

# ZIG SHENG INDUSTRIAL CO., LTD.



## MINUTES OF 2025 ANNUAL MEETING OF SHAREHOLDERS (Translation)

**Time** : 9:00 a.m., Tuesday, June 10, 2025

**Place** : No. 307, Anhe St., Guanyin Dist., Taoyuan City, Taiwan, R.O.C.  
(Staff activity center of Guanyin factory)

**Meeting Mode** : Physicals Shareholders' Meeting

**Total shares represented by the Shareholders present in person or by proxy** :

292,272,727 shares (including votes casted electronically : 14,195,006 shares)

**Total outstanding shares** : 531,688,380 shares

**Percentage of shares held by Shareholders present in person or by proxy** : 54.97 %.

**The attendance list of the Directors** :

Su, Pat-Huang	Yeh, Tsung-Hao	Hung, Jui-Ting
Ou, Yu-Lun	Lin, Ko-Wu	Sung, Herr-Yeh
Yi Sheng Investment Co., Ltd. (Representative: Su, Cing-Yuan)		

**Attendee** : CPA Chen, Kui-Mei of Crowe (TW) CPAs

**Chairman** : Su, Pat-Huang

**Recorder** : Yen, Chung-Tzu

### I 、 Report the number of shares present and announce the Meeting :

As of 9:00 a.m., the number of shares attended: 292,272,727 shares

The aggregate shareholding of the Shareholders present in person or proxy constituted a quorum, the Chairman called the Meeting to order.

### II 、 Chairman takes chair and remarks : (omitted)

The Annual Meeting of Shareholders officially began.

### III 、 Report Items : The shareholders present had no questions about any of the items reported.

- |  |                   |
|--|-------------------|
| 1. 2024 Business Report  | (as Attachment 1) |
| 2. Audit Committee's Review Report on the 2024 Financial Statements  | (as Attachment 2) |
| 3. Report on the Execution of Employees' Profit Sharing Bonus and Board of Directors' Compensation for the Year 2024 | (as Attachment 3) |
| 4. Report on the 2024 Profit Distribution  | (as Attachment 4) |

#### IV 、 Approval Items

##### **Proposal 1**

Proposal : 2024 Business Report, Financial Statements and Profit Distribution, submit for approval.

Explanation :

1. The 2024 “Parent Company Only Financial Statements” and the “Consolidated Financial Statements” of the Company had been audited by Crowe(TW) CPAs’ CPA Chen, Kui-Mei and CPA Lin, Chin-Lung, and the Audit Committee has examined and completed together with the Business Report and Profit Distribution, and issued the report for record.
2. The 15<sup>th</sup> meeting fo the 19<sup>th</sup> Board of Directors of the Company pass a resolution not to distribute the 2024 profit.
3. Enclose the following data:  

(1) Business Report	( as Attachment 1 )
(2) Parent Company Only Financial Statements	( as Attachment 5 )
(3) Consolidated Financial Statements	( as Attachment 6 )
(4) Profit Distribution Table	( as Attachment 7 )
4. Submitted for approval.

**Resolution :** No questions raised by the shareholders.  
The above proposal was hereby approved as proposed.

Voting results:

Shares represented at the time of voting : 292,272,727 votes

Voting Results		% of the total represented share present
Votes in favor: (Including Electronic voting	286, 667, 484 8, 590, 763)	98. 08 %
Votes against :	350, 996	0. 12 %
Votes invalid :	0	0. 00 %
Votes abstained/no votes :	5, 254, 247	1. 79 %

## V 、 Discussion Items

### Proposal 1

Proposal : Amendment to the “Articles of Incorporation”, submit for discussion.

- Explanation :
1. Pursuant to the amendment to Article 14, Paragraph 6 of the Securities and Exchange Act on August 7, 2024, listed companies should specify in its Articles of Incorporation that a certain percentage of its annual earnings shall be allocated for “salary adjustments” or “compensation distributions” for its non-executive employees to share the results of operations, and the Articles of Incorporation revision should be completed at the 2025 Shareholders' Meeting.
  2. The Company's "Year-end Bonus and Employee Remuneration Payment Method" has been revised and approved in accordance with the Financial Supervisory Commission's letter order and specifies the scope of "non-executive employees".
  3. This revision of Article 26 and Article 28 of the Company's Articles of Incorporation, please see attached a comparison table of the provisions before and after the amendments of the "Articles of Incorporation". (please refer to Attachment 8).
  4. Please discuss.

**Resolution :** No questions raised by the shareholders.  
The above proposal was hereby approved as proposed.

Voting results:

Shares represented at the time of voting : 292,272,727 votes

Voting Results		% of the total represented share present
Votes in favor:	287, 098, 060	98. 22 %
(Including Electronic voting	9, 021, 339)	
Votes against :	371, 501	0. 12 %
Votes invalid :	0	0. 00 %
Votes abstained/no votes :	4, 803, 166	1. 64 %

**Proposal 2**

**Proposal :** Amendment to the “ Procedures for Governing the Acquisition and Disposal of Assets” of the Company, submit for discussion.

- Explanation :**
- 1 According to the regulations promulgated by the Financial Supervisory Commission, we revise some provisions of the Company’s " Procedures for Governing the Acquisition and Disposal of Assets ".
  - 2 Please see attached a comparison table of the provisions before and after amendment of the " Procedures for Governing the Acquisition and Disposal of Assets " (please refer to Attachment 9).
  - 3 Please discuss.

**Resolution :** No questions raised by the shareholders.  
The above proposal was hereby approved as proposed.

Voting results:

Shares represented at the time of voting : 292,272,727 votes

Voting Results		% of the total represented share present
Votes in favor:	282, 554, 943	96. 67 %
(Including Electronic voting	4, 478, 222)	
Votes against :	4, 891, 100	1. 67 %
Votes invalid :	0	0. 00 %
Votes abstained/no votes :	4, 826, 684	1. 65 %

## VI 、 Election Items :

### Proposal 1

Proposal : The 20th session Election of Directors.  
Election of 9 Directors (including 3 Independent Directors) .

- Explanation :
1. The Board of Directors of the Company will expire on June 7, 2025. It is planned to hold a comprehensive re-election at this Annual Meeting of Shareholders. The election will adopt a single-ballot cumulative voting system in accordance with The “Procedures for Election of Directors” of the Company.
  2. The 20th Board of Directors election of the Company shall elect 9 Directors (including 3 Independent Directors), and the term of the Directors shall be three years, from June 10, 2025 to June 9, 2028. In accordance with the provisions of the Company's Articles of Incorporation, the election of Directors shall adopt the candidate nomination system stipulated in Article 192 of the Company Act, and the Shareholders shall select the Directors from the list of Director candidates of the Company.
  3. The Company did not receive any stock nominations during the period of accepting Shareholder nominations.  
On April 18, 2025, the Board of Directors approved the list of Director candidates (including Independent Directors). The original nominated Chairman, Mr. Yeh, Sou-Tsun, was a candidate for Director. Unfortunately, he passed away on April 21, 2025. The Company changed the candidates at the 17th meeting of the 19th Board of Directors on April 23, 2025.
  4. The Nomination List of the 20th Board of Directors of the Company and their education, experience and other relevant information are as follows.
  5. Please vote.

**Resolution :** The list of elected Directors and their elected rights as follows:

Voting results:

Shares represented at the time of voting : 4,785,195,420 votes

Type	Name	Received Votes
Director	SU, PAT-HUANG	674,427,069
Director	YEH, TSUNG-HAO	326,440,228
Director	HUNG, JUI-TING	256,648,160
Director	YEH, PI-LU	387,296,961
Director	YI SHENG INVESTMENT CO., LTD.	411,639,835
Director	LAURE INTELLECT CORP.	161,305,289
Independent Director	OU, YU-LUN	124,359,187
Independent Director	LIN, KO-WU	115,026,886
Independent Director	SUNG, HERR-YEH	114,110,951

## Zig Sheng Industrial Co., Ltd.

### Nomination List of Directors (including Independent Directors)

Type	Name	Education	Experience	Present Employment
Director	SU, PAT-HUANG	Institute of Industrial Engineering, National Taiwan University	<ul style="list-style-type: none"> <li>• Director and President of Zig Sheng Industrial Co. Ltd. (current)</li> <li>• Chairman of Taiwan Man-Made Fiber Industries Association</li> <li>• Vice Chairman of Taiwan Textile Federation (current)</li> <li>• Director of Taiwan Plastic Materials Industry Association (current)</li> <li>• Director of Eclat Textile Co., Ltd. (current)</li> <li>• Director of Lily Textile Co., Ltd. (current)</li> <li>• Independent Director of Yeedex Electronic Corporation (current)</li> <li>• Supervisor of ABICO Asia Capital Corporation</li> </ul>	<p>New Chairman and President of the Company</p> <p>Vice Chairman of Taiwan Textile Federation</p> <p>Director of Taiwan Plastic Materials Industry Association</p>
Director	YEH, TSUNG-HAO	Finance, University of Southern California	<ul style="list-style-type: none"> <li>• Director and Vice President of Zig Sheng Industrial Co. Ltd. (current)</li> <li>• Representative of the corp. Supervisor of ABICO Asia Capital Corporation</li> </ul>	Director and Vice President of Chemical Materials Business Division of the Company
Director	HUNG, JUI-TING	National Tsing Hua University, Master of Materials Science and Engineering, University of Florida	<ul style="list-style-type: none"> <li>• Director and President of Eclat Textile Co., Ltd. (current)</li> <li>• Director of Zig Sheng Industrial Co. Ltd. (current)</li> <li>• Director of Titan Sport Tech Co., Ltd. (current)</li> </ul>	<p>Director and President of Eclat Textile Co., Ltd.</p> <p>Director of the Company</p>
Director	YEH, PI-LU	Master of Business Administration, National Chengchi University	<ul style="list-style-type: none"> <li>• Vice President of Fiber Business Division of Zig Sheng Industrial Co. Ltd. (current)</li> <li>Associate / Business Manager of Zig Sheng Industrial Co., Ltd.</li> </ul>	Vice President of Fiber Business Division of Zig Sheng Industrial Co., Ltd.
Director	YI SHENG INVESTMENT CO., LTD.	----	<ul style="list-style-type: none"> <li>• Director of Zig Sheng Industrial Co. Ltd. (current)</li> </ul>	----
Director	LAURE INTELLECT CORP.	----	<ul style="list-style-type: none"> <li>• Director of Zig Sheng Industrial Co. Ltd. (current)</li> </ul>	----

Type	Name	Education	Experience	Present Employment
Independent Director	OU, YU-LUN	Faculty of Law, National Taiwan University	<ul style="list-style-type: none"> <li>• Practicing Lawyer at Li Yang Law Firm (current)</li> <li>• Judge at the Shilin District Court</li> <li>• Court Summary Judge at the Taipei District Court</li> <li>• Arbiter at the Chinese Arbitration Association, Taipei</li> <li>• Independent Director, Audit Committee and member of Remuneration Committee of Zig Sheng Industrial Co., Ltd. (current)</li> <li>• Independent Director of Lealea Enterprise Co., Ltd. (current)</li> <li>• Supervisor of Car Quality Automotive Co., Ltd. (current)</li> <li>• Independent Director of Carbon-Based Technology Inc. (current)</li> </ul>	<p>Practicing Lawyer at Li Yang Law Firm</p> <p>Independent Director, Audit Committee and member of Remuneration Committee of the Company</p>
Independent Director	LIN, KO-WU	Department of Accounting, National Chung Hsing University	<ul style="list-style-type: none"> <li>• Director at First United Accounting Firm</li> <li>• Independent Director, Audit Committee and member of Remuneration Committee of Zig Sheng Industrial Co., Ltd. (current)</li> <li>• Independent director of Tah Hsin Industrial Corporation (current)</li> <li>• Independent Director of The Landis Taipei Hotel Co., Ltd. (current)</li> </ul>	Independent Director, Audit Committee and member of Remuneration Committee of the Company
Independent Director	SUNG, HERR-YEH	Department of Economics, University of Southern California	<ul style="list-style-type: none"> <li>• Chairman of Allis Electric Co., Ltd. (current)</li> <li>• Legal Person Director representative of Allis Electric Co., Ltd. (current)</li> <li>• Independent Director, Audit Committee and member of Remuneration Committee of Zig Sheng Industrial Co., Ltd. (current)</li> <li>• Legal Person Director representative of Empower Technology Co., Ltd. (current)</li> <li>• Legal Person Director representative of Allis Communications Co., Ltd. (current)</li> <li>• Legal Person Director representative of Nissin-Allis Electric Co., Ltd. (current)</li> <li>• Legal Person Director representative of Nissin Allis Union Ion Equipment Co., Ltd. (current)</li> </ul>	<p>Chairman of Allis Electric Co., Ltd.</p> <p>Independent Director, Audit Committee and member of Remuneration Committee of the Company</p>

## VII 、 Other Proposals

### Proposal 1

**Proposal :** Proposal for Release the Prohibition on newly-elected Directors from Participation in Competitive Business.

**Explanation :**

1. According to 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 at the Shareholders' Meeting the essentials of such an act and seek its approval.
2. If the newly-elected Directors and his representative engage in any non-competition behavior as stipulated in Article 209 of the Company Act, it is intended to request the Shareholders' Meeting to agree to lift the non-competition restriction from the date of his appointment, provided that it does not harm the interests of the Company.
3. The list of requested for approval as follows:

Type	Name	Other Company name and Title	Business Scope
Director	SU, PAT-HUANG	<ul style="list-style-type: none"><li>• Vice Chairman of Taiwan Textile Federation</li><li>• Director of Taiwan Plastic Materials Industry Association</li><li>• Director of Eclat Textile Co., Ltd.</li></ul>	<ul style="list-style-type: none"><li>• Elastic knitted fabric, Wearing apparel</li></ul>
Director	HUNG, JUI-TING	<ul style="list-style-type: none"><li>• Director and President of Eclat Textile Co., Ltd.</li></ul>	<ul style="list-style-type: none"><li>• Elastic knitted fabric, Wearing apparel</li></ul>
Independent Director	OU, YU-LUN	<ul style="list-style-type: none"><li>• Independent Director of Lealea Enterprise Co., Ltd.</li></ul>	<ul style="list-style-type: none"><li>• Polyester Textured yarn, Polyester POY, Polyester Chips</li></ul>

**Resolution :** No questions raised by the shareholders.  
The above proposal was hereby approved as proposed.

Voting results:

Shares represented at the time of voting : 292,272,727 votes

Voting Results		% of the total represented share present
Votes in favor:	286, 032, 886	97. 86 %
(Including Electronic voting	7, 956, 165)	
Votes against :	1, 429, 414	0. 48 %
Votes invalid :	0	0. 00 %
Votes abstained/no votes :	4, 810, 427	1. 64 %

**VIII 、 Extemporary Motion :** None

**IX 、 Meeting Adjourned :** The Chairman adjourned the Meeting at 9:28 a.m.



## Attachment 1 2024 Business Report

1. 2024 Business Report (as follows)
2. As of December 31, 2024, the Company did not endorse and guarantee any enterprise, nor did it lend funds to shareholders or any other person.

### ZIG SHENG INDUSTRIAL CO., LTD.

#### 2024 Business Report

#### I . Introduction

Compared to the high inflation and high interest rates of the global economy in 2023, inflation worldwide has gradually eased in 2024. European countries and the United States have begun cutting interest rates, while China has introduced a series of economic stimulus measures. As brand owners gradually clear their inventories, industry operations and order patterns are going back to normal. However, geopolitical tensions have continued to escalate, with the U.S.-China tariff war has disrupted global supply chains and China expanding production capacity has led to dumping. This fierce competition has significantly impacted profitability. At the same time, substantial increases in electricity and natural gas prices in Taiwan are squeezing profit margins.

Despite these challenges, Zig Sheng continues to drive the company forward, improving product quality, gross margins, and adjusting operational strategies. With a spirit of diligence and pragmatism, we remain committed to collaborating with our customers and partners to develop high-value, niche products. We are confident in creating significant value for our stakeholders in 2025.

#### II . Business Performance

Compared to 2023, Zig Sheng's revenue increased by 22%, total amount to NT\$9.4 billion. However, due to significant electricity price soars, a slowdown in global economic growth, and a decline in nylon raw material prices, the company recorded a net operating loss of NT\$263 million. The loss before tax was NT\$18 million, while the net profit after tax was NT\$5.25 million. The ratio of liabilities to assets: 42.69%, and the net value per share was NT\$11.9 and overall financial structure remains strong and stable.

Unit : NT\$ thousand

Analysis Item / Year (Parent Company Only)	2024	2023	Increase (Decrease) Amount	Change Ratio %
Operating Revenue	9,418,266	7,725,525	1,692,741	21.9%
Gross Profit (Loss)	136,806	(154,025)	290,831	188.8%
Operating Expenses	400,397	357,964	42,433	11.9%
Net Operating Loss	(263,591)	(511,989)	(248,398)	(48.5%)
Loss Before Tax	(18,569)	(301,958)	(283,389)	(93.9%)
Net Profit (Loss) After Tax	5,250	(240,156)	245,406	102.2%

<b>Financial Analysis (Parent Company Only)</b>		<b>2024</b>	<b>2023</b>
Liabilities to Assets Ratio	(%)	42.69	38.82
Current Ratio	(%)	186.17	163.18
Quick Ratio	(%)	96.05	89.84
AR Collection Period	(Days)	47	52
Gross Profit Margin	(%)	1.45	(1.99)
Net Value Per Share	(NTD / Share)	11.9	11.9

### III. Operating Strategy

#### 1. Sustainable Development

- (1) In response of Net-Zero Emissions by 2050 policy, the FSC has set a timeline for listed companies to disclose their greenhouse gas (GHG) inventory information. Our company has completed this process ahead of schedule as follows :

<b>GHG Inventory Timeline</b>		<b>FSC Scheduled Timeline</b>	<b>Company Completion Timeline</b>
Single Company	Inventory	December of 2025	January of 2023
	Verification	December of 2027	April of 2023
Subsidiaries in Consolidated Financial Statements	Inventory	December of 2026	January of 2024
	Verification	December of 2028	April of 2024

- (2) Our company continues to implement net-zero transition strategy, with the following achievements in 2024:

- ① Process Improvement: Upgraded to high-efficiency energy-saving equipment and implemented energy conservation and carbon reduction measures, saving 2.77 million kWh of electricity and reducing 1,368 tons of CO<sub>2</sub>e emissions in 2024.
- ② Energy Transition:
  - Solar power generation reached 3.78 million kWh, reducing 1,868 tons of CO<sub>2</sub>e emissions.
  - Transitioned boilers from coal to natural gas, reducing 8,554 tons of CO<sub>2</sub>e emissions
- ③ Circular Economy: Produced green products, reducing 17,140 tons of CO<sub>2</sub>e emissions.

#### 2. Product Research and Development

Our company remains committed to technological innovation, developing high-value-added fiber materials and products. By integrating fashion, function, and environmentally friendly, we challenge ourselves to push the boundaries of innovation. In 2024, we achieved significant progress in many fields:

- (1) Development of high-end PA66 fibers for apparel : We successfully developed premium-quality nylon 6.6 fiber for high-end apparel applications, achieving a 99% yield rate in the production of 40D nylon textured yarn, which is much better than market standards.

- (2) Development of PA66 polymer in industrial yarn for hook and loop : The production efficiency is nice and good dyeability. This product earned positive feedback from customers.
- (3) Development of differentiated Cross-Section Nylon Filaments : We successfully developed low-denier, high thread count nylon textured yarn with differentiated cross-section. This applied in premium sportswear.
- (4) Development of eco-friendly, high thread count, low-denier polyester yarn : Both 30D and 20D can be produced in our plants and applied in high-end elastic knitted fabrics.
- (5) Development of energy-saving, high thread count PP yarn : This kind of fiber is warmer than cotton, moisture managing and fresh. Previously, these fibers were supplied exclusively by European manufacturers; a major breakthrough has been achieved by our company. Now we can widely apply in sportswear. Available specifications include 75/72 and 50/48.
- (6) AI-driven Production Optimization : We have independently developed smart manufacturing technology by incorporating artificial intelligence (AI) to optimize production. Through data analysis and automation, our system continuously learns to monitor product quality, reduce production errors, and enhance product consistency

In the future, Zig Sheng will give priority in technology innovation and quality first; collaborate with our customers to provide better products and services.

### 3. Production and Sales Management:

#### (1) Fiber Division

- ① Expanding PA66 in products in sportswear market : Recently, emerging sports brands have leveraged e-commerce, social media, and digital advertising while investing in innovative designs to swiftly establish reputation in highly competitive markets. These brands demand higher quality and more stylish designs. Our PA66 products for apparel been recognized by customers and with our expertise in processing various fiber materials, we are confident in our ability to keep up with fashion trends and collaborate with clients to develop functional fabrics that combine performance with style.
- ② Introducing smart manufacturing : Enhancing AI and AOI in production processes and quality control systems to reduce labor requirements, improve inspection efficiency, and increase accuracy.
- ③ Strengthening process capabilities: As global synthetic fiber production capacity continues to expand and brand customers impose increasingly stringent quality requirements, enhancing process capabilities is of paramount importance. It is crucial to refine the management of personnel, machinery, materials, methods, and the environment to ensure product quality consistency.

#### (2) Chemicals Materials Division

China's nylon industry chain continues to expand the capacity, price of CPL dropped from \$1,720 per ton to \$1,350 per ton in 2024, resulting in inventory and product price losses. Moving forward, the company will prioritize local production and nearshore procurement of key raw materials to reduce inventory risks.

The production and sales strategy will be based on order-based manufacturing, adjusting product mixes across production lines to achieve optimal

efficiency and avoid excessive finished goods inventory that could lead to losses. In response to international resistance to Chinese exports, our company leverages its diverse product portfolio and strong reputation. Under the "de-China" trend, many international manufacturers are increasing their raw material procurement from us.

Our nylon 66 polymer plant successfully began production in 2024. We will focus on diversifying nylon 66 product line, not only boosting sales of injection-grade materials but also strengthening wide variety of specialty compound products with UL safety certifications. These efforts will make supply chain more comprehensive and improve our competitiveness in the market..

#### **IV. Future Prospects**

Looking ahead, it seems that Russia-Ukraine war and the Israel-Palestine conflict is easing, however the trade war is escalating rapidly. Taiwanese garment manufacturers are diversifying their production bases and shifting operations to Southeast Asia to mitigate tariff risks. But the production of high-end fabrics remains rooted in Taiwan, the clustering advantages of Taiwan's upstream, midstream, and downstream industries, reliable lead time makes us the crucial partner for international brands.

Our company will continue integrating industrial resources, focusing on high-quality production to develop high-value and differentiated products. We will work closely with our customers to drive innovation and expand our market reach. As always, we remain committed to quality, talent development, and maximizing value for our customers, employees, and shareholders while striving for a sustainable future. We sincerely appreciate the support and encouragement of our shareholders.

Finally, wishing you all health, happiness.

#### **Attachment 2 Audit Committee's Review Report**

##### **Zig Sheng Industrial Co., Ltd.**

##### **Audit Committee's Review Report**

The Board of Directors of the Company has prepared and submitted the "Consolidated Financial Statements" and "Parent Company Only Financial Statements" of year 2024, which has been verified and signed by CPA Chen, Kui Mei and Lin, Chin Lung of Crowe (TW) CPAs. Together with the Business Report and the Distribution of Profits, the Audit Committee finds that there is no discrepancy. Therefore, the Board of Directors of the Company has prepared a report in accordance with the provisions of the "Securities and Exchange Act" and the "Company Act" for inspection.

To the 2025 Annual Meeting of Shareholders of Zig Sheng Industrial Co., Ltd.

Zig Sheng Industrial Co., Ltd.

The Convener of the Audit Committee: Ou, Yu-Lun

Date : March 7, 2025

### **Attachment 3 Report on the Execution of Employees' Profit Sharing Bonus and Board of Directors' Compensation for the Year 2024**

Explanation :

1. According to the provisions of Article 26 of the Articles of Incorporation of the Company,  
【2% of profit of the current year should be distributed as employees' compensation and not more than 3% of profit of the current year should be distributed as Directors' remuneration in the case where there are profits for the current year. However, the Company's accumulated losses shall have been covered.】
2. As approved by the 15th meeting of the 19th Board of Directors of the Company, no remuneration will be paid to employees (all employees including managerial officers) and directors in 2024.

### **Attachment 4 Report on the 2024 Profit Distribution**

Explanation :

1. The Company's Net Profit after tax for 2024 is NT\$5,250,512. After adding the Remeasurements of defined benefit plan recognized in retained earnings of NT\$1,183,954 and setting aside 10% of the Legal Reserve, the distributable surplus for 2024 is NT\$5,791,020.
2. The 15th meeting of the 19th session of the Board of Directors of the Company passed a resolution that the profit for 2024 will not be distributed. The 2024 Profit Distribution was submitted in the Proposal 1 of Approval Items.

## Attachment 5. Parent Company Only Financial Statements

### **Independent Auditors' Report**

To: Zig Sheng Industrial Co., Ltd.

#### **Opinion**

We have audited the parent company only financial statements of Zig Sheng Industrial Co., Ltd. (the "Company"), which comprise the parent company only balance sheets as of December 31, 2024 and 2023, the parent company only statements of comprehensive income, parent company only statements of changes in equity, and parent company only statements of cash flows for the years ended December 31, 2024 and 2023, and notes to the parent company only financial statements, including a summary of significant accounting policies (together "Parent Company Only Financial Statements").

In our opinion, the accompanying Parent Company Only Financial Statements present fairly, in all material respects, the financial position of the Company as of December 31, 2024 and 2023, its financial performance and its cash flows for the years then ended in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers.

#### **Basis for Opinion**

We conducted our audits in accordance with the Regulations Governing Auditing and Attestation of Financial Statements by Certified Public Accountants and auditing standards of the Republic of China. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Parent Company Only Financial Statements section of our report. We are independent of the Company in accordance with the Code of Professional Ethics for Certified Public Accountant of the Republic of China (the "Code") and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide 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 for the year ended December 31, 2024. These matters were addressed in the context of our audit of the Parent Company Only Financial Statements as a whole and, in forming our opinion thereon; we do not provide a separate opinion on these matters.

Key audit matters for the Parent Company Only Financial Statements for the year ended December 31, 2024 are stated as follows:

### Revenue recognition

Revenue generation is a fundamental business activity of an enterprise as a going concern, it is crucial to the operating performance of an enterprise. Due to ubiquitous pressure of achieving projected financial or sales targets by management, revenue recognition is considered to have higher fraudulent risk by the auditing standards. Therefore, we list the timing of transfer of risks and rewards of sold products and the recognition of sales revenue as one of the key audit matters.

For the accounting policies regarding revenue recognition, please refer to Note 4.31 of the Parent Company Only Financial Statements; for illustration to the revenue items, please refer to disclosure in Note 6.31 of the Parent Company Only Financial Statements.

Our key audit procedures performed in respect of the above area included the following:

1. Tested the effectiveness of the Company's design and implementation of its internal controls over sales and receivable cycles, evaluated the appropriateness of revenue recognition on a test basis.
2. Understood the categories and specifications of products sold to top ten clients, evaluated the reasonableness of the sales revenue and receivables turnover (days) and analyzed if there is any abnormality.
3. Evaluated the accuracy of the timing of transfer of risks and rewards of sold products and the recognition of sales revenue by selecting and testing a sample of sales transactions before and after the shipment cut-off date.

### Valuation of inventories

The main inventories of the Company are Polyester Fully Oriented Yarn, Caprolactam and the related products and are measured using lower of cost or net realizable value. Due to rapid changes in the industry where the Company resides, the sales prices of the Company's products are easily affected by the prices of international raw materials and may fluctuate drastically. This leads to risk that the inventory costs may exceed their net realizable value and resulted in slow-moving or obsolete inventories. And since the Company's management, through assessment of respective outside evidence, is relied to perform the subsequent measurements and recognition, we list inventory valuation as one of the key audit matters.

For the accounting policies regarding inventories, please refer to Note 4.14 of the Parent Company Only Financial Statements; for illustration to the inventory items, please refer to disclosure in Note 6.6 of the Parent Company Only Financial Statements. Our key audit procedures performed in respect of the above area included the following:

1. Based on the understanding of the Company's operations and nature of the industry, assessed the reasonableness of the policies and procedures adopted for recording allowance to reduce inventory to market.
2. Reviewed inventory aging reports, analyzed changes in the inventory aging and assessed whether or not the subsequent measurements were performed according to the accounting policies.
3. Understood and assessed the reasonableness of the basis of net realizable value used by the management, selected samples and agreed to the relating supporting documents to test the accuracy of the amounts, then evaluated whether or not the management's disclosures regarding the subsequent measurements of inventories were appropriate.

## **Responsibilities of Management and Those Charged with Governance for the Parent Company Only Financial Statements**

Management is responsible for preparation and fair presentation of the Parent Company Only Financial Statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and for such internal control as management determines necessary to enable the preparation of Parent Company Only Financial Statements that are free from material misstatement, whether due to fraud or error.

In preparing the Parent Company Only Financial Statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company, to cease operations, or has no realistic alternative but to do so.

Those charged with governance, including members of the Audit Committee, are responsible for overseeing the Company's financial reporting process.

## **Auditors' 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 misstatement, 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 of the Republic of China will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Parent Company Only Financial Statements.

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

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



5. Evaluate the overall presentation, structure and content of the Parent Company Only Financial Statements, including the disclosures, and whether the Parent Company Only Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.
6. Obtain sufficient and appropriate audit evidence regarding the financial information of the entities or business activities within the Company to express an opinion on the Parent Company Only Financial Statements. We are responsible for the guidance, supervision and performance for the audit of the Company. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned audit scope, timing of the audit and significant audit findings, including any significant deficiencies in internal control that we have identified 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 affect our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the Parent Company Only Financial Statements for the year ended December 31, 2024 and are therefore the key audit matters. We describe these matters in our auditors' report unless the laws or regulations preclude public disclosure on the matter or when, in extremely rare circumstances, we determine that the matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to be greater than the additional benefits brought to the public from such communication.

The engagement partners on the audit resulting in this independent auditors' report are Chen, Kui-Mei and Lin, Chih-Lung.

Crowe (TW) CPAs  
Taipei, Taiwan  
Republic of China

March 7, 2025

Notice to Readers

*The accompanying Parent Company Only Financial Statements are intended only to present the Parent Company Only financial position, financial performance and cash flows in accordance with 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 Parent Company Only Financial Statements are those generally applied in the Republic of China.*

*For the convenience of readers, the independent auditors' report and the accompanying Parent Company Only Financial Statements have been translated into English from the original Chinese version prepared and used in the Republic of China. If there is any conflict between the English version and the original Chinese version or any difference in the interpretation of the two versions, the Chinese-language independent auditors' report and Parent Company Only Financial Statements shall prevail.*

Zig Sheng Industrial Co., Ltd.  
Parent Company Only Balance Sheets  
As of December 31, 2024 and 2023

		In Thousands of New Taiwan Dollars			
Code	Assets	December 31, 2024		December 31, 2023	
		Amount	%	Amount	%
	Current Assets				
1100	Cash and cash equivalents (Note 6.1)	\$ 112,547	1	\$ 120,678	1
1110	Financial assets at FVTPL – current (Note 6.2)	961,158	9	721,420	7
1150	Notes receivable, net (Note 6.3)	39,679	–	102,957	1
1170	Accounts receivable, net (Note 6.4)	1,002,437	9	1,217,162	12
1180	Accounts receivable - related parties, net (Note 6.4,7)	26,409	–	40,910	1
1200	Other receivables (Note 6.5)	25,992	–	10,877	–
1220	Current-period income tax assets	39	–	25	–
130x	Inventories (Note 6.6)	1,995,353	19	1,783,595	17
1410	Prepayments (Note 6.7)	38,964	–	41,967	1
1470	Other current assets - other (Note 6.8)	–	–	22,228	–
11xx	Total current assets	4,202,578	38	4,061,819	40
	Noncurrent Assets				
1517	Financial assets at FVTOCI – noncurrent (Note 6.9)	175,566	2	180,826	2
1550	Investments accounted for using equity method (Note 6.10)	29,729	–	26,816	–
1600	Property, plant and equipment (Note 6.11)	4,587,607	42	4,757,528	46
1755	Right-of-use assets (Note 6.12)	99,105	1	109,730	1
1760	Investment properties, net (Note 6.13)	982,558	9	830,491	8
1780	Intangible assets (Note 6.14)	3,094	–	4,301	–
1840	Deferred income tax assets (Note 6.38)	165,042	1	140,159	1
1915	Prepayments for equipment	700,035	7	131,608	1
1920	Refundable deposits (Note 6.15)	11,015	–	18,296	–
1990	Other noncurrent assets – other (Note 6.16)	51,203	–	46,934	1
15xx	Total noncurrent assets	6,804,954	62	6,246,689	60
1xxx	Total Assets	\$ 11,007,532	100	\$ 10,308,508	100

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Code	Liabilities and Equity	December 31, 2024		December 31, 2023	
		Amount	%	Amount	%
	Current Liabilities				
2100	Short-term borrowings (Note 6.17)	\$ 1, 285, 000	13	\$ 910, 000	9
2110	Short-term notes and bills payable (Note 6.18)	–	–	579, 909	6
2120	Financial liabilities at FVTPL – current (Note 6.19)	–	–	384	–
2130	Contractual liabilities – current (Note 6.31)	26, 350	–	31, 223	–
2150	Notes payable (Note 6.20)	112, 413	1	174, 111	2
2170	Accounts payable (Note 6.20)	522, 598	5	466, 950	4
2180	Accounts payable - related parties (Note 7)	75	–	126	–
2200	Other payables (Note 6.21)	264, 090	2	281, 707	3
2220	Other payables - related parties (Note 7)	102	–	64	–
2250	Provisions - current (Note 6.22)	32, 449	–	28, 988	–
2280	Lease liabilities - current (Note 6.12)	12, 603	–	12, 264	–
2300	Other current liabilities – other (Note 6.23)	1, 730	–	3, 446	–
21xx	Total current liabilities	2, 257, 410	21	2, 489, 172	24
	Noncurrent Liabilities				
2540	Long-term borrowings (Note 6.24)	2, 153, 000	19	1, 200, 000	12
2570	Deferred income tax liabilities (Note 6.38)	138, 754	1	137, 395	1
2580	Lease liabilities - noncurrent (Note 6.12)	90, 035	1	100, 367	1
2640	Net defined benefit liability - noncurrent (Note 6.25)	40, 319	1	57, 808	1
2645	Guarantee deposits received (Note 6.26)	19, 684	–	17, 410	–
25xx	Total noncurrent liabilities	2, 441, 792	22	1, 512, 980	15
2xxx	Total Liabilities	4, 699, 202	43	4, 002, 152	39
	Equity				
3100	Share capital (Note 6.27)				
3110	Common shares	5, 316, 884	49	5, 316, 884	52
3200	Capital surplus (Note 6.28)	346, 546	3	346, 343	3
	Retained earnings (Note 6.29)				
3310	Legal reserve	268, 411	2	341, 448	3
3320	Special reserve	321, 614	3	321, 614	3
3350	Unappropriated retained earnings (accumulated deficit)	6, 434	–	( 73, 037)	( 1)
3300	Total retained earnings	596, 459	5	590, 025	5
	Other equity interest (Note 6.30)				
3410	Exchange differences on translation of financial statement of foreign operations	( 234)	–	( 967)	–
3420	Unrealized gains or losses on financial assets at FVTOCI (Note 6.9)	48, 675	–	54, 071	1
3400	Total other equity interest	48, 441	–	53, 104	1
3xxx	Total Equity	6, 308, 330	57	6, 306, 356	61
	Total Liabilities and Equity	\$ 11, 007, 532	100	\$ 10, 308, 508	100

(The accompanying notes form an integral part of the parent company only financial statements)

Zig Sheng Industrial Co., Ltd.  
Parent Company Only Statements of Comprehensive Income  
For the Years Ended December 31, 2024 and 2023

		In Thousands of New Taiwan Dollars			
Code	Item	2024.1.1~2024.12.31		2023.1.1~2023.12.31	
		Amount	%	Amount	%
4000	Operating revenue (Note 6.31)	\$ 9,418,266	100	\$ 7,725,525	100
5000	Operating costs (Note 6.6)	( 9,282,451)	( 99)	( 7,878,484)	( 102)
5900	Gross profit (loss) from operations	135,815	1	( 152,959)	( 2)
5910	Unrealized sales benefit (loss)	( 496)	-	( 1,487)	-
5920	Realized sales benefit (loss)	1,487	-	421	-
5950	Gross profit (loss) from operations - net	136,806	1	( 154,025)	( 2)
	Operating expenses (Note 6.36)				
6100	Selling expenses	( 260,912)	( 3)	( 203,300)	( 3)
6200	Administrative expenses	( 93,399)	( 1)	( 93,585)	( 1)
6300	Research and development expenses	( 46,086)	-	( 61,079)	( 1)
6000	Total operating expenses	( 400,397)	( 4)	( 357,964)	( 5)
6900	NET OPERATING INCOME (LOSS)	( 263,591)	( 3)	( 511,989)	( 7)
	Non-operating income and expenses				
7100	Interest income (Note 6.32)	469	-	241	-
7010	Other income (Note 6.33)	149,107	2	267,239	3
7020	Other gains and losses (Note 6.34)	135,006	1	( 21,930)	-
7050	Finance costs (Note 6.35)	( 38,782)	-	( 36,538)	-
7070	Share of profit (loss) of subsidiaries, associates and joint ventures accounted for using equity method (Note 6.10)	( 778)	-	1,019	-
7000	Total non-operating income and expenses	245,022	3	210,031	3
7900	INCOME (LOSS) BEFORE INCOME TAX FROM CONTINUING OPERATIONS	( 18,569)	-	( 301,958)	( 4)
7950	INCOME TAX BENEFIT (EXPENSE) (Note 6.38)	23,819	-	61,802	1
8200	NET INCOME (LOSS)	5,250	-	( 240,156)	( 3)
	OTHER COMPREHENSIVE INCOME (LOSS)				
	Items that will not be reclassified to profit or loss:				
8311	Remeasurements of defined benefit plan (Note 6.25)	1,480	-	1,697	-
8316	Unrealized gain on investments in equity instruments at fair value through other comprehensive income (Note 6.9)	( 5,396)	-	9,115	-
8349	Income tax related to items that will not be reclassified (Note 6.38)	( 296)	-	( 339)	-
8310	Total items that will not be reclassified to profit or loss	( 4,212)	-	10,473	-
	Total items that may be reclassified subsequently to profit or loss				
8361	Exchange differences on translation of financial statement of foreign operations (Note 6.10)	733	-	( 543)	-
8360	Total items that may be reclassified subsequently to profit or loss	733	-	( 543)	-
8300	Other comprehensive income (loss), net	( 3,479)	-	9,930	-
8500	TOTAL COMPREHENSIVE INCOME (LOSS) FOR THE YEAR	\$ 1,771	-	(\$ 230,226)	( 3)
	EARNINGS PER SHARE				
9750	Basic earnings (loss) per share (Note 6.39)	\$ 0.01		(\$ 0.45)	

(The accompanying notes form an integral part of the parent company only financial statements)

Zig Sheng Industrial Co., Ltd.  
Parent Company Only Statements of Changes in Equity  
For the Years Ended December 31, 2024 and 2023

In Thousands of New Taiwan Dollars

Code	Item	Share Capital - Common Shares	Capital Surplus	Retained Earnings		Unappropriated retained earnings (accumulated deficit)	Other Equity		Total Equity
				Legal reserve	Special reserve		Exchange differences from translation of foreign operations	Unrealized gains or losses on financial assets at FVTOCI	
A1	Balance on January 1, 2023	\$ 5,316,884	\$ 399,133	\$ 341,448	\$ 321,614	\$ 169,079	(\$ 424)	\$ 41,638	\$ 6,589,372
	Appropriation and distribution of earnings:								
C15	Distribute cash dividend with capital surplus	-	( 53,169)	-	-	-	-	-	( 53,169)
C17	Unclaimed overdue dividends of shareholders	-	379	-	-	-	-	-	379
D1	Net loss for 2023	-	-	-	-	( 240,156)	-	-	( 240,156)
D3	Other comprehensive income for 2023	-	-	-	-	1,358	( 543)	9,115	9,930
D5	Total comprehensive income for 2023	-	-	-	-	( 238,798)	( 543)	9,115	( 230,226)
Q1	Disposal of equity instruments measured at FVTOCI	-	-	-	-	( 3,318)	-	3,318	-
Z1	Balance on December 31, 2023	\$ 5,316,884	\$ 346,343	\$ 341,448	\$ 321,614	(\$ 73,037)	(\$ 967)	\$ 54,071	\$ 6,306,356
A1	Balance on January 1, 2024	\$ 5,316,884	\$ 346,343	\$ 341,448	\$ 321,614	(\$ 73,037)	(\$ 967)	\$ 54,071	\$ 6,306,356
	Appropriation and distribution of earnings:								
B13	Legal reserve for covering losses	-	-	( 73,037)	-	73,037	-	-	-
C17	Unclaimed overdue dividends of shareholders	-	203	-	-	-	-	-	203
D1	Net profit for 2024	-	-	-	-	5,250	-	-	5,250
D3	Other comprehensive income for 2024	-	-	-	-	1,184	733	( 5,396)	( 3,479)
D5	Total comprehensive income for 2024	-	-	-	-	6,434	733	( 5,396)	1,771
Z1	Balance on December 31, 2024	\$ 5,316,884	\$ 346,546	\$ 268,411	\$ 321,614	\$ 6,434	(\$ 234)	\$ 48,675	\$ 6,308,330

(The accompanying notes form an integral part of the parent company only financial statements)

Zig Sheng Industrial Co., Ltd.  
Parent Company Only Statements of Cash Flows  
For the Years Ended December 31, 2024 and 2023

Code	Item	In Thousands of New Taiwan Dollars	
		2024.1.1~ 2024.12.31	2023.1.1~ 2023.12.31
	CASH FLOWS FROM OPERATING ACTIVITIES:		
A00010	Net profit (loss) before tax from continuing operations	(\$ 18,569)	(\$ 301,958)
	Adjustments:		
	Income/gain or expense/loss items not affecting cash flows		
A20100	Depreciation expense (including depreciation of right-of-use assets and investment properties)	334,004	360,552
A20200	Amortization expense	38,250	36,471
A20400	Net loss (gain) on financial assets and liabilities measured at FVTPL	( 126,914)	( 16,138)
A20900	Interest expense	54,429	34,901
A21200	Interest income	( 469)	( 241)
A21300	Dividend income	( 36,125)	( 142,283)
A22400	Share of loss (profit) of subsidiaries, associates, and joint ventures under equity method	778	( 1,019)
A22500	Net loss (gain) on disposal or scrapping of property, plant and equipment	16	( 73)
A23100	Net loss (gain) from disposal of investments	19,762	5,561
A23900	Unrealized sales loss (benefit)	496	1,487
A24000	Realized sales benefit (loss)	( 1,487)	( 421)
A29900	Reclassified to other expense	2,825	-
A20010	Total income/gain or expense/loss items not affecting cash flows	285,565	278,797
	Changes in operating assets and liabilities		
	Net changes in operating assets		
A31115	Decrease (increase) in financial assets mandatorily measured at FVTPL	( 129,982)	( 129,417)
A31130	Decrease (increase) in notes receivable	63,278	25,419
A31150	Decrease (increase) in accounts receivable	214,725	( 572,642)
A31160	Decrease (increase) in accounts receivable – related parties	12,535	20,052
A31180	Decrease (increase) in other receivables	( 14,876)	( 8,837)
A31200	Decrease (increase) in inventories	( 120,049)	23,430
A31230	Decrease (increase) in prepayments	3,003	( 23,812)
A31240	Decrease (increase) in other current assets	22,228	32,562
	Net changes in operating liabilities		
A32125	Increase (decrease) in contractual liabilities	( 4,873)	( 44,184)
A32130	Increase (decrease) in notes payable	( 61,698)	7,595
A32150	Increase (decrease) in accounts payable	55,648	249,831
A32160	Increase (decrease) in accounts payable – related parties	( 51)	87
A32180	Increase (decrease) in other payables	19,248	( 17,469)
A32190	Increase (decrease) in other payables – related parties	38	( 35)
A32200	Increase (decrease) in provisions	3,461	1,083
A32230	Increase (decrease) in other current liabilities - other	( 1,716)	1,474
A32240	Increase (decrease) in net defined benefit liabilities	( 16,009)	( 14,364)
A30000	Total net changes in operating assets and liabilities	44,910	( 449,227)
A33000	Cash generated from (used in) operations	311,906	( 472,388)
A33100	Interest received	469	241
A33200	Dividend received	35,885	142,283
A33300	Interest paid	( 54,996)	( 33,812)
A33500	Income taxes refunded (paid)	( 14)	( 22)
AAAA	Net cash flows from (used in) operating activities	293,250	( 363,698)

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Code	Item	2024.1.1~ 2024.12.31	2023.1.1~ 2023.12.31
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
B00010	Acquisition of FVTOCI financial assets	( 4, 000)	( 4, 000)
B00020	Disposal of FVTOCI financial assets	-	6, 111
B00030	Returned capital from FVTOCI financial assets	3, 864	21, 466
B02700	Acquisition of property, plant and equipment	( 154, 798)	( 394, 352)
B02800	Disposal of property, plant and equipment	-	253
B03700	Increase in refundable deposits	-	( 30)
B03800	Decrease in refundable deposits	7, 281	4, 564
B04500	Acquisition of intangible assets	( 1, 394)	( 1, 726)
B05400	Acquisition of investment properties	( 153, 201)	( 140, 039)
B06700	Increase in other noncurrent assets - other	( 39, 918)	( 30, 742)
B07100	Increase in prepayments for equipment	( 697, 698)	( 126, 484)
BBBB	Net cash flows from (used in) investing activities	( 1, 039, 864)	( 664, 979)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
C00100	Increase in short-term borrowings	375, 000	7, 678, 435
C00200	Decrease in short-term borrowings	-	( 8, 248, 335)
C00500	Increase in short-term notes and bills payable	-	2, 480, 000
C00600	Decrease in short-term notes and bills payable	( 580, 000)	( 1, 950, 000)
C01600	Proceeds from long-term debt	953, 000	1, 200, 000
C03000	Increase in guarantee deposits received	2, 274	900
C03100	Decrease in guarantee deposits received	-	( 6, 784)
C04020	Lease principal repayments	( 11, 994)	( 11, 705)
C04500	Distribution of cash dividends	-	( 53, 169)
C09900	Undrawn overdue dividends payable transferred to capital surplus	203	379
CCCC	Net cash flows from (used in) financing activities	738, 483	1, 089, 721
EEEE	NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	( 8, 131)	61, 044
E00100	CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	120, 678	59, 634
E00200	CASH AND CASH EQUIVALENTS, END OF YEAR	\$ 112, 547	\$ 120, 678
E00210	RECORDED CASH AND CASH EQUIVALENTS ON THE PARENT COMPANY ONLY BALANCE SHEET	\$ 112, 547	\$ 120, 678

(The accompanying notes form an integral part of the parent company only financial statements)

## Attachment 6. Consolidated Financial Statements

### **Independent Auditors' Report**

To: Zig Sheng Industrial Co., Ltd.

#### **Opinion**

We have audited the consolidated financial statements of Zig Sheng Industrial Co., Ltd. and Subsidiaries (the “Group”), which comprise the consolidated balance sheets as of December 31, 2024 and 2023, the consolidated statements of comprehensive income, consolidated statements of changes in equity, and consolidated statements of cash flows for the years ended December 31, 2024 and 2023, and notes to the consolidated financial statements, including a summary of significant accounting policies (together “Consolidated Financial Statements”).

In our opinion, the accompanying Consolidated Financial Statements present fairly, in all material respects, the financial position of the Group as of December 31, 2024 and 2023, its financial performance and its cash flows for the years then ended in accordance with the “Regulations Governing the Preparation of Financial Reports by Securities Issuers” and the International Financial Reporting Standards, International Accounting Standards, and the related interpretations endorsed and issued into effect by the Financial Supervisory Commission (together “IFRSs”).

#### **Basis for Opinion**

We conducted our audits in accordance with the Regulations Governing Auditing and Attestation of Financial Statements by Certified Public Accountants and auditing standards of the Republic of China. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group in accordance with the Code of Professional Ethics for Certified Public Accountant of the Republic of China (the “Code”) and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide 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 for the year ended December 31, 2024. These matters were addressed in the context of our audit of the Consolidated Financial Statements as a whole and, in forming our opinion thereon; we do not provide a separate opinion on these matters.

Key audit matters for the Consolidated Financial Statements for the year ended December 31, 2024 are stated as follows :



### Revenue recognition

Revenue generation is a fundamental business activity of an enterprise as a going concern, it is crucial to the operating performance of an enterprise. Due to ubiquitous pressure of achieving projected financial or sales targets by management, revenue recognition is considered to have higher fraudulent risk by the auditing standards. Therefore, we list the timing of transfer of risks and rewards of sold products and the recognition of sales revenue as one of the key audit matters.

For the accounting policies regarding revenue recognition, please refer to Note 4.32 of the Consolidated Financial Statements ; For illustration to the revenue items, please refer to disclosure in Note 6.31 of the Consolidated Financial Statements.

Our key audit procedures performed in respect of the above area included the following :

1. Tested the effectiveness of the Group's design and implementation of its internal controls over sales and receivable cycles, evaluated the appropriateness of revenue recognition on a test basis.
2. Understood the categories and specifications of products sold to top ten clients, evaluated the reasonableness of the sales revenue and accounts receivable turnover (days) and analyzed if there is any abnormality.
3. Evaluated the accuracy of the timing of transfer of risks and rewards of sold products and the recognition of sales revenue by selecting and testing a sample of sales transactions before and after the shipment cut-off date.

### Valuation of inventories

The main inventories of the Group are Polyester Fully Oriented Yarn, Caprolactam and the related products and are measured using lower of cost or net realizable value. Due to rapid changes in the industry where the Group resides, the sales prices of the Group's products are easily affected by the prices of international raw materials and may fluctuate drastically. This leads to risk that the inventory costs may exceed their net realizable value and resulted in slow-moving or obsolete inventories. And since the Group's management, through assessment of respective outside evidence, is relied to perform the subsequent measurements and recognition, we list inventory valuation as one of the key audit matters.

For the accounting policies regarding inventories, please refer to Note 4.15 of the Consolidated Financial Statements ; For illustration to the inventory items, please refer to disclosure in Note 6.6 of the Consolidated Financial Statements. Our key audit procedures performed in respect of the above area included the following:

1. Based on the understanding of the Group's operations and nature of the industry, assessed the reasonableness of the policies and procedures adopted for recording allowance to reduce inventory to market.
2. Reviewed inventory aging reports, analyzed changes in the inventory aging and assessed whether or not the subsequent measurements were performed according to the accounting policies.

3. Understood and assessed the reasonableness of the basis of net realizable value used by the management, selected samples and agreed to the relating supporting documents to test the accuracy of the amounts, then evaluated whether or not the management's disclosures regarding the subsequent measurements of inventories were appropriate.

### **Other matters – Parent Company Only Financial Statements**

Zig Sheng Industrial Co., Ltd. had prepared the 2024 and 2023 parent company only financial statements, along with the independent auditors' report with unqualified opinion issued, available for reference.

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

Management is responsible for preparation and fair presentation of the Consolidated Financial Statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and IFRSs and for such internal control as management determines necessary to enable the preparation of Consolidated Financial Statements that are free from material misstatement, whether due to fraud or error.

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

Those charged with governance are responsible for overseeing the Group's financial reporting process.

### **Auditors' Responsibilities for the Audit of the Consolidated Financial Statements**

Our objectives are to obtain reasonable assurance about whether the Consolidated Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report 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 of the Republic of China will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Consolidated Financial Statements.

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

1. Identify and assess the risks of material misstatement of the Consolidated Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than that resulting

from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or override of internal control.

2. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
4. Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, determine whether any material uncertainty exists in the events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the Consolidated Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Group to cease to continue as a going concern.
5. Evaluate the overall presentation, structure and content of the Consolidated Financial Statements, including the disclosures, and whether the Consolidated Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.
6. Obtain sufficient and appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the Consolidated Financial Statements. We are responsible for the guidance, supervision and performance for the audit of the Group. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned audit scope, timing of the audit and significant audit findings, including any significant deficiencies in internal control that we have identified 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 affect our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the Consolidated Financial Statements for the year ended December 31, 2024 and are therefore the key audit matters. We describe these matters in our auditors' report unless the laws or regulations preclude public disclosure on the matter or when, in extremely rare circumstances, we determine that the matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to be greater than the additional benefits brought to the public from such communication.

The engagement partners on the audit resulting in this independent auditors' report are Chen, Kui-Mei and Lin, Chih-Lung.

Crowe (TW) CPAs  
Taipei, Taiwan  
Republic of China

March 7, 2025

Notice to Readers

*The accompanying Consolidated Financial Statements are intended only to present the Consolidated financial position, financial performance and cash flows in accordance with 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 applied in the Republic of China.*

*For the convenience of readers, the independent auditors' report and the accompanying Consolidated Financial Statements have been translated into English from the original Chinese version prepared and used in the Republic of China. If there is any conflict between the English version and the original Chinese version or any difference in the interpretation of the two versions, the Chinese-language independent auditors' report and Consolidated Financial Statements shall prevail.*

Zig Sheng Industrial Co., Ltd. and Subsidiaries  
Consolidated Balance Sheets  
As of December 31, 2024 and 2023

In Thousands of New Taiwan Dollars

Code	Assets	December 31, 2024		December 31, 2023	
		Amount	%	Amount	%
	Current Assets				
1100	Cash and cash equivalents (Note 6.1)	\$ 140,118	1	\$ 144,683	2
1110	Financial assets at FVTPL – current (Note 6.2)	961,158	9	721,420	7
1150	Notes receivable, net (Note 6.3)	39,748	–	102,957	1
1170	Accounts receivable, net (Note 6.4)	1,008,834	9	1,227,358	12
1180	Accounts receivable - related parties, net (Note 6.4,7)	15,935	–	25,738	–
1200	Other receivables (Note 6.5)	26,003	–	11,043	–
1220	Current-period income tax assets	43	–	25	–
130x	Inventories (Note 6.6)	2,003,779	19	1,790,569	17
1410	Prepayments (Note 6.7)	39,394	–	42,402	1
1479	Other current assets - other (Note 6.8)	–	–	22,228	–
11xx	Total current assets	4,235,012	38	4,088,423	40
	Noncurrent Assets				
1517	Financial assets at FVTOCI – noncurrent (Note 6.9)	175,566	2	180,826	2
1600	Property, plant and equipment (Note 6.11)	4,587,607	41	4,757,528	46
1755	Right-of-use assets (Note 6.12)	99,264	1	110,343	1
1760	Investment properties, net (Note 6.13)	982,558	9	830,491	8
1780	Intangible assets (Note 6.14)	3,094	–	4,301	–
1840	Deferred income tax assets (Note 6.38)	165,166	2	140,531	1
1915	Prepayments for equipment	700,035	7	131,608	1
1920	Refundable deposits (Note 6.15)	11,101	–	18,379	–
1990	Other noncurrent assets – other (Note 6.16)	51,203	–	46,934	1
15xx	Total noncurrent assets	6,775,594	62	6,220,941	60
1xxx	Total Assets	\$ 11,010,606	100	\$ 10,309,364	100

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Code	Liabilities and Equity	December 31, 2024		December 31, 2023	
		Amount	%	Amount	%
	Current Liabilities				
2100	Short-term borrowings (Note 6.17)	\$ 1, 285, 000	13	\$ 910, 000	9
2110	Short-term notes and bills payable (Note 6.18)	–	–	579, 909	6
2120	Financial liabilities at FVTPL – current (Note 6.19)	–	–	384	–
2130	Contractual liabilities – current (Note 6.31)	28, 460	–	31, 223	–
2150	Notes payable (Note 6.20)	112, 413	1	174, 111	2
2170	Accounts payable (Note 6.20)	522, 796	5	467, 053	4
2180	Accounts payable - related parties (Note 7)	75	–	126	–
2200	Other payables (Note 6.21)	264, 767	2	281, 937	3
2220	Other payables - related parties (Note 7)	29	–	15	–
2250	Provisions - current (Note 6.22)	32, 449	–	28, 988	–
2280	Lease liabilities - current (Note 6.12)	12, 764	–	12, 648	–
2399	Other current liabilities – other (Note 6.23)	1, 731	–	3, 478	–
21xx	Total current liabilities	2, 260, 484	21	2, 489, 872	24
	Noncurrent Liabilities				
2540	Long-term borrowings (Note 6.24)	2, 153, 000	19	1, 200, 000	12
2570	Deferred income tax liabilities (Note 6.38)	138, 754	1	137, 395	1
2580	Lease liabilities - noncurrent (Note 6.12)	90, 035	1	100, 523	1
2640	Net defined benefit liability - noncurrent (Note 6.25)	40, 319	1	57, 808	1
2645	Guarantee deposits received (Note 6.26)	19, 684	–	17, 410	–
25xx	Total noncurrent liabilities	2, 441, 792	22	1, 513, 136	15
2xxx	Total Liabilities	4, 702, 276	43	4, 003, 008	39
	Equity				
	Equity attributable to owners of the parent				
3100	Share capital				
3110	Common shares (Note 6.27)	5, 316, 884	49	5, 316, 884	52
3200	Capital surplus (Note 6.28)	346, 546	3	346, 343	3
	Retained earnings (Note 6.29)				
3310	Legal reserve	268, 411	2	341, 448	3
3320	Special reserve	321, 614	3	321, 614	3
3350	Unappropriated retained earnings (accumulated deficit)	6, 434	–	( 73, 037)	( 1)
3300	Total retained earnings	596, 459	5	590, 025	5
	Other equity interest (Note 6.30)				
3410	Exchange differences on translation of financial statement of foreign operations	( 234)	–	( 967)	–
3420	Unrealized gains or losses on financial assets at FVTOCI (Note 6.9)	48, 675	–	54, 071	1
3400	Total other equity interest	48, 441	–	53, 104	1
31xx	Total equity attributable to owners of the parent	6, 308, 330	57	6, 306, 356	61
3xxx	Total Equity	6, 308, 330	57	6, 306, 356	61
	Total Liabilities and Equity	\$ 11, 010, 606	100	\$ 10, 309, 364	100

(The accompanying notes form an integral part of the parent company only financial statements)

Zig Sheng Industrial Co., Ltd. and Subsidiaries  
Consolidated Statements of Comprehensive Income  
For the Years Ended December 31, 2024 and 2023

In Thousands of New Taiwan Dollars

Code	Item	2024.1.1~2024.12.31		2023.1.1~2023.12.31	
		Amount	%	Amount	%
4000	Operating revenue (Note 6.31)	\$ 9,427,002	100	\$ 7,740,588	100
5000	Operating costs (Note 6)	( 9,286,778)	( 99)	( 7,889,709)	( 102)
5900	Gross profit (loss) from operations	140,224	1	( 149,121)	( 2)
	Operating expenses (Note 6.36)				
6100	Selling expenses	( 262,635)	( 3)	( 205,215)	( 3)
6200	Administrative expenses	( 97,606)	( 1)	( 99,657)	( 1)
6300	Research and development expenses	( 46,086)	-	( 61,079)	( 1)
6000	Total operating expenses	( 406,327)	( 4)	( 365,951)	( 5)
6900	NET OPERATING INCOME (LOSS)	( 266,103)	( 3)	( 515,072)	( 7)
	Non-operating income and expenses				
7100	Interest income (Note 6.32)	629	-	480	-
7010	Other income (Note 6.33)	149,143	2	268,746	3
7020	Other gains and losses (Note 6.34)	136,840	1	( 19,742)	-
7050	Finance costs (Note 6.35)	( 38,773)	-	( 36,551)	-
7000	Total non-operating income and expenses	247,839	3	212,933	3
7900	INCOME (LOSS) BEFORE INCOME TAX FROM CONTINUING OPERATIONS	( 18,264)	-	( 302,139)	( 4)
7950	INCOME TAX BENEFIT (EXPENSE) (Note 6.38)	23,514	-	61,983	1
8200	NET INCOME (LOSS)	5,250	-	( 240,156)	( 3)
	OTHER COMPREHENSIVE INCOME (LOSS)				
	Items that will not be reclassified to profit or loss:				
8311	Remeasurements of defined benefit plan (Note 6.25)	1,480	-	1,697	-
8316	Unrealized measurement gains or losses on equity instruments measured at FVTOCI (Note 6.9)	( 5,396)	-	9,115	-
8349	Income tax related to items that will not be reclassified (Note 6.38)	( 296)	-	( 339)	-
8310	Total items that will not be reclassified to profit or loss	( 4,212)	-	10,473	-
8360	Total items that may be reclassified subsequently to profit or loss	733	-	( 543)	-
8361	Exchange differences on translation of financial statement of foreign operations	733	-	( 543)	-
8300	Other comprehensive income (loss), net	( 3,479)	-	9,930	-
8500	TOTAL COMPREHENSIVE INCOME (LOSS) FOR THE YEAR	\$ 1,771	-	(\$ 230,226)	( 3)
8600	Net income (loss) attributable to:				
8610	Owners of the parent	\$ 5,250	-	(\$ 240,156)	( 3)
8700	Total comprehensive income (loss) attributable to:				
8710	Owners of the parent (comprehensive income)	\$ 1,771	-	(\$ 230,226)	( 3)
	EARNINGS PER SHARE				
9750	Basic earnings (loss) per share (Note 6.39)	\$ 0.01		(\$ 0.45)	

(The accompanying notes form an integral part of the consolidated financial statements)

Zig Sheng Industrial Co., Ltd. and Subsidiaries  
Consolidated Statements of Changes in Equity  
For the Years Ended December 31, 2024 and 2023

In Thousands of New Taiwan Dollars

		Equity attributable to owners of the parent							
Code	Item	Share Capital - Common Shares	Capital Surplus	Retained Earnings		Unappropriated retained earnings (accumulated deficit)	Other Equity		Total Equity
				Legal reserve	Special reserve		Exchange differences from translation of foreign operations	Unrealized gains or losses on financial assets at FVTOCI	
A1	Balance on January 1, 2023	\$ 5,316,884	\$ 399,133	\$ 341,448	\$ 321,614	\$ 169,079	(\$ 424)	\$ 41,638	\$ 6,589,372
	Appropriation and distribution of earnings:								
C15	Distribute cash dividend with capital surplus	–	( 53,169)	–	–	–	–	–	( 53,169)
C17	Unclaimed overdue dividends of shareholders	–	379	–	–	–	–	–	379
D1	Net loss for 2023	–	–	–	–	( 240,156)	–	–	( 240,156)
D3	Other comprehensive income for 2023	–	–	–	–	1,358	( 543)	9,115	9,930
D5	Total comprehensive income for 2023	–	–	–	–	( 238,798)	( 543)	9,115	( 230,226)
Q1	Disposal of equity instruments measured at FVTOCI	–	–	–	–	( 3,318)	–	3,318	–
Z1	Balance on December 31, 2023	\$ 5,316,884	\$ 346,343	\$ 341,448	\$ 321,614	(\$ 73,037)	(\$ 967)	\$ 54,071	\$ 6,306,356
A1	Balance on January 1, 2024	\$ 5,316,884	\$ 346,343	\$ 341,448	\$ 321,614	(\$ 73,037)	(\$ 967)	\$ 54,071	\$ 6,306,356
	Appropriation and distribution of earnings:								
B13	Legal reserve for covering losses	–	–	( 73,037)	–	73,037	–	–	–
C17	Unclaimed overdue dividends of shareholders	–	203	–	–	–	–	–	203
D1	Net profit for 2024	–	–	–	–	5,250	–	–	5,250
D3	Other comprehensive income for 2024	–	–	–	–	1,184	733	( 5,396)	( 3,479)
D5	Total comprehensive income for 2024	–	–	–	–	6,434	733	( 5,396)	1,771
Z1	Balance on December 31, 2024	\$ 5,316,884	\$ 346,546	\$ 268,411	\$ 321,614	\$ 6,434	(\$ 234)	\$ 48,675	\$ 6,308,330

(The accompanying notes form an integral part of the parent company only financial statements)



Zig Sheng Industrial Co., Ltd. and Subsidiaries  
Consolidated Statements of Cash Flows  
For the Years Ended December 31, 2024 and 2023

In Thousands of New Taiwan Dollars

Code	Item	2024.1.1~ 2024.12.31	2023.1.1~ 2023.12.31
	<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
A00010	Net profit (loss) before tax from continuing operations	(\$ 18,264)	(\$ 302,139)
	Adjustments:		
	Income/gain or expense/loss items not affecting cash flows		
A20100	Depreciation expense (including depreciation of right-of-use assets and investment properties)	334,478	361,016
A20200	Amortization expense	38,250	36,471
A20400	Net loss (gain) on financial assets and liabilities measured at FVTPL	( 126,914)	( 16,138)
A20900	Interest expense	54,435	34,915
A21200	Interest income	( 629)	( 480)
A21300	Dividend income	( 36,125)	( 142,283)
A22500	Net loss (gain) on disposal or scrapping of property, plant and equipment	16	( 73)
A23100	Net loss (gain) from disposal of investments	19,762	5,561
A29900	Reclassified to other expense	2,825	-
A20010	Total income/gain or expense/loss items not affecting cash flows	<u>286,098</u>	<u>278,989</u>
	Changes in operating assets and liabilities		
	Net changes in operating assets		
A31115	Decrease (increase) in financial assets mandatorily measured at FVTPL	( 129,982)	( 129,417)
A31130	Decrease (increase) in notes receivable	63,209	25,419
A31150	Decrease (increase) in accounts receivable	218,524	( 563,684)
A31160	Decrease (increase) in accounts receivable – related parties	9,803	6,976
A31180	Decrease (increase) in other receivables	( 14,864)	( 8,843)
A31200	Decrease (increase) in inventories	( 121,501)	27,909
A31230	Decrease (increase) in prepayments	3,008	( 24,076)
A31240	Decrease (increase) in other current assets - other	22,228	32,562
	Net changes in operating liabilities		
A32125	Increase (decrease) in contractual liabilities	( 2,763)	( 44,195)
A32130	Increase (decrease) in notes payable	( 61,698)	7,595
A32150	Increase (decrease) in accounts payable	55,743	249,600
A32160	Increase (decrease) in accounts payable – related parties	( 51)	87
A32180	Increase (decrease) in other payables	19,694	( 18,201)
A32190	Increase (decrease) in other payables – related parties	14	15
A32200	Increase (decrease) in provisions	3,461	1,083
A32230	Increase (decrease) in other current liabilities - other	( 1,747)	1,506
A32240	Increase (decrease) in net defined benefit liabilities	( 16,009)	( 14,364)
A30000	Total net changes in operating assets and liabilities	<u>47,069</u>	<u>( 450,028)</u>
A33000	Cash generated from (used in) operations	<u>314,903</u>	<u>( 473,178)</u>
A33100	Interest received	774	532
A33200	Dividend received	35,885	142,283
A33300	Interest paid	( 55,003)	( 33,826)
A33500	Income taxes refunded (paid)	( 76)	( 167)
AAAA	Net cash flows from (used in) operating activities	<u>296,483</u>	<u>( 364,356)</u>

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Code	Item	2024.1.1~ 2024.12.31	2023.1.1~ 2023.12.31
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
B00010	Acquisition of FVTOCI financial assets	( 4, 000)	( 4, 000)
B00020	Disposal of FVTOCI financial assets	-	6, 111
B00030	Returned capital from FVTOCI financial assets	3, 864	21, 466
B02700	Acquisition of property, plant and equipment	( 154, 798)	( 394, 352)
B02800	Disposal of property, plant and equipment	-	253
B03700	Increase in refundable deposits	-	( 30)
B03800	Decrease in refundable deposits	7, 278	4, 618
B04500	Acquisition of intangible assets	( 1, 394)	( 1, 726)
B05400	Acquisition of investment properties	( 153, 201)	( 140, 039)
B06700	Increase in other noncurrent assets - other	( 39, 918)	( 30, 742)
B07100	Increase in prepayments for equipment	( 697, 698)	( 126, 484)
BBBB	Net cash flows from (used in) investing activities	( 1, 039, 867)	( 664, 925)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
C00100	Increase in short-term borrowings	375, 000	7, 678, 435
C00200	Decrease in short-term borrowings	-	( 8, 248, 335)
C00500	Increase in short-term notes and bills payable	-	2, 480, 000
C00600	Decrease in short-term notes and bills payable	( 580, 000)	( 1, 950, 000)
C01600	Proceeds from long-term debt	953, 000	1, 200, 000
C03000	Increase in guarantee deposits received	2, 274	900
C03100	Decrease in guarantee deposits received	-	( 6, 784)
C04020	Lease principal repayments	( 12, 391)	( 12, 243)
C04500	Distribution of cash dividends	-	( 53, 169)
C09900	Undrawn overdue dividends payable transferred to capital surplus	203	379
CCCC	Net cash flows from (used in) financing activities	738, 086	1, 089, 183
DDDD	Effects on cash and cash equivalents due to fluctuations in exchange rates	733	( 543)
EEEE	NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	( 4, 565)	59, 359
E00100	CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	144, 683	85, 324
E00200	CASH AND CASH EQUIVALENTS, END OF YEAR	\$ 140, 118	\$ 144, 683

(The accompanying notes form an integral part of the consolidated financial statements)

## Attachment 7

### Zig Sheng Industrial Co., Ltd.

#### 2024 Profit Distribution Table

Unit : NT\$

Item	Amount		note
Beginning of period undistributed earnings		0	note 1
Net Profit after tax of 2024	5,250,512		
Add: Remeasurements of defined benefit plans was recognized in retained earnings	1,183,954		
The Net Profit after tax for the current year plus the amount of items other than Net Profit after tax included in the retained Earnings for the current year		6,434,466	
Less: Distributable items			
10% Legal Reserve		( 643,446)	
Distributable Surplus for the current period		5,791,020	
Less : Distribution Items			
Shareholder Dividends – (not to distribute)		0	
End of term undistributed earnings		5,791,020	

Note: 1. Remeasurements of defined benefit liability is recognized as retained earnings immediately.

## Attachment 8

### Zig Sheng Industrial Co., Ltd.

#### Comparison Table of the provisions Before and After Amendment of “ Articles of Incorporation ”

Article	Provision Before Amendment	Provision After Amendment
Article 26	<p>2% of profit of the current year should be distributed as employees’ compensation and not more than 3% of profit of the current year should be distributed as Directors’ remuneration in the case where there are profits for the current year. However, the Company's accumulated losses shall have been covered.</p> <p>The distribution of employee bonus shall be adopted by the Directors present at the Board meeting before being reported to the shareholders’ meeting.</p> <p>The actual ratio and amount of the profit distributable as Directors’ remuneration shall also be determined by compensation committee, and a report of such distribution shall be submitted to the shareholders' meeting.</p>	<p>2% of profit of the current year should be distributed as employees’ compensation and not more than 3% of profit of the current year should be distributed as Directors’ remuneration in the case where there are profits for the current year. However, the Company's accumulated losses shall have been covered.</p> <p><u>At least 50% of the employee remuneration referred to in the preceding paragraph shall be paid to non-executive employees. However, the company's accumulated losses shall have been covered. The decision on the allocation ratio for the current year shall be resolved by the board of directors.</u></p> <p>The distribution of employee bonus of <u>the first paragraph</u> shall be adopted by the Directors present at the Board meeting before being reported to the shareholders’ meeting.</p> <p>The actual ratio and amount of the profit distributable as Directors’ remuneration shall also be determined by compensation committee, and a report of such distribution shall be submitted to the shareholders' meeting.</p>
Article 28	<p>These Articles of Incorporation were established on July 31, 1969.</p> <p style="text-align: center;">⋮</p> <p>The thirtieth amendment was made on June 6, 2024.</p>	<p>These Articles of Incorporation were established on July 31, 1969.</p> <p style="text-align: center;">⋮</p> <p>The thirtieth amendment was made on June 6, 2024.</p> <p><u>The thirty first amendment was made on June 10, 2025.</u></p>

## Attachment 9

### Zig Sheng Industrial Co., Ltd.

#### Comparison Table of the provisions Before and After Amendment of “ Procedures for Governing the Acquisition and Disposal of Assets ”

Provision Before Amendment	Provision After Amendment
<p>Article 3 Appraisal procedures</p> <p>3.2.3.2</p> <p>Our company intends to acquire or dispose of real property or right-of-use assets from or to a related party, or when it intends to acquire or dispose of assets other than real property or right-of-use assets thereof from or to a related party and the transaction amount reaches 20 percent or more of paid-in capital, 10 percent or more of the company's total assets, or NT\$300 million or more, except in trading of domestic government bonds or bonds under repurchase and resale agreements, or subscription or redemption of money market funds issued by domestic securities investment trust enterprises, the company may not proceed to enter into a transaction contract or make a payment until the following matters have been approved by audit committee, the board of directors for <u>approval by shareholders</u> :</p> <p style="text-align: center;">: : :</p> <p>The calculation of the transaction amounts referred to in this item Article 3.2.3.2 shall be done in accordance with Article 5, paragraph 2 herein, and "within the preceding year" as used herein refers to the year preceding the date of occurrence of the current transaction. The portions approved by the audit committee, the board of directors, and the shareholders' meeting are exempt from being counted again.</p>	<p>Article 3 Appraisal procedures</p> <p>3.2.3.2</p> <p>Our company intends to acquire or dispose of real property or right-of-use assets from or to a related party, or when it intends to acquire or dispose of assets other than real property or right-of-use assets thereof from or to a related party and the transaction amount reaches 20 percent or more of paid-in capital, 10 percent or more of the company's total assets, or NT\$300 million or more, except in trading of domestic government bonds or bonds under repurchase and resale agreements, or subscription or redemption of money market funds issued by domestic securities investment trust enterprises, the company may not proceed to enter into a transaction contract or make a payment until the following matters have been approved by audit committee <u>and</u> the board of directors for approval:</p> <p style="text-align: center;">: : :</p> <p>The calculation of the transaction amounts referred to in this item Article 3.2.3.2 shall be done in accordance with Article 5, paragraph 2 herein, and "within the preceding year" as used herein refers to the year preceding the date of occurrence of the current transaction. The portions approved by the audit committee, the board of directors, and the shareholders' meeting are exempt from being counted again.</p>