,262 for the three-month and nine-month periods ended September 30, 2024 and 2023, respectively.
- (c) Expected contributions to the defined benefit pension plans of the Company and domestic subsidiaries for the year ending December 31, 2024 amount to \$16,134.

### B. Defined contribution plans

Effective July 1, 2005, the Company and its domestic subsidiaries have established defined contribution pension plans (the "New Plan") under the Labor Pension Act (the "Act"), covering all regular employees with R.O.C. nationality. Under the New Plan, the Company and its domestic subsidiaries contribute monthly an amount based on 6% of the employees' monthly salaries and wages to the employees' individual pension accounts at the Bureau of Labor Insurance. The benefits accrued are paid monthly or in lump sum upon termination of employment. The pension costs for the aforementioned defined contribution pension plans of the Group for the three-month and nine-month periods ended September 30, 2024 and 2023 were \$15,740, \$14,711, \$46,151 and \$43,472, respectively.

(16) Common stock

As of September 30, 2024, the Company's authorised capital was \$3,579,000, consisting of 357,900 thousand shares of common stock, and the paid-in capital was \$2,947,901, consisting of 294,790 thousand shares of common stock with a par value of \$10 (in dollars) per share. All proceeds from shares issuance have been collected.

(17) Capital surplus

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

(18) Retained earnings

- A. Under the Company's Articles of Incorporation, the current year's earnings, if any, shall first be used to pay all taxes and offset prior years' operating losses and then 10% of the remaining amount shall be set aside as legal reserve. A special reserve is set aside or reversed in accordance with related laws or regulations by the Competent Authority. The remainder, if any, along with the accumulated unappropriated earnings in prior years, shall be distributed as shareholders' bonus as resolved by the shareholders. Cash dividends to shareholders shall account for at least 10% of the total dividends distributed to shareholders. If cash dividend is lower than \$0.1 (in dollars) per share, dividends are distributed using share dividends. The Board of Directors of the Company may, upon resolution adopted by a majority vote at its meeting attended by two-thirds of the total number of directors, distribute dividends and bonus, or legal reserve and capital surplus, in whole or in part, in accordance with Paragraph 1 of Article 241 of the Company Act in the form of cash, which shall also be reported at the shareholders' meeting, while the proposal for appropriation shall be approved by the shareholders if dividends will be distributed by issuing new shares.
- B. Except for covering accumulated deficit or issuing new stocks or cash to shareholders in proportion to their share ownership, the legal reserve shall not be used for any other purpose. The use of legal reserve for the issuance of stocks or cash to shareholders in proportion to their share ownership is permitted, provided that the distribution of the reserve is limited to the portion in excess of 25% of the Company's paid-in capital.

- C. In accordance with the regulations, the Company shall set aside special reserve from the debit balance on other equity items at the balance sheet date before distributing earnings. When debit balance on other equity items is reversed subsequently, the reversed amount could be included in the distributable earnings.
- D. The appropriations of earnings for 2023 and 2022 have been resolved at the shareholders' meeting on June 25, 2024 and June 15, 2023 as follows:

	2023		2022	
	Amount	Dividends per share (in dollars)	Amount	Dividends per share (in dollars)
Legal reserve	\$ 226,396		\$ 158,984	
Cash dividends	1,621,346	\$ 5.50	1,031,765	\$ 3.50

The effective dates for the above distribution of cash dividends were July 2, 2024 and September 20, 2023, respectively.

(19) Operating revenue

	For the three-month periods ended September 30,	
	2024	2023
Revenue from contracts with customers	\$ 7,013,970	\$ 7,306,357
	For the nine-month periods ended September 30,	
	2024	2023
Revenue from contracts with customers	\$ 20,631,062	\$ 21,950,444

A. Disaggregation of revenue from contracts with customers

The Group derives revenue from the transfer of goods at a point in time.

	For the three-month periods ended September 30,	
	2024	2023
Total segment revenue	\$ 7,249,970	\$ 7,549,122
Inter-segment revenue	( 236,000)	( 242,765)
Revenue from external customer contracts	\$ 7,013,970	\$ 7,306,357

	For the nine-month periods ended September 30,	
	2024	2023
Total segment revenue	\$ 21,300,805	\$ 22,662,070
Inter-segment revenue	( 669,743)	( 711,626)
Revenue from external customer contracts	\$ 20,631,062	\$ 21,950,444

B. Information on revenue categorised by nature is provided in Note 14(2).

(20) Other income and expenses, net

Other income and expenses, net are gains (losses) on changes in fair value less costs to sell of biological assets.

	For the three-month periods ended September 30,	
	2024	2023
Other income and expenses, net	(\$ 1,527)	\$ 29,475
	For the nine-month periods ended September 30,	
	2024	2023
Other income and expenses, net	\$ 10,931	\$ 23,267

(21) Interest income

	For the three-month periods ended September 30,	
	2024	2023
Interest income from bank deposits	\$ 83	\$ 112
	For the nine-month periods ended September 30,	
	2024	2023
Interest income from bank deposits	\$ 1,716	\$ 1,296

(22) Other income

	For the three-month periods ended September 30,	
	2024	2023
Rental income	\$ 2,483	\$ 1,988
Royalties income	526	298
Dividend income	81,600	-
	\$ 84,609	\$ 2,286



	For the nine-month periods ended September 30,	
	2024	2023
Rental income	\$ 7,690	\$ 8,336
Royalties income	526	1,118
Dividend income	81,600	37,118
	<u>\$ 89,816</u>	<u>\$ 46,572</u>

(23) Other gains and losses

	For the three-month periods ended September 30,	
	2024	2023
Gains on disposal of property, plant and equipment	\$ 3,020	\$ 8,578
Net foreign exchange gains (losses)	388 (	8,445)
Unrealised gains on financial assets at fair value through profit or loss	103,697	1,932
Realised gains on financial assets at fair value through profit or loss	33,137	-
Gain on arising from lease modifications	-	855
Others	21,270	18,376
	<u>\$ 161,512</u>	<u>\$ 21,296</u>

	For the nine-month periods ended September 30,	
	2024	2023
Gains on disposal of property, plant and equipment	\$ 1,015	\$ 8,095
Net foreign exchange losses	( 3,025) (	6,266)
Unrealised gains on financial assets at fair value through profit or loss	103,697 (	605)
Realised gains on financial assets at fair value through profit or loss	33,137	-
Gain on arising from lease modifications	-	856
Others	37,037	31,934
	<u>\$ 171,861</u>	<u>\$ 34,014</u>

(24) Finance costs

	For the three-month periods ended September 30,	
	2024	2023
Interest expense:		
Bank borrowings and lease liabilities	\$ 66,357	\$ 47,873
	For the nine-month periods ended September 30,	
	2024	2023
Interest expense:		
Bank borrowings and lease liabilities	\$ 179,737	\$ 158,423

(25) Expenses by nature

	For the three-month period ended September 30, 2024		
	Operating cost	Operating expenses	Total
Employee benefit expense	\$ 421,549	\$ 243,906	\$ 665,455
Depreciation on property, plant and equipment	238,154	27,730	265,884
Depreciation on right-of-use assets	12,040	4,491	16,531
Amortisation	701	4,458	5,159
	<u>\$ 672,444</u>	<u>\$ 280,585</u>	<u>\$ 953,029</u>
	For the three-month period ended September 30, 2023		
	Operating cost	Operating expenses	Total
Employee benefit expense	\$ 386,469	\$ 223,424	\$ 609,893
Depreciation on property, plant and equipment	221,400	23,010	244,410
Depreciation on right-of-use assets	13,294	4,116	17,410
Amortisation	1,304	6,777	8,081
	<u>\$ 622,467</u>	<u>\$ 257,327</u>	<u>\$ 879,794</u>

	For the nine-month period ended September 30, 2024		
	Operating cost	Operating expenses	Total
Employee benefit expense	\$ 1,271,108	\$ 744,040	\$ 2,015,148
Depreciation on property, plant and equipment	696,524	78,049	774,573
Depreciation on right-of- use assets	35,743	13,971	49,714
Amortisation	2,637	13,350	15,987
	<u>\$ 2,006,012</u>	<u>\$ 849,410</u>	<u>\$ 2,855,422</u>

	For the nine-month period ended September 30, 2023		
	Operating cost	Operating expenses	Total
Employee benefit expense	\$ 1,133,191	\$ 662,243	\$ 1,795,434
Depreciation on property, plant and equipment	659,957	67,373	727,330
Depreciation on right-of- use assets	35,151	12,111	47,262
Amortisation	3,934	14,131	18,065
	<u>\$ 1,832,233</u>	<u>\$ 755,858</u>	<u>\$ 2,588,091</u>

(26) Employee benefit expense

	For the three-month period ended September 30, 2024		
	Operating cost	Operating expenses	Total
Wages and salaries	\$ 353,640	\$ 218,262	\$ 571,902
Labor and health insurance	38,092	13,162	51,254
Pension costs	9,563	6,506	16,069
Other personnel expenses (note)	20,254	5,976	26,230
	<u>\$ 421,549</u>	<u>\$ 243,906</u>	<u>\$ 665,455</u>

	For the three-month period ended September 30, 2023		
	Operating cost	Operating expenses	Total
Wages and salaries	\$ 324,369	\$ 203,102	\$ 527,471
Labor and health insurance	33,784	12,043	45,827
Pension costs	9,183	5,949	15,132
Other personnel expenses (note)	19,133	2,330	21,463
	<u>\$ 386,469</u>	<u>\$ 223,424</u>	<u>\$ 609,893</u>

<u>For the nine-month period ended September 30, 2024</u>			
	<u>Operating cost</u>	<u>Operating expenses</u>	<u>Total</u>
Wages and salaries	\$ 1,070,587	\$ 670,817	\$ 1,741,404
Labor and health insurance	114,244	43,608	157,852
Pension costs	28,084	19,067	47,151
Other personnel expenses (note)	58,193	10,548	68,741
	<u>\$ 1,271,108</u>	<u>\$ 744,040</u>	<u>\$ 2,015,148</u>
<u>For the nine-month period ended September 30, 2023</u>			
	<u>Operating cost</u>	<u>Operating expenses</u>	<u>Total</u>
Wages and salaries	\$ 952,817	\$ 597,490	\$ 1,550,307
Labor and health insurance	102,753	39,885	142,638
Pension costs	27,164	17,570	44,734
Other personnel expenses (note)	50,457	7,298	57,755
	<u>\$ 1,133,191</u>	<u>\$ 662,243</u>	<u>\$ 1,795,434</u>

Note: Other personnel expenses include meal allowance, training expenses and employee benefits.

- A. According to the Articles of Incorporation of the Company, an amount equal to at least 1% of the Company's distributable profit of the current year should be appropriated as employees' compensation expense. If the Company has an accumulated deficit, earnings should be reserved to cover the accumulated losses in advance.
- B. For the three-month and nine-month periods ended September 30, 2024 and 2023, employees' compensation was accrued at \$5,803, \$7,475, \$15,535 and \$20,421, respectively. The aforementioned amounts were estimated and accrued based on 1% (as prescribed by the Company's Articles of Incorporation) of distributable profit of current year as of the end of reporting period; while directors' remuneration was accrued at \$6,845, \$9,273, \$20,829 and \$27,995, respectively. The determination of the aforementioned amounts was authorised by the Board of Directors based on directors' extent of participation in the Company's operations and the value of their contribution to the Company, and by reference to the pay levels in the domestic and foreign industries.
- C. For 2023, the difference of (\$131) between employees' compensation of \$28,565 resolved by the Board of Directors on May 6, 2024 and the amount of \$28,696 recognised in the 2023 financial statements, mainly resulting from a variance in estimation, had been adjusted in profit or loss for 2024. The employees' compensation in 2023 has not yet been distributed.
- D. Information about employees' compensation and directors' and supervisors' remuneration of the Company as resolved by the Board of Directors will be posted in the "Market Observation Post System" at the website of the Taiwan Stock Exchange.

(27) Income tax

A. Income tax expense

(a) Components of income tax expense:

	For the three-month periods ended September 30,	
	2024	2023
Current tax:		
Current tax on profits for the period	\$ 92,594	\$ 142,308
Tax on undistributed surplus earnings	-	-
Prior year income tax over estimation	( 2)	( 5,113)
Total current tax	<u>92,592</u>	<u>137,195</u>
Deferred tax:		
Origination and reversal of temporary differences	<u>17,240</u>	( 899)
Total deferred tax	<u>17,240</u>	( 899)
Income tax expense	<u>\$ 109,832</u>	<u>\$ 136,296</u>
	For the nine-month periods ended September 30,	
	2024	2023
Current tax:		
Current tax on profits for the period	\$ 297,147	\$ 412,520
Tax on undistributed surplus earnings	20,811	20,488
Prior year income tax over estimation	( 20,094)	( 13,149)
Total current tax	<u>297,864</u>	<u>419,859</u>
Deferred tax:		
Origination and reversal of temporary differences	( 1,966)	( 12,134)
Total deferred tax	( 1,966)	( 12,134)
Income tax expense	<u>\$ 295,898</u>	<u>\$ 407,725</u>

(b) The income tax relating to components of other comprehensive income is as follows:

	For the three-month periods ended September 30,	
	2024	2023
Changes in fair value of financial assets at fair value through other comprehensive income	\$ 49,437	\$ 7,882
	For the nine-month periods ended September 30,	
	2024	2023
Changes in fair value of financial assets at fair value through other comprehensive income	\$ 89,561	(\$ 32,592)

B. The income tax returns through 2020 of the Company have been assessed and approved by the Tax Authority. The income tax returns through 2022 of the subsidiaries - Charoen Pokphand (Taiwan) Corp., Ltd. and Arbor Acres (Taiwan) Co., Ltd. have been assessed and approved by the Tax Authority. The income tax returns through 2021 of the subsidiaries - Rui Mu Foods Co., Ltd., Rui Fu Foods Co., Ltd. and Sheng Da Foods Co., Ltd. have been assessed and approved by the Tax Authority.

(28) Earnings per share

	<u>For the three-month period ended September 30, 2024</u>		
	<u>Amount after tax</u>	<u>Weighted average number of ordinary shares outstanding (shares in thousands)</u>	<u>Earnings per share (in dollars)</u>
<u>Basic earnings per share</u>			
Profit attributable to ordinary shareholders	<u>\$ 513,327</u>	<u>294,790</u>	<u>\$ 1.74</u>
<u>Diluted earnings per share</u>			
Profit from continuing operations attributable to ordinary shareholders	\$ 513,327	294,790	
Assumed conversion of all dilutive potential ordinary shares - employees' compensation	<u>-</u>	<u>59</u>	
Profit attributable to ordinary shareholders plus assumed conversion of all dilutive potential ordinary shares	<u>\$ 513,327</u>	<u>294,849</u>	<u>\$ 1.74</u>
	<u>For the three-month period ended September 30, 2023</u>		
	<u>Amount after tax</u>	<u>Weighted average number of ordinary shares outstanding (shares in thousands)</u>	<u>Earnings per share (in dollars)</u>
<u>Basic earnings per share</u>			
Profit attributable to ordinary shareholders	<u>\$ 649,007</u>	<u>294,790</u>	<u>\$ 2.20</u>
<u>Diluted earnings per share</u>			
Profit from continuing operations attributable to ordinary shareholders	\$ 649,007	294,790	
Assumed conversion of all dilutive potential ordinary shares - employees' compensation	<u>-</u>	<u>79</u>	
Profit attributable to ordinary shareholders plus assumed conversion of all dilutive potential ordinary shares	<u>\$ 649,007</u>	<u>294,869</u>	<u>\$ 2.20</u>

<u>For the nine-month period ended September 30, 2024</u>		
<u>Amount after tax</u>	<u>Weighted average number of ordinary shares outstanding (shares in thousands)</u>	<u>Earnings per share (in dollars)</u>
<u>Basic earnings per share</u>		
Profit attributable to ordinary shareholders	\$ 1,259,010	294,790
	<u>294,790</u>	<u>\$ 4.27</u>
<u>Diluted earnings per share</u>		
Profit from continuing operations attributable to ordinary shareholders	\$ 1,259,010	294,790
Assumed conversion of all dilutive potential ordinary shares - employees' compensation	-	<u>284</u>
Profit attributable to ordinary shareholders plus assumed conversion of all dilutive potential ordinary shares	<u>\$ 1,259,010</u>	<u>295,074</u>
		<u>\$ 4.27</u>
<u>For the nine-month period ended September 30, 2023</u>		
<u>Amount after tax</u>	<u>Weighted average number of ordinary shares outstanding (shares in thousands)</u>	<u>Earnings per share (in dollars)</u>
<u>Basic earnings per share</u>		
Profit attributable to ordinary shareholders	\$ 1,672,414	294,790
	<u>294,790</u>	<u>\$ 5.67</u>
<u>Diluted earnings per share</u>		
Profit from continuing operations attributable to ordinary shareholders	\$ 1,672,414	294,790
Assumed conversion of all dilutive potential ordinary shares - employees' compensation	-	<u>302</u>
Profit attributable to ordinary shareholders plus assumed conversion of all dilutive potential ordinary shares	<u>\$ 1,672,414</u>	<u>295,092</u>
		<u>\$ 5.67</u>



(29) Transactions with non-controlling interest

The Group's subsidiary, Sheng Da Foods Co., Ltd., increased its capital by issuing new shares in March 2024, September 2023 and January 2023. As the Group did not subscribe to the capital increase proportionally to its interest, the Group's equity interest net increased by 2.56%, 5.77% and 6.82%, respectively. The transaction resulted to an increase in non-controlling interest by \$1,723, \$1,645 and \$2,045, and decrease in the equity attributable to owners of parent by \$1,723, \$1,645 and \$2,045, respectively. The effect of changes in interest in Sheng Da Foods Co., Ltd. on the equity attributable to owners of the parent for the nine-month periods ended September 30, 2024 and 2023 are shown below:

	For the nine-month periods ended September 30,	
	2024	2023
Net increase in the carrying amount of non-controlling interest	\$ 1,723	\$ 1,645
Retained earnings		
- recognition of changes in ownership interest in subsidiaries	(\$ 1,723)	(\$ 1,645)

(30) Supplemental cash flow information

A. Investing activities with partial cash payments are as follows:

	For the nine-month periods ended September 30,	
	2024	2023
Acquisition of property, plant and equipment	\$ 1,697,677	\$ 1,394,479
Add: opening balance of payable on equipment	161,722	37,528
Less: ending balance of payable on equipment	(35,015)	(15,785)
Cash paid during the period	\$ 1,824,384	\$ 1,416,222

B. Financing activities with no cash flow effects:

	For the nine-month periods ended September 30,	
	2024	2023
Cash dividends declared but not yet distributed	\$ -	\$ 1,031,765

## 7. RELATED PARTY TRANSACTIONS

### (1) Parent and ultimate controlling party

CPF (incorporated in Thailand) directly and indirectly held 39% of the Company's equity shares. The remaining shares were held by the general public. CPG is the major shareholder of CPF.

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

<u>Names of related parties</u>	<u>Relationship with the Group</u>
Charoen Pokphand Foods Public Co., Ltd. (CPF)	Ultimate parent company
Feng Sheng Livestock Co., Ltd.	The Group is a co-venturer of the joint venture
Charoen Pokphand Group Co., Ltd. (CPG)	Other related party
C.P. Consumer Products Company Limited	"
Chia Tai Feedmill Pte. Ltd.	"
CPF (India) Private Limited	"
CPF Food Network Co., Ltd.	"
CP Fresh Co.,Ltd	"
Charoen Pokphand Seeds Co., Ltd.	"
CPF IT Center Company Limited	"
Ta Chung Investment Co., Ltd.	"
Chun Ta Investment Co., Ltd.	"
Perfect Companion (Taiwan) Co., Ltd.	"
Muda Egg Products Company Limited	"
Aviagen Incorporation	"
Fu Ding International Corporation	"
Fu Ting Foods Co., Ltd.	"
Li - Chun Farm Product Co., Ltd.	"
Jih Ching Egg Co., Ltd.	"
Chen San Development Co., Ltd.	"
Mu Da Egg Co.	"
Hung Peng-Da	"
Hung Yu-Chun	"
Hung Jin-Zheng	"
Huang Wei-I	"
Lu Yi-Feng	"
Lu Xiang-Da	"
Lu Pei-Lun	"
Lan Fu-Shi	"
Zhang Jian-Wen	"
Chiou Yung-Ching	"

(31) Significant related party transactions and balances

A. Operating revenue

	For the three-month periods ended September 30,	
	2024	2023
Sales of goods:		
Other related parties	\$ 64,076	\$ 70,899
The Group is a co-venturer of the joint venture	-	855
	<u>\$ 64,076</u>	<u>\$ 71,754</u>
	For the nine-month periods ended September 30,	
	2024	2023
Sales of goods:		
Other related parties	\$ 217,789	\$ 260,336
The Group is a co-venturer of the joint venture	115	855
	<u>\$ 217,904</u>	<u>\$ 261,191</u>

Goods are sold based on the price lists in force and terms that would be available to third parties.

B. Purchases

	For the three-month periods ended September 30,	
	2024	2023
Purchases of goods:		
Ultimate parent company	\$ 30,571	\$ 25,868
Other related parties	49,396	58,654
	<u>\$ 79,967</u>	<u>\$ 84,522</u>
	For the nine-month periods ended September 30,	
	2024	2023
Purchases of goods:		
Ultimate parent company	\$ 45,680	\$ 41,995
Other related parties	106,459	200,246
	<u>\$ 152,139</u>	<u>\$ 242,241</u>

Goods are purchased from related parties on normal commercial terms and conditions.

C. Receivables from related parties

	<u>September 30, 2024</u>	<u>December 31, 2023</u>	<u>September 30, 2023</u>
Notes and accounts receivable:			
Other related parties	\$ 58,763	\$ 75,659	\$ 78,608
Other receivables:			
Other related parties	<u>4,524</u>	<u>43</u>	<u>79</u>
	<u>\$ 63,287</u>	<u>\$ 75,702</u>	<u>\$ 78,687</u>

The receivables from related parties arise mainly from sale transactions. The receivables are unsecured in nature and bear no interest.

D. Payables to related parties

	<u>September 30, 2024</u>	<u>December 31, 2023</u>	<u>September 30, 2023</u>
Notes and accounts payable:			
Ultimate parent company	\$ -	\$ -	\$ 3,462
Other related parties	42,606	48,765	40,120
Other payables:			
Other related parties	<u>45,139</u>	<u>12,254</u>	<u>31,157</u>
	<u>\$ 87,745</u>	<u>\$ 61,019</u>	<u>\$ 74,739</u>

The payables to related parties arise mainly from purchase transactions. The other payables to related parties arise mainly from technical service expenses, trademarks, the farm-member remuneration for joint collaboration for contractual breeding, freight and processing fees. The payables bear no interest.

E. Property transactions - acquisition of property, plant and equipment

(a) Acquisition of property, plant and equipment:

The Company purchased land and buildings from other related party for operational expansion amounting to \$71,334 and \$10,000 for the nine months ended September 30, 2024 and 2023, respectively. As of September 30, 2024 and 2023, the remaining unpaid balance amounted to \$80,660 and \$10,660, respectively.

(b) Disposal of property, plant and equipment:

	<u>For the nine-month period ended September 30, 2024</u>	
	<u>Proceeds</u>	<u>Gain / (loss)</u>
Other related parties	<u>\$ 4,264</u>	<u>\$ 507</u>

For the nine months ended September 30, 2023:None

F. Rental income (shown as ‘Other income’)

	For the three-month periods ended September 30,	
	2024	2023
Rental income:		
Other related parties	\$ 159	\$ 159
	For the nine-month periods ended September 30,	
	2024	2023
Rental income:		
Other related parties	\$ 563	\$ 563

The rental receivables are collected annually or monthly based on the contracts.

G. Leasing arrangements – lessee

- (a) The Company’s subsidiaries lease farm buildings and equipment from other related parties.
- (b) For the three-month and nine-month periods ended September 30, 2024 and 2023, the Group recognised rent expense amounting to \$2,700, \$3,600, \$8,100 and \$8,100, respectively.

H. Joint contractual breeding

- (a) The Company’s subsidiaries signed the joint contractual breeding agreements with other related parties to provide techniques for the husbandry management of layers, as well as farm buildings and equipment for the breeding.
- (b) For the three-month and nine-month periods ended September 30, 2024 and 2023, the farm-member remuneration for joint collaboration for contractual breeding recognised amounted to \$6,272, \$4,890, \$21,206 and \$22,075, respectively.

I. Technical service agreement

- (a) The Company signed a technical service agreement with CPG since 1996. CPG helps the Company manufacture feeds, raise animals slaughter to process meat products and provide consulting services of related technical skills. The Company pays compensation of THB12 million (net value) for the services annually. The commitment shall not be terminated except when any of the two parties would agree to end the agreement. For the three-month and nine-month periods ended September 30, 2024 and 2023, the Company recognised technical service expenses amounting to \$3,092, \$2,771, \$8,670 and \$8,346, respectively.
- (b) The Company signed a technical service agreement with CPG at the end of 2015. CPG helps the Company raise animals and provides consulting services of related technical skills, and the Company pays compensation of \$700 for the services monthly. The contract is effective for 5 years. The contract term was extended to five years effective from the end of 2020. For the

three-month and nine-month periods ended September 30, 2024 and 2023, the Company recognised technical service expense amounting to \$2,100, \$2,100, \$6,300 and \$6,300, respectively.

J. Trademark licensing agreement

The Company signed a trademark license agreement with CPG in 2015. The contract authorises the Company to use ‘CP’ as trademark in the designated area (Republic of China). Royalties are paid monthly based on 1.5% of the net amount of sales. The contract is effective for 5 years. The contract term was extended to five years effective from the end of 2020. For the three-month and nine-month periods ended September 30, 2024 and 2023, the Company recognised royalties amounting to \$36,637, \$25,809, \$93,628 and \$74,131, respectively.

K. SAP software and maintenance agreement

The Company signed a contract about license and maintenance of SAP software with CPF IT in April 2023. The contract authorises the Company to use the SAP system software and the maintenance agreement amounting to \$8,010 and \$1,322, respectively. The licensing fee was amortised in 3 years. For the three-month and nine-month periods ended September 30, 2024 and 2023, the Company recognised amortisation amounting to \$468, \$668, \$1,389 and \$2,003, respectively.

(32) Key management compensation

	For the three-month periods ended September 30,	
	2024	2023
Salaries and other short-term employee benefits	\$ 62,710	\$ 49,306
Post-employment benefits	374	391
	<u>\$ 63,084</u>	<u>\$ 49,697</u>
	For the nine-month periods ended September 30,	
	2024	2023
Salaries and other short-term employee benefits	\$ 190,618	\$ 147,748
Post-employment benefits	1,163	1,168
	<u>\$ 191,781</u>	<u>\$ 148,916</u>

## 8. PLEDGED ASSETS

The Group's assets pledged as collateral are as follows:

<u>Pledged assets</u>	<u>Book value</u>			<u>Purpose</u>
	<u>September 30,</u> <u>2024</u>	<u>December 31,</u> <u>2023</u>	<u>September 30,</u> <u>2023</u>	
Time deposits (shown as 'Other current assets')	\$ 27,650	\$ 9,650	\$ 9,650	Guarantee deposit
Property, plant and equipment				
Land	1,147,954	1,135,305	1,135,305	Long-term borrowings, Provisional attachment
Buildings and structures	935,998	940,582	950,638	Long-term borrowings, Provisional attachment
Machinery and equipment	629,871	497,368	504,355	Long-term borrowings
Construction in progress	<u>604,705</u>	<u>460,101</u>	<u>461,942</u>	Long-term borrowings
	<u>\$ 3,346,178</u>	<u>\$ 3,043,006</u>	<u>\$ 3,061,890</u>	

## 9. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNISED CONTRACT COMMITMENTS

### (1) Contingencies

- A. The Group subsequently invested to establish chicken farms in Hualien County starting from 2018, and had submitted an application to the Hualien County Government for approval based on the Group's building and feeding project. However, the Hualien County Government issued a letter on July 10, 2020 to terminate the Group's application for the building of farming facilities on agricultural land without taking into consideration the measures and goodwill that the Group took in order to reach consensus with local residents and resolve controversy. The Group has appointed lawyers and filed an appeal as administrative remedy. For the administrative appeal filed against the administrative action concerning the revocation of the permission letter to use the land in dispute, the Council of Agriculture of Executive Yuan revoked the aforesaid administrative action in accordance with the Appeal Resolution Letter Order No. Nong-Su-Zi-1090727273, dated January 12, 2021. On July 26, 2021, the Hualien County Government sent another letter alleging that the Group did not obtain permission for agricultural use in accordance with the regulations and revoking the permission in accordance with Article 117 of the Administrative Procedures Act. The Group has appointed a lawyer to file an appeal. As for the administrative appeal filed against the administrative action concerning the disapproval Jingzhong Section, Shoufeng Township, Hualien County, the Council of Agriculture of Executive Yuan revoked the aforesaid administrative action in accordance with the Appeal Resolution Letter Order No. Nong-Su-Zi-1090721271, dated January 12, 2021, and requested the Hualien County Government to take other legitimate actions. As of September 30, 2024, the related costs incurred by the Group amounted

to \$68,839, excluding the cost of land.

- B. The Taoyuan District Prosecutors Office has determined that Rui Mu Foods Co., Ltd. (hereinafter referred to as "Rui Mu") violated the Act Governing Food Safety and Sanitation, and filed charges with the court, seeking the confiscation of the company's gains amounting to \$40,032 and the provisional attachment of the company's assets corresponding to this amount, in September 2024. In response to the investigation, Rui Mu has retained legal counsel to prepare for subsequent legal proceedings to protect the company's reputation and interests. As the case has just been submitted to the Taoyuan District Court and has not yet proceeded to trial, the potential outcome of the lawsuit cannot be reasonably estimated.

(2) Commitments

- A. As of September 30, 2024, December 31, 2023 and September 30, 2023, the Group had opened unused letters of credit for purchases of raw materials and machinery of \$571,419, \$643,903 and \$1,019,209, respectively.
- B. As of September 30, 2024, December 31, 2023 and September 30, 2023, the Group had several outstanding construction contracts and equipment purchase agreements amounting to \$1,323,734, \$1,492,728 and \$1,654,267, respectively, which will be paid based on the percentage of completion.

10. SIGNIFICANT DISASTER LOSS

None.

11. SIGNIFICANT EVENTS AFTER THE REPORTING PERIOD

The Company has acquired a total of 6,000,000 shares of CITIC Limited on the Hong Kong Stock Exchange from October 2, 2024 to October 10, 2024, amounting to approximately \$231,315. As the same time, the company has also disposed a total of 12,500,000 shares of CITIC Limited, resulting to a disposal gain amounting to approximately \$119,877.

12. OTHERS

(1) Capital risk management

There were no significant changes in the reporting period. Refer to Note 12 in the consolidated financial statements for the year ended December 31, 2023.



(2) Financial risk of financial instruments

A. Financial instruments by category

	<u>September 30, 2024</u>	<u>December 31, 2023</u>	<u>September 30, 2023</u>
<u>Financial assets</u>			
Financial assets at fair value through profit or loss			
Financial assets designated as at fair value through profit or loss on initial recognition	\$ 589,958	\$ -	\$ -
Financial assets measured at fair value through other comprehensive income			
Designation of equity instrument	3,631,969	2,620,673	2,210,778
Financial assets at amortised cost			
Cash and cash equivalents	473,903	275,585	395,874
Notes receivable (including related parties)	247,819	359,853	387,362
Accounts receivable (including related parties)	2,442,203	2,652,066	2,707,393
Other receivables (including related parties)	234,069	18,891	28,715
Refundable deposits	56,118	65,961	62,708
Other financial assets - current	27,650	9,650	9,650
	<u>\$ 7,703,689</u>	<u>\$ 6,002,679</u>	<u>\$ 5,802,480</u>
	<u>September 30, 2024</u>	<u>December 31, 2023</u>	<u>September 30, 2023</u>
<u>Financial liabilities</u>			
Financial liabilities at amortised cost			
Short-term borrowings	\$ 4,169,591	\$ 3,561,041	\$ 3,528,967
Short-term notes and bills payable	1,906,551	1,028,150	1,028,298
Notes payable (including related parties)	166,007	764,212	660,303
Accounts payable (including related parties)	1,076,640	870,288	867,794
Other payables (including related parties)	950,155	1,096,257	1,883,445
Long-term borrowings (including current portion)	10,295,289	9,042,244	7,509,760
	<u>\$ 18,564,233</u>	<u>\$ 16,362,192</u>	<u>\$ 15,478,567</u>
Lease liability	<u>\$ 366,134</u>	<u>\$ 329,134</u>	<u>\$ 339,974</u>

B. Financial risk management policies

There were no significant changes in the reporting period. Refer to Note 12 in the consolidated financial statements for the year ended December 31, 2023.

## C. Financial risks and degrees of financial risks

### (a) Market risk

#### Foreign exchange risk

- i. The Group operates internationally and is exposed to foreign exchange risk arising from various currency exposures, primarily with respect to the USD, HKD, CNY, THB, EUR and SGD. Foreign exchange risk arises from future commercial transactions, recognised assets and liabilities and net investments in foreign operations.
- ii. Management has set up a policy to require the Group to manage its foreign exchange risk against their functional currency.
- iii. The Group has certain investments in foreign operations, whose net assets are exposed to foreign currency translation risk.
- iv. The Group's businesses involve some non-functional currency operations (the Company's and certain subsidiaries' functional currency: NTD; other certain subsidiaries' functional currency: HKD). The information on assets and liabilities denominated in foreign currencies whose values would be materially affected by the exchange rate fluctuations is as follows:

		September 30, 2024		
		Foreign currency amount (in thousands)	Exchange rate	Book value (NTD)
(Foreign currency : functional currency)				
<u>Financial assets</u>				
<u>Monetary items</u>				
USD:NTD	USD	57	31.60	\$ 1,796
THB:NTD	THB	1,024	0.97	990
HKD:NTD	HKD	1,608	4.05	6,505
USD:HKD	USD	2,767	7.80	88,104
CNY:HKD	CNY	685	1.11	3,102
<u>Non-monetary items</u>				
THB:HKD	THB	1,843,200	0.24	\$ 1,811,547
THB:NTD	THB	1,751,110	0.98	1,716,206
HKD:NTD	HKD	169,867	4.09	694,174
<u>Financial liabilities</u>				
<u>Monetary items</u>				
USD:NTD	USD	2,673	31.70	\$ 84,727
EUR:NTD	EUR	111	35.58	3,964
SGD:NTD	SGD	66	24.81	1,637

December 31, 2023				
		Foreign currency amount		Book value
		(in thousands)	Exchange rate	(NTD)
(Foreign currency : functional currency)				
<u>Financial assets</u>				
<u>Monetary items</u>				
USD:NTD	USD	80	30.66	\$ 2,446
THB:NTD	THB	20,946	0.88	18,468
USD:HKD	USD	1,860	7.80	57,035
CNY:HKD	CNY	685	1.10	2,963
<u>Non-monetary items</u>				
THB:HKD	THB	1,505,280	0.23	\$ 1,343,613
THB:NTD	THB	1,430,073	0.89	1,277,060
<u>Financial liabilities</u>				
<u>Monetary items</u>				
USD:NTD	USD	5,286	30.76	\$ 162,570
EUR:NTD	EUR	79	34.18	2,710
SGD:NTD	SGD	23	23.38	538
September 30, 2023				
		Foreign currency amount		Book value
		(in thousands)	Exchange rate	(NTD)
(Foreign currency : functional currency)				
<u>Financial assets</u>				
<u>Monetary items</u>				
USD:NTD	USD	18	32.22	\$ 584
THB:NTD	THB	102,050	0.86	87,988
HKD:NTD	HKD	263	4.12	1,085
USD:HKD	USD	1,867	7.80	60,006
CNY:HKD	CNY	685	1.07	3,028
<u>Non-monetary items</u>				
THB:HKD	THB	1,589,760	0.21	\$ 1,401,049
THB:NTD	THB	916,656	0.88	809,729
<u>Financial liabilities</u>				
<u>Monetary items</u>				
USD:NTD	USD	5,476	32.32	\$ 176,989
EUR:NTD	EUR	35	34.11	1,203

Note: The functional currency of certain subsidiaries belonging to the Group is HKD. Thus, this information has to be considered when reporting.

- v. Total exchange gain (loss), including realised and unrealised, arising from significant foreign exchange variation on the monetary items held by the Group for the three-month and nine-month periods ended September 30, 2024 and 2023 amounted to \$388, (\$8,445), (\$3,025) and (\$6,266), respectively.
- vi. Analysis of foreign currency market risk arising from significant foreign exchange variation:

		For the nine-month period ended September 30, 2024		
		Sensitivity analysis		
		Degree of variation	Effect on profit or loss	Effect on other comprehensive income
(Foreign currency : functional currency)				
<u>Financial assets</u>				
<u>Monetary items</u>				
USD : NTD	1%	\$	18	\$ -
THB : NTD	1%		10	-
HKD : NTD	1%		65	-
USD : HKD	1%		882	-
CNY : HKD	1%		31	-
<u>Non-monetary items</u>				
THB : HKD	1%	\$	-	\$ 18,115
THB : NTD	1%		-	17,162
HKD : NTD	1%		5,900	1,042
<u>Financial liabilities</u>				
<u>Monetary items</u>				
USD : NTD	1%	(\$	847)	\$ -
EUR : NTD	1%	(	40)	-
SGD : NTD	1%	(	16)	-

For the nine-month period ended September 30, 2023

Sensitivity analysis

	Degree of variation	Effect on profit or loss	Effect on other comprehensive income
(Foreign currency : functional currency)			
<u>Financial assets</u>			
<u>Monetary items</u>			
USD : NTD	1%	\$ 6	\$ -
THB : NTD	1%	880	-
HKD : NTD	1%	11	-
USD : HKD	1%	600	-
CNY : HKD	1%	30	-
<u>Non-monetary items</u>			
THB : HKD	1%	\$ -	\$ 14,010
THB : NTD	1%	-	8,097
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD : NTD	1%	(\$ 1,770)	\$ -
EUR : NTD	1%	( 12)	-

Price risk

- i. The Group is exposed to equity securities price risk because of investments held by the Group and classified on the consolidated balance sheet as financial assets at fair value through profit or loss and financial assets at fair value through other comprehensive income.
- ii. For the Group's strategies for biological assets price risk, refer to Note 6(6).
- iii. The Group's investment in equity securities comprise foreign listed stocks. The prices of equity securities would change due to the change of the future value of investee companies. If the prices of these equity securities had increased/decreased by 1% with all other variables held constant, post-tax profit for the nine-month periods ended September 30, 2024 and 2023, would have increased or decreased by \$4,720 and \$0, respectively, as a result of gains/losses on equity securities classified as at fair value through profit or loss. Other equity for the nine-month periods ended September 30, 2024 and 2023 would have increased/decreased by \$32,679 and \$20,488, respectively, as a result of post-tax gains/losses on equity securities classified as equity investment at fair value through other comprehensive income.

Cash flow and fair value interest rate risk

- i. The Group's interest rate risk arises from long-term borrowings. Borrowings issued at variable rates expose the Group to cash flow interest rate risk which is partially offset by

cash and cash equivalents held at variable rates. Borrowings issued at fixed rates expose the Group to fair value interest rate risk. During the nine-month periods ended September 30, 2024 and 2023, the Group's borrowings at variable rate were denominated in NTD.

- ii. The Group analyses its interest rate exposure on a dynamic basis. Various scenarios are simulated taking into consideration refinancing, renewal of existing positions, alternative financing and hedging. Based on these scenarios, the Group calculates the impact on profit and loss of a defined interest rate shift. For each simulation, the same interest rate shift is used for all currencies. The scenarios run only for liabilities that represent the major interest-bearing positions.
- iii. For the nine-month periods ended September 30, 2024 and 2023, if interest rates on NTD-denominated borrowings at that date had been 1% higher/lower with all other variables held constant, post-tax profit for the nine-month periods ended September 30, 2024 and 2023, would have been \$61,772 and \$45,059 lower/higher, respectively, mainly as a result of higher/lower interest expense on floating rate borrowings.

(b) Credit risk

- i. Credit risk refers to the risk of financial loss to the Group arising from default by the clients or counterparties of financial instruments on the contract obligations. The main factor is the contract cash flows when counterparties could not repay in full the accounts receivable based on the agreed terms.
- ii. The Group manages its credit risk taking into consideration the entire group's concern. According to the Group's credit policy, each local entity in the Group is responsible for managing and analysing the credit risk for each of their new clients before standard payment and delivery terms and conditions are offered. Internal risk control assesses the credit quality of the customers, taking into account their financial position, past experience and other factors. Individual risk limits are set based on internal or external ratings in accordance with limits set by the Board of Directors. The utilisation of credit limits is regularly monitored.
- iii. Based on the Group's historical experience, if the contract payments were past due over 17 days, there has been a significant increase in credit risk on that instrument since initial recognition. As a result, the Group should strengthen controls and make follow-up procedures.
- iv. The Group pays attention on specific customers whose payments were past due to confirm the debts and recognises the allowance for bad debts when there is a concern about default based on the assessment of customers' credit risk.
- v. The Group classifies credit risks from customers' non-performance in accordance with customer types. The Group applies the simplified approach using loss rate methodology to estimate expected credit loss impairment under the provision matrix basis.

- vi. The Group wrote-off the financial assets, which cannot be reasonably expected to be recovered, after initiating recourse procedures. However, the Group will continue executing the recourse procedures to secure their rights. For the nine-month periods ended September 30, 2024 and 2023, the Group's written-off financial assets that are still under recourse procedures and recovered amounted to \$2,057 and \$8,670, respectively.
- vii. The Group used the forecastability of the global economy to adjust historical and timely information to assess the default possibility of accounts receivable in accordance with customers' credit. As of September 30, 2024, December 31, 2023 and September 30, 2023, the expected loss rate is as follows:

	<u>Current</u>	<u>Up to 120 days</u>	<u>121-365 days</u>	<u>Over one year</u>	<u>Total</u>
<u>September 30, 2024</u>					
Expected loss rate	0.05%~0.24%	1.5%~100%	100%	100%	
Total book value	\$ 2,470,434	\$ 164,242	\$ 1,466	\$ 26,165	\$ 2,662,307
Loss allowance	1,380	3,149	827	25,692	31,048
<u>December 31, 2023</u>					
Expected loss rate	0.05%~0.42%	1.5%~100%	100%	100%	
Total book value	\$ 2,734,361	\$ 212,119	\$ 15,926	\$ 4,901	\$ 2,967,307
Loss allowance	1,570	8,974	15,602	4,901	31,047
<u>September 30, 2023</u>					
Expected loss rate	0.05%~0.22%	1.5%~100%	100%	100%	
Total book value	\$ 2,805,376	\$ 219,059	\$ 3,815	\$ 4,474	\$ 3,032,724
Loss allowance	1,595	6,693	3,815	4,474	16,577

- viii. Movements in relation to the Group applying the simplified approach to provide loss allowance for notes and accounts receivable are as follows:

	<u>2024</u>
	Notes and accounts receivable (including related parties)
At January 1	\$ 31,047
Provision for impairment	1
At September 30	\$ 31,048
	<u>2023</u>
	Notes and accounts receivable (including related parties)
At January 1	\$ 8,387
Provision for impairment	9,264
Write-offs	( 1,074)
At September 30	\$ 16,577

The provision for impairment loss arising from customers' contracts for the nine-month periods ended September 30, 2024 and 2023 amounted to \$1 and \$9,264, respectively.

(c) Liquidity risk

- i. Cash flow forecasting is performed in the operating entities of the Group and aggregated by Group treasury. Group treasury monitors rolling forecasts of the Group's liquidity requirements to ensure it has sufficient cash to meet operational needs. Such forecasting takes into consideration the Group's financial ratio targets, covenant compliance and applicable external regulatory or legal requirements.
- ii. The table below analyses the Group's non-derivative financial liabilities and net-settled or gross-settled derivative financial liabilities into relevant maturity groupings based on the remaining period at the balance sheet date to the contractual maturity date for non-derivative financial liabilities and to the expected maturity date for derivative financial liabilities. The amounts disclosed in the table are the contractual undiscounted cash flows.

Non-derivative financial liabilities

September 30, 2024	<u>Less than 1 year</u>	<u>Between 1 and 5 years</u>	<u>Over 5 years</u>
Short-term borrowings	\$ 4,161,591	\$ -	\$ -
Short-term notes and bills payable	1,910,000	-	-
Notes payable (including related parties)	166,007	-	-
Accounts payable (including related parties)	1,076,640	-	-
Other payables (including related parties)	950,155	-	-
Lease liabilities	58,409	174,327	158,806
Long-term borrowings (including current portion)	1,480,512	8,677,723	563,887



Non-derivative financial liabilities

December 31, 2023	<u>Less than 1 year</u>	<u>Between 1 and 5 years</u>	<u>Over 5 years</u>
Short-term borrowings	\$ 3,561,041	\$ -	\$ -
Short-term notes and bills payable	1,030,000	-	-
Notes payable (including related parties)	764,212	-	-
Accounts payable (including related parties)	870,288	-	-
Other payables (including related parties)	1,096,257	-	-
Lease liabilities	32,853	159,691	158,476
Long-term borrowings (including current portion)	524,313	8,223,566	668,301

Non-derivative financial liabilities

September 30, 2023	<u>Less than 1 year</u>	<u>Between 1 and 5 years</u>	<u>Over 5 years</u>
Short-term borrowings	\$ 3,528,967	\$ -	\$ -
Short-term notes and bills payable	1,030,000	-	-
Notes payable (including related parties)	660,303	-	-
Accounts payable (including related parties)	867,794	-	-
Other payables (including related parties)	1,883,445	-	-
Lease liabilities	31,095	143,070	188,669
Long-term borrowings (including current portion)	500,002	6,913,943	376,714

iii. The Group does not expect the timing of occurrence of the cash flows estimated through the maturity date analysis will be significantly earlier, nor expect the actual cash flow amount will be significantly different.

(3) Fair value information

A. Details of the fair value of the Group's financial assets and financial liabilities not measured at fair value are provided in Note 12(2) A.

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

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date. A market is regarded as active where a market in which transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis. The fair value of the Group's investment in listed stocks is included in Level 1.

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

Level 3: Unobservable inputs for the asset or liability.

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

<u>September 30, 2024</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Assets				
<u>Recurring fair value measurements</u>				
Biological assets	\$ -	\$ 1,173,341	\$ -	\$ 1,173,341
Financial assets at fair value through profit or loss:				
Equity securities	\$ 589,958	\$ -	\$ -	\$ 589,958
Financial assets at fair value through other comprehensive income:				
Equity securities	\$ 3,631,969	\$ -	\$ -	\$ 3,631,969
<u>December 31, 2023</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Assets				
<u>Recurring fair value measurements</u>				
Biological assets	\$ -	\$ 1,183,346	\$ -	\$ 1,183,346
Financial assets at fair value through other comprehensive income:				
Equity securities	\$ 2,620,673	\$ -	\$ -	\$ 2,620,673

<u>September 30, 2023</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Assets				
<u>Recurring fair value measurements</u>				
Biological assets	<u>\$ -</u>	<u>\$ 1,213,253</u>	<u>\$ -</u>	<u>\$ 1,213,253</u>
Financial assets at fair value through other comprehensive income:				
Equity securities	<u>\$ 2,210,778</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,210,778</u>

D. The methods and assumptions of the Group used to measure fair value are as follows:

- (a) The instruments the Group used quoted market prices as their fair values (that is, Level 1) are listed stocks, whose quoted market prices are based on the closing prices which are classified as financial assets at fair value through profit or loss and financial assets at fair value through other comprehensive income.
  - (b) The Group takes into account adjustments for credit risks to measure the fair value of financial and non-financial instruments to reflect credit risk of the counterparty and the Group's credit quality.
  - (c) The valuation of derivative financial instruments is based on valuation model widely accepted by market participants, such as present value techniques and option pricing models. Forward exchange contracts are usually valued based on the current forward exchange rate.
  - (d) Details of methods for measuring Level 2 - Biological assets are provided in Note 6(6).
- E. For the nine-month periods ended September 30, 2024 and 2023, there was no transfer between Level 1 and Level 2.
- F. For the nine-month periods ended September 30, 2024 and 2023, there was no transfer into or out from Level 3.

### 13. SUPPLEMENTARY DISCLOSURES

(1) Significant transactions information

- A. Loans to others: None.
- B. Provision of endorsements and guarantees to others during the nine-month period ended September 30, 2024: None.
- C. Holding of marketable securities at September 30, 2024 (not including subsidiaries, associates and joint ventures):

Securities held by	Marketable securities		Relationship with the securities issuer	General ledger account	As of September 30, 2024				Footnote
	Types	Name			Number of shares	Book value	Ownership	Fair value	
The Company	Common share	Charoen Pokphand Foods Public Company Limited	(Note)	Financial assets at fair value through other comprehensive income	72,962,900	\$ 1,716,206	0.85%	\$ 1,716,206	
The Company	Common share	CITIC Limited	None	Financial assets at fair value through profit or loss	15,726,000	589,958	0.05%	589,958	
The Company	Common share	CITIC Limited	None	Financial assets at fair value through other comprehensive income	2,778,000	104,216	0.01%	104,216	
Plenty Type Limited (Cayman Islands)	Common share	Charoen Pokphand Foods Public Company Limited	(Note)	Financial assets at fair value through other comprehensive income	76,800,000	1,811,547	0.91%	1,811,547	
The Company	Preferred share	Rui Mu Foods Co., Ltd.	Subsidiary	Financial assets at fair value through profit or loss	15,000,000	144,000	100%	144,000	

Note : Investee company accounted for as financial assets at fair value through other comprehensive income by the Company and Plenty Type Limited (Cayman Islands), which is ultimate parent entity of the Company.

D. Acquisition or sale of the same security with the accumulated cost exceeding NT\$300,000 or 20% of the Company's paid-in capital during the nine-month period ended September 30, 2024:

Investor	Marketable securities	General ledger account	Counterparty	Relationship with the investor	Balance as of January 1, 2024		Addition		Disposal			Balance as of September 30, 2024		
					Number of shares	Amount	Number of shares	Amount	Number of shares	Selling price	Book value	Gain (loss) on disposal	Number of shares	Amount
The Company	CITIC Limited	Financial assets at fair value through profit or loss	-	-	-	\$ -	20,726,000	\$640,866	5,000,000	\$187,741	\$154,604	\$ 33,137	15,726,000	\$589,958
The Company	CITIC Limited	Financial assets at fair value through other comprehensive	-	-	-	-	2,778,000	96,517	-	-	-	-	2,778,000	104,216

E. Acquisition of real estate reaching NT\$300,000 or 20% of paid-in capital or more during the nine-month period ended September 30, 2024: None.

F. Disposal of real estate reaching NT\$300,000 or 20% of paid-in capital or more during the nine-month period ended September 30, 2024: None.

G. Purchases or sales of goods from or to related parties reaching NT\$100,000 or 20% of paid-in capital or more during the nine-month period ended September 30, 2024:

Purchaser/seller	Counterparty	Relationship with the counterparty	Transaction			Differences in transaction terms compared to general transactions				Percentage of notes/accounts receivable (payable)	Footnote
			Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit term	Unit price	Credit term	Balance		
The Company	Rui Fu Foods Co., Ltd.	Subsidiary	Sales revenue	\$183,518	0.89%	60 days	The same as general transactions	None	\$ 79,581	2.96%	
The Company	Rui Fu Foods Co., Ltd.	Subsidiary	Purchases	123,959	0.90%	45 days	The same as general transactions	None	-	0.00%	

H. Receivables from related parties reaching NT\$100,000 or 20% of paid-in capital or more as at September 30, 2024: None.

I. Trading in derivative instruments undertaken during the nine-month period ended September 30, 2024: None.

J. Significant inter-company transactions during the nine-month period ended September 30, 2024: The inter-company transactions below 1% of consolidated assets or revenue are not disclosed.

(2) Information on investees

Names, locations and other information of investee companies (not including investees in Mainland China):

Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as of September 30, 2024			Investment income		Footnote
				Balance as of September 30, 2024	Balance as of December 31, 2023	Number of shares	Ownership (%)	Book value	Net profit (loss) of the investee	(loss) recognised by the Company	
The Company	Plenty Type Limited (Cayman Islands)	Cayman Islands	Management of producing and non-producing business investments	\$ 470,459	\$ 470,459	57,841,941	100.00	\$ 1,902,841	\$ 28,987	\$ 28,987	Subsidiary (Note 1)
The Company	Charoen Pokphand (Taiwan) Corp., Ltd.	Taiwan	Management of importing and exporting businesses	20,086	20,086	2,443,716	90.00	42,706	9,744	8,770	Subsidiary
The Company	Arbor Acres (Taiwan) Co., Ltd.	Taiwan	Husbandry management of chickens to produce breeder chicken and daily chicken	60,131	60,131	1,600,000	50.00	91,341	32,743	16,371	Subsidiary
The Company	Rui Mu Foods Co., Ltd.	Taiwan	Husbandry management of layers and related business	193,860	193,860	11,831,700	68.00	104,455	( 29,642)	( 20,156)	Subsidiary
The Company	Rui Fu Foods Co., Ltd.	Taiwan	Husbandry management of layers and related business	459,000	408,000	38,250,000	51.00	295,052	( 58,698)	( 29,936)	Subsidiary (Note 1)
The Company	Feng Sheng Livestock Co., Ltd.	Taiwan	Electric livestock slaughter	100,000	100,000	10,000,000	50.00	83,281	( 16,236)	( 8,118)	Investment accounted for using equity method - joint ventures
Plenty Type Limited (Cayman Islands)	Chia Tai Lianyungang Co., Ltd.	Hong Kong	Management of producing and non-producing business investments	HKD 19,910	HKD 19,910	999,999	99.99	3,321	15	-	Indirectly owned subsidiary (Note 2)
Rui Fu Foods Co., Ltd.	Sheng Da Foods Co., Ltd.	Taiwan	Husbandry management of eggs and related business	250,000	210,000	25,000,000	83.33	111,159	( 41,026)	-	Indirectly owned subsidiary (Note 2)

Note 1: Including recognition of current profit of its investees.

Note 2: Current period income (loss) has been recognised by investee company.

(3) Information on investments in Mainland China: None.

(4) Major shareholders information

Name of major shareholders	Shares	
	Number of shares held	Ownership (%)
Charoen Pokphand Foods Public Co., Ltd (CPF)	83,676,832	28.38
Chun Ta Investment Co., Ltd.	17,120,207	5.80
Bank of Taiwan Custodian Account for Yuanta Taiwan High Dividend Low Volatility ETF Securities Investment Trust Fund	17,102,000	5.80

The above information was provided by Taiwan Depository & Clearing Corporation on September 30, 2024.

14. OPERATING SEGMENT INFORMATION

(1) General information

- A. Management has determined the reportable operating segments based on the reports reviewed by the Chief Operating Decision-Maker that are used to make strategic decision.
- B. The Group's Chief Operating Decision-Maker considers the business from a product type perspective. The main activities of the Group are feeds business, meat processing business, food processing business, management of importing and exporting animal medicine and husbandry business. The reportable segments are as follows:
  - (a) Feeds business: Manufacture and sale of animal feeds and wholesale of commodity;
  - (b) Meat processing business;
  - (c) Food processing business; and
  - (d) Husbandry business: Husbandry management of chickens to produce eggs and meat.
- C. There is no material change in the basis for formation of entities and division of segments in the Group or in the measurement basis for segment information in this year.

(2) Segment information

The segment information provided to the Chief Operating Decision-Maker for the reportable segments is as follows:

	For the three-month period ended September 30, 2024					
	<u>Feeds</u>	<u>Meat processing</u>	<u>Food processing</u>	<u>Husbandry</u>	<u>Others</u>	<u>Total</u>
Revenues from third parties	\$ 3,262,710	\$ 1,831,556	\$ 1,409,742	\$ 488,605	\$ 21,357	\$ 7,013,970
Revenues from the Group	81,423	89,872	554	48,504	15,647	236,000
Total segment revenue	<u>\$ 3,344,133</u>	<u>\$ 1,921,428</u>	<u>\$ 1,410,296</u>	<u>\$ 537,109</u>	<u>\$ 37,004</u>	<u>\$ 7,249,970</u>
Segment income (loss)	<u>\$ 506,136</u>	<u>(\$ 66,479)</u>	<u>\$ 97,695</u>	<u>(\$ 18,658)</u>	<u>\$ 155,636</u>	<u>\$ 674,330</u>
	For the three-month period ended September 30, 2023					
	<u>Feeds</u>	<u>Meat processing</u>	<u>Food processing</u>	<u>Husbandry</u>	<u>Others</u>	<u>Total</u>
Revenues from third parties	\$ 3,610,250	\$ 1,735,967	\$ 1,323,733	\$ 615,701	\$ 20,706	\$ 7,306,357
Revenues from the Group	91,738	91,021	307	46,269	13,430	242,765
Total segment revenue	<u>\$ 3,701,988</u>	<u>\$ 1,826,988</u>	<u>\$ 1,324,040</u>	<u>\$ 661,970</u>	<u>\$ 34,136</u>	<u>\$ 7,549,122</u>
Segment income (loss)	<u>\$ 550,382</u>	<u>\$ 234,255</u>	<u>\$ 50,173</u>	<u>\$ 31,545</u>	<u>(\$ 23,145)</u>	<u>\$ 843,210</u>
	For the nine-month period ended September 30, 2024					
	<u>Feeds</u>	<u>Meat processing</u>	<u>Food processing</u>	<u>Husbandry</u>	<u>Others</u>	<u>Total</u>
Revenues from third parties	\$ 10,027,903	\$ 4,977,202	\$ 4,007,321	\$ 1,556,884	\$ 61,752	\$ 20,631,062
Revenues from the Group	265,909	192,986	1,438	165,984	43,426	669,743
Total segment revenue	<u>\$ 10,293,812</u>	<u>\$ 5,170,188</u>	<u>\$ 4,008,759</u>	<u>\$ 1,722,868</u>	<u>\$ 105,178</u>	<u>\$ 21,300,805</u>
Segment income (loss)	<u>\$ 1,511,765</u>	<u>(\$ 143,668)</u>	<u>\$ 298,277</u>	<u>(\$ 31,117)</u>	<u>\$ 74,514</u>	<u>\$ 1,709,771</u>
	For the nine-month period ended September 30, 2023					
	<u>Feeds</u>	<u>Meat processing</u>	<u>Food processing</u>	<u>Husbandry</u>	<u>Others</u>	<u>Total</u>
Revenues from third parties	\$ 11,079,570	\$ 5,430,516	\$ 3,655,741	\$ 1,726,676	\$ 57,941	\$ 21,950,444
Revenues from the Group	297,730	209,646	697	160,363	43,190	711,626
Total segment revenue	<u>\$ 11,377,300</u>	<u>\$ 5,640,162</u>	<u>\$ 3,656,438</u>	<u>\$ 1,887,039</u>	<u>\$ 101,131</u>	<u>\$ 22,662,070</u>
Segment income (loss)	<u>\$ 1,424,173</u>	<u>\$ 724,722</u>	<u>\$ 154,507</u>	<u>\$ 457</u>	<u>(\$ 68,975)</u>	<u>\$ 2,234,884</u>



(3) Reconciliation for segment income (loss)

- A. Sales between segments are carried out at arm's length. The operating revenue from external customers reported to the Chief Operating Decision-Maker is measured in a manner consistent with that in the statement of comprehensive income.
- B. A reconciliation of reportable segment income to the income before tax from continuing operations for the three-month and nine-month periods ended September 30, 2024 and 2023 is provided as follows:

	For the three-month periods ended September 30,	
	2024	2023
Reportable segment income	\$ 518,694	\$ 866,353
Other segment income (loss)	155,636	( 23,143)
Total segment	674,330	843,210
Interest expense	( 66,357)	( 47,873)
Foreign exchange gains (losses), net	388	( 8,445)
Gains on financial assets at fair value through profit or loss	-	1,932
Income before tax from continuing segment	<u>\$ 608,361</u>	<u>\$ 788,824</u>
	For the nine-month periods ended September 30,	
	2024	2023
Reportable segment income	\$ 1,635,257	\$ 2,303,859
Other segment income (loss)	74,514	( 68,975)
Total segment	1,709,771	2,234,884
Interest expense	( 179,737)	( 158,423)
Foreign exchange losses, net	( 3,025)	( 6,266)
Losses on financial assets at fair value through profit or loss	-	( 605)
Income before tax from continuing segment	<u>\$ 1,527,009</u>	<u>\$ 2,069,590</u>