

CHIA TA WORLD CO.,LTD.

Minutes of the 2025 Annual General Meeting of Shareholders



Form of Shareholders' Meeting: Physical

Time: 9:00 A.M. on Friday, June 20, 2025

Place: Meeting Room No 1. in No 1. Factory in Yongkang (No. 2, Yongyun 5th Road, Yongkang District, Tainan City 710, Taiwan (R.O.C.))

Attendance: A total of 52,650,019 shares were represented in person or by proxy, accounting for 65.24% of the Company's total issued shares of 80,694,536. Three directors, including Chairman WU, TA-HO, Director Tseng, Wen-Chun, and Independent Director HUANG, MING-SHAN, attended the meeting in person. As such, more than half of the five board seats were present.

Attendees : Certified Public Accountant CHANG, TAI-YUAN from Nantai United CPAs.
General Manager CHEN, ZHENG-PING.

Chairman: Chairman WU,TA-HO



Recorder:WANG,QIU-YUE



I. Call the Meeting to Order: It was reported that the number of shares represented by the shareholders present had exceeded the statutory threshold, and the meeting was declared open.

II. Chairperson Remarks: (Omitted)

III. Report Items

1. Business Report for 2024 and Operational Plan Report for 2025 (Please refer to the attachment.)
2. Audit Committee's Review of the 2024 Financial Statements (Please refer to the attachment.)
3. Report on the Distribution of Employees' Compensation and Directors' Remuneration for the Year Ended December 31, 2024 (Please refer to the attachment.)
4. Amendments to Certain Articles of the Rules of Procedure for Board of Directors Meeting (Please refer to the attachment.)
5. Proposal for the Adoption of the Sustainable Development Best Practice Principles (Please refer to the attachment.) °

IV. Ratification Items

One.

Proposal: 2024 Business Report and Financial Statements (Proposed by the Board)

Explanation:

- I. The business report and financial reports has been resolved by the Board on March 6th, 2025. The financial reports have been sealed by the chairman, manager and accounting supervisor. The independent auditor's report has been issued by Independent Accountant CHANG, TAI-YUAN and CHANG, MEI-JUNG in NAN TAI UNITED CPAs. (Please refer to the attachment.) The operating reports and financial reports have been submitted to the Audit Committee for review.
- II. The International Auditing and Assurance Standards Board (IAASB) revised the audit report and related bulletins in January 2015. Listed companies have applied the standards starting from the 2016 annual financial statements. The accountants must communicate with the company and disclose "Key Audit Matters (KAM)."
- III. For the 2024 financial report, the key audit matters identified by the accountants include: inventory valuation, impairment of property, plant and equipment, and impairment of investment property. The Company intends to provide supplementary explanation on the aforementioned matters. Please refer to page 18 to 19 in the attachment.
- IV. Due to insufficient number of independent directors to convene the Audit Committee, the resolution was approved with the consent of more than two-thirds of all directors in accordance with Article 14-5 of the Securities and Exchange Act.
- V. Adopted.

Resolution: No shareholder questions were raised. The proposal was approved as presented by voting. The voting results are as follows:

Total voting rights: 52,650,019 shares.

Number of Shares in Favor For	Number of Share Againsts	Number of Invalid Shares	Number of Abstentions / Shares Abstained or Not Cast
51,767,253 shares Percentage of total voting rights 98.32%	4,421 shares	0 shares	878,345 shares

TWO.

Proposal: 2024 Earnings Distribution Proposal (Proposed by the Board)

Explanation:

- I. In accordance with Article 30-1 of the Company's Articles of Incorporation, if there is any surplus after the Company closes its books each year, such surplus shall first be used to pay the profit-seeking enterprise income tax in accordance with laws and to offset prior years' losses. Then 10% of the remaining amount shall be appropriated as legal reserve. However, if the legal reserve has reached the Company's total capital, this requirement shall not apply. After setting aside or reversing special reserve in accordance with laws and regulations, the remaining earnings, together with the undistributed earnings from the previous year, shall be distributed at a ratio between 50% and 95%. The distribution ratio may be adjusted by a resolution of the shareholders' meeting based on the Company's actual profitability and capital needs for the year.
- II. The net income after tax of the Company for 2024 is NT\$15,721,546. The distributable earnings amount to NT\$38,174,802. After appropriating 10% of the earnings, or NT\$3,823,014, as legal reserve, the Company proposes to distribute a cash dividend of NT\$0.2 per share, totaling NT\$16,138,907.
- III. Cash dividends shall be calculated by rounding down to the nearest dollar. The total amount of such unallocated fractional dividends shall be recorded as other income of the Company. It is proposed that the Chairman be authorized by the Board to determine the ex-dividend date, payment date, and other relevant matters. In the event of any change in the total number of outstanding shares due to capital adjustment, the Chairman shall also be authorized to handle all related matters accordingly.
- IV. Since the number of independent directors is insufficient to convene an Audit Committee, in accordance with Article 14-5 of the Securities and Exchange Act, this matter shall be approved by at least two-thirds of all directors.
- V. Adopted.

Chia Ta World Limited Corporation

Statement of Earnings Distribution

2024

(Unit: NTD\$)

Items	Total
Unappropriated retained earnings of prior years	(1,527,829)
Add: 2024 net profit (loss) after tax	15,721,546
Other Comprehensive income (Remeasurements of Defined benefit plans)	1,996,257
Disposal of equity instruments measured at fair value through other comprehensive income	21,984,828
Earnings available for distribution	38,174,802
Distributable items:	
Less: Accrued statutory reserves	
Shareholders' Dividend – Cash Dividend of NT\$0.2 per Share	(3,817,480)
	(16,138,907)
Earnings yet to be distributed	18,218,415

Chairman: WU,TA-HO



Manager: CHEN,ZHENG-PING



Accounting Supervisor: WANG,QIU-YUE



Resolution: No shareholder questions were raised. The proposal was approved as presented by voting. The voting results are as follows:

Total voting rights: 52,650,019 shares.

Number of Shares in Favor For	Number of Share Againsts	Number of Invalid Shares	Number of Abstentions / Shares Abstained or Not Cast
51,768,250 Shares Percentage of total voting rights 98.32%	3,424 Shares	0 Shares	878,345 Shares

V. Discussion Items

Proposal: Amendments for Certain Articles of the Company's Articles of Association (Proposed by the Board of Directors)

Explanation:

- I. Amendment to Article 30 with the addition of the revision date.
- II. Enclosed is a table comparing the articles of the company's articles of association before and after the revision.
- III. Please proceed to discuss.

Articles after amendments made	Articles before amendments made	Description
<p>Article 30 If the Company records a profit during a financial year, it shall:</p> <ol style="list-style-type: none"> Allocate 1% to 5% of such profit as employee compensation; and Allocate no more than 5% of such profit as directors' remuneration. <p>However, in case of the accumulated losses, certain profits shall first be reserved to cover them.</p> <p><u>Of the aforementioned employee compensation, no less than 0.5% shall be allocated to grassroots employees.</u></p> <p>The employee compensation mentioned in the preceding paragraph may be distributed in the form of stock or cash, and the recipients may include employees of the Company's subsidiaries who meet the criteria established by the Board of Directors.</p> <p>The remuneration for the aforementioned directors can only be paid in cash.</p>	<p>Article 30 If the Company records a profit during a financial year, it shall:</p> <ol style="list-style-type: none"> Allocate 1% to 5% of such profit as employee compensation; and Allocate no more than 5% of such profit as directors' remuneration. <p>However, in case of the accumulated losses, certain profits shall first be reserved to cover them.</p> <p>The employee compensation mentioned in the preceding paragraph may be distributed in the form of stock or cash, and the recipients may include employees of the Company's subsidiaries who meet the criteria established by the Board of Directors. The remuneration for the aforementioned directors can only be paid in cash.</p>	<p>Amendment to Article 14, Paragraph 6 of the Securities and Exchange Act</p>
<p>Article 33 Established on April 8, 1973. The 1st amendment was made on April 5, 1976. The 32nd amendment was made on June, 20,2024. <u>The 33rd amendment was made on June, 20,2025.</u></p>	<p>Article 33 Established on April 8, 1973. The 1st amendment was made on April 5, 1976. The 32nd amendment was made on June, 20,2024.</p>	<p>Addition of the Revision Date</p>

Resolution: No shareholder questions were raised. The proposal was approved as presented by voting. The voting results are as follows:

Total voting rights: 52,650,019 shares.

Number of Shares in Favor For	Number of Share Against	Number of Invalid Shares	Number of Abstentions / Shares Abstained or Not Cast
51,767,250 Shares Percentage of total voting rights 98.32%	4,424 Shares	0 Shares	878,345 Shares

VI. Election Items

Proposal: Proposal for the By-election of an Independent Director of the Company. (Proposed by the Board of Directors)

Explanation:

- I. The Company's independent directors, Hu Jinlian and Wang Juntao, were dismissed on July 16, 2024, due to non-compliance with the "Regulations Governing the Appointment of Independent Directors for Public Companies." In accordance with Article 18 of the Company's Articles of Incorporation and Article 26-3 of the Securities and Exchange Act, it is proposed that two independent director seats be elected at this year's annual shareholders' meeting.
- II. The term of the newly elected directors will begin on June 20, 2025, and end on June 19, 2027, to complete the remaining term of the original directors.
- III. The list of director candidates was approved by the Company's Board of Directors on May 8, 2024. The list of director candidates was approved by the Board of Directors of the Company on May 8, 2025. The relevant information is as follows:

Category	Name	Educational Background	Experience	Number of Share Holdings
Independent Director	CHEN, YAN-SHUO	Soochow University, Department of Business Administration	Accounting Director, Dongxiahui Logistics Co., Ltd. Deputy Director of Cost Accounting, Dongyou Technology Co., Ltd.	0
Independent Director	HSIA, YI-TING	Master of Science in Finance, Lancaster University	Auditor, PricewaterhouseCoopers (PwC) Internal Audit Manager, Advanced Micro Devices (AMD)	0

Voting Results:

The list of elected independent directors is as follows:

Category	Name of Shareholder or Individual	Number of Voting Shares
Independent Director	CHEN, YAN-SHUO	52,756,074 Shares
Independent Director	HSIA, YI-TING	50,682,836 Shares

VII. Other Matters

Proposal: Release of Non-compete clause on Newly Appointed Directors (Proposed by the Board of Directors)

Explanation:

- I. In accordance with Article 209 of the Company Act, directors engaging in activities for themselves or others within the scope of the company's business shall explain the significant content of their actions at the shareholders' meeting and obtain their consent. I. In accordance with Article 209 of the Company Act, directors engaging in activities for themselves or others within the scope of the company's business shall explain the significant content of their actions at the shareholders' meeting and obtain their consent. It is proposed to seek shareholders' consent to lift the non-competition restriction for the newly appointed directors.
- II. Pursuant to legal requirements, the proposal will be submitted for discussion at the shareholders' meeting, where further clarification on the scope and content of the activities will be provided before the meeting.
- III. The newly appointed directors and their concurrent positions are as follows:

Title	Name	Holding concurrent positions
Independent Director	CHEN, YAN-SHUO	Deputy Director of Cost Accounting, Dongyou Technology Co., Ltd.
Independent Director	HSIA, YI-TING	Internal Audit Manager, Advanced Micro Devices (AMD)

Resolution: No shareholder questions were raised. The proposal was approved as presented by voting. The voting results are as follows:

Total voting rights: 52,650,019 shares.

Number of Shares in Favor For	Number of Share Againsts	Number of Invalid Shares	Number of Abstentions / Shares Abstained or Not Cast
51,753,386 Shares Percentage of total voting rights 98.29%	22,593 Shares	0 Shares	874,040 Shares

VIII. Questions and Motions None.

IX. Adjournment (At 9:26 a.m. on the same day.)

No shareholder questions were raised at this shareholders' meeting.

(The minutes of this shareholders' meeting record only the key points of the proceedings. For detailed content, please refer to the audio and video recordings of the meeting.)

Report Item One. Business Report for 2024 and Business report for 2025

Chia Ta World Limited Corporation

Business Report

I. Business Report for 2025

(1).Result for Business report for 2024

Unit: Thousands of Dollars, Metric Ton

Account Names	Year	2024	2023	Difference	
				Amount	%
Sales Revenue		577,650	586,548	(8,898)	(1.52)
Cost of Sales		500,108	534,430	(34,322)	(6.42)
Gross Profits		77,542	52,118	25,424	48.78
Gross Margin		13.42	8.89	4.54	51.07
Operating Expense		60,624	58,190	2,434	4.18
Operating Income		16,918	(6,072)	22,990	378.62
Total Non-Operating Income and Expense		2,757	2,345	412	17.57
Income before Tax		19,675	(3,727)	23,402	627.90
Net income		15,722	(3,112)	18,834	605.21
Other Comprehensive Income of the period		14,830	740	14,090	1,904.05
Earnings per share		0.19	(0.04)	0.23	575.00
Annual Sales		16,262	16,532	(270)	(1.63)
Annual Yield		12,495	12,290	205	1.67

Reasons for differences are listed below:

1. In 2024, the wire market remained stagnant, resulting in a slight decrease in sales volume by 270 metric tons. However, the average unit price increased by NT\$0.04 per kilogram, while the average cost of goods sold decreased by NT\$1.57 per kilogram. With selling prices rising and costs declining, the overall gross profit margin improved by 4.54% compared to the same period last year.
2. Operating expenses increased by NT\$2,434 thousand, primarily due to the company turning profitable in 2024, which resulted in the provision of remuneration to directors, supervisors, and employees. In addition, the growth in export volume led to a corresponding rise in export-related expenses.
3. The net amount of non-operating income increased by NT\$412 thousand compared to the same period last year, mainly driven by higher interest and dividend income and a decrease in interest expenses in 2024.
4. Although revenue growth in 2024 did not meet expectations, the company implemented stringent control over the procurement costs of raw materials and goods, leading to a 6.42% reduction in the cost of goods sold compared to last year. As a result, gross profit from sales increased by NT\$25,424 thousand year over year. Since there were no significant changes in operating expenses and non-operating items compared to the previous year, the company recorded a net income after tax of NT\$15,722 thousand for the year.

(2) Cash inflows and outflows:

The comparison of cash inflows and outflows of the Company in 2024 and 2023 are listed below:

Unit: Thousands

Items	2024	2023	Difference
Net Cash Inflows(Outflows)from operating activities	73,809	58,458	15,351
Net Cash Inflows(Outflows)from investing activities	2,103	-5,026	7,129
Net Cash Inflows(Outflows)from financing activities	-74,572	-69,883	-4,689

1. Net Cash Inflow (Outflow) from Operating Activities: The increase in profits in 2024 led to the net cash inflow from operating activities.
2. Net Cash Inflow (Outflow) from Investment Activities: In 2024, the net cash inflow from investment activities amounted to NT\$28,041 thousand, primarily from the disposal of financial assets measured at fair value through other comprehensive income. This was offset by a net cash outflow of NT\$21,233 thousand related to the acquisition of property, plant, and equipment, and the prepayment of equipment.
3. Net Cash Inflow (Outflow) from Financing Activities: The increase in cash inflows from operating activities in 2024 was partially offset by a cash outflow of NT\$4,689 thousand due to the repayment of short-term notes and borrowings, which were not renewed.

(3) Analysis of profitability:

Item	2024	2023	Rate in difference
Returns on assets	1.48	-0.05	1.53
Returns on equity	1.52	-0.30	1.82
Profit rate	2.72	-0.53	3.25

In 2024, due to proactive control over raw material and goods procurement costs, the cost of goods sold decreased compared to the same period last year, resulting in an increase in gross profit for the entire year. As a result, the company's profitability in 2024 was better than in 2023.

(4) The research performance in 2024

1. Continuously collect, analyze, and test relevant process data to identify and eliminate factors that may contribute to product defect rates and material loss, thereby improving product quality and yield.
2. Due to changes in raw material weight from 1.5 tons to 2.5 tons, the length and height of each coil have increased. The original pickling tanks became unsuitable, adversely affecting the quality of the pickling process. Therefore, the pickling tanks were reconstructed with increased length and depth to enhance rust removal efficiency, ensuring complete pickling and improving surface coverage integrity, which in turn enhances product quality and yield.
3. A tunnel-type pickling system was designed and the air pollution control equipment was upgraded to increase exhaust efficiency, improve the working environment, prevent acid leakage, and comply with the latest environmental regulations.

II. Business plan for 2025

Taiwan's economic development has long depended on exports, making its economic activities highly vulnerable to global economic fluctuations. Taiwan's trade relations with China are also heavily influenced by political factors. Due to the inability to sign more favorable tariff agreements, export costs remain higher compared to other Southeast Asian countries. Additionally, the ongoing tensions between the United States and China, along with the potential conclusion of the Russia-Ukraine war, continue to affect global trade. The international steel market remains uncertain, dragged down by the lack of strong economic recovery in China and the imposition of aggressive reciprocal tariffs by the United States.

In response to these challenges, the Company has formulated the following operational strategies for 2025:

1. Continue to actively seek sources of raw materials and prioritize the procurement of competitively priced materials to reduce costs.
2. Implement a product grading system based on customer requirements to meet diverse customer needs.
3. Invest in new wire drawing machines to enhance product quality and increase production capacity.
4. Continue upgrading existing equipment and optimizing manufacturing processes to improve output and product quality.
5. Strengthen customer communication and sales services to boost efforts in securing orders.
6. Fully implement ISO 9001:2015 to continuously enhance quality and operational effectiveness.
7. Strengthen relationships with both upstream suppliers and downstream customers to ensure stable raw material supply, consolidate sales channels, and create win-win outcomes.
8. Improve market responsiveness mechanisms to swiftly adapt to changes in pricing and customer demand, securing more business opportunities.
9. Strictly control capital expenditures to reduce the Company's debt ratio.

3. Future development strategies, the influence of external environment and competition and the influence of regulations and macro-economic environment

(1) Future development strategies

1. The wire market features diversified demands and varying requirements across customer segments. To meet market and customer quality expectations, the Company adopts a diversified and customized production strategy. By sourcing raw materials from multiple origins and fine-tuning production processes or conditions, we aim to satisfy a broad range of customer needs, enhance customer satisfaction, and strengthen long-term relationships.
2. To reduce the risk of material shortages, the Company adopts a multi-supplier procurement strategy for raw materials. This approach ensures better control over material sourcing, disperses market risks, and secures favorable pricing and stable supply.
3. To avoid the risks associated with over-concentration in specific sales markets, the Company continues to expand and deepen its presence in Japan, the United States, mainland China, and Southeast Asia, effectively broadening its market reach and improving overall sales performance.
4. The Company is investing in new-generation wire drawing machines and upgrading existing equipment to enhance product quality and production capacity in response to evolving market demands. Upgrades also include modernizing electronic control systems, thereby extending equipment lifespans and reducing production costs.
5. Approximately 154KW of solar power generation equipment has been installed for internal use. Through this setup, the Company acquires carbon credits as green energy certificates, providing a means to address potential future domestic and international carbon tax issues, while advancing ESG governance initiatives.

(2) The influence of external environment and competition

Internationally, nations are actively combating inflation. While prices of raw materials such as energy, iron ore, and coking coal remain volatile, the magnitude of fluctuations is beginning to stabilize. In addition, as major global economies gradually implement economic stimulus initiatives, prospects for the steel market remain optimistic. The Company continues to closely monitor international pricing trends and global economic conditions. Should the external environment shift, we are positioned to promptly adjust our sales and procurement strategies to effectively mitigate potential impacts. In anticipation of steel price fluctuations, the Company will adopt a more agile approach to raw material procurement and inventory control, allowing us to adjust inventory levels and secure favorable purchase prices—ultimately driving stronger operational results and profitability.

(3) The influence of regulations and macro-economic environment

Regulatory requirements governing corporate operations are becoming increasingly stringent. The Financial Supervisory Commission (FSC) now mandates that listed companies disclose greenhouse gas inventory information. The Company will comply with all such regulations—not only to fulfill its corporate social responsibilities but also to enhance employee morale. Although challenges such as rising oil and electricity costs, stricter waste disposal regulations, and growing environmental concerns are making operations more difficult and costly, the Company continues to respond prudently to minimize the potential impact of environmental change.

Despite revenue growth in 2024 falling short of expectations, the Company has successfully returned to profitability. Looking ahead to the fast-evolving environment in 2025, our management team remains committed to the same spirit of perseverance and proactive execution. With the continued support of our shareholders and the guidance of our board of directors, we are confident in achieving our operational goals and delivering stronger results.

- (4) As the number of independent directors was insufficient to convene an Audit Committee, the matter was approved with the consent of more than two-thirds of all directors in accordance with Article 14-5 of the Securities and Exchange Act.

Chairman: WU,TA-HO



Manager: CHEN,ZHENG-PING



Accounting Supervisor: WANG,QIU-YUE



Report Item Two. Audit Committee's Review of the 2024 Financial Statements

Chia Ta World Limited Corporation

Audit Committee's Review of the 2024 Financial Statements

The Board of Directors has prepared the Company's 2024 Annual Business Report, Financial Statements, and Earnings Distribution Proposal. The Financial Statements have been audited by NAN TAI UNION & CO., Certified Public Accountants, who have issued an audit report thereon. The aforementioned Annual Business Report, Financial Statements, and Earnings Distribution Proposal have been reviewed by the Independent Directors and found to be in compliance. In accordance with Article 14-4 of the Securities and Exchange Act and Article 219 of the Company Act, we hereby submit this report for your review and approval.

Chia Ta World Limited Corporation

Independent Director: HUANG, MING-SHAN



March 6, 2025

**Report Item Three. Report on the Distribution of Employees' Compensation
and Directors' Remuneration for the Year Ended
December 31, 2024**

Explanation :

- (1). Pursuant to Article 30 of the Company's Articles of Incorporation, if the Company records earnings for the year, it shall allocate 1% to 5% of the earnings as employees' compensation, and no more than 5% as directors' remuneration.
- (2). For the year 2024, the Company's net income after tax was NT\$15,721,546. It is proposed to distribute NT\$627,933 as director compensation and NT\$627,934 as employee compensation, totaling NT\$1,255,867.
- (3). The aforementioned employee and director compensation will both be distributed in cash.

Report Item Four. Amendments to Certain Articles of the Rules of Procedure for Board of Directors Meetings

Explanation :

- (1). Amended in accordance with the Order No. Financial-Securities-Firm-1120383996 issued by the Financial Supervisory Commission on January 11, 2024.
- (2). A comparison table of the amended and original provisions of the Company's "Rules of Procedure for Board of Directors Meetings" is attached below:

Articles after amendments made	Articles before amendments made	Explanation
<p>Article 12: When the meeting time has arrived and less than half of all directors are present, the chairperson may announce a postponement of the meeting <u>on that day</u>, up to a maximum of two times. If a quorum is still not met after two postponements, the chairperson may reconvene the meeting in accordance with the procedures stipulated in Paragraph 2 of Article 3. For the preceding paragraph and Item 2, Paragraph 2, Article 17, "all directors" refers to those currently in office.</p>	<p>Article 12: When the meeting time has arrived and less than half of all directors are present, the chairperson may announce a postponement of the meeting, up to a maximum of two times. If a quorum is still not met after two postponements, the chairperson may reconvene the meeting in accordance with the procedures stipulated in Paragraph 2 of Article 3. For the preceding paragraph and Item 2, Paragraph 2, Article 17, "all directors" refers to those currently in office.</p>	<p>Amended to reflect Article 26-3 of the Securities and Exchange Act.</p>
<p>Article 13: The board meeting shall proceed in accordance with the agenda set forth in the meeting notice. However, changes may be made with the consent of a majority of the directors present. The chairperson may not adjourn the meeting without the consent of a majority of the directors present. If the number of directors present falls below a majority during the meeting, and a proposal is made by the directors present, the chairperson shall announce a temporary suspension of the meeting, in accordance with the preceding article, Paragraph 1. <u>If the chairperson is unable to preside over the meeting during the course of the board meeting or fails to directly declare the meeting adjourned in accordance with Paragraph 2, the selection of a proxy to act on behalf of the chairperson shall be handled in accordance with Paragraph 3 of Article 10.</u></p>	<p>Article 13: The board meeting shall proceed in accordance with the agenda set forth in the meeting notice. However, changes may be made with the consent of a majority of the directors present. The chairperson may not adjourn the meeting without the consent of a majority of the directors present. If the number of directors present falls below a majority during the meeting, and a proposal is made by the directors present, the chairperson shall announce a temporary suspension of the meeting, in accordance with the preceding article, Paragraph 1.</p>	<p>Amended to reflect Article 26-3 of the Securities and Exchange Act.</p>
<p>Article 19: These Rules shall be implemented after approval by the Board of Directors, and the same shall apply to any amendments. Established on June 27, 2007. The 3rd amendment was made on June 20, 2023. The 4th amendment was made on March 6, 2024</p>	<p>Article 19: These Rules shall be implemented after approval by the Board of Directors, and the same shall apply to any amendments. Established on June 27, 2007. The 3rd amendment was made on June 20, 2023</p>	<p>Date of this amendment was added.</p>

Report Item Five. Proposal for the Adoption of the Sustainable Development Best Practice Principles

Explanation: In line with international development trends, and to fulfill corporate social responsibility while promoting economic, environmental, and social advancement to achieve the goal of sustainable development, this Code of Practice is hereby established for compliance (Please refer to pages 41 to 45 of the Handbook for the 2025 Annual Meeting of Shareholders.)

Attachment 1

Chia Ta World Co., Ltd.

Balance Sheets

December 31, 2024 and 2023

hundreds of New Taiwan Dollars

Assets		December 31, 2024		December 31, 2023		Liabilities and Equity		December 31, 2024		December 31, 2023	
Code	Items	Amount	%	Amount	%	Code	Items	Amount	%	Amount	%
	CURRENT ASSETS						CURRENT LIABILITIES				
1100	Cash and cash equivalents (Note 4, 6-1)	\$65,060	5	\$63,720	5	2100	Short-term borrowings (Note 6-12)	\$81,460	7	\$115,594	9
1150	Notes receivable, net (Note 4, 6-3)	60,233	5	76,532	6	2110	Short-term notes payable, net (Note 6-13)	-	-	39,978	3
1170	Accounts receivable, net (Note 4, 6-3)	90,625	8	85,438	7	2120	Financial liabilities at fair value through profit or loss (Note 4, 6-2)	34	-	-	-
1220	Current tax assets	6	-	2,001	-	2150	Notes payable (Note 4)	7,111	1	5,593	1
130*	Inventories (Note 4, 6-4)	240,446	20	249,693	20	2170	Accounts payable (Note 4)	15,850	1	10,232	1
1410	Prepayments (Note 6-5)	10,168	1	13,272	1	2200	Other payables (Note 6-14)	30,047	3	26,860	2
1470	Other current assets	377	-	359	-	2230	Current lease liabilities (Note 4, 6-22)	2,523	-	-	-
11**	Total current assets	466,915	39	491,015	39	2280	Lease liabilities - current (Note 4, 6-9)	271	-	438	-
	NON-CURRENT ASSETS					2300	Other current liabilities	830	-	259	-
1517	Non-current financial assets measured at fair value through other comprehensive income	85,660	7	116,589	10	21**	Total current liabilities	138,126	12	198,954	16
1550	Investments accounted for using equity method (Note 4, 6-7)	2,517	-	2,780	-		NON-CURRENT LIABILITIES				
1600	Property, plant and equipment (Note 4, 6-8, 8)	440,665	37	456,329	37	2570	Deferred income tax liabilities (Note 4, 6-22)	14,913	1	14,452	1
1755	Right-of-use assets (Note 4, 6-9)	1,903	-	2,329	-	2580	Non-current lease liabilities (Note 4, 6-9)	1,820	-	2,091	-
1760	Investment Property, net (Note 4, 6-10)	164,882	14	164,768	13	25**	Total non-current liabilities	16,733	1	16,543	1
1840	Deferred income tax assets (Note 4, 6-22)	3,127	-	4,590	-	2***	Total liabilities	154,859	13	215,497	17
1975	Net defined benefit assets, non-current (Note 4, 6-15)	7,777	1	5,327	1		Equity (Note 6-16)				
1990	Other non-current assets (Note 4, 6-11)	24,891	2	418	-		Share capital				
15**	Total non-current assets	731,422	61	753,130	61	3110	Ordinary share (face value per share : NTS\$10)	806,945	67	806,945	65
							Capital surplus				
						3210	Additional paid-in capital	17,629	2	17,629	1
						3250	Donated assets received	409	-	409	-
							Retained earnings				
						3310	Appropriated as legal capital reserve	96,497	8	96,497	8
						3320	Appropriated as special capital reserve	12,003	1	12,003	1
						3350	Unappropriated earnings	38,175	3	(1,528)	-
						3400	Other equity interests	71,820	6	96,693	8
						3***	Total equity	1,043,478	87	1,028,648	83
	Total assets	\$1,198,337	100	\$1,244,145	100		Total liabilities and equity	\$1,198,337	100	\$1,244,145	100

(See accompanying notes and Independent Auditors' Report issued by Nan Tai Union & Co. on March 6, 2025.)

Chairman: Wu, Da-Ho

General Manager : Chen, Jeng Ping

Accounting Officer : Wang, Chiu-yue

Chia Ta World Co., Ltd.
Statements of Comprehensive Income
For the years ended December 24, 2024 and 2023

Expressed in Thousands of New Taiwan Dollars

Code	Items	2024		2023	
		Amount	%	Amount	%
4000	Operating revenue				
4110	Total sales revenue	\$583,355	101	\$587,487	100
4170	net : Sales returns	(5,688)	(1)	(1,146)	-
4190	Sales discounts and allowances	(578)	-	(137)	-
4100	Sales revenue, net	577,089	100	586,204	100
4660	Conversion revenue	561	-	344	-
	Operating revenue, net (Note 4, 6-17)	577,650	100	586,548	100
5000	Operating costs (Note 6-34 6-15)	(500,108)	(87)	(534,430)	(91)
5900	Net gross profit	77,542	13	52,118	9
6000	Operating expenses (Note 4, 6-15, 6-24)				
6100	Selling expenses	(15,470)	(3)	(14,458)	(2)
6200	Administrative expenses	(45,747)	(8)	(43,732)	(7)
6450	Expected credit losses (reversal gains)	593	-	-	-
	Total operating expenses	(60,624)	(11)	(58,190)	(9)
6900	Net operating income	16,918	2	(6,072)	-
	Non-operating income and expenses				
7100	Interest income(Note 6-18)	522	-	241	-
7010	Other income(Note 6-19)	6,029	1	6,046	1
7020	Other gains and losses, net(Note 6-20)	(631)	-	(542)	-
7050	Finance cost(Note 6-21)	(2,901)	(1)	(3,144)	(1)
7060	Share of profit or loss of associates accounted for using equity method(Note 4, 6-7)	(262)	-	(256)	-
7000	Total non-operating income and expenses	2,757	-	2,345	-
7900	Profit before tax	19,675	2	(3,727)	-
7950	Less: Income tax expenses(Note 4, 6-22)	(3,953)	(1)	615	-
8200	Profit	15,722	1	(3,112)	-
	Other comprehensive income				
	Components of other comprehensive income (loss) that will not be reclassified to profit or loss				
8316	Fair Value Through Other Comprehensive Income-Equity Instrument				
	Unrealized gains (losses) from investments (Note 6-6)	(2,888)	(1)	3,738	1
8311	Remeasurements of the defined benefit plan(Note 6-15)	2,495	-	143	-
8349	Income tax related to components of other comprehensive income that will not be reclassified to profit or loss (Note 6-22)	(499)	-	(29)	-
8300	Other comprehensive income (loss), net of tax	(892)	(1)	3,852	1
8500	Total comprehensive income	\$14,830	-	\$740	1
	Earnings per share (NT dollars) (Note 4, 6-23)				
9750	Basic earnings per share	\$0.19		\$(0.04)	
9850	Diluted earnings per share	\$0.19		\$(0.04)	

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Chairman: Wu, Da-Ho

General Manager: Chen, Jeng Ping

Accounting Officer: Wang, Chiu-yue

Chia Ta World Co., Ltd.

Statements of Changes in Equity

For the years ended December 24, 2024 and 2023

Expressed in Thousands of New Taiwan Dollars

Items	Share capital	Capital surplus		Retained earnings			Other equity interests	Total
		Additional paid-in capital	Donated assets received	Appropriated as legal capital reserve	Appropriated as special capital reserve	Unappropriated earnings	Unrealized gain or losses on FVTOCI financial assets	
Balance at January 1, 2023	\$806,945	\$17,629	\$409	\$96,497	\$12,003	\$1,470	\$92,955	\$1,027,908
Loss	-	-	-	-	-	(3,112)	-	(3,112)
Other comprehensive income	-	-	-	-	-	114	3,738	3,852
Balance at December 31, 2023	\$806,945	\$17,629	\$409	\$96,497	\$12,003	\$(1,528)	\$96,693	\$1,028,648
Balance at January 1, 2024	\$806,945	\$17,629	\$409	\$96,497	\$12,003	\$(1,528)	\$96,693	\$1,028,648
Profit	-	-	-	-	-	15,722	-	15,722
Other comprehensive income	-	-	-	-	-	1,996	(2,888)	(892)
Disposal of equity instruments at fair value through other comprehensive income	-	-	-	-	-	21,985	(21,985)	-
Balance at December 31, 2024	\$806,945	\$17,629	\$409	\$96,497	\$12,003	\$38,175	\$71,820	\$1,043,478

(See accompanying notes and Independent Auditors' Report issued by Nan Tai Union & Co. on March 6, 2025.)

Chairman : Wu, Da-Ho

General Manager : Chen, Jeng Ping

Accounting Officer : Wang, Chiu-yue

Chia Ta World Co., Ltd.

Statements of Cash Flows

For the years ended December 24, 2024 and 2023

Expressed in Thousands of New Taiwan Dollars

Items	2,024	2,023
Cash flows from operating activities :		
Profit before tax	\$19,675	\$(3,727)
Adjustments to reconcile profit (loss) :		
Income charges (credits) not affecting cash		
Depreciation expense	18,867	19,969
Expected credit losses (reversal gains)	(593)	-
Net losses (gains) on financial assets and liabilities at fair value through profit or loss	34	-
Interest expense	2,901	3,144
Interest revenue	(522)	(241)
Dividend revenue	(1,730)	(1,586)
Share of Loss (Profit) of Joint Ventures Accounted for Using Equity Method	263	256
Loss (Gain) from reversal of non-financial assets' impairment loss	(114)	(166)
Changes in operating assets and liabilities		
Notes receivable	16,299	29,738
Accounts receivable	(4,594)	3,473
Other receivables	-	100
Inventories	9,247	10,086
Prepayments	3,104	(6,389)
Other current assets	(18)	(30)
Accrued pension assets, net	45	103
Notes payable	1,518	(1,187)
Accounts payable	5,618	9,117
Other payables	1,876	(2,932)
Other current liabilities	571	48
Cash inflow (outflow) generated from operations	72,447	59,776
Interest received	522	241
Dividend received	1,730	1,586
Interest paid	(2,880)	(3,139)
Income tax refunded (paid)	1,990	(6)
Net cash provided by operating activities	73,809	58,458
Cash flows from investing activities :		
Disposal of financial assets at fair value through other comprehensive	28,041	-
Acquisition of property, plant and equipment	(1,465)	(4,708)
Decrease (Increase) in guaranteed deposits paid	3	-
Decrease (Increase) in prepayments for equipment	(24,476)	(318)
Net cash flows used in investing activities	2,103	(5,026)
Cash flows from financing activities :		
Increase (Decrease) in short-term borrowings	(34,134)	(79,406)
Increase in short-term notes payable	120,000	530,000
Decrease in short-term notes payable	(160,000)	(520,000)
Repayment of the principle portion of lease liabilities	(438)	(477)
Net cash flows provided by (used in) from financing activities	(74,572)	(69,883)
Net increase (decrease) in cash and cash equivalents	1,340	(16,451)
Cash and cash equivalents at beginning of period	63,720	80,171
Cash and cash equivalents at end of period	\$65,060	\$63,720

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Chairman: Wu, Da-Ho

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