Stock Code: 6965

Chung Jye Investment Holding Co., Ltd. and Its Subsidiaries

Consolidated Financial Statements and Independent Auditors' Report

The second quarter of 2025 and 2024

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Independent Auditors' Report

The Board of Directors and shareholders of Chung Jye Investment Holding Co., Ltd.,

Opinion

We have audited the consolidated balance sheets of Chung Jye Investment Holding Co., Ltd. and its subsidiaries (Chung Jye Group) as of June 30, 2025 and 2024, the consolidated statements of comprehensive income for the three and six months ended June 30, 2025 and 2024, and the consolidated statements of changes in equity and cash flows for the six months ended June 30, 2025 and 2024, and relevant notes, including a summary of significant accounting policies (collectively referred to as the "consolidated financial statements").

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of Chung Jye Group as of June 30, 2025 and 2024, its consolidated financial performance for the three and six months ended June 30, 2025 and 2024, and its consolidated cash flows for the six months ended June 30, 2025 and 2024, in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard No. 34 "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission.

Basis for the Opinion

We conducted our audits in accordance with the Regulations Governing Auditing and Attestation of Financial Statements by Certified Public Accountants and auditing standards of the Republic of China. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the consolidated financial statements section of our report. We are independent of Chung Jye Group in accordance with the Norm of Professional Ethics for Certified Public Accountants of the Republic of China, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that sufficient and appropriate audit evidence has been obtained in order to serve as the basis for presenting the audit opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements of Chung Jye Group for the second quarter of 2025. These matters were addressed in the context of our audit of the consolidated financial statements as a whole ,and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

The key audit matters of the consolidated financial statements of Chung Jye Group for the second quarter of 2025 are described as follows:

Timing for recognizing the income from export sales

The main business of Chung Jye Group is the production and sale of leather shoes and sports and leisure outdoor shoes. The sales patterns are divided into domestic sales and export sales. The counterparties of export sales are located in many regions around the world. The transaction conditions with different customers may differ.

Regarding the export sales income of Chung Jye Group, sales income is recognized when the transaction conditions are achieved, and the control over products is transferred to purchasers based on the agreed transaction conditions with individual customers. As partial export sales transactions have longer transportation time, and the transaction conditions agreed upon with particular customers may result in the involvement of human judgment in the income recognition procedures, which may cause sales income not to be recorded in the accurate period. Therefore, we include the accuracy of the timing of the recognition of export sales income with particular transaction conditions in the key audit matters for the quarter.

The main audit procedures that we performed for the abovementioned timing of sales income recognition are as follows:

1. Understand and evaluate the operating procedures and internal control system for the recognition of sales income, and test the effectiveness of such control.
2. Perform cut-off tests for sales transactions with particular customers within a certain period before and after the balance sheet date, including verifying the transaction conditions and customs declarations of such transactions, and checking the shipping date to confirm that income recognition is recorded in the appropriate period.
3. Obtain the shipping statements summarized for the particular period manually for examination, sample and verify relevant certificates to confirm whether the adjustments to the timing of income recognition are accurate.

Responsibilities of the Management and Those Charged with Governance for the Consolidated Financial Statements

The management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and the IAS 34 "Interim Financial Reporting," as endorsed and issued into effect by the Financial Supervisory Commission, and to maintain internal controls necessary for the preparation of consolidated financial statements to ensure that the consolidated financial statements are free of material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, the management is responsible for assessing Chung Jye Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate Chung Jye Group or cease operations or has no realistic alternative but to do so.

Those charged with governance, including the Audit Committee, are responsible for overseeing the financial reporting process of Chung Jye Group.

Auditors' Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report. Reasonable assurance is a high level of assurance. However, the auditing conducted in accordance with the auditing standards of the Republic of China cannot guarantee that it will be able to detect material misstatements in the consolidated financial statements. Misstatement can arise from fraud or error. If the individual or aggregate amount of the misstatement can reasonably be expected to affect the economic decisions made by users of the consolidated financial statements, they are considered material.

We exercise professional skepticism during the audit in accordance with the auditing standards. We also performed the following tasks:

1. Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
2. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not to express an opinion on the effectiveness of the internal control of Chung Jye Group.
3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
4. Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Chung Jye Group's ability to continue as a going concern. If we conclude that material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause Chung Jye Group to cease to continue as a going concern.

5. Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
6. Obtain sufficient appropriate audit evidence regarding the parent company's only financial information of the entities or business activities within Chung Jye Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision, and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable (including relevant protection measures).

From matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements of Chung Jye Group for the second quarter of 2025, and are therefore key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Deloitte Taiwan

CPA Chang Ching-Hsia　　CPA Chiou Meng-Chieh

August 27, 2025

Chung Jye Investment Holding Co., Ltd. and Its Subsidiaries

Consolidated Balance Sheets

June 30, 2025, December 31, and June 30, 2024

Unit: NT$ thousand

Code	Assets	June 30, 2025 Amount	%	December 31, 2024 Amount	%	June 30, 2024 Amount	%
	Current assets						
1100	Cash and cash equivalents (Note 6)	$ 5,009,051	28	$ 3,603,548	19	$ 3,668,223	19
1110	Financial assets at fair value through profit or loss - Current	219	-	-	-	141,156	1
1136	Financial assets measured at amortized cost - current (Notes 7 and 26)	586,965	3	557,555	3	1,815,186	9
1170	Accounts receivable (Note 8)	4,119,691	23	5,611,628	30	5,581,167	29
1180	Net accounts receivable - related parties (Note 25)	-	-	228	-	3,573	-
1200	Other receivables	52,300	-	57,461	-	44,378	-
1220	Income tax assets for the period	18,223	-	26,051	-	1,432	-
1310	Inventory (Note 9)	2,350,440	13	3,071,209	17	3,399,664	17
1470	Other current assets	433,051	2	500,602	3	473,442	2
11XX	Total current assets	12,569,940	69	13,428,282	72	15,128,221	77
	Non-current assets						
1550	Investments accounted for using the equity method	52,218	-	45,939	-	47,381	1
1600	Property, plant and equipment (Notes 11 and 26)	3,830,609	21	3,989,013	22	3,576,058	18
1755	Right-of-use assets (Note 12)	583,920	3	650,025	4	395,709	2
1760	Investment properties (Note 26)	-	-	8,739	-	45,140	-
1780	Intangible assets	3,742	-	5,389	-	4,338	-
1840	Deferred income tax assets	359,661	2	411,814	2	434,968	2
1920	Refundable deposits	16,341	-	19,395	-	10,326	-
1960	Prepaid investments (Note 13)	74,087	1	-	-	-	-
1975	Net defined benefit assets (Note 16)	2,617	-	2,665	-	1,685	-
1990	Other non-current assets	740,425	4	57,533	-	-	-
15XX	Total non-current assets	5,663,620	31	5,190,512	28	4,515,605	23
1XXX	Total assets	$ 18,233,560	100	$ 18,618,794	100	$ 19,643,826	100
Code	Liabilities and equity						
	Current liabilities						
2100	Short-term borrowings (Notes 14 and 26)	$ 1,066,460	6	$ 1,018,935	5	$ 1,923,671	10
2120	Financial liabilities at fair value through profit or loss - Current	2,509	-	-	-	-	-
2170	Accounts payable	2,213,911	12	3,475,278	19	3,611,951	18
2180	Accounts payable - related parties (Note 25)	179,654	1	161,681	1	164,968	1
2200	Other payables (Note 15)	2,961,687	16	2,519,542	14	3,369,627	17
2230	Income tax liabilities for the period	132,197	1	272,150	1	273,055	2
2280	Lease liabilities - Current (Note 12)	12,773	-	14,884	-	14,496	-
2320	Long-term loans due within one year (Notes 14 and 26)	-	-	171,158	1	171,137	1
2399	Other current liabilities	11,144	-	26,174	-	22,687	-
21XX	Total current liabilities	6,580,335	36	7,659,802	41	9,551,592	49
	Non-current liabilities						
2540	Long-term borrowings (Notes 14 and 26)	-	-	193,881	1	279,465	1
2570	Deferred income tax liabilities	5,589	-	15,522	-	33,702	-
2580	Lease liabilities - Non-current (Note 12)	43,262	-	47,137	-	37,314	-
2630	Deferred income - Non-current (Notes 12 and 23)	326,014	2	257,876	2	146,301	1
2645	Guarantee deposits received	10,254	-	15,978	-	4,133	-
25XX	Total non-current liabilities	385,119	2	530,394	3	500,915	2
2XXX	Total liabilities	6,965,454	38	8,190,196	44	10,052,507	51
	Equity attributable to owners of the Company (Note 17)						
3110	Share capital	1,557,500	9	1,400,000	8	1,400,000	7
3200	Capital reserve	5,411,271	30	2,677,907	14	2,677,907	14
	Retained earnings						
3310	Statutory surplus reserve	171,178	1	-	-	-	-
3350	Undistributed earnings	5,379,673	29	6,094,448	33	5,319,176	27
3410	Exchange differences arising from the translation of the financial statements of foreign operations	(1,447,546)	(8)	24,002	-	(38,793)	-
31XX	Total equity attributable to the owners of the Company	11,072,076	61	10,196,357	55	9,358,290	48
36XX	Non-controlling interests (Note 17)	196,030	1	232,241	1	233,029	1
3XXX	Total equity	11,268,106	62	10,428,598	56	9,591,319	49
	Total liabilities and equity	$ 18,233,560	100	$ 18,618,794	100	$ 19,643,826	100

The notes attached hereto form an integral part of the consolidated financial statements.

Chairperson: An-Che Liu Manager: Yu-Hsuan Liu Accounting officer: Ying-Tzu Tsai

Chung Jye Investment Holding Co., Ltd. and Its Subsidiaries

Consolidated Statement of Comprehensive Income

For the periods of April 1 to June 30, 2025 and 2024, and January 1 to June 30, 2025 and 2024.

Unit: NTD thousand, except for earnings per share in NTD

Code		From April 1 to June 30, 2025		From April 1 to June 30, 2024		From January 1 to June 30, 2025		From January 1 to June 30, 2024	
		Amount	%	Amount	%	Amount	%	Amount	%
4000	Operating revenue (Notes 18 and 25)	$ 5,223,318	100	$ 7,037,997	100	$ 11,331,387	100	$ 12,258,846	100
5000	Operating costs (Notes 9, 19 and 25)	(4,610,890)	(88)	(5,862,840)	(83)	(9,923,150)	(88)	(10,194,046)	(83)
5900	Gross profit	612,428	12	1,175,157	17	1,408,237	12	2,064,800	17
	Operating expenses (Notes 8 and 19)								
6100	Marketing expenses	(78,111)	(1)	(89,299)	(1)	(172,409)	(1)	(165,254)	(1)
6200	Administrative expense	(240,726)	(5)	(295,273)	(4)	(576,756)	(5)	(566,684)	(5)
6300	R&D expenses	(150,720)	(3)	(176,859)	(3)	(333,243)	(3)	(332,696)	(3)
6450	Gain on reversal of expected credit impairment loss	1,753	-	17	-	7,133	-	275	-
6000	Total operating expenses	(467,804)	(9)	(561,414)	(8)	(1,075,275)	(9)	(1,064,359)	(9)
6900	Net profit	144,624	3	613,743	9	332,962	3	1,000,441	8
	Non-operating income and expenses (Note 19)								
7100	Interest income	52,550	1	59,877	1	73,666	1	113,455	1
7010	Other income	19,805	-	41,727	-	36,959	-	69,293	1
7020	Other gains and losses	43,538	1	87,565	1	77,152	1	185,398	1
7050	Financial costs	(11,234)	-	(13,466)	-	(20,787)	-	(29,810)	-
7060	Share of investment gains or losses under the equity method	6,637	-	6,167	-	11,871	-	5,719	-
7000	Total non-operating income and expenses	111,296	2	181,870	2	178,861	2	344,055	3
7900	Net profit before income tax	255,920	5	795,613	11	511,823	5	1,344,496	11
7950	Income tax expense (Note 20)	(55,234)	(1)	(183,535)	(2)	(107,215)	(1)	(337,984)	(3)
8200	Net profit for the period	200,686	4	612,078	9	404,608	4	1,006,512	8
	Other comprehensive income								
8310	Items not reclassified as profit or loss								
8341	Exchange differences arising from the conversion to presentation currency (Note 17)	(1,438,701)	(28)	149,631	2	(1,305,441)	(12)	558,381	5
8360	Items that may be reclassified as profit or loss subsequently								
8361	Exchange differences arising from the translation of the financial statements of foreign operations (Note 17)	(170,266)	(3)	(117,328)	(2)	(168,142)	(1)	(230,767)	(2)
8300	Total other comprehensive income	(1,608,967)	(31)	32,303	-	(1,473,583)	(13)	327,614	3
8500	Total comprehensive income for the period	($ 1,408,281)	(27)	$ 644,381	9	($ 1,068,975)	(9)	$ 1,334,126	11
	Net profit attributable to:								
8610	Owners of the Company	$ 206,616	4	$ 593,454	9	$ 390,903	4	$ 936,512	8
8620	Non-controlling interests	(5,930)	-	18,624	-	13,705	-	70,000	-
8600		$ 200,686	4	$ 612,078	9	$ 404,608	4	$ 1,006,512	8
	Total comprehensive income attributable to:								
8710	Owners of the Company	($ 1,383,693)	(27)	$ 624,062	9	($ 1,080,645)	(9)	$ 1,264,820	10
8720	Non-controlling interests	(24,588)	-	20,319	-	11,670	-	69,306	1
8700		($ 1,408,281)	(27)	$ 644,381	9	($ 1,068,975)	(9)	$ 1,334,126	11
	Earnings per share (Note 21)								
9710	Basic	$ 1.33		$ 4.24		$ 2.60		$ 6.69	
9810	Diluted	$ 1.33		$ 4.22		$ 2.60		$ 6.66	

The notes attached hereto form an integral part of the consolidated financial statements.

Chairperson: An-Che Liu Manager: Yu-Hsuan Liu Accounting officer: Ying-Tzu Tsai

Chung Jye Investment Holding Co., Ltd. and Its Subsidiaries

Consolidated Statement of Changes in Equity

From January 1 to June 30, 2025 and 2024

Unit: NT$ thousand

Code		Equity attributable to the owners of the Company									Non-controlling interests	Total equity
				Capital reserve			Retained earnings		Other equity items			
		Capital	Premium of share capital	Differences between the price for the acquisition or disposal of equity of subsidiaries and the carrying amount	Changes in the ownership equity in subsidiaries	Others	Statutory surplus reserve	Undistributed earnings	Exchange differences arising from the translation of the financial statements of foreign operations	Total		
A1	Balance on January 1, 2024	$ 1,400,000	$ 2,591,805	$ 69,209	$ 16,893	$ -	$ -	$ 5,152,664	($ 367,101)	$ 8,863,470	$ 215,409	$ 9,078,879
B5	Cash dividends of the Company's shareholders	-	-	-	-	-	-	(770,000)	-	(770,000)	-	(770,000)
D1	Net profit from January 1 to June 30, 2024	-	-	-	-	-	-	936,512	-	936,512	70,000	1,006,512
D3	Other comprehensive income from January 1 to June 30, 2024	-	-	-	-	-	-	-	328,308	328,308	(694)	327,614
D5	Total comprehensive income from January 1 to June 30, 2024	-	-	-	-	-	-	936,512	328,308	1,264,820	69,306	1,334,126
O1	Cash dividends for non-controlling interests	-	-	-	-	-	-	-	-	-	(51,686)	(51,686)
Z1	Balance on June 30, 2024	$ 1,400,000	$ 2,591,805	$ 69,209	$ 16,893	$ -	$ -	$ 5,319,176	($ 38,793)	$ 9,358,290	$ 233,029	$ 9,591,319
A5	Balance on January 1, 2025	$ 1,400,000	$ 2,591,805	$ 69,209	$ 16,893	$ -	$ -	$ 6,094,448	$ 24,002	$ 10,196,357	$ 232,241	$ 10,428,598
	Earning appropriation and distribution in 2024											
B1	Statutory surplus reserve appropriated	-	-	-	-	-	171,178	(171,178)	-	-	-	-
B5	Cash dividends of the Company's shareholders	-	-	-	-	-	-	(934,500)	-	(934,500)	-	(934,500)
C17	Exercise the right of disgorgement	-	-	-	-	9	-	-	-	9	-	9
E1	Cash capital increase	157,500	2,723,553	-	-	-	-	-	-	2,881,053	-	2,881,053
N1	Issuance of restricted stock awards (RSAs) by the Company	-	9,802	-	-	-	-	-	-	9,802	-	9,802
O1	Cash dividends for non-controlling interests	-	-	-	-	-	-	-	-	-	(47,881)	(47,881)
D1	Net profit from January 1 to June 30, 2025	-	-	-	-	-	-	390,903	-	390,903	13,705	404,608
D3	Other comprehensive income from January 1 to June 30, 2025	-	-	-	-	-	-	-	(1,471,548)	(1,471,548)	(2,035)	(1,473,583)
D5	Total comprehensive income from January 1 to June 30, 2025	-	-	-	-	-	-	390,903	(1,471,548)	(1,080,645)	11,670	(1,068,975)
Z1	Balance on June 30, 2025	$ 1,557,500	$ 5,325,160	$ 69,209	$ 16,893	$ 9	$ 171,178	$ 5,379,673	($ 1,447,546)	$ 11,072,076	$ 196,030	$ 11,268,106

The notes attached hereto form an integral part of the consolidated financial statements.

Chairperson: An-Che Liu　　Manager: Yu-Hsuan Liu　　Accounting officer: Ying-Tzu Tsai

Chung Jye Investment Holding Co., Ltd. and Its Subsidiaries

Consolidated Statement of Cash Flows

From January 1 to June 30, 2025 and 2024

Unit: NT$ thousand

Code		From January 1 to June 30, 2025	From January 1 to June 30, 2024
	Cash flow from operating activities		
A10000	Net profit before income tax for the current period	$ 511,823	$ 1,344,496
A20010	Items of income and expenses		
A20100	Depreciation expenses	270,503	237,937
A20200	Amortization expenses	1,170	1,076
A20300	Gain on reversal of expected credit impairment loss	(7,133)	(275)
A20400	Net gains on financial assets and liabilities at fair value through profit or loss	(2,684)	(3,125)
A20900	Financial costs	20,787	29,810
A21200	Interest income	(73,666)	(113,455)
A21900	Share-based payment for remuneration cost (Note 22)	9,802	-
A22300	Share of gain of associates and joint ventures recognized using the equity method	(11,871)	(5,719)
A22500	Net loss from the disposal of property, plant and equipment	1,295	75
A29900	Amortization of deferred income	(4,722)	(2,500)
A30000	Net changes in operating assets and liabilities		
A31115	Financial assets mandatorily at fair value through profit or loss	4,974	(139,182)
A31150	Accounts receivable	1,499,070	(685,676)
A31160	Accounts receivable - Related parties	228	-
A31180	Other receivables	5,161	(26,306)
A31200	Inventory	720,769	(1,000,466)
A31240	Other current assets	67,551	(134,939)
A31990	Net defined benefit assets	48	74
A32150	Accounts payable	(1,261,367)	931,116
A32160	Accounts payable - Related parties	17,973	14,466
A32180	Other payables	(494,851)	316,409
A32230	Other current liabilities	(15,030)	(6,739)
A32250	Deferred income	106,974	2,784
A33000	Cash inflow from operations	1,366,804	759,861
A33100	Interest received	73,666	113,455

(Cont'd)

(Cont'd)

Code		From January 1 to June 30, 2025	From January 1 to June 30, 2024
A33300	Interest paid	($ 18,005)	($ 29,776)
A33500	Income tax paid	(228,847)	(307,639)
AAAA	Net cash inflow from operating activities	1,193,618	535,901
	Net cash flow from investing activities		
B00040	Acquisition of financial assets measured at amortized cost	(29,410)	(758,023)
B02000	Increase in prepayment for investment	(74,087)	-
B02700	Acquisition of property, plant and equipment	(584,553)	(250,459)
B02800	Proceeds from disposal of property, plant and equipment	1,491	3,256
B03700	Increase in refundable deposits	-	(480)
B03800	Decrease in refundable deposits	3,054	-
B04500	Acquisition of intangible assets	-	(920)
B05350	Acquisition of right-of-use assets	(6,784)	-
B07100	Increase in prepayment for land	(682,892)	-
BBBB	Net cash outflow from investing activities	(1,373,181)	(1,006,626)
	Net cash flow from financing activities		
C00100	Increase in short-term borrowings	47,525	-
C00200	Decrease in short-term borrowings	-	(426,038)
C01600	Proceeds from long-term borrowings	-	50,000
C01700	Repayment of long-term borrowings	(365,039)	(127,671)
C03100	Decrease in guarantee deposits received	(5,724)	(139)
C04020	Repayment of principal for lease liabilities	(7,237)	(7,304)
C04600	Cash capital increase	2,881,053	-
C05800	Distribution of dividends of non-controlling interests	(47,881)	(51,686)
C09900	Exercise the right of disgorgement	9	-
CCCC	Net cash inflow (outflow) from financing activities	2,502,706	(562,838)
DDDD	Effects of exchange rate changes on cash and cash equivalents	(917,640)	241,532
EEEE	Increase (decrease) in cash and cash equivalents	1,405,503	(792,031)
E00100	Balance of cash and cash equivalents at the beginning of the year	3,603,548	4,460,254
E00200	Balance of cash and cash equivalents at the end of the year	$ 5,009,051	$ 3,668,223

The notes attached hereto form an integral part of the consolidated financial statements.

Chairperson: An-Che Liu Manager: Yu-Hsuan Liu Accounting officer: Ying-Tzu Tsai

I. Company history

Chung Jye Investment Holding Co., Ltd. (the "Company") was established in the British Cayman Islands in December 2018, and it was established for the organizational structure reorganization to apply for the listing of stocks with the Taiwan Stock Exchange Corporation (TWSE). The Company completed the organizational reorganization with Noble Success Group Limited by way of share exchange on December 1, 2022, and Chung Jye Investment Holding Co., Ltd. became the ultimate holding company.

The abovementioned share exchange is an organizational reorganization under joint control. The Company is the extension of Noble Success Group Limited. The financial statements for the comparison period prepared for the consolidation are not restricted by the establishment date.

The Company and its subsidiaries (the "Consolidated Company") are mainly engaged in the production and sale of leather shoes and sports and leisure outdoor shoes.

The Company's stocks were listed on the TWSE on March 7, 2025.

The Company's functional currency is the USD. To increase the comparability and consistency of financial statements, the consolidated financial statements are presented in NTD.

II. Date and procedure for the approval of financial statements

The consolidated financial statements were approved by the Board of Directors on August 27, 2025.

III. Application of new and amended standards and interpretations

(I) initial applications of the IFRS, IAS, IFRIC Interpretations, and SIC Interpretations (the “IFRS Accounting Standards”) endorsed and issued into effect by the Financial Supervisory Commission (“FSC”)

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

(II) IFRS Accounting Standards endorsed by the FSC applicable in 2026

New/amended/revised standards and interpretations	Effective date announced by the IASB
Amendments to IFRS9 and IFRS7 "Classification and Measurement Requirements of Financial Instruments"	January 1, 2026
Amendment to IFRS9 and IFRS7 "Contracts that Reference Nature-dependent Electricity"	January 1, 2026
"IFRS Accounting Standards Annual Improvements - Volume 11"	January 1, 2026
IFRS 17 "Insurance Contracts" (including the amendments for 2020 and 2021)	January 1, 2023

The Consolidated Company continues to evaluate the effects of various amendments on the financial position and financial performance; relevant effects will be disclosed when the evaluation is completed.

(III) IFRS Accounting Standards issued by the IASB but not yet endorsed and issued into effect by the FSC

New/amended/revised standards and interpretations	Effective date announced by the IASB (Note 1)
Amendment to IFRS10 and IAS28 "Sale or Contribution of Assets between an Investor and its Associate or Joint Venture"	To be defined
IFRS18 "Presentation and Disclosure in Financial Statements"	January 1, 2027
IFRS19 "Subsidiaries without Public Accountability: Disclosures" (including the amendments for 2025)	January 1, 2027

Note 1: Unless otherwise specified, the above new/amended/revised standards or interpretations are effective in the annual reporting periods beginning after the respective dates.

IFRS18 "Presentation and Disclosure in Financial Statements"

IFRS18 will supersede IAS1 "Presentation of Financial Statements," and the main changes of the standard include:

- The income statement shall classify gain and expense items into operations, investments, fundraising, income tax, and discontinued operations.
- The income statement shall present the operating profit or loss, profit or loss before tax before fundraising, and the subtotal and total of profit or loss.
- Provide guidelines to enhance the summarizing and separation requirements: The Consolidated Company shall identify assets, liabilities, equity, gains, expenses, and cash flow generated from individual transactions or other matters and carry out the classification and summary based on the common characteristics to allow the single line items reported in the major financial statements have at least one similar characteristic. Items with non-similar characteristics shall be separated in the major financial statements and notes. The Consolidated Company may only mark such items as "others" when it is unable to find a more informative label.

- Enhance disclosure of management-defined performance measures: When a consolidated entity engages in public communications outside the financial statements and communicates with users of the financial statements regarding management's perspective on a particular aspect of the consolidated entity's overall financial performance, it shall disclose, in a single note to the financial statements, relevant information on the management-defined performance measure. This includes a description of the measure, how it is calculated, a reconciliation with subtotals or totals specified by IFRS Accounting Standards, and the tax and non-controlling interest impacts of the related reconciliation items.

Except for the abovementioned effects, the Consolidated Company continues to evaluate the other effects of the amended standards and interpretations on the financial position and financial performance; relevant effects will be disclosed when the evaluation is completed.

IV. Summary of significant accounting policies

(I) Statement of compliance

The consolidated financial statements have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and IAS 34 "Interim Financial Reporting" endorsed and issued into effect by the FSC. The consolidated financial statements did not contain all the disclosures required by IFRS Accounting Standards in the full annual financial statements.

(II) Basis of preparation

Except for financial instruments measured at fair value and net defined benefit assets recognized based on the present value of defined benefit obligations less the fair value of plan assets, the consolidated financial statements are prepared based on historical costs.

Fair value measurement is divided into levels 1 to 3 according to the observability and importance of relevant input values:

1. Level 1 input value: refers to the quoted price (unadjusted) of the same assets or liabilities available in the active market on the measurement date.
2. Level 2 input value: refers to the directly (i.e., price) or indirectly (i.e., derived from price) observable input value of assets or liabilities other than the quotation of level 1.
3. Level 3 input value: refers to the unobservable input value of assets or liabilities.

(III) Basis of consolidation

The consolidated financial statements include the financial statements of the Company and the entities (subsidiaries) controlled by the Company. The consolidated statement of comprehensive income has included the operating gain or loss of subsidiaries acquired or disposed of from the date of acquisition or to the date of disposal. The financial statements of the subsidiaries have been adjusted so that their accounting policies are consistent with those of the Consolidated Company. In the preparation of the consolidated financial statements, all

transactions, account balances, gains and expense losses among the entities have been eliminated. The total comprehensive income of the subsidiaries is attributable to the owners and is the non-controlling interest of the Company, even if the non-controlling interest becomes a loss.

Where the change of ownership rights of the subsidiaries of the Consolidated Company does not result in a loss of control, it shall be treated as an equity transaction. The book amounts of the consolidated company and non-controlling interests have been adjusted to reflect the change in the relative interests in subsidiaries. The difference between the adjusted amount of non-controlling interests and the fair value of the consideration paid or received is directly recognized as equity and attributable to the owners of the Company.

For details of subsidiaries, shareholding ratios and business items, please refer to Note 10 and Table 5.

(IV) Other significant accounting policies

In addition to the following explanations, please refer to the summary of significant accounting policies in the 2024 consolidated financial statements.

1. Defined post-employment benefits

   Pension cost for the interim period is calculated using the actuarially determined pension cost rate as of the end of the previous year, from the beginning of the year to the end of the current period, and is adjusted for significant market fluctuations, major plan amendments, settlements or other significant one-time events during the period.

2. Share-based payment arrangements

   The employee stock options granted to employees are recognized as expenses on a straight-line basis over the vested period based on the fair value of the equity instruments at the grant date and the best estimate of the amount expected to vest, with a simultaneous adjustment to capital reserve - employee stock options. If it is vested immediately on the grant date, the full amount is recognized as an expense on the grant date. The Company's cash capital increase reserved for employee subscription takes the date on which the number of shares subscribed by employees is confirmed as the grant date.

3. Income tax expenses

   Income tax expense is the sum of current income tax and deferred income tax changes. Income tax for the interim period is assessed on an annual basis and is calculated by applying the tax rate expected to be applicable to the total annual profit to the pre-tax profit for the interim period.

V. Major sources of uncertainty of significant accounting judgments, assumptions, and estimates

For major sources of uncertainty in the significant accounting judgments, estimates and assumptions used in the Company's consolidated financial statements, please refer to the 2024 consolidated financial statements.

VI. Cash and cash equivalents

	June 30, 2025	December 31, 2024	June 30, 2024
Cash on hand and working capital	$ 4,558	$ 8,879	$ 6,525
Bank check and demand deposit	2,636,801	3,317,114	3,429,680
Cash equivalents (investment with an original maturity date of less than 3 months)			
Time deposits with banks	2,367,692	277,555	232,018
	$ 5,009,051	$ 3,603,548	$ 3,668,223

VII. Financial assets measured at amortized cost - current

	June 30, 2025	December 31, 2024	June 30, 2024
Pledge of time deposits (I)	$ 117,838	$ 228,786	$ 826,435
Pledged demand deposit	-	-	37
Time deposits with original maturity dates of more than 3 months (II)	469,127	328,769	988,714
	$ 586,965	$ 557,555	$ 1,815,186

(I) As of June 30, 2025, December 31, 2024, and June 30, 2024, the interest rates of the pledged time deposits ranged from 1.69% to 4.28%, 1.69% to 5.20%, and 1.57% to 5.55% per annum, respectively.

(II) As of June 30, 2025, December 31, 2024, and June 30, 2024, the interest rates of the time deposits with original maturity dates of more than 3 months ranged from 4.20% to 5.20%, 4.20% to 5.24% and 4.20% to 5.50% per annum, respectively.

(III) For information on the pledged financial assets measured at amortized cost, please refer to Note 26.

VIII. Accounts receivable

	June 30, 2025	December 31, 2024	June 30, 2024
Measured at amortized cost			
Total carrying amount	$ 4,179,799	$ 5,686,226	$ 5,647,762
Less: Loss allowance	(60,108)	(74,598)	(66,595)
	$ 4,119,691	$ 5,611,628	$ 5,581,167

The average credit period of the Consolidated Company for commodity sales is approximately 90 days, and the accounts receivable are not subject to interest. In order to reduce credit risk, the management of the consolidated company has assigned a special team to be responsible for the decision of credit facilities, credit approval and other monitoring procedures to ensure that appropriate actions have been taken for the recovery of overdue amounts receivable. In addition, the Consolidated Company will review the recoverable amounts of amounts receivable one by one on the balance sheet date to ensure that appropriate impairment loss has been provided for the receivables that cannot be recovered. Therefore, the management of the consolidated company thinks that the credit risk of the Consolidated Company has been significantly reduced.

The Consolidated Company shall recognize the provision for loss of notes receivable and accounts receivable according to the lifetime expected credit loss. Apart from the provision of impairment losses based on the credit impairment of individual customers, the Consolidated Company set up the expected credit loss rate with reference to the past default records and current financial position of customers and the economic development of the industry, taking into account the GDP forecasts and industry prospects. In addition, for accounts receivable aging over 365 days with no other credit guarantees provided, 100% of the loss allowance is recognized. As the historical experience of credit loss of the Consolidated Company shows that there is no significant difference in the loss pattern of different customer groups, the preparation matrix does not further distinguish customer groups, and only uses the overdue days of accounts receivable to determine the expected credit loss rate.

If there is evidence that the counterparty is facing serious financial difficulties and the Consolidated Company cannot reasonably expect the recoverable amount (i.e., if the transaction counterparty is in liquidation or the debt is overdue for over two years), the Consolidated Company will directly write off the relevant accounts receivables, but will continue the recourse activities, and the amount recovered due to recourse will be recognized as income.

The Consolidated Company measures the provision for loss of accounts receivable according to the provision matrix as follows:

June 30, 2025

	0 - 90 days	91 - 120 days	121 - 180 days	181 - 365 days	Over 365 days	Total
Expected credit loss rate	0.09%	5.82%	2.83%	9.63%	100%	
Total carrying amount	$ 3,997,032	$ 102,174	$ 29,835	$ 1,267	$ 49,491	$ 4,179,799
Loss allowance (expected credit losses during the life of the loan)	(3,702)	(5,950)	(843)	(122)	(49,491)	(60,108)
Amortized cost	$ 3,993,330	$ 96,224	$ 28,992	$ 1,145	$ -	$ 4,119,691

December 31, 2024

	0 - 90 days	91 - 120 days	121 - 180 days	181 - 365 days	Over 365 days	Total
Expected credit loss rate	0.15%	9.00%	41.58%	-	100%	
Total carrying amount	$ 5,536,085	$ 86,696	$ 8,067	$ -	$ 55,378	$ 5,686,226
Loss allowance (expected credit losses during the life of the loan)	(8,064)	(7,802)	(3,354)	-	(55,378)	(74,598)
Amortized cost	$ 5,528,021	$ 78,894	$ 4,713	$ -	$ -	$ 5,611,628

June 30, 2024

	0 - 90 days	91 - 120 days	121 - 180 days	181 - 365 days	Over 365 days	Total
Expected credit loss rate	0.16%	8.52%	40.76%	-	100%	
Total carrying amount	$ 5,558,653	$ 33,652	$ 645	$ -	$ 54,812	$ 5,647,762
Loss allowance (expected credit losses during the life of the loan)	(8,652)	(2,868)	(263)	-	(54,812)	(66,595)
Amortized cost	$ 5,550,001	$ 30,784	$ 382	$ -	$ -	$ 5,581,167

The changes in the loss allowance of accounts receivable are as follows:

	From January 1 to June 30, 2025	From January 1 to June 30, 2024
Balance of cash at the beginning of the period	$ 74,598	$ 63,278
Reversal of impairment loss in the current period	(7,133)	(275)
Currency exchange differences	(7,357)	3,592
Closing balance	$ 60,108	$ 66,595

IX. Inventory

	June 30, 2025	December 31, 2024	June 30, 2024
Raw materials	$ 581,152	$ 726,656	$ 821,986
Semi-finished goods	1,238,070	1,516,919	1,928,384
Finished goods	531,188	768,884	606,405
Inventories in transit	30	58,750	42,889
	$ 2,350,440	$ 3,071,209	$ 3,399,664

The operating costs related to inventories for the periods of April 1 to June 30, 2025 and 2024, and January 1 to June 30, 2025, and 2024, were $4,610,890 thousand, $5,862,840 thousand, $9,923,150 thousand, and $10,194,046 thousand, respectively.

X. Subsidiaries

The entities included in the consolidated financial statements are as follows:

Name of investee	Name of subsidiary	Business nature	Shareholding ratio: June 30, 2025	Shareholding ratio: December 31, 2024	Shareholding ratio: June 30, 2024	Description
The Company	Noble Success Group Limited	Holding company	100.00%	100.00%	100.00%	-
Noble Success Group Limited	Chung Jye Shoes Holdings Limited (Samoa Chung Jye)	Import and export trade and sales of leisure outdoor shoes	100.00%	100.00%	100.00%	-
	Better Power Group Limited	Holding company	100.00%	100.00%	100.00%	4
	Wealthy International Ltd.	Holding company	100.00%	100.00%	100.00%	-
	Fortune Leader Industries Co., Ltd.	Holding company	100.00%	100.00%	100.00%	-
	Smartlook Investments Limited	Holding company	100.00%	100.00%	100.00%	-
	Trinity-Star Holdings Limited	Holding company	68.09%	68.09%	68.09%	-

(Cont'd)

(Cont'd)

Name of investee	Name of subsidiary	Business nature	Shareholding ratio June 30, 2025	Shareholding ratio December 31, 2024	Shareholding ratio June 30, 2024	Description
	Jewel Investment Limited	Holding company	100.00%	100.00%	100.00%	-
	Agile Gain Investment Limited	Holding company	100.00%	100.00%	100.00%	-
	Chung Jye Shoes Co., Ltd. (Chung Jye Shoes)	Import and export trade and sales of leisure outdoor shoes	100.00%	100.00%	100.00%	-
	PT Chung Jye Indonesia	Production of outdoor sports and leisure outdoor shoes	0.09%	0.09	0.09%	1
Fortune Leader Industries Co., Ltd.	Zhaoqing Chung Jye Shoes Industry Co., Ltd. (Zhaoqing Chung Jye)	Production of outdoor sports and leisure outdoor shoes	100.00%	100.00%	100.00%	-
Smartlook Investments Limited	Shanggao Chung Jye Shoes Industry Co., Ltd. (Shanggao Chung Jye)	Production of outdoor sports and leisure outdoor shoes	100.00%	100.00%	100.00%	-
	Yifeng Chung Jye Shoes Industry Co., Ltd. (Yifeng Chung Jye)	Production of outdoor sports and leisure outdoor shoes	100.00%	100.00%	100.00%	-
	Fengcheng Chung Jye Shoes Industry Co., Ltd. (Fengcheng Chung Jye)	Production of outdoor sports and leisure outdoor shoes	100.00%	100.00%	100.00%	-
Wealthy International Ltd.	Hai Duong - Viet Nam Chung Jye Shoes Manufacturing Co., Ltd. (Hai Duong Chung Jye)	Production of outdoor sports and leisure outdoor shoes	100.00%	100.00%	100.00%	-
	Ninh Binh - Vietnam Chung Jye Shoes Manufacturing Co., Ltd. (Ninh Binh Chung Jye)	Production of outdoor sports and leisure outdoor shoes	100.00%	100.00%	100.00%	-
Trinity-Star Holdings Limited	Shanggao Jye Sheng Industry Co., Ltd. (Shanggao Jye Sheng)	Production of outdoor sports and leisure outdoor shoes	100.00%	100.00%	100.00%	-
Agile Gain Investment Limited	PT Chung Jye Indonesia	Production of outdoor sports and leisure outdoor shoes	99.91%	99.91%	99.91%	1
Better Power Group Limited	Tuyen Quang - Vietnam Chung Jye Shoes Manufacturing Co., Ltd. (Tuyen Quang Chung Jye)	Production of outdoor sports and leisure outdoor shoes	100.00%	100.00%	100.00%	-
	BACKAN－VIET NAM CHUNG JYE SHOES MANUFACTURE LTD	Production of outdoor sports and leisure outdoor shoes	100.00%	100.00%	100.00%	4
Zhaoqing Chung Jye Shoes Industry Co., Ltd. (Zhaoqing Chung Jye)	Runan Chung Jye Shoes Industry Co., Ltd. (Runan Chung Jye)	Production of outdoor sports and leisure outdoor shoes	-	100.00%	100.00%	3
	Sihui Chung Jye Shoes Industry Co., Ltd. (Sihui Chung Jye)	Production of outdoor sports and leisure outdoor shoes	100.00%	100.00%	100.00%	-
	Guangning Chung Bao Shoes Industry Co., Ltd. (Guangning Chung Bao)	Production of outdoor sports and leisure outdoor shoes	100.00%	100.00%	100.00%	-
Shanggao Chung Yi Industry Co., Ltd.	Zhaoqing Yong Xin Shoe Industry Co., Ltd. (Zhaoqing Yong Xin)	Production of outdoor sports and leisure outdoor shoes	90.00%	90.00%	90.00%	-
Shanggao Chung Jye Shoes Industry Co., Ltd.	Shanggao Chung Liang Shoes Industry Co., Ltd. (Shanggao Chung Liang)	Production of outdoor sports and leisure outdoor shoes	100.00%	100.00%	100.00%	-
	Shanggao Chung Yi Industry Co., Ltd. (Shanggao Chung Yi)	Production of outdoor sports and leisure outdoor shoes	100.00%	100.00%	100.00%	-
	Runan Chung Jye Shoes Industry Co., Ltd. (Runan Chung Jye)	Production of outdoor sports and leisure outdoor shoes	100.00%	-	-	3
Chung Jye Shoes Co., Ltd. (Chung Jye Shoes)	Shoemaker American Inc.	Brand customer relationship services	100.00%	100.00%	100.00%	-
Shanggao Jye Sheng Industry Co., Ltd. (Shanggao Jye Sheng)	Shanggao Da Zhong Shoes Materials Co., Ltd. (Shanggao Da Zhong)	Production of outdoor sports and leisure outdoor shoes	-	-	100.00%	2
Ninh Binh - Vietnam Chung Jye Shoes Manufacturing Co., Ltd. (Ninh Binh Chung Jye)	New Horizon Corporation Limited Company	Property lease	100.00%	100.00%	100.00%	-

Remarks:

1. The Consolidated Company's Board of Directors approved the investment in PT Chung Jye Indonesia (hereinafter referred to as "PT") in May 2024. Between July and November 2024, Noble Success Group Limited ("Noble Success") and Agile Gain Investment Limited ("Agile Ltd.") invested US$3,000 thousand and US$2,876 thousand, respectively, totaling US$2,879

thousand. On February 13, 2025, the Board of Directors of the Group resolved to increase the investment in Noble Success to US$50,000 thousand, and Noble Success increased its investment in its subsidiary Agile Ltd. by US$49,957 thousand. Finally, Noble Success and Agile Ltd. increased their investment in the Indonesian subsidiary PT according to their shareholding ratios. Between February 13, 2025, and June 30, 2025, Noble Success and Agile Ltd. invested another US$41 thousand and US$45,859 thousand, respectively. As of June 30, 2025, the Consolidated Company's total investment in PT was US$48,779 thousand.

2. The shareholders' meeting of Shanggao Jye Sheng resolved to absorb and combine with Shanggao Da Zhong in February 2024, and Shanggao Da Zhong completed the cancelation procedures in July 2024.
3. In 2025, the Consolidated Company carried out an organizational restructuring. Shanggao Chung Jye acquired 100% of the shares in Runan Chung Jye from Zhaoqing Chung Jye. This transaction was an organizational restructuring under joint control, and the book value method is adopted for relevant transfers. Additionally, on August 30, 2024, the Consolidated Company's Board of Directors resolved that Shanggao Chung Jye would increase its capital investment in Runan Chung Jye by RMB 250,000 thousand. As of June 30, 2025, a total of RMB 70,000 thousand had been invested.
4. Furthermore, on May 12, 2025, the Consolidated Company's Board of Directors resolved to increase its investment in Noble Success to US$10,000 thousand. Noble Success would then increase its investment in its subsidiary, Better Power Group Limited, by US$10,000 thousand. Finally, Better Power Group Limited would contribute machinery and equipment to its subsidiary, BACKAN-VIET NAM CHUNG JYE SHOES MANUFACTURE LTD, as a capital increase of US$10,000 thousand. As of June 30, 2025, a total of US$526 thousand had been invested.

XI. Property, plant and equipment

	Land	Buildings	Machinery and equipment	Transportation equipment	Other equipment	Unfinished construction	Total
Cost							
Balance on January 1, 2025	$ 53,390	$ 3,231,468	$ 2,984,880	$ 117,554	$ 540,303	$ 352,426	$ 7,280,021
Addition	-	24,245	151,796	1,837	20,458	385,931	584,267
Disposal	-	-	(20,480)	(812)	(5,952)	-	(27,244)
Reclassification	8,217	92,978	(9,178)	-	53,756	(143,116)	2,657
Net exchange difference	-	(381,785)	(355,398)	(12,660)	(62,796)	(64,041)	(876,680)
Balance on June 30, 2025	$ 61,607	$ 2,966,906	$ 2,751,620	$ 105,919	$ 545,769	$ 531,200	$ 6,963,021
Accumulated depreciation							
Balance on January 1, 2025	$ -	$ 1,406,511	$ 1,412,640	$ 74,392	$ 397,465	$ -	$ 3,291,008
Depreciation expenses	-	98,756	132,581	4,590	19,605	-	255,532
Disposal	-	-	(17,912)	(731)	(5,815)	-	(24,458)
Reclassification	-	24,260	(47,589)	-	23,033	-	(296)
Net exchange difference	-	(167,957)	(166,993)	(8,098)	(46,326)	-	(389,374)
Balance on June 30, 2025	$ -	$ 1,361,570	$ 1,312,727	$ 70,153	$ 387,962	$ -	$ 3,132,412
Net amount as of June 30, 2025	$ 61,607	$ 1,605,336	$ 1,438,893	$ 35,766	$ 157,807	$ 531,200	$ 3,830,609
Net amount as of December 31, 2024 and January 1, 2025	$ 53,390	$ 1,824,957	$ 1,572,240	$ 43,162	$ 142,838	$ 352,426	$ 3,989,013

(Cont'd)

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	Land	Buildings	Machinery and equipment	Transportation equipment	Other equipment	Unfinished construction	Total
Cost							
Balance on January 1, 2024	$ 19,714	$ 3,077,235	$ 2,516,144	$ 104,357	$ 503,635	$ 54,671	$ 6,275,756
Addition	-	58,684	115,499	15,308	9,104	54,241	252,836
Disposal	-	-	(27,104)	(7,502)	(3,929)	-	(38,535)
Reclassification	-	6,214	36,717	(199)	963	(57,954)	(14,259)
Net exchange difference	-	85,170	81,658	4,408	21,117	1,198	193,551
Balance on June 30, 2024	$ 19,714	$ 3,227,303	$ 2,722,914	$ 116,372	$ 530,890	$ 52,156	$ 6,669,349
Accumulated depreciation							
Balance on January 1, 2024	$ -	$ 1,184,705	$ 1,175,300	$ 70,108	$ 368,782	$ -	$ 2,798,895
Depreciation expenses	-	84,197	122,783	3,666	16,098	-	226,744
Disposal	-	-	(24,732)	(6,931)	(3,541)	-	(35,204)
Reclassification	-	22	38	-	(294)	-	(234)
Net exchange difference	-	43,201	40,697	3,102	16,090	-	103,090
Balance on June 30, 2024	$ -	$ 1,312,125	$ 1,314,086	$ 69,945	$ 397,135	$ -	$ 3,093,291
Net amount as of June 30, 2024	$ 19,714	$ 1,915,178	$ 1,408,828	$ 46,427	$ 133,755	$ 52,156	$ 3,576,058

From January 1 to June 30, 2025 and 2024, the Consolidated Company did not recognize or reverse any impairment losses.

The depreciation expenses are provided on a straight-line basis over the estimated useful lives as shown:

Buildings	50 to 60 years
Machinery and equipment	5 to 10 years
Transportation equipment	5 to 10 years
Other equipment	3 to 10 years

For the amount of property, plant and equipment provided as collateral for borrowings, please refer to Note 26.

XII. Lease agreements

(I) Right-of-use assets

	June 30, 2025	December 31, 2024	June 30, 2024
Carrying amount of right-of-use assets			
Land	$ 541,868	$ 614,119	$ 353,221
Buildings	36,254	33,404	39,813
Others	5,798	2,502	2,675
	$ 583,920	$ 650,025	$ 395,709

	From April 1 to June 30, 2025	From April 1 to June 30, 2024	From January 1 to June 30, 2025	From January 1 to June 30, 2024
Addition of right-of-use assets	$ 14,808	$ -	$ 14,808	$ -
Depreciation expenses of right-of-use assets				
Land	$ 2,505	$ 2,511	$ 7,155	$ 4,607
Buildings	4,099	3,232	7,353	6,375
Others	372	89	462	176
	$ 6,976	$ 5,832	$ 14,970	$ 11,158

(II) Lease liabilities

	June 30, 2025	December 31, 2024	June 30, 2024
Carrying amount of lease liabilities			
Current	$ 12,773	$ 14,884	$ 14,496
Non-current	$ 43,262	$ 47,137	$ 37,314

The discount rate range of lease liabilities is as follows:

	From January 1 to June 30, 2025	From January 1 to June 30, 2024
Land	9.46%～10.2%	9.46%～10.2%
Buildings	4.35%～5.43%	4.35%～5.43%
Others	3.69%	3.69%

(III) Major lease activities and terms

In September 2024, the Consolidated Company acquired the land use rights in Runan County, Zhumadian City, Henan Province, Mainland China, for the land for the future plant and office. The area acquired totaled 22.97 hectares, and the leasing period is 50 years.

In October 2024, the Consolidated Company acquired the land use rights in Backan Province, Vietnam, for the land for the future plant and office. The area acquired totaled 13.05 hectares, and the leasing period is 50 years.

On May 31, 2024, the Board of Directors of the Group resolved to obtain the land use rights required for the construction of Ngawi plant from its Indonesian subsidiary PT Chung Jye Indonesia. The total land area is approximately 8.3 hectares, and the total cost of the acquisition was approximately US$3,157 thousand. Subsequently, due to the increase in the area of land use rights expected to be acquired, the Group's Board of Directors resolved on December 26, 2024 to increase the area of land investment originally resolved by the Board of Directors on May 31, 2024 to 10.4 hectares, and the total estimated acquisition cost was increased to US$4,680 thousand. As of June 30, 2025, the Consolidated Company had paid NT$124,864 thousand and recognized it in other non-current assets. It will be reclassified to right-of-use assets after the relevant registration of land ownership transfer is completed.

On February 13, 2025, the Consolidated Company’s Board of Directors resolved to obtain the land use rights required for the construction of the Sragen plant from its Indonesian subsidiary PT Chung Jye Indonesia. The total land area is approximately 56.3 hectares, and the total cost of the acquisition was approximately US$24,811 thousand. As of June 30, 2025, the Consolidated Company had paid NT$545,171

thousand and recognized it in other non-current assets. It will be reclassified to right-of-use assets after the relevant registration of land ownership transfer is completed.

The Consolidated Company leased certain buildings, lands, and buildings in Vietnam and Mainland China for operating use as plants and offices, and the leasing period is 5 to 50 years. Upon the termination of the leasing period, the Consolidated Company has no right of first refusal for the land and buildings it leased.

Partial subsidiaries in Mainland China obtained governmental subsidies for the acquisition of land use rights in previous years. Such subsidies have been recorded as deferred income and will be transferred to profit or loss over the useful lives of the related assets. The other income recognized for the periods of April 1 to June 30, 2025 and 2024, and January 1 to June 30, 2025 and 2024, was NT$2,374 thousand, NT$1,290 thousand, NT$4,722 thousand, and NT$2,500 thousand, respectively.

(IV) Other lease information

	From April 1 to June 30, 2025	From April 1 to June 30, 2024	From January 1 to June 30, 2025	From January 1 to June 30, 2024
Short-term lease expenses	$ 206	$ 205	$ 412	$ 403
Low-value assets lease expenses	$ 20	$ 7	$ 38	$ 28
Variable lease payments not included in the measurement of lease liabilities	$ 2,497	$ 2,179	$ 5,283	$ 2,179
Total cash (outflow) from lease			($ 14,870)	($ 11,284)

XIII. Prepayment for investment

In response to the global deployment of production strategies, the Group dispersed its production locations and strengthened supply chain management. On December 19, 2023, the Board of Directors approved a resolution to jointly invest in Fusionsole Footwear Private Limited (hereinafter referred to as "Fusionsole") with the Indian company Farida Holdings Private Limited and signed a joint agreement. The Group invested in 51% of Fusionsole's shares through its subsidiary Jewel Investment Limited (hereinafter referred to as "Jewel") and provided business and technical support. As of June 30, 2025, the Consolidated Company had paid $74,087 thousand of investment, but the registration of equity change has not yet been completed.

XIV. Borrowings

(I) Short-term borrowings

	June 30, 2025	December 31, 2024	June 30, 2024
Secured bank loans (Note 26)	$ 1,066,640	$ 791,562	$ 1,778,644
Credit limit borrowings	-	227,373	145,027
	$ 1,066,640	$ 1,018,935	$ 1,923,671

The interest rates of bank revolving loans ranged from 2.45% to 4.59%, 1.8% to 2.9%, and 1.78% to 3.10% on June 30, 2025, December 31, 2024, and June 30, 2024, respectively.

(II) Long-term borrowings

	June 30, 2025	December 31, 2024	June 30, 2024
Secured loans (Note 26)			
Bank borrowings (1)	$ -	$ 30,039	$ 30,935
Bank borrowings (2)	-	335,000	419,667
	-	365,039	450,602
Less: Portion presented as due within one year	-	(171,158)	(171,137)
Long-term borrowings	$ -	$ 193,881	$ 279,465

1. The loan was scheduled for repayment on January 7, 2039. It was secured by the Consolidated Company's self-owned land and buildings, and was amortized and repaid over 20 years. The interest rate was 2.32% as of December 31, 2024, and June 30, 2024. The Consolidated Company prepaid this long-term bank loan in April 2025.
2. Another loan was scheduled for repayment in September 2026. As of December 31, 2024, and June 30, 2024, the interest rates were 2.00%–2.05% and 1.96%–2.05%, respectively. The Consolidated Company prepaid this long-term bank loan on April 1, 2025.

XV. Other payables

	June 30, 2025	December 31, 2024	June 30, 2024
Insurance premiums payable	$ 1,159,970	$ 1,390,457	$ 1,457,587
Salaries and bonuses payable	521,938	668,395	636,430
Remuneration of employees and Directors payable	32,507	47,000	16,723
Equipment payments payable	104,759	105,045	38,261
Taxes payable	16,827	41,639	80,786
Dividends payable	934,500	-	770,000
Others (Note)	191,186	267,006	369,840
Total	$ 2,961,687	$ 2,519,542	$ 3,369,627

Note: Mainly refer to freight and processing fees payable.

XVI. Post-employment benefit plans

The pension expenses related to the defined benefit plan recognized for the periods of April 1 to June 30, 2025 and 2024, and January 1 to June 30 in 2025 and 2024, were calculated using the actuarially determined pension cost rates as of December 31, 2024 and 2023, and the amounts were $11 thousand, $37 thousand, $48 thousand, and $75 thousand, respectively.

XVII. Equity

(I) Share capital

Ordinary shares

	June 30, 2025	December 31, 2024	June 30, 2024
Number of authorized shares (thousand shares)	300,000	300,000	300,000
Authorized share capital	$ 3,000,000	$ 3,000,000	$ 3,000,000
Number of issued and fully paid shares (thousand shares)	155,750	140,000	140,000
Issued share capital	$ 1,557,500	$ 1,400,000	$ 1,400,000

To facilitate the initial public offering before listing, the Company conducted a cash capital increase by issuing 15,750 thousand common shares at a par value of NT$10 per share. The minimum underwriting price for the cash capital increase through competitive auction was set at NT$100 per share, with allotments awarded to the highest bidders. Each successful bidder subscribed at their respective bid price, and the weighted average price based on the bid prices and quantities was NT$197.85 per share. The public offering price was NT$128 per share, and the total fund raised was NT$2,887,053 thousand. Except for the aforementioned total fund raised of $157,500 thousand, which was recognized as share capital, the remaining $2,723,553 thousand was recognized as capital reserve - stock premium after deducting the direct issuance costs. This cash capital increase was approved by the Taiwan Stock Exchange on October 17, 2024, and March 5, 2025 was the base date for the capital increase.

As part of the abovementioned cash capital increase, the Company reserved 160 thousand common shares for employee subscription. On the grant date, an employee compensation cost of $9,802 million was recognized. The originally recorded capital surplus - employee stock options was reclassified to capital surplus - share premium upon completion of the capital increase.

(II) Capital reserve

	June 30, 2025	December 31, 2024	June 30, 2024
Can be used to cover losses, issue cash or supplement share capital (1)			
Premium from share issuance	$ 5,325,160	$ 2,591,805	$ 2,591,805
Differences between the price for the acquisition or disposal of equity of subsidiaries and the carrying amount	69,209	69,209	69,209
Can only be used to cover losses			
Recognition of changes in ownership interests in subsidiaries (2)	16,893	16,893	16,893
Exercise the right of disgorgement (3)	9	-	-
	$ 5,411,271	$ 2,677,907	$ 2,677,907

1. Such capital reserve may be used to make up for losses and may also be used to distribute cash or be allocated as share capital when the Company has no losses, provided that the share capital allocation is limited to a certain proportion of the paid-in capital each year.
2. Such capital reserve is the effects of equity transactions recognized due to the changes in equity of subsidiaries when the Company has not acquired or disposed of the equity of subsidiaries.
3. This type of capital surplus comes from the Company's exercise of the right of disgorgement under Article 157 of the Securities and Exchange Act. The gains from this disgorgement are recognized as "Capital surplus - other" and can only be used to offset losses.

(III) Retained earnings and dividend policy

According to the earning distribution policy of the Articles of Incorporation, during the listing period of shares in the Republic of China, if there are earnings after the annual final account, the Company shall pay taxes, compensate for accumulated losses, and appropriate 10% as the legal reserve; however, if the legal reserve has reached the paid-in capital of the Company, the appropriation is no longer required. For the remaining, appropriate or reverse the special reserve according to laws and regulations. If there is any balance, combine it with the accumulated undistributed earnings, and the Board shall formulate the proposal for earning distribution and submit it to the shareholders' meeting to resolve the distribution of shareholders' dividends. For the distribution policy of remuneration to employees and directors stipulated in the Company's Articles of Incorporation, please refer to Note 19(6) Remuneration to employees and directors.

In addition, according to the Articles of Incorporation, shareholders' dividends may be distributed in cash dividends or stock dividends, and the ratio of the distribution of cash dividends shall not be less than 30%, in principle.

The legal reserve shall be appropriated until the balance reaches the total paid-in capital of the Company. The legal reserve can be used for loss compensation. When the Company has no loss, the part of the legal reserve exceeding 25% of the total paid-in share capital may be distributed in cash in addition to being appropriated as share capital.

Furthermore, according to the earning distribution policy of the Articles of Incorporation, during the listing period of shares in the Republic of China, appropriate and reverse the special reserve according to Letter Jin-Guan-Zheng-Fa-Zi No. 1090150022 and the "Q&A for the Application of the Appropriation of the Special Reserve after the Adoption of International Financial Reporting Standards (IFRS Accounting Standards)."

The Company held its annual shareholders' meeting on June 10, 2025, and May 10, 2024, respectively, and the proposal for the earning distribution for 2024 and 2023 resolved and approved is as follows:

	2024	2023
Statutory surplus reserve	$ 171,178	$ -
Cash dividends	$ 934,500	$ 770,000
Cash dividends per share (NT$)	$ 6	$ 5.5

(IV) Exchange differences arising from the translation of the financial statements of foreign operations

	From January 1 to June 30, 2025	From January 1 to June 30, 2024
Balance of cash at the beginning of the period	$ 24,002	($ 367,101)
Generated during the period		
Translation differences in foreign operations	(165,248)	(226,894)
Translation difference for the presentation currency	(1,306,300)	555,202
Closing balance	($ 1,447,546)	($ 38,793)

(V) Non-controlling interests

	From January 1 to June 30, 2025	From January 1 to June 30, 2024
Balance of cash at the beginning of the period	$ 232,241	$ 215,409
Net profit for the period	13,705	70,000
Cash dividends paid out for the current period	(47,881)	(51,686)
Other comprehensive income for the period		
Exchange differences arising from the translation of the financial statements of foreign operations	(2,894)	(3,873)
Translation difference for the presentation currency	859	3,179
Closing balance	$ 196,030	$ 233,029

XVIII. Income

	From April 1 to June 30, 2025	From April 1 to June 30, 2024	From January 1 to June 30, 2025	From January 1 to June 30, 2024
Income from contracts with customers				
Product sales income	$ 5,223,318	$ 7,037,997	$ 11,331,387	$ 12,258,846

XIX. Net profit of continuing operations

(I) Other income

	From April 1 to June 30, 2025	From April 1 to June 30, 2024	From January 1 to June 30, 2025	From January 1 to June 30, 2024
Government subsidy income (Note 23)	$ 7,672	$ 32,980	$ 11,589	$ 35,211
Others	12,133	8,747	25,370	34,082
	$ 19,805	$ 41,727	$ 36,959	$ 69,293

(II) Other gains and losses

	From April 1 to June 30, 2025	From April 1 to June 30, 2024	From January 1 to June 30, 2025	From January 1 to June 30, 2024
Net currency exchange gain or loss	$ 44,616	$ 90,445	$ 78,097	$ 197,664
Net gain or loss from the disposal of property, plant and equipment	(1,253)	(1,227)	(1,295)	(75)
Gains or loss on financial instruments measured at fair value through profit or loss	2,098	1,854	2,684	3,125
Depreciation expenses of investment property	-	(17)	(1)	(35)
Others	(1,923)	(3,490)	(2,333)	(15,281)
	$ 43,538	$ 87,565	$ 77,152	$ 185,398

(III) Financial costs

	From April 1 to June 30, 2025	From April 1 to June 30, 2024	From January 1 to June 30, 2025	From January 1 to June 30, 2024
Interests on bank borrowings	$ 10,645	$ 12,857	$ 18,887	$ 28,440
Interest on lease liabilities	589	609	1,900	1,370
	$ 11,234	$ 13,466	$ 20,787	$ 29,810

(IV) Depreciation and amortization

	From April 1 to June 30, 2025	From April 1 to June 30, 2024	From January 1 to June 30, 2025	From January 1 to June 30, 2024
Depreciation summarized by function				
Operating costs	$ 93,220	$ 107,832	$ 220,121	$ 212,855
Operating expenses	32,625	12,678	50,381	25,047
Other expenses	-	17	1	35
	$ 125,845	$ 120,527	$ 270,503	$ 237,937
Amortization summarized by function				
Operating costs	$ 90	$ -	$ 90	$ -
Operating expenses	488	651	1,080	1,076
	$ 578	$ 651	$ 1,170	$ 1,076

(V) Employee benefit expenses

	From April 1 to June 30, 2025	From April 1 to June 30, 2024	From January 1 to June 30, 2025	From January 1 to June 30, 2024
Post-retirement benefits				
Defined benefit plan (Note 16)	$ 11	$ 37	$ 48	$ 75
Defined contribution plan	45,015	92,682	130,486	158,194
Other employee benefits	1,508,036	1,471,047	2,929,254	2,832,418
	$ 1,553,062	$ 1,563,766	$ 3,059,788	$ 2,990,687
Summarized by function				
Operating costs	$ 1,372,740	$ 1,236,006	$ 2,562,023	$ 2,361,545
Operating expenses	180,322	327,760	497,765	629,142
	$ 1,553,062	$ 1,563,766	$ 3,059,788	$ 2,990,687

(VI) Remuneration of employees and remuneration of Directors

In accordance with the Articles of Incorporation, the Company allocates remuneration to employees and directors at a rate not less than 0.1% and not more than 3%, respectively, and not more than 3% based on the pre-tax profit before deducting the distribution of remuneration to employees and directors in the current year. The estimated employee and director remuneration for the periods of April 1 to June 30, 2025, and 2024, and January 1 to June 30, 2025, and 2024, are as follows:

Estimation ratio

	From January 1 to June 30, 2025	From January 1 to June 30, 2024
Remuneration of employees	0.71%	2.17%
Remuneration of Directors	0.47%	1.72%

Amount

	From April 1 to June 30, 2025	From April 1 to June 30, 2024	From January 1 to June 30, 2025	From January 1 to June 30, 2024
Remuneration of employees	$ 1,552	$ 12,593	$ 3,539	$ 21,116
Remuneration of Directors	$ 1,018	$ 9,973	$ 2,321	$ 16,723

If there is still any change in the amount after the annual consolidated financial statements are approved and issued, it will be treated as a change in accounting estimate and adjusted in the following year.

The remuneration to employees and directors for 2024 and 2023 was resolved by the Board of Directors on March 12, 2025 and April 29, 2024, as follows:

Amount

	2024	2023
	Cash	Cash
Remuneration of employees	$ 27,617	$ 36,000
Remuneration of Directors	$ 18,000	$ 28,500

There is no difference between the actual distribution amount in 2023 and the amount recognized in the consolidated financial statements for 2023.

The Company held a board meeting on March 12, 2025 due to the difference in estimates, which resulted in the actual distribution amount of employees' compensation and directors' remuneration being different from the amount recognized in the annual consolidated financial statements. The difference was adjusted to the profit or loss of 2025.

	2024	
	Remuneration of employees	Remuneration of Directors
Distribution amount resolved by the Board of Directors	$ 27,617	$ 18,000
Amount recognized in the annual financial statements	$ 27,000	$ 20,000

For information on the remuneration of employees and remuneration of directors and supervisors resolved by the Board, please visit the "MOPS" of TWSE for inquiries.

XX. Income tax

(I) Income tax recognized in profit or loss

The main components of the income tax expenses are as follows:

	From April 1 to June 30, 2025	From April 1 to June 30, 2024	From January 1 to June 30, 2025	From January 1 to June 30, 2024
Current income tax				
Those generated during the year	$ 73,284	$ 204,940	$ 124,321	$ 324,638
Adjustments for prior years	(22,137)	(20,319)	(20,319)	(20,319)
Deferred income tax				
Those generated during the year	4,087	(1,086)	3,213	33,665
Income tax expenses recognized in profit or loss	$ 55,234	$ 183,535	$ 107,215	$ 337,984

(II) The corporate income tax returns of domestic subsidiaries, Chung Jye Shoes Co., Ltd., Chung Jye Shoes Holdings Limited Taiwan Branch and Trinity-Star Holdings Limited Taiwan Branch, have been approved by the tax authorities up to 2023. The remaining subsidiaries shall file local income tax returns in accordance with local regulations.

XXI. Earnings per share

Unit: NT$ per share

	From April 1 to June 30, 2025	From April 1 to June 30, 2024	From January 1 to June 30, 2025	From January 1 to June 30, 2024
Basic earnings per share	$ 1.33	$ 4.24	$ 2.60	$ 6.69
Diluted earnings per share	$ 1.33	$ 4.22	$ 2.60	$ 6.66

The net profit and the weighted average number of ordinary shares used to calculate the earnings per share are as follows:

	From April 1 to June 30, 2025	From April 1 to June 30, 2024	From January 1 to June 30, 2025	From January 1 to June 30, 2024
Net profit attributable to the owners of the Company	$ 206,616	$ 593,454	$ 390,903	$ 936,512

Number of shares

Unit: Thousand shares

	From April 1 to June 30, 2025	From April 1 to June 30, 2024	From January 1 to June 30, 2025	From January 1 to June 30, 2024
Weighted average number of ordinary shares used to calculate the basic earnings per share	155,750	140,000	150,268	140,000
Effects of potentially dilutive ordinary shares:				
Remuneration of employees	35	479	95	663
Weighted average number of ordinary shares used to calculate diluted earnings per share	155,785	140,479	150,363	140,663

Suppose the Consolidated Company has the option to pay employees' remuneration in shares or cash. In that case, the calculation of diluted earnings per share is based on the assumption that the employees' remuneration will be issued in shares. The weighted average number of outstanding shares will be included in the calculation of diluted earnings per share when the potential common shares are diluted. When calculating the diluted earnings per share before the issuance of employees' remuneration shares in the next annual resolution, the dilution effect of such potential common shares shall also be considered.

XXII. Share-based payment arrangements

The Company's cash capital increase reserved for employee share options

The Company issued 15,750 thousand common shares through cash capital increase in conjunction with the public underwriting before the initial listing. According to the resolution of the Board of Directors, 160 thousand new shares were reserved for employee subscription, and the number of shares and price subscribed by employees were confirmed on February 20, 2025. The fair value of employee stock options through cash capital increase was $61.26 per share.

The Company adopted the Black-Scholes valuation model to calculate the fair value of the cash capital increase through employee subscription on February 20, 2025, which was the grant date. The relevant information is as follows:

	Stock option plan
Market price on the grant date (NTD)	$ 189.25
Exercise price (NTD)	$ 128
Expected volatility	42.54%
Duration	Seven days
Risk-free interest rate	0.31%

The cost of employees' remuneration recognized from January 1 to June 30, 2025 was $9,802 thousand.

XXIII. Government subsidy

The Consolidated Company obtained government subsidies of $161,089 thousand for the purchase of land use rights from 2012 to 2021 (recorded as deferred income), and another $106,974 thousand and $2,746 thousand from January 1 to June 30, 2025 and 2024, respectively. The subsidies were recognized as income in installments based on the period of use of the land use rights. The government subsidy income recognized for the periods of April 1 to June 30, 2025 and 2024, and January 1 to June 30, 2025 and 2024, were $1,810 thousand, $819 thousand, $3,555 thousand, and $1,615 thousand, respectively.

The Consolidated Company received government subsidies for capital expenditures (recorded as deferred income) and recorded government subsidy income of $564 thousand, $472 thousand, $1,167 thousand, and $886 thousand, for the periods of April 1 to June 30, 2025 and 2024, and January 1 to June 30, 2025 and 2024, respectively.

The Group received and recognized government subsidy income of $5,299 thousand, $31,689 thousand, NT6,868 thousand, and NT32,710 thousand for the periods of April 1 to June 30, 2025 and 2024, and January 1 to June 30, 2025 and 2024, respectively, in accordance with other government subsidy regulations.

XXIV. Financial instruments

(I) Information on fair value - Financial instruments not measured at fair value

The management of the Consolidated Company considers that the carrying amount of financial assets and financial liabilities not measured at fair value approximates their fair value.

(II) Information on fair value - Financial instruments measured at fair value on a repetitive basis

1. Level of fair value

June 30, 2025

	Level 1	Level 2	Level 3	Total
Financial assets at fair value through profit or loss				
Forward exchange contracts	$ -	$ 219	$ -	$ 219
Financial liabilities at fair value through profit or loss				
Forward exchange contracts	$ -	$ 2,509	$ -	$ 2,509

December 31, 2024: None

June 30, 2024

	Level 1	Level 2	Level 3	Total
Financial assets at fair value through profit or loss				
Wealth management products	$ -	$ -	$ 141,156	$ 141,156

There were no transfers between Level 1 and Level 2 fair value measurements from January 1 to June 30, 2025 and 2024.

2. Reconciliation of financial instruments measured at Level 3 fair value

	Financial instruments measured at fair value through profit or loss	
	From January 1 to June 30, 2025	From January 1 to June 30, 2024
Financial assets		
Balance of cash at the beginning of the period	$ -	$ -
Recognized in profit or loss (other gains and losses)		
- Realized	4,754	3,125
Purchase	3,499,993	3,874,652
Disposal	(3,504,747)	(3,735,470)
Exchange rate impact	-	(1,151)
Closing balance	$ -	$ 141,156

3. Valuation techniques and inputs for Level 2 fair value measurement

Categories of financial instruments	Valuation techniques and inputs
Derivatives - forward exchange contracts	Discounted cash flow method: Future cash flows are estimated based on observable forward exchange rates at the end of the period and the exchange rates stipulated in the contract. These are then discounted using a rate that reflects the credit risk of each counterparty.

4. Valuation techniques and inputs for Level 3 fair value measurement

The wealth management products in RMB purchased by subsidiaries adopted the quotation of the counterparty as the valuation technique and material unobservable input to calculate the expected income gain from holding such instruments.

(III) Categories of financial instruments

	June 30, 2025	December 31, 2024	June 30, 2024
Financial assets			
Measured at fair value through profit or loss			
Mandatory measurement at fair value through profit or loss	$ 219	$ -	$ 141,156
Financial assets measured at amortized cost (Note 1)	9,784,348	9,849,815	11,122,853
Financial liabilities			
Measured at fair value through profit or loss			
Held for trading.	2,509	-	-
Financial liabilities measured at amortized cost (Note 2)	6,431,966	7,556,453	9,524,952

Note 1: The balance includes cash and cash equivalents, financial assets measured at amortized cost, accounts receivable, accounts receivable - related parties, other receivables, refundable deposits, and other financial assets measured at amortized cost.

Note 2: The balance includes short-term borrowings, accounts payable, accounts payable - related parties, other payables, long-term borrowings (including those due within one year), guarantee deposits received, and other financial liabilities measured at amortized cost.

(IV) Purpose and policy of financial risk management

The Consolidated Company's main financial instruments include accounts receivable, accounts payable, accounts payable - related parties, borrowings, and lease liabilities. The Financial Management Department of the consolidated company provides services for all business units, coordinates the entry into domestic and international financial markets, and supervises and manages the financial risks related to the operation of the consolidated company by analyzing the internal risk report of the exposure according to the risk level and breadth. These risks include market risk (including exchange rate risk and interest rate risk), credit risk and liquidity risk.

1. Market risk

The main financial risk caused by the operating activities of the consolidated company to the consolidated company is the foreign currency exchange rate change risk (refer to (1) below) and the interest rate change risk (refer to (2) below).

(1) Exchange rate risk

Multiple subsidiaries of the Consolidated engage in sales and purchases denominated in foreign currencies, which results in the exposure of the Consolidated Company to changes in the exchange rate. For the management of exchange rate exposure, the Consolidated Company adopts natural hedging measures for foreign currency positions generated from operating activities, and the financial and accounting departments will carefully select the timing of foreign exchange settlement and adjust the ratio of different foreign currency accounts to achieve the management of exchange rate risk.

For the carrying amount of monetary assets and monetary liabilities denominated in non-functional currency on the balance sheet date (including monetary items denominated in non-functional currency written off in the consolidated financial statements), please refer to Note 27.

Sensitivity analysis

The Consolidated Company is mainly affected by fluctuations in the exchange rates of USD.

The table below details the sensitivity analysis of the Consolidated Company when the exchange rate of the functional currency changes by 1% against relevant foreign currencies. The sensitivity analysis only includes the monetary items that are in circulation, and the conversion at the end of the period is adjusted by 1% of the exchange rate change. The positive numbers in the following table represent the amount of net profit before tax that will increase when the functional currency depreciates by 1% relative to each foreign currency; when the functional currency appreciates by 1% relative to each relevant foreign currency, its impact on the net profit before tax will be a negative number of the same amount.

	USD impact (Note 1)		NTD impact (Note 2)	
	From January 1 to June 30, 2025	From January 1 to June 30, 2024	From January 1 to June 30, 2025	From January 1 to June 30, 2024
Profit or loss	$ 7,398	$ 29,102	$ 563	($ 28,441)

Note 1: It mainly comes from the Consolidated Company's outstanding cash, accounts receivable, and accounts payable denominated in USD that are still outstanding on the balance sheet date without cash flow hedging.

Note 2: Mainly derived from cash, accounts receivable, loans and accounts payable denominated in NTD that are still in circulation and not hedged on the Group's balance sheet date.

(2) Interest rate risk

Interest rate exposure is caused by the fact that entities in the Consolidated Company borrow funds at fixed and floating rates. The Consolidated Company manages interest rate risk by maintaining an appropriate profile of fixed and floating interest rates.

The carrying amounts of the financial assets and financial liabilities of the Consolidated Company subject to interest rate exposure on the balance sheet date are as follows:

	June 30, 2025	December 31, 2024	June 30, 2024
Interest rate risk involving fair value			
Financial assets	$ 2,951,657	$ 832,110	$ 2,044,167
Financial liabilities	1,081,535	797,021	1,271,477
Interest rate risk involving cash flow			
Financial assets	2,639,801	3,320,114	3,432,717
Financial liabilities	40,960	648,974	1,154,606

Sensitivity analysis

The following sensitivity analysis is based on the interest rate exposure of non-derivative instruments on the balance sheet date. For floating rate assets and liabilities, it is assumed that the amount of assets and liabilities outstanding on the balance sheet date is also outstanding during the reporting period. The change rate used within the Group to report interest rates to the key management is the increase/decrease in interest rate by 50 base points, which also represents the evaluation of the management regarding the scope of reasonable and possible changes in interest rate.

If the interest rate increases/decreases by 50 basis points, with all other variables remaining unchanged, the pre-tax net profit of the Group from January 1 to June 30, 2025 and 2024 will increase/decrease by $6,497 thousand and $5,695 thousand, respectively.

2. Credit risk

Credit risk refers to the risk of financial loss caused by default of contractual obligations of the counterparty. As of the balance sheet date, the maximum credit risk exposure of the Consolidated Company that may be due to financial losses caused by the failure of counterparties in performing the obligations is mainly from the carrying amount of financial assets recognized in the balance sheet.

The policy adopted by the Consolidated Company is to conduct transactions only with reputable counterparties and obtain sufficient guarantees under necessary circumstances to reduce the risk of financial losses due to defaults. The Consolidated Company continues to monitor credit risks and the credit ratings of its counterparties, and controls credit exposure through regular examination and approval of credit limits of the counterparties.

Except for the top three customers, the Consolidated Company does not have any material credit exposure due to any single counterparty or a group of counterparties with similar features. When the counterparty is an affiliate, the Consolidated Company defines it as a counterparty with similar features. Among the balance of accounts receivable on June 30, 2025, December 31, 2024, and June 30, 2024, the credit risk concentration regarding the top three customers did not exceed 29%, 45% and 37% of total monetary assets, respectively, and the credit risk concentration regarding other transaction counterparties did not exceed 14%, 15% and 13% of total monetary assets, respectively.

3. Liquidity risk

The Consolidated Company manages and maintains sufficient cash positions to support the Group’s operations and mitigate the impact of cash flow fluctuations. The management of the Consolidated Company supervises the use of the bank financing limit and ensures compliance with the terms of borrowing contracts.

Bank borrowings are an important source of liquidity for the Consolidated Company. For the Consolidated Company's unused financing limit, please refer to the description in (3) financing limit below.

(1) Table of liquidity and interest rate risk of non-derivative financial liabilities

The maturity analysis of the remaining contracts of non-derivative financial liabilities is based on the undiscounted cash flow (including principal and estimated interest) of financial liabilities on the earliest possible repayment date of the Consolidated Company. Therefore, the series of bank loans that the

consolidated company may be required to repay immediately shall not take into account the probability of the bank executing the right immediately in the earliest period in the table below; the maturity analysis of other non-derivative financial liabilities shall be prepared according to the agreed repayment date.

The following table is the maturity analysis of non-derivative financial liabilities with agreed repayment periods of the Consolidated Company summarized and presented based on the maturity date and the undiscounted maturity amount:

June 30, 2025

	less than 3 months	3 months to 1 year	1 to 5 years	Over 5 years
Liabilities with no interest	$ 5,237,293	$ 117,959	$ 10,254	$ -
Lease liabilities	4,563	10,646	18,010	39,388
Instruments with floating interest rates	-	41,461	-	-
Instruments with fixed interest rate instruments	295,020	742,932	-	-
	$ 5,536,876	$ 912,998	$ 28,264	$ 39,388

December 31, 2024

	less than 3 months	3 months to 1 year	1 to 5 years	Over 5 years
Liabilities with no interest	$ 5,997,754	$ 158,747	$ 15,978	$ -
Lease liabilities	4,625	15,213	19,066	59,036
Instruments with floating interest rates	626	629,498	10,009	22,729
Instruments with fixed interest rate instruments	144,287	431,916	168,674	-
	$ 6,147,292	$ 1,235,374	$ 213,727	$ 81,765

June 30, 2024

	less than 3 months	3 months to 1 year	1 to 5 years	Over 5 years
Liabilities with no interest	$ 6,930,455	$ 216,091	$ 4,133	$ -
Lease liabilities	4,378	14,155	24,068	22,167
Instruments with floating interest rates	841,894	295,480	10,009	23,980
Instruments with fixed interest rate instruments	847,328	131,769	255,394	-
	$ 8,624,055	$ 657,495	$ 293,604	$ 46,147

(2) Financing limit

	June 30, 2025	December 31, 2024	June 30, 2024
Unsecured bank borrowing limit			
- Used amount	$ -	$ 227,373	$ 145,027
- Unused amount	4,306,798	456,798	1,129,933
	$ 4,306,798	$ 684,171	$ 1,274,960
Secured bank borrowing limit			
- Used amount	$ 1,066,460	$ 1,156,601	$ 2,237,670
- Unused amount	7,227,569	7,528,209	3,000,907
	$ 8,294,029	$ 8,684,810	$ 5,238,577

XXV. Related party transactions

Transactions, account balances, gains and expenses between the Company and its subsidiaries (which are related parties of the Company) are eliminated in full at the time of consolidation, so they are not disclosed in this note. In addition to those disclosed in other notes, the transactions between the Consolidated Company and other related parties are as follows.

(I) Name of related party and its relationship

Name of related party	Relationship with the Consolidated Company
Jiangxi Junjie Shoe Material Co., Ltd.	Affiliate
Chung Jye Public Welfare Association	Other related parties

(II) Sales

Category of related party	From April 1 to June 30, 2025	From April 1 to June 30, 2024	From January 1 to June 30, 2025	From January 1 to June 30, 2024
Affiliate	$ -	$ 3,118	$ -	$ 3,118

(III) Purchases

Category of related party	From April 1 to June 30, 2025	From April 1 to June 30, 2024	From January 1 to June 30, 2025	From January 1 to June 30, 2024
Affiliate	$ 155,642	$ 152,689	$ 330,453	$ 277,414

(IV) Processing expenses

Category of related party	From April 1 to June 30, 2025	From April 1 to June 30, 2024	From January 1 to June 30, 2025	From January 1 to June 30, 2024
Affiliate	$ 8,586	$ 35,839	$ 29,778	$ 51,539

(V) Amounts received from related parties

Item	Category/name of related party	June 30, 2025	December 31, 2024	June 30, 2024
Accounts receivable	Associate / Jiangxi Junjie Shoe Material Co., Ltd.	$ -	$ 228	$ 3,573

(VI) Amounts paid to related parties

Item	Category/name of related party	June 30, 2025	December 31, 2024	June 30, 2024
Accounts payable	Associate / Jiangxi Junjie Shoe Material Co., Ltd.	$ 179,654	$ 161,681	$ 164,968

(VII) Donation expense (recognized as management expense)

Category of related party	From April 1 to June 30, 2025	From April 1 to June 30, 2024	From January 1 to June 30, 2025	From January 1 to June 30, 2024
Other related parties	$ 5,000	$ -	$ 10,000	$ -

(VIII) Remuneration of the key management

	From April 1 to June 30, 2025	From April 1 to June 30, 2024	From January 1 to June 30, 2025	From January 1 to June 30, 2024
Short-term employee benefits	$ 19,157	$ 44,013	$ 39,071	$ 79,085
Post-retirement benefits	137	187	330	374
	$ 19,294	$ 44,200	$ 39,401	$ 79,459

The salaries of Directors and other key management are determined by the Remuneration Committee based on personal performance and market trends.

XXVI. Assets pledged

The following assets have been provided as collateral for bank borrowings and purchases:

	June 30, 2025	December 31, 2024	June 30, 2024
Pledged bank deposits (accounted for as financial assets measured at amortized cost)	$ 117,838	$ 228,786	$ 826,472
Property, plant and equipment - Land	54,066	45,848	12,173
Net property, plant and equipment -Buildings	3,986	3,509	829
Investment property	-	8,739	45,140
	$ 175,890	$ 286,882	$ 884,614

XXVII. Information on significant financial assets and liabilities in foreign currencies

The following information is summarized and expressed in foreign currencies other than the functional currencies of each entity of the Consolidated Company. The disclosed exchange rate refers to the exchange rate converted from such foreign currencies to functional currencies. Financial assets and liabilities in foreign currencies with significant impact are as follows:

June 30, 2025

	Foreign currency	Exchange rate	Carrying amount
Assets in foreign currencies			
Monetary item			
USD	$ 32,555	7.1534 (USD:RMB)	$ 953,863
USD	4,929	25,900 (USD:VND)	$ 144,425
NTD	249,739	0.0341 (NTD:USD)	$ 249,739
Liabilities in foreign currencies			
Monetary item			
USD	12,237	7.1534 (USD:RMB)	$ 358,450
NTD	193,391	0.0341 (NTD:USD)	$ 193,391

December 31, 2024

	Foreign currency	Exchange rate	Carrying amount
Assets in foreign currencies			
Monetary item			
USD	$ 64,187	7.1879 (USD:RMB)	$ 2,104,368
USD	33,426	25,220 (USD:VND)	$ 1,095,870
NTD	41,954	0.0305 (NTD:USD)	$ 41,954
Liabilities in foreign currencies			
Monetary item			
USD	22,787	7.1879 (USD:RMB)	$ 747,074
NTD	1,604,520	0.0305 (NTD:USD)	$ 1,604,520

June 30, 2024

	Foreign currency	Exchange rate	Carrying amount
Assets in foreign currencies			
Monetary item			
USD	$ 71,958	7.1265 (USD:RMB)	$ 2,335,039
USD	45,205	25,198 (USD:VND)	$ 1,466,911
NTD	49,156	0.0308 (NTD:USD)	$ 49,156
Liabilities in foreign currencies			
Monetary item			
USD	27,482	7.1265 (USD:RMB)	$ 891,776
NTD	2,893,216	0.0308 (NTD:USD)	$ 2,893,216

The Consolidated Company's realized and unrealized foreign exchange gains were $44,616 thousand, $90,445 thousand, $78,097 thousand, and $197,664 thousand for the periods of April 1 to June 30, 2025 and 2024, and January 1 to June 30, 2025 and 2024. Due to the wide variety of foreign currency transactions and functional currencies of the Group's entities, it is not possible to disclose foreign exchange gains and losses by each foreign currency that had a significant impact.

XXVIII. Other disclosures

(I) Information on significant transactions:

1. Loaning of funds to others. (Table 1)
2. Endorsements and guarantees for others. (Table 2)
3. Significant securities held at the end of the period (excluding investments in subsidiaries, associates, and joint ventures). (None)
4. The purchases or sales with related parties reaching NT$100 million or more than 20% of the paid-in capital. (Table 3)

5. The amount of receivables from related parties reaching NT$100 million or 20% of the paid-in capital. (Table 4)
6. Others: Business relationships between parent and subsidiaries and between subsidiaries, as well as major transaction details and amounts. (Table 7)

(II) Information on Investees (Table 5)

(III) Information on investment in Mainland China:

1. The names of the investee companies in the Mainland China, their main business items, paid-in capital, investment method, capital remittance, shareholding ratio, investment profit and loss, carrying amount of investment at the end of the period, remitted investment profit and loss, and investment limit in the Mainland China. (Table 6)
2. The following major transactions with the investee companies in mainland China, directly or indirectly through a third region, and their prices, payment terms, and unrealized gains and losses:
   (1) Purchase amount and ratio and the closing balance of relevant amounts payable and ratio.
   (2) Sales amount and ratio and the closing balance of relevant amounts receivable and ratio.
   (3) Property transaction amount and gain or loss amount generated thereof.
   (4) Closing balance of endorsements or guarantees for notes or collateral provided and purposes.
   (5) The highest balance, closing balance, interest rate range and total interests of the period of financing.
   (6) Other transactions that have a significant impact on the current profit or loss or financial position (i.e., the provision or receipt of services).

XXIX. Segment Information

The Group is principally engaged in the footwear manufacturing business. The chief operating decision maker uses the operating results and financial status of the entire company as information for allocating resources and evaluating performance. In addition, the Group's products and manufacturing processes are similar in nature, so it is regarded as a single operating unit.

Chung Jye Investment Holding Co., Ltd. and Its Subsidiaries

Table of Loaning of Funds to Others

From January 1 to June 30, 2025

Table 1

Unit: Unless otherwise specified, the unit is NT$ thousand

No.	Creditor	Borrower	Item	Whether a related party	Highest balance during the period	Closing balance (Note 4)	Actual amount of expenditure (Note 5)	Interest rate range	Nature of capital loan (Note 1)	Amount of business transactions	Reasons for the need for short-term financing	Allowance for bad debt provided	Collateral		Loan limits for individual clients (Note 2)	Total limit of capital loan (Note 3)	Remarks
													Name	Value			
0	Chung Jye Investment Holding Co., Ltd.	Chung Jye Shoes Holdings Limited	Other receivables	Yes	$ 1,295,200 USD 40,000	$ 1,172,000 USD 40,000	$ 647,530 USD 22,100	4%～5.5%	2	$ -	Working capital	$ -	—	$ -	$ 44,288,304	$ 44,288,304	
1	Shanggao Chung Jye Shoes Industry Co., Ltd.	Yifeng Chung Jye Shoes Industry Co., Ltd.	Other receivables	Yes	231,313 RMB 50,000	204,798 RMB 50,000	204,798 RMB 50,000	2.7%～3%	2	-	Working capital	-	—	-	12,213,011	12,213,011	
2	Shanggao Chung Jye Shoes Industry Co., Ltd.	Runan Chung Jye Shoes Industry Co., Ltd.	Other receivables	Yes	277,576 RMB 60,000	245,757 RMB 60,000	- RMB -	3%	2	-	Working capital	-	—	-	12,213,011	12,213,011	
3	Tuyen Quang - Vietnam Chung Jye Shoes Manufacturing Co., Ltd.	Backan-Vietnam ChungJye Shoes Manufacture Ltd	Other receivables	Yes	131,160 VND 100 billion	113,127 VND 100 billion	- VND -	5%～6%	2	-	Working capital	-	—	-	2,802,997	2,802,997	

Note 1: (1) With business transactions.

(2) Those with the need for short-term financing.

Note 2: For companies with business transactions with the Company, the individual loan amount shall not exceed the amount of business transactions between both parties, and shall not exceed 10% of net worth in the financial statements of the latest period certified by CPAs. For those with the need for short-term financing, the individual loan amount shall not exceed 10% of net worth in the financial statements of the latest period certified by CPAs. Loans between foreign companies in which the Company directly and indirectly holds 100% of shares with voting rights or a foreign company or between a foreign company in which the Company directly and indirectly holds 100% of shares with voting rights or a foreign company and the Company is not restricted by the limit on short-term financing; however, the limit on the counterparty of loans shall not exceed four times the net worth in the financial statements of the latest period certified by CPAs.

Note 3: For those who require loans due to business transactions with the Company, the total limit of loans shall not exceed 40% of net worth in the financial statements of the latest period certified by CPAs. For those with the need for short-term financing, the total limit of loans shall not exceed 40% of net worth in the financial statements of the latest period certified by CPAs. Loans between foreign companies in which the Company directly and indirectly holds 100% of shares with voting rights or a foreign company or between a foreign company in which the Company directly and indirectly holds 100% of shares with voting rights or a foreign company and the Company is not restricted by the limit on short-term financing; however, the limit on the total loans shall not exceed four times the net worth in the financial statements of the latest period certified by CPAs.

Note 4: The valuation was performed based on the exchange rate at the end of the period.

Note 5: Written off.

Chung Jye Investment Holding Co., Ltd. and Its Subsidiaries

Endorsements and guarantees for others

From January 1 to June 30, 2025

Table 2

Unit: Unless otherwise specified, the unit is NT$ thousand

No.	Name of the endorsement or guarantee provider	Name of the counterparty of endorsement or guarantee		Endorsement guarantee limit for a single enterprise (Note 1)	Highest endorsement or guarantee balance during the period	Endorsement or guarantee balance at the end of the period	Amount withdrawn	Amount of endorsement or guarantee with property as collateral	Ratio of the accumulated endorsement and guarantee amount to the net worth of the latest financial statements (%)	Maximum limit of endorsement or guarantee (Note 2)	Endorsement and guarantee provided by the parent company to subsidiaries	Endorsement and guarantee provided by subsidiaries to the parent company	Endorsement and guarantee provided in Mainland China	Remarks
		Name of company	Relationship											
0	Chung Jye Investment Holding Co., Ltd.	Chung Jye Shoes Holdings Limited Taiwan Branch	4	$ 44,288,304	$ 6,839,525	$ 5,923,000	$ 1,025,500	$ 102,550	53.49	$ 44,288,304	Y	N	N	
0	Chung Jye Investment Holding Co., Ltd.	Chung Jye Shoes Industry Co., Ltd.	4	44,288,304	10,000	-	-	-	-	44,288,304	Y	N	N	Note 7
0	Chung Jye Investment Holding Co., Ltd.	Zhaoqing Chung Jye Shoes Co., Ltd.	4	44,288,304	892,441	892,441	40,960	-	8.06	44,288,304	Y	N	Y	Notes 5 and 6
0	Chung Jye Investment Holding Co., Ltd.	Shanggao Chung Jye Shoes Industry Co., Ltd.	4	44,288,304	482,845	482,845	-	-	4.36	44,288,304	Y	N	Y	Note 6
0	Chung Jye Investment Holding Co., Ltd.	Yifeng Chung Jye Shoes Industry Co., Ltd.	4	44,288,304	462,626	409,595	-	12,288	3.70	44,288,304	Y	N	Y	Note 5

Note 1: Relationship between the endorsement or guarantee provided and the counterparty of endorsement or guarantee:

(1) Companies with business transactions with the Company.

(2) Companies in which the Company directly and indirectly holds over 50% of shares with voting rights.

(3) Companies that directly or indirectly hold over 50% of the Company’s shares with voting rights.

(4) Companies in which the Company directly and indirectly holds over 90% of shares with voting rights.

Note 2: The total endorsement and guarantee amount provided by the Company to external parties shall not exceed 40% of net worth in the financial statements of the latest period. The total endorsement and guarantee amount provided by the Company and its subsidiaries as a whole shall not exceed 40% of net worth in the financial statements of the latest period. The limit on endorsement and guarantee provided to a single enterprise shall not exceed 30% of net worth in the financial statements of the latest period. If the Company provides endorsement or guarantee to a company with business relations, except for otherwise stated by the regulations, the individual endorsement or guarantee amount shall be limited to the total accumulated transaction amount of the business transactions in the most recent 12 months, and shall not exceed 10% of net worth in the financial statements of the latest period.

Note 3: For endorsements and guarantees between the Company and a company in which the Company directly and indirectly holds over 50% of shares with voting rights, a company that directly or indirectly holds over 50% of the Company’s shares with voting rights, or a company in which the Company directly and indirectly holds over 90% of shares with voting rights, the individual total endorsement and guarantee amount shall not exceed 10% of net worth in the financial statements of the latest period.

Note 4: Endorsements and guarantees between companies in which the Company directly and indirectly holds 100% of shares with voting rights are not subject to the restrictions in the preceding two paragraphs. The total endorsement and guarantee amount shall not exceed 10% of net worth in the financial statements of the latest period.

Note 5: The Company provided a joint guarantee to Yifeng Chung Jye Shoes Industry Co., Ltd. and Zhaoqing Chung Jye Shoes Co., Ltd. to obtain the bank borrowings of RMB100,000 thousand. The table above presented them separately and resulted in the double counting of the closing balance. They are joint endorsements and guarantees for obtaining a single credit limit.

Note 6: The Company provided a joint guarantee to Shanggao Chung Jye Shoes Industry Co., Ltd. and Zhaoqing Chung Jye Shoes Co., Ltd. to obtain the bank loans of RMB 100,000 thousand and US$2,500 thousand, respectively. The table above presented them separately and resulted in the double counting of the closing balance. They are joint endorsements and guarantees for obtaining a single credit limit.

Note 7: On June 30, 2025, the Company's Board of Directors resolved to cancel the endorsement and guarantee limit for Chung Jye Shoes Industry Co., Ltd.

Chung Jye Investment Holding Co., Ltd. and Its Subsidiaries

The purchases or sales with related parties reaching NT$100 million or more than 20% of the paid-in capital

From January 1 to June 30, 2025

Table 3

Unit: NT$ thousand

Purchaser (seller)	Name of counterparty	Relationship	Transaction Status				Transaction conditions different from general transactions, and reasons		Notes and accounts receivable (payable)		Remarks
			(Purchases) sales	Amount	As a percentage of total (purchases) sales (%)	Credit period	Unit price	Credit period	Balance	As a percentage of total notes and accounts receivable (payable) (%)	
Shanggao Jye Sheng Industry Co., Ltd.	Shanggao Chung Jye Shoes Industry Co., Ltd.	Brother company	Sales	$ 232,727	34%	Approximately 90 days	Cost plus	No significant difference	$ 66,182	32%	-
Shanggao Jye Sheng Industry Co., Ltd.	Trinity-Star Holdings Limited Taiwan Branch	Brother company	Sales	239,682	35%	Approximately 90 days	Cost plus	No significant difference	47,674	23%	-
Shanggao Chung Jye Shoes Industry Co., Ltd.	Chung Jye Shoes Holdings Limited Taiwan Branch	Brother company	Purchases	(395,507)	(14%)	Approximately 90 days	Cost plus	No significant difference	(120,233)	(15%)	-
Shanggao Chung Jye Shoes Industry Co., Ltd.	Chung Jye Shoes Holdings Limited Taiwan Branch	Brother company	Sales	1,462,000	46%	Approximately 90 days	Cost plus	No significant difference	391,742	39%	-
Shanggao Chung Jye Shoes Industry Co., Ltd.	Shanggao Jye Sheng Industry Co., Ltd.	Brother company	Purchases	(232,727)	(8%)	Approximately 90 days	Cost plus	No significant difference	(66,182)	(8%)	-
Shanggao Chung Jye Shoes Industry Co., Ltd.	Runan Chung Jye Shoes Industry Co., Ltd.	Brother company	Purchases	(148,911)	(5%)	Approximately 90 days	Cost plus	No significant difference	(17,573)	(2%)	-
Shanggao Chung Jye Shoes Industry Co., Ltd.	Zhaoqing Chung Jye Shoes Co., Ltd.	Brother company	Purchases	(125,501)	(4%)	Approximately 90 days	Cost plus	No significant difference	(36,986)	(5%)	-
Runan Chung Jye Shoes Industry Co., Ltd.	Shanggao Chung Jye Shoes Industry Co., Ltd.	Brother company	Sales	148,911	24%	Approximately 90 days	Cost plus	No significant difference	17,573	9%	-
Runan Chung Jye Shoes Industry Co., Ltd.	Chung Jye Shoes Holdings Limited Taiwan Branch	Brother company	Sales	396,201	64%	Approximately 90 days	Cost plus	No significant difference	93,394	48%	-
Tuyen Quang - Vietnam Chung Jye Shoes Manufacturing Co., Ltd.	Chung Jye Shoes Holdings Limited Taiwan Branch	Brother company	Sales	525,546	71%	Approximately 90 days	Cost plus	No significant difference	33,611	55%	-
Tuyen Quang - Vietnam Chung Jye Shoes Manufacturing Co., Ltd.	Hai Duong - Viet Nam Chung Jye Shoes Manufacturing Co., Ltd	Brother company	Sales	110,237	15%	Approximately 90 days	Cost plus	No significant difference	22,416	37%	-
Hai Duong - Viet Nam Chung Jye Shoes Manufacturing Co., Ltd	Chung Jye Shoes Holdings Limited Taiwan Branch	Brother company	Sales	475,323	100%	Approximately 90 days	Cost plus	No significant difference	18,380	87%	-
Hai Duong - Viet Nam Chung Jye Shoes Manufacturing Co., Ltd	Tuyen Quang - Vietnam Chung Jye Shoes Manufacturing Co., Ltd.	Brother company	Purchases	(110,237)	(28%)	Approximately 90 days	Cost plus	No significant difference	(22,416)	(44%)	-
Ninh Binh - Vietnam Chung Jye Shoes Manufacturing Co., Ltd.	Chung Jye Shoes Holdings Limited Taiwan Branch	Brother company	Sales	812,191	87%	Approximately 90 days	Cost plus	No significant difference	24,817	39%	-
Ninh Binh - Vietnam Chung Jye Shoes Manufacturing Co., Ltd.	Trinity-Star Holdings Limited Taiwan Branch	Brother company	Sales	124,027	13%	Approximately 90 days	Cost plus	No significant difference	33,778	53%	-
Zhaoqing Chung Jye Shoes Co., Ltd.	Chung Jye Shoes Holdings Limited Taiwan Branch	Brother company	Purchases	(286,936)	(22%)	Approximately 90 days	Cost plus	No significant difference	(201,751)	(39%)	-
Zhaoqing Chung Jye Shoes Co., Ltd.	Chung Jye Shoes Holdings Limited Taiwan Branch	Brother company	Sales	1,056,987	62%	Approximately 90 days	Cost plus	No significant difference	229,056	58%	-

(Cont'd)

(Cont'd)

Purchaser (seller)	Name of counterparty	Relationship	Transaction Status				Transaction conditions different from general transactions, and reasons		Notes and accounts receivable (payable)		Remarks
			(Purchases) sales	Amount	As a percentage of total (purchases) sales (%)	Credit period	Unit price	Credit period	Balance	As a percentage of total notes and accounts receivable (payable) (%)	
Zhaoqing Chung Jye Shoes Co., Ltd.	Shanggao Chung Jye Shoes Industry Co., Ltd.	Brother company	Sales	$ 125,501	7%	Approximately 90 days	Cost plus	No significant difference	$ 36,986	9%	-
Chung Jye Shoes Holdings Limited Taiwan Branch	Zhaoqing Chung Jye Shoes Co., Ltd.	Brother company	Sales	286,936	3%	Approximately 90 days	Cost plus	No significant difference	201,751	5%	-
Chung Jye Shoes Holdings Limited Taiwan Branch	Shanggao Chung Jye Shoes Industry Co., Ltd.	Brother company	Sales	395,507	4%	Approximately 90 days	Cost plus	No significant difference	120,233	3%	-
Chung Jye Shoes Holdings Limited Taiwan Branch	Zhaoqing Chung Jye Shoes Co., Ltd.	Brother company	Purchases	(1,056,987)	(12%)	Approximately 90 days	Cost plus	No significant difference	(229,056)	(12%)	-
Chung Jye Shoes Holdings Limited Taiwan Branch	Shanggao Chung Jye Shoes Industry Co., Ltd.	Brother company	Purchases	(1,462,000)	(17%)	Approximately 90 days	Cost plus	No significant difference	(391,742)	(20%)	-
Chung Jye Shoes Holdings Limited Taiwan Branch	Hai Duong - Viet Nam Chung Jye Shoes Manufacturing Co., Ltd	Brother company	Purchases	(475,323)	(6%)	Approximately 90 days	Cost plus	No significant difference	(18,380)	(1%)	-
Chung Jye Shoes Holdings Limited Taiwan Branch	Trinity-Star Holdings Limited Taiwan Branch	Brother company	Purchases	(446,590)	(5%)	Approximately 90 days	Cost plus	No significant difference	(161,330)	(8%)	-
Chung Jye Shoes Holdings Limited Taiwan Branch	Ninh Binh - Vietnam Chung Jye Shoes Manufacturing Co., Ltd.	Brother company	Purchases	(812,191)	(10%)	Approximately 90 days	Cost plus	No significant difference	(24,817)	(1%)	-
Chung Jye Shoes Holdings Limited Taiwan Branch	Tuyen Quang - Vietnam Chung Jye Shoes Manufacturing Co., Ltd.	Brother company	Purchases	(525,546)	(6%)	Approximately 90 days	Cost plus	No significant difference	(33,611)	(2%)	-
Chung Jye Shoes Holdings Limited Taiwan Branch	Runan Chung Jye Shoes Industry Co., Ltd.	Brother company	Purchases	(396,201)	(5%)	Approximately 90 days	Cost plus	No significant difference	(93,394)	(5%)	-
Chung Jye Shoes Holdings Limited Taiwan Branch	Fengcheng Chung Jye Shoes Industry Co., Ltd.	Brother company	Purchases	(337,267)	(4%)	Approximately 90 days	Cost plus	No significant difference	(82,912)	(4%)	-
Trinity-Star Holdings Limited Taiwan Branch	Chung Jye Shoes Holdings Limited Taiwan Branch	Brother company	Sales	446,590	81%	Approximately 90 days	Cost plus	No significant difference	161,330	85%	-
Trinity-Star Holdings Limited Taiwan Branch	Shanggao Jye Sheng Industry Co., Ltd.	Brother company	Purchases	(239,682)	(51%)	Approximately 90 days	Cost plus	No significant difference	(47,674)	(51%)	-
Trinity-Star Holdings Limited Taiwan Branch	Ninh Binh - Vietnam Chung Jye Shoes Manufacturing Co., Ltd.	Brother company	Purchases	(124,027)	(26%)	Approximately 90 days	Cost plus	No significant difference	(33,778)	(36%)	-
Fengcheng Chung Jye Shoes Industry Co., Ltd.	Chung Jye Shoes Holdings Limited Taiwan Branch	Brother company	Sales	337,267	72%	Approximately 90 days	Cost plus	No significant difference	82,912	45%	-

Note: The purchases and sales between the consolidation entities are written off.

Chung Jye Investment Holding Co., Ltd. and Its Subsidiaries

Amounts receivable from related parties reaching NT$100 million or more than 20% of the paid-in capital

June 30, 2025

Table 4

Unit: NT$ thousand

Company with accounts receivable	Name of counterparty	Relationship	Balance of accounts receivable from related parties	Turnover rate (time)	Overdue amounts receivable from related parties		Amounts receivable from related parties recovered after the period	Amount of loss allowance provided	Remarks
					Amount	Treatment			
Shanggao Chung Jye Shoes Industry Co., Ltd.	Chung Jye Shoes Holdings Limited Taiwan Branch	Brother company	$ 391,742	4.42	$ -	-	$ 391,742	$ -	—
Zhaoqing Chung Jye Shoes Co., Ltd.	Chung Jye Shoes Holdings Limited Taiwan Branch	Brother company	229,056	6.42	-	-	87,834	-	—
Chung Jye Shoes Holdings Limited Taiwan Branch	Zhaoqing Chung Jye Shoes Co., Ltd.	Brother company	201,751	1.84	-	-	-	-	—
Chung Jye Shoes Holdings Limited Taiwan Branch	Shanggao Chung Jye Shoes Industry Co., Ltd.	Brother company	120,233	4.56	-	-	40,066	-	—
Trinity-Star Holdings Limited Taiwan Branch	Chung Jye Shoes Holdings Limited Taiwan Branch	Brother company	161,330	5.35	-	-	67,928	-	—
Chung Jye Investment Holding Co., Ltd.	Chung Jye Shoes Holdings Limited	Parent and subsidiary	647,530	Not applicable	-	-	-	-	Note 1
Shanggao Chung Jye Shoes Industry Co., Ltd.	Yifeng Chung Jye Shoes Industry Co., Ltd.	Brother company	204,798	Not applicable	-	-	-	-	Note 1

Note 1: Loaning of funds.

Chung Jye Investment Holding Co., Ltd. and Its Subsidiaries

Name of investee, location, and other relevant information

From January 1 to June 30, 2025

Table 5

Unit: Unless otherwise specified, the unit is NT$ thousand or thousand in foreign currency

Name of investee	Name of investee	Location	Main scope of business	Initial investment amount		Held at the end of the period			(Loss) profits of the investee of the period	Investment gains (losses) recognized during the period	Remarks
				At the end of the period	End of last year	Number of shares	Ratio (%)	Carrying amount			
Chung Jye Investment Holding Co., Ltd.	Noble Success Group Limited	Samoa	Investment holding business	USD 39,664	USD 3,342	2,248,892	100%	USD 361,386	USD 12,106	USD 12,106	
Noble Success Group Limited	Chung Jye Shoes Holdings Limited	Samoa	Import and export trade and sales of leisure outdoor shoes	USD 3,200	USD 3,200	1,000,000	100%	USD 51,528	USD 7,131	USD 7,084	
	Better Power Group Limited	Samoa	Investment holding business	USD 39,382	USD 39,382	1,000,000	100%	USD 38,517	USD 3,523	USD 3,523	
	Wealthy International Ltd.	Belize	Investment holding business	USD 67,879	USD 67,879	50,000	100%	USD 74,957	(USD 890)	(USD 890)	
	Fortune Leader Industries Co., Ltd.	British Virgin Island	Investment holding business	USD 20,000	USD 20,000	38,800	100%	USD 16,950	(USD 825)	(USD 825)	
	Smartlook Investments Limited	Samoa	Investment holding business	USD 82,050	USD 82,050	1,000,000	100%	USD 118,254	USD 2,249	USD 2,249	
	Trinity-Star Holdings Limited	Samoa	Investment holding business	USD 11,900	USD 11,900	750,000	68.09%	USD 13,989	USD 1,319	USD 770	
	Jewel Investment Limited	Samoa	Investment holding business	USD 2,550	USD -	1,100,000	100%	USD 2,548	USD 15	USD 15	
	Agile Gain Investment Limited	Samoa	Investment holding business	USD 47,491	USD 4,210	100,000	100%	USD 48,762	USD 101	USD 101	
	Chung Jye Shoes Co., Ltd.	Taichung City	Import and export trade and sales of leisure outdoor shoes	NTD 86,000	NTD 86,000	860,000	100%	USD 3,084	(USD 14)	(USD 14)	
	PT Chung Jye Indonesia	Indonesia	Production of outdoor sports and leisure outdoor shoes	USD 44	USD 3	180	0.09%	USD 44	USD 81	USD -	
Wealthy International Ltd.	Hai Duong - Viet Nam Chung Jye Shoes Manufacturing Co., Ltd	Hai Duong City, Vietnam	Production of outdoor sports and leisure outdoor shoes	USD 18,064	USD 18,064	-	100%	USD 17,913	USD 1,960	USD 1,960	
	Ninh Binh - Vietnam Chung Jye Shoes Manufacturing Co., Ltd.	Ninh Binh City, Vietnam	Production of outdoor sports and leisure outdoor shoes	USD 62,992	USD 62,992	-	100%	USD 57,649	USD 482	USD 482	
Agile Gain Investment Limited	PT Chung Jye Indonesia	Indonesia	Production of outdoor sports and leisure outdoor shoes	USD 48,735	USD 2,876	199,820	99.91%	USD 48,703	USD 81	USD 81	
Better Power Group Limited	Tuyen Quang - Vietnam Chung Jye Shoes Manufacturing Co., Ltd.	Tuyen Quang City, Vietnam	Production of outdoor sports and leisure outdoor shoes	USD 26,000	USD 26,000	-	100%	USD 23,916	USD 3,530	USD 3,530	
	Backan-Viet Nam Chung Jye Shoes Manufacture Ltd.	Bắc Kạn City, Vietnam	Production of outdoor sports and leisure outdoor shoes	USD 15,526	USD 15,000	-	100%	USD 15,126	(USD 8)	(USD 8)	
Chung Jye Shoes Co., Ltd.	Shoemaker American Inc	USA	Brand customer relationship services	USD 100	USD 100	100,000	100%	USD 57	(USD 26)	(USD 26)	
Ninh Binh - Vietnam Chung Jye Shoes Manufacturing Co., Ltd.	New Horizon Corporation Limited Company	Haiphong City, Vietnam	Property lease	VND 138,000 ($ million)	VND 138,000 ($ million)	-	100%	VND 101,863 ($ million)	(VND 3,347) ($ million)	(VND 3,347) ($ million)	

Note 1: The abovementioned investees that are subsidiaries are included in the consolidated financial statements, and relevant investments and profit or loss are fully written off.

Note 2: For relevant information on the investee companies in Mainland China, please refer to Table 6.

Note 3: The unit of VND is a million.

Chung Jye Investment Holding Co., Ltd. and Its Subsidiaries

Information on investment in Mainland China

From January 1 to June 30, 2025

Table 6

Unit: Unless otherwise specified, the unit is NT$ thousand or thousand in foreign currency

Name of investee	Name of investee in Mainland China	Main scope of business	Paid-in capital	Investment method	Accumulated investment amount remitted from Taiwan at the beginning of the period	Investment amount remitted or recovered during the period		Accumulated investment amount remitted from Taiwan at the end of the period	Profit or loss of investee companies in the current period (Note 4)	Ratio of direct or indirect investment in the Company	Investment gains (losses) recognized in this period (Notes 4 and 5)	Carrying amount of investments at the end of the period (Notes 3 and 5)	Repatriated investment gains as of the current period	Remarks
						Remitted	Recovered							
Fortune Leader Industries Co., Ltd.	Zhaoqing Chung Jye Shoes Co., Ltd.	Production of outdoor sports and leisure outdoor shoes	$ 639,047 CNY 156,019	Note 1	$ -	$ -	$ -	$ -	($ 26,299) (CNY 5,930)	100%	($ 26,299) (CNY 5,930)	$ 493,755 CNY 120,547	$ -	
Zhaoqing Chung Jye Shoes Co., Ltd.	Sihui Chung Jye Shoes Industry Co., Ltd.	Production of outdoor sports and leisure outdoor shoes	40,960 CNY 10,000	Note 2	-	-	-	-	(6,697) (CNY 1,510)	100%	(6,697) (CNY 1,510)	(16,343) (CNY 3,990)	-	
	Guangning Chung Bao Shoes Industry Co., Ltd.	Production of outdoor sports and leisure outdoor shoes	20,070 CNY 4,900	Note 2	-	-	-	-	7,650 CNY 1,725	100%	7,650 CNY 1,725	(32,678) (CNY 7,978)	-	
Smartlook Investments Limited	Shanggao Chung Jye Shoes Industry Co., Ltd.	Production of outdoor sports and leisure outdoor shoes	1,555,443 CNY 379,751	Note 1	-	-	-	-	84,081 CNY 18,959	100%	84,081 CNY 18,959	3,055,365 CNY 745,947	-	
	Yifeng Chung Jye Shoes Industry Co., Ltd.	Production of outdoor sports and leisure outdoor shoes	299,963 CNY 73,234	Note 1	-	-	-	-	(46,274) (CNY 10,434)	100%	(46,274) (CNY 10,434)	69,947 CNY 17,077	-	
	Fengcheng Chung Jye Shoes Industry Co., Ltd.	Production of outdoor sports and leisure outdoor shoes	411,951 CNY 100,575	Note 1	-	-	-	-	33,962 CNY 7,658	100%	33,962 CNY 7,658	335,221 CNY 81,842	-	
Shanggao Chung Jye Shoes Industry Co., Ltd.	Shanggao Chung Liang Shoe Industry Co., Ltd.	Production of outdoor sports and leisure outdoor shoes	18,792 CNY 4,588	Note 2	-	-	-	-	603 CNY 136	100%	603 CNY 136	39,542 CNY 9,654	-	
	Shanggao Chung Yi Industry Co., Ltd.	Production of outdoor sports and leisure outdoor shoes	43,982 CNY 10,738	Note 2	-	-	-	-	(217) (CNY 49)	100%	(217) (CNY 49)	76,426 CNY 18,659	-	
	Runan Chung Jye Shoes Industry Co., Ltd.	Production of outdoor sports and leisure outdoor shoes	491,515 CNY 120,000	Note 2	-	-	-	-	21,589 CNY 4,868	100%	21,589 CNY 4,868	268,879 CNY 65,645	-	
Trinity-Star Holdings Lomited	Shanggao Jye Sheng Industry Co., Ltd.	Production of outdoor sports and leisure outdoor shoes	316,171 CNY 77,191	Note 1	-	-	-	-	(5,109) (CNY 1,152)	100%	(5,109) (CNY 1,152)	431,918 CNY 105,450	-	
Shanggao Chung Yi Industry Co., Ltd.	Zhaoqing Chung Jye Shoes Industry Co., Ltd.	Production of outdoor sports and leisure outdoor shoes	16,384 CNY 4,000	Note 2	-	-	-	-	2,169 CNY 489	90%	1,952 CNY 440	20,187 CNY 4,928	-	

Accumulated amount of investment in Mainland China remitted from Taiwan at the end of the period	Amount of investment approved by the Investment Commission, MOEA	The limit for investments in Mainland China set by the Investment Commission, MOEA
Note 8	Note 8	Note 8

Note 1: Investments in Mainland China through a holding company.

Note 2: Investments between companies in Mainland China.

Note 3: The conversion was based on the exchange rate of CNY1 = $4.096 as of the end of June 2025.

Note 4: Calculated based on the average exchange rate of CNY$1 = NT$4.435 for the second quarter of 2025.

Note 5: Calculated based on the financial statements audited by the parent company's CPA in Taiwan.

Note 6: The recognition of relevant investment gain or loss is recognized at the profit or loss of investees after tax less side-stream transactions and realized and unrealized gains.

Note 7: Consolidated and written off upon the preparation of the consolidated financial statements.

Note 8: Not applicable, as the Company is not established in the Republic of China.

Chung Jye Investment Holding Co., Ltd. and Its Subsidiaries

Business relationships and major transactions between parent and subsidiaries and between subsidiaries

From January 1 to June 30, 2025

Table 7

Unit: NT$ thousand

No. (Note 1)	Name of trader	Counterparty	Relationship with the trader (Note 2)	Transaction status			
				Item	Amount	Transaction conditions	As a percentage of consolidated total operating income or total assets (Note 3)
0	Chung Jye Investment Holding Co., Ltd.	Chung Jye Shoes Holdings Limited	1	Other receivables	$ 647,530	—	4%
1	Shanggao Jye Sheng Industry Co., Ltd.	Trinity-Star Holdings Limited Taiwan Branch	3	Sales income	239,682	O/A with net 90 to 180 days	2%
1	Shanggao Jye Sheng Industry Co., Ltd.	Shanggao Chung Jye Shoes Industry Co., Ltd.	3	Sales income	232,727	O/A with net 90 to 180 days	2%
2	Shanggao Chung Jye Shoes Industry Co., Ltd.	Chung Jye Shoes Holdings Limited Taiwan Branch	3	Accounts receivable	391,742	O/A with net 90 to 180 days	2%
2	Shanggao Chung Jye Shoes Industry Co., Ltd.	Yifeng Chung Jye Shoes Industry Co., Ltd.	3	Other receivables	204,798	—	1%
2	Shanggao Chung Jye Shoes Industry Co., Ltd.	Chung Jye Shoes Holdings Limited Taiwan Branch	3	Sales income	1,462,000	O/A with net 90 to 180 days	13%
3	Runan Chung Jye Shoes Industry Co., Ltd.	Shanggao Chung Jye Shoes Industry Co., Ltd.	3	Sales income	148,911	O/A with net 90 to 180 days	1%
3	Runan Chung Jye Shoes Industry Co., Ltd.	Chung Jye Shoes Holdings Limited Taiwan Branch	3	Sales income	396,201	O/A with net 90 to 180 days	3%
4	Tuyen Quang - Vietnam Chung Jye Shoes Manufacturing Co., Ltd.	Chung Jye Shoes Holdings Limited Taiwan Branch	3	Sales income	525,546	O/A with net 90 to 180 days	5%
5	Hai Duong - Viet Nam Chung Jye Shoes Manufacturing Co., Ltd	Chung Jye Shoes Holdings Limited Taiwan Branch	3	Sales income	475,323	O/A with net 90 to 180 days	4%
6	Ninh Binh - Vietnam Chung Jye Shoes Manufacturing Co., Ltd.	Chung Jye Shoes Holdings Limited Taiwan Branch	3	Sales income	812,191	O/A with net 90 to 180 days	7%
6	Ninh Binh - Vietnam Chung Jye Shoes Manufacturing Co., Ltd.	Trinity-Star Holdings Limited Taiwan Branch	3	Sales income	124,027	O/A with net 90 to 180 days	1%
7	Zhaoqing Chung Jye Shoes Co., Ltd.	Chung Jye Shoes Holdings Limited Taiwan Branch	3	Accounts receivable	229,056	O/A with net 90 to 180 days	1%
7	Zhaoqing Chung Jye Shoes Co., Ltd.	Chung Jye Shoes Holdings Limited Taiwan Branch	3	Sales income	1,056,987	O/A with net 90 to 180 days	9%
7	Zhaoqing Chung Jye Shoes Co., Ltd.	Shanggao Chung Jye Shoes Industry Co., Ltd.	3	Sales income	125,501	O/A with net 90 to 180 days	1%
8	Chung Jye Shoes Holdings Limited Taiwan Branch	Zhaoqing Chung Jye Shoes Co., Ltd.	3	Accounts receivable	201,751	O/A with net 90 to 180 days	1%
8	Chung Jye Shoes Holdings Limited Taiwan Branch	Zhaoqing Chung Jye Shoes Co., Ltd.	3	Sales income	286,936	O/A with net 90 to 180 days	3%
8	Chung Jye Shoes Holdings Limited Taiwan Branch	Shanggao Chung Jye Shoes Industry Co., Ltd.	3	Sales income	395,507	O/A with net 90 to 180 days	3%
9	Trinity-Star Holdings Limited Taiwan Branch	Chung Jye Shoes Holdings Limited Taiwan Branch	3	Sales income	446,590	O/A with net 90 to 180 days	4%
10	Fengcheng Chung Jye Shoes Industry Co., Ltd.	Chung Jye Shoes Holdings Limited Taiwan Branch	3	Sales income	337,267	O/A with net 90 to 180 days	3%
11	Chung Jye Shoes Holdings Limited	Chung Jye Shoes Holdings Limited Taiwan Branch	3	Other receivables	647,530	—	4%

Note 1: The business information between the parent company and the subsidiaries shall be indicated in the number column respectively, and the number shall be filled in as follows:

(1) Fill in 0 for the parent company.

(2) Subsidiaries are numbered in sequence starting from number 1.

Note 2: There are three types of relationships with the trader; just indicate the type:

(1) Parent company to subsidiary.

(2) Subsidiary to parent company.

(3) Subsidiary to subsidiary.

Note 3: For the calculation of the ratio of the transaction to consolidated operating income or total assets, calculate as the ratio of balance at the end of the year to total consolidated assets for assets and liabilities or calculate as the ratio of the accumulated amount of the year to total consolidated operating income for profit or loss.

Note 4: The Company may decide whether to present the material transaction status in the table based on the principle of materiality.

Note 5: All transactions between the consolidated entities have been written off when preparing the consolidated financial statements.

Note 6: Related party transactions with an amount of over 1% of total consolidated operating income or total assets are disclosed; the other related party transactions will not otherwise be disclosed.