Tah Hsin Industrial Corp.2026 Annual Standing Meeting

Time: 09:00 a.m. on Friday, June 26, 2026

Place: No.51, Gongyequ 35th Rd., Xitun Dist., Taichung City (Head Office)

Attendance of shareholders: 75,938,120 shares represented by shareholders and their proxies (accounting for 79.49% of the total 95,526,932 shares issued by the company)

Attending Directors: Wu Zi Cong, Hu Po Yi, Hu Pei Tuan, Hu bor Chon, Liu Wan Cheng, Lai Ken Min, 6 seats

Attend Independent Directors: Lin Ko Wu, Yang Te Wang, Yang Kuo Shu 3 seats

List: Chen Yi-Chien General Manager

Crowe Horwath Certified Public Accountants: Wang Wu Chang (CPA)

Chang Fu Lang (CPA)

Chairman: Wu Zi Cong

Record: YU,ZE RONG

(The total number of shares present at the shareholders' representative has reached a statutory amount and the chairman announces the meeting)

Chairman's address: (omitted)

I. Report Items:

(1) 2025 Business Report. (Attachment 1)

(2) 2025 Audit Committee Review Report and Report on Communication between the Audit Committee and the Chief Audit Officer (Attachment 2)

(3) Report on the situation of distribution of remuneration to directors and employees in 2025. (Please refer to the Meeting Handbook.)

(4)Report on the situation of appropriation of retained earnings via cash dividends in 2025. (Please refer to the Meeting Handbook.)

(5) Report on the situation of handling guarantee by endorsement. (Please refer to the Meeting Handbook.)

II. Proposed Resolutions:

No. 1

Proposal: Ratification of the 2025 Business Report and Financial Statements

Proposed by the Board of Directors

Explanation: The Company's 2025 Financial Statements audited by CPAs have been submitted along with the 2025 Business Report to the Audit Committee for review without finding any non-conformity. Please acknowledge.

Attachments:I. Business Report (Attachment 1)

II . Financial Statements (Attachment 3)

Resolution:

Voting Results

Shares represented at the time of voting: 75,938,120

Voting Result (include electronic voting)		% of the total represented share present
Votes in favor:	75,858,537 votes	99.89%
Votes against:	28,868 votes	0.03%
Abstention votes:	50,715 votes	0.06%

The proposal was approved after voting.

No. 2

Proposal: Ratification of the Company's Profit Distribution Propoal 2025

Proposed by the Board of Directors

Explanation:

I. As of 2025, the total amount of distributable earnings is NT$5,786,945,955.

II. The Profit Distribution Table has been reviewed by the Audit Committee annd approved by the Board of Directors.
Please acknowledge. (Attachment 4)

Resolution:

Voting Results

Shares represented at the time of voting: 75,938,120

Voting Result (include electronic voting)		% of the total represented share present
Votes in favor:	75,888,476 votes	99.93%
Votes against:	30,390 votes	0.04%
Abstention votes:	19,254 votes	0.02%

The proposal was approved after voting.

III. Election Matters

Proposal: Reelection of directors, submitted for election.

Proposed by the Board of Directors

Explanation:

1. **The term of office for the current 20th-session directors of the Company (including 3 independent directors) will expire on June 15, 2026, who shall be reelected, as proposed, in accordance with the regulations. There are 9 directors (including 3 independent directors) for the 21st session with a 3-year term of office. The newly-elected directors shall be inaugurated on the date of reelection and their term of office will be from June 26, 2026 to June 25, 2029., please refer to the Handbook.**
2. **In accordance with Article 14-2 of the Securities Exchange Act, Article 192-1 of the Company Act, and the Articles of Incorporation, election of the Company's directors adopts the candidate nomination system.**
3. **There are totally 9 director candidates who are approved by the Company's Board assessment; the name list and relevant information are as follows:**

Slate of Director Candidates (Including Three Independent Directors):

No.	Category of Candidates	Name of Candidates	Main Education (Experience)	Name of Representative Legal Person	
1	Director	Wu, Zi-Cong	Education: Shih Shin University Experience: Tahsin Industrial Corporation: Director	Tah Quan Investment Co., Ltd.	
2	Director	Hu, Po-Yi	Education: Angren Academy Experience: Tahsin Industrial Corporation: Director		
3	Director	HU, PEI-TUAN	Education: Asia University, Japan Experience: Tahsin Industrial Corporation: Director	Tahsin Chang Investment Co., Ltd.	

			Tashih Technology: Managing Director		
4	Director	Hu, Bor-Chon	<u>Education:</u> Hsin Min High School <u>Experience:</u> Tahsin Industrial Corporation: Director		
5	Director	Liu, Wan-Cheng	<u>Education:</u> Master of Graduate School of Foreign Languages and Literatures <u>Experience:</u> Tahsin Industrial Corporation: Director	Pinfan Investment Co., Ltd.	
6	Director	Lai, Ken-Min	<u>Education:</u> Vanung University Tahsin Industrial Corporation: Director	Ta Cheng Investment Co., Ltd.	
7	Independent Director	Lin, Ko-Wu	<u>Education:</u> Chung Hsing University: Department of Accounting <u>Experience:</u> Yulon Motor Co., Ltd.: Senior Administrator of the Financial Department First & Horwath Company CPAs: Associate Manager, Manager, Accountant First & Horwath Company CPAs:		

			Partner		
8	Independent Director	Yang, Kuo-Shu	**Education:** National Hsinchu Commercial Vocational High School **Experience:** Tahsin Industrial Corporation: Deputy Division Chief of Taipei Management Section		
9	Independent Director	YANG, CHI-PI	**Education:** Department of Economics, Feng Chia University EMBA of National Chung Hsing University **Experience:** Feng Tay Enterprises Co., Ltd.: Reserve Manager Ta Chong Bills Finance Corp. and Mega Bills Finance Co., Ltd.: Assistant Sales Manager TC Bank: Assistant Manager of Supervisors in Central Region		

Election Results:
List of the Board of Directors

Title	Name	Shareholding while elected
Director	Representative of Tah Quan Investment Co., Ltd.:WU, ZI-CONG	69, 248, 327
Director	HU, PO-YI	65, 099, 303
Director	Representative of Tahsin Chang Investment Co., Ltd.: HU, PEI-TUAN	64, 352, 628
Director	HU, BOR-CHON	64, 093, 741
Director	Representative of Pinfan Investment Co., Ltd.: LIU, WAN-CHENG	63, 708, 103
Director	Representative of Ta Cheng Investment Co., Ltd.:Lai, Ken-Min	62, 349, 517
Independent Director	LIN, KO-WU	66, 819, 261

Independent Director	YANG, KUO-SHU	65, 182, 924
Independent Director	YANG, CHI-PI	63, 603, 220

IV.Other Matters:

Proposal: Proposal for lifting the non-compete restrictions on newly-elected directors is hereby submitted for discussion.

Proposed by the Board of Directors

Explanation:

I. In accordance with Article 209 of the Company Act, a director who does anything for himself or on behalf of another person that is within the scope of the company's business, shall explain to the meeting of shareholders the essential contents of such an act and secure its approval.

II. Since the Company's directors involve the act of investing, or managing other companies in the same or similar scope of business to the Company's and serving as their directors, the said directors and their representatives, provided that the interests of the Company are not prejudiced, shall be relieved from the non-compete restrictions from their inauguration date on, with consent obtained at the shareholders' meeting after the proposal is submitted in accordance with the laws. (Attachment 5)

Resolution:

Voting Results

Shares represented at the time of voting: 75,938,120

Voting Result (include electronic voting)	% of the total represented share present
Votes in favor: 74,257,219 votes	97.78%
Votes against: 1,615,675 votes	2.12%
Abstention votes: 65,226 votes	0.08%

The proposal was approved after voting.

V. Other Business and Special Motion: no

VI. Metting Adjourned: June 26, 2026 at 09: 28 am

There are no questions from shareholders at this shareholders meeting

Chairman: Wu Zi Cong

Record: YU,ZE RONG

Attachment 1

Tahsin Industrial Corporation
2025 Business Report

2025 Business Report

Dear Shareholders, ladies and gentlemen

Now the Group's Operating Performance in 2025 is reported as follows: The Group's operating revenue in 2025 was NT$2.28253 billion, an increase of 6.31% compared with that in 2024. The operating profit was NT$-2.607 million, an increase by NT$48.92 million compared with that in 2024. The net income before tax was NT$162.25 million, a decrease by NT$99.76 million compared with that in 2024, and net income after tax decreased by NT$57.96 million from 2024 to NT$150.93 million in 2025.

The segmental analysis of sales by product category and geographical market in recent two years is presented as follows:

Sales by product category

Unit: NT$ Thousand

Product category segment	2025		2024		Improvement (Decline) compared with previous year	
	Amount	%	Amount	%	Amount	%
Rainwear department	1,265,692	55.45	1,111,182	51.75	154,510	13.91
Garment department	453,359	19.87	424,040	19.75	29,319	6.91
New product department	140,441	6.15	151,465	7.06	(11,024)	(7.28)
PP department	228,948	10.03	239,679	11.16	(10,731)	(4.48)
Others	194,094	8.50	220,694	10.287	(26,600)	(12.05)
Total	2,282,534	100.00	2,147,060	100.00	135,474	6.31

Sales by geographical market Unit: NT$ thousand

Geographical market segment	2025		2024		Improvement (Decline) compared with previous year	
	Amount	%	Amount	%	Amount	%
Taiwan	517,541	22.67	498,587	23.22	18,954	3.80
America	314,476	13.78	297,663	13.86	16,813	5.65
Europe	716,839	31.41	663,287	30.89	53,552	8.07
Japan	302,681	13.26	305,082	14.21	(2,401)	(0.79)
Others	430,997	18.88	382,441	17.82	48,556	12.70
Total	2,282,534	100.00	2,147,060	100.00	135,474	6.31

The consolidated operating revenue, profitability and return on investment in the most recent two years are analyzed as shown below:

(1) **Consolidated sales and profitability performance in the last two years**

Unit: NT$ thousand

Items	2025		2024	
	Amount	%	Amount	%
Net operating revenue	2,282,534	100.00	2,147,060	100.00
Gross operating profit	331,432	14.52	289,048	13.46
Operating profit	(26,070)	(1.14)	(74,992)	(3.49)
Net profit before tax	162,256	7.11	262,020	12.20
Net income after tax	150,930	6.61	208,897	9.73

(2) **Profitability**

Items			2025	2024
Profitability	Return on total assets (%)		1.45%	1.95%
	Return on shareholders' equity (%)		1.54%	2.09%
	to Paid-in capital	Operating profit	-2.63%	-7.57%
		Net profit before tax	16.37%	26.44%
	Net profit rate (%)		6.61%	9.73%
	Earnings per share (NT$)		NT$1.55	NT$2.15

(3) **Return on Investment**

Items	2025	2024
Price-to-Earnings Ratio	42.72	33.20
Price / Dividend Ratio	14.72	14.28
Cash Dividend Yield	6.80%	7.00%

II. Outline of 2026 Business Plan

〈I〉 Summary of 2026 Business Plan

1. **Operating Strategies:**

[Improve staff living standards] [Technological innovation, Attaches great importance to the quality]

[Stimulate employees' potential to create profits] [Serve customers at reasonable prices]

2. **Estimated target for sales:**
The sales target in 2026 is NT$1.85 billion for the Company, and NT$2.18 billion for the Group. We will continue to stabilize order receiving, ensure balance of production capacity, maintain competitive advantages in order to improve business performance and profitability.

The anticipated sales for major products of the Group in 2026 is as follows:

Unit: NT$ Million

	Anticipated sales for the Company			Anticipated sales for the Group		
Product category	Domestic sales	Export sales	Expected sales	Domestic sales	Export sales	Expected sales
Raincoat	110	855	965	110	1,100	1,210
Garment	110	353	463	110	380	490
Stationery	-	55	55	-	65	65
Binding machine	-	30	30	-	37	37
Laminator	-	100	100	-	130	130
PP corrugated board	200	37	237	200	48	248
Total	420	1,430	1,850	420	1,760	2,180

3. **Important production and sales strategies:**

① Adhere to the management philosophy of "quality first with precise delivery time"; pursue strict management and improvement at each stage, ranging from design, proofing, development to mass production. Make use of integration of automation technology and process optimization to ensure product quality and stable delivery time, satisfy customers' diversified demands, and co-create long-term and solid growth opportunities along with customers.

② On the basis of fashion and innovation, incessantly develop new style of products such as raincoat, garment, rain boots, etc., and gradually import application of renewable materials. Our products meet certification of related renewable materials, and we also take actions to connect with the international goal of sustainable development.

③ Make arrangements for participation in domestic and foreign professional exhibitions in order to improve brand visibility and market influence, reinforce cooperation relation with customers by paying visits and developing sales, and enlarge orders and revenue growth momentum.

④ Continue layout of overseas production bases, and undertake flexible capacity allocation, along with existing manufacture bases, in order to improve overall production efficiency and supply chain resilience, achieve the goal of expanding capacity and shortening delivery time, and strengthen market competitiveness.

⑤ Make efforts to promote the environmental-friendly features of PP board materials, and develop its multiple applications with a view to increasing product added value; meanwhile deepen layout of foreign market, seek & expand potential customers, strive for export orders, and enlarge the international market territory.

〈II〉 **Future development strategy:**

① Development of new customers and acquisition of new orders:
Actively exploit overseas markets, develop potential customers, promote product diversification in order to balance capacity in low and peak seasons, and ensure ongoing operation momentum. Rely on stable and excellent product quality to satisfy customers' needs and win their long-term trust and cooperation. In terms of the domestic market, continue to incorporate new styles of products with environmental-friendly materials design, and endeavor to participate in the government's bids, reinforce network sales channels, and fully increase market share and sales performance.

② Sustainable development supply chain:
Respond to the global goal of sustainable development, evaluate new environmental-friendly materials, and provide customers with multiple choices and product-applied design. In the meantime, track and manage energy use and greenhouse gas emissions in the factory, import highly-efficient energy-saving equipment to facilitate process optimization, and fully carry out sustainable management and environmental responsibilities.

③ Capacity expansion and quality management:
Strengthen upgrading of software and hardware equipment in the domestic and overseas factories, and reinforce employees' professional training in order to meet certification requirements of international brands. Make use of quality management systems and standardized operational processes to effectively increase capacity and production efficiency and ensure that each process can attain to stable and distinguished quality level.

④ Price negotiation of raw materials and stock management:
Strengthen price negotiation of raw materials, strive to develop new suppliers, and reinforce locally-linked purchase in order to reduce production cost & create profit; concurrently increase product added value by effective stock management and resources revitalization, and further strengthen market competitiveness.

Looking forward to the future, the economic challenges incurred by the changeable international situation have turned out to be a daily operation. Among such disturbances, Tahsin abides by the core of integrity to face impacts. Only by optimizing our own competitiveness without cease can we transfer risks into expectable planning and stand firm among the tide. Internally, we cultivate new vision and accumulate new momentum, while externally, we enhance our additional value to deepen the market. While we focus on development of our main business, we put concurrent emphasis on corporate social responsibility, and steadily move forward to create a win-win situation with the environment and all stakeholders.

Chairman: Wu, Zi-Cong　　Manager: Chen, Yi-Chien　　Chief Accountant: Chen,Ming-Je

Attachment 2

Tahsin Industrial Corporation
Audit Committee's Review Report

The 2025 Business Report and Profit Distribution Proposal prepared by the Company's Board of Directors, along with the consolidated and individual financial statements audited by Crowe Horwath (Taiwan) CPAs' Wang, Wu-Chang and Lin, Chih-Lung have been submitted to the Audit Committee for review and approval without finding any non-conformity. The Audit Committee hence issued the Review Report in accordance with Article 219 of the Companies Act for approval.

To

2026 Annual General Shareholders' Meeting

Convener of the Audit Committee: Lin, Ko-Wu

March 12, 2026

Attachment 3

Independent Auditors' Report

To Tahsin Industrial Corporation:

Audit Opinion

Tahsin Industrial Corporation's Parent Company Only Balance Sheets as of December 31, 2025 and 2024, in addition to the Parent Company Only Statements of Comprehensive Income, Parent Company Only Statements of Changes in Equity, Parent Company Only Statements of Cash Flows, and Notes to the Parent Company Only Financial Statements (including the Summary of Significant Accounting Policies) from January 1 to December 31, 2025 and 2024, have been audited by the CPAs.

According to our opinion, the Parent Company Only Financial Statements mentioned above have been prepared in accordance with the "Regulations Governing the Preparation of Financial Reports by Securities Issuers" in all material aspects, and are considered to have reasonably expressed the parent company only financial conditions of Tahsin Industrial Corporation as of December 31, 2025 and 2024, as well as the parent company only financial performance and cash flows from January 1 to December 31, 2025 and 2024.

Basis for Opinion

We conducted our audit in accordance with the Regulations Governing Financial Statement Audit and Attestation Engagements of Certified Public Accountants and auditing standards. Our responsibilities under those standards are further described in the section titled "Auditor's Responsibilities for the Audit of the Parent Company Only Financial Statements." We are independent from the Company pursuant to the Norm of Professional Ethics for Certified Public Accountant of the Republic of China, and we have fulfilled our other responsibilities in accordance with these requirements. We believe we have obtained sufficient and appropriate audit evidence to serve as a basis for our opinion.

Key audit matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Parent Company Only Financial Statements of Tahsin Industrial Corporation for the year ended December 31, 2025. Such matters have been dealt with in the course of auditing and compiling the parent company only financial statements and in the preparation of our audit opinion. As such, we do not respond to each key matter individually. The key audit matters for the parent company only financial statements of Tahsin Industrial Corporation for the year ended December 31, 2025 are as follows:

Revenue recognition

Please refer to Note 4 (17) of the Parent Company Only Financial Statements for accounting policies regarding revenue recognition; please see Note 5 (1) 3 of the Parent Company Only Financial Statements for critical accounting judgments, estimates, and assumptions regarding revenue recognition; please see Note 6 (20) of the Parent Company Only Financial Statement for disclosure of information related to income.

Key Audit Matters:

The operating revenue of Tahsin Industrial Corporation comes mainly from sale of products. Recognition of sales revenue is mainly to verify whether the control over goods is transferred to buyers and whether there are no non-performance obligations that may affect the acceptance of products, and also is the main indicator for investors and the management to assess the financial or business performance of the Company. As the accuracy of the amount and timing of revenue recognition has a great influence on the financial statements, we have thus included it as one of the key audit matters.

Audit procedures adopted:

Our audit procedures include (i) understanding and testing the effectiveness of internal control mechanisms adopted by the management on revenue recognition; (ii) sampling and reviewing records of sales revenue recognition (including shipping documents) over a certain period of time before the balance sheet date, and determining the appropriateness of recognition timing thereof; (iii) testing selected underlying transactions before and after the end of the reporting date to verify if they were recognized in the correct period; (iv) assessing whether the risks and rewards of goods, of which the revenue had been recognized, have been transferred; and (v) performing a trend analysis on major buyers and revenues by product to determine if material irregularities exist.

Cash and cash equivalents

Please refer to Note 4 (5) of the parent company only financial statements for details of the accounting policies for cash and cash equivalents; please refer to Note 6 (1) of the parent company only financial statements for details of the accounting items for cash and cash equivalents and time deposits with an original maturity of more than three months.

Key Audit Matters:

As of December 31, 2025, the carrying amount of cash and cash equivalents and time deposits with initial term maturity date over three months (shown under other financial assets – current) held by Tahsin Industrial Corporation amounted to NTD2,290,775 thousand, accounting for approximately 22% of the total assets and the amounts are significant to the overall parent company only financial statements. We identified these as one of the key audit items due to the inherent risk of cash and cash equivalents and time deposits with initial term maturity date of over three months.

Audit procedures adopted:

1. Evaluate and test the effectiveness of the design and implementation of the internal control system for cash and cash equivalents and time deposits with initial terms of over three months.
2. Conduct significant transactions test and verification procedures for frequent bank accounts, including understanding the purpose of the bank account and reviewing relevant transaction vouchers to confirm the reasonableness of the receipt and payment of huge bank deposits.
3. Conduct an inventory verification process on cash and term deposits, including checking whether term deposits have provided guarantees or pledged to confirm consistency with the disclosures in the financial statements.
4. Obtain a breakdown of the balances of cash and cash equivalents and time deposits with initial terms maturity date of over three months and check the bank statements and the related relevant transaction voucher to confirm their existence. In addition, check the amount on the correspondence response letter for all financial institutions and examine whether there are any restricted incidents, which have been properly disclosed.

Financial assets measured at fair value through other comprehensive income

Accounting policies related to financial assets measured at fair value through other comprehensive income are detailed in Note 4 (6) of the parent company only financial statements; significant accounting judgments, estimates, and assumptions regarding the classification and fair value measurement of financial assets are provided in Note 5 (1) and 5 (2) of the consolidated financial statements; explanations regarding the accounting items of financial assets measured at fair value through other comprehensive income are disclosed in Note 6 (3) and 6 (7) of the consolidated financial statements.

Key Audit Matters:

As of December 31, 2025, the carrying amount of financial assets measured at fair value through other comprehensive income held by Tahsin Industrial Corporation and subsidiaries amounted to NTD3,576,393 thousand, accounting for approximately 34% of the total assets. The amount is significant to the overall consolidated financial statements. Therefore, the auditor considers these items as one of the key audit matters.

Audit procedures adopted:

1. Evaluate and test the effectiveness of internal control systems design and execution related to investment operations, including whether transactions are appropriately approved.
2. Perform substantive audit procedures on financial assets measured at fair value through other comprehensive income, including verifying the accuracy of initial recognition and subsequent measurement amounts, cross-checking relevant documents, obtaining confirmations or verifying relevant documents to confirm whether collateral or pledges have been provided, ensuring consistency with financial reporting information disclosure.

Responsibilities of the Management and the Governance Unit for the Parent Company Only Financial Statements

To ensure that the parent company only financial statements do not contain material misstatements caused by fraud or errors, the management is responsible for preparing prudent parent company only financial statements in accordance with the "Regulations Governing the Preparation of Financial Reports by Securities Issuers" and for preparing and maintaining necessary internal control procedures pertaining to the parent company only financial statements.

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

Those charged with governance (including the Audit Committee) are responsible for overseeing Tahsin Industrial Corporation's financial reporting process.

Auditor's Responsibilities for the Audit of the Parent Company Only Financial Statements

Our objectives are to obtain reasonable assurance about whether the parent company only financial statements as a whole are free from material misstatements, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the auditing standards will always detect a material misstatement when it exists in the parent company only financial statements. There may still be material misstatements due to fraud or errors. If it could be reasonably anticipated that misstated amounts, individually or on aggregate, could have influenced the economic decisions made by the users of the parent company only financial statements, it will be deemed as material.

As part of an audit in accordance with the auditing standards, we exercise professional judgment and skepticism throughout the audit. We have also performed the following tasks:

1. Identify and evaluate the risk of material misstatements due to fraud or error in the parent company only financial statements; design and carry out appropriate countermeasures for the evaluated risk; and obtain sufficient and appropriate evidence as the basis for audit opinion. As fraud may involve collusion, forgery, deliberate omissions, false statements, or violations of internal controls, the risk of an undetected material misstatement due to fraud is greater than that due to errors.
2. Obtain an understanding of internal controls relevant to the audit in order to design audit procedures that are appropriate under the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal controls of Tahsin Industrial Corporation.
3. Assess the appropriateness of the accounting policies adopted by the management and the reasonableness of the accounting estimates and related disclosures has made.
4. Conclude on the appropriateness of the management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on Tahsin Industrial Corporation's ability to operate as a going concern. If we believe that there may be factors causing significant uncertainties, we are required to remind the users of the parent company only financial statements in our audit report of the relevant disclosures therein, or to amend our report if inappropriate disclosure was made. Our conclusions are based on information available at the date of the auditor's report. However, future events or circumstances may cause the Company to cease to continue as a going concern.
5. Evaluate the overall expression, structure and contents of the parent company only financial statements (including relevant Notes), and whether the parent company only financial statements fairly present relevant transactions and matters.
6. To obtain sufficient and appropriate audit evidence regarding the financial information of the components within Tah Shin Industrial Corp. to express an opinion on the parent company only financial statements. We are responsible for the direction, supervision, and review of the work performed, and are responsible for forming our audit opinion on Tah Shin Industrial Corp .

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

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

From the matters communicated with those charged with governance, we determine the key audit items of Tahsin Industrial Company's parent company only financial statements for the year ended December 31, 2025. Such matters have been explicitly stated in our audit report, unless laws or regulations prevent their disclosures, or, in extremely rare cases, we decide not to communicate such matters in our audit report in consideration that the reasonably anticipated adverse impacts of such communication would be greater than the public interest it would promote.

Crowe Horwath (TW) CPAs

CPA: Wang Wu-Chang

CPA: Lin Chih-Lung

No. of the official approval: FSC No. 10200032833
March 12, 2026

Tahsin Industrial Corporation

Parent Company Only Balance Sheets
December 31, 2025 and 2024

Unit: Thousand NTD

Code	Assets	December 31, 2025 Amount	%	December 31, 2024 Amount	%
	Current Assets				
1100	Cash and cash equivalents (Notes 4 and 6 (1))	$2,140,775	20	$1,866,059	19
1110	Financial assets at fair value- non-current (Notes 4 and 6 (2))	18,141	-	17,860	-
1120	Financial assets at fair value through other comprehensive income - current (Notes 4 and 6 (3)	3,152,776	31	2,712,936	27
1150	Notes receivable, net (Note 6 (4))	37,654	-	36,577	-
1160	Accounts receivable – related parties (Note 6 (4))	-	-	1,555	-
1170	Accounts receivable - net (Note 6 (5))	294,786	3	321,937	3
1180	Accounts receivable – related parties (Note 6 (5))	24,713	-	42,982	1
1200	Other receivables	8,933	-	12,473	-
1210	Other receivables - related parties	8,425	-	1,072	-
130x	Inventories (Notes 4 and 6 (6))	389,124	4	460,490	5
1410	Prepayments	40,556	-	35,604	-
1476	Other financial assets - current (Note 6 (1))	150,000	1	250,000	3
11xx	Total current assets	6,265,883	59	5,759,545	58
	Non-current Assets			371,339	4
1517	Financial assets at fair value through other comprehensive income - non-current (Notes 4 and 6 (7))	423,617	4	1,682,891	17
1550	Investments accounted for using the equity method (Notes 4 and 6 (8))	1,625,292	15	1,682,891	17
1600	Property, plant, and equipment (Notes 4 and 6 (9))	1,784,639	17	1,705,169	17
1755	Right-of-use asset (Notes 4 and 6 (10))	15,020	-	22,530	-
1760	Investment properties (Notes 4 and 6 (11))	397,808	4	345,451	3
1840	Deferred tax assets (Note 6 (26))	72,166	1	66,638	1
1920	Refundable deposits	1,988	-	1,988	-
1970	Other long-term investment (net)	810	-	810	-
1975	Net defined benefit asset – non-current (Notes 4 and 6 (12))	24,016	-	14,983	-
1990	Other non-current assets, others	4,476	-	8,208	-
15xx	Total non-current assets	4,349,832	41	4,220,007	42
1xxx	Total Assets	$10,615,715	100	$9,979,552	100

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Tahsin Industrial Corporation

Parent Company Only Balance Sheets
December 31, 2025 and 2024

Unit: Thousand NTD

		December 31, 2025		December 31, 2024	
Code	Liabilities and equity	Amount	%	Amount	%
	Current liabilities				
2130	Contract liabilities - current (Note 6 (20))	$11,264	-	$43,610	1
2150	Notes payable	68,991	1	101,309	1
2170	Accounts payable	26,470	-	50,245	1
2180	Accounts payable - related parties	650	-	1,511	-
2200	Other payables (Note 6 (13))	113,026	2	125,827	1
2220	Other payables- related parties	39,982	-	26,005	-
2230	Current income tax liabilities	11,458	-	15,303	-
2250	Provisions - current (Notes 4 and 6 (14))	8,458	-	8,458	-
2280	Lease liabilities - current (Note 6 (10))	7,627	-	7,441	-
2300	Other current liabilities	139	-	468	-
21xx	Total current liabilities	288,065	3	380,177	4
	Non-current liabilities				
2570	Deferred tax liabilities (Note 6 (26))	187,516	2	199,055	2
2580	Lease liabilities - non-current (Notes 6 (10))	7,769	-	15,396	-
2645	Guarantee deposits received	5,926	-	2,710	-
2650	Investments accounted for using the equity method - credit (Note 6 (8))	-	-	961	-
25xx	Total non-current liabilities	201,211	2	218,122	2
2xxx	Total liabilities	489,276	5	598,299	6
	Equity				
3100	Share capital (Notes 4 and 6 (15))	990,990	9	990,990	10
3200	Capital surplus (Note 6 (16))	256,341	2	239,999	2
3300	Retained earnings (Note 6 (17))	7,733,281	73	7,564,645	76
3400	Other equity (Note 6 (18))	1,229,057	12	668,849	7
3500	Treasury shares (Note 6 (19))	(83,230)	(1)	(83,230)	(1)
3xxx	Total equity	10,126,439	95	9,381,253	94
	Total liabilities and equity	$10,615,715	100	$9,979,552	100

(The accompanying notes are an integral part of the Parent Company Only Financial Statements.)

Chairman: Wu, Zi-Cong   Manager: Chen, Yi-Chien   Chief Accountant: Chen,Ming-Je

Tahsin Industrial Corporation

Parent Company Only Statements of Comprehensive Income
For the Years Ended December 31, 2025 and 2024

Unit: Thousand NTD

Code	Items	December 31, 2025 Amount	%	December 31, 2024 Amount	%
4000	Operating revenue (Notes 4 and 6 (20))	$1,909,695	100	$1,767,102	100
5000	Operating costs (Note 6 (6) (21))	(1,662,020)	(87)	(1,537,275)	(87)
5900	Gross Profit	247,675	13	229,827	13
5910	Unrealized gain (loss) from sale, net (loss)	(2,678)	-	(2,665)	-
5920	Realized gain (loss) from sale (Loss)	2,665	-	1,644	-
5950	Net Gross Profit	247,662	13	228,806	13
	Operating expenses (Note 6 (21))				
6100	Marketing expenses	(122,711)	(7)	(119,505)	(7)
6200	Administrative expenses	(120,130)	(6)	(119,173)	(7)
6450	Expected credit impairment loss (gain)	482	-	(3,930)	-
6000	Total operating expenses	(242,359)	(13)	(242,608)	(14)
6900	Operating profit (loss)	5,303	-	(13,802)	(1)
	Non-operating income and expenses				
7100	Interest income (Note 6 (22))	69,842	4	79,926	4
7010	Other income (Note 6 (23))	129,491	6	116,364	7
7020	Other gains and losses (Notes 4 and 6 (24))	(63,537)	(3)	83,664	5
7050	Finance costs (Notes 4 and 6 (25))	(395)	-	(508)	-
7070	Share of profit or loss of subsidiaries, associates, and joint ventures accounted for using the equity method	17,614	1	(26,289)	(1)
7000	Total non-operating income and expenses	153,015	8	253,157	15
7900	Net profit before tax	158,318	8	239,355	14
7950	Expense (benefit) of income tax (Note 6 (26))	(10,586)	-	(33,786)	(2)
8000	Profit from continuing operations	147,732	8	205,569	12
8200	Net Income	147,732	8	205,569	12
	Other comprehensive income (Note 6 (27))				
	Items that will not be reclassified to profit or loss:				
8311	Remeasurement of defined benefit plans (Note 6 (12))	5,366	-	14,613	1
8316	Unrealized valuation profit or loss on investments in equity instruments at fair value through other comprehensive income	1,040,173	54	(949,493)	(54)
8336	Unrealized valuation gain or loss on investments in equity instruments measured at FVTOCI - subsidiaries, associates, and joint ventures	(11,198)	-	(20,802)	(1)
8310	Total items that will not be reclassified subsequently to profit or loss:	1,034,341	54	(955,682)	(54)
	Items that may be reclassified to profit or loss				
8361	Exchange differences on translating the financial statements of foreign operations	(15,159)	-	29,847	2
8367	Bond investments with unrealized gain and loss at fair value through other profit or loss	4,843	-	(9,547)	(1)
8399	Income tax relating to items that may be reclassified subsequently to profit or loss	3,032	-	(5,969)	-
8360	Items that may be reclassified subsequently to profit or loss:	(7,284)	-	14,331	1
8300	Other comprehensive income - net	$1,027,057	54	($941,351)	(53)
8500	Total Comprehensive Income for the Year	$1,174,789	62	($735,782)	(41)
	Earnings Per Share				
9750	Basic earnings per share (NTD) (Note 6 (28))	$1.55		$2.15	
9850	Diluted earnings per share (NTD) (Note 6 (28))	$1.55		$2.15	

(The accompanying notes are an integral part of the Parent Company Only Financial Statements.)

Chairman: Wu, Zi-Cong Manager: Chen, Yi-Chien Chief Accountant: Chen,Ming-Je

Tahsin Industrial Corporation

Parent Company Only Statements of Changes in Equity
For the Years Ended December 31, 2025 and 2024

Unit: Thousand NTD

			Retained earnings			Other Equity			
	Share capital of common stock	Capital Surplus	Legal reserve	Special reserve	Undistributed earnings (or loss to be compensated)	Exchange differences on translation of foreign operating organizations' financial statements	Unrealized valuation (losses) gains from financial assets measured at fair value through other comprehensive income	Treasury stock	Total Equity
Balance as of January 1, 2024	990,990	221,869	1,570,733	573,800	5,430,517	(87,329)	1,977,050	(83,230)	10,594,400
Appropriation and distribution of earnings:									
Ordinary cash dividends	-	-	-	-	(495,495)	-	-	-	(495,495)
Other changes in capital surplus	-	270	-	-	-	-	-	-	270
Net income for 2024	-	-	-	-	205,569	-	-	-	205,569
Other comprehensive income for 2024	-	-	-	-	14,613	23,878	(979,842)	-	(941,351)
Total comprehensive income in 2024	-	-	-	-	220,182	23,878	(979,842)	-	(735,782)
Adjustments of capital surplus for the Company's cash dividends received by subsidiaries	-	17,860	-	-	-	-	-	-	17,860
Disposals of investments in equity instruments designated at fair value through other comprehensive income	-	-	-	-	264,908	-	(264,908)	-	-
Balance as of December 31,2024	$990,990	$239,999	$1,570,733	$573,800	$5,420,112	($63,451)	$732,300	($83,230)	$9,381,253
Balance as of January 1, 2025	990,990	239,999	1,570,733	573,800	5,420,112	(63,451)	732,300	(83,230)	9,381,253
Appropriation and distribution of earnings:									
Ordinary cash dividends	-	-	-	-	(445,945)	-	-	-	(445,945)
Other changes in capital surplus	-	268	-	-	-	-	-	-	268
Net income for 2025	-	-	-	-	147,732	-	-	-	147,732
Other comprehensive income for 2025	-	-	-	-	5,366	(12,127)	1,033,818	-	1,027,057
Total comprehensive income in 2025	-	-	-	-	153,098	(12,127)	1,033,818	-	1,174,789
Adjustments of capital surplus for the Company's cash dividends received by subsidiaries	-	16,074	-	-	-	-	-	-	16,074
Disposals of investments in equity instruments designated at fair value through other comprehensive income	-	-	-	-	461,483	-	(461,483)	-	-
Balance as of December 31,2025	$990,990	$256,341	$1,570,733	$573,800	$5,588,748	($75,578)	$1,304,635	($83,230)	$10,126,439

(The accompanying notes are an integral part of the Parent Company Only Financial Statements.)

Chairman: Wu, Zi-Cong

Manager: Chen, Yi-Chien

Chief Accountant: Chen,Ming-Je

Tahsin Industrial Corporation

Parent Company Only Statements of Cash Flows
For the Years Ended December 31, 2025 and 2024

Unit: Thousand NTD

Item	December 31, 2025	December 31, 2024
Cash flows from operating activities		
Net profit before tax	$158,318	$239,355
Adjustments		
Adjustments to reconcile profit (loss)		
Depreciation expenses	56,366	61,900
Expected credit losses (benefits)	(482)	3,930
Financial assets and debts at fair value through profit and loss	(281)	(595)
Interest expenses	395	508
Interest revenue	(69,842)	(79,926)
Dividend revenue	(91,723)	(92,627)
Share of loss (profit) of subsidiaries, associates and joint ventures accounted for using the equity method	(17,614)	26,289
Loss (gain) on disposal and disposition of property, plant and equipment	(25)	2,221
Property, plant and equipment reclassified to expense	1,516	-
Loss (gain) on disposal of investments	5,941	-
Loss (gain) on disposal of investments accounted for using equity method	-	(416)
Unrealized gain (loss) from sale, net (loss)	2,678	2,665
Realized loss (gain) on sales	(2,665)	(1,644)
Unrealized exchange loss (gain)	6,187	(11,799)
Other items	268	270
Total adjustments to reconcile profit (loss)	(109,281)	(89,224)
Changes in operating assets and liabilities		
Changes in operating assets		
Decrease (increase) in notes receivable	(1,111)	1,903
Decrease (increase) in notes receivable - related parties	1,555	(552)
Decrease (increase) in accounts receivable	27,294	(102,246)
Decrease (increase) in accounts receivable - related parties	18,642	(23,980)
Decrease (increase) in other receivables	606	1,001
Decrease (increase) in other receivables - related parties	(153)	3,501
Decrease (increase) in inventories	71,366	4,287
Decrease (increase) in prepayments	(4,952)	(14,256)
Decrease (increase) in net-defined benefit assets	(3,667)	(370)
Total changes in operating assets	109,580	(130,712)
Changes in operating liabilities		
Increase (decrease) in contract liabilities	(32,346)	37,636
Increase (decrease) in notes payable	(32,318)	14,228
Increase (decrease) in accounts payable	(23,775)	21,881

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Tahsin Industrial Corporation

Parent Company Only Statements of Cash Flows
For the Years Ended December 31, 2025 and 2024

Unit: Thousand NTD

Item	December 31, 2025	December 31, 2024
Increase (decrease) in accounts payable - related parties	(861)	(6,344)
Increase (decrease) in other payables	(14,931)	18,978
Increases (decreases) in other payables - related parties	13,977	6,796
Increase (decrease) in other current liabilities	(329)	365
Increase (decrease) in net defined benefit liabilities	-	(3,354)
Total changes in operating liabilities	(90,583)	90,186
Total changes in operating assets and liabilities	18,997	(40,526)
Total adjustments	(90,284)	(129,750)
Cash inflow (outflow) generated from operations	68,034	109,605
Interest received	70,096	80,078
Dividends received	144,923	156,127
Interest paid	(395)	(508)
Income tax refunded (paid)	(28,466)	(5,463)
Net cash provided by (used in) operating activities	254,192	339,839
Cash flows from investing activities		
Acquisition of financial assets at fair value through other comprehensive income	(466,020)	(419,237)
Disposal of financial assets at fair value through other comprehensive income	1,012,611	669,522
Acquisition of financial assets at fair value through profit and loss	-	(15,000)
Acquisition of investments accounted for using the equity method	-	(23,991)
Disposal of investments accounted for using the equity method	-	999
Disposal of a subsidiaries	415	-
Acquisition of property, plant, and equipment	(180,107)	(176,871)
Disposal of property, plant, and equipment	63	3,253
Increase in refundable deposits		-
Decrease in refundable deposits	-	1,214
Decrease in other financial assets	100,000	125,538
Decrease in other non-current assets	3,732	2,280
Net cash provided by (used in) investing activities	470,694	167,707
Cash flows from financing activities		
Increase in guarantee deposits received	3,216	-
Decrease in guarantee deposits received	-	(846)
Repayments of principal portion of the lease	(7,441)	(8,159)
Cash dividends paid	(445,945)	(495,495)
Net cash provided by (used in) financing activities	(450,170)	(504,500)
Increase (decrease) in cash and cash equivalents	274,716	3,046
Cash and cash equivalents at beginning of the period	1,866,059	1,863,013
Cash and cash equivalents at end of the period	$2,140,775	$1,866,059

(The accompanying notes are an integral part of the Parent Company Only Financial Statements.)

Chairman: Wu, Zi-Cong　　Manager: Chen, Yi-Chien　　Chief Accountant: Chen,Ming-Je

Independent Auditors' Report

To Tahsin Industrial Corporation:

Audit Opinion

Tahsin Industrial Corporation and subsidiaries' Consolidated Balance Sheets as of December 31, 2025 and 2024, in addition to the Consolidated Statements of Comprehensive Income, Consolidated Statements of Changes in Equity, Consolidated Statements of Cash Flows, and Notes to Consolidated Financial Statements (including the Summary of Significant Accounting Policies) for the years then ended, have been audited by the CPAs.

In our opinion, the Consolidated Financial Statements mentioned above have been prepared in accordance with the “Regulations Governing the Preparation of Financial Reports by Securities Issuers”, which bring impact of the International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), IFRIC Interpretations (IFRIC), and SIC Interpretations (SIC) (hereinafter referred to as "IFRSs") endorsed and effected by the Financial Supervisory Commission (hereinafter referred to as the "FSC") in all material aspects, and are considered to have reasonably expressed the Tahsin Industrial Corporation's and subsidiaries' financial conditions as of December 31, 2025 and 2024, as well as the consolidated financial performance and cash flows from January 1 to December 31, 2025 and 2024.

Basis for Opinion

We conducted our audit in accordance with the Regulations Governing Financial Statement Audit and Attestation Engagements of Certified Public Accountants and generally accepted auditing standards. Our responsibilities under those standards are further described in the section titled "Auditor's Responsibilities for the Audit of the Consolidated Financial Statements." We are independent from Tahsin Group pursuant to the Norm of Professional Ethics for Certified Public Accountant of the Republic of China, and we have fulfilled our other responsibilities in accordance with these requirements. We believe we have obtained sufficient and appropriate audit evidence to serve as a basis for our opinion.

Key audit matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Consolidated Financial Statements of Tahsin Industrial Corporation and its subsidiaries for the year ended December 31, 2025. Such matters have been dealt with in the course of auditing the consolidated financial statements and in the preparation of our audit opinion. As such, we do not respond to each key matter individually. The key audit matters for the consolidated financial statements of Tahsin Industrial Corporation and its subsidiaries for the year ended December 31, 2025 are as follows:

<u>Revenue recognition</u>

Please refer to Note 4 (18) of the Consolidated Financial Statements for accounting policies regarding revenue recognition; please see Note 5 (1) 3 of the Consolidated Financial Statements for critical accounting judgments, estimates, and assumptions regarding revenue recognition; please see Note 6 (22) of the Consolidated Financial Statement for disclosure of information related to income.

Key Audit Matters:

The operating revenue of Tahsin Industrial Corporation and subsidiaries comes mainly from sale of products. Recognition of sales revenue is mainly to verify whether the control over goods is transferred to buyers and whether there are no non-performance obligations that may affect the acceptance of products, and also is the main indicator for investors and the management to assess the financial or business performance of Tahsin Industrial Corporation and subsidiaries. As the accuracy of the amount and timing of revenue recognition has a great influence on the financial statements, we have thus included it as one of the key audit matters.

Audit procedures adopted:

Our audit procedures include (i) understanding and testing the effectiveness of internal control mechanisms adopted by the management on revenue recognition; (ii) sampling and reviewing records of sales revenue recognition (including shipping documents) over a certain period of time before the balance sheet date, and determining the appropriateness of recognition timing thereof; (iii) testing selected underlying transactions before and after the end of the reporting date to verify if they were recognized in the correct period; (iv) assessing whether the risks and rewards of goods, of which the revenue had been recognized, have been transferred; and (v) performing a trend analysis on major buyers and revenues by product to determine if material irregularities exist.

Cash and cash equivalents

Please refer to Note 4 (6) of the consolidated financial statements for details of the accounting policies for cash and cash equivalents. Please refer to note 6 (1) of the consolidated financial statements for details of the accounting items of cash, equivalent cash and time deposits with an original maturity of more than three months.

Key Audit Matters:

As of December 31, 2025, the cash and cash equivalents held by Tahsin Industrial Corporation and subsidiaries and time deposits with original maturities of more than three months and more than one year carrying value (listed in other financial of assets-current and other financial assets-non-current) is NTD2,670,835 thousand, accounting for approximately 25% of total assets, and the amount is significant to the consolidated financial statements. Due to the inherent risk of cash and cash equivalents and time deposits with an original maturity of more than three months and more than one year, we list these items as one of the key audit items.

Audit procedures adopted:

1. Evaluate and test the effectiveness of the design and implementation of the internal control system for cash and cash equivalents and term deposits with initial terms of over three months and over one year.
2. Conduct significant transactions test and verification procedures for frequent bank accounts, including understanding the purpose of the bank account and reviewing relevant transaction vouchers to confirm the reasonableness of the receipt and payment of huge bank deposits.
3. Conduct an inventory verification process on cash and term deposits, including checking whether term deposits have provided guarantees or pledged to confirm consistency with the disclosures in the financial statements.
4. To obtain a breakdown of the balances of cash and cash equivalents and term deposits with initial terms of over three months and over one year and to check the balance on bank statements and the relevant transaction evidence to confirm the existence. In addition, check the amount on the correspondence response letter for all financial institutions and examine whether there are any restricted incidents, which have been properly disclosed.

Financial assets measured at fair value through other comprehensive income

Accounting policies related to financial assets measured at fair value through other comprehensive income are detailed in Note 4 (7) of the consolidated financial statements; significant accounting judgments, estimates, and assumptions regarding the classification and fair value measurement of financial assets are provided in Note 5 (1) and 5 (2) of the consolidated financial statements; explanations regarding the accounting items of financial assets measured at fair value through other comprehensive income are disclosed in Note 6 (3) and 6 (7) of the consolidated financial statements.

Key Audit Matters:

As of December 31, 2025, the carrying amount of financial assets measured at fair value through other comprehensive income held by Tahsin Industrial Corporation and subsidiaries amounted to NTD3,886,850 thousand, accounting for approximately 36% of the total assets. The amount is significant to the overall consolidated financial statements. Therefore, the auditor considers these items as one of the key audit matters.

Audit procedures adopted:

1. Evaluate and test the effectiveness of internal control systems design and execution related to investment operations, including whether transactions are appropriately approved.
2. Perform substantive audit procedures on financial assets measured at fair value through other comprehensive income, including verifying the accuracy of initial recognition and subsequent measurement amounts, cross-checking relevant documents, obtaining confirmations or verifying relevant documents to confirm whether collateral or pledges have been provided, ensuring consistency with financial reporting information disclosure.

Other Matters

We have also audited the Parent Company Only Financial Statements of Tahsin Industrial Corporation for 2025 and 2024, on which we have issued an unqualified opinion.

Responsibilities of the Management and the Governance Unit for the Consolidated Financial Statements

To ensure that the Consolidated Financial Statements do not contain material misstatements caused by fraud or errors, the management is responsible for preparing prudent Consolidated Financial Statements in accordance with the "Regulations Governing the Preparation of Financial Reports by Securities Issuers," as well as the IFRS, IAS, law and regulation reviews and their announcements recognized and announced by the Financial Supervisory Commission, and for preparing and maintaining necessary internal control procedures pertaining to the Consolidated Financial Statements.

In preparing the Consolidated Financial Statements, the responsibility of management includes assessing the ability of Tahsin Industrial Corporation and its subsidiaries to continue as going concerns, disclosing related matters, as well as adopting the going-concern basis of accounting, unless the management intends to liquidate Tahsin Industrial Corporation and subsidiaries or terminate the business, or no practicable measure other than liquidation or termination of the business can be taken.

Those charged with governance (including the Audit Committee) are responsible for overseeing Tahsin Industrial Corporation's financial reporting process.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the Consolidated Financial Statements as a whole are free from material misstatements, whether due to fraud or error, and to issue an auditors' report. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the auditing standards generally accepted in the Republic of China will always detect a material misstatement when it exists. There may still be material misstatements due to fraud or errors. If it could be reasonably anticipated that misstated amounts, individually or in aggregate, could have influenced the economic decisions made by the users of the consolidated financial statements, it will be deemed as material.

As part of an audit in accordance with the auditing standards generally accepted in the Republic of China, we exercise professional judgment and maintain professional skepticism throughout the audit. We have also performed the following tasks:

1. Identify and evaluate the risk of material misstatements due to fraud or error in the Consolidated Financial Statements; design and carry out appropriate countermeasures for the evaluated risk; and obtain sufficient and appropriate evidence as the basis for their audit opinion. As fraud may involve collusion, forgery, deliberate omissions, false statements, or violations of internal controls, the risk of an undetected material misstatement due to fraud is greater than that due to errors.
2. Acquired necessary understanding of internal controls pertaining to the audit in order to develop audit procedures appropriate under the circumstances. Nevertheless, the purpose of such understanding is not to provide any opinion on the effectiveness of the internal controls of Tahsin Industrial Corporation and subsidiaries.
3. Assess the appropriateness of the accounting policies adopted by the management and the reasonableness of the accounting estimates and related disclosures has made.
4. Based on the audit evidence acquired, on the appropriateness of the management's use of the going-concern basis of accounting, and determined whether a material uncertainty exists where events or conditions that might cast significant doubt on the ability of Tahsin Industrial Corporation and subsidiaries to continue to operate as going concerns. If we believe there may be factors causing significant uncertainties, we are required to remind the users of the consolidated financial statements in our audit report of the relevant disclosures therein, or to amend our report if inappropriate disclosure was made. Our conclusions are based on information available at the date of the auditor's report. However, future events or circumstances may cause Tahsin Industrial Corporation and subsidiaries to cease to continue as a going concern.
5. Evaluate the overall expression, structure and contents of the Consolidated Financial Statements (including relevant Notes), and whether the Consolidated Financial Statements fairly present relevant transactions and events.
6. To obtain sufficient and appropriate audit evidence regarding the financial information of the components within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision, and review of the work performed, and are responsible for forming our audit opinion on the Group.

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

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

We determined the key audit matters of the consolidated financial statements of Tahsin Industrial Corporation and subsidiaries of 2025 from the matters communicated with the governance authorities. Such matters have been explicitly stated in our audit report, unless laws or regulations prevent their disclosures, or, in extremely rare cases, we decide not to communicate such matters in our audit report in consideration that the reasonably anticipated adverse impacts of such communication would be greater than the public interest it would promote.

Crowe Horwath (TW) CPAs

CPA: Wang Wu-Chang

CPA: Lin Chih-Lun

No. of the official approval: FSC No. 10200032833
March 12, 2026

Tahsin Industrial Corporation and subsidiaries

Consolidated Balance Sheets
December 31, 2025 and 2024

Unit: Thousand NTD

Code	Assets	December 31, 2025 Amount	%	December 31, 2024 Amount	%
	Current Assets				
1100	Cash and cash equivalents (Notes 4 and 6 (1))	$2,383,997	22	$2,202,455	22
1110	Financial assets at fair value through profit and loss-current (Notes 4 and 6(2))	18,141	-	19,245	-
1120	Financial assets at fair value through other comprehensive income - current (Notes 4 and 6 (3))	3,246,121	30	2,727,275	27
1150	(Net) Notes receivables (Note 6 (4))	49,778	-	58,979	1
1170	(Net) Accounts receivable (Note 6 (5))	331,245	3	379,709	4
1180	(Net) Accounts receivable – related parties (Note 6 (5))	10,102	-	22,126	-
1200	Other receivables	19,666	-	19,202	-
1210	Other receivables - related parties	557	-	893	-
1220	Current income tax assets	3,446	-	3,687	-
130x	Inventories (Notes 4 and 6 (6))	533,639	5	628,487	6
1410	Prepayments	52,426	1	44,348	-
1476	Other financial assets - current (Note 6 (1))	213,067	2	296,743	3
1479	Other current assets - Others	791	-	590	-
11xx	Total current assets	6,862,976	63	6,403,739	63
	Non-current Assets				
1517	Financial assets at fair value through other comprehensive income - non-current (Notes 4 and 6 (7))	640,729	6	606,729	6
1550	Investments accounted for using the equity method (Notes 4 and 6 (8))	428,138	4	447,591	4
1600	Property, plant and equipment (Notes 4 and 6 (9))	2,187,443	20	2,113,468	21
1755	Right-of-use asset (Notes 4 and 6 (10))	81,205	1	123,419	1
1760	Investment properties - net (Notes 4 and 6 (11))	397,808	4	345,451	3
1840	Deferred tax assets (Note 6 (28))	107,378	1	88,831	1
1920	Refundable deposits	3,832	-	6,084	-
1970	Other long-term investment (net)	810	-	810	-
1975	Net defined benefit asset – non-current (Note 4 and 6 (12))	24,016	-	14,983	-
1980	Other financial assets – non-current (Note 6 (1))	73,771	1	73,475	1
1995	Other non-current assets, others	4,876	-	14,075	-
15xx	Total non-current assets	3,950,006	37	3,834,916	37
1xxx	Total Assets	$10,812,982	100	$10,238,655	100

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Tahsin Industrial Corporation and its subsidiaries
Consolidated Balance Sheets
December 31, 2025 and 2024

Unit: Thousand NTD

Code	Liabilities and equity	December 31, 2025 Amount	%	December 31, 2024 Amount	%
	Current liabilities				
2100	Short-term loans (Note 6 (13))	$109,340	1	$118,503	1
2120	Financial liabilities at fair value through profit or loss, current (Notes 6 and 6 (12))	54	-	-	-
2130	Contract liabilities - current (Note 6 (22))	11,264	-	44,271	-
2150	Notes payable	68,991	1	101,309	1
2170	Accounts payable	35,702	-	58,648	1
2200	Other payables (Note 6 (14))	172,599	2	195,612	2
2220	Other payables- related parties	5,109	-	6,256	-
2230	Current income tax liabilities	19,648	-	23,925	-
2250	Provisions - current (Notes 4 and 6 (15))	8,458	-	8,458	-
2280	Lease liabilities - current (Note 6 (10))	8,732	-	11,931	-
2399	Other current liabilities - others	2,133	-	1,864	-
21xx	Total current liabilities	442,030	4	570,777	5
	Non-current liabilities				
2570	Deferred tax liabilities (Note 6 (28))	187,516	2	199,479	2
2580	Lease liabilities - non-current (Notes 6 (10))	15,695	-	52,216	1
2645	Guarantee deposits received	9,041	-	5,834	-
25xx	Total non-current liabilities	212,252	2	257,529	3
2xxx	Total liabilities	654,282	6	828,306	8
	Equity				
	Equity Attributable to the Shareholders of the Parent Company				
3100	Share capital (Note 4 and 6 (16))	990,990	9	990,990	10
3200	Capital surplus (Note 6 (17))	256,341	2	239,999	2
3300	Retained earnings (Note 6 (18))	7,733,281	72	7,564,645	74
3400	Other equity (Note 6 (19))	1,229,057	12	668,849	7
3500	Treasury shares (Note 6 (20))	(83,230)	(1)	(83,230)	(1)
31xx	Total equity attributable to owners of the parent company	10,126,439	94	9,381,253	92
36xx	Non-controlling interests (Note 6 (21))	32,261	-	29,096	-
3xxx	Total equity	10,158,700	94	9,410,349	92
	Total liabilities and equity	$10,812,982	100	$10,238,655	100

(The accompanying notes are an integral part of the Consolidated Financial Statements.)

Chairman: Wu, Zi-Cong Manager: Chen, Yi-Chien Chief Accountant: Chen,Ming-Je

Tahsin Industrial Corporation and its subsidiaries

Consolidated Statements of Comprehensive Income
For the Years Ended December 31, 2025 and 2024

Unit: Thousand NTD

Code	Items	December 31, 2025 Amount	%	December 31, 2024 Amount	%
4000	Operating revenue (Notes 4 and 6 (22))	$2,282,534	100	$2,147,060	100
5000	Operating Costs (Note 6 (6) (23))	(1,951,102)	(85)	(1,858,012)	(87)
5900	Gross Profit	331,432	15	289,048	13
	Operating expenses (Note 6 (23))				
6100	Marketing expenses	(121,939)	(5)	(119,053)	(6)
6200	Administrative expenses	(236,190)	(11)	(241,026)	(11)
6450	Expected credit losses (benefits)	627	-	(3,961)	-
6000	Total operating expenses	(357,502)	(16)	(364,040)	(17)
6900	Operating profit (loss)	(26,070)	(1)	(74,992)	(4)
	Non-operating income and expenses				
7100	Interest income (Note 6 (24))	74,553	3	85,424	4
7010	Other income (Note 6 (25))	166,715	7	145,890	7
7020	Other gains and losses (Note 6 (26))	(70,862)	(3)	85,548	4
7050	Finance costs (Notes 4 and 6 (27))	(2,315)	-	(2,374)	-
7060	Share of profit (loss) of associates and joint ventures accounted for using equity method	20,235	1	22,524	1
7000	Total non-operating income and expenses	188,326	8	337,012	16
7900	Net profit before tax	162,256	7	262,020	12
7950	Benefit of income tax (expense) (Note 6 (28))	(11,326)	-	(53,123)	(2)
8000	Profit from continuing operations	150,930	7	208,897	10
8200	Profit	150,930	7	208,897	10
	Other comprehensive income (Note 6 (29))				
	Items that will not be reclassified to profit or loss:				
8311	Remeasurement of defined benefit plans (Note 6 (12))	5,366	-	14,613	-
8316	Unrealized valuation profit or loss on investments in equity instruments at fair value through other comprehensive income	1,049,983	46	(945,657)	(44)
8326	Unrealized gains (losses) on investments in equity instruments at fair value through other comprehensive income of affiliated enterprises and joint ventures	(21,008)	(1)	(24,638)	(1)
8310	Components of other comprehensive income that will not be reclassified to profit or loss:	1,034,341	45	(955,682)	(45)
	Items that may be reclassified to profit or loss				
8361	Exchange differences on translating the financial statements of foreign operations	(15,192)	-	30,593	1
8367	Unrealized valuation profit or loss on investment in debt instruments financial assets at fair value through other comprehensive income at FVTOCI	4,843	-	(9,547)	-
8399	Income tax relating to items that may be reclassified subsequently to profit or loss	3,032	-	(5,969)	-
8360	Items that may be reclassified subsequently to profit or loss:	(7,317)	-	15,077	1
8300	Other comprehensive income - net after tax	$1,027,024	45	($940,605)	(44)
8500	Total Comprehensive Income for the Year	$1,177,954	52	($731,708)	(34)
8600	Profit (loss), attributable to:				
8610	Shareholders of the parent company (net income/loss)	$147,732	7	$205,569	10
8620	Non-controlling interests (profit or loss)	3,198	-	3,328	-
		$150,930	7	$208,897	10
8700	Total comprehensive income attributable to:				
8710	Owners of the parent company (consolidated profit and loss)	$1,174,789	52	($735,782)	(34)
8720	Non-controlling interests (consolidated profit and loss)	3,165	-	4,074	-
		$1,177,954	52	($731,708)	(34)
	Earnings Per Share				
9750	Basic earnings per share (NTD) (Note 6 (30))	$1.55		$2.15	
9850	Diluted earnings per share (NTD)	$1.55		$2.15	

(The accompanying notes are an integral part of the Consolidated Financial Statements.)

Chairman: Wu, Zi-Cong Manager: Chen, Yi-Chien Chief Accountant: Chen,Ming-Je

Tahsin Industrial Corporation and its subsidiaries

Consolidated Statements of Changes in Equity
For the Years Ended December 31, 2025 and 2024

Unit: Thousand NTD

	Equity Attributable to the Shareholders of the Parent Company										
			Retained earnings			Other Equity					
	Share capital of common stock	Capital surplus	Legal reserve	Special reserve	Undistributed earnings (or loss to be compensated)	Exchange differences on translating the financial statements of foreign operations	Unrealized valuation (losses) gains from financial assets measured at fair value through other comprehensive income	Treasury stock	Total equity to owners of the parent company	Non-controlling interests	Total Equity
Balance as of January 1, 2024	990,990	221,869	1,570,733	573,800	5,430,517	(87,329)	1,977,050	(83,230)	10,594,400	28,730	10,623,130
Appropriation and distribution of earnings:											
Ordinary cash dividends	-	-	-	-	(495,495)	-	-	-	(495,495)	-	(495,495)
Other changes in capital surplus	-	270	-	-	-	-	-	-	270	-	270
Profit after tax of 2024	-	-	-	-	205,569	-	-	-	205,569	3,328	208,897
Other comprehensive income after tax in 2024	-	-	-	-	14,613	23,878	(979,842)	-	(941,351)	746	(940,605)
Total Comprehensive Income for the Year	-	-	-	-	220,182	23,878	(979,842)	-	(735,782)	4,074	(731,708)
Adjustments of capital surplus for the Company's cash dividends received by subsidiaries	-	17,860	-	-	-	-	-	-	17,860	-	17,860
Increase and decrease in non-controlling interests	-	-	-	-	-	-	-	-	-	(3,708)	(3,708)
Disposals of investments in equity instruments designated at fair value through other comprehensive income	-	-	-	-	264,908	-	(264,908)	-	-	-	-
Balance as of December 31, 2024	$990,990	$239,999	$1,570,733	$573,800	$5,420,112	($63,451)	$732,300	($83,230)	$9,381,253	$29,096	$9,410,349
Balance as of January 1, 2025	990,990	239,999	1,570,733	573,800	5,420,112	(63,451)	732,300	(83,230)	9,381,253	29,096	9,410,349
Appropriation and distribution of earnings:											
Ordinary cash dividends	-	-	-	-	(445,945)	-	-	-	(445,945)	-	(445,945)
Other changes in capital surplus	-	268	-	-	-	-	-	-	268	-	268
Profit after tax of 2025	-	-	-	-	147,732	-	-	-	147,732	3,198	150,930
Other comprehensive income after tax in 2025	-	-	-	-	5,366	(12,127)	1,033,818	-	1,027,057	(33)	1,027,024
Total Comprehensive Income for the Year	-	-	-	-	153,098	(12,127)	1,033,818	-	1,174,789	3,165	1,177,954
Adjustments of capital surplus for the Company's cash dividends received by subsidiaries	-	16,074	-	-	-	-	-	-	16,074	-	16,074
Disposal of equity instruments measured at fair value through other comprehensive income	-	-	-	-	461,483	-	(461,483)	-	-	-	-
Balance as of December 31, 2025	$990,990	$256,341	$1,570,733	$573,800	$5,588,748	($75,578)	$1,304,635	($83,230)	$10,126,439	$32,261	$10,158,700

(The accompanying notes are an integral part of the Consolidated Financial Statements.)

Chairman: Wu, Zi-Cong   Manager: Chen, Yi-Chien   Chief Accountant: Chen,Ming-Je

Tahsin Industrial Corporation and its subsidiaries

Consolidated Statements of Cash Flows
For the Years Ended December 31, 2025 and 2024

Unit: Thousand NTD

Items	December 31, 2025	December 31, 2024
Cash flows from (used in) operating activities		
Net profit before tax	$162,256	$262,020
Adjustments		
Adjustments to reconcile profit (loss)		
Depreciation expenses	96,535	100,276
Expected credit losses (benefits)	(627)	3,961
Net loss (gain) on financial assets or liabilities at fair value through profit or loss	1,150	(1,011)
Interest expenses	2,315	2,374
Interest revenue	(74,553)	(85,424)
Dividend revenue	(112,400)	(109,963)
Share of loss (profit) of associates and joint ventures accounted for using equity method	(20,235)	(22,524)
Loss (gain) on disposal and disposition of property, plant and equipment	649	2,266
Property, plant and equipment reclassified to expense	1,516	-
Loss (gain) on disposal of investments	5,941	-
Loss (gain) on disposal of investments accounted for using equity method	-	(416)
Unrealized exchange loss (gain)	6,187	(11,799)
Other adjustments to reconcile profit (loss)	(977)	270
Total adjustments to reconcile profit (loss)	(94,499)	(121,990)
Changes in operating assets and liabilities		
Changes in operating assets		
Decrease (increase) in notes receivable	9,167	(1,367)
Decrease (increase) in accounts receivable	48,763	(126,406)
Decrease (increase) in accounts receivable - related parties	12,397	(13,212)
Decrease (increase) in other receivables	(1,157)	(173)
Decrease (increase) in other receivables - related parties	336	2
Decrease (increase) in inventories	94,848	3,014
Decrease (increase) in prepayments	(8,078)	(13,162)
Decrease (increase) in other non-current assets	(201)	168
Decrease (increase) in other financial assets	(16,324)	(15,625)
Decrease (increase) in net defined benefit assets	(3,667)	(370)
Total changes in operating assets	136,084	(167,131)
Changes in operating liabilities		
Increase (decrease) in contract liabilities	(33,007)	36,892
Increase (decrease) in notes payable	(32,318)	14,228
Increase (decrease) in accounts payable	(22,946)	19,861
Increase (decrease) in other payables	(25,221)	22,235
Increases (decreases) in other payables to related parties	(1,147)	5,785
Increase (decrease) in other current liabilities	269	453
Increase (decrease) in net defined benefit liabilities	-	(3,354)
Total changes in operating liabilities	(114,370)	96,100
Total changes in operating assets and liabilities	21,714	(71,031)
Total adjustments	(72,785)	(193,021)

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Tahsin Industrial Corporation and its subsidiaries

Consolidated Statements of Cash Flows
For the Years Ended December 31, 2025 and 2024

Unit: Thousand NTD

Items	December 31, 2025	December 31, 2024
Cash inflow (outflow) generated from operations	89,471	68,999
Interest received	$72,398	$83,115
Dividends received	133,060	137,105
Interest paid	(2,326)	(2,426)
Income tax refunded (paid)	(44,095)	(15,248)
Net cash provided by (used in) operating activities	248,508	271,545
Cash flows from (used in) investing activities		
Acquisition of financial assets at fair value through other comprehensive income	(610,775)	(474,675)
Disposal of financial assets at fair value through other comprehensive income	1,106,520	734,762
Acquisition of financial assets at fair value through profit and loss	-	(15,000)
Disposal of investments accounted for using the equity method	-	999
Acquisition of property, plant and equipment	(222,250)	(210,757)
Disposal of property, plant, and equipment	211	3,252
Decrease in refundable deposits	2,252	1,044
Increase in other financial assets	(296)	(2,079)
Decrease in other financial assets	100,000	125,538
Decrease in other non-current assets	9,199	6,761
Net cash flows from (used in) investing activities	384,861	169,845
Cash flows from financing activities		
Decrease in short-term loans	(4,130)	(5,047)
Increase in guarantee deposits received	3,194	-
Decrease in guarantee deposits received	-	(451)
Repayments of principal portion of the lease	(11,406)	(13,152)
Cash dividends paid	(429,871)	(477,635)
Changes in non-controlling interests	-	(3,708)
Net cash provided by (used in) financing activities	(442,213)	(499,993)
Effects of exchange rate changes on the balance of cash and cash equivalents held in foreign currencies	(9,614)	11,598
Net increase (decrease) in cash and cash equivalents	181,542	(47,005)
Cash and cash equivalents at beginning of the period	2,202,455	2,249,460
Cash and cash equivalents at end of period	$2,383,997	$2,202,455

(The accompanying notes are an integral part of the Consolidated Financial Statements.)

Chairman: Wu, Zi-Cong　　Manager: Chen, Yi-Chien　　Chief Accountant: Chen,Ming-Je

Attachment 4

Tahsin Industrial Corporation

Profit Distribution Table

2025

Unit: New Taiwan Dollars (NT$)

Items	Amount
Distributable net profit	
Beginning balance of retained earnings	5,172,365,039
Net Profit of January 1 to December 31, 2025	147,731,964
Re-measurements of defined benefit plans changes for current year	5,365,913
Disposals of investments in equity instruments designated at fair value through other comprehensive income	437,966,489
Disposals by subsidiaries of investments in equity instruments designated at fair value through other comprehensive income	23,516,550
Total	5,786,945,955
Distributable items:	
Cash dividends (NT$2.0 per share) – first half of the year 2025	198,198,000
Cash dividends (NT$ 2.5 per share) - second half of the year 2025	247,747,500
Unappropriated retained earnings at period end	5,341,000,455
Total	5,786,945,955

Notes:

1. The company's earnings distribution shall be given priority to the undistributed earnings in 2024 and 2025.
2. The cash dividend is rounded off to the nearest NT Dollar, with the decimal places removed. The aggregated rounded off amounts shall be recorded as other income of the Company.
3. In accordance with Article 237 of the Company Act, where the legal reserve amounts to the total paid-in capital, it cannot be set aside.

Chairman: Wu, Zi-Cong　　Manager: Chen, Yi-Chien　　Chief Accountant: Chen,Ming-Je

Attachment 5

Corporation

Details of Positions for Lifting Non-compete Limitations on Directors

Director	Name of Company for Concurrent Service	Served
Tah Quan Investment Co., Ltd. WU,ZI-CONG	Tah Chi Enterprise Corporation	Chairman
	Hong Kong Link Fund Co., Ltd.	Chairman
	Tahsin Shoji Co., Ltd	Chairman
HU,PO-YI	HAVE OUR PLASTIC INC. CANADA	Chairman
	TAMERICA PRODUCTS,INC.(T.P.I.)	Chairman
	Tah Fa Investment Co., Ltd.	Chairman
	Tahsin Shoji Co., Ltd	Director
	Putian Dafu Plastic Industry Co., Ltd.	Director
	HOP INDUSTRIAL CORP. U.S.A.	Director
HU,BOR-CHON	Tah Viet Co., Ltd.	Director
	Myanmar Tahsin Industrial Co., Ltd.	Director
	Tah Fu Corporation	Director
	Tahsin Shoji Co., Ltd	Supervisor
Tahsin Chang Investment Co., Ltd HU,PEI-TUAN	Good Harvest Engineering Corp.	Chairman
	Pacific Elite Industries Corp.	Chairman
	HAVE OUR PLASTIC INC. CANADA	Director
	TAMERICA PRODUCTS,INC.(T.P.I.)	Director
	HOP INDUSTRIAL CORP. U.S.A.	Director
Pinfan Investment Co., Ltd. LIU,WAN-CHENG	Tahsin Shoji Co., Ltd	Director
	Tah Viet Co., Ltd.	Director
	Myanmar Tahsin Industrial Co., Ltd.	Director
	Hong Kong Link Fund Co., Ltd.	Director
	HAVE OUR PLASTIC INC. CANADA	Director
	TAMERICA PRODUCTS,INC.(T.P.I.)	Director
Ta Cheng Investment Co., Ltd. LAI,KEN-MIN	None	None