

**EASTERN MEDIA INTERNATIONAL
CORPORATION AND SUBSIDIARIES**
Consolidated Financial Statements

With Independent Auditors' Review Report
For the Three Months Ended March 31, 2025 and 2024

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

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Independent Auditors' Review Report

To the Board of Directors of Eastern Media International Corporation:

Introduction

We have reviewed the accompanying consolidated balance sheets of Eastern Media International Corporation and its subsidiaries as of March 31, 2025 and 2024, and the related consolidated statements of comprehensive income for the three months ended March 31, 2025 and 2024, and changes in equity and cash flows for the three months ended March 31, 2025 and 2024, and notes to the consolidated financial statements, including a summary of significant accounting policies. Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China. Our responsibility is to express a conclusion on the consolidated financial statements based on our reviews.

Scope of Review

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

Basis for Qualified Conclusion

As stated in Note 4b, the consolidated financial statements included the financial statements of certain non-significant subsidiaries, which were not reviewed by independent auditors. These financial statements reflect total assets amounting to \$210,677 thousand and \$185,621 thousand, constituting 1.11% and 1.06% of consolidated total assets as of March 31, 2025 and 2024, respectively, total liabilities amounting to \$151,676 thousand and \$147,806 thousand, constituting 1.10% and 1.12% of consolidated total liabilities as of March 31, 2025 and 2024, respectively, and total comprehensive income amounting to \$(7,752) thousand and \$(13,280) thousand, constituting (9.21)% and (32.28)% of consolidated total comprehensive income for the three months ended March 31, 2025 and 2024, respectively.

Furthermore, as stated in Note 12 the other equity accounted investments of Eastern Media International Corporation and its subsidiaries in its investee companies of \$1,069,260 thousand and \$1,219,266 thousand as of March 31, 2025 and 2024, respectively, and its equity in net loss on these investee companies of \$(17,635) thousand and \$(34,749) thousand for the three months ended March 31, 2025 and 2024, respectively, were recognized solely on the financial statement prepared by these investee companies, but not reviewed by independent auditors.

Qualified Conclusion

Except for the adjustments, if any, as might have been determined to be necessary had the financial statements of certain consolidated subsidiaries and equity accounted investee companies described in the Basis for Qualified Conclusion paragraph above been reviewed by independent auditors, based on our reviews and the review reports of other auditors, nothing has come to our attention that causes us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of Eastern Media International Corporation and its subsidiaries as of March 31, 2025 and 2024, and its consolidated cash flows for the three months ended March 31, 2025 and 2024 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

Other Matter

We did not audit the financial statements of partial companies, associates of the Group, which represented investments in other entities accounted for using the equity method. Those statements were audited by other auditors, whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for partial companies, is based solely on the reports of other auditors. The investments in partial companies accounted for using the equity method of \$459,594 thousand and \$112,030 thousand, constituting 2.42% and 0.64% of consolidated total assets at March 31, 2025 and 2024, and the related share of profit of associates accounted for using the equity method of \$94,334 thousand and \$70,752 thousand, constituting 130.45% and (2,854.05)% of consolidated total profit (loss) before tax for the three months ended March 31, 2025 and 2024.

The engagement partners on the review resulting in this independent auditors' report are Hsin-Ting Huang and Chung-Che Chen.

KPMG

Taipei, Taiwan (Republic of China)
May 13, 2025

Notes to Readers

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

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

EASTERN MEDIA INTERNATIONAL CORPORATION AND SUBSIDIARIES
Consolidated Balance Sheets
(Expressed in Thousands of New Taiwan Dollars)

Assets	March 31, 2025 (Reviewed)		December 31, 2024 (Audited)		March 31, 2024 (Reviewed)	
	Amount	%	Amount	%	Amount	%
Current assets:						
1100 Cash and cash equivalents (Note 6)	\$ 2,469,741	13	\$ 2,473,386	13	\$ 1,563,716	9
1110 Current financial assets at fair value through profit or loss (Notes 7 and 37)	272,265	2	332,299	2	937,474	5
1151 Notes receivable, net (Notes 9, 29 and 37)	26,825	-	23,861	-	25,640	-
1170 Accounts receivable, net (Notes 9 and 29)	280,604	2	388,671	2	317,238	2
1180 Accounts receivable due from related parties, net (Notes 9, 29 and 36)	90,425	-	73,755	-	42,226	-
1200 Other receivables, net (Notes 7, 10 and 17)	181,025	1	171,595	1	142,154	1
1210 Other receivables due from related parties (Notes 10, 17 and 36)	4,928	-	4,060	-	2,820	-
130X Inventories (Notes 11 and 36)	421,430	2	422,542	2	425,784	3
1400 Current biological assets, net	10,710	-	10,425	-	11,705	-
1410 Prepayments (Note 36)	272,542	2	265,490	2	203,116	1
1476 Other current financial assets (Notes 6 and 37)	90,264	-	429,667	2	58,194	-
1479 Other current assets, others	4,816	-	2,873	-	3,774	-
	4,125,575	22	4,598,624	24	3,733,841	21
Non-current assets:						
1517 Non-current financial assets at fair value through other comprehensive income (Note 8)	12,100	-	12,100	-	7,500	-
1550 Investments accounted for using equity method, net (Notes 12 and 37)	1,528,854	8	1,433,829	7	1,331,296	8
1600 Property, plant and equipment (Notes 16, 35 and 37)	6,437,895	34	6,182,722	32	4,804,490	27
1755 Right of use assets (Notes 17, 36 and 37)	6,228,910	33	6,501,898	33	6,784,327	39
1780 Intangible assets (Notes 18 and 35)	8,953	-	5,557	-	12,365	-
1840 Deferred tax assets	54,477	-	60,154	1	145,480	1
1920 Refundable deposits (Note 37)	369,311	2	412,528	2	352,992	2
1930 Long-term notes and accounts receivable (Notes 9, 29 and 37)	37,778	-	43,723	-	49,940	-
1940 Long-term notes and accounts receivable due from related parties (Notes 9, 29 and 36)	25,245	-	30,156	-	44,421	-
1975 Net defined benefit assets, non-current	6,477	-	6,109	-	-	-
1980 Other non-current financial assets (Notes 17 and 37)	172,133	1	178,640	1	197,915	1
1990 Other non-current assets, others (Note 38)	2,700	-	11,505	-	90,729	1
	14,884,833	78	14,878,921	76	13,821,455	79
Total assets	\$19,010,408	100	\$19,477,545	100	\$17,555,296	100

(Please see accompanying notes to the consolidated financial statements)

EASTERN MEDIA INTERNATIONAL CORPORATION AND SUBSIDIARIES
Consolidated Balance Sheets (Cont'd)
(Expressed in Thousands of New Taiwan Dollars)

Liabilities and Equity	March 31, 2025 (Reviewed)		December 31, 2024 (Audited)		March 31, 2024 (Reviewed)	
	Amount	%	Amount	%	Amount	%
Current liabilities:						
2100 Short-term loans (Notes 19 and 37)	\$ 99,362	1	\$ 61,000	-	\$ 230,492	1
2110 Short-term notes and bills payable (Notes 20, 35 and 37)	-	-	49,956	-	149,686	1
2130 Current contract liabilities (Notes 29 and 36)	76,228	-	63,946	1	60,957	1
2150 Notes payable (Notes 21 and 35)	27,464	-	4,307	-	33,824	-
2170 Accounts payable	272,551	1	306,272	2	280,566	2
2180 Accounts payable due from related parties (Note 36)	47,344	-	62,097	-	60,003	-
2200 Other payables (Notes 27, 35 and 38)	890,183	5	1,185,106	6	941,872	5
2220 Other payables due from related parties (Note 36)	22,802	-	19,430	-	8,397	-
2230 Current tax liabilities	31	-	31	-	2,103	-
2280 Current lease liabilities (Notes 24 and 36)	1,055,386	6	1,060,847	6	1,011,062	6
2310 Advance receipts	2,061	-	2,985	-	2,747	-
2320 Long-term liabilities, current portion (Notes 22, 23, 35 and 37)	1,221,512	6	1,241,569	6	333,269	2
2399 Other current liabilities, others	32,551	-	31,608	-	30,926	-
	<u>3,747,475</u>	<u>19</u>	<u>4,089,154</u>	<u>21</u>	<u>3,145,904</u>	<u>18</u>
Non-current liabilities:						
2540 Long-term loans (Notes 22, 35 and 37)	4,714,456	25	4,528,455	23	4,059,383	23
2570 Deferred tax liabilities	199	-	274	-	-	-
2580 Non-current lease liabilities (Notes 24 and 36)	5,358,333	28	5,648,826	29	5,870,955	34
2610 Long-term notes and accounts payable (Note 23)	14	-	30,017	-	165,523	1
2640 Net defined benefit liability, non-current	-	-	-	-	5,899	-
2645 Guarantee deposits received	2,336	-	2,341	-	4,612	-
	<u>10,075,338</u>	<u>53</u>	<u>10,209,913</u>	<u>52</u>	<u>10,106,372</u>	<u>58</u>
Total liabilities	<u>13,822,813</u>	<u>72</u>	<u>14,299,067</u>	<u>73</u>	<u>13,252,276</u>	<u>76</u>
Equity attributable to owners of parent (Note 27)						
3100 Capital stock	3,002,431	16	3,002,431	15	3,002,431	17
3200 Capital surplus	5,538	-	5,538	-	5,538	-
3300 Retained earnings	1,297,327	7	1,287,292	7	391,629	2
3400 Other equity interest	(25,167)	-	(42,898)	-	(51,831)	-
Total equity attributable to owners of parent	<u>4,280,129</u>	<u>23</u>	<u>4,252,363</u>	<u>22</u>	<u>3,347,767</u>	<u>19</u>
36XX Non-controlling interests (Notes 14 and 27)	<u>907,466</u>	<u>5</u>	<u>926,115</u>	<u>5</u>	<u>955,253</u>	<u>5</u>
Total equity	<u>5,187,595</u>	<u>28</u>	<u>5,178,478</u>	<u>27</u>	<u>4,303,020</u>	<u>24</u>
Total liabilities and equity	<u>\$19,010,408</u>	<u>100</u>	<u>\$19,477,545</u>	<u>100</u>	<u>\$17,555,296</u>	<u>100</u>

(Please see accompanying notes to the consolidated financial statements)

EASTERN MEDIA INTERNATIONAL CORPORATION AND SUBSIDIARIES
Consolidated Statements of Comprehensive Income
(Expressed in Thousands of New Taiwan Dollars, Except for Earnings Per Share)

	For the three months ended March 31			
	2025		2024	
	Amount	%	Amount	%
4000 Operating revenue (Notes 29 and 36)	\$ 1,287,804	100	\$ 1,435,350	100
5000 Operating costs (Notes 11, 25, 30, 31 and 36)	907,751	70	980,760	69
Gross profit from operations	380,053	30	454,590	31
6000 Operating expenses (Notes 11, 25, 30 and 36)	342,889	27	361,413	25
6450 Impairment loss determined in accordance with IFRS9 (Note 9)	-	-	136	-
Net operating gain	37,164	3	93,041	6
Non-operating income and expenses:				
7100 Interest income (Notes 31 and 36)	9,763	1	6,212	-
7010 Other income (Notes 7, 31 and 36)	3,380	-	11,047	1
7020 Other gains and losses, net (Notes 31 and 36)	31,298	2	(68,566)	(5)
7050 Finance costs (Notes 24, 31 and 36)	(85,990)	(7)	(80,216)	(6)
7060 Share of profit of associates accounted for using equity method (Note 12)	76,699	6	36,003	3
7900 Profit (loss) before tax	72,314	5	(2,479)	(1)
7950 Less: tax expenses (Note 26)	5,864	-	6,121	-
Net profit (loss)	66,450	5	(8,600)	(1)
8300 Other comprehensive income:				
8310 Components of other comprehensive income that will not be reclassified to profit or loss				
Share of other comprehensive loss of associates accounted for using equity method, components of other comprehensive income that will not be reclassified to profit or loss	(1,338)	-	(1,140)	-
Less: Income tax related to components of other comprehensive that will not be reclassified subsequently	-	-	-	-
Total other comprehensive loss that will not be reclassified to profit or loss	(1,338)	-	(1,140)	-
8360 Components of other comprehensive income (loss) that will be reclassified to profit or loss				
8361 Exchange differences on translation of foreign financial statements	343	-	(815)	-
Share of other comprehensive gain / (loss) of associates and joint ventures accounted for using equity method, components of other comprehensive income that will be reclassified to profit or loss	18,723	1	51,693	4
Less: Income tax related to components of other comprehensive income that will be reclassified to profit or loss	-	-	-	-
Total other comprehensive income that will be reclassified to profit or loss	19,066	1	50,878	4
8300 Other comprehensive income, net of tax	17,728	1	49,738	4
Total comprehensive income	\$ 84,178	6	\$ 41,138	3

(Please see accompanying notes to the consolidated financial statements)

EASTERN MEDIA INTERNATIONAL CORPORATION AND SUBSIDIARIES
Consolidated Statements of Comprehensive Income (Cont'd)
(Expressed in Thousands of New Taiwan Dollars, Except for Earnings Per Share)

	For the three months ended March 31			
	2025		2024	
	Amount	%	Amount	%
Profit (loss) attributable to:				
8610 Owners of parent	\$ 85,096	6	\$ 6,638	-
8620 Non-controlling interests	(18,646)	(1)	(15,238)	(1)
	\$ 66,450	5	(\$ 8,600)	(1)
Comprehensive income (loss) attributable to:				
8710 Owners of parent	\$ 102,827	7	\$ 56,287	4
8720 Non-controlling interests	(18,649)	(1)	(15,149)	(1)
	\$ 84,178	6	\$ 41,138	3
Earnings per share (Unit: NT\$) (Note 28)				
9750 Basic earnings per share	\$ 0.28		\$ 0.02	
9850 Diluted earnings per share	\$ 0.28			

(Please see accompanying notes to the consolidated financial statements)

EASTERN MEDIA INTERNATIONAL CORPORATION AND SUBSIDIARIES
Consolidated Statements of Changes in Equity
(In Thousands of New Taiwan Dollars)

	Equity attributable to owners of parent											
						Total other equity interest						
	Share capital			Retained earnings		Exchange differences on translation of foreign financial statements	Unrealized gains (losses) on financial assets measured at fair value through other comprehensive income			Revaluation surplus	Total equity attributable to owners of parent	Non-controlling interests
	Ordinary shares	Capital surplus	Legal reserve	Special reserve	Unappropriated retained earnings	(\$ 130,027)	(\$ 2,568)	\$ 31,115	\$ 3,301,934	\$ 915,907	\$4,217,841	
Balance at January 1, 2024	\$3,002,431	\$ 15,992	\$ 313,375	\$ 346,610	(\$ 274,994)							
Profit (loss) for the three months ended March 31, 2024	-	-	-	-	6,638	-	-	-	6,638	(15,238)	(8,600)	
Other comprehensive income (loss), for the three months ended March 31, 2024	-	-	-	-	-	50,770	(1,121)	-	49,649	89	49,738	
Total comprehensive income (loss) for the three months ended March 31, 2024	-	-	-	-	6,638	50,770	(1,121)	-	56,287	(15,149)	41,138	
Changes in subsidiaries	-	(10,454)	-	-	-	-	-	-	(10,454)	10,454	-	
Changes in non-controlling interests	-	-	-	-	-	-	-	-	-	44,041	44,041	
Balance at March 31, 2024	\$3,002,431	\$ 5,538	\$ 313,375	\$ 346,610	(\$ 268,356)	(\$ 79,257)	(\$ 3,689)	\$ 31,115	\$3,347,767	\$ 955,253	\$4,303,020	
Balance at January 1, 2025	\$3,002,431	\$ 5,538	\$ 313,375	\$ 346,610	\$ 627,307	(\$ 67,102)	(\$ 6,911)	\$ 31,115	\$ 4,252,363	\$ 926,115	\$5,178,478	
Profit (loss) for the three months ended March 31, 2025	-	-	-	-	85,096	-	-	-	85,096	(18,646)	66,450	
Other comprehensive income (loss), for the three months ended March 31, 2025	-	-	-	-	-	19,049	(1,318)	-	17,731	(3)	17,728	
Total comprehensive income (loss) for the three months ended March 31, 2025	-	-	-	-	85,096	19,049	(1,318)	-	102,827	(18,649)	84,178	
Appropriation and distribution of retained earnings:												
Cash dividends of ordinary share	-	-	-	-	(75,061)	-	-	-	(75,061)	-	(75,061)	
Balance at March 31, 2025	\$3,002,431	\$ 5,538	\$ 313,375	\$ 346,610	\$ 637,342	(\$ 48,053)	(\$ 8,229)	\$ 31,115	\$4,280,129	\$ 907,466	\$5,187,595	

(Please see accompanying notes to the consolidated financial statements)

EASTERN MEDIA INTERNATIONAL CORPORATION AND SUBSIDIARIES
Consolidated Statements of Cash Flows
(Expressed in Thousands of New Taiwan Dollars)

	For the three months ended March 31	
	2025	2024
Cash flows (used in) from operating activities:		
Profit (loss) before tax	\$ 72,314	(\$ 2,479)
Adjustments:		
Adjustments to reconcile profit (loss)		
Depreciation expense	310,034	332,544
Amortization expense	3,076	3,138
Net (gain) loss on financial assets or liabilities at fair value through profit or loss	(25,820)	76,440
Interest expense	85,990	80,339
Interest income	(9,763)	(6,212)
Dividend income	(270)	(175)
Share of profit of associates and joint ventures accounted for using equity method	(76,699)	(36,003)
Gain on disposal of property, plant and equipment	(40)	(150)
Impairment loss determined in accordance with IFRS 9	-	136
Amounts from modification of lease contracts	335	-
Total adjustments to reconcile profit	286,843	450,057
Changes in operating assets and liabilities:		
Changes in operating assets, net:		
Decrease in current financial assets at fair value through profit or loss	85,854	67,840
Decrease (increase) in notes receivable	1,701	(27,888)
Decrease in accounts receivable	109,348	93,495
Increase in accounts receivable due from related parties	(11,758)	(58)
(Increase) decrease in other receivables	(8,478)	1,593
Decrease in inventories	899	16,506
(Increase) decrease in biological assets	(285)	2,083
Increase in prepayments	(6,197)	(24,548)
Increase in other current assets	(1,943)	(1,811)
Increase in net defined benefit assets	(368)	-
Total changes in operating assets, net	168,773	127,212
Changes in operating liabilities, net:		
Increase (decrease) in contract liabilities	12,282	(1,203)
Increase in notes payable	287	742
Decrease in accounts payable	(48,474)	(26,737)
Decrease in other payable	(197,986)	(173,174)
(Decrease) increase in advance receipts	(933)	738
Increase (decrease) in other current liabilities	943	(2,885)
Decrease in net defined benefit liability, non-current	-	(426)
Total changes in operating liabilities	(233,881)	(202,945)
Net changes in operating assets and liabilities	(65,108)	(75,733)
Total adjustments	221,735	374,324
Cash inflow from operations	294,049	371,845
Tax income paid	(1,822)	(1,212)
Net cash inflow from operating activities	292,227	370,633

(Please see accompanying notes to the consolidated financial statements)

EASTERN MEDIA INTERNATIONAL CORPORATION AND SUBSIDIARIES
Consolidated Statements of Cash Flows (Cont'd)
(Expressed in Thousands of New Taiwan Dollars)

	For the three months ended March 31	
	2025	2024
Cash flows from (used in) investing activities:		
Acquisition of property, plant and equipment	(\$ 410,901)	(\$ 444,568)
Proceeds from disposal of property, plant and equipment	371	399
Acquisition of investments accounted for using equity method	(941)	-
Decrease in refundable deposits	43,217	40,834
Decrease in long-term lease payments receivables	2,662	1,604
Acquisition of intangible assets	(736)	(3,419)
Decrease in other financial assets	337,342	28,150
Increase in other non-current assets	(2,310)	(1,971)
Interest received	9,496	5,207
Dividends received	240	4,251
Net cash outflow used in investing activities	(21,560)	(369,513)
Cash flows from (used in) financing activities:		
Increase in short-term loans	41,362	247,023
Decrease in short-term loans	(3,000)	(402,090)
(Decrease) increase in short-term notes and bills payable	(50,000)	50,000
Increase in long-term loans	248,993	312,255
Decrease in long-term loans	(65,787)	(29,532)
Increase (decrease) in notes payable	24,628	(11,474)
Decrease in other payables	(25,112)	(25,108)
Decrease in guarantee deposits received	(5)	-
Payment of lease liabilities	(289,755)	(302,683)
(Decrease) increase in long-term notes payable	(55,257)	97,056
Interest paid	(100,867)	(101,649)
Changes in non-controlling interests	-	44,041
Net cash outflow used in financing activities	(274,800)	(122,161)
Effect of exchange rate changes on cash and cash equivalents	488	1,884
Net decrease in cash and cash equivalents	(3,645)	(119,157)
Cash and cash equivalents at beginning of period	2,473,386	1,682,873
Cash and cash equivalents at end of period	\$ 2,469,741	\$ 1,563,716

(Please see accompanying notes to the consolidated financial statements)

EASTERN MEDIA INTERNATIONAL CORPORATION AND SUBSIDIARIES

Notes To Consolidated Financial Statements

For The Three Months Ended March 31, 2025 And 2024

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

(Reviewed, Not Audited)

1. Company history

Eastern Media International Corporation (the “Company”) was established on May 14, 1975 to promote the private port silo business, and its warehouse officially opened in 1980 with the completion of its silo. In order to enhance the operating performance and expand the business scope, the Company merged with Grain Union Transport Ltd. on May 15, 1989. The Company’s shares listed on the Taiwan Stock Exchange, classified in the shipping category, on September 25, 1995. As the proportion of revenue from shipping has declined years by years, and the proportion of revenue from trading has increased to more than 50% of overall revenue, the Company’s stocks have changed classification to the retail sales category. The transfer was approved by the Taiwan Stock Exchange on July 1, 2014. In June 2019, the Group terminated all of the lease contracts of its shipping operations in advance. Since none of the operating segments owns more than 50% of overall revenue, the Company’s stocks have changed classification to other category, which was approved by the Taiwan Stock Exchange on June 1, 2021.

The Company's business development is mainly based on diversification. In addition to land development, grain trading and consumer product development and sales, the Company has diversified into new businesses such as cross-strait trade platform and multimedia shopping through its investment in subsidiaries since 2009.

The main businesses of the Company and its subsidiaries (the “Group”) include forwarding, loading and unloading cargo onto/from ships, the handling and operation of wharf and transit shed facilities, selling pet food and supplies, providing pet beauty service, video advertising services and the production of related shows.

2. Approval date and procedures of the consolidated financial statements

The consolidated financial statements were authorized for issuance by the Board of Directors on May 13, 2025.

3. New standards, amendments and interpretations adopted

a. The impact of the International Financial Reporting Standards (“IFRSs”) endorsed by the Financial Supervisory Commission, R.O.C. (“FSC”) which have already been adopted.

The Group has initially adopted the following new amendments, which do not have a significant impact on its consolidated financial statements, from January 1, 2025 :

- Amendments to IAS21“Lack of Exchangeability”

b. The impact of IFRS endorsed by the FSC but not yet effective

The Group assesses that the adoption of the following new amendments, effective for annual period beginning on January 1, 2026, would not have a significant impact on its consolidated financial statements:

- Amendments to IFRS 9 and IFRS 7 “Amendments to the Classification and Measurement of Financial Instruments” - the amendments to the application guidance of classification of financial assets”

c. The impact of IFRS issued by IASB but not yet endorsed by the FSC

Standards or Interpretations	Content of amendment	Effective date per IASB
IFRS 18 “Presentation and Disclosure in Financial Statements”	<p>The new standard introduces three categories of income and expenses, two income statement subtotals and one single note on management performance measures. The three amendments, combined with enhanced guidance on how to disaggregate information, set the stage for better and more consistent information for users, and will affect all the entities.</p> <ul style="list-style-type: none"> • A more structured income statement: under current standards, companies use different formats to present their results, making it difficult for investors to compare financial performance across companies. The new standard promotes a more structured income statement, introducing a newly defined “operating profit” subtotal and a requirement for all income and expenses to be allocated between three new distinct categories based on a company’s main business activities. 	January 1, 2027

Standards or Interpretations	Content of amendment	Effective date per IASB
	<ul style="list-style-type: none"> • Management performance measures (MPMs): the new standard introduces a definition for management performance measures, and requires companies to explain in a single note to the financial statements why the measure provides useful information, how it is calculated and reconcile it to an amount determined under IFRS Accounting Standards. • Greater disaggregation of information: the new standard includes enhanced guidance on how companies group information in the financial statements. This includes guidance on whether information is included in the primary financial statements or is further disaggregated in the notes. 	January 1, 2027

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

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

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

Electricity”

4. Summary of significant accounting policies

a. Statement of compliance

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

Except the following accounting policies mentioned below, the significant accounting policies adopted in the consolidated financial statements are the same as those in the consolidated financial statement for the year ended December 31, 2024. For the related information, please refer to Note 4 of the consolidated financial statements for the year ended December 31, 2024.

b. Basis of consolidation

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

Name of Investing Company	Subsidiary name	Nature of business	Shareholding ratio			Explanation
			March 31, 2025	December 31, 2024	March 31, 2024	
The Company	Far Eastern Silo & Shipping (Panama) S.A. (FESS-Panama)	Investing activities	100.00%	100.00%	100.00%	Note A
The Company	Far Eastern Investment Co., Ltd. (EIC)	Investing activities	97.90%	97.90%	97.90%	Note A
The Company	Eastern International Lease Finance Co., Ltd. (EILF)	Leasing	53.77%	53.77%	53.77%	Note A
The Company	Tung Kai Lease Finance Co., Ltd. (TKLF)	Leasing	53.76%	53.76%	53.76%	Note A
The Company	ET New Media (ETtoday) Holdings Co., Ltd. (ET New Media)	Advertising	89.20%	89.20%	89.20%	Note A
The Company	EHR Hotels & Resorts Group Yilan (EHR)	Leisure site management, catering business	60.41%	60.41%	60.40%	Note A (Note 4)
The Company	Eastern Asset Co., Ltd. (Eastern Asset)	Real estate leasing	55.00%	55.00%	55.00%	Note A
The Company	ET Pet Co., Ltd (ET Pet)	Pet food and supplies and providing pet beauty service	62.74%	62.74%	62.74%	Note A (Note 3)
EIC	Eastern International Lease Finance Co., Ltd. (EILF)	Leasing	10.00%	10.00%	10.00%	Note B
EIC	Tung Kai Lease Finance Co., Ltd. (TKLF)	Leasing	10.00%	10.00%	10.00%	Note B
EIC	EHR Hotels & Resorts Group Yilan (EHR)	Leisure site management, catering business	- %	- %	13.20%	Note B (Note 4)
EIC	ET New Media (ETtoday) Holdings Co., Ltd. (ET New Media)	Advertising	1.05%	1.05%	1.05%	Note B
EILF	Tung Kai Lease Finance Co., Ltd. (TKLF)	Leasing	36.00%	36.00%	36.00%	Note B
EILF	EHR Hotels & Resorts Group Yilan (EHR)	Leisure site management, catering business	- %	- %	13.20%	Note B (Note 4)
TKLF	Eastern International Lease Finance Co., Ltd. (EILF)	Leasing	36.00%	36.00%	36.00%	Note B
TKLF	EHR Hotels & Resorts Group Yilan (EHR)	Leisure site management, catering business	- %	- %	13.20%	Note B (Note 4)
ET New Media	ET Pet Co., Ltd (ET Pet)	Pet food and supplies and providing pet beauty service	24.92%	24.92%	24.92%	Note C (Note 3)

Name of Investing Company	Subsidiary name	Nature of business	Shareholding ratio			Explanation
			March 31, 2025	December 31, 2024	March 31, 2024	
ET New Media	Dung sen shin guang yun Co., Ltd. (Dung sen shin guang yun)	Audiovisual and singing, information leisure	100.00%	100.00%	100.00%	Note C (Note 1)
ET New Media	Dung sen min diau yun Co., Ltd. (Dung sen min diau yun)	Consulting management, market research and opinion poll	100.00%	100.00 %	100.00%	Note C (Note 1)
ET New Media	MOOD Internet Corporation Limited (MOOD)	Consulting management, market research and opinion poll	- %	- %	- %	Note C (Notes 1 and 2)
ET Pet	Care Pet Bio-Tech Company (Care Pet Bio-Tech)	Pet food and supplies and providing pet beauty service	70.00%	70.00 %	70.00%	Note C (Note 1)
FESS-Panama	Grand Scene Media Corporation (GSMC-Cayman)	Investing activities	100.00%	100.00%	100.00%	Note C (Note 1)
FESS-Panama	Eastern Media Communication (Hong Kong) Ltd. (Eastern Media Communication Hong Kong)	Investing activities	100.00%	100.00%	100.00%	Note C (Note 1)
Eastern Media Communication (Hong Kong)	RICHNESS TRADING (SHANGHAI) CO., LTD (RICHNESS TRADING (SHANGHAI))	Cosmetics, jewelry, and household sundries wholesaling and support services	100.00%	100.00%	100.00%	Note C (Note 1)
GSMC-Cayman	GRAND SCENE TRADING (HONG KONG) LIMITED	Investing activities	100.00%	100.00%	100.00%	Note C (Note 1)
GRAND SCENE TRADING (HONG KONG)	Nanjing Yun Fu Trading Ltd. (Nanjing Yun Fu)	Wholesale trading	100.00%	100.00%	100.00%	Note C (Note 1)

Note A: The investee company is directly held over 50% by the Company

Note B: The investee company is directly held over 50% by the Group

Note C: The investee company is directly held over 50% by the Company's subsidiaries

Note 1: As an immaterial subsidiary, the financial statements have not been reviewed.

Note 2: On February 26, 2024, ET New Media's Board of Directors resolved to make a consolidation by merger of MOOD. Meanwhile ET New Media was the surviving company. The reference date of merger was on February 29, 2024.

Note 3: On February 23, 2024, the board of directors of the subsidiary, ET Pet, resolved a capital injection by cash with an investment amount of \$400,000, and the reference date was on March 25, 2024. All shareholders did not inject capital with shareholding ratios this time. The Company participated in the cash capital injection by \$260,816, and shareholding of the Company was up to 62.74%. ET New Media participated in the cash capital injection by \$95,143, the shareholding of ET New Media dropped to 24.92%. The registrations were finished on April 30, 2024.

Note 4: Due to the failure of the lawsuit of EHR, the shareholding ratios of the Company, EIC, EILF and TKLF must be restored from 60.40%, 13.20%, 13.20% and 13.20% to 60.41%, 0%, 0% and 0% since the ruling date. Please referred to Note 27 for the details.

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

c. Income taxes

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

Income tax expenses for the period are best estimated by multiplying pre-tax income for the interim reporting period by the effective annual tax rate as forecasted by the management. This should be recognized fully as tax expense for the current period.

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

d. Employee benefits

The pension cost in the interim period was calculated and disclosed on a year-to-date basis by using the actuarially determined pension cost rate at the end of the prior fiscal year.

5. Significant accounting assumptions and judgments, and major sources of estimation uncertainty:

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

The preparation of the consolidated interim financial statements, estimates and underlying assumptions are reviewed on an ongoing basis which are in conformity with the consolidated financial statements for the year ended December 31, 2024. For the related information, please refer to Note 5 of the consolidated financial statements for the year ended December 31, 2024.

6. Cash and cash equivalents

	March 31, 2025	December 31, 2024	March 31, 2024
Cash on hand	\$ 10,562	\$ 10,918	\$ 19,145
Cash in banks	2,134,130	1,956,446	1,474,441
Cash equivalents	325,049	506,022	70,130
	\$ 2,469,741	\$ 2,473,386	\$ 1,563,716

- a. Bank time deposits whose original maturity date exceeds three months are classified as other current financial assets. The deposit accounts of \$8,763, \$346,393, and \$8,633 which did not meet the definition of cash and cash equivalents, were classified as other current financial assets for March 31, 2025, December 31, 2024, and March 31, 2024, respectively.
- b. Please refer to Note 32 for the fair value sensitivity analysis and interest rate risk of the financial assets and liabilities.

7. Financial assets at fair value through profit or loss

	March 31, 2025	December 31, 2024	March 31, 2024
Financial assets designated as at fair value through profit or loss:			
Non-derivative financial assets			
Stocks listed on domestic markets	\$ 272,265	\$ 332,299	\$ 937,474

- a. Please refer to Note 31 for the remeasurement of fair value.
- b. For the three months ended March 31, 2025 and 2024, the dividends from financial assets designated as at fair value through profit or loss were \$270 and \$175, respectively.
- c. As of March 31, 2025, December 31, 2024 and March 31, 2024, the amount of \$270, \$240 and \$175 outstanding (recorded as other receivable) for the dividends from financial assets at fair value through profit or loss had been fully received by the Group as of the review date.
- d. Please refer to Note 37 for the details of the financial assets at fair value through profit or loss pledged as collateral.

8. Financial assets at fair value through other comprehensive income

	March 31, 2025	December 31, 2024	March 31, 2024
Equity investments at fair value through other comprehensive income:			
Unlisted common shares domestic Company	\$ 12,100	\$ 12,100	\$ 7,500
a. Equity investments at fair value through other comprehensive income			

The Group designated the investments shown above as equity securities as at fair value through other comprehensive income because these equity securities represent those investments that the Group intends to hold for long-term for strategic purposes.

There were no disposals of strategic investments and transfers of any cumulative gain or loss within equity relating to these investments as of March 31, 2025 and 2024.

b. For credit risk and market risk; please refer to Note 32.

c. No financial assets mentioned above were pledged as collateral.

9. Notes and accounts receivable (including related parties)

	March 31, 2025	December 31, 2024	March 31, 2024
Notes receivable-generated from operation	\$ 2,599	\$ 2,581	\$ 1,761
Installment notes receivable	28,597	26,148	28,817
Accounts receivable	417,000	508,637	408,278
Long-term notes and accounts receivable	67,070	79,078	101,941
Less: Allowance for doubtful accounts	(44,703)	(44,655)	(46,671)
Unrealized interest revenue	(9,686)	(11,623)	(14,661)
	\$ 460,877	\$ 560,166	\$ 479,465

The Group applies the simplified approach to provide for its expected credit losses, i.e., the use of lifetime expected loss provision for all receivables. To measure the expected credit losses, accounts receivable have been grouped based on shared credit risk characteristics and the days past due, as well as incorporated forward looking information, including macroeconomic and relevant industry information. The Group also obtained sufficient collateral when necessary to mitigate the risk of financial losses.

The loss allowance provision in warehousing segment was determined as follows:

	March 31, 2025		
	Gross carrying amount	Weighted average loss rate	Loss allowance provision
	\$ 12,713	- %	-
December 31, 2024			
Current	Gross carrying amount	Weighted average loss rate	Loss allowance provision
	\$ 20,481	- %	-

	March 31, 2024		
	Gross carrying amount	Weighted average loss rate	Loss allowance provision
Current	\$ 39,020	- %	-

The loss allowance provision in trading segment was determined as follows:

	March 31, 2025		
	Gross carrying amount	Weighted average loss rate	Loss allowance provision
Current	\$ 84,191	- %	-
More than 91 days past due	1,829	100%	1,829
	\$ 86,020		\$ 1,829

	December 31, 2024		
	Gross carrying amount	Weighted average loss rate	Loss allowance provision
Current	\$ 66,486	- %	-
More than 91 days past due	1,781	100%	1,781
	\$ 68,267		\$ 1,781

	March 31, 2024		
	Gross carrying amount	Weighted average loss rate	Loss allowance provision
Current	\$ 32,995	- %	-
More than 91 days past due	441	100%	441
	\$ 33,436		\$ 441

The loss allowance provision in media segment was determined as follows:

	March 31, 2025		
	Gross carrying amount	Weighted average loss rate	Loss allowance provision
Current	\$ 228,837	0~0.12%	272
1 to 30 days past due	28,636	0~2.33%	663
More than 91 days past due	101	100%	101
	\$ 257,574		\$ 1,036

	December 31, 2024		
	Gross carrying amount	Weighted average loss rate	Loss allowance provision
Current	\$ 343,301	0~0.12%	409
1 to 30 days past due	14,665	0~3.45%	506
61 to 90 days past due	1,050	3.31~68.36%	718
More than 91 days past due	163	100%	163
	\$ 359,179		\$ 1,796

	March 31, 2024		
	Gross carrying amount	Weighted average loss rate	Loss allowance provision
Current	\$ 253,118	0~0.17%	426
1 to 30 days past due	14,882	0~8.24%	1,185
31 to 60 days past due	1,277	0~22.85%	235
61 to 90 days past due	1,105	1.72~73.36%	811
More than 91 days past due	413	100%	413
	\$ 270,795		\$ 3,070

The loss allowance provision in other segments was determined as follows:

	March 31, 2025		
	Gross carrying amount	Weighted average loss rate	Loss allowance provision (Note)
Current	\$ 95,359	0~1.3%	267
1 to 30 days past due	933	0~19.96%	186
31 to 60 days past due	931	0~21.67%	202
61 to 90 days past due	2,046	0~23.33%	477
More than 91 days past due	13,194	100%	13,194
	\$ 112,463		\$ 14,326

	December 31, 2024		
	Gross carrying amount	Weighted average loss rate	Loss allowance provision (Note)
Current	\$ 105,773	0~1.29%	300
1 to 30 days past due	2,034	0~19.97%	406
31 to 60 days past due	2,041	0~21.67%	442
61 to 90 days past due	2,068	0~23.33%	483
More than 91 days past due	8,168	100%	8,168
	\$ 120,084		\$ 9,799

	March 31, 2024		
	Gross carrying amount	Weighted average loss rate	Loss allowance provision (Note)
Current	\$ 142,401	0~1.25%	1,290
More than 91 days past due	4	100%	4
	\$ 142,405		\$ 1,294

Note: As of March 31, 2025, December 31, 2024, and March 31, 2024, the receivables amounted to \$36,810, \$36,810, and \$40,480 were unrecoverable due to the financial difficulty of the customers. Therefore, the Group had recognized the allowance for doubtful accounts for all of its receivables.

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

For the three months ended March

	31	
	2025	2024
Balance on January 1	\$ 44,655	\$ 46,535
Recognition of impairment losses	-	136
Effect of exchange rate fluctuations	48	-
Balance on March 31	\$ 44,703	\$ 46,671

No financial assets mentioned above were pledged as collateral.

10. Other receivables and other notes receivable (including related parties)

	March 31, 2025	December 31, 2024	March 31, 2024
Other accounts receivable—loans to associates	\$ 119,000	\$ 119,000	\$ 99,000
Other accounts receivable—others	68,770	58,472	47,791
Less: Loss allowance	(1,817)	(1,817)	(1,817)
	\$ 185,953	\$ 175,655	\$ 144,974

a. As of March 31, 2025, December 31, 2024, and March 31, 2024, the Group had

recognized the allowance for doubtful accounts for all of its other receivables.

b. For credit risk and market risk; please refer to Note 32.

11. Inventories

	March 31, 2025	December 31, 2024	March 31, 2024
Goods held for sale	\$ 391,421	\$ 393,332	\$ 408,933
Raw materials and others (including fuel)	64,167	63,639	35,164
Less: Allowance for inventory valuation losses	(34,158)	(34,429)	(18,313)
	\$ 421,430	\$ 422,542	\$ 425,784

a. Except for cost of goods sold, the rest components of operating cost were as follows:

	For the three months ended March 31	
	2025	2024
Reversal of inventory valuation	(271)	-
Written-off	1,130	822
Loss on physical inventory	361	469
Operating expense	1,949	2,337
	\$ 3,169	\$ 3,628

b. The reason why the Group recognized inventory valuation recovery gains was inventory clearance.

c. No inventories were pledged as collateral on March 31, 2025, December 31, 2024, and March 31, 2024, respectively.

12. Investments accounted for using equity method

a. The Group's financial information for investments accounted for using the equity method at the reporting date was as follows:

	March 31, 2025	December 31, 2024	March 31, 2024
Natural Beauty biotechnology Limited (Natural Beauty)	\$ 1,068,340	\$ 1,068,346	\$ 1,219,266
Eastern Home Shopping & Leisure Co., Ltd (EHS)	459,594	365,483	112,030
Chong Rui Pet International Ltd.	920	-	-
Jiangsu Sen Fu Da Media Technology Co., Ltd.	-	-	-
	\$ 1,528,854	\$ 1,433,829	\$ 1,331,296

b. Affiliates which are material to the Group consisted of the following:

Affiliate Name	Within the Group Nature of Relationship	Main operating location	Proportion of shareholding and voting rights		
			March 31, 2025	December 31, 2024	March 31, 2024
Natural Beauty	Sales of beauty and cosmetic products and providing beauty service	Taiwan and China	30.00%	30.00%	30.00%
EHS	Wholesale and retail of various commodities, materials and equipment	Taiwan, Hong Kong and China	25.87%	25.87%	25.87%

(a) Natural Beauty Bio-Technology Limited

Natural Beauty Bio-Technology Limited (“Natural Beauty”) was one of the listing companies in Hong Kong Exchanges and Clearing Limited (“Hong Kong Exchange”). Its fair value is as follows:

	March 31, 2025	December 31, 2024	March 31, 2024
Fair value	\$ 1,204,839	\$ 1,229,889	\$ 1,227,985

The following consolidated financial information of significant affiliates had been adjusted according to individually prepared IFRS financial statements of these affiliates:

	March 31, 2025	December 31, 2024	March 31, 2024
Current assets	\$ 1,292,191	\$ 1,219,133	\$ 1,321,002
Non-current assets	2,114,367	2,044,166	2,146,653
Liabilities	(1,513,800)	(1,373,568)	(1,219,682)
Net assets	\$ 1,892,758	\$ 1,889,731	\$ 2,247,973
Net assets attributable to investee	\$ 1,892,758	\$ 1,889,731	\$ 2,247,973
		For the three months ended March 31	
		2025	2024
Operating revenue	\$ 459,951	\$ 232,977	
Net loss	(\$ 34,385)	(\$ 84,718)	
Other comprehensive (loss) income	(16,993)	14,838	
Total comprehensive loss	(\$ 51,378)	(\$ 69,880)	
Comprehensive loss attributable to investee	(\$ 51,378)	(\$ 69,880)	

	For the three months ended March 31	
	2025	2024
Share of net assets attributable to the Group of beginning balance	\$ 566,919	\$ 677,187
Comprehensive loss attributable to the Group	(15,413)	(20,964)
Effect of exchange rate fluctuations	<u>16,321</u>	<u>18,169</u>
Subtotal	567,827	674,392
Add:Goodwill	366,167	352,879
Trademark	330,928	318,918
Property, plant and equipment	499,560	495,191
Other intangible assets in useful life (e.g., memberships and patents, etc.)	74,689	120,662
Effect of exchange rate fluctuations	(2,434)	(2,263)
Less: adjustment for inventories	(11,974)	(11,540)
Impairment loss	<u>(756,423)</u>	<u>(728,973)</u>
Book value of net assets attributable to the Group of ending balance	<u>\$ 1,068,340</u>	<u>\$ 1,219,266</u>

(b) Eastern Home Shopping & Leisure Co., Ltd.

The following consolidated financial information of significant affiliates had been adjusted according to individually prepared IFRS financial statements of these affiliates:

	March 31, 2025	December 31, 2024	March 31, 2024
Current assets	\$ 6,847,715	\$ 5,564,401	\$ 5,281,006
Non-current assets	6,246,223	6,466,092	6,210,345
Liabilities	(11,316,865)	(10,615,827)	(11,507,481)
Net assets	<u>\$ 1,777,073</u>	<u>\$ 1,414,666</u>	<u>\$ 433,870</u>
Non-controlling interests, attributable to investee	\$ 412	\$ 1,811	\$ 792
Net assets attributable to investee	<u>\$ 1,776,661</u>	<u>\$ 1,412,855</u>	<u>\$ 433,078</u>

	For the three months ended March 31	
	2025	2024
Operating revenue	<u>\$ 4,353,938</u>	<u>\$ 4,931,691</u>
Net income	363,271	273,507
Other comprehensive (loss) income	(863)	21,817
Total comprehensive income	<u>\$ 362,408</u>	<u>\$ 295,324</u>
Comprehensive loss attributable to non-controlling interests	(\$ 1,398)	\$ -
Comprehensive income attributable to investee	<u>\$ 363,806</u>	<u>\$ 295,324</u>

	For the three months ended March 31	
	2025	2024
Share of net assets attributable to the Group of beginning balance	\$ 365,483	\$ 35,635
Comprehensive income attributable to the Group	94,111	76,395
Share of net assets attributable to the Group of ending balance	\$ 459,594	\$ 112,030

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

	March 31, 2025	December 31, 2024	March 31, 2024
	2025	2024	2024
Carrying amount of individually insignificant associates' equity	\$ 920	\$ -	\$ -
For the three months ended March 31			
	2025	2024	2024
Attributable to the Group:			
Profit from continuing operations	(\$ 21)	\$ -	-
Other comprehensive loss	-	-	-
Total comprehensive loss	(\$ 21)	\$ -	-

Note: Care Pet Bio-Tech acquired a 50% equity interest in Chong Rui Pet International Ltd. (Chong Rui) in February 2025. However, based on an assessment of core technologies and the ability to direct relevant activities, the Care Pet Bio-Tech determined that it does not have substantive control over Chong Rui and therefore did not include it as a consolidated entity.

d. Please refer to Note 37 for the details of the investments accounted for using equity method pledged as collateral.

e. The unreviewed financial statements of investments for using equity method

Except for EHS as of March 31, 2025 and 2024, investments were accounted for by the equity method, and the share of profit or loss and other comprehensive income of those investments were calculated based on the financial statements that have not been reviewed.

13. Acquire a subsidiary

- On October 20, 2023, the board of directors of the subsidiary, Eastern Asset, resolved a capital injection by cash with an investment amount of \$500,000, and the reference date was on December 15, 2023. The capital injection was participated by the Company and EHS in proportion to the shareholding ratio. The registration was completed on January 5, 2024.
- On February 23, 2024, the board of directors of the subsidiary, ET Pet, resolved a capital injection by cash with an investment amount of \$400,000, and the reference date was on March 25, 2024. All shareholders did not inject capital with shareholding ratios this time. The Company participated in the cash capital injection by \$260,816, and shareholding of the Company was up to 62.74%. ET New Media participated in the cash capital injection by \$95,143, the shareholding of ET New Media dropped to 24.92%. The registrations

were finished on April 30, 2024.

c. Due to the failure of the lawsuit of EHR, the shareholding ratios of the Company, EIC, EILF and TKLF must be restored from 60.40%, 13.20%, 13.20% and 13.20% to 60.41%, 0%, 0% and 0% since the ruling date in November 2024. Please referred to Note 27 for the details.

14. Material non-controlling interests of subsidiaries

Non-controlling interests of subsidiaries material to the Group are as follows:

Subsidiary name	Main operating location	Percentage of non-controlling interests		
		March 31, 2025	December 31, 2024	March 31, 2024
Eastern Asset	Taiwan	45.00%	45.00%	45.00%

The following information of the aforementioned subsidiaries had been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers. Included in this information were the fair value adjustment and accounting policies adjustment made during the acquisition and relevant difference in accounting principles between the Group as at the acquisition date. Intragroup transactions were not eliminated in this information.

The financial information of Eastern Asset was as follows:

	March 31, 2025	December 31, 2024	March 31, 2024
Current assets	\$ 1,273,486	\$ 1,458,194	\$ 785,399
Non-current assets	6,065,798	5,782,195	4,493,291
Current liabilities	(334,282)	(453,283)	(420,186)
Non-current liabilities	(3,542,867)	(3,321,338)	(2,580,362)
Net assets	<u>\$ 3,462,135</u>	<u>\$ 3,465,768</u>	<u>\$ 2,278,142</u>
For the three months ended March 31			
	2025	2024	
Operating revenue	\$ -	\$ -	
Net loss	(3,633)	(1,962)	
Other comprehensive income	-	-	
Total comprehensive loss	<u>(\$ 3,633)</u>	<u>(\$ 1,962)</u>	
Net cash flows used in operating activities	(\$ 23,319)	(\$ 22,058)	
Net cash flows used in investing activities	(366,746)	(408,660)	
Net cash flows used in financing activities	193,021	226,552	
Net decrease in cash and cash equivalents	<u>(\$ 197,044)</u>	<u>(\$ 204,166)</u>	

The details of non-controlling interests – Eastern assets were as follows :

	March 31, 2025	March 31, 2024
Balance on January 1, 2025	\$ 1,559,596	\$ 1,026,047
Net loss	(1,635)	(883)
Balance on March 31, 2025	<u>\$ 1,557,961</u>	<u>\$ 1,025,164</u>

15. Loss of control of subsidiaries

On February 26, 2024, ET New Media's Board of Directors resolved to make a consolidation by merger of MOOD. Meanwhile ET New Media was the surviving company. The reference date of merger was on February 29, 2024.

16. Property, plant and equipment

a. The cost, depreciation, and impairment loss of the property, plant and equipment of the Group were as follows:

	Land	Buildings	Transportation equipment	Leasehold improvements	Construction in progress	Other equipment	Total
Cost or deemed cost:							
Balance on January 1, 2025	\$ 445,595	\$ 959,941	\$ 12,784	\$ 1,151,664	\$ 4,780,300	\$ 179,090	\$ 7,529,374
Additions	-	-	-	4,565	289,389	773	294,727
Transfers	-	-	-	4,170	-	(13,045)	(8,875)
Disposals / Written-off	-	-	(833)	(21,098)	-	(4,287)	(26,218)
Balance on March 31, 2025	\$ 445,595	\$ 959,941	\$ 11,951	\$ 1,139,301	\$ 5,069,689	\$ 162,531	\$ 7,789,008
Balance on January 1, 2024							
	\$ 596,742	\$ 1,020,714	\$ 13,391	\$ 911,623	\$ 2,895,223	\$ 212,557	\$ 5,650,250
Additions	-	-	-	4,147	579,309	1,912	585,368
Transfers	-	-	-	104	-	(174)	(70)
Disposals / Written-off	-	-	-	(22,800)	-	(7,484)	(30,284)
Write off - sublease	-	-	-	(2,268)	-	-	(2,268)
Balance on March 31, 2024	\$ 596,742	\$ 1,020,714	\$ 13,391	\$ 890,806	\$ 3,474,532	\$ 206,811	\$ 6,202,996
Depreciation and impairment loss:							
Balance on January 1, 2025	\$ -	\$ 954,480	\$ 7,327	\$ 283,089	\$ -	\$ 101,756	\$ 1,346,652
Depreciation	-	149	674	32,676	-	10,306	43,805
Transfers	-	-	-	-	-	(13,259)	(13,259)
Disposals / Written-off	-	-	(700)	(21,098)	-	(4,287)	(26,085)
Balance on March 31, 2025	\$ -	\$ 954,629	\$ 7,301	\$ 294,667	\$ -	\$ 94,516	\$ 1,351,113
Balance on January 1, 2024							
	\$ -	\$ 983,517	\$ 9,045	\$ 281,410	\$ -	\$ 106,112	\$ 1,380,084
Depreciation	-	574	723	35,136	-	12,447	48,880
Transfers	-	-	-	-	-	(174)	(174)
Disposals / Written-off	-	-	-	(22,800)	-	(7,484)	(30,284)
Balance on March 31, 2024	\$ -	\$ 984,091	\$ 9,768	\$ 293,746	\$ -	\$ 110,901	\$ 1,398,506
Carrying amounts:							
January 1, 2025	\$ 445,595	\$ 5,461	\$ 5,457	\$ 868,575	\$ 4,780,300	\$ 77,334	\$ 6,182,722
March 31, 2025	\$ 445,595	\$ 5,312	\$ 4,650	\$ 844,634	\$ 5,069,689	\$ 68,015	\$ 6,437,895
January 1, 2024	\$ 596,742	\$ 37,197	\$ 4,346	\$ 630,213	\$ 2,895,223	\$ 106,445	\$ 4,270,166
March 31, 2024	\$ 596,742	\$ 36,623	\$ 3,623	\$ 597,060	\$ 3,474,532	\$ 95,910	\$ 4,804,490

b. The land rights obtained by Eastern Asset and the Company respectively are expected to be used to build the headquarters of the Eastern Media Group and nearby areas, and the interest expenses of loans during the planning and construction period will be capitalized. For the three months ended March 31, 2025 and 2024, the interest rates were both at 3.41%~3.66%. Details are as follows:

	For the three months ended March 31	
	2025	2024
Interest expense on loans	\$ 22,987	\$ 14,495

c. Please refer to Note 37 for the details of the property, plant and equipment pledged as collateral.

17. Right-of-use assets

a. The cost, depreciation, and impairment loss of the land and equipment, buildings, media exhibition boards and transportation equipment of the Group were as follows:

	Land and equipment	Buildings	Outdoor advertising boards	Transportation equipment	Total
Right of use asset costs:					
Balance on January 1, 2025	\$ 5,332,032	\$ 1,294,120	\$ 2,677,526	\$ 4,050	\$ 9,307,728
Additions	-	-	-	806	806
Write off - lease modification	-	(13,450)	6,110	-	(7,340)
Write off - lease ending	-	(43,229)	-	(1,050)	(44,279)
Write off - sublease	-	12,175	-	-	12,175
Balance on March 31, 2025	\$ 5,332,032	\$ 1,249,616	\$ 2,683,636	\$ 3,806	\$ 9,269,090
Balance on January 1, 2024	\$ 5,330,416	\$ 1,378,421	\$ 2,644,001	\$ 4,442	\$ 9,357,280
Additions	-	8,041	27,372	-	35,413
Write off - lease modification	3,495	17,245	-	-	20,740
Write off - lease ending	-	(366)	(68,210)	-	(68,576)
Write off - sublease	-	(7,397)	-	-	(7,397)
Balance on March 31, 2024	\$ 5,333,911	\$ 1,395,944	\$ 2,603,163	\$ 4,442	\$ 9,337,460
Accumulated depreciation and impairment losses:					
Balance on January 1, 2025	\$ 1,352,564	\$ 562,497	\$ 889,187	\$ 1,582	\$ 2,805,830
Depreciation	57,117	50,498	164,258	354	272,227
Write off - lease ending	-	(43,229)	-	(1,050)	(44,279)
Write off - sublease	-	6,402	-	-	6,402
Balance on March 31, 2025	\$ 1,409,681	\$ 576,168	\$ 1,053,445	\$ 886	\$ 3,040,180
Balance on January 1, 2024	\$ 1,125,755	\$ 658,482	\$ 547,293	\$ 2,320	\$ 2,333,850
Depreciation	57,211	56,473	175,627	352	289,663
Write off - lease ending	-	(366)	(68,210)	-	(68,576)
Write off - sublease	-	(1,804)	-	-	(1,804)
Balance on March 31, 2024	\$ 1,182,966	\$ 712,785	\$ 654,710	\$ 2,672	\$ 2,553,133
Carrying amounts:					
January 1, 2025	\$ 3,979,468	\$ 731,623	\$ 1,788,339	\$ 2,468	\$ 6,501,898
March 31, 2025	\$ 3,922,351	\$ 673,448	\$ 1,630,191	\$ 2,920	\$ 6,228,910
January 1, 2024	\$ 4,204,661	\$ 719,939	\$ 2,096,708	\$ 2,122	\$ 7,023,430
March 31, 2024	\$ 4,150,945	\$ 683,159	\$ 1,948,453	\$ 1,770	\$ 6,784,327

b. In March 2020, Group subsidiary Eastern Asset cooperated with the Economic Development Bureau of the New Taipei City Government and the North District Office of the State-owned Property Administration on the “Linkou International Media Park Investment Promotion Project” and signed a contract to establish land usage rights. The duration of the land usage rights is 50 years from the date of registration of the land usage, and the land usage was set up on April 13, 2020. During the duration of the contract, Eastern Asset shall pay rent to the North Branch of the State-owned Property Administration of the Ministry of Finance each year at a certain rate of the announced land price. While constructing the areas, the cost would be listed under property, plant and equipment. Please refer to Note 16 for the details.

Eastern Asset also signed an investment contract with the Economic Development Bureau of New Taipei City Government in March 2020. The main contents of the contract are as

follows:

- (a) Development and operation period: 50 years from the date of establishment and registration of land usage rights.
- (b) Development royalties: The total amount is \$200,000 under the right-of-use assets account.
- (c) Operating royalties: Starting from the date of operation, the actual net operating income of each base for the year is multiplied by the percentage of operating royalties contained in the contract to the net operating income to calculate the actual operating royalties payable by each base.
- (d) Performance bond: The performance bond has been paid according to the contract amounting to \$200,000 under the guarantee deposits paid account. However, on September 6, 2022, the guarantee deposits paid account was retrieved and replaced it with a joint performance bond issued by the bank also amounting to \$200,000.
- c. In May 2022, the Company signed a contract with the North District Office of the State-owned Property Administration to establish land usage rights. The duration of the land usage rights is 70 years from the date of registration, and the land usage was set up on May 3, 2022. In the duration of the contract, the Company shall pay rent to the North Branch of the State-owned Property Administration of the Ministry of Finance each year at a certain rate of the announced land price. While constructing the areas, the cost would be listed under property, plant and equipment. Please refer to Note 16 for the details.
- d. The land rights obtained by Eastern Asset and the Company respectively are expected to be used to build the headquarters of the Eastern Media Group and nearby areas, and the depreciation expenses of the right-of-use assets and the interest expenses of lease liabilities during the planning and construction period will be capitalized. The interest rates were at 2.75%~3.25%. Details are as follows:

	For the three months ended March 31	
	2025	2024
Right-of-use assets depreciation expense	\$ 5,998	\$ 5,999
Interest expense on lease liabilities	\$ 5,936	\$ 6,003

The above accounts are listed under property, plant and equipment. Please refer to Note 16 for details.

- e. ET Pet and Care Pet Bio-Tech subleased its leasehold properties partially in financial leasing. The durations of subleases were the same as the original leases. The maturity analysis of lease payments receivable under operating subleases was as follows:

	March 31, 2025	December 31, 2024	March 31, 2024
Within 1 year	\$ 19,008	\$ 21,416	\$ 14,566
1-3 years	31,282	36,311	26,840
3-5 years	24,246	25,216	17,897
More than 5 years	20,397	23,101	14,050
Total subleasing investment	94,933	106,044	73,353
Unearned finance income	(9,723)	(10,850)	(6,855)
Lease payments receivables (current and non-current)	\$ 85,210	\$ 95,194	\$ 66,498

For credit risk; please refer to Note 32.

f. The Company leased back the office it sold, leading the increase in right-of-uses assets. The unrealized gain would be amortized during the lease. Details were as follows:

**For the three months ended March
31**

	2025	2024
Balance at January 1	\$ 37,716	\$ -
Recognized in profit or loss		
Deduction of depreciation expense	(1,897)	-
Balance at December 31	<u>\$ 35,819</u>	<u>\$ -</u>

g. Please refer to Note 37 for the details of the right-of-use assets pledged as collateral.

18. Intangible assets

The cost, depreciation, and impairment loss of the Intangible assets of the Group were as follows:

	Trademark	Computer software	Other intangible assets	Total
Cost:				
Balance on January 1, 2025	\$ 3,428	\$ 45,245	\$ 39,871	\$ 88,544
Additions	-	6,472	-	6,472
Disposal	-	(614)	-	(614)
Balance on March 31, 2025	<u>\$ 3,428</u>	<u>\$ 51,103</u>	<u>\$ 39,871</u>	<u>\$ 94,402</u>
Balance on January 1, 2024	\$ 3,428	\$ 88,219	\$ 1,951	\$ 93,598
Additions	-	217	-	217
Transfers	-	(39,088)	39,088	-
Disposal	-	(118)	-	(118)
Balance on March 31, 2024	<u>\$ 3,428</u>	<u>\$ 49,230</u>	<u>\$ 41,039</u>	<u>\$ 93,697</u>
Amortization and impairment loss:				
Balance on January 1, 2025	\$ 2,857	\$ 40,639	\$ 39,491	\$ 82,987
Amortization for the period	286	2,725	65	3,076
Disposal	-	(614)	-	(614)
Balance on March 31, 2025	<u>\$ 3,143</u>	<u>\$ 42,750</u>	<u>\$ 39,556</u>	<u>\$ 85,449</u>
Balance on January 1, 2024	\$ 1,714	\$ 75,064	\$ 1,534	\$ 78,312
Amortization for the period	286	2,785	67	3,138
Disposal	-	(118)	-	(118)
Transfers	-	(39,088)	39,088	-
Balance on March 31, 2024	<u>\$ 2,000</u>	<u>\$ 38,643</u>	<u>\$ 40,689</u>	<u>\$ 81,332</u>
Carrying amounts:				
January 1, 2025	\$ 571	\$ 4,606	\$ 380	\$ 5,557
March 31, 2025	<u>\$ 285</u>	<u>\$ 8,353</u>	<u>\$ 315</u>	<u>\$ 8,953</u>
January 1, 2024	\$ 1,714	\$ 13,155	\$ 417	\$ 15,286
March 31, 2024	<u>\$ 1,428</u>	<u>\$ 10,587</u>	<u>\$ 350</u>	<u>\$ 12,365</u>

19. Short-term loans

Details of short-term loans of the Group were as follows:

	March 31, 2025	December 31, 2024	March 31, 2024
Unsecured bank loans	\$ 8,000	\$ 11,000	\$ 100,000
Secured bank loans	91,362	50,000	130,492
Total	<u>\$ 99,362</u>	<u>\$ 61,000</u>	<u>\$ 230,492</u>
Unused credit lines	<u>\$ 1,678,638</u>	<u>\$ 1,650,000</u>	<u>\$ 2,162,508</u>

a. Please refer to Note 21 for the details of the interest rates.

b. Please refer to Note 37 for the details of the related assets pledged as collateral.

20. Short-term notes and bills

Details of short-term notes and bills of the Group were as follows:

	March 31, 2025	December 31, 2024	March 31, 2024
No guarantees to pay commercial promissory notes	\$ -	\$ 50,000	\$ 50,000
Guarantees to pay commercial promissory notes	-	-	100,000
Less: discount amount	-	(44)	(314)
Carrying amount	\$ -	\$ 49,956	\$ 149,686
Unused credit lines	<u>\$ 550,000</u>	<u>\$ 500,000</u>	<u>\$ 442,500</u>

- a. Please refer to Note 21 for the details of the interest rates.
- b. Please refer to Note 37 for the details of the related assets pledged as collateral.

21. Notes payable

	March 31, 2025	December 31, 2024	March 31, 2024
Generated from operation	\$ 3,227	\$ 4,307	\$ 3,642
Non-generated from operation	24,237	-	30,182
	<u>\$ 27,464</u>	<u>\$ 4,307</u>	<u>\$ 33,824</u>

- a. Notes payable which were not generated from operation were 12 periods of repayment checks issued to the leasing company. Since there were demands for short-term working capital of the Group, the Group signed loan contracts with leasing companies. The loaning duration was lasting for one year.
- b. The interest rates in short-term loans, short-term notes and bills and notes payable are 2.5%~3.625%, 2.5%~3.625% and 2.033%~3.66% on March 31, 2025, December 31, 2024 and March 31, 2024, respectively.

22. Long-term loans

Details, conditions, and terms of long-term loan of the Group were as follows:

	March 31, 2025	December 31, 2024	March 31, 2024
Unsecured loans	\$ 43,440	\$ 51,040	\$ 78,000
Secured bank loans	5,685,092	5,494,287	4,187,342
Less: Current portion	(997,529)	(994,381)	(186,625)
Fees	(16,547)	(22,491)	(19,334)
Total	<u>\$ 4,714,456</u>	<u>\$ 4,528,455</u>	<u>\$ 4,059,383</u>
Duration year	114~126	114~126	113~126
Unused credit lines	<u>\$ 1,915,884</u>	<u>\$ 2,610,001</u>	<u>\$ 3,818,525</u>

- a. Please refer to Note 23 for the details of the interest rates.
- b. The Group had a secured bank loan with a carrying amount of \$1,031,747 as of March 31, 2025. The Group was required to comply with specific covenants regarding debt and interest ratios at the end of each fiscal year. In the event of a breach of these financial ratios, the bank had the right to increase the loan interest rate. The Group also

continuously reviewed the impact of subsequent operating performance on compliance with the aforementioned financial ratios.

c. Please refer to Note 37 for the details of the related assets pledged as collateral.

23. Long term notes and accounts payable

	March 31, 2025	December 31, 2024	March 31, 2024
Generated from operation	\$ 11,388	\$ 28,346	\$ 78,338
Non-generated from operation	212,609	248,859	233,829
Less: Current portion	(223,983)	(247,188)	(146,644)
	\$ 14	\$ 30,017	\$ 165,523

- a. Long term notes payable were 18 and 30 periods of repayment checks. Since there were demands for working capital of the Group, the Group signed installment purchase contracts.
- b. The interest rates in long-term loans and long-term notes and accounts payable are 2.06%~4.83%, 2.06%~4.83% and 2.54%~4.70% on March 31, 2025, December 31, 2024 and March 31, 2024, respectively.

24. Lease liabilities

Book value of the Group's lease liabilities were as follows:

	March 31, 2025	December 31, 2024	March 31, 2024
Current	\$ 1,055,386	\$ 1,060,847	\$ 1,011,062
Non-current	\$ 5,358,333	\$ 5,648,826	\$ 5,870,955

For the maturity analysis, please refer to Note 32.

Lease amounts recognized as profit or loss were as follows:

	For the three months ended March 31	
	2025	2024
Interest on lease liabilities	\$ 44,890	\$ 48,357
Interest capitalized on lease liabilities	\$ 5,936	\$ 6,003
Variable lease payments not included in the measurement of lease liabilities	(\$ 149)	(\$ 2)
Expenses relating to short term leases	\$ 103,257	\$ 97,361
Expenses relating to leases of low value assets, excluding short term leases of low value assets	\$ 417	\$ 290

Lease amounts recognized in the Statements of Cash Flows were as follows:

	For the three months ended March 31	
	2025	2024
Total cash outflow for leases	\$ 444,106	\$ 454,692

- a. For the three months ended March 31, 2025 and 2024, newly added lease liabilities amounted to \$806 and \$35,413 respectively, and the interest rates were 3.50% and 3.25%~3.50%. Lease period ending dates extend from April 2025 to May 2092 and from April 2024 to May 2092, respectively. However, for the three months ended March 31, 2025 and 2024, the Group negotiated modifications to its contracts in consideration of its operating conditions, thereby (reducing) increasing lease liabilities by \$(7,005) and \$20,740, respectively. The information on modifications of the Group's lease contracts,

please refer to Note 17.

b. Leases of land and equipment, and buildings

As of March 31, 2025, the Group leased land and buildings for its warehousing operations, office space and retail stores, and the land rights of the group headquarters. The leases of office space typically run for a period of 20 years, retail stores for 1 to 10 years, and land usage rights for 50 to 70 years. Some leases included an option to renew the lease for an additional period of the same duration after the end of the contract term.

The Group subleased its leasehold properties partially in financial leasing. Please refer to Note 17 for the details.

Some leases of office buildings contained extension options exercisable by the Group up to one year before the end of the non-cancellable contract period. These leases are negotiated and monitored by local management, and accordingly, contain a wide range of different terms and conditions. The extension options held are exercisable only by the Group and not by the lessors. In which lease is not reasonably certain to use an optional extended lease term, payments associated with the optional period are not included within lease liabilities.

c. Other leases

The Group leases outdoor advertising boards and transportation equipment with lease terms of two to five years. In some cases, the Group has options to extend lease terms at the end of the contract term.

The Group also leases IT equipment and machinery with contract terms of one to three years. These leases are short-term or leases of low value items. The Group has elected not to recognize right of use assets and lease liabilities for these leases.

d. Sale and lease back

The Company sold its office in November 2024. Later in December 2024, the Company leased back the office and signed a contract with a lease term of 5 years. This transaction made the Company get more funds with revitalizing its assets.

25.

Employee benefits

a. Defined benefit plans

The Group used actuarially determined pension costs as of December 31, 2024 and 2023 to measure and disclose pension costs for the interim period as there were no significant market fluctuations, and significant curtailments, settlements or other significant one-time events subsequent to the prior reporting date.

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

	For the three months ended March	
	31	
	2025	2024
Operating cost	\$ 87	\$ 142
General and administrative expense	23	70
	\$ 110	\$ 212

b. Defined contribution plans

The Group's pension expenses under the defined contribution plans were as follows:

	For the three months ended March 31	
	2025	2024
Operating cost	\$ 6,319	\$ 7,211
General and administrative expense	8,107	8,912
	\$ 14,426	\$ 16,123

26. Income taxes

Current income tax expense

Current period

For the three months ended March

31

	2025	2024
	\$ 5,864	\$ 6,121

The Company's tax returns for the years through 2022 were examined and approved by the tax authority.

27. Capital and other equity

Except for the following disclosure, there were no significant changes in capital and other equity of the Group for the three months ended March 31, 2025 and 2024. For the related information, please refer to Note 27 of the consolidated financial statements for the year ended December 31, 2024.

a. Retained earnings

(a) In respect to the Company's dividend policy, in order to cope with the Company's diversified operations and the capital expenditure required for future expansion of the scope of operations and long-term financial planning, it can be based on the needs of the business climate and industry changes and take into account the interests of shareholders, making appropriate assignments or reservations. Any profit in the annual financial statements shall be paid to all taxes and dues in accordance with the laws and make up for any accumulated deficits, and then set aside 10% of said profits as legal reserve, provided such legal reserve amounts to the total paid-in capital, this provision shall not apply. As well as special reserve appropriation and reversal in accordance with the laws or regulations of the competent authority. If there is still a profit, and the undistributed profit at the beginning of the same period (including adjustment of the amount of undistributed profit), the Board of Directors shall prepare a profit distribution proposal and submit it to the General Meeting of Shareholders for resolution: 1. Shareholders' dividends are allocated with distributable earnings, which shall not be less than 15% of the current year's distributable earnings and; 2. the cash dividend shall not be less than 10% of the current year; 3. however, if the balance of the distributable earnings of the current year minus the beginning undistributed earnings is less than NT\$0.1 per share, the Company may exempt from this provision. Distribution of the earnings in the preceding paragraph is authorized after a resolution has been adopted by a majority vote at a meeting of the Board of Directors attended by two-thirds of the total number of directors, and in addition thereto a report of such distribution shall be submitted to the shareholders' meeting; by means of issuing new shares, a resolution shall be submitted to the shareholders' meeting in accordance with the regulations.

On February 26, 2024, the Company's Board of Directors resolved to make a capital

reduction, and would not distribute dividends for there was net loss in 2023. The capital reduction for 2023 was passed in the Boardmeeting on May 27, 2024. The Company appropriated its 2024 earnings, which was proposed by the board of directors on March 5, 2025 as follows:

	<u>Amount</u>	<u>Dividend per share (NT\$)</u>
	<u>2024</u>	<u>2024</u>
Legal reserve	\$ 62,731	\$ -
Special reserve	519,571	-
Reversal of special reserve	(303,712)	-
Cash dividends	75,061	0.25
Stock dividends	270,219	0.90

As of March 31, 2025, the dividends were \$75,061 accounted as other payables. The rest appropriation of 2024 earnings would be resolved by the shareholder's meeting on May 26, 2025. For further information, please refer to the Market Observation Post System.

(b) The subsidiary, EHR, resolved at its Board of Directors meeting on March 17, 2017 to deliberate on the proposals for a capital reduction and a cash capital increase. Subsequently, on May 22, 2017, the Board resolved to convene the 2017 Annual Shareholders' Meeting. On June 28, 2017, the Shareholders' Meeting resolved to approve Proposal 1: "Capital Reduction" and Proposal 2: "Cash Capital Increase." In accordance with these resolutions, ET Ocean proceeded to implement the capital reduction and increase, and completed the registration of changes with the Ministry of Economic Affairs.

However, shareholders Kao ○-Wen, Kao ○, Kao ○-Chen, and Hsiao ○-Ling filed a lawsuit claiming that the aforementioned shareholders' meeting was unlawful. After years of litigation, the Supreme Court ruled in November 2024 that the resolutions passed at the June 28, 2017 Shareholders' Meeting—namely the "Capital Reduction" and "Cash Capital Increase" proposals—were invalid. The ruling is final and binding. Accordingly, the shareholder structure of EHR shall revert to that in place prior to the June 28, 2017 Shareholders' Meeting.

Based on this ruling, the shareholding percentages of the Company and its subsidiaries—EIC, EILF, and TKLF—in EHR will revert from the current 60.40%, 13.20%, 13.20%, and 13.20%, respectively, to 60.41%, 0%, 0%, and 0% as of the date of the ruling. As a result, 60.41% of EHR's shareholders' equity will be attributable to the Company and its subsidiaries, with the remaining 39.59% attributable to non-controlling interests.

The Group adjusted the equity attribution ratios on the date the ruling became final, resulting in an increase in retained earnings of \$517,771 and a corresponding decrease in non-controlling interests of \$517,771 for the period from June 2017 to November 2024.

EHR will expeditiously proceed with new capital reduction and increase procedures. Should such actions be carried out in 2025, the Company's ownership interest in EHR may change again. Accordingly, the Company has appropriated a special reserve of \$519,571.

b. Other equity (net of tax)

	Foreign currency translation differences for foreign operations	Unrealized gains (losses) from financial assets measured at fair value through other comprehensive income	Revaluation surplus	Total
Balance on January 1,2025	(\$ 67,102)	(\$ 6,911)	\$ 31,115	(\$ 42,898)
Exchange differences on foreign operation	343	-	-	343
Change in other comprehensive income of associates accounted for using equity method	18,706	(1,318)	-	17,388
Balance on March 31,2025	<u>(\$ 48,053)</u>	<u>(\$ 8,229)</u>	<u>\$ 31,115</u>	<u>(\$ 25,167)</u>
	Foreign currency translation differences for foreign operations	Unrealized gains (losses) from financial assets measured at fair value through other comprehensive income	Revaluation surplus	Total
Balance on January 1,2024	(\$ 130,027)	(\$ 2,568)	\$ 31,115	(\$ 101,480)
Exchange differences on foreign operation	(815)	-	-	(815)
Change in other comprehensive income of associates accounted for using equity method	51,585	(1,121)	-	50,464
Balance on March 31,2024	<u>(\$ 79,257)</u>	<u>(\$ 3,689)</u>	<u>\$ 31,115</u>	<u>(\$ 51,831)</u>

28. Earnings per share

The basic earnings per share and diluted earnings per shares were calculated as follows:

For the Three months ended March 31

	2025	2024
Basic earnings per share		
Profit attributable to ordinary shareholders of the Company	\$ 85,096	\$ 6,638
The weighted average number of ordinary shares outstanding (thousand shares)	<u>300,243</u>	<u>300,243</u>
	<u>\$ 0.28</u>	<u>\$ 0.02</u>
Diluted earnings per share		
Profit attributable to ordinary shareholders of the Company	\$ 85,096	
The weighted average number of ordinary shares outstanding (thousand shares)	300,243	
Effect of dilutive potential ordinary shares:		
Employee stock bonus	<u>256</u>	
Loss attributable to ordinary shareholders of the Company (weighted average number of ordinary shares (diluted) on March 31)	<u>300,499</u>	
	<u>\$ 0.28</u>	

Since there were net loss for the three months ended March 31, 2024, there was no need to disclose diluted earnings per share.

29. Revenue from contracts with customers

a. Details of revenue

	For the three months ended March 31				
	2025				
	Warehousing	Trading	Media	Others	Total
Main services:					
Sales revenue	\$ -	\$ 501,837	\$ -	\$ -	\$ 501,837
Media revenue	-	-	390,172	-	390,172
Loading and storage revenue	313,691	-	-	-	313,691
Other revenue	-	57,493	22,210	2,401	82,104
	\$ 313,691	\$ 559,330	\$ 412,382	\$ 2,401	\$ 1,287,804

	For the three months ended March 31				
	2024				
	Warehousing	Trading	Media	Others	Total
Main services:					
Sales revenue	\$ -	\$ 561,911	\$ -	\$ -	\$ 561,911
Media revenue	-	-	422,713	-	422,713
Loading and storage revenue	370,216	-	-	-	370,216
Other revenue	-	63,259	14,814	2,437	80,510
	\$ 370,216	\$ 625,170	\$ 437,527	\$ 2,437	\$ 1,435,350

b. Contract balances

	March 31, 2025	December 31, 2024	March 31, 2024
Notes receivable-generated from operation	\$ 2,599	\$ 2,581	\$ 1,761
Installment notes receivable	28,597	26,148	28,817
Accounts receivable	417,000	508,637	408,278
Long-term installment notes receivable	67,070	79,078	101,941
Less: Allowance for doubtful accounts	(44,703)	(44,655)	(46,671)
Unrealized interest revenue	(9,686)	(11,623)	(14,661)
	\$ 460,877	\$ 560,166	\$ 479,465
Contract liability –			
Commodity Gift Certificates and Special Offer Points	\$ 2,190	\$ 3,724	\$ 2,480
Contract liability advertising services	38,420	24,045	27,153
Contract liability others	35,618	36,177	31,324
Total	\$ 76,228	\$ 63,946	\$ 60,957

- (a) Please refer to Note 9 for the details of accounts receivable and its impairment.
- (b) The major change in the balance of contract assets and contract liabilities is the difference between the time frame in the performance obligation to be satisfied and the payment to be received. There were no significant changes.

For the three months ended March 31, 2025 and 2024, there were \$27,943 and \$29,883 transferred into revenue from the beginning balance of contract liabilities, respectively.

30. Remuneration of employees

The revised articles were passed in the shareholders' meeting on May 27, 2024. If the Company makes a profit during the year (referring to profit before tax minus the profit before the distribution of employee compensation), then after deducting any accumulated loss, no less than 1% of the balance shall be allocated as employee compensation, and no more than 1% of the balance shall be allocated as director's compensation. The amount allocated shall be used as the current year's expense. The employee compensation was allocated at 3.5% in original articles.

The company's employee compensation and remuneration of directors and supervisors for the three months ended March 31, 2025 were \$926 and \$926, respectively. The estimated amounts mentioned above are calculated based on the net profit before tax, excluding the remuneration to employees, directors and supervisors, multiplied by the percentages of remuneration to employees, directors and supervisors. These remunerations were expensed under operating costs or expenses during those periods. The differences between the actual distributed amounts, as determined by the board of directors, and those recognized in the financial statements, if any, shall be accounted for as changes in accounting estimates and recognized in profit or loss in the following year. The numbers of shares to be distributed were calculated based on the closing price of the Company's ordinary shares, one day before the date of the meeting of Board of Directors.

As March 31, 2024, it remained net loss; therefore, no remuneration should be calculated.

For further information about employee compensation and remuneration of directors and supervisors of 2024, please refer to the Market Observation Post System.

31. Non-operating income and expenses

a. Interest income

The details of interest income of the Group were as follows:

	For the three months ended March	
	31	
	2025	2024
Interest income from bank deposits	\$ 3,953	\$ 3,026
Interest income from financial assets measured at amortized cost	2,449	292
Other interest income	3,361	2,894
	\$ 9,763	\$ 6,212

b. Other income

The details of other revenue of the Group were as follows:

	For the three months ended March	
	31	
	2025	2024
Rental income	\$ 2,268	\$ 8,203
Dividend income	270	175
Other revenue	842	2,669
	\$ 3,380	\$ 11,047

c. Other gains and losses

The details of other gains and losses were as follows:

	For the three months ended March 31	
	2025	2024
Gain on disposal of property, plant, and equipment	\$ 40	\$ 150
Lease modification loss	(335)	-
Foreign exchange gain	4,698	6,868
Net gain (loss) on evaluation of financial assets at fair value through profit or loss	25,820	(76,440)
Other income	1,075	856
	\$ 31,298	(\$ 68,566)

d. Finance costs

The Group's finance costs were as follows:

	For the three months ended March 31	
	2025	2024
Interest expenses – lease liabilities	\$ 44,890	\$ 48,357
Interest expenses – bank loans	28,237	26,391
Finance expense	12,863	5,591
	85,990	80,339
Less: operating costs	-	(123)
	\$ 85,990	\$ 80,216

32. Financial instruments

a. Credit risk

(a) Credit risk exposure

As of March 31, 2025, December 31, 2024 and March 31, 2024, the maximum credit exposure for the Group originates from possible non-fulfillment of obligations by counterparties and from financial losses arising from financial guarantees provided by the Company, mainly from:

- The carrying amount of financial assets recognized in the consolidated balance sheet; and
- The amount of liabilities as a result from the Group providing financial guarantees to its customers was \$4,689,766, \$4,664,478, and \$3,918,782.

(b) Concentration of credit risk

The Group caters to a large group of customers; therefore, there is no concentration of regional credit risk.

For credit risk exposure of notes and accounts receivable, please refer to Note 9.

All of these financial assets are considered to have low risk, and thus, the impairment provision recognized during the period was limited to 12 months expected losses. (Regarding how the financial instruments are considered to have low credit risk, please refer to Note 4g the consolidated financial statements for the year ended December 31, 2024.)

As of March 31, 2025 and 2024, there was no allowance for other receivables.

b. Liquidity risk

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

	Carrying amount	Contractual cash flows	Within 1 year	1-3 years	3-5 years	More than 5 years
March 31, 2025						
Non derivative financial liabilities						
Loans	\$ 5,811,347	\$ 7,017,354	\$ 1,271,853	\$ 883,972	\$ 1,124,418	\$ 3,737,111
Payables (current and non-current)	1,484,341	1,488,319	1,488,305	14	-	-
Lease liabilities (current and non-current)	6,413,719	7,884,520	1,236,744	1,881,606	914,116	3,852,054
Guarantee deposits received	2,336	2,336	-	2,336	-	-
	\$ 13,711,743	\$ 16,392,529	\$ 3,996,902	\$ 2,767,928	\$ 2,038,534	\$ 7,589,165
December 31, 2024						
Non derivative financial liabilities						
Loans	\$ 5,583,836	\$ 6,765,925	\$ 1,239,551	\$ 793,446	\$ 1,124,796	\$ 3,608,132
Short term notes and bills payable	49,956	50,000	50,000	-	-	-
Payables (current and non-current)	1,854,417	1,860,436	1,830,236	30,200	-	-
Lease liabilities (current and non-current)	6,709,673	8,231,661	1,251,137	2,050,807	954,996	3,974,721
Guarantee deposits received	2,341	2,341	-	2,341	-	-
	\$ 14,200,223	\$ 16,910,363	\$ 4,370,924	\$ 2,876,794	\$ 2,079,792	\$ 7,582,853
March 31, 2024						
Non derivative financial liabilities						
Loans	\$ 4,476,500	\$ 5,422,597	\$ 563,576	\$ 1,338,820	\$ 815,328	\$ 2,704,873
Short term notes and bills payable	149,686	150,000	150,000	-	-	-
Payables (current and non-current)	1,636,829	1,649,050	1,480,659	168,391	-	-
Lease liabilities (current and non-current)	6,882,017	8,503,235	1,207,072	2,080,149	1,025,700	4,190,314
Guarantee deposits received	4,612	4,612	-	4,612	-	-
	\$ 13,149,644	\$ 15,729,494	\$ 3,401,307	\$ 3,591,972	\$ 1,841,028	\$ 6,895,187

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

c. Exchange rate risk

(a) Exposure to exchange rate risk

The Group's financial assets and liabilities exposed to exchange rate risk were as follows:

Financial assets	March 31, 2025			December 31, 2024			March 31, 2024		
	Foreign Currency	Exchange Rate	TWD	Foreign Currency	Exchange Rate	TWD	Foreign Currency	Exchange Rate	TWD
Financial assets									
Monetary items									
USD:TWD	\$ 2,072	33.205	\$ 68,796	\$ 2,026	32.785	\$ 66,410	\$ 1,621	32	\$ 51,869
USD:HKD	820	7.78	27,231	822	7.7653	26,940	730	7,8259	23,356
CNY:TWD	93	4.573	423	247	4.478	1,105	265	4,408	1,170
USD:CNY	42	7.2611	1,394	42	7.3213	1,375	42	7,2595	1,342
HKD:TWD	77,885	4.268	332,413	77,178	4.222	325,844	29,070	4,089	118,866
Non-monetary items	\$ 33,025	33.205	\$ 1,096,595	\$ 33,486	32.785	\$ 1,097,825	\$ 37,910	32	\$ 1,213,129
USD:TWD	-	4.268	-	4.222	-	-	68,754	4,089	281,091
HKD:TWD	-	1.0715	3,688	857	1.0607	3,837	1,403	1,078	6,186
CNY:HKD	835	-	-	-	-	-	-	-	-
HKD:USD	272,292	0.1285	1,099,223	261,067	0.1288	1,098,976	319,453	0.1278	1,357,938
Financial liabilities									
Monetary items									
HKD:USD	\$ -	0.1285	\$ -	\$ -	0.1288	\$ -	\$ 15,000	0.1278	\$ 61,335

(b) Sensitivity analysis

The Group's exposure to exchange rate risk arises from the translation of the foreign currency exchange gains and losses on cash and cash equivalents, accounts receivable, other receivables, loans, accounts payable, and other payables that are denominated in foreign currency. If the TWD, when compared

with each major foreign currency, had appreciated or depreciated 1% (with other factors remaining constant on the reporting date), net profit (loss) before tax would have respectively increased or decreased by \$4,303 and \$1,353 for the three months ended March 31, 2025 and 2024, respectively. The analysis is performed on the same basis for both periods.

As the Group deals in diverse foreign currencies, gains or losses on foreign exchange are summarized as a single amount. For the three months ended March 31, 2025 and 2024, foreign currency exchange gains (including realized and unrealized) amounted \$4,698 and \$6,868, respectively.

d. Interest rate analysis

The interest risk exposure of the Group's financial assets and liabilities is described in the note on market risk management.

The following sensitivity analysis is based on the exposure to interest rate risk of the derivative and non-derivative financial instruments on the reporting date. For variable rate instruments, the sensitivity analysis assumes the variable rate liabilities on the reporting date have been outstanding for the whole year. The Group's internal management reported the increases/decreases in interest rates, and changes in interest rates of one basis point are considered by management to be reasonably possible.

If the interest rate had increased or decreased by 1% and assuming all other variable factors remained constant, the Group's net profit (loss) after tax would have respectively (decreased) or increased by \$(7,884) and \$6,006 for the three months ended March 31, 2025 and 2024. This is mainly due to the Group's variable rate deposit and borrowing.

e. Other market price risk

Sensitivity analyses for the changes in the securities price at the reporting date were performed using the same basis for the profit and loss as illustrated below:

Price of securities at reporting date	For the three months ended March 31		
	2025		2024
	Other comprehensive income after tax	Net income	Other comprehensive income after tax
Increasing 3%	\$ 363	\$ 8,168	\$ 225
Decreasing 3%	(363)	(8,168)	(225)

f. Fair value of financial instruments

(a) Fair value hierarchy

The carrying amount and fair value of the Group's financial assets and liabilities, including the information on fair value hierarchy were as follows; however, except as described in the following paragraphs, for financial instruments not measured at fair value whose carrying amount is reasonably close to the fair value, and for equity investments that has no quoted prices in the active markets and whose fair value cannot be reliably measured, disclosure of fair value information is not required:

	Book Value	Fair value				Total
		Level 1	Level 2	Level 3		
March 31, 2025						
Financial assets at fair value through profit or loss						
Non-derivative financial assets mandatorily measured at fair value through profit or loss	\$ 272,265	\$ 272,265	\$ -	\$ -	\$ -	\$ 272,265
Financial assets at fair value through other comprehensive income	12,100	-	4,600	7,500		12,100
Financial assets at fair value through profit or loss						
Cash and cash equivalents	2,469,741					
Notes and accounts receivable (including related parties)	397,854					
Other receivables (including related parties)	185,953					
Other current financial assets	90,264					
Long-term notes and accounts payable (including related parties)	63,023					
Refundable deposits	369,311					
Other non-current financial assets	172,133					
Financial liabilities measured at amortized cost						
Short-term loans	99,362					
Notes and accounts payable (including related parties)	347,359					
Other payables (including related parties)	912,985					
Long-term loans (including current portion of long-term loans)	5,711,985					
Lease liabilities (current and non-current)	6,413,719					
Long-term notes and accounts payable (including current portion of long-term notes and accounts payable)	223,997					
Guarantee deposits received	2,336					

	Book Value	Fair value				Total
		Level 1	Level 2	Level 3		
December 31, 2024						
Financial assets at fair value through profit or loss						
Non-derivative financial assets mandatorily measured at fair value through profit or loss	\$ 332,299	\$ 332,299	\$ -	\$ -	\$ -	\$ 332,299
Financial assets at fair value through other comprehensive income	12,100	-	4,600	7,500		12,100
Financial assets at fair value through profit or loss						
Cash and cash equivalents	2,473,386					
Notes and accounts receivable (including related parties)	486,287					

December 31, 2024	Book Value	Fair value			
		Level 1	Level 2	Level 3	Total
Other current financial assets	\$ 429,667				
Long-term notes and accounts payable (including related parties)	73,879				
Refundable deposits	412,528				
Other non-current financial assets	178,640				
Financial liabilities measured at amortized cost					
Short-term loans	61,000				
Short term notes and bills payable	49,956				
Notes and accounts payable (including related parties)	372,676				
Other payables (including related parties)	1,204,536				
Long-term loans (including current portion of long-term loans)	5,522,836				
Lease liabilities (current and non-current)	6,709,673				
Long-term notes and accounts payable (including current portion of long-term notes and accounts payable)	277,205				
Guarantee deposits received	2,341				

March 31, 2024	Book Value	Fair value			
		Level 1	Level 2	Level 3	Total
Financial assets at fair value through profit or loss					
Non-derivative financial assets mandatorily measured at fair value through profit or loss	\$ 937,474	\$ 937,474	\$ -	\$ -	\$ 937,474
Financial assets at fair value through other comprehensive income	7,500	-	-	7,500	7,500
Financial assets at fair value through profit or loss					
Cash and cash equivalents	1,563,716				
Notes and accounts receivable (including related parties)	385,104				
Other receivables (including related parties)	144,974				
Other current financial assets	58,194				
Long-term notes and accounts payable (including related parties)	94,361				
Refundable deposits	352,992				
Other non-current financial assets	197,915				
Financial liabilities measured at amortized cost					
Short-term loans	230,492				
Short term notes and bills payable	149,686				
Notes and accounts payable (including related parties)	374,393				

Fair value

March 31, 2024	Book Value	Level 1	Level 2	Level 3	Total
Other payables (including related parties)	\$ 950,269				
Long-term loans (including current portion of long-term loans)	4,246,008				
Lease liabilities (current and non-current)	6,882,017				
Long-term notes and accounts payable (including current portion of long-term notes and accounts payable)	312,167				
Guarantee deposits received	4,612				

(b) Valuation techniques for financial instruments not measured at fair value

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

(b-1) Financial assets measured at amortized cost and financial liabilities measured at amortized cost

If the quoted prices in active markets are available, the market price is established as the fair value. However, if quoted prices in active markets are not available, the estimated valuation or prices used by competitors are adopted. If there is quoted price generated by transactions, the recent transaction price and quoted price data is used as the basis for fair value measurement. However, if no quoted price are available, estimates shall be used. The estimates and assumptions used in the evaluation method shall be the discounted value of cash flows to estimate the fair value.

(c) Valuation techniques for financial instruments measured at fair value

(c-1) Non-derivative financial instruments

If there is a quoted market price in an active market for a financial instrument, the fair value is based on the quoted market price in an active market. The fair value of listed (over-the-counter) equity instruments and debt instruments with quoted prices in active markets are based on quoted market prices on major exchanges and over-the-counter (OTC) central government bond marketplaces, which are judged to be popular securities.

A financial instrument is publicly quoted in an active market if quoted prices are readily and consistently available from exchanges, brokers, underwriters, industry associations, pricing services authorities, or regulatory authorities, and if those prices represent prices that are representative of actual and regularly occurring fair market activity. If the above conditions are not met, the market is considered inactive. In general, large bid-ask spreads, significant increases in bid-ask spreads, or low trading volume are indicators of an inactive market.

The fair values of the Group's financial assets and liabilities, such as shares, funds and bonds of listed companies, with standard terms and conditions and traded in active markets, are determined by reference to quoted market prices, respectively.

Except for the above-mentioned financial instruments for which there is an active market, the fair values of other financial instruments are based on

valuation techniques or quoted prices with reference to counterparties.

(c-2) Derivative financial instruments

Derivative financial instruments are valued based on widely accepted valuation models, such as discounted and option pricing models. Structured interest rate derivative financial instruments are valued using an appropriate option pricing model (e.g., Black-Scholes model) or other valuation techniques, such as Monte Carlo simulation.

(d) Transfers between Level 1 and Level 2

There was no transfer between Level 1 and Level 2 for the three months ended March 31, 2025 and 2024.

(e) Reconciliation of Level 3 fair values

There was no fair value through other comprehensive income recognized for the three months ended March 31, 2025 and 2024.

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

The Group's financial instruments that use Level 3 inputs to measure fair value are "Financial assets at fair value through other comprehensive income."

Quantified information of significant unobservable inputs was as follows:

**Interrelationship
between significant
unobservable inputs**

Item	Valuation technique	Significant unobservable inputs	and fair value measurement
Financial assets at fair value through other comprehensive income equity investments without an active market	Market comparable companies	<ul style="list-style-type: none">Price to book ratio multiple (1.48, 1.74 and 1.60 as of March 31, 2025, December 31, 2024 and March 31, 2024, respectively)Discount for lack of marketability (20%)Net Asset Value	<ul style="list-style-type: none">The higher the multiple, the higher the fair valueThe higher the discount, the lower the fair valueNot applicable
Financial assets at fair value through other comprehensive income equity investments without an active market	Net Asset Value Method		

(g) Fair value measurements in Level 3 – sensitivity analysis of reasonably possible alternative assumptions

The Group's fair value measurement of financial instruments is reasonable, but using different evaluation models or evaluation parameters may result in different evaluation results. For fair value measurements in Level 3, changing one or more of the assumptions to reflect reasonably possible alternative assumptions would have the following effects:

	Inputs	Rate increasing or decreasing	Other comprehensive income	
			Favourable	Unfavourable
March 31, 2025				
Financial assets at fair value through other comprehensive income				
Equity investments without an active market	Price to book ratio multiple	1%	\$ 151	(\$ 151)
Equity investments without an active market	Discount for lack of marketability	1%	151	(151)
	Inputs	Rate increasing or decreasing	Other comprehensive income	
			Favourable	Unfavourable
December 31, 2024				
Financial assets at fair value through other comprehensive income				
Equity investments without an active market	Price to book ratio multiple	1%	\$ 171	(\$ 171)
Equity investments without an active market	Discount for lack of marketability	1%	171	(171)
	Inputs	Rate increasing or decreasing	Other comprehensive income	
			Favourable	Unfavourable
March 31, 2024				
Financial assets at fair value through other comprehensive income				
Equity investments without an active market	Price to book ratio multiple	1%	\$ 166	(\$ 166)
Equity investments without an active market	Discount for lack of marketability	1%	166	(166)

The favorable and unfavorable effects represent the changes in fair value, and fair value is based on a variety of unobservable inputs calculated using a valuation technique. The analysis above only reflects the effects of changes in a single input, and it does not include the interrelationships with another input.

33. Financial risk management

There were no significant changes in the Group's financial risk management objectives and policies as disclosed in Note 33 of the consolidated financial statements for the year ended December 31, 2024.

34. Capital management

Management believes that the objectives, policies and processes of capital management of the Group has been applied consistently with those described in the consolidated financial statements for the year ended December 31, 2024. Also, management believes that there were no significant changes in the Group's capital management information as disclosed for the year ended December 31, 2024. Please refer to Note 34 of the consolidated financial statements for the year ended December 31, 2024 for further details.

35. Investing and financing activities not affecting current cash flow

The Group's investing activities which did not affect the current cash flow for the three months ended March 31, 2025 and 2024, were as follows:

	For the three months ended March 31	
	2025	2024
Acquisition of property, plant and equipment	\$ 294,727	\$ 585,368
Add: Notes payable January 1	2,512	-
Other payables January 1	445,408	274,923
Less: Interest and depreciation capitalization	(34,921)	(26,497)
Notes payable March 31	(1,145)	-
Other payables March 31	(295,680)	(389,226)
Cash paid in this period	<u><u>\$ 410,901</u></u>	<u><u>\$ 444,568</u></u>
Acquisition of intangible assets	\$ 6,472	\$ 217
Add: Other payables January 1	732	3,415
Less: Other payables March 31	(6,468)	(213)
Cash paid in this period	<u><u>\$ 736</u></u>	<u><u>\$ 3,419</u></u>

For the details for obtaining right-of-use assets by leasing, please refer to Note 17.

The Group's financing activities which did not affect the current cash flow for the three months ended March 31, 2025 and 2024, were as follows:

	Non-cash changes		
	January 1, 2025	Cash flows	March 31, 2025
Short term notes and bills payable	\$ 49,956	(\$ 50,000)	\$ -
Long-term loans	5,522,836	183,206	5,711,985
Total	<u><u>\$ 5,572,792</u></u>	<u><u>\$ 133,206</u></u>	<u><u>\$ 5,711,985</u></u>

	Non-cash changes		
	January 1, 2024	Cash flows	March 31, 2024
Short term notes and bills payable	\$ 99,779	\$ 50,000	\$ 149,686
Long-term loans	3,958,832	282,723	4,246,008
Total	<u><u>\$ 4,058,611</u></u>	<u><u>\$ 332,723</u></u>	<u><u>\$ 4,395,694</u></u>

36. Related party transactions

a. Names and relationship with related parties

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

Name of related party	Relationship with the Group
Eastern Home Shopping & Leisure Co., Ltd. (EHS)	An associate
Natural Beauty Bio-Technology Co., Ltd. (Natural Beauty)	An associate
Strawberry Cosmetics Holdings Limited	An associate
Eastern New Retail Department (EIM) Co., Ltd. (ET New Retail Department)	An associate
Chong Rui Pet International Ltd. (Chong Rui)	An associate
Dongsen Personal Insurance Agent Co., Ltd.	Other related parties
Enlighten Innovative Transformation Co., Ltd	Other related parties
Eastern Realty Co., Ltd.	Other related parties
Eastern E-Commerce Co., Ltd. (Eastern E-Commerce)	Other related parties

Name of related party	Relationship with the Group
Quantum Entertainment Production Co., Ltd. (Quantum Entertainment)	Other related parties
Chinese Non-Store Retailer Association (Non-Store)	Other related parties
EIP TV Co., Ltd. (EIP)	Other related parties
Xu Bon Development Co., Ltd. (Xu Bon)	Other related parties
Dongsen Social Welfare Foundation (Dongsen Social Welfare)	Other related parties
Sen Yue Chuan Bo Co., Ltd. (Sen Yue Chuan Bo)	Other related parties
Asia Animal Medical Association (AAMA)	Other related parties
Eastern Beauty Company Ltd.	Other related parties
E-Happy Travel Co., Ltd. (E-Happy Travel)	Other related parties
Dongsen Health Biomedical Co., Ltd. (Dongsen Health Biomedical)	Other related parties
Dongsen Health Biotechnology Co., Ltd. (Dongsen Health Biotechnology)	Other related parties
YOUNG CHENG Real Estate Management Co., Ltd. (YOUNG CHENG Real Estate Management)	Other related parties
FAR RICH INTERNATIONAL CORPORATION (FAR RICH)	Key management
All Directors, Supervisors, general manager and vice personnel general of the Group	Key management personnel

b. Significant transactions with related parties

(a) Sales of goods and services

The amounts of significant sales transactions between the Group and related parties were as follows:

	For the three months ended March 31	
	2025	2024
Associates	\$ 20,274	\$ 25,005
Other related parties	6,063	3,258
Key management	2,657	2,143
	\$ 28,994	\$ 30,406

The above revenues consist of program production revenue and project planning service revenue.

Transaction terms for the above are the same as those for ordinary transactions.

(b) Purchase of goods

(b-1) The amounts of significant purchase transactions between the Group and related parties were as follows:

	For the three months ended March 31	
	2025	2024
Associates	\$ 1,239	\$ 1,417

(b-2) The amount of programs production and other between the Group and related parties were as follows:

	For the three months ended March 31	
	2025	2024
Associates	\$ 49	\$ 519
Other related parties	18,614	18,290
Key management	2,943	2,429
	\$ 21,606	\$ 21,238

Transaction terms for the above are the same as those for ordinary transactions.

(c) Receivables

Accounts	Related parties	March 31, 2025	December 31, 2024	March 31, 2024
Long-term accounts receivable	EIP	25,245	30,156	44,421
Accounts receivable	Associates	1,127	1,137	1,040
Accounts receivable	EHS	47,613	39,581	19,769
Accounts receivable	ET New Retail Department	18,404	12,270	336
Accounts receivable	Other related parties	3,036	738	222
Accounts receivable	EIP	19,215	18,999	18,430
Accounts receivable	Key management	1,030	1,030	2,429
Other receivables	Associates	-	85	180
Other receivables	EHS	2,329	1,234	1,486
Other receivables	Natural Beauty	844	535	941
Other receivables	Other related parties	247	142	213
		\$ 119,090	\$ 105,907	\$ 89,467

The Group took installment sale with EIP, and collecting installment notes receivable at an annual interest rate of 4.5% plus interest. In addition, the interest received by the Group was \$531 and \$737 for the three months ended March 31, 2025 and 2024, respectively.

(d) Payables

Accounts	Related parties	March 31, 2025	December 31, 2024	March 31, 2024
Accounts payable	Associates	3,394	3,733	5,999
Accounts payable	Key management	-	-	2,429
Accounts payable	Other related parties	-	-	376
Accounts payable	EIP	22,659	28,529	19,016
Accounts payable	Xu Bon	21,291	29,835	32,183
Other payables	Associates	-	155	46
Other payables	EHS	17,074	13,759	5,201
Other payables	ET New Retail Department	4,871	3,049	396
Other payables	Other related parties	123	243	21
Other payables	Eastern E-Commerce	-	-	881
		\$ 69,412	\$ 79,303	\$ 66,548

(e) Prepayments, advance receipts and contract liabilities

Details of advance receipts / prepayments from related parties to the Group were as

follows:

Accounts	Related parties	March 31, 2025	December 31, 2024	March 31, 2024
Prepayments	Associates	\$ 277	\$ -	\$ 50
Prepayments	Other related parties	37	7,116	6,611
		\$ 314	\$ 7,116	\$ 6,661
Contract liabilities	Associates	10	10	103
Contract liabilities	Other related parties	173	173	-
		\$ 183	\$ 183	\$ 103

(f) Endorsement / Guarantee provided

For the three months ended March 31, 2025 and 2024 the remuneration paid to related parties for providing guarantees on the loans taken out by the Group was amounted to \$737 and \$608, respectively. As of March 31, 2025, December 31, 2024 and March 31, 2024, the Group's remuneration payable was amounted to \$734, \$724 and \$602, respectively.

(g) Leases

(g-1) The Group rents out part of its office space and equipment to fulfill related parties' business requirements. The rental revenues for the three months ended March 31, 2025 and 2024 were amounted to \$304 and \$294, respectively.

(g-2) As the Group applied on the remission of short-term lease contract of IFRS 16, the rental expenses for the three months ended March 31, 2025 and 2024 were amounted to \$3,056 and \$1,627, respectively.

(g-3) The Group leased right-of-use of office spaces and pet stores from its related party in August and December 2022, respectively. The lease terms of the two contracts were 2 years and 10 years, respectively; the rental is based on similar asset's market rental rates. The contract values were listed under right-of-use assets and lease liabilities. In April 2024, the Group adjusted the rentals, thereby reducing right-of-use assets and lease liabilities by \$2,453. Later in March 2025, the Group terminated some leases, thereby reducing lease liabilities by \$9,203. For the three months ended March 31, 2025 and 2024, the interest expenses of lease liabilities were \$56 and \$122, respectively. As of March 31, 2025, December 31, 2024 and March 31, 2024, the ending balances of lease liabilities were \$698, 10,646 and 14,958, respectively.

(g-4) The Group subleased its leasehold office spaces partially in financial leasing to its related party in August 2024. The initial investment was \$3,164 and the duration of sublease was 17 months. The rental was based on similar asset's market rental rates. For the three months ended March 31, 2025 and 2024, the interest revenues of subleases were \$15 and nil, respectively. As of March 31, 2025, December 31, 2024 and March 31, 2024 the ending balances of financial leasing (recorded as other receivables due from related parties) were \$1,508, \$2,064 and nil, respectively.

(g-5) Transaction terms for the above are the same as those for ordinary transactions.

(h) Other

(h-1) For the three months ended March 31, 2025 and 2024, the Group paid operating fees to associates, key management (juridical person director), and other related parties to fulfill its business requirements were amounted \$5,427 and \$6,575, respectively.

(h-2) In order to follow its operating plan, the Group donated nil and \$1,250 to related parties in related industries for the three months ended March 31, 2025 and 2024,

respectively. As of March 31, 2025, December 31, 2024 and March 31, 2024, the Group's donation payables were amounted to nil, \$1,500 and 1,250, respectively.

(h-3)For the three months ended March 31, 2025 and 2024, the Group received non-operating revenue from related parties amounted \$77 and \$52, respectively.

(h-4)In February 2025, the Group obtained 50% shares of Chong Rui at \$941. The transaction amount has been paid in full.

c. Key management personnel compensation

	For the three months ended March 31	
	2025	2024
	\$ 13,672	\$ 14,022
Short-term employee benefits		

37. Pledged assets

Pledged assets of the Group were as follows:

Assets	Purpose of pledge	March 31, 2025	December 31, 2024	March 31, 2024
Property, plant and equipment	Short-term and long- term loans	\$ 6,058,216	\$ 5,778,743	\$ 4,387,863
Investments accounted for using equity method	Long- term loans	1,492,356	1,405,536	1,322,623
Other current financial assets-demand deposits	Reserve and its interest	51,866	53,567	9,656
Other current financial assets-demand deposits	Security for issuance of travel vouchers at travel fair	29,635	29,707	39,905
Refundable deposits	Bid bonds, performance bonds and security deposits	313,887	359,492	295,231
Other non-current financial assets – reserve account	Deposit in long-term loans	93,174	91,092	127,025
Investments accounted for using equity method for subsidiary (Note 1)	Long-term loans	-	-	-
Current financial assets at fair value through profit or loss	Short-term loans and short-term notes and bills payable	-	-	437,580
Right-of-use assets	Long-term loans	1,110,870	1,116,870	1,134,868
Notes receivable and long-term notes and accounts receivable	Notes payable (Note 2)	-	15,776	37,352
		\$ 9,150,004	\$ 8,850,783	\$ 7,792,103

Note 1: The investments accounted for using equity method for subsidiary's stocks have been written off in the preparation of consolidated financial statement.

Note 2: The assets were pledged to TKLF.

38. Significant commitments and contingencies

a. Major commitments were as follows:

(a) Unused standby letters of credit:

	March 31, 2025	December 31, 2024	March 31, 2024
Unused standby letters of credit	\$ -	\$ -	\$ 191,210

(b) The Company and its subsidiary-EHR had signed contracts relating to manage resorts in Yilan and Linkuo, and also had signed services agreements relating to the hotel's business and authorization with Formosa international hotels corporation. The Company and EHR should pay expenses proportionally while the services provided by Formosa international hotels corporation achieve the standards as the contracts recorded.

(c) Unrecognized contractual commitments:

The Group's unrecognized contractual commitments are as follows:

	March 31, 2025	December 31, 2023	March 31, 2024
Total contract price	\$ 8,313,111	\$ 8,253,265	\$ 7,647,185
Accounted amount	\$ 4,513,320	\$ 4,277,104	\$ 3,170,406
(d)Others:			
Items	Purpose	March 31, 2025	December 31, 2024
Joint performance bond issued by the bank	Performance bond for the investment invitation of the Group's headquarter	\$ 200,000	\$ 200,000

b. Contingent liabilities were as follows:

(a) On October 27, 2008, the Securities and Futures Investors Protection Center (the SFIPC) filed a lawsuit to the Taipei District Court against the ex-chairman and the general manager of the Company, together with all the previous directors and supervisors, alleging the offense of gaining an illegal benefit for Chia Hsin and Synthetic Fiber Co., Ltd. as well as for the family members of the ex-chairman. The prosecution is based on the alleged ill-gotten assets from the Company by means of false commodity transactions and capital increment in the name of Eastern International Lease Finance Co., Ltd. and Tung Kai Lease Finance Co., Ltd. (both are subsidiaries of the Company). The SFIPC also demanded the compensation of \$41,038. The Taipei District Court ruled that the Company violated the Commercial Company Act. However, both the ex-chairman and the general manager were acquitted, and not only did the Company did not bear any losses from the said transaction above, but on the contrary, it gained a profit amounting to \$6,894, plus an additional 5% interest arising from the delayed payment amounting to \$6,884 with a total amount around \$13,000. In other words, the transaction did not do any damage to the Company and its shareholders. As a result, the appeal filed against the Company was denied by the Taipei District Court on December 5, 2012. However, the SFIPC was not satisfied with the decision made by the court. Therefore, it filed another appeal, this time with the Taiwan High Court, demanding compensation amounting to \$22,664. The appeal was denied on December 3, 2013. Nevertheless, the SFIPC filed an appeal once more with the Taiwan High Court on December 24, 2013. The case was transferred from the Supreme Court to the High Court on April 23, 2015, for further investigation. On May 10, 2017, the Taiwan High Court ruled against SFIPC. Therefore, SFIPC filed an appeal to the Supreme Court on June 6, 2017. On February 23, 2021, The Taiwan High Court has ruled on October 1, 2024, stating that the company and its board members should compensate investors who suffered damages due to inaccurate financial reports. However, throughout the case, the prosecutor has never charged anyone with falsifying financial reports. The final criminal judgment has not established that a financial fraud occurred, and it has even acknowledged that the transactions between the company and Chia Hsin and Synthetic Fiber Co., Ltd. regarding bulk materials not only did not result in any damages but actually generated profits, as previously mentioned. Therefore, the company filed an appeal on October 29, 2024. Furthermore, on May 13, 2025, a notice was received from the Supreme Court stating that the original judgment, except for the portion concerning provisional execution, has been vacated and remanded to the Taiwan High Court, and the case is not yet finalized.

(b) The Company established a legal affair department and hired external counselors to handle its legal affairs. As of March 31, 2025, December 31, 2024 and March 31, 2024, all unsettled lawsuits had no impact on its financial and business operation.

39. Losses Due to Major Disasters: None.

40. Subsequent Events: None.

41. Other

a. A summary of current period employee benefits, depreciation, and amortization, by function, is as follows:

By nature	By function	For the three months ended March 31		
		2025		
		Operating cost	Operating expense	Total
Employee benefits				
Salary		\$ 125,800	\$ 173,761	\$ 299,561
Health and labor insurance		14,665	17,361	32,026
Pension		6,406	8,130	14,536
Others		2,357	2,521	4,878
Depreciation expense		242,915	67,119	310,034
Amortization expense		1,082	1,994	3,076

By nature	By function	For the three months ended March 31		
		2024		
		Operating cost	Operating expense	Total
Employee benefits				
Salary		\$ 140,171	\$ 185,786	\$ 325,957
Health and labor insurance		16,451	18,653	35,104
Pension		7,353	8,982	16,335
Others		2,233	2,337	4,570
Depreciation expense		248,663	83,881	332,544
Amortization expense		1,168	1,970	3,138

b. Seasonality of operation:

The Group's operations were not affected by seasonal fluctuations.

42. Other disclosures

a. Information on significant transactions:

The following is the information on significant transactions required by the Regulations Governing the Preparation of Financial Reports by Securities Issuers for the Group for the three months ended March 31, 2025.

- (a) Please refer to Table 1 for the loans to other parties.
- (b) Please refer to Table 2 for the guarantees and endorsements for other parties.
- (c) Please refer to Table 3 for the securities held as of March 31, 2025 (excluding investment in subsidiaries, associates and joint ventures).
- (d) Total purchases from or sales to related parties of at least \$100 million or 20% of the paid-in capital: None.
- (e) Please refer to Table 4 for the receivables from related parties of at least \$100 million or 20% of the paid-in capital.
- (f) Please refer to Table 5 for the business relationships and significant intercompany transactions.

b. Information on investees

Please refer to Table 6 for the information on investees for the three months ended March

31, 2025.

c. Information on investment in Mainland China

- (a) Please refer to Table 7 for the relevant information such as the name and main business items of the investee company in Mainland China.
- (b) Please refer to Table 7 for the limitation on investment in Mainland China
- (c) Please refer to Table 7 for the significant transactions with investee companies in Mainland China.

43. Segment information

The Group's operating segment information and reconciliation are as follows:

	Warehousing	Trading	Media	Tourism	Others	Total
For the three months ended March 31, 2025						
Revenue:						
Revenue from external customers	\$ 313,691	\$ 559,330	\$ 412,382	-	\$ 2,401	\$1,287,804
Reportable segment profit or loss before tax	\$ 91,257	\$ 69,258	(\$ 58,096)	(\$ 18,835)	(\$ 11,270)	\$ 72,314
 For the three months ended March 31, 2024						
Revenue:						
Revenue from external customers	\$ 370,216	\$ 625,170	\$ 437,527	-	\$ 2,437	\$1,435,350
Reportable segment profit or loss before tax	\$ 142,997	\$ 37,490	(\$ 68,174)	(\$ 16,698)	(\$ 98,094)	(\$ 2,479)

EASTERN MEDIA INTERNATIONAL CORPORATION AND SUBSIDIARIES

Loans to other parties

For the three months ended March 31, 2025

(Expressed in Thousands of New Taiwan Dollars, Except for the Noted Items)

Table 1

No.	Name of lender	Name of borrower	Account name	Related party	Highest balance of financing to other parties during the period	Ending balance	Actual usage amount during the period	Range of interest rates during the period %	Purposes of fund financing for the borrower (Note 1)	Transaction amount for business between two parties	Reasons for short-term financing	Allowance for bad debt	Collateral		Individual funding loan limits	Maximum limit of fund financing	
													Item	Value			
0	The Company	EHR	Other receivables - related parties	Yes	\$ 50,000	\$ 50,000	\$ 10,000	3.50	2		Operation requirements	-	-	\$ 1,712,052	\$ 2,568,078	(Note 2)	(Note 2)
0	"	ET New Media	"	Yes	700,000	700,000	700,000	3.50	2		"	-	-	1,712,052	2,568,078	(Note 2)	(Note 2)
0	"	Care Pet Bio-Tech	"	Yes	100,000	100,000	70,000	3.50	2		"	-	-	1,712,052	2,568,078	(Note 2)	(Note 2)
1	EIC	ET New Media	"	Yes	250,000	130,000	130,000	3.50	2		"	-	-	414,777	622,166	(Note 3)	(Note 3)
2	TKLF	ET New Media	"	Yes	225,000	225,000	225,000	3.50	2		"	-	-	383,112	574,668	(Note 4)	(Note 4)
2	"	Dung sen min diau yun	"	Yes	10,000	-	-	3.50	2		"	-	-	383,112	574,668	(Note 4)	(Note 4)
2	"	A li shan dong fang ming shu	Other receivables	No	20,000	20,000	20,000	9.00	2		"	-	Longtan land mortgage	\$ 28,438	47,889	574,668	(Note 4)
2	"	Lido International Management	"	No	29,000	29,000	29,000	8.50	2		"	-	Shiding land mortgage	32,174	47,889	574,668	(Note 4)
3	EILF	ET New Media	Other receivables - related parties	Yes	170,000	170,000	170,000	3.50	2		"	-	-	356,556	534,834	(Note 5)	(Note 5)
3	"	Lido International Management	Other receivables	No	20,000	20,000	20,000	8.50	2		"	-	Gongliao land mortgage	35,317	44,569	534,834	(Note 5)

(to be continued)

(continued)

No.	Name of lender	Name of borrower	Account name	Related party	Highest balance of financing to other parties during the period	Ending balance	Actual usage amount during the period	Range of interest rates during the period %	Purposes of fund financing for the borrower (Note 1)	Transaction amount for business between two parties	Reasons for short-term financing	Allowance for bad debt	Collateral		Individual funding loan limits	Maximum limit of fund financing
													Item	Value		
3	EILF	DE-NIAN INTERNATIONA L INC. JN AGRICULTURE CORPORATION	Other receivables	No	\$ 28,000	\$ 28,000	\$ 28,000	8	2	-	Operation requirements	-	Gongliao land mortgage	\$ 31,169	\$ 44,569 (Note 5)	\$ 534,834 (Note 5)
3	"	"	"	No	22,000	22,000	22,000	8	2	-	"	-	Gongliao land mortgage	24,490	44,569 (Note 5)	534,834 (Note 5)

Note 1: Lending of capital has the following two types:

- (1) Those with business dealings.
- (2) The necessity for short-term financing.

Note 2: The Company's total amount available for lending shall not exceed 60% of its net worth. For subsidiaries where the Company holds more than 50% of the shares, the individual amount available for lending shall not exceed 40% of its net worth in the most recent financial statements. For subsidiaries where the Company holds less than 50% of the shares, the individual amount available for lending shall not exceed 5% of its net worth in the most recent financial statements.

Note 3: For EIC, the aggregate amount available for lending shall not exceed 60% of its net worth in the most recent financial statements. The individual amount available for lending to its parent company, subsidiaries or to its parent company's subsidiary company shall not exceed 40% of its net worth in the most recent financial statements.

Note 4: For TKLF, the aggregate amount available for lending shall not exceed 60% of its net worth in the most recent financial statements. The individual amount available for lending to its parent company or to its parent company's subsidiary company shall not exceed 40% of its net worth in the most recent financial statements. The individual amount available for lending shall not exceed 5% of its net worth in the most recent financial statements.

Note 5: For EILF, the aggregate amount available for lending shall not exceed 60% of its net worth in the most recent financial statements. The individual amount available for lending to its parent company or to its parent company's subsidiary company shall not exceed 40% of its net worth in the most recent financial statements. The individual amount available for lending to other companies short-term financing facility, if necessary, shall not exceed 5% of its net worth in the most recent financial statements.

Note 6: The aforementioned intercompany transactions have been eliminated in the consolidated financial statements.

EASTERN MEDIA INTERNATIONAL CORPORATION AND SUBSIDIARIES

Guarantees and endorsements for other parties

For the three months ended March 31, 2025

(Expressed in Thousands of New Taiwan Dollars, Except for the Noted Items)

Table 2

No .	Name of guarantor	Counter party of guarantee and endorsement		Limitation on amount of guarantees and endorsements for a specific enterprise	Highest balance for guarantees and endorsements during the period	Balance of guarantees and endorsements as of reporting date	Actual usage amount during the period	Property pledged for guarantees and endorsements (Amount)	Ratio of accumulated amounts of guarantees and endorsements to net worth of the latest financial statements	Maximum amount for guarantees and endorsements	Parent company endorsements / guarantees to third parties on behalf of subsidiary	Subsidiary endorsements / guarantees to third parties on behalf of parent company	Endorsements/ guarantees to third parties on behalf of companies in Mainland China
		Name	Relationship with the Company (Note I)										
0	The Company	ET New Media	2	\$ 17,120,517 (Note 2)	\$ 613,556	\$ 563,556	\$ 273,571	\$ -	13.17%	\$ 17,120,517 (Note 2)	Y	N	N
0	The Company	EHR	2	17,120,517 (Note 2)	1,312,000	1,312,000	712,000	-	30.65%	17,120,517 (Note 2)	Y	N	N
0	The Company	Eastern Asset	2	17,120,517 (Note 2)	5,875,000	5,875,000	1,600,541	-	137.26%	17,120,517 (Note 2)	Y	N	N
0	The Company	ET Pet	2	17,120,517 (Note 2)	1,537,000	1,537,000	365,095	111,080	35.91%	17,120,517 (Note 2)	Y	N	N
0	The Company	Care Pet Bio-Tech	2	17,120,517 (Note 2)	153,000	153,000	73,559	-	3.57%	17,120,517 (Note 2)	Y	N	N
1	EIC	The Company	3	5,307,387 (Note 3)	925,000	925,000	925,000	312,936	89.20%	5,307,387 (Note 3)	N	Y	N
2	FESS-Panama	The Company	3	3,329,473 (Note 4)	1,000,000	1,000,000	740,000	1,068,340	91.19%	3,329,473 (Note 4)	N	Y	N

Note 1: The relationship between the one providing endorsements/guarantees and the one receiving endorsements/guarantees is classified into seven types:

- (1) The intercompany business transaction
- (2) Companies in which the Company directly and indirectly holds more than 50% of the voting rights.
- (3) Companies that directly and indirectly hold more than 50% of the voting shares of the Company.
- (4) The Company holds, directly or indirectly, 90% or more of the voting shares of the Company.
- (5) Company that is mutually protected under contractual requirements based on the needs of the contractor.
- (6) Company that is endorsed by its shareholders in accordance with its shareholding ratio because of the joint investment relationship.
- (7) Performance guarantees for pre-sale contracts under the Consumer Protection Act.

Note 2: The Company's aggregate amount allows endorsement or guarantee that does not exceed 400% of its net worth in the most recent financial statements. The individual amount allows endorsement or guarantee to subsidiaries where the Group holds more than 50% of the shares that does not exceed 400% of its net worth in the most recent financial statements.

Note 3: For EIC, the aggregate amount allows an endorsement or guarantee that does not exceed 500% of its total assets in the most recent financial statements. The individual amount allows endorsement or guarantee to the Company that does not exceed 500% of its total assets.

Note 4: FESS-Panama's aggregate amount allows endorsement or guarantee that does not exceed 300% of its net worth in the most recent financial statements. The individual amount allows endorsement or guarantee to the company which holds FESS-Panama more than 50% of the shares that does not exceed 300% of its net worth in the most recent financial statements.

EASTERN MEDIA INTERNATIONAL CORPORATION AND SUBSIDIARIES

Securities held

March 31, 2025

(Expressed in Thousands of New Taiwan Dollars, Except for the Noted Items)

Table 3

Name of holder	Category and name of security	Relationship with company	Account title	Ending balance				Note
				Shares/Units	Carrying value	Percentage of ownership	Fair value	
The Company	Formosa Plastics corporation	-	Financial assets at fair value through profit or loss	4,670,000	\$ 170,922	0.07 %	\$ 170,922	
"	Kaohsiung Harbor Stevedoring Co., Ltd.	-	Non-current financial assets at fair value through other comprehensive income	750,000	7,500	15.00 %	7,500	
"	Leo Exploitation Co., Ltd.	-	"	165,663	-	11.43 %	-	
"	TA SHEE RESORT CO., LTD. (preferred stocks)	-	"	1	4,600	- %	4,600	
EILF	Taiwan Semiconductor Manufacturing Co., Ltd.	-	Financial assets at fair value through profit or loss	40,000	36,400	0.00 %	36,400	
"	EVA AIRWAYS CORPORATION	-	"	400,000	16,220	0.01 %	16,220	
TKLF	Taiwan Semiconductor Manufacturing Co., Ltd.	-	"	20,000	18,200	- %	18,200	
"	Wistron Corporation	-	"	250,000	23,825	0.01 %	23,825	
"	UNITED MICROELECTRONICS CORP.	-	"	150,000	6,698	- %	6,698	

EASTERN MEDIA INTERNATIONAL CORPORATION AND SUBSIDIARIES
Receivables from related parties of at least \$100 million or 20% of the paid-in capital
March 31, 2025
(Expressed in Thousands of New Taiwan Dollars, Except for the Noted Items)

Table 4

Name of company	Counter party	Nature of relationship	Ending balance	Turnover rate	Overdue		Amounts received in subsequent period	Allowance for bad debts
					Amount	Action taken		
The Company	ET New Media	Subsidiary	\$ 702,875	Not applicable	\$ -	-	\$ 2,875	\$ -
EIC	ET New Media	Subsidiary	130,374	Not applicable	-	-	374	
EILF	ET New Media	Subsidiary	170,455	Not applicable	-	-	455	-
TKLF	ET New Media	Subsidiary	225,616	Not applicable	-	-	616	-

EASTERN MEDIA INTERNATIONAL CORPORATION AND SUBSIDIARIES

Business relationships and significant intercompany transactions

March 31, 2025

(Expressed in Thousands of New Taiwan Dollars, Except for the Noted Items)

Table 5

No.	Name of company	Name of counter party	Nature of relationship	Intercompany transactions			
				Account name	Amount	Trading terms	Percentage of the consolidated net revenue or total assets
0	The Company	ET New Media	1	Other receivables - related parties	\$ 702,875	Refer to contract terms or market price	3.70%
1	EIC	ET New Media	3	Other receivables - related parties	130,374	Refer to contract terms or market price	0.69%
2	EILF	ET New Media	3	Other receivables - related parties	170,455	Refer to contract terms or market price	0.90%
3	TKLF	ET New Media	3	Other receivables - related parties	225,616	Refer to contract terms or market price	1.19%

Note 1 : For the inter-company business relationship and transaction condition in the "Number" column, the labeling method is as follows:

1. Parent company - 0.
2. Subsidiaries - in sequence from 1.

Note 2 : Relationship is classified into three types:

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

EASTERN MEDIA INTERNATIONAL CORPORATION AND SUBSIDIARIES

Information on investees

For the three months ended March 31, 2025

(Expressed in Thousands of New Taiwan Dollars, Except for the Noted Items)

Table 6

Name of investor	Name of investee	Location	Main businesses and products	Original investment amount		Ending balance			Net income (losses) of investee	Share of profits/ losses of investee	Note
				March 31, 2025	December 31, 2024	Shares/Units	Percentage of ownership	Carrying value			
The Company	FESS-Panama	Panama	Holding company	\$ 2,380,799 (\$USD 71,700)	\$ 2,350,685 (\$USD 71,700)	71,700	100.00%	1,096,595 (19,180)	(19,180)	(19,180)	Subsidiary
The Company	EIC	Taiwan	General investing	342,117	342,117	46,234,059	97.90%	1,015,168	69,056	67,606	Subsidiary
The Company	EILF	Taiwan	Leasing	391,195	391,195	40,690,330	53.77%	479,299 (8,243)	(8,243)	(4,432)	Subsidiary
The Company	TKLF	Taiwan	Leasing	391,613	391,613	40,847,294	53.76%	514,942 (4,985)	(4,985)	(2,680)	Subsidiary
The Company	ET Pet	Taiwan	Pet food and supplies and providing pet beauty service	439,209	439,209	43,920,883	62.74%	(34,717)	(22,041)	(13,830)	Subsidiary
The Company	EHS	Taiwan	Department stores, supermarkets, online stores	81,978	81,978	6,637,500	6.51%	115,709	364,669	23,750 (Note 1)	Associate
The Company	ET New Media	Taiwan	Advertising, online newspaper, Produce a broadcast program	535,225	535,225	53,522,508	89.20%	(1,099,545)	(73,599)	(65,653)	Subsidiary
The Company	EHR	Taiwan	Management & consultancy services, leisure site management, catering business, sports training business, catering business	359,931	359,931	42,287,140	60.41%	(811,900)	(16,166)	(9,766)	Subsidiary
The Company	Eastern Asset	Taiwan	Real estate leasing	1,925,000	1,925,000	192,500,000	55.00%	1,904,174 (3,633)	(3,633)	(1,998)	Subsidiary
EIC	ET New Media	Taiwan	Advertising, online newspaper, Produce a broadcast program	6,275	6,275	627,492	1.05%	(12,891)	(73,599)	Exempt from disclosure	Subsidiary
EIC	EHS	Taiwan	Department stores, supermarkets, online stores	243,794	243,794	19,726,660	19.36%	343,885	364,669	"	Associate (Note 1)
EIC	TKLF	Taiwan	Leasing	77,115	77,115	7,597,500	10.00%	95,778 (4,985)	(4,985)	"	Subsidiary
EIC	EILF	Taiwan	Leasing	74,464	74,464	7,567,500	10.00%	89,139 (8,243)	(8,243)	"	Subsidiary
TKLF	EILF	Taiwan	Leasing	269,766	269,766	27,243,000	36.00%	320,900 (8,243)	(8,243)	"	Subsidiary
EILF	TKLF	Taiwan	Leasing	278,342	278,342	27,351,000	36.00%	344,801 (4,985)	(4,985)	"	Subsidiary

(to be continued)

(continued)

Name of investor	Name of investee	Location	Main businesses and products	Original investment amount		Ending balance			Net income (losses) of investee	Share of profits/ losses of investee	Note
				March 31, 2025	December 31, 2024	Shares/Units	Percentage of ownership	Carrying value			
FESS-Panama	GSMC-Cayman	Cayman Islands	Holding company	\$ 89,654 (\$USD 2,700)	\$ 88,520 (\$USD 2,700)	270,000	100.00%	\$ 34,011 (\$ 257)	\$ 57 " 257)	Exempt from disclosure " 257)	Subsidiary
FESS-Panama	Eastern Media Communication (Hong Kong)	Hong Kong	Holding company	1,171,807 (\$USD 35,291)	1,156,986 (\$USD 35,291)	27,469,840	100.00%	2,736 (\$ 34,385)	2,736 (\$ 34,385)	" 34,385)	Subsidiary
FESS-Panama	Natural Beauty	Cayman Islands	Holding company	2,312,909 (\$HKD 541,919)	2,287,981 (\$HKD 541,919)	600,630,280	30.00%	1,068,340 (\$ 22,041)	1,068,340 (\$ 22,041)	" 22,041)	Associate (Note 1)
GSMC-Cayman	GRAND SCENE TRADING (HONG KONG)	Hong Kong	Holding company	72,391 (\$USD 2,180)	71,475 (\$USD 2,180)	1,698,000	100.00%	28,147 (\$ 7,115)	28,147 (\$ 7,115)	" 7,115)	Subsidiary
ET New Media	Dung sen shin guang yun	Taiwan	Audiovisual and singing, information leisure	3,000	3,000	300,000	100.00%	477 (\$ 13,788)	477 (\$ 13,788)	" 13,788)	Subsidiary
ET New Media	Dung sen min diau yun	Taiwan	Consulting management, market research and opinion poll	5,000	5,000	500,000	100.00%	2,984 (\$ 22,041)	2,984 (\$ 22,041)	" 22,041)	Subsidiary
ET New Media	ET Pet	Taiwan	Pet food and supplies and providing pet beauty service	174,429	174,429	17,442,850	24.92%	13,788 (\$ 40,825)	13,788 (\$ 40,825)	" 40,825)	Subsidiary
ET Pet	Care Pet Bio-Tech	Taiwan	Pet food and supplies and providing pet beauty service	7,000	7,000	700,000	70.00%	40,825 (\$ 7,115)	40,825 (\$ 7,115)	" 7,115)	Subsidiary
Care Pet Bio-Tech	Chong Rui Pet International Ltd.	Taiwan	Pet food and supplies and providing pet beauty service	941	-	-	50.00%	920 (\$ 42)	920 (\$ 42)	" 42)	Associate (Note 2)

Note 1: For the details of the investments accounted for using equity method pledged as collateral of the Group please refer to Notes 12 and 37.

Note 2: Chong Rui is a limited company and did not issue stocks. Accordingly, the number of shares held was zero.

EASTERN MEDIA INTERNATIONAL CORPORATION AND SUBSIDIARIES

Information on investment in Mainland China

For the three months ended March 31, 2025

(Expressed in Thousands of New Taiwan Dollars, Except for the Noted Items)

Table 7

1. Relevant information such as the name and main business items of the investee company in Mainland China:

Name of investee	Main businesses and products	Total amount of paid in capital	Method of investment	Accumulated outflow of investment from Taiwan as of January 1, 2025	Investment flows		Accumulated outflow of investment from Taiwan as of March 31, 2025	Net income (losses) of the investee	Percentage of ownership	Investment income (losses)	Book Value	Accumulated remittance of earnings in current period
					Outflow	Inflow						
Eastern Enterprise Development (Shanghai) Ltd	Operating international circulation logistics business	\$ -	Note 2	\$ 1,085,804	\$ -	\$ -	\$ 1,085,804	\$ -	- %	\$ -	\$ -	\$ -
RICHNESS TRADING (SHANGHAI)	Retail of cosmetics, jewelry and groceries	1,146,790	Note 3	1,265,111	-	-	1,265,111	(180)	100.00 %	(180)	(130)	-
Nanjing Yun Fu	Wholesale trading	47,508	Note 4	99,615	-	-	99,615	(47)	100.00 %	(47)	3,818	-
Jiangsu Sen Fu Da	Research and development of film and television technology	45,730	Note 5	-	-	-	-	-	34.00 %	-	-	-
Shanghai Natural Beauty Fuli Cosmetics Company Limited	Production and sale of beauty care products and provision of beauty and body care services	456,929	Note 3	-	-	-	-	24,210	30.00 %	7,263	208,167	-
Shanghai Natural Beauty Bio-Med Company Limited	Sales of health care products	98,414	Note 3	-	-	-	-	2,768	30.00 %	830	35,043	-
Shanghai Natural Beauty Fuli Cosmetics Company Limited	Production and sale of beauty care products and provision of beauty and body care services	1,108,815	Note 3	-	-	-	-	(6,837)	30.00 %	(2,051)	352,874	-

Note 1: The investment gain (loss) was recognized based on the investees' audited financial statements.

Note 2: The Group indirectly made the investment through FESS-Panama, and was complete disposal of all shares on April 23, 2018.

Note 3: The Group indirectly invested through FESS-Panama.

Note 4: The Group indirectly invested through FESS-Panama, and the investment was handling capital reduction and returning shares of CNY \$9,467 on February 1, 2018, the amount of the share is remitted back to the GRAND SCENE TRADING (HONG KONG).

Note 5: The Group indirectly invested through Nanjing Ji Cheng on August 30, 2012.

Note 6: The amount in the table is translated by the spot rate on the financial reporting date and the average rate throughout the year.

2. Limitation on investment in Mainland China:

Company Name	Accumulated Investment in Mainland China as of March 31, 2025	Investment Amounts Authorized by Investment Commission, MOEA	Upper Limit on Investment
The Company	\$ 2,450,530	\$ 4,341,762	\$ 3,112,557

Note: The limit on investment was determined by 60% of the individual or consolidated total net worth whichever is higher.

3. Significant transactions with investee companies in Mainland China:

For the Group's significant direct or indirect transactions (eliminated when compiling the consolidated financial statements) with investee companies in Mainland China for the three months ended March 31, 2025, please refer to "Information on significant transactions" above.

