

**CHAROEN POKPHAND ENTERPRISE
(TAIWAN) CO., LTD. AND SUBSIDIARIES
CONSOLIDATED FINANCIAL STATEMENTS AND
INDEPENDENT AUDITORS' REVIEW REPORT
JUNE 30, 2025 AND 2024**

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 June 30, 2025 and 2024, and the related consolidated statements of comprehensive income for the three-month and six-month periods then ended, as well as the consolidated statements of changes in equity and of cash flows for the six-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 June 30, 2025 and 2024, and of its consolidated financial performance for the three-month and six-month periods then ended and its consolidated cash flows for the six-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 Liao, Fu-Ming

CPA Tsai, Pei-Hua

For and on Behalf of PricewaterhouseCoopers, Taiwan

August 11, 2025

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
JUNE 30, 2025, DECEMBER 31, 2024 AND JUNE 30, 2024
(Expressed in thousands of New Taiwan dollars)

ASSETS		Notes	June 30, 2025		December 31, 2024		June 30, 2024	
			AMOUNT	%	AMOUNT	%	AMOUNT	%
Current assets								
1100	Cash and cash equivalents	6(1)	\$ 674,410	2	\$ 215,000	1	\$ 243,831	1
1110	Current financial assets at fair value through profit or loss	6(2)	579,779	2	358,293	1	-	-
1150	Notes receivable, net	6(4)	301,724	1	304,745	1	293,344	1
1160	Notes receivable due from related parties, net	7	8,125	-	-	-	9,409	-
1170	Accounts receivable, net	6(4)	2,371,770	8	2,387,121	8	2,470,969	9
1180	Accounts receivable - related parties	7	33,518	-	58,473	-	65,234	-
1200	Other receivables		36,087	-	21,801	-	8,754	-
1210	Other receivables - related parties	7	4,509	-	4,491	-	44	-
130X	Inventories, net	6(5)	1,857,929	6	1,826,789	6	2,859,701	10
1400	Biological assets - current	6(6)	2,034,436	7	2,005,429	7	1,944,706	7
1410	Prepayments		310,009	1	397,635	2	256,946	1
1470	Other current assets	6(1) and 8	28,000	-	27,650	-	9,650	-
11XX	Total current assets		8,240,296	27	7,607,427	26	8,162,588	29
Non-current assets								
1517	Non-current financial assets at fair value through other comprehensive income	6(3)	3,208,571	11	3,373,546	11	3,034,113	11
1550	Investments accounted for using equity method	6(7)	310,470	1	303,023	1	86,210	-
1600	Property, plant and equipment, net	6(8) and 8	17,009,816	56	16,660,558	57	15,894,481	56
1755	Right-of-use assets	6(9)	360,099	1	367,568	1	362,606	1
1760	Investment property, net	6(10)	142,893	-	142,211	-	-	-
1780	Intangible assets	6(11)	11,074	-	19,206	-	26,955	-
1830	Biological assets - non-current	6(6)	590,169	2	573,144	2	565,873	2
1840	Deferred income tax assets		177,584	1	175,220	1	159,232	1
1975	Net defined benefit asset, non-current		41,117	-	31,319	-	-	-
1990	Other non-current assets, others		194,610	1	210,584	1	157,467	-
15XX	Total non-current assets		22,046,403	73	21,856,379	74	20,286,937	71
1XXX	Total assets		\$ 30,286,699	100	\$ 29,463,806	100	\$ 28,449,525	100

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CHAROEN POKPHAND ENTERPRISE (TAIWAN) CO., LTD. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
JUNE 30, 2025, DECEMBER 31, 2024 AND JUNE 30, 2024
(Expressed in thousands of New Taiwan dollars)

	LIABILITIES AND EQUITY	Notes	June 30, 2025		December 31, 2024		June 30, 2024	
			AMOUNT	%	AMOUNT	%	AMOUNT	%
	Current liabilities							
2100	Short-term borrowings	6(13)	\$ 4,478,000	15	\$ 3,398,000	12	\$ 3,655,282	13
2110	Short-term notes and bills payable	6(14)	1,947,836	6	1,808,226	6	1,027,967	4
2150	Notes payable		154,427	1	114,964	-	140,738	-
2160	Notes payable - related parties	7	7,420	-	2,331	-	2,180	-
2170	Accounts payable		1,109,878	4	1,184,200	4	1,108,174	4
2180	Accounts payable - related parties	7	86,950	-	59,021	-	38,322	-
2200	Other payables	6(15)	1,180,592	4	1,045,831	4	2,442,448	9
2220	Other payables - related parties	7	51,609	-	18,867	-	37,477	-
2230	Current income tax liabilities		393,773	1	286,675	1	225,268	1
2280	Current lease liabilities		56,895	-	55,295	-	56,969	-
2320	Long-term liabilities, current portion	6(16)	725,609	2	1,326,311	4	1,091,775	4
21XX	Total current liabilities		<u>10,192,989</u>	<u>33</u>	<u>9,299,721</u>	<u>31</u>	<u>9,826,600</u>	<u>35</u>
	Non-current liabilities							
2540	Long-term borrowings	6(16)	8,637,100	29	8,644,785	30	8,562,708	30
2570	Deferred income tax liabilities		72,933	-	87,793	-	38,836	-
2580	Non-current lease liabilities		293,781	1	303,933	1	291,948	1
2600	Other non-current liabilities		-	-	-	-	13,787	-
25XX	Total non-current liabilities		<u>9,003,814</u>	<u>30</u>	<u>9,036,511</u>	<u>31</u>	<u>8,907,279</u>	<u>31</u>
2XXX	Total liabilities		<u>19,196,803</u>	<u>63</u>	<u>18,336,232</u>	<u>62</u>	<u>18,733,879</u>	<u>66</u>
	Equity attributable to owners of parent							
	Share capital	6(18)						
3110	Common stock		2,947,901	10	2,947,901	10	2,947,901	10
	Capital surplus	6(19)						
3200	Capital surplus		15,499	-	12,238	-	10,436	-
	Retained earnings	6(20)						
3310	Legal reserve		1,763,324	6	1,567,064	5	1,567,064	6
3350	Unappropriated retained earnings		4,839,088	16	4,901,661	17	3,683,021	13
	Other equity interest							
3400	Other equity interest		1,103,399	3	1,255,594	4	1,044,295	3
31XX	Equity attributable to owners of the parent		<u>10,669,211</u>	<u>35</u>	<u>10,684,458</u>	<u>36</u>	<u>9,252,717</u>	<u>32</u>
36XX	Non-controlling interest		<u>420,685</u>	<u>2</u>	<u>443,116</u>	<u>2</u>	<u>462,929</u>	<u>2</u>
3XXX	Total equity		<u>11,089,896</u>	<u>37</u>	<u>11,127,574</u>	<u>38</u>	<u>9,715,646</u>	<u>34</u>
	Significant contingent liabilities and unrecognised contract commitments	9						
	Significant events after the balance sheet date	11						
3X2X	Total liabilities and equity		<u>\$ 30,286,699</u>	<u>100</u>	<u>\$ 29,463,806</u>	<u>100</u>	<u>\$ 28,449,525</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
SIX-MONTH PERIODS ENDED JUNE 30, 2025 AND 2024
(Expressed in thousands of New Taiwan dollars, except for earnings per share amounts)

Items	Notes	Three months ended June 30				Six months ended June 30			
		2025		2024		2025		2024	
		AMOUNT	%	AMOUNT	%	AMOUNT	%	AMOUNT	%
4000 Operating revenue	6(21) and 7	\$ 7,060,909	100	\$ 6,704,985	100	\$ 13,757,991	100	\$ 13,617,092	100
5000 Operating costs	6(5)(27)(28) and 7	(5,567,080)	(79)	(5,643,338)	(84)	(10,829,473)	(78)	(11,465,742)	(84)
5950 Net operating margin		<u>1,493,829</u>	<u>21</u>	<u>1,061,647</u>	<u>16</u>	<u>2,928,518</u>	<u>22</u>	<u>2,151,350</u>	<u>16</u>
Operating expenses	6(27)(28) and 7								
6100 Selling and marketing expenses		(366,595)	(5)	(353,344)	(5)	(712,662)	(5)	(688,828)	(5)
6200 General and administrative expenses		(210,871)	(3)	(226,448)	(4)	(400,873)	(3)	(454,100)	(3)
6450 Expected credit impairment gain (loss)	12(2)	<u>766</u>	<u>-</u>	<u>(287)</u>	<u>-</u>	<u>(478)</u>	<u>-</u>	<u>(852)</u>	<u>-</u>
6000 Total operating expenses		<u>(576,700)</u>	<u>(8)</u>	<u>(580,079)</u>	<u>(9)</u>	<u>(1,114,013)</u>	<u>(8)</u>	<u>(1,143,780)</u>	<u>(8)</u>
6500 Other income and expenses, net	6(6)(22)	<u>(7,754)</u>	<u>-</u>	<u>24,338</u>	<u>1</u>	<u>18,242</u>	<u>-</u>	<u>12,458</u>	<u>-</u>
6900 Operating profit		<u>909,375</u>	<u>13</u>	<u>505,906</u>	<u>8</u>	<u>1,832,747</u>	<u>14</u>	<u>1,020,028</u>	<u>8</u>
Non-operating income and expenses									
7100 Interest income	6(23)	1,928	-	1,426	-	2,079	-	1,633	-
7010 Other income	6(24) and 7	84,376	1	2,658	-	87,071	1	5,207	-
7020 Other gains and losses	6(25)	13,801	1	5,343	-	52,664	-	10,349	-
7050 Finance costs	6(26)	(66,538)	(1)	(57,611)	(1)	(132,984)	(1)	(113,380)	(1)
7060 Share of profit (loss) of associates and joint ventures accounted for using equity method		<u>4,162</u>	<u>-</u>	<u>(2,767)</u>	<u>-</u>	<u>7,447</u>	<u>-</u>	<u>(5,189)</u>	<u>-</u>
7000 Total non-operating income and expenses		<u>37,729</u>	<u>1</u>	<u>(50,951)</u>	<u>(1)</u>	<u>16,277</u>	<u>-</u>	<u>(101,380)</u>	<u>(1)</u>
7900 Profit before income tax		<u>947,104</u>	<u>14</u>	<u>454,955</u>	<u>7</u>	<u>1,849,024</u>	<u>14</u>	<u>918,648</u>	<u>7</u>
7950 Income tax expense	6(29)	<u>(184,855)</u>	<u>(3)</u>	<u>(92,408)</u>	<u>(1)</u>	<u>(386,623)</u>	<u>(3)</u>	<u>(186,066)</u>	<u>(2)</u>
8200 Profit for the period		<u>\$ 762,249</u>	<u>11</u>	<u>\$ 362,547</u>	<u>6</u>	<u>\$ 1,462,401</u>	<u>11</u>	<u>\$ 732,582</u>	<u>5</u>

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CHAROEN POKPHAND ENTERPRISE (TAIWAN) CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
SIX-MONTH PERIODS ENDED JUNE 30, 2025 AND 2024
(Expressed in thousands of New Taiwan dollars, except for earnings per share amounts)

Items	Notes	Three months ended June 30				Six months ended June 30			
		2025		2024		2025		2024	
		AMOUNT	%	AMOUNT	%	AMOUNT	%	AMOUNT	%
Other comprehensive income									
Components of other comprehensive income that will not be reclassified to profit or loss									
8316 Unrealised gain or loss on financial assets at fair value through other comprehensive income		(\$ 162,272)	(2)	\$ 572,968	9	\$ 45,388	1	\$ 336,941	2
8349 Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	6(29)	38,486	-	(58,395)	(1)	15,866	-	(40,124)	-
8310 Other comprehensive income (loss) that will not be reclassified to profit or loss		(123,786)	(2)	514,573	8	61,254	1	296,817	2
Components of other comprehensive income that will be reclassified to profit or loss									
8361 Currency translation differences of foreign operations		(238,116)	(3)	27,868	-	(213,449)	(2)	80,060	1
8360 Other comprehensive income (loss) that will be reclassified to profit or loss		(238,116)	(3)	27,868	-	(213,449)	(2)	80,060	1
8300 Total other comprehensive income (loss) for the period		(\$ 361,902)	(5)	\$ 542,441	8	(\$ 152,195)	(1)	\$ 376,877	3
8500 Total comprehensive income for the period		<u>\$ 400,347</u>	<u>6</u>	<u>\$ 904,988</u>	<u>14</u>	<u>\$ 1,310,206</u>	<u>10</u>	<u>\$ 1,109,459</u>	<u>8</u>
Profit (loss) attributable to:									
8610 Owners of the parent		\$ 759,933	11	\$ 376,590	6	\$ 1,460,243	11	\$ 745,683	5
8620 Non-controlling interest		2,316	-	(14,043)	-	2,158	-	(13,101)	-
		<u>\$ 762,249</u>	<u>11</u>	<u>\$ 362,547</u>	<u>6</u>	<u>\$ 1,462,401</u>	<u>11</u>	<u>\$ 732,582</u>	<u>5</u>
Comprehensive income (loss) attributable to:									
8710 Owners of the parent		\$ 398,031	6	\$ 919,031	14	\$ 1,308,048	10	\$ 1,122,560	8
8720 Non-controlling interest		2,316	-	(14,043)	-	2,158	-	(13,101)	-
		<u>\$ 400,347</u>	<u>6</u>	<u>\$ 904,988</u>	<u>14</u>	<u>\$ 1,310,206</u>	<u>10</u>	<u>\$ 1,109,459</u>	<u>8</u>
Earnings per share (in dollars)	6(30)								
9750 Basic earnings per share		<u>\$ 2.58</u>		<u>\$ 1.28</u>		<u>\$ 4.95</u>		<u>\$ 2.53</u>	
9850 Diluted earnings per share		<u>\$ 2.58</u>		<u>\$ 1.28</u>		<u>\$ 4.95</u>		<u>\$ 2.53</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
SIX-MONTH PERIODS ENDED JUNE 30, 2025 AND 2024
(Expressed in thousands of New Taiwan dollars)

		Equity attributable to owners of the parent								
		Retained Earnings				Other Equity Interest				
						Financial statements translation differences of foreign operations	Unrealised gains (losses) from financial assets measured at fair value through other comprehensive income			
	Notes	Common stock	Capital surplus	Legal reserve	Unappropriated retained earnings			Total	Non-controlling interest	Total equity
<u>Six-month period ended June 30, 2024</u>										
Balance at January 1, 2024		\$ 2,947,901	\$ 10,534	\$ 1,340,668	\$ 4,786,803	(\$ 10,807)	\$ 678,225	\$ 9,753,324	\$ 469,093	\$ 10,222,417
Profit (loss) for the period		-	-	-	745,683	-	-	745,683	(13,101)	732,582
Other comprehensive income		-	-	-	-	80,060	296,817	376,877	-	376,877
Total comprehensive income (loss)		-	-	-	745,683	80,060	296,817	1,122,560	(13,101)	1,109,459
Appropriations of 2023 earnings	6(20)									
Legal reserve		-	-	226,396	(226,396)	-	-	-	-	-
Cash dividends to shareholders		-	-	-	(1,621,346)	-	-	(1,621,346)	-	(1,621,346)
Cash dividends to non-controlling interest		-	-	-	-	-	-	-	(43,786)	(43,786)
Change in ownership interests in subsidiaries	6(31)	-	-	-	(1,723)	-	-	(1,723)	1,723	-
Change in non-controlling interests		-	-	-	-	-	-	-	49,000	49,000
Change in other capital surplus		-	(98)	-	-	-	-	(98)	-	(98)
Balance at June 30, 2024		<u>\$ 2,947,901</u>	<u>\$ 10,436</u>	<u>\$ 1,567,064</u>	<u>\$ 3,683,021</u>	<u>\$ 69,253</u>	<u>\$ 975,042</u>	<u>\$ 9,252,717</u>	<u>\$ 462,929</u>	<u>\$ 9,715,646</u>
<u>Six-month period ended June 30, 2025</u>										
Balance at January 1, 2025		\$ 2,947,901	\$ 12,238	\$ 1,567,064	\$ 4,901,661	\$ 90,818	\$ 1,164,776	\$ 10,684,458	\$ 443,116	\$ 11,127,574
Profit for the period		-	-	-	1,460,243	-	-	1,460,243	2,158	1,462,401
Other comprehensive income (loss)		-	-	-	-	(213,449)	61,254	(152,195)	-	(152,195)
Total comprehensive income (loss)		-	-	-	1,460,243	(213,449)	61,254	1,308,048	2,158	1,310,206
Appropriations of 2024 earnings	6(20)									
Legal reserve		-	-	196,260	(196,260)	-	-	-	-	-
Cash dividends to shareholders		-	-	-	(1,326,556)	-	-	(1,326,556)	-	(1,326,556)
Cash dividends to non-controlling interest		-	-	-	-	-	-	-	(24,589)	(24,589)
Change in other capital surplus		-	3,261	-	-	-	-	3,261	-	3,261
Balance at June 30, 2025		<u>\$ 2,947,901</u>	<u>\$ 15,499</u>	<u>\$ 1,763,324</u>	<u>\$ 4,839,088</u>	<u>(\$ 122,631)</u>	<u>\$ 1,226,030</u>	<u>\$ 10,669,211</u>	<u>\$ 420,685</u>	<u>\$ 11,089,896</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
SIX-MONTH PERIODS ENDED JUNE 30, 2025 AND 2024
(Expressed in thousands of New Taiwan dollars)

		Six-month periods ended June 30	
	Notes	2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before tax		\$ 1,849,024	\$ 918,648
Adjustments			
Adjustments to reconcile profit (loss)			
Loss on financial assets at fair value through profit or loss (unrealised)	6(2)(25)	22,986	-
Gain on financial assets at fair value through profit or loss (realised)	6(2)(25)	(63,837)	-
Expected credit impairment loss	12(2)	478	852
Depreciation	6(8)(27)	508,899	508,689
Depreciation of right-of-use assets	6(9)(27)	32,975	33,183
Depreciation of investment property	6(10)(27)	2,118	-
Amortisation	6(27)	10,407	10,828
Interest income	6(23)	(2,079)	(1,633)
Interest expense	6(26)	132,984	113,380
Dividend income	6(24)	(81,435)	-
(Gain on reversal of) provision for loss on inventory	6(5)	(4,675)	49,476
Change in fair value less cost to sell of biological assets	6(6)(22)	(18,242)	(12,458)
Share of profit or loss recognised under equity method		(7,447)	5,189
Loss on disposal of property, plant and equipment	6(25)	6,255	2,005
Impairment losses	6(12)(25)	23,316	-
Gain arising from lease modifications	6(25)	(2)	-
Changes in operating assets and liabilities			
Changes in operating assets			
Notes receivable		3,021	64,951
Notes receivable - related parties	(	8,125)	(7,851)
Accounts receivable		14,873	106,144
Accounts receivable - related parties		24,955	8,867
Other receivables	(	10,147)	10,158
Other receivables - related parties	(	18)	(1)
Inventories	(	26,465)	(530,305)
Biological assets	(	27,790)	32,085
Prepayments		87,435	106,443
Net defined benefit asset	(	9,798)	-
Changes in operating liabilities			
Notes payable		39,463	(598,009)
Notes payable - related parties		5,089	(23,285)
Accounts payable	(	74,322)	261,186
Accounts payable - related parties		27,929	15,022
Other payables	(	187,679)	(135,992)
Other payables - related parties		32,742	25,223
Net defined benefit liability		-	(10,023)
Cash inflow generated from operations		2,302,888	952,772
Cash paid for income tax	(280,883)	(367,610)
Net cash flows from operating activities		2,022,005	585,162

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CHAROEN POKPHAND ENTERPRISE (TAIWAN) CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
SIX-MONTH PERIODS ENDED JUNE 30, 2025 AND 2024
(Expressed in thousands of New Taiwan dollars)

	Notes	Six-month periods ended June 30	
		2025	2024
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>			
Acquisition of financial assets at fair value through profit or loss	6(32)	(\$ 323,167)	\$ -
Proceeds from disposal of financial assets at fair value through profit or loss		488,669	-
Increase in other current assets		(350)	-
Acquisition of property, plant and equipment	6(32)	(921,669)	(1,199,453)
Proceeds from disposal of property, plant and equipment		9,104	2,380
Acquisition of intangible assets	6(11)	(705)	(815)
Decrease in other non-current assets		14,404	569
Cash receipt of interest		2,013	1,569
Cash receipt of dividends		77,362	-
Net cash flows used in investing activities		(654,339)	(1,195,750)
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>			
Increase in short-term borrowings		1,080,000	94,241
Increase (decrease) in short-term notes and bills payable		139,610	(183)
Proceeds from long-term borrowings		8,085,000	6,829,340
Payment of long-term borrowings		(8,693,387)	(6,217,101)
Payment of lease liabilities	6(9)	(34,056)	(26,513)
Cash payment for interest		(134,453)	(109,627)
Payments of cash dividends	6(20)	(1,326,556)	-
Cash dividends paid to non-controlling interest		(24,589)	(43,786)
Cash receipt from non-controlling interest of a subsidiary through capital increase establishment		-	49,000
Other financing activities		3,261	(98)
Net cash flows (used in) from financing activities		(905,170)	575,273
Effects of changes in foreign exchange rate		(3,086)	3,561
Net increase (decrease) in cash and cash equivalents		459,410	(31,754)
Cash and cash equivalents at beginning of period	6(1)	215,000	275,585
Cash and cash equivalents at end of period	6(1)	\$ 674,410	\$ 243,831

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 SIX-MONTH PERIODS ENDED JUNE 30, 2025 AND 2024

(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 August 11, 2025.

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[®]”) 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 2025 as follows:

	Effective date by International Accounting Standards Board
New Standards, Interpretations and Amendments	
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.

(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 2026 are as follows:

New Standards, Interpretations and Amendments	Effective date by International Accounting Standards Board
Specific provisions of Amendments to IFRS 9 and IFRS 7, 'Amendments to the classification and measurement of financial instruments'	January 1, 2026
Amendments to IFRS 9 and IFRS 7, 'Contracts referencing nature-dependent electricity'	January 1, 2026
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
Annual Improvements to IFRS Accounting Standards–Volume 11	January 1, 2026

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

Amendments to IFRS 9 and IFRS 7, 'Amendments to the classification and measurement of financial instruments'

The amendments require an entity to update the disclosures for equity instruments designated at fair value through other comprehensive income (FVOCI). The entity shall disclose the fair value of each class of investment and is no longer required to disclose the fair value of each investment. In addition, the amendments require the entity to disclose the fair value gain or loss presented in other comprehensive income during the period, showing separately the fair value gain or loss related to investments derecognised during the reporting period and the fair value gain or loss related to investments held at the end of the reporting period; and any transfers of the cumulative gain or loss within equity during the reporting period related to the investments derecognised during that reporting period.

(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 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 18, 'Presentation and disclosure in financial statements'	January 1, 2027
IFRS 19, 'Subsidiaries without public accountability: disclosures'	January 1, 2027

Except for the following, 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, 2024, 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, 2024.

(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, 2024.

B. Subsidiaries included in the consolidated financial statements:

Name of investor	Name of subsidiary	Main business activities	Ownership (%)			Note
			June 30, 2025	December 31, 2024	June 30, 2024	
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 chicken 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	Chia Tai Lianyungang Co., Ltd.	Management of producing and non-producing business investments	-	99.99	99.99	Note 4
Rui Fu Foods Co., Ltd.	Sheng Da Foods Co., Ltd.	Management of eggs and related business	83.33	83.33	83.33	Note 3

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 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%.

Note 4: Chia Tai Lianyungang Co., Ltd. has been liquidated in April 2025.

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

The change in accounting estimate during this period is set out below. Refer to Note 5 in the consolidated financial statements for the year ended December 31, 2024 for related information.

CHANGE IN ACCOUNTING ESTIMATE - PROPERTY, PLANT AND EQUIPMENT

The Group, following a resolution by the Board of Directors, has reviewed and assessed the economic benefits and depreciation of certain buildings and structures, machinery, and other equipment. As a result, there are plans to adjust the estimated useful lives of some land improvements, buildings and structures, machinery, and other equipment to better reflect their actual useful lives and ensure a more reasonable allocation of costs. This adjustment aims to provide a more reliable and relevant information. Consequently, starting on October 1, 2024 and March 31, 2025, the useful lives of certain land improvements, buildings and structures, machinery, and other equipment will be revised from a range of 2 to 30 years to 10 to 30 years. The impact of this change in estimate on depreciation expense for 2024 and subsequent years is as follows:

	2024	2025	2026	2027	Succeeding years
Increase (decrease) in depreciation	(\$ 5,368)	(\$ 141,846)	(\$ 165,920)	(\$ 165,920)	\$ 479,054

6. DETAILS OF SIGNIFICANT ACCOUNTS

(1) Cash and cash equivalents

	June 30, 2025	December 31, 2024	June 30, 2024
Cash on hand and revolving funds	\$ 8,878	\$ 7,002	\$ 10,184
Checking accounts	5,414	5,225	4,516
Demand deposits	660,118	202,773	229,131
	<u>\$ 674,410</u>	<u>\$ 215,000</u>	<u>\$ 243,831</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 June 30, 2025, December 31, 2024, and June 30, 2024, the Group has restricted cash and cash equivalents pledged as collateral totalling \$28,000, \$27,650 and \$9,650, respectively, which

were 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

Items	June 30, 2025	December 31, 2024	June 30, 2024
Current items:			
Financial assets mandatorily measured at fair value through profit or loss			
Listed stocks	\$ 575,538	\$ 331,066	\$ -
Valuation adjustment	4,241	27,227	-
	<u>\$ 579,779</u>	<u>\$ 358,293</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:

	For the three-month periods ended June 30,	
	2025	2024
Financial assets mandatorily measured at fair value through profit or loss		
Equity instruments (unrealised)	(\$ 58,542)	\$ -
Equity instruments (realised)	63,837	-
	<u>\$ 5,295</u>	<u>\$ -</u>
Dividend income recognised in profit or loss held at end of period	<u>\$ 1,002</u>	<u>\$ -</u>
	For the six-month periods ended June 30,	
	2025	2024
Financial assets mandatorily measured at fair value through profit or loss		
Equity instruments (unrealised)	(\$ 22,986)	\$ -
Equity instruments (realised)	63,837	-
	<u>40,851</u>	<u>-</u>
Dividend income recognised in profit or loss held at end of period	<u>\$ 1,002</u>	<u>\$ -</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>June 30, 2025</u>	<u>December 31, 2024</u>	<u>June 30, 2024</u>
Non-current items:			
Equity instruments			
Listed stocks	\$ 2,061,629	\$ 2,126,305	\$ 2,015,951
Valuation adjustment	<u>1,146,942</u>	<u>1,247,241</u>	<u>1,018,162</u>
	<u>\$ 3,208,571</u>	<u>\$ 3,373,546</u>	<u>\$ 3,034,113</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 June 30,</u>	
	<u>2025</u>	<u>2024</u>
<u>Equity instruments at fair value through other comprehensive income</u>		
Fair value change recognised in other comprehensive income	(\$ <u>123,786</u>)	\$ <u>514,573</u>
Dividend income recognised in profit or loss held at end of period	<u>\$ 80,433</u>	<u>\$ -</u>
	<u>For the six-month periods ended June 30,</u>	
	<u>2025</u>	<u>2024</u>
<u>Equity instruments at fair value through other comprehensive income</u>		
Fair value change recognised in other comprehensive income	\$ <u>61,254</u>	\$ <u>296,817</u>
Dividend income recognised in profit or loss held at end of period	<u>\$ 80,433</u>	<u>\$ -</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 \$3,208,571, \$3,373,546 and \$3,034,113 as at June 30, 2025, December 31, 2024, and June 30, 2024, respectively.
- D. The Group has no financial assets at fair value through other comprehensive income pledged to others.

(4) Notes and accounts receivable

	<u>June 30, 2025</u>	<u>December 31, 2024</u>	<u>June 30, 2024</u>
Notes receivable	\$ 301,724	\$ 304,745	\$ 293,344
Accounts receivable	\$ 2,400,809	\$ 2,417,203	\$ 2,502,868
Less: Allowance for uncollectible accounts	(29,039)	(30,082)	(31,899)
	<u>\$ 2,371,770</u>	<u>\$ 2,387,121</u>	<u>\$ 2,470,969</u>

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

	<u>June 30, 2025</u>	<u>December 31, 2024</u>	<u>June 30, 2024</u>
Current	\$ 2,483,803	\$ 2,539,643	\$ 2,541,629
Up to 120 days	193,801	154,825	227,025
121 to 365 days	1,331	1,636	21,883
Over one year	23,598	25,844	5,675
	<u>\$ 2,702,533</u>	<u>\$ 2,721,948</u>	<u>\$ 2,796,212</u>

The above ageing analysis was based on past due date.

B. As of June 30, 2025, December 31, 2024, and June 30, 2024, accounts receivable and notes receivable were all from contracts with customers. As of January 1, 2024, the balance of accounts receivable and notes receivable from contracts with customers amounted to \$2,967,307.

C. The credit quality of accounts receivable was in the following category based on the Group's credit quality control policy:

	<u>June 30, 2025</u>	<u>December 31, 2024</u>	<u>June 30, 2024</u>
With guarantee	\$ 262,538	\$ 216,701	\$ 234,695
Without guarantee	2,138,271	2,200,502	2,268,173
	<u>\$ 2,400,809</u>	<u>\$ 2,417,203</u>	<u>\$ 2,502,868</u>

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

D. As at June 30, 2025, December 31, 2024, and June 30, 2024, 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 \$301,724, \$304,745 and \$293,344, respectively, while the amount that best represents the Group's accounts receivable were \$2,371,770, \$2,387,121 and \$2,470,969, 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

June 30, 2025			
	Cost	Allowance for valuation loss	Book value
Raw materials	\$ 1,050,584	(\$ 454)	\$ 1,050,130
Packing supplies	35,079	(682)	34,397
Work in progress	38,196	-	38,196
Finished goods	684,651	(7,468)	677,183
General merchandise	56,595	(5,264)	51,331
Inventory in transit	6,692	-	6,692
	<u>\$ 1,871,797</u>	<u>(\$ 13,868)</u>	<u>\$ 1,857,929</u>
December 31, 2024			
	Cost	Allowance for valuation loss	Book value
Raw materials	\$ 1,076,966	(\$ 3,670)	\$ 1,073,296
Packing supplies	40,221	(333)	39,888
Work in progress	40,581	-	40,581
Finished goods	632,108	(10,296)	621,812
General merchandise	52,318	(4,244)	48,074
Inventory in transit	3,138	-	3,138
	<u>\$ 1,845,332</u>	<u>(\$ 18,543)</u>	<u>\$ 1,826,789</u>
June 30, 2024			
	Cost	Allowance for valuation loss	Book value
Raw materials	\$ 1,577,940	(\$ 4,137)	\$ 1,573,803
Packing supplies	39,261	(121)	39,140
Work in progress	47,121	-	47,121
Finished goods	1,186,091	(51,347)	1,134,744
General merchandise	71,659	(15,180)	56,479
Inventory in transit	8,414	-	8,414
	<u>\$ 2,930,486</u>	<u>(\$ 70,785)</u>	<u>\$ 2,859,701</u>

The cost of inventories recognised as expense for the period:

	For the three-month periods ended June 30,	
	2025	2024
Cost of goods sold	\$ 5,571,260	\$ 5,637,213
(Gain on reversal of) loss on decline in market value of inventory	(3,463)	5,134
Others	(717)	991
	<u>\$ 5,567,080</u>	<u>\$ 5,643,338</u>
	For the six-month periods ended June 30,	
	2025	2024
Cost of goods sold	\$ 10,834,341	\$ 11,414,698
(Gain on reversal of) loss on decline in market value of inventory	(4,675)	49,476
Others	(193)	1,568
	<u>\$ 10,829,473</u>	<u>\$ 11,465,742</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 realizable 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

	June 30, 2025	December 31, 2024	June 30, 2024
<u>Biological assets - current</u>			
Consumable biological assets	\$ 1,496,281	\$ 1,435,743	\$ 1,492,525
Consumable biological assets - changes in fair value less costs to sell	151,703	133,461	110,106
Bearer biological assets	1,278,532	1,252,582	1,157,820
Bearer biological assets - accumulated depreciation	(892,080)	(816,357)	(815,745)
	<u>\$ 2,034,436</u>	<u>\$ 2,005,429</u>	<u>\$ 1,944,706</u>
<u>Biological assets - non-current</u>			
Bearer biological assets	\$ 751,850	\$ 726,818	\$ 717,715
Bearer biological assets - accumulated depreciation	(161,681)	(153,674)	(151,842)
	<u>\$ 590,169</u>	<u>\$ 573,144</u>	<u>\$ 565,873</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:

	2025	2024
At January 1	\$ 2,578,573	\$ 2,530,206
Purchases	427,343	899,674
Costs and expenses input	4,556,507	4,571,474
Sales	(1,995,628)	(2,207,326)
Gain on changes in fair value less costs to sell	18,242	12,458
Transferred to inventories	(2,938,103)	(3,275,781)
Others	(22,329)	(20,126)
At June 30	<u>\$ 2,624,605</u>	<u>\$ 2,510,579</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 six-month periods ended June 30, 2025 and 2024, depreciation expense on biological assets amounted to \$156,784, \$114,776, \$309,331 and \$336,816, respectively.

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

	June 30, 2025	December 31, 2024	June 30, 2024
Estimates of physical quantities (Units: heads)	<u>7,007,967</u>	<u>5,322,651</u>	<u>5,967,317</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

A. The basic information of the joint venture that is material to the Group is as follows:

Company name	Principal place of business	Shareholding ratio			Nature of relationship	Method of measurement
		June 30, 2025	December 31, 2024	June 30, 2024		
Feng Sheng Livestock Co., Ltd	Taiwan	50%	50%	50%	Deemed strategic	Equity method

B. The summarised financial information of the joint venture that is material to the Group is as follows:

Balance sheet

	June 30, 2025	December 31, 2024	June 30, 2024
Cash and cash equivalents	\$ 316,989	\$ 269,457	\$ 35,528
Other current assets	61,885	158,486	56,201
Current assets	378,874	427,943	91,729
Non-current assets	1,139,977	1,178,820	673,095
Total assets	<u>\$ 1,518,851</u>	<u>\$ 1,606,763</u>	<u>\$ 764,824</u>
Current financial liabilities (not including accounts payable, other payables and provision)	(\$ 39,405)	(\$ 134,521)	(\$ 9,151)
Other current liabilities	(164,079)	(91,674)	(2,580)
Current liabilities	(203,484)	(226,195)	(11,731)
Other non-current liabilities	(694,428)	(774,522)	(580,673)
Non-current liabilities	(694,428)	(774,522)	(580,673)
Total liabilities	(897,912)	(1,000,717)	(592,404)
Total net assets	<u>\$ 620,939</u>	<u>\$ 606,046</u>	<u>\$ 172,420</u>
Carrying amount of the joint venture	<u>\$ 310,470</u>	<u>\$ 303,023</u>	<u>\$ 86,210</u>

Statement of comprehensive income

	For the three-month periods ended June 30,	
	2025	2024
Revenue	\$ 113,605	\$ -
Depreciation and amortisation	\$ 23,297	\$ 19,118
Interest income	\$ 1,450	\$ 102
Interest expense	\$ 4,597	\$ 1,921
Profit (loss) before income tax	\$ 10,403	(\$ 6,909)
Income tax (expense) benefit	(2,080)	1,375
Profit or loss, net of tax	8,323	(5,534)
Total comprehensive income (loss)	<u>\$ 8,323</u>	<u>(\$ 5,534)</u>

	For the six-month periods ended June 30,	
	2025	2024
Revenue	\$ 214,573	\$ -
Depreciation and amortisation	\$ 46,171	\$ 38,118
Interest income	\$ 1,807	\$ 112
Interest expense	\$ 9,128	\$ 3,674
Profit (loss) before income tax	\$ 18,617	(\$ 12,933)
Income tax (expense) benefit	(3,724)	2,554
Profit or loss, net of tax	14,893	(10,379)
Total comprehensive income (loss)	<u>\$ 14,893</u>	<u>(\$ 10,379)</u>

(8) Property, plant and equipment

								Construction in progress and equipment to be inspected	
	Land	Land improvements	Buildings and structures	Machinery and equipment	Transportation equipment	Leasehold improvements	Other equipment		Total
<u>At January 1, 2025</u>									
Cost	\$ 4,239,432	\$ 408,909	\$ 6,992,659	\$ 6,179,134	\$ 622,777	\$ 1,197,536	\$ 1,650,137	\$ 2,930,425	\$ 24,221,009
Accumulated depreciation	-	(146,787)	(2,211,066)	(3,158,985)	(362,062)	(868,919)	(812,632)	-	(7,560,451)
	<u>\$ 4,239,432</u>	<u>\$ 262,122</u>	<u>\$ 4,781,593</u>	<u>\$ 3,020,149</u>	<u>\$ 260,715</u>	<u>\$ 328,617</u>	<u>\$ 837,505</u>	<u>\$ 2,930,425</u>	<u>\$ 16,660,558</u>
<u>2025</u>									
Opening net book amount as at January 1	\$ 4,239,432	\$ 262,122	\$ 4,781,593	\$ 3,020,149	\$ 260,715	\$ 328,617	\$ 837,505	\$ 2,930,425	\$ 16,660,558
Additions	-	-	5,278	492	755	-	-	893,107	899,632
Disposals	-	(11)	(496)	(8,607)	(2,703)	(154)	(3,388)	-	(15,359)
Reclassifications	276,723	4,643	385,876	266,170	57,833	41,006	83,061	(1,118,112)	(2,800)
Depreciation	-	(10,272)	(160,080)	(180,690)	(46,216)	(36,190)	(75,451)	-	(508,899)
Impairment losses	-	-	(23,316)	-	-	-	-	-	(23,316)
Closing net book amount as at June 30	<u>\$ 4,516,155</u>	<u>\$ 256,482</u>	<u>\$ 4,988,855</u>	<u>\$ 3,097,514</u>	<u>\$ 270,384</u>	<u>\$ 333,279</u>	<u>\$ 841,727</u>	<u>\$ 2,705,420</u>	<u>\$ 17,009,816</u>
<u>At June 30, 2025</u>									
Cost	\$ 4,516,155	\$ 410,129	\$ 7,269,346	\$ 6,381,025	\$ 665,695	\$ 1,197,949	\$ 1,708,745	\$ 2,705,420	\$ 24,854,464
Accumulated depreciation	-	(153,647)	(2,257,175)	(3,283,511)	(395,311)	(864,670)	(867,018)	-	(7,821,332)
Accumulated impairment	-	-	(23,316)	-	-	-	-	-	(23,316)
	<u>\$ 4,516,155</u>	<u>\$ 256,482</u>	<u>\$ 4,988,855</u>	<u>\$ 3,097,514</u>	<u>\$ 270,384</u>	<u>\$ 333,279</u>	<u>\$ 841,727</u>	<u>\$ 2,705,420</u>	<u>\$ 17,009,816</u>

								Construction in progress and equipment to be inspected	
	Land	Land improvements	Buildings and structures	Machinery and equipment	Transportation equipment	Leasehold improvements	Other equipment		Total
<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	-	-	420	2,857	857	-	935	1,064,596	1,069,665
Disposals	-	-	-	(739)	(1,481)	-	(2,165)	-	(4,385)
Reclassifications	442,189	61,433	196,250	163,813	22,762	38,570	25,770	(944,913)	5,874
Depreciation	-	(14,164)	(162,761)	(183,913)	(42,863)	(36,321)	(68,667)	-	(508,689)
Closing net book amount as at June 30	<u>\$ 3,931,900</u>	<u>\$ 276,799</u>	<u>\$ 4,152,450</u>	<u>\$ 2,510,230</u>	<u>\$ 273,522</u>	<u>\$ 274,064</u>	<u>\$ 764,777</u>	<u>\$ 3,710,739</u>	<u>\$ 15,894,481</u>
<u>At June 30, 2024</u>									
Cost	\$ 3,931,900	\$ 410,855	\$ 6,206,881	\$ 5,493,271	\$ 613,850	\$ 1,108,744	\$ 1,527,451	\$ 3,710,739	\$ 23,003,691
Accumulated depreciation	-	(134,056)	(2,054,431)	(2,983,041)	(340,328)	(834,680)	(762,674)	-	(7,109,210)
	<u>\$ 3,931,900</u>	<u>\$ 276,799</u>	<u>\$ 4,152,450</u>	<u>\$ 2,510,230</u>	<u>\$ 273,522</u>	<u>\$ 274,064</u>	<u>\$ 764,777</u>	<u>\$ 3,710,739</u>	<u>\$ 15,894,481</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 June 30,	
	2025	2024
Amount capitalised	\$ 9,046	\$ 13,142
Interest rate range	1.17%~2.07%	1.64%~2.03%
	For the six-month periods ended June 30,	
	2025	2024
Amount capitalised	\$ 19,756	\$ 24,538
Interest rate range	1.17%~2.07%	1.39%~2.03%

- B. Information about the impairment loss on the property, plant and equipment is provided in Note 6(12).
- C. Information about the property, plant and equipment that were pledged to others as collateral is provided in Note 8.
- D. As of June 30, 2025, December 31, 2024, and June 30, 2024, the Group held 223 parcels, 221 parcels and 232 parcels of agricultural land, respectively. The carrying amounts of land registered under the title of others amounted to \$1,778,883, \$1,660,159 and \$1,611,877, 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.
- E. As of March 31, 2025, the subsidiary, Rui Mu Foods Co., Ltd., transferred part of its construction in progress to investment properties, with a total value of \$2,800.
- F. 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		
	June 30, 2025	December 31, 2024	June 30, 2024
Land	\$ 293,020	\$ 311,464	\$ 297,470
Buildings	38,407	31,849	37,722
Transportation equipment	8,213	6,690	8,910
Other equipment	20,459	17,565	18,504
	<u>\$ 360,099</u>	<u>\$ 367,568</u>	<u>\$ 362,606</u>

	Depreciation charge	
	For the three-month periods ended June 30,	
	2025	2024
Land	\$ 9,222	\$ 9,506
Buildings	3,414	3,621
Transportation equipment	947	1,108
Other equipment	3,008	2,869
	<u>\$ 16,591</u>	<u>\$ 17,104</u>

	Depreciation charge	
	For the six-month periods ended June 30,	
	2025	2024
Land	\$ 18,444	\$ 18,376
Buildings	6,756	7,368
Transportation equipment	1,993	2,109
Other equipment	5,782	5,330
	<u>\$ 32,975</u>	<u>\$ 33,183</u>

- C. For the three-month periods and six-month periods ended June 30, 2025 and 2024, the additions to right-of-use assets were \$18,727, \$26,774, \$25,850 and \$46,469, respectively.
- D. The Group has no significant profit or loss in relation to lease contracts for the three-month periods and six-month periods ended June 30, 2025 and 2024.
- E. For the three-month periods and six-month periods ended June 30, 2025 and 2024, the Group's total cash outflow for leases were \$16,069, \$16,902, \$34,056 and \$26,513, respectively.

(10) Investment property

	2025		
	Land	Buildings	Total
At January 1			
Cost	\$ 18,094	\$ 125,160	\$ 143,254
Accumulated depreciation and impairment	-	(1,043)	(1,043)
	<u>\$ 18,094</u>	<u>\$ 124,117</u>	<u>\$ 142,211</u>
At January 1	\$ 18,094	\$ 124,117	\$ 142,211
Reclassifications	-	2,800	2,800
Depreciation	-	(2,118)	(2,118)
At June 30	<u>\$ 18,094</u>	<u>\$ 124,799</u>	<u>\$ 142,893</u>
At June 30			
Cost	\$ 18,094	\$ 127,960	\$ 146,054
Accumulated depreciation and impairment	-	(3,161)	(3,161)
	<u>\$ 18,094</u>	<u>\$ 124,799</u>	<u>\$ 142,893</u>

For the six-month period ended June 30, 2024: None.

A. Rental income from investment property and direct operating expenses arising from investment property are shown below:

	For the three-month period ended June 30, 2025
Rental income from investment property	<u>\$ 3,900</u>
Direct operating expenses arising from the investment property that generated rental income during the period	<u>(\$ 1,963)</u>
	For the six-month period ended June 30, 2025
Rental income from investment property	<u>\$ 8,300</u>
Direct operating expenses arising from the investment property that generated rental income during the period	<u>(\$ 3,987)</u>

B. There were no significant changes in the fair value of the investment property held by the Group as in the reporting period. Refer to Note 6(10) in the consolidated financial statements for the year ended December 31, 2024.

(11) Intangible assets

		For the six-month periods ended June 30,	
		2025	2024
Software			
At January 1			
Cost	\$	67,444	\$ 65,530
Accumulated amortisation and impairment	(	48,238)	(30,314)
	\$	<u>19,206</u>	<u>\$ 35,216</u>
At January 1			
Additions		705	815
Amortisation	(	8,837)	(9,076)
At June 30	\$	<u>11,074</u>	<u>\$ 26,955</u>
At June 30			
Cost	\$	67,727	\$ 66,345
Accumulated amortisation and impairment	(	56,653)	(39,390)
	\$	<u>11,074</u>	<u>\$ 26,955</u>

(12) Impairment of non-financial assets

A. For the three-month period and six-month period ended June 30, 2025, the Group's impairment losses were both \$23,316, Details of such loss are as follows:

		For the three-month periods ended June 30	
		2025	2024
		Recognised in profit or loss	Recognised in other comprehensive income
Impairment loss — buildings	\$	<u>23,316</u>	<u>\$ -</u>

		For the six-month periods ended June 30	
		2025	2024
		Recognised in profit or loss	Recognised in other comprehensive income
Impairment loss — buildings	\$	<u>23,316</u>	<u>\$ -</u>

For the three-month period and six-month period ended June 30, 2024: None.

B. The impairment loss reported by operating segments is as follows:

		For the three-month periods ended June 30	
		2025	2024
		Recognised in profit or loss	Recognised in other comprehensive income
Other segment	\$	<u>23,316</u>	<u>\$ -</u>

	For the six-month periods ended June 30	
	2025	2024
	Recognised in profit or loss	Recognised in other comprehensive income
Other segment	\$ 23,316	\$ -

For the six-month period ended June 30, 2024: None.

- C. In May 2025, the Group decided to discontinue legal proceedings related to the agricultural facilities permit for the chicken farm in the Hualien area. As a result, the chicken farm cannot be used as originally planned, leading to an impairment of the costs invested in constructing the farmhouse. The Group has adjusted the book value to reflect the recoverable amount and recognised an impairment loss of \$23,316. The recoverable amount was determined based on the fair value of the property, less disposal costs, using the residual value rate of buildings as stipulated in Announcement No. 4 by The Real Estate Appraisers Association of R.O.C.. The evaluation of the building's value was based on a replacement cost of \$28 per ping, and this fair value is categorised as Level 3.

(13) Short-term borrowings

Type of borrowings	June 30, 2025	Interest rate range	Collateral
Unsecured borrowings	\$ 4,478,000	0.50%~2.78%	None
Type of borrowings	December 31, 2024	Interest rate range	Collateral
Unsecured borrowings	\$ 3,398,000	0.50%~2.79%	None
Type of borrowings	June 30, 2024	Interest rate range	Collateral
Unsecured borrowings	\$ 3,638,248	0.50%~2.60%	None
Letters of credit	17,034	6.20%~6.38%	None
	\$ 3,655,282		

(14) Short-term notes and bills payable

	June 30, 2025	December 31, 2024	June 30, 2024
Commercial paper payable	\$ 1,950,000	\$ 1,810,000	\$ 1,030,000
Less: Unamortised discount	(2,164)	(1,774)	(2,033)
	\$ 1,947,836	\$ 1,808,226	\$ 1,027,967
Interest rate range	1.22%~1.99%	1.34%~1.99%	1.34%~1.94%

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

(15) Other payables

	June 30, 2025	December 31, 2024	June 30, 2024
Accrued dividend	\$ -	\$ -	\$ 1,621,346
Accrued salary	354,737	526,937	407,117
Payables for machinery and equipment	87,269	109,306	31,934
Payables for promotional fees	87,793	88,295	74,127
Payables for shipping expenses	56,318	62,296	57,052
Payables for utilities and fuel	75,140	57,926	62,504
Payables for investment settlement	346,137	-	-
Others	173,198	201,071	188,368
	<u>\$ 1,180,592</u>	<u>\$ 1,045,831</u>	<u>\$ 2,442,448</u>

(16) Long-term borrowings

Type of borrowings	Borrowing period	Interest rate range	June 30, 2025
Secured loans	2020.09.14~2037.10.11	0.720%-2.182%	\$ 1,547,209
Unsecured credit loans	2021.09.29~2030.10.03	1.882%-2.375%	7,815,500
			9,362,709
Less: Current portion			(725,609)
			<u>\$ 8,637,100</u>

Type of borrowings	Borrowing period	Interest rate range	December 31, 2024
Secured loans	2019.04.03~2037.10.11	0.720%-2.305%	\$ 1,882,596
Unsecured credit loans	2021.09.29~2030.10.03	1.882%-2.375%	8,088,500
			9,971,096
Less: Current portion			(1,326,311)
			<u>\$ 8,644,785</u>

Type of borrowings	Borrowing period	Interest rate range	June 30, 2024
Secured loans	2019.04.03~2037.10.11	0.720%-2.305%	\$ 1,837,983
Unsecured credit loans	2021.09.29~2030.10.03	0.500%-2.375%	7,816,500
			9,654,483
Less: Current portion			(1,091,775)
			<u>\$ 8,562,708</u>

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

(17) 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 \$82, \$333, \$164 and \$671 for the three-month and six-month periods ended June 30, 2025 and 2024, respectively.
- (c) Expected contributions to the defined benefit pension plans of the Company and domestic subsidiaries for the year ending December 31, 2025 amount to \$15,633.

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 six-month periods ended June 30, 2025 and 2024 were \$16,093, \$15,311, \$32,111 and \$30,411, respectively.

(18) Common stock

As of June 30, 2025, 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. The number of common stock outstanding at the beginning and end of the period was 294,790 thousand shares.

(19) 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.

(20) 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 2024 and 2023 have been resolved at the shareholders' meeting on May 28, 2025 and June 25, 2024 as follows:

	2024		2023	
	Amount	Dividends per share (in dollars)	Amount	Dividends per share (in dollars)
Legal reserve	\$ 196,260		\$ 226,396	
Cash dividends	1,326,556	\$ 4.50	1,621,346	\$ 5.50

The effective date for the above distribution of cash dividends were June 3, 2025 and July 2, 2024, respectively.

(21) Operating revenue

	For the three-month periods ended June 30,	
	2025	2024
Revenue from contracts with customers	\$ 7,060,909	\$ 6,704,985
	For the six-month periods ended June 30,	
	2025	2024
Revenue from contracts with customers	\$ 13,757,991	\$ 13,617,092

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 June 30,	
	2025	2024
Total segment revenue	\$ 7,173,517	\$ 6,906,347
Inter-segment revenue	(112,608)	(201,362)
Revenue from external customer contracts	\$ 7,060,909	\$ 6,704,985

	For the six-month periods ended June 30,	
	2025	2024
Total segment revenue	\$ 14,085,302	\$ 14,050,835
Inter-segment revenue	(327,311)	(433,743)
Revenue from external customer contracts	<u>\$ 13,757,991</u>	<u>\$ 13,617,092</u>

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

(22) 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 June 30,	
	2025	2024
Other income and expenses, net	(\$ 7,754)	\$ 24,338
	For the six-month periods ended June 30,	
	2025	2024
Other income and expenses, net	<u>\$ 18,242</u>	<u>\$ 12,458</u>

(23) Interest income

	For the three-month periods ended June 30,	
	2025	2024
Interest income from bank deposits	<u>\$ 1,928</u>	<u>\$ 1,426</u>
	For the six-month periods ended June 30,	
	2025	2024
Interest income from bank deposits	<u>\$ 2,079</u>	<u>\$ 1,633</u>

(24) Other income

	For the three-month periods ended June 30,	
	2025	2024
Rental income	\$ 2,912	\$ 2,658
Royalties income	29	-
Dividend income	81,435	-
	<u>\$ 84,376</u>	<u>\$ 2,658</u>
	For the six-month periods ended June 30,	
	2025	2024
Rental income	\$ 5,359	\$ 5,207
Royalties income	277	-
Dividend income	81,435	-
	<u>\$ 87,071</u>	<u>\$ 5,207</u>

(25) Other gains and losses

		For the three-month periods ended June 30,	
		2025	2024
Gains (losses) on disposal of property, plant and equipment	\$	562	(\$ 279)
Impairment loss	(	23,316)	-
Net foreign exchange gains		942	1,304
Unrealised gains on financial assets at fair value through profit or loss	(	58,542)	-
Realised gains on financial assets at fair value through profit or loss		63,837	-
Losses from lease modification		28	-
Others		30,290	4,318
	\$	<u>13,801</u>	<u>\$ 5,343</u>
		For the six-month periods ended June 30,	
		2025	2024
Losses on disposal of property, plant and equipment	(\$	6,255)	(\$ 2,005)
Impairment loss	(\$	23,316)	-
Net foreign exchange gains (losses)		2,885	(3,413)
Unrealised gains on financial assets at fair value through profit or loss	(	22,986)	-
Realised gains on financial assets at fair value through profit or loss		63,837	-
Losses from lease modification		2	-
Others		38,497	15,767
	\$	<u>52,664</u>	<u>\$ 10,349</u>

(26) Finance costs

		For the three-month periods ended June 30,	
		2025	2024
Interest expense:			
Bank borrowings and lease liabilities	\$	<u>66,538</u>	<u>\$ 57,611</u>
		For the six-month periods ended June 30,	
		2025	2024
Interest expense:			
Bank borrowings and lease liabilities	\$	<u>132,984</u>	<u>\$ 113,380</u>

(27) Expenses by nature

For the three-month period ended June 30, 2025			
	Operating cost	Operating expenses	Total
Employee benefit expense	\$ 437,467	\$ 227,004	\$ 664,471
Depreciation on property, plant and equipment	215,467	29,619	245,086
Depreciation on right-of- use assets	12,374	4,217	16,591
Depreciation on investment property	-	1,067	1,067
Amortisation	796	4,496	5,292
	<u>\$ 666,104</u>	<u>\$ 266,403</u>	<u>\$ 932,507</u>

For the three-month period ended June 30, 2024			
	Operating cost	Operating expenses	Total
Employee benefit expense	\$ 421,861	\$ 244,357	\$ 666,218
Depreciation on property, plant and equipment	231,245	25,374	256,619
Depreciation on right-of- use assets	11,759	5,345	17,104
Amortisation	827	4,418	5,245
	<u>\$ 665,692</u>	<u>\$ 279,494</u>	<u>\$ 945,186</u>

For the six-month period ended June 30, 2025			
	Operating cost	Operating expenses	Total
Employee benefit expense	\$ 879,190	\$ 440,765	\$ 1,319,955
Depreciation on property, plant and equipment	450,214	58,685	508,899
Depreciation on right-of- use assets	24,642	8,333	32,975
Depreciation on investment property	-	2,118	2,118
Amortisation	1,512	8,895	10,407
	<u>\$ 1,355,558</u>	<u>\$ 518,796</u>	<u>\$ 1,874,354</u>

	For the six-month period ended June 30, 2024		
	Operating cost	Operating expenses	Total
Employee benefit expense	\$ 849,559	\$ 500,134	\$ 1,349,693
Depreciation on property, plant and equipment	458,370	50,319	508,689
Depreciation on right-of- use assets	23,703	9,480	33,183
Amortisation	1,936	8,892	10,828
	<u>\$ 1,333,568</u>	<u>\$ 568,825</u>	<u>\$ 1,902,393</u>

(28) Employee benefit expense

	For the three-month period ended June 30, 2025		
	Operating cost	Operating expenses	Total
Wages and salaries	\$ 367,904	\$ 203,211	\$ 571,115
Labor and health insurance	39,251	14,558	53,809
Pension costs	9,458	6,717	16,175
Other personnel expenses (note)	20,854	2,518	23,372
	<u>\$ 437,467</u>	<u>\$ 227,004</u>	<u>\$ 664,471</u>

	For the three-month period ended June 30, 2024		
	Operating cost	Operating expenses	Total
Wages and salaries	\$ 355,882	\$ 222,580	\$ 578,462
Labor and health insurance	37,111	12,938	50,049
Pension costs	9,198	6,446	15,644
Other personnel expenses (note)	19,670	2,393	22,063
	<u>\$ 421,861</u>	<u>\$ 244,357</u>	<u>\$ 666,218</u>

	For the six-month period ended June 30, 2025		
	Operating cost	Operating expenses	Total
Wages and salaries	\$ 737,910	\$ 390,851	\$ 1,128,761
Labor and health insurance	80,819	31,660	112,479
Pension costs	19,043	13,232	32,275
Other personnel expenses (Note)	41,418	5,022	46,440
	<u>\$ 879,190</u>	<u>\$ 440,765</u>	<u>\$ 1,319,955</u>

	For the six-month period ended June 30, 2024		
	Operating cost	Operating expenses	Total
Wages and salaries	\$ 716,947	\$ 452,555	\$ 1,169,502
Labor and health insurance	76,152	30,446	106,598
Pension costs	18,521	12,561	31,082
Other personnel expenses (Note)	37,939	4,572	42,511
	<u>\$ 849,559</u>	<u>\$ 500,134</u>	<u>\$ 1,349,693</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. With no less than 60% of the amount designated for compensation to dispatched employees. If the Company has an accumulated deficit, earnings should be reserved to cover the accumulated losses in advance.
- B. For the three-month and six-month periods ended June 30, 2025 and 2024, employees' compensation was accrued at \$10,137, \$4,637, \$18,257 and \$9,732, 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.
- C. For the three-month and six-month periods ended June 30, 2025 and 2024, directors' remuneration was accrued at \$5,875, \$6,847, \$11,751 and \$13,984, 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.
- D. For 2024, the difference of \$365 between employees' compensation of \$24,253 resolved by the Board of Directors on March 24, 2025 and the amount of \$23,888 recognised in the 2024 financial statements, mainly resulting from a variance in estimation, had been adjusted in profit or loss for 2025. The employees' compensation for 2024 had been distributed on June 25, 2025.
- E. 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.

(29) Income tax

A. Income tax expense

(a) Components of income tax expense:

	For the three-month periods ended June 30,	
	2025	2024
Current tax:		
Current tax on profits for the period	\$ 212,518	\$ 97,581
Tax on undistributed surplus earnings	-	20,811
Prior year income tax over estimation	(13,677)	(20,092)
Total current tax	<u>198,841</u>	<u>98,300</u>
Deferred tax:		
Origination and reversal of temporary differences	(13,986)	(5,892)
Total deferred tax	<u>(13,986)</u>	<u>(5,892)</u>
Income tax expense	<u>\$ 184,855</u>	<u>\$ 92,408</u>
	For the six-month periods ended June 30,	
	2025	2024
Current tax:		
Current tax on profits for the period	\$ 379,669	\$ 204,553
Tax on undistributed surplus earnings	21,989	20,811
Prior year income tax over estimation	(13,677)	(20,092)
Total current tax	<u>387,981</u>	<u>205,272</u>
Deferred tax:		
Origination and reversal of temporary differences	(1,358)	(19,206)
Total deferred tax	<u>(1,358)</u>	<u>(19,206)</u>
Income tax expense	<u>\$ 386,623</u>	<u>\$ 186,066</u>

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

	For the three-month periods ended June 30,	
	2025	2024
Changes in fair value of financial assets at fair value through other comprehensive income	(\$ 38,486)	\$ 58,395
	For the six-month periods ended June 30,	
	2025	2024
Changes in fair value of financial assets at fair value through other comprehensive income	<u>(\$ 15,866)</u>	<u>\$ 40,124</u>

B. The income tax returns through 2022 of the Company have been assessed and approved by the Tax Authority. The income tax returns through 2023 of the subsidiaries - Charoen Pokphand (Taiwan) Corp., Ltd., Arbor Acres (Taiwan) Co., Ltd., Rui Fu Foods Co., Ltd., and Rui Mu Foods Co., Ltd. have been assessed and approved by the Tax Authority.

(30) Earnings per share

	For the three-month period ended June 30, 2025		
	<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>\$ 759,933</u>	<u>294,790</u>	<u>\$ 2.58</u>
<u>Diluted earnings per share</u>			
Profit from continuing operations attributable to ordinary shareholders	\$ 759,933	294,790	
Assumed conversion of all dilutive potential ordinary shares - employees' compensation	<u>-</u>	<u>143</u>	
Profit attributable to ordinary shareholders plus assumed conversion of all dilutive potential ordinary shares	<u>\$ 759,933</u>	<u>294,933</u>	<u>\$ 2.58</u>

For the three-month period ended June 30, 2024			
	Amount after tax	Weighted average number of ordinary shares outstanding (shares in thousands)	Earnings per share (in dollars)
<u>Basic earnings per share</u>			
Profit attributable to ordinary shareholders	\$ 376,590	294,790	\$ 1.28
<u>Diluted earnings per share</u>			
Profit from continuing operations attributable to ordinary shareholders	\$ 376,590	294,790	
Assumed conversion of all dilutive potential ordinary shares - employees' compensation	-	148	
Profit attributable to ordinary shareholders plus assumed conversion of all dilutive potential ordinary shares	\$ 376,590	294,938	\$ 1.28
For the six-month period ended June 30, 2025			
	Amount after tax	Weighted average number of ordinary shares outstanding (shares in thousands)	Earnings per share (in dollars)
<u>Basic earnings per share</u>			
Profit attributable to ordinary shareholders	\$ 1,460,243	294,790	\$ 4.95
<u>Diluted earnings per share</u>			
Profit from continuing operations attributable to ordinary shareholders	\$ 1,460,243	294,790	
Assumed conversion of all dilutive potential ordinary shares - employees' compensation	-	252	
Profit attributable to ordinary shareholders plus assumed conversion of all dilutive potential ordinary shares	\$ 1,460,243	295,042	\$ 4.95

	For the six-month period ended June 30, 2024		
	Amount after tax	Weighted average number of ordinary shares outstanding (shares in thousands)	Earnings per share (in dollars)
<u>Basic earnings per share</u>			
Profit attributable to ordinary shareholders	<u>\$ 745,683</u>	<u>294,790</u>	<u>\$ 2.53</u>
<u>Diluted earnings per share</u>			
Profit from continuing operations attributable to ordinary shareholders	\$ 745,683	294,790	
Assumed conversion of all dilutive potential ordinary shares - employees' compensation	<u>-</u>	<u>280</u>	
Profit attributable to ordinary shareholders plus assumed conversion of all dilutive potential ordinary shares	<u>\$ 745,683</u>	<u>295,070</u>	<u>\$ 2.53</u>

(31) Transactions with non-controlling interest

For the six-month period ended June 30, 2025: None.

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

	For the six-month period ended June 30, 2024	
Net increase in the carrying amount of non-controlling interest	\$	<u>1,723</u>
Retained earnings - recognition of changes in ownership interest in subsidiaries	(\$	<u>1,723)</u>

(32) Supplemental cash flow information

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

	For the six-month periods ended June 30,	
	2025	2024
Acquisition of property, plant and equipment	\$ 899,632	\$ 1,069,665
Add: Opening balance of payable on equipment	109,306	161,722
Less: Ending balance of payable on equipment	(87,269)	(31,934)
Cash paid during the period	<u>\$ 921,669</u>	<u>\$ 1,199,453</u>

	For the six-month periods ended June 30,	
	2025	2024
Acquisition of financial assets at fair value through profit or loss	\$ 669,304	\$ -
Less: Ending balance of payable on investments	(346,137)	-
Cash paid during the period	<u>\$ 323,167</u>	<u>\$ -</u>

B. Financing activities with no cash flow effects:

	For the six-month periods ended June 30,	
	2025	2024
Cash dividends declared but not yet distributed	<u>\$ -</u>	<u>\$ 1,621,346</u>

(33) Changes in liabilities from financing activities

There is no material non-cash change in the basis for changes in liabilities from financing activities in the Group.

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. Charoen Pokphand Group Co., Ltd. (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
Leadership Development Charoen Pokphand Group Co., Ltd.	"
C.P. Consumer Products Company Limited	"
Chia Tai Feedmill Pte. Ltd.	"
CPF Food Network Co., Ltd.	"
CPF IT Center Company Limited (CPF IT)	"
CP Fresh Co., Ltd.	"
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.	"
Mu Da Egg Co.	"
Hung Peng-Da	"
Hung Yu-Chun	"
Hung Jin-Zheng	"
Huang Wei-I	"
Lu Yi-Feng	"
Lu Pei-Lun	"
Lan Fu-Shi	"
Chiou Yung-Ching	"

(3) Significant related party transactions and balances

A. Operating revenue

	For the three-month periods ended June 30,	
	2025	2024
Sales of goods:		
Other related parties	\$ 72,087	\$ 74,141
	For the six-month periods ended June 30,	
	2025	2024
Sales of goods:		
Other related parties	\$ 147,273	\$ 153,713
The Group is a co-venturer of the joint venture	219	115
	\$ 147,492	\$ 153,828

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 June 30,	
	2025	2024
Purchases of goods:		
Ultimate parent company	\$ 18,089	\$ 11,325
Other related parties	68,466	34,139
	\$ 86,555	\$ 45,464
	For the six-month periods ended June 30,	
	2025	2024
Purchases of goods:		
Ultimate parent company	\$ 32,926	\$ 15,109
Other related parties	136,306	57,063
	\$ 169,232	\$ 72,172

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

C. Receivables from related parties

	<u>June 30, 2025</u>	<u>December 31, 2024</u>	<u>June 30, 2024</u>
Notes and accounts receivable:			
Other related parties	\$ 41,643	\$ 58,473	\$ 74,643
Other receivables:			
Other related parties	4,509	4,491	44
	<u>\$ 46,152</u>	<u>\$ 62,964</u>	<u>\$ 74,687</u>

The receivables from related parties arise mainly from sale transactions; Other receivables mainly consist of revenue from the sale of solar power, The receivables are unsecured in nature and bear no interest.

D. Payables to related parties

	<u>June 30, 2025</u>	<u>December 31, 2024</u>	<u>June 30, 2024</u>
Notes and accounts payable:			
Other related parties	\$ 94,370	\$ 61,352	\$ 40,502
Other payables:			
Other related parties	42,169	18,867	37,477
The Group is a co-venturer of the joint venture	9,440	-	-
	<u>\$ 145,979</u>	<u>\$ 80,219</u>	<u>\$ 77,979</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, contracted electric slaughtering fees and freight. The payables bear no interest.

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

The Company purchased land and buildings from other related party for operational expansion amounting to \$208,912 and \$68,660 for the six-month periods ended June 30, 2025 and 2024, respectively. As of June 30, 2025 and 2024, the remaining unpaid balance amounted to \$10,660.

F. Rental income (shown as 'Other income')

	<u>For the three-month periods ended June 30,</u>	
	<u>2025</u>	<u>2024</u>
Rental income:		
Other related parties	<u>\$ 159</u>	<u>\$ 159</u>

	For the six-month periods ended June 30,	
	2025	2024
Rental income:		
Other related parties	\$ 404	\$ 404

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 six-month periods ended June 30, 2025 and 2024, the Group recognised rent expense amounting to \$2,700, \$2,700, \$5,400 and \$5,400, 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 six-month periods ended June 30, 2025 and 2024, the farm-member remuneration for joint collaboration for contractual breeding recognised amounted to \$3,132, \$7,484, \$10,172 and \$14,934, respectively.

I. Joint contractual electric slaughter

- (a) The Company signed the agreements for the joint collaboration for contractual electric slaughter with the joint venture controller to provide chicken slaughter service.
- (b) For the three-month and six-month periods ended June 30, 2025 and 2024, the outsourcing processing cost recognised amounted to \$53,388, \$0, \$94,699 and \$0, respectively.

J. 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 six-month periods ended June 30, 2025 and 2024, the Company recognised technical service expenses amounting to \$2,825, \$2,485, \$5,917 and \$5,578, 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. The Company recognised technical service expense amounting to \$2,100, \$2,100, \$4,200 and \$4,200 for the three-month and six-month periods ended June 30, 2025 and 2024, respectively.

K. 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 six-month periods ended June 30, 2025 and 2024, the Company recognised royalties amounting to \$34,993, \$31,598, \$68,942 and \$56,991, respectively.

L. SAP software and maintenance agreement

The Company signed a contract about license and maintenance of SAP software with CPF IT in April 2023. For the three-month and six-month periods ended June 30, 2025 and 2024, the Company recognised SAP software authorisation amounting to \$667, \$667, \$1,335 and \$1,335, respectively. The Company recognised amortization amounting to \$470, \$461, \$941 and \$921 for the three-month and six-month periods ended June 30, 2025 and 2024, respectively.

(4) Key management compensation

		For the three-month periods ended June 30,	
		2025	2024
Salaries and other short-term employee benefits	\$	40,408	\$ 63,064
Post-employment benefits		380	394
	\$	<u>40,788</u>	<u>\$ 63,458</u>
		For the six-month periods ended June 30,	
		2025	2024
Salaries and other short-term employee benefits	\$	81,009	\$ 127,908
Post-employment benefits		760	789
	\$	<u>81,769</u>	<u>\$ 128,697</u>

8. PLEDGED ASSETS

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

Pledged assets	Book value			Purpose
	June 30, 2025	December 31, 2024	June 30, 2024	
Time deposits (shown as 'Other current assets')	\$ 28,000	\$ 27,650	\$ 9,650	Guarantee deposit
Property, plant and equipment				
Land	1,107,624	1,147,954	1,135,305	Long-term borrowings, Provisional attachment
Buildings and structures	859,500	925,331	912,355	Long-term borrowings, Provisional attachment
Machinery and equipment	623,644	647,214	602,678	Long-term borrowings
Construction in progress and other equipment	456,644	578,626	631,428	Long-term borrowings
	<u>\$ 3,075,412</u>	<u>\$ 3,326,775</u>	<u>\$ 3,291,416</u>	

9. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNISED CONTRACT COMMITMENTS

(1) Contingencies

- A. The Taoyuan District Prosecutors Office has determined that Rui Mu Foods Co., Ltd. (hereinafter referred to as "Rui Mu Company") violated the Act Governing Food Safety and Sanitation. In September 2024, they 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 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 at this time.

(2) Commitments

- A. As of June 30, 2025, December 31, 2024, and June 30, 2024, the Group had opened unused letters of credit for purchases of raw materials and machinery of \$233,517, \$593,694 and \$788,604, respectively.
- B. As of June 30, 2025, December 31, 2024, and June 30, 2024, the Group had several outstanding construction contracts and equipment purchase agreements amounting to \$783,362, \$1,246,991 and \$1,472,543, respectively, which will be paid based on the percentage of completion.

10. SIGNIFICANT DISASTER LOSS

None.

11. SIGNIFICANT EVENTS AFTER THE REPORTING PERIOD

On July 30, 2025, the Company disposed 1,621,000 shares of CITIC Limited, classified as financial assets measured at fair value through other comprehensive income, on the Hong Kong Stock Exchange. This transaction resulted in a gain of approximately \$20,456.

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, 2024.

(2) Financial risk of financial instruments

A. Financial instruments by category

	<u>June 30, 2025</u>	<u>December 31, 2024</u>	<u>June 30, 2024</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	\$ 579,779	\$ 358,293	\$ -
Financial assets measured at fair value through other comprehensive income			
Designation of equity instrument	3,208,571	3,373,546	3,034,113
Financial assets at amortised cost			
Cash and cash equivalents	674,410	215,000	243,831
Notes receivable (including related parties)	309,849	304,745	302,753
Accounts receivable (including related parties)	2,405,288	2,445,594	2,536,203
Other receivables (including related parties)	40,596	26,292	8,798
Refundable deposits	56,882	74,099	57,279
Other financial assets - current	28,000	27,650	9,650
	<u>\$ 7,303,375</u>	<u>\$ 6,825,219</u>	<u>\$ 6,192,627</u>

	<u>June 30, 2025</u>	<u>December 31, 2024</u>	<u>June 30, 2024</u>
<u>Financial liabilities</u>			
Financial liabilities at amortised cost			
Short-term borrowings	\$ 4,478,000	\$ 3,398,000	\$ 3,655,282
Short-term notes and bills payable	1,947,836	1,808,226	1,027,967
Notes payable			
(including related parties)	161,847	117,295	142,918
Accounts payable			
(including related parties)	1,196,828	1,243,221	1,146,496
Other payables			
(including related parties)	1,232,201	1,064,698	2,479,925
Long-term borrowings			
(including current portion)	9,362,709	9,971,096	9,654,483
	<u>\$ 18,379,421</u>	<u>\$ 17,602,536</u>	<u>\$ 18,107,071</u>
Lease liability	<u>\$ 350,676</u>	<u>\$ 359,228</u>	<u>\$ 348,917</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, 2024.

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:

June 30, 2025				
	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	79	29.25	\$ 2,296
USD:HKD	USD	1,312	7.80	38,058
CNY:HKD	CNY	685	1.10	2,793
THB:NTD	THB	157,408	0.89	139,605
HKD:NTD	HKD	67,760	3.70	250,849
<u>Non-monetary items</u>				
THB:HKD	THB	1,766,400	0.24	\$ 1,586,393
THB:NTD	THB	2,322,147	0.90	2,090,577
HKD:NTD	HKD	29,947	3.72	111,380
<u>Financial liabilities</u>				
<u>Monetary items</u>				
USD:NTD	USD	3,208	29.35	\$ 94,153
EUR:NTD	EUR	21	34.55	709
JPY:NTD	JPY	1,974	0.21	406
December 31, 2024				
	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	101	32.73	\$ 3,302
USD:HKD	USD	182	7.80	5,999
CNY:HKD	CNY	685	1.06	3,075

December 31, 2024				
(Foreign currency : functional currency)	Foreign currency amount		Exchange rate	Book value
	(in thousands)			(NTD)
<u>Non-monetary items</u>				
THB:HKD	THB	1,751,040	0.23	\$ 1,672,037
THB:NTD	THB	1,663,554	0.96	1,593,625
HKD:NTD	HKD	110,557	4.22	466,177
<u>Financial liabilities</u>				
<u>Monetary items</u>				
USD:NTD	USD	3,116	32.84	\$ 102,299
June 30, 2024				
(Foreign currency : functional currency)	Foreign currency amount		Exchange rate	Book value
	(in thousands)			(NTD)
<u>Financial assets</u>				
<u>Monetary items</u>				
USD:NTD	USD	28	32.40	\$ 913
THB:NTD	THB	21,004	0.87	18,204
USD:HKD	USD	1,857	7.80	60,333
CNY:HKD	CNY	685	1.07	3,066
<u>Non-monetary items</u>				
THB:HKD	THB	1,758,720	0.21	\$ 1,556,430
THB:NTD	THB	1,670,850	0.88	1,477,683
<u>Financial liabilities</u>				
<u>Monetary items</u>				
USD:NTD	USD	3,363	32.50	\$ 109,288
EUR:NTD	EUR	58	34.91	2,013
SGD:NTD	SGD	87	24.01	2,088

- 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 six-month periods ended June 30, 2025 and 2024 amounted to \$942, \$1,304, \$2,885 and (\$3,413), respectively.

vi. Analysis of foreign currency market risk arising from significant foreign exchange variation:

For the six-month period ended June 30, 2025				
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%	\$	23	\$ -
USD : HKD	1%		381	-
CNY : HKD	1%		28	-
THB : NTD	1%		1,396	-
HKD : NTD	1%		2,508	-
<u>Non-monetary items</u>				
THB : HKD	1%	\$	-	\$ 15,864
THB : NTD	1%		5,798	15,108
HKD : NTD	1%		-	1,114
<u>Financial liabilities</u>				
<u>Monetary items</u>				
USD : NTD	1%	(\$	942)	\$ -
EUR : NTD	1%	(	7)	-
JPY : NTD	1%	(	4)	-

For the six-month period ended June 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%	\$	9	\$ -
THB : NTD	1%		182	-
USD : HKD	1%		603	-
CNY : HKD	1%		31	-
<u>Non-monetary items</u>				
THB : HKD	1%	\$	-	\$ 15,564
THB : NTD	1%		-	14,777
<u>Financial liabilities</u>				
<u>Monetary items</u>				
USD : NTD	1%	(\$	1,093)	\$ -
EUR : NTD	1%	(	20)	-
SGD : NTD	1%	(	21)	-

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. Refer to Notes 6(2) and 6(3).
- 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 six-month periods ended June 30, 2025 and 2024, would have increased or decreased by \$4,638 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 six-month periods ended June 30, 2025 and 2024 would have increased/decreased by \$28,841 and \$27,386, 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 six-month periods ended June 30, 2025 and 2024, 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 six-month periods ended June 30, 2025 and 2024, 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 six-month periods ended June 30, 2025 and 2024, would have been \$37,451 and \$38,618 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 six-month periods ended June 30, 2025 and 2024, the Group's written-off financial assets that are still under recourse procedures and recovered amounted to \$2,531 and \$907, 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 June 30, 2025, December 31, 2024, and June 30, 2024, 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>June 30, 2025</u>					
Expected loss rate	0.05%~0.25%	1.50%~100%	100%	100%	
Total book value	\$ 2,483,803	\$ 193,801	\$ 1,331	\$ 23,598	\$ 2,702,533
Loss allowance	1,337	3,630	644	23,428	29,039
	<u>Current</u>	<u>Up to 120 days</u>	<u>121-365 days</u>	<u>Over one year</u>	<u>Total</u>
<u>December 31, 2024</u>					
Expected loss rate	0.05%~0.25%	1.50%~100%	100%	100%	
Total book value	\$ 2,539,643	\$ 154,825	\$ 1,636	\$ 25,844	\$ 2,721,948
Loss allowance	1,441	2,724	244	25,673	30,082
	<u>Current</u>	<u>Up to 120 days</u>	<u>121-365 days</u>	<u>Over one year</u>	<u>Total</u>
<u>June 30, 2024</u>					
Expected loss rate	0.05%~0.24%	1.50%~100%	100%	100%	
Total book value	\$ 2,541,629	\$ 227,025	\$ 21,883	\$ 5,675	\$ 2,796,212
Loss allowance	1,413	4,042	20,769	5,675	31,899

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

	<u>2025</u>	<u>2024</u>
At January 1	\$ 30,082	\$ 31,047
Provision for impairment	478	852
Write-offs	(1,521)	-
At June 30	<u>\$ 29,039</u>	<u>\$ 31,899</u>

The provision for impairment loss arising from customers' contracts for the six-month periods ended June 30, 2025 and 2024 amounted to \$478 and \$852, 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

June 30, 2025	Less than 1 year	Between 1 and 5 years	Over 5 years
Short-term borrowings	\$ 4,478,000	\$ -	\$ -
Short-term notes and bills payable	1,950,000	-	-
Notes payable (including related parties)	161,847	-	-
Accounts payable (including related parties)	1,196,828	-	-
Other payables (including related parties)	1,232,201	-	-
Lease liabilities	59,805	187,211	126,711
Long-term borrowings (including current portion)	901,469	8,679,320	141,960

Non-derivative financial liabilities

December 31, 2024	Less than 1 year	Between 1 and 5 years	Over 5 years
Short-term borrowings	\$ 3,398,000	\$ -	\$ -
Short-term notes and bills payable	1,810,000	-	-
Notes payable (including related parties)	117,295	-	-
Accounts payable (including related parties)	1,243,221	-	-
Other payables (including related parties)	1,064,698	-	-
Lease liabilities	58,067	199,185	126,711
Long-term borrowings (including current portion)	1,506,241	8,386,932	475,911

Non-derivative financial liabilities

June 30, 2024	Less than 1 year	Between 1 and 5 years	Over 5 years
Short-term borrowings	\$ 3,655,282	\$ -	\$ -
Short-term notes and bills payable	1,030,000	-	-
Notes payable (including related parties)	142,918	-	-
Accounts payable (including related parties)	1,146,496	-	-
Other payables (including related parties)	2,479,925	-	-
Lease liabilities	57,340	164,235	148,013
Long-term borrowings (including current portion)	1,264,584	8,206,084	598,580

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>June 30, 2025</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Assets				
<u>Recurring fair value</u>				
<u>measurements</u>				
Biological assets	\$ -	\$ 1,176,330	\$ -	\$ 1,176,330
Financial assets at fair value through profit or loss:				
Equity securities	\$ 579,779	\$ -	\$ -	\$ 579,779
Financial assets at fair value through other comprehensive income:				
Equity securities	\$ 3,208,571	\$ -	\$ -	\$ 3,208,571
<u>December 31, 2024</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Assets				
<u>Recurring fair value</u>				
<u>measurements</u>				
Biological assets	\$ -	\$ 1,172,165	\$ -	\$ 1,172,165
Financial assets at fair value through profit or loss:				
Equity securities	\$ 358,293	\$ -	\$ -	\$ 358,293
Financial assets at fair value through other comprehensive income:				
Equity securities	\$ 3,373,546	\$ -	\$ -	\$ 3,373,546

<u>June 30, 2024</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Assets				
<u>Recurring fair value</u>				
<u>measurements</u>				
Biological assets	<u>\$ -</u>	<u>\$ 1,153,012</u>	<u>\$ -</u>	<u>\$ 1,153,012</u>
Financial assets at fair value through other comprehensive income:				
Equity securities	<u>\$ 3,034,113</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,034,113</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) Details of methods for measuring Level 3 - (12) Impairment loss on the property, plant and equipment are provided in Note 6(12).
- E. For the six-month periods ended June 30, 2025 and 2024, there was no transfer between Level 1 and Level 2.
- F. For the six-month periods ended June 30, 2025 and 2024, 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 six-month period ended June 30, 2025: None.

C. Holding of significant marketable securities at June 30, 2025 (not including subsidiaries, associates and joint ventures):

Securities held by	Marketable securities		Relationship with the securities issuer	General ledger account	As of June 30, 2025				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 profit or loss	28,000,000	\$ 579,779	0.33%	\$ 579,779	
The Company	Common share	Charoen Pokphand Foods Public Company Limited	(Note)	Financial assets at fair value through other comprehensive income	72,962,900	1,510,798	0.87%	1,510,798	
The Company	Common share	CITIC Limited	None	Financial assets at fair value through other comprehensive income	2,778,000	111,380	0.01%	111,380	
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	1,586,393	0.91%	1,586,393	
The Company	Preferred share	Rui Mu Foods Co., Ltd.	Subsidiary	Financial assets at fair value through profit or loss	15,000,000	133,500	100%	133,500	

Note : Investee company accounted for as financial assets at fair value through profit or loss and 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. Purchases or sales of goods from or to related parties reaching \$100,000 or 20% of paid-in capital or more during the six-month period ended June 30, 2025: None.

E. Receivables from related parties reaching \$100,000 or 20% of paid-in capital or more as at June 30, 2025:

Creditor	Counterparty	Relationship with the counterparty	Balance as at June 30, 2025	Turnover rate	Overdue receivables		Amount collected subsequent to the balance sheet date	Allowance for doubtful accounts	Footnote
					Amount	Action taken			
The Company	Rui Fu Foods Co., Ltd.	Subsidiary	\$ 102,889	70.84%	\$ -	-	\$ -	\$ -	-

F. Significant inter-company transactions during the six-month period ended June 30, 2025: 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 June 30, 2025			Investment income		
				Balance as of June 30, 2025	Balance as of December 31, 2024	Number of shares	Ownership (%)	Book value	Net profit (loss) of the investee	(loss) recognised by the Company	Footnote
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	\$ 1,627,251	\$ 35,089	\$ 35,089	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	41,200	6,632	5,968	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	88,354	26,780	13,390	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	91,377	(23,932)	(16,274)	Subsidiary
The Company	Rui Fu Foods Co., Ltd.	Taiwan	Husbandry management of layers and related business	459,000	459,000	38,250,000	51.00	281,359	(10,442)	(5,326)	Subsidiary (Note 1)
The Company	Feng Sheng Livestock Co., Ltd.	Taiwan	Electric livestock slaughter	322,411	322,411	32,241,055	50.00	310,470	14,893	7,446	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 -	HKD 19,910	-	0.00	-	-	-	- Indirectly owned subsidiary (Note 2) (Note 3)
Rui Fu Foods Co., Ltd.	Sheng Da Foods Co., Ltd.	Taiwan	Husbandry management of eggs and related business	250,000	250,000	25,000,000	83.33	110,959	5,286	-	- 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.

Note 3: Chia Tai Lianyungang Co., Ltd. has been liquidated in April 2025.

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

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: Processing electric slaughter of livestock;
 - (c) Food processing business: Processing meat 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 June 30, 2025						
	Feeds	Meat processing	Food processing	Husbandry	Others	Total
Revenues from third parties	\$ 3,513,153	\$ 1,627,980	\$ 1,406,216	\$ 494,849	\$ 18,711	\$ 7,060,909
Revenues from the Group	43,775	11,607	669	42,343	14,214	112,608
Total segment revenue	<u>\$ 3,556,928</u>	<u>\$ 1,639,587</u>	<u>\$ 1,406,885</u>	<u>\$ 537,192</u>	<u>\$ 32,925</u>	<u>\$ 7,173,517</u>
Segment income (loss)	<u>\$ 821,467</u>	<u>\$ 69,415</u>	<u>\$ 125,596</u>	<u>\$ 6,241</u>	<u>(\$ 10,019)</u>	<u>\$ 1,012,700</u>
For the three-month period ended June 30, 2024						
	Feeds	Meat processing	Food processing	Husbandry	Others	Total
Revenues from third parties	\$ 3,283,801	\$ 1,561,425	\$ 1,319,823	\$ 520,185	\$ 19,751	\$ 6,704,985
Revenues from the Group	96,224	44,165	259	47,234	13,480	201,362
Total segment revenue	<u>\$ 3,380,025</u>	<u>\$ 1,605,590</u>	<u>\$ 1,320,082</u>	<u>\$ 567,419</u>	<u>\$ 33,231</u>	<u>\$ 6,906,347</u>
Segment income (loss)	<u>\$ 523,105</u>	<u>(\$ 38,902)</u>	<u>\$ 102,148</u>	<u>(\$ 18,114)</u>	<u>(\$ 56,975)</u>	<u>\$ 511,262</u>
For the six-month period ended June 30, 2025						
	Feeds	Meat processing	Food processing	Husbandry	Others	Total
Revenues from third parties	\$ 6,756,700	\$ 3,226,635	\$ 2,774,489	\$ 962,321	\$ 37,846	\$ 13,757,991
Revenues from the Group	110,718	89,626	1,271	96,238	29,458	327,311
Total segment revenue	<u>\$ 6,867,418</u>	<u>\$ 3,316,261</u>	<u>\$ 2,775,760</u>	<u>\$ 1,058,559</u>	<u>\$ 67,304</u>	<u>\$ 14,085,302</u>
Segment income (loss)	<u>\$ 1,552,013</u>	<u>\$ 214,739</u>	<u>\$ 219,880</u>	<u>\$ 9,221</u>	<u>(\$ 16,730)</u>	<u>\$ 1,979,123</u>
For the six-month period ended June 30, 2024						
	Feeds	Meat processing	Food processing	Husbandry	Others	Total
Revenues from third parties	\$ 6,765,193	\$ 3,145,646	\$ 2,597,579	\$ 1,068,279	\$ 40,395	\$ 13,617,092
Revenues from the Group	184,486	103,114	884	117,480	27,779	433,743
Total segment revenue	<u>\$ 6,949,679</u>	<u>\$ 3,248,760</u>	<u>\$ 2,598,463</u>	<u>\$ 1,185,759</u>	<u>\$ 68,174</u>	<u>\$ 14,050,835</u>
Segment income (loss)	<u>\$ 1,005,629</u>	<u>(\$ 77,189)</u>	<u>\$ 200,582</u>	<u>(\$ 12,459)</u>	<u>(\$ 81,122)</u>	<u>\$ 1,035,441</u>

(34) 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 six-month periods ended June 30, 2025 and 2024 is provided as follows:

	For the three-month periods ended June 30,	
	2025	2024
Reportable segment income	\$ 1,022,719	\$ 568,237
Other segment loss	(10,019)	(56,975)
Total segment	1,012,700	511,262
Interest expense	(66,538)	(57,611)
Foreign exchange gains, net	942	1,304
Income before tax from continuing segment	<u>\$ 947,104</u>	<u>\$ 454,955</u>
	For the six-month periods ended June 30,	
	2025	2024
Reportable segment income	\$ 1,995,853	\$ 1,116,563
Other segment loss	(16,730)	(81,122)
Total segment	1,979,123	1,035,441
Interest expense	(132,984)	(113,380)
Foreign exchange gains (losses), net	2,885	(3,413)
Income before tax from continuing segment	<u>\$ 1,849,024</u>	<u>\$ 918,648</u>