Continental Holdings Corporation and Subsidiaries

Consolidated Financial Statements for the Three Months Ended March 31, 2026 and 2025 and Independent Auditors' Review Report

Deloitte.

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INDEPENDENT AUDITORS' REVIEW REPORT

The Board of Directors and Shareholders
Continental Holdings Corporation

Introduction

We have reviewed the accompanying consolidated balance sheets of Continental Holdings Corporation and its subsidiaries as of March 31, 2026, and the related consolidated statements of comprehensive income, the consolidated statements of changes in equity and cash flows for the three months ended March 31, 2026, and the related notes to the consolidated financial statements, including material accounting policy information. Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China. Our responsibility is to express a conclusion on the consolidated financial statements based on our reviews.

Scope of Review

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

Basis for Qualified Conclusion

As disclosed in Note 13 to the consolidated financial statements, the financial statements of some non-significant subsidiaries included in the consolidated financial statements referred to in the first paragraph were not reviewed. As of March 31, 2026, combined total assets of these non-significant subsidiaries were NT$27,758,318 thousand, representing 28.71% of the consolidated total assets, and combined total liabilities of these subsidiaries were NT$14,634,409 thousand, representing 21.56% of the consolidated total liabilities; for the three months ended March 31, 2026, the amounts of combined comprehensive income of these subsidiaries were NT$90,582 thousand, representing 24.76% of the consolidated total comprehensive income. In addition, as disclosed in Notes 14 and 34 to the consolidated financial statements, investments accounted for using the equity method in the consolidated financial statements were not reviewed, the aggregate carrying amounts of these investments were 1,774,699 thousand as of March 31, 2026, and the share of profit of associates accounted for using the equity method were 31,225 thousand for the three months ended March 31, 2026.

Qualified Conclusion

Based on our reviews, except for adjustments, if any, as might have been determined to be necessary had the financial statements of the non-significant subsidiaries and investments accounted for using the equity method as described in the preceding paragraph been reviewed, nothing has come to our attention that caused us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of Continental Holdings Corporation and its subsidiaries as of March 31, 2026, and of its consolidated financial performance and its consolidated cash flows for the three months ended March 31, 2026 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34 “Interim Financial Reporting” endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

Other Matter

The consolidated financial statements of Continental Holdings Corporation and its subsidiaries for the three months ended March 31, 2025, were reviewed by another auditor who expressed a qualified conclusion on those statements on May 9, 2025.

The engagement partners on the reviews resulting in this independent auditors’ review report are Cheng, Shiuh-Ran and Chiu, Meng-Chieh.

Deloitte & Touche
Taipei, Taiwan
Republic of China

May 11, 2026

<u>*Notice to Readers*</u>

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 review such consolidated financial statements are those generally applied in the Republic of China.

For the convenience of readers, the independent auditors’ review 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’ review report and consolidated financial statements shall prevail.

Continental Holdings Corporation and Subsidiaries

CONSOLIDATED BALANCE SHEETS
(In Thousands of New Taiwan Dollars)

ASSETS	March 31, 2026 Amount	%	December 31, 2025 Amount	%	March 31, 2025 Amount	%
CURRENT ASSETS						
Cash and cash equivalents (Note 6)	$ 10,527,237	11	$ 11,574,752	12	$ 5,712,585	6
Financial assets for hedging - current (Note 9)	908,130	1	184,561	-	64,070	-
Contract assets - current (Notes 25 and 31)	4,876,540	5	4,860,137	5	5,488,074	6
Notes receivable, net (Notes 10 and 25)	101	-	-	-	2,824	-
Accounts receivables, net (Notes 10, 25 and 31)	3,544,404	4	4,420,348	5	3,136,660	3
Other receivables (Notes 11 and 31)	457,911	-	478,912	-	572,903	1
Current tax assets	151,265	-	139,619	-	70,426	-
Inventories (Notes 12 and 32)	34,427,919	36	34,772,469	36	35,720,153	40
Prepayments	1,464,384	1	1,452,253	1	1,522,704	2
Other current assets, others (Note 32)	3,733,209	4	3,719,532	4	4,040,561	4
Incremental costs to obtain contract with customers	540,373	1	548,840	1	551,616	1
Total current assets	60,631,473	63	62,151,423	64	56,882,576	63
NON-CURRENT ASSETS						
Financial assets at fair value through profit or loss - non-current (Note 7)	1,068,858	1	1,068,858	1	1,068,858	1
Financial assets at fair value through other comprehensive income - non-current (Note 8)	3,231,279	3	3,226,150	3	3,009,029	3
Investments accounted for using equity method (Note 14)	1,774,699	2	1,498,474	2	1,540,238	2
Property, plant and equipment (Notes 15 and 32)	10,412,508	11	10,247,133	11	10,449,751	11
Right-of-use assets (Notes 16 and 31)	740,831	1	208,240	-	216,136	-
Investment properties (Notes 17 and 32)	2,637,988	3	2,708,703	3	2,861,680	4
Intangible assets (Note 18)	8,318,229	8	8,052,866	8	6,363,581	7
Deferred tax assets	18,929	-	18,452	-	16,337	-
Long-term accounts receivables (Notes 10 and 25)	6,501,398	7	6,399,927	7	7,376,910	8
Other non-current assets, others (Note 11)	1,341,371	1	1,266,729	1	1,212,114	1
Total non-current assets	36,046,090	37	34,695,532	36	34,114,634	37
TOTAL	$ 96,677,563	100	$ 96,846,955	100	$ 90,997,210	100
LIABILITIES AND EQUITY						
CURRENT LIABILITIES						
Short-term borrowings (Note 19)	$ 21,243,501	22	$ 22,000,598	23	$ 23,700,043	26
Short-term notes and bills payable (Note 19)	1,256,400	1	1,000,000	1	1,200,000	1
Contract liabilities - current (Note 25)	14,493,100	15	13,267,483	14	10,997,546	13
Notes payables and accounts payables	6,902,089	7	8,054,835	8	6,788,256	8
Other payables (Note 31)	3,049,037	3	2,645,442	3	2,724,523	3
Current tax liabilities	299,746	-	252,724	-	235,710	-
Provisions - current (Note 21)	241,593	-	261,402	-	244,958	-
Lease liabilities - current (Notes 16 and 31)	155,196	-	124,855	-	113,091	-
Advance receipts	130,543	-	102,746	-	160,214	-
Current portion of bonds payable (Note 20)	-	-	2,000,000	2	1,999,459	2
Current portion of long-term borrowings (Note 19)	1,420,764	2	1,503,194	2	690,651	1
Other current liabilities, others	351,953	1	665,349	1	82,899	-
Total current liabilities	49,543,922	51	51,878,628	54	48,937,350	54
NON-CURRENT LIABILITIES						
Long-term borrowings (Note 19)	17,124,326	18	14,970,348	16	12,202,421	14
Deferred tax liabilities	312,225	-	312,225	-	269,105	-
Lease liabilities - non-current (Notes 16 and 31)	588,317	1	86,161	-	103,899	-
Long-term accounts payable (Note 22)	128,148	-	125,885	-	132,996	-
Net defined benefit liabilities - non-current	71,498	-	71,947	-	92,604	-
Guarantee deposits received	99,741	-	93,807	-	92,934	-
Total non-current liabilities	18,324,255	19	15,660,373	16	12,893,959	14
Total liabilities	67,868,177	70	67,539,001	70	61,831,309	68
EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY (Note 24)						
Common stock	8,232,160	8	8,232,160	9	8,232,160	9
Capital surplus	6,884,018	7	6,884,018	7	6,884,015	8
Retained earnings	10,464,302	11	11,057,554	11	9,596,096	10
Other equity	1,725,729	2	1,661,521	2	1,729,044	2
Total equity attributable to owners of the Company	27,306,209	28	27,835,253	29	26,441,315	29
NON-CONTROLLING INTERESTS (Note 24)	1,503,177	2	1,472,701	1	2,724,586	3
Total equity	28,809,386	30	29,307,954	30	29,165,901	32
TOTAL	$ 96,677,563	100	$ 96,846,955	100	$ 90,997,210	100

The accompanying notes are an integral part of the consolidated financial statements.

(With Deloitte & Touche review report dated May 11, 2026)

Continental Holdings Corporation and Subsidiaries

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
(In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	For the Three Months Ended March 31			
	2026		2025	
	Amount	%	Amount	%
OPERATING REVENUE (Notes 25 and 31)	$ 6,361,105	100	$ 7,402,881	100
OPERATING COSTS (Notes 12, 23, 26 and 31)	5,446,392	86	6,651,233	90
GROSS PROFIT	914,713	14	751,648	10
OPERATING EXPENSES (Notes 23, 26 and 31)				
Selling expenses	127,958	2	82,610	1
Administrative expenses	462,306	7	464,643	6
Total operating expenses	590,264	9	547,253	7
NET OPERATING INCOME	324,449	5	204,395	3
NON-OPERATING INCOME AND EXPENSES (Notes 26 and 31)				
Interest income	36,949	1	25,554	-
Other income	15,379	-	5,496	-
Other gains and losses, net	81,314	1	35,578	1
Finance costs	(173,268)	(3)	(205,684)	(3)
Share of profit or loss of associates and joint ventures accounted for using equity method (Note 14)	31,225	1	(5,250)	-
Total non-operating income and expenses	(8,401)	-	(144,306)	(2)
INCOME BEFORE INCOME TAX	316,048	5	60,089	1
INCOME TAX EXPENSE (Note 27)	20,798	-	52,340	1
NET INCOME	295,250	5	7,749	-
OTHER COMPREHENSIVE INCOME (LOSS)				
Items that will not be reclassified subsequently to profit or loss:				
Unrealized gain/(loss) from investments in equity instruments measured at fair value through other comprehensive income	5,129	-	(30,775)	-
Gain/(loss) on hedging instruments	5,446	-	900	-
Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	-	-	-	-
	10,575	-	(29,875)	-

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Continental Holdings Corporation and Subsidiaries

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
(In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	For the Three Months Ended March 31			
	2026		2025	
	Amount	%	Amount	%
Items that may be reclassified subsequently to profit or loss:				
Exchange differences on translation	$ 59,984	1	$ 79,157	1
Income tax related to components of other comprehensive income that will be reclassified to profit or loss	-	-	-	-
	59,984	1	79,157	1
Other comprehensive income	70,559	1	49,282	1
TOTAL COMPREHENSIVE INCOME	$ 365,809	6	$ 57,031	1
NET PROFIT (LOSS) ATTRIBUTABLE TO:				
Owners of the Company	$ 271,125	4	$ 39,844	-
Non-controlling interests	24,125	1	(32,095)	-
	$ 295,250	5	$ 7,749	-
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:				
Owners of the Company	$ 335,333	5	$ 71,031	1
Non-controlling interests	30,476	1	(14,000)	-
	$ 365,809	6	$ 57,031	1
EARNINGS PER SHARE (Note 28)				
Basic earnings per share	$ 0.33		$ 0.05	
Diluted earnings per share	$ 0.33		$ 0.05	

The accompanying notes are an integral part of the consolidated financial statements.

(With Deloitte & Touche review report dated May 11, 2026) (Concluded)

Continental Holdings Corporation and Subsidiaries

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
(In Thousands of New Taiwan Dollars)

	Equity Attributable to Owners of the Company												
			Retained Earnings				Other Equity						
	Share Capital Common Stock	Capital Surplus	Legal Reserve	Special Reserve	Unappropriated Earnings	Total	Exchange Differences on Translation of Foreign Financial Statements	Unrealized Gain/(Loss) on Financial Assets Measured at Fair Value Through Other Comprehensive Income	Gain/(Loss) on Hedging Instruments	Total	Total	Non-controlling Interests	Total Equity
BALANCE AT JANUARY 1, 2025	$ 8,232,160	$ 6,884,015	$ 1,589,444	$ 907,090	$ 7,924,095	$ 10,420,629	$ (499,349)	$ 2,195,614	$ 1,592	$ 1,697,857	$ 27,234,661	$ 2,500,342	$ 29,735,003
Net income	-	-	-	-	39,844	39,844	-	-	-	-	39,844	(32,095)	7,749
Other comprehensive income (loss)	-	-	-	-	-	-	61,062	(30,775)	900	31,187	31,187	18,095	49,282
Total comprehensive income (loss)	-	-	-	-	39,844	39,844	61,062	(30,775)	900	31,187	71,031	(14,000)	57,031
Appropriation of earnings Cash dividends	-	-	-	-	(864,377)	(864,377)	-	-	-	-	(864,377)	-	(864,377)
Non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	238,244	238,244
BALANCE AT MARCH 31, 2025	$ 8,232,160	$ 6,884,015	$ 1,589,444	$ 907,090	$ 7,099,562	$ 9,596,096	$ (438,287)	$ 2,164,839	$ 2,492	$ 1,729,044	$ 26,441,315	$ 2,724,586	$ 29,165,901
BALANCE AT JANUARY 1, 2026	$ 8,232,160	$ 6,884,018	$ 1,842,460	$ 907,090	$ 8,308,004	$ 11,057,554	$ (726,051)	$ 2,381,959	$ 5,613	$ 1,661,521	$ 27,835,253	$ 1,472,701	$ 29,307,954
Net income	-	-	-	-	271,125	271,125	-	-	-	-	271,125	24,125	295,250
Other comprehensive income	-	-	-	-	-	-	53,633	5,129	5,446	64,208	64,208	6,351	70,559
Total comprehensive income	-	-	-	-	271,125	271,125	53,633	5,129	5,446	64,208	335,333	30,476	365,809
Appropriation of earnings Cash dividends	-	-	-	-	(864,377)	(864,377)	-	-	-	-	(864,377)	-	(864,377)
BALANCE AT MARCH 31, 2026	$ 8,232,160	$ 6,884,018	$ 1,842,460	$ 907,090	$ 7,714,752	$ 10,464,302	$ (672,418)	$ 2,387,088	$ 11,059	$ 1,725,729	$ 27,306,209	$ 1,503,177	$ 28,809,386

The accompanying notes are an integral part of the consolidated financial statements.

(With Deloitte & Touche review report dated May 11, 2026)

Continental Holdings Corporation and Subsidiaries

CONSOLIDATED STATEMENTS OF CASH FLOWS
(In Thousands of New Taiwan Dollars)

	For the Three Months Ended March 31	
	2026	2025
CASH FLOWS FROM OPERATING ACTIVITIES		
Income before income tax	$ 316,048	$ 60,089
Adjustments:		
Depreciation expenses	130,685	120,112
Amortization expenses	22,267	19,624
Interest expenses (under operating costs)	173,268	205,503
Interest income	(36,949)	(25,554)
Share of (profit) or loss of associates and joint ventures accounted for using equity method	(31,225)	5,250
Gain on disposal of property, plant and equipment	(10)	-
Loss on disposal of property, plant and equipment (under construction costs)	5,332	678
Reversal of provisions	(11,121)	(4,418)
Amortization of issuance costs on bonds payable	-	181
Changes in operating assets and liabilities		
Contract assets	(207,918)	(229,786)
Notes receivable	(101)	(2,219)
Accounts receivables	974,308	(1,070,752)
Other receivables	20,286	(36,221)
Inventories	(690,688)	(2,086,584)
Prepayments	(19,109)	21,137
Other current assets	(54,308)	(246,022)
Incremental costs to obtain a contract with customers	8,467	(45,283)
Contract liabilities	2,247,864	210,912
Notes payable and accounts payables	(1,144,254)	(206,117)
Other payables	(488,731)	(528,048)
Provisions	(8,748)	(2,698)
Advance receipts	29,356	151,529
Other current liabilities	(312,674)	(13,726)
Net defined benefit liabilities	(449)	(1,778)
Cash generated from (used in) operations	921,596	(3,704,191)
Interest received	40,158	28,551
Interest paid	(241,094)	(286,646)
Income taxes refund	12,648	12,520
Net cash flows from (used in) operating activities	733,308	(3,949,766)
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of financial assets for hedging	(2,531,800)	(893,602)
Disposal of financial assets for hedging	1,813,677	1,120,683
Acquisition of associates	(245,000)	-
Acquisition of property, plant and equipment	(48,333)	(20,574)
Disposal of property, plant and equipment	495	10

(Continued)

Continental Holdings Corporation and Subsidiaries

CONSOLIDATED STATEMENTS OF CASH FLOWS
(In Thousands of New Taiwan Dollars)

	For the Three Months Ended March 31	
	2026	2025
Non-current other receivables	$ (14,114)	$ (65,790)
Acquisition of intangible assets	(260,116)	(1,262,057)
Other financial assets	40,263	(24,509)
Other non-current assets	(7,145)	(9,245)
Prepayments for business facilities	(69,878)	(25,876)
Net cash flows used in investing activities	(1,321,951)	(1,180,960)
CASH FLOWS FROM FINANCING ACTIVITIES		
Increase in short-term borrowings	11,345,500	10,450,260
Decrease in short-term borrowings	(12,109,228)	(8,776,080)
Increase in short-term notes and bills payable	2,265,800	2,900,000
Decrease in short-term notes and bills payable	(2,009,400)	(1,900,000)
Decrease in bonds payable	(2,000,000)	-
Increase in long-term borrowings	3,258,000	1,866,083
Decrease in long-term borrowings	(1,199,664)	(1,011,940)
Guarantee deposits received	5,946	7,259
Payments of lease liabilities	(29,187)	(23,157)
Change in non-controlling interests	-	238,244
Net cash flows (used in) from financing activities	(472,233)	3,750,669
EFFECT OF EXCHANGE RATE CHANGES ON CASH AND CASH EQUIVALENTS	13,361	8,375
NET DECREASE IN CASH AND CASH EQUIVALENTS	(1,047,515)	(1,371,682)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	11,574,752	7,084,267
CASH AND CASH EQUIVALENTS AT END OF YEAR	$ 10,527,237	$ 5,712,585

The accompanying notes are an integral part of the consolidated financial statements.

(With Deloitte & Touche review report dated May 11, 2026) (Concluded)

Continental Holdings Corporation and Subsidiaries

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED MARCH 31, 2026 AND 2025
(Expressed in Thousands of New Taiwan Dollars, Unless Otherwise Specified)

1. GENERAL INFORMATION

Continental Holdings Corporation ("CHC" or "the Company") was established through shares exchange with Continental Engineering Corp. ("CEC") on April 8, 2010 and CEC became 100% - owned by the Company. On the same day, the Company was approved to be a listed Company by the FSC. The consolidated financial statements as of March 31, 2026 consist of the Company and all of its subsidiaries ("the Group"), and the interests in associates. Please refer to Note 35 for the Group's main businesses.

The consolidated financial statements are presented in the Company's functional currency, the New Taiwan dollar.

2. APPROVAL OF FINANCIAL STATEMENTS

The consolidated financial statements were approved by the Company's board of directors on May 11, 2026.

3. APPLICATION OF NEW, AMENDED AND REVISED STANDARDS AND INTERPRETATIONS

a. Initial application of the amendments to the International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), IFRIC Interpretations (IFRIC), and SIC Interpretations (SIC) (collectively, the "IFRS Accounting Standards") endorsed and issued into effect by the FSC

   The initial application of the IFRS Accounting Standards endorsed and issued into effect by the FSC did not have a material impact on the Group's accounting policies.

b. The IFRS Accounting Standards in issue but not yet endorsed and issued into effect by the FSC

New, Amended and Revised Standards and Interpretations	Effective Date Announced by IASB (Note 1)
Amendments to IFRS 10 and IAS 28 "Sale or Contribution of Assets between an Investor and its Associate or Joint Venture"	To be determined by IASB
IFRS 18 "Presentation and Disclosure in Financial Statements"	January 1, 2027 (Note 2)
IFRS 19 "Subsidiaries without Public Accountability: Disclosures" (including the 2025 amendments to IFRS 19)	January 1, 2027
Amendments to IAS 21 "Translation to a Hyperinflationary Presentation Currency"	January 1, 2027

Note 1: Unless stated otherwise, the above IFRS Accounting Standards are effective for annual reporting periods beginning on or after their respective effective dates.

Note 2: On September 25, 2025, the FSC announced that IFRS 18 will take effect starting from January 1, 2028. Domestic entities could elect to apply IFRS 18 for an earlier period after the endorsement of IFRS 18 by the FSC.

IFRS 18 “Presentation and Disclosure in Financial Statements” and consequential amendments

IFRS 18 will supersede IAS 1 “Presentation of Financial Statements”. The main changes comprise:

- To classify items of income and expenses presented in the statement of profit or loss into the operating, investing, financing, income taxes and discontinued operations categories, the Group shall assess whether it has specified main business activities of investing in particular types of assets and providing financing to customers.

- The statement of profit or loss shall present totals and subtotals for operating profit or loss, profit or loss before financing and income taxes and profit or loss.

- Provides guidance to enhance the requirements of aggregation and disaggregation: The Group shall identify the assets, liabilities, equity, income, expenses and cash flows that arise from individual transactions or other events and shall classify and aggregate them into groups based on shared characteristics, so as to result in the presentation in the primary financial statements of line items that have at least one similar characteristic. The Group shall disaggregate items with dissimilar characteristics in the primary financial statements and in the notes. The Group labels items as “other” only if it cannot find a more informative label.

- Disclosures on Management-defined Performance Measures (MPMs): When in public communications outside financial statements and communicating to users of financial statements management’s view of an aspect of the financial performance of the Group as a whole, the Group shall disclose related information about its MPMs in a single note to the financial statements, including the description of such measures, calculations, reconciliations to the subtotal or total specified by IFRS Accounting Standards and the income tax and non-controlling interests effects of related reconciliation items.

In addition, the following consequential amendments have been made to IAS 7 “Statement of Cash Flows”:

- The Group shall use operating profit or loss as the starting point when presenting cash flows from operating activities under the indirect method.

- Interest and dividends received by the Group shall be classified as investing activities, while interest and dividends paid shall be classified as financing activities. However, if, after assessment, the Group has a specific main operating activity, it shall determine how to classify dividends received, interest received and interest paid in the statement of cash flows by referring to how it classifies dividend income, interest income and interest expense in the statement of profit or loss. The total of each of these cash flows shall be classified in a single category in the statement of cash flows.

Further to the above effects, as of the date the consolidated financial statements were authorized for issue, the Group is continuously assessing the impacts of the above amended standards and interpretations on the Group’s financial position and financial performance and will disclose the relevant impact when the assessment is completed.

4. SUMMARY OF MATERIAL ACCOUNTING POLICY INFORMATION

a. Statement of compliance

These interim consolidated financial statements have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and IAS 34 “Interim Financial Reporting” as endorsed and issued into effect by the FSC. Disclosure information included in these interim consolidated financial statements is less than the disclosure information required in a complete set of annual consolidated financial statements.

b. Basis of preparation

The consolidated financial statements have been prepared on the historical cost basis except for financial instruments and net defined benefit liabilities which are measured at the present value of the defined benefit obligation less the fair value of plan assets.

The fair value measurements, which are grouped into Levels 1 to 3 based on the degree to which the fair value measurement inputs are observable and based on the significance of the inputs to the fair value measurement in its entirety, are described as follows:

1) Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities;

2) Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for an asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices); and

3) Level 3 inputs are unobservable inputs for an asset or liability.

c. Basis of consolidation

The consolidated financial statements incorporate the financial statements of the Company and the entities controlled by the Company (i.e., its subsidiaries). Income and expenses of subsidiaries acquired or disposed of during the period are included in the consolidated statement of profit or loss and other comprehensive income from the effective dates of acquisitions up to the effective dates of disposals, as appropriate. When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those used by the Company. All intra-group transactions, balances, income and expenses are eliminated in full upon consolidation. Total comprehensive income of subsidiaries is attributed to the owners of the Company and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

Changes in the Group's ownership interests in subsidiaries that do not result in the Group losing control over the subsidiaries are accounted for as equity transactions. The carrying amounts of the interests of the Group and the non-controlling interests are adjusted to reflect the changes in their relative interests in the subsidiaries. Any difference between the amount by which the non-controlling interests are adjusted and the fair value of the consideration paid or received is recognized directly in equity and attributed to the owners of the Company.

See Note 13 and Table 7 for detailed information on subsidiaries (including percentages of ownership and main businesses).

d. Other material accounting policies

Except for the following, please refer to the consolidated financial statements for the year ended December 31, 2025.

1) Retirement benefits

Pension cost for an interim period is calculated on a year-to-date basis by using the actuarially determined pension cost rate at the end of the prior financial year, adjusted for significant market fluctuations since that time and for significant plan amendments, settlements, or other significant one-off events.

2) Income tax expense

Income tax expense represents the sum of the tax currently payable and deferred tax. Interim period income taxes are assessed on an annual basis and calculated by applying to an interim period's pre-tax income the tax rate that would be applicable to expected total annual earnings.

5. MATERIAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

The material accounting judgments and key sources of estimation uncertainty adopted in the consolidated financial statements are the same as those in the consolidated financial statements for the year ended December 31, 2025.

6. CASH AND CASH EQUIVALENTS

	March 31, 2026	December 31, 2025	March 31, 2025
Cash on hand	$ 23,520	$ 23,723	$ 25,126
Checking accounts and demand deposits	4,661,163	4,652,078	2,870,599
Cash equivalents (investments with original maturities of 3 months or less)			
Time deposits	1,833,382	2,052,616	640,960
Repurchase agreements	4,009,172	4,846,335	2,175,900
	$ 10,527,237	$ 11,574,752	$ 5,712,585

7. FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

	March 31, 2026	December 31, 2025	March 31, 2025
Financial assets - non-current			
Financial assets mandatorily classified as at fair value through profit or loss			
Non-derivative financial assets			
Unlisted shares	$ 1,068,858	$ 1,068,858	$ 1,068,858

8. FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

Investments in Equity Instruments at FVTOCI

	March 31, 2026	December 31, 2025	March 31, 2025
Non-current			
Domestic investments			
Listed shares and emerging market shares			
Ordinary shares - Evergreen Steel Corp.	$ 2,482,524	$ 2,477,395	$ 2,256,839
Unlisted shares			
Ordinary shares - Xinrong Enterprise	741,895	741,895	747,866
Ordinary shares - Taipei Metro Consulting Service Ltd.	6,860	6,860	4,324
	$ 3,231,279	$ 3,226,150	$ 3,009,029

These investments in equity instruments are held for medium to long-term strategic purposes. Accordingly, the management elected to designate these investments in equity instruments as at FVTOCI as they believe that recognizing short-term fluctuations in these investments' fair value in profit or loss would not be consistent with the Group's strategy of holding these investments for long-term purposes.

9. FINANCIAL ASSETS AND LIABILITIES FOR HEDGING

	March 31, 2026	December 31, 2025	March 31, 2025
Cash flow hedge			
Financial assets used for hedging	$ 908,130	$ 184,561	$ 64,070
Financial liabilities used for hedging	-	-	-
	$ 908,130	$ 184,561	$ 64,070

The Group is exposed to certain foreign exchange risk arising from the payments made to overseas companies for the purchase of facilities, preparation of overseas related investment and some construction projects involving foreign consultant design fees, etc. The foreign exchange risk is estimated to be high, therefore, the Group decided to use derivative financial instruments for hedging purposes.

The items hedged and the hedge instrument held by the Group were as follows:

		Hedge Instrument Designated as Hedging Instruments and Their Fair Values		
Item Hedged	Hedge Instrument	March 31, 2026	December 31, 2025	March 31, 2025
Expected foreign assets	Foreign deposits	$ 897,071	$ 178,948	$ 61,578
	Change in value of foreign currency	$ 1,848	$ 753	$ 1,028
Expected cash flow period		2026-2027	2026	2025-2026

(Continued)

Item Hedged	Hedge Instrument	Hedge Instrument Designated as Hedging Instruments and Their Fair Values March 31, 2026	December 31, 2025	March 31, 2025
Expected foreign assets (liabilities)	Forward exchange	$ 9,211	$ 4,860	$ 1,464
Amount (notional principal)		US$ 6,510 thousand	US$ 6,510 thousand	JPY 352,500 thousand
Delivery date		2026.10-2028.1	2026.10-2028.1	2025.4-2025.5 (Concluded)

The transactions of cash flow hedges for the three months ended March 31, 2026 and 2025, were all effective.

10. NOTES RECEIVABLE AND ACCOUNTS RECEIVABLES (INCLUDING RELATED PARTIES)

	March 31, 2026	December 31, 2025	March 31, 2025
Notes receivable			
At amortized cost			
Gross carrying amount	$ 101	$ -	$ 2,824
Accounts receivables			
At amortized cost			
Gross carrying amount	$ 3,544,404	$ 4,420,348	$ 3,136,660
Less: Loss allowance	-	-	-
	$ 3,544,404	$ 4,420,348	$ 3,136,660
Long-term accounts receivables			
At amortized cost			
Gross carrying amount	$ 6,501,398	$ 6,399,927	$ 7,376,910
Less: Loss allowance	-	-	-
	$ 6,501,398	$ 6,399,927	$ 7,376,910

The Group assesses expected credit losses for all notes receivable, accounts receivable, and long-term receivables on an individual customer basis. In estimating such losses, the Group considers contractual terms, historical experience, and the current financial condition of customers to determine the amounts that are not expected to be recovered, and accordingly recognizes an allowance for credit losses.

The aging of notes receivable, accounts receivable and long-term accounts receivable were as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Not past due	$ 9,596,789	$ 10,504,393	$ 10,173,481
Pass due less than one year	271,565	136,679	285,869
Pass due over one year	177,549	179,203	57,044
	$ 10,045,903	$ 10,820,275	$ 10,516,394

The movements of the loss allowance of accounts receivables and long-term accounts receivable were as follows:

	For the Three Months Ended March 31	
	2026	2025
Balance, beginning of period	$ -	$ -
Add: Net remeasurement of loss allowance	-	-
Balance, end of period	$ -	$ -

The dispute between the Group and its customer over construction payments, arising from a contracted project, resulted in the Group to recognize the amounts of $13,417 thousand and $164,035 thousand as accounts receivables that were past due and contract assets, respectively, as of March 31, 2026. In response to the above matter, the Group filed a civil lawsuit to claim the construction payments in January 2026 in accordance with the contract and will continue to assess the impact on its financial performance.

11. OTHER RECEIVABLES

	March 31, 2026	December 31, 2025	March 31, 2025
Other receivables - lending of capital (under other non-current assets)	$ 1,158,703	$ 1,144,588	$ 1,039,704
Other receivables - lawsuit	369,219	376,656	401,854
Other receivables - related parties	5,093	4,275	4,495
Other (including other non-current assets)	183,196	190,434	238,477
Less: Loss allowance	-	-	-
	$ 1,716,211	$ 1,715,953	$ 1,684,530

12. INVENTORIES

	March 31, 2026	December 31, 2025	March 31, 2025
Hotel			
Catering	$ 3,512	$ 3,390	$ 5,589
Real estate			
Real estate held for sale	9,871,958	10,988,633	10,209,630
Land held for development	2,313,672	2,695,631	5,647,474
Building construction in progress	22,950,040	21,797,139	20,413,709
Prepayment for land	-	-	1,939
	35,135,670	35,481,403	36,272,752
Less: Allowance for impairment loss	(711,263)	(712,324)	(558,188)
	$ 34,427,919	$ 34,772,469	$ 35,720,153

For the three months ended March 31, 2026 and 2025, the details of the cost of inventory were as follows:

	For the Three Months Ended March 31	
	2026	2025
Inventory that has been sold	$ 1,146,653	$ 133,643
Write-down (reversal) of inventories	(6,904)	(7,431)
	$ 1,139,749	$ 126,212

Capitalizing interest costs were as follows:

	For the Three Months Ended March 31	
	2026	2025
Capitalized interests	$ 74,867	$ 62,289
Capitalization interest rate	2.00%-6.23%	2.50%-6.48%

The inventories pledged as collateral for bank borrowings are set out in Note 32.

13. SUBSIDIARIES

a. Subsidiaries included in the consolidated financial statements

			Percentage of Ownership			
Investor	Investee	Nature of Activities	March 31, 2026	December 31, 2025	March 31, 2025	Remark
The Company and CCLC	Continental Engineering Corporation (CEC)	Civil, building and M&E engineering	100.00	100.00	100.00	
The Company and CCLC	Continental Development Corporation (CDC)	Real estate development on residential, commercial, hotels and communities	100.00	100.00	100.00	
The Company and CCLC	HDEC Corporation (HDEC)	Environmental project development and water treatment	100.00	100.00	100.00	
The Company	Continental Consulting Limited Company (CCLC)	Management consulting	100.00	100.00	100.00	9

(Continued)

Investor	Investee	Nature of Activities	Percentage of Ownership March 31, 2026	Percentage of Ownership December 31, 2025	Percentage of Ownership March 31, 2025	Remark
CEC	CEC International Corporation (India) Private Limited (CICI)	Civil and building engineering	100.00	100.00	100.00	9
CEC	CEC International Malaysia Sdn. Bhd. (CIMY)	Civil and building engineering	85.14	85.14	85.14	9
CEC	Continental Engineering Corporation (Hong Kong) Limited (CEC HK)	Civil and building engineering	100.00	100.00	100.00	9
CDC	CDC Commercial Development Corporation (CCD)	Real estate development and lease	80.65	80.65	80.65	9
CDC	MEGA Capital Development Sdn. Bhd. (MEGA)	Real estate development on hotels	55.00	55.00	55.00	9
CDC	Bangsar Rising Sdn. Bhd. (BANGSAR)	Real estate development on residential	60.00	60.00	60.00	9
CDC	CDC Asset Management Malaysia Sdn. Bhd. (CDCAM)	Management consulting	100.00	100.00	100.00	9
CDC	CDC US Corporation	Investment and holding	100.00	100.00	100.00	10
CDC US Corporation	CDC Investment Management LLC	Investment management	100.00	100.00	100.00	10
CDC US Corporation	Trimosa Holdings LLC	Investment and holding	70.88	70.88	70.88	10
CDC US Corporation	950 Property LLC	Real estate development on residential	100.00	100.00	-	7 and 10
Trimosa Holdings LLC	950 Investment LLC	Investment and holding	100.00	100.00	100.00	10
950 Investment LLC	950 Property LLC	Real estate development on residential	-	-	100.00	7
950 Investment LLC	950 Hotel Property LLC	Hotel industry	100.00	100.00	100.00	10
950 Investment LLC	950 Retail Property LLC	Real estate lease and management	100.00	100.00	100.00	10
950 Hotel Property LLC	950 F&B LLC	Liquor sale	100.00	100.00	100.00	10
HDEC	HDEC Construction Corporation (SDC)	Construction of underground pipeline and environmental protection project, plumbing	100.00	100.00	100.00	9
HDEC	North Shore Environment Corporation (NSC)	Sewer system design and construction in Danshui area, New Taipei City	100.00	100.00	100.00	1 and 9
HDEC	Blue Whale Water Technologies Corporation (BWC)	Feng Shan River wastewater reclamation and reuse BTO project in Kaohsiung City	51.00	51.00	51.00	2 and 9
HDEC	HDEC (Puding) Environment Corporation (PDC)	Pu Ding area sewerage construction in Taoyuan City	100.00	100.00	100.00	3 and 9
HDEC	HDEC-CTCI (Linhai) Corporation (LHC)	Linhai wastewater reclamation and reuse BTO project in Kaohsiung City	55.00	55.00	55.00	4 and 9
HDEC	HDEC (Ciaotou) Corporation (CTC)	Ciaotou wastewater reclamation and reuse BTO project in Kaohsiung City	100.00	100.00	100.00	5 and 9
HDEC	HDEC (Chengxi) Energy Corporation (CXC)	Aninan area incineration plant renewal in Tainan City	100.00	100.00	100.00	6 and 9
HDEC	HDEC (Baoshan) Water Treatment Corporation (HBS)	Wastewater treatment and water reclamation	100.00	100.00	-	8 and 9

(Concluded)

Remarks:

1) NSC was founded as a Special Purpose Company (SPC) to build then operate Danshui Area Sewer System BOT project in New Taipei City. The sewer system construction and facility will be transferred to the authority at the end of the concession period without condition.

2) BWC was founded as a SPC to perform the contract for Feng Shan River wastewater reclamation and reuse, which is a BTO project in Kaohsiung City. Upon the completion of the wastewater treatment plant, BWC will transfer all the operating assets to the authority and be engaged by the authority to operate the wastewater treatment plant and water recycling plant. BWC will transfer the operating rights to the authority without condition at the end of the operating period.

3) PDC was founded as a SPC to build then operate Pu Ding area sewer system, which is a BOT project in Taoyuan City. The Pu Ding area sewer system will be transferred to the authority at the end of the concession period without condition.

4) LHC was founded as a SPC to perform the contract for Kaohsiung coastal area wastewater reclamation and reuse, which is a BTO project in Kaohsiung City. Upon the completion of the wastewater treatment plant, LHC will transfer all the operating assets to the authority and be engaged by the authority to operate the wastewater treatment plant and water recycling plant. LHC will transfer the operating rights to the authority without condition at the end of the operating period.

5) CTC was founded as a SPC to perform the contract for Kaohsiung Ciaotou water recycling, which is a BTO project in Kaohsiung City. Upon the completion of the water recycling plant, CTC will transfer all the operating assets to the authority and be engaged by the authority to operate the water recycling plant. CTC will transfer the operating rights to the authority without condition at the end of the operating period.

6) CXC was founded as a SPC in accordance with the investment contract for the BOT of the Tainan Chengxi area waste incineration plant. The Chengxi area waste incineration plant will be transferred to the authority at the end of the concession period without condition.

7) In June 2025, the Group underwent a corporate reorganization, under which, its equity interest in 950 Property LLC, originally held by 950 Investment LLC, was transferred to CDC US Corp. As of October 2025, the Group entered into a distribution agreement with the non-controlling shareholder of 950 Property LLC., wherein the Group distributed the inventories and borrowings of 950 Property LLC to the non-controlling shareholder in proportion to its ownership interest, resulting in the Group's shareholding to increase from 70.88% to 100%.

8) HBS was established in July 2025.

9) These are non-significant subsidiaries and their financial statements have not been reviewed.

10) Its financial statements for the first quarter of 2025 have not been reviewed.

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

c. Details of subsidiaries that have material non-controlling interests

Name of Subsidiary	Principal Place of Business	Proportion of Ownership and Voting Rights Held by Non-controlling Interests — March 31, 2026	December 31, 2025	March 31, 2025
CDC US Corporation and subsidiaries	The United States	29.12%	29.12%	29.12%

The following information of the aforementioned subsidiaries have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers. Adjustments were made to reflect the fair value adjustment made during the acquisition and relevant difference in accounting principles between the Company and its subsidiaries as at the acquisition date. Intra-group transactions were not eliminated.

CDC US Corporation and subsidiaries

	March 31, 2026	December 31, 2025	March 31, 2025
Current assets	$ 2,794,057	$ 2,642,830	$ 4,433,326
Non-current assets	4,979,660	4,931,792	5,329,725
Current liabilities	(2,693,177)	(3,378,315)	(3,815,863)
Non-current liabilities	(128,579)	(126,309)	(133,443)
Equity	$ 4,951,961	$ 4,069,998	$ 5,813,745
Equity attributable to:			
Owners of Company	$ 4,388,061	$ 3,513,718	$ 4,261,715
Non-controlling interests of Company's subsidiaries	563,900	556,280	1,552,030
	$ 4,951,961	$ 4,069,998	$ 5,813,745

	For the Three Months Ended March 31	
	2026	2025
Operating Revenue	$ 323,118	$ 164,798
Net loss	$ (59,545)	$ (184,446)
Other comprehensive income (loss)	-	-
Total comprehensive income (loss)	$ (59,545)	$ (184,446)
Total comprehensive income (loss) attributable to:		
Owners of Company	$ (57,192)	$ (130,775)
Non-controlling interests of Company's subsidiaries	(2,353)	(53,671)
	$ (59,545)	$ (184,446)

14. INVESTMENTS ACCOUNTED FOR USING EQUITY METHOD

Investments in associates

	March 31, 2026	December 31, 2025	March 31, 2025
CTCI-HDEC (Chungli) Corporation (CTCI-HDEC)	$ 1,119,806	$ 847,162	$ 858,317
Fanlu Construction Industry Co., Ltd. (Fanlu)	654,893	651,312	681,921
	$ 1,774,699	$ 1,498,474	$ 1,540,238

Material associates

Name of Associate	Nature of Activities	Principal Place of Business	Proportion of Ownership and Voting Rights		
			March 31, 2026	December 31, 2025	March 31, 2025
CTCI-HDEC	SPC, mainly responsible for the sewerage system BOT project in Chung Li area, Taoyuan City.	Taiwan	49.00%	49.00%	49.00%
Fanlu	Real estate	Taiwan	35.00%	35.00%	35.00%

Investments were accounted for using the equity method and the share of profit or loss and other comprehensive income of those investments were calculated based on financial statements which have not been reviewed. Management believes there is no material impact on the equity method of accounting or the calculation of the share of profit or loss and other comprehensive income from the financial statements which have not been reviewed.

The summarized financial information below represents amounts shown in the associates' financial statements prepared in accordance with IFRS Accounting Standards adjusted by the Group for equity accounting purposes.

CTCI-HDEC

	March 31, 2026	December 31, 2025	March 31, 2025
Current assets	$ 1,598,999	$ 542,109	$ 717,214
Non-current assets	4,303,091	4,009,232	3,361,815
Current liabilities	(1,560,672)	(853,395)	(584,642)
Non-current liabilities	(2,056,100)	(1,969,044)	(1,742,720)
Equity	$ 2,285,318	$ 1,728,902	$ 1,751,667
Proportion of the Group's ownership	49%	49%	49%
Equity attributable to the Group	$ 1,119,806	$ 847,162	$ 858,317
Carrying amount	$ 1,119,806	$ 847,162	$ 858,317

	For the Three Months Ended March 31	
	2026	2025
Operating revenue	$ 381,529	$ 131,353
Net profit	$ 56,416	$ 4,397
Total comprehensive income	$ 56,416	$ 4,397

Fanlu

	March 31, 2026	December 31, 2025	March 31, 2025
Current assets	$ 5,407,575	$ 5,505,434	$ 6,029,429
Non-current assets	142,415	125,652	158,796
Current liabilities	(278,815)	(370,143)	(4,239,828)
Non-current liabilities	(3,400,000)	(3,400,000)	-
Equity	$ 1,871,175	$ 1,860,943	$ 1,948,397
Proportion of the Group's ownership	35%	35%	35%
Equity attributable to the Group	$ 654,893	$ 651,312	$ 681,921
Carrying amount	$ 654,893	$ 651,312	$ 681,921

	For the Three Months Ended March 31	
	2026	2025
Operating revenue	$ -	$ 920,120
Net profit (loss)	$ 10,231	$ (21,159)
Total comprehensive income (loss)	$ 10,231	$ (21,159)

15. PROPERTY, PLANT AND EQUIPMENT

	Land	Buildings	Machinery	Transportation Equipment	Computer Equipment	Office Equipment	Operating Equipment	Construction in Progress	Total
Cost									
Balance at January 1, 2026	$ 2,767,953	$ 7,279,734	$ 1,256,097	$ 236,421	$ 161,251	$ 235,136	$ 179,286	$ 16,626	$ 12,132,504
Additions	-	-	21,179	3,524	1,164	734	1,741	19,991	48,333
Reclassifications	56,126	20,066	16,495	-	-	-	-	-	92,687
Disposals	-	-	(20,969)	(1,624)	(263)	(781)	(24)	-	(23,661)
Effects of foreign currency exchange differences	16,143	127,500	1,033	-	24	763	3,614	-	149,077
Balance at March 31, 2026	$ 2,840,222	$ 7,427,300	$ 1,273,835	$ 238,321	$ 162,176	$ 235,852	$ 184,617	$ 36,617	$ 12,398,940
Accumulated depreciation									
Balance at January 1, 2026	$ -	$ 872,214	$ 508,291	$ 148,900	$ 97,132	$ 157,335	$ 101,499	$ -	$ 1,885,371
Depreciation expenses	-	43,827	27,822	6,299	6,811	6,953	6,848	-	98,560
Reclassifications	-	8,427	-	-	-	-	-	-	8,427
Disposals	-	-	(15,322)	(1,583)	(203)	(726)	(10)	-	(17,844)
Effects of foreign currency exchange differences	-	9,010	350	-	(43)	488	2,113	-	11,918
Balance at March 31, 2026	$ -	$ 933,478	$ 521,141	$ 153,616	$ 103,697	$ 164,050	$ 110,450	$ -	$ 1,986,432
Carrying amount on March 31, 2026	$ 2,840,222	$ 6,493,822	$ 752,694	$ 84,705	$ 58,479	$ 71,802	$ 74,167	$ 36,617	$ 10,412,508
Carrying amount on December 31, 2025 and January 1, 2026	$ 2,767,953	$ 6,407,520	$ 747,806	$ 87,521	$ 64,119	$ 77,801	$ 77,787	$ 16,626	$ 10,247,133
Cost									
Balance at January 1, 2025	$ 2,765,320	$ 7,395,305	$ 1,269,387	$ 214,758	$ 127,734	$ 204,675	$ 156,145	$ -	$ 12,133,324
Additions	-	1,462	11,979	3,384	2,506	-	1,243	-	20,574
Reclassifications	-	-	655	-	-	-	-	-	655
Disposals	-	-	(2,505)	(2,372)	(178)	(10)	-	-	(5,065)
Effects of foreign currency exchange differences	11,895	95,443	773	22	56	557	2,351	-	111,097
Balance at March 31, 2025	$ 2,777,215	$ 7,492,210	$ 1,280,289	$ 215,792	$ 130,118	$ 205,222	$ 159,739	$ -	$ 12,260,585
Accumulated depreciation									
Balance at January 1, 2025	$ -	$ 703,882	$ 577,463	$ 136,323	$ 76,974	$ 141,875	$ 75,309	$ -	$ 1,711,826
Depreciation expenses	-	44,809	29,648	5,578	4,559	5,051	6,002	-	95,647
Disposals	-	-	(1,827)	(2,362)	(178)	(10)	-	-	(4,377)
Effects of foreign currency exchange differences	-	6,005	190	22	48	263	1,210	-	7,738
Balance at March 31, 2025	$ -	$ 754,696	$ 605,474	$ 139,561	$ 81,403	$ 147,179	$ 82,521	$ -	$ 1,810,834
Carrying amount on March 31, 2025	$ 2,777,215	$ 6,737,514	$ 674,815	$ 76,231	$ 48,715	$ 58,043	$ 77,218	$ -	$ 10,449,751

Property, plant and equipment pledged as collateral for long term borrowing, short term borrowing and constructions guarantee are set out in Note 32.

16. LEASE ARRANGEMENTS

a. Right-of-use assets

	Land	Buildings	Transportation Equipment	Total
Cost				
Balance at January 1, 2026	$ 181,841	$ 186,613	$ 7,872	$ 376,326
Additions	6,450	555,853	313	562,616
Disposals	(30,284)	(21,319)	-	(51,603)
Effects of foreign currency exchange differences	-	104	-	104
Balance at March 31, 2026	$ 158,007	$ 721,251	$ 8,185	$ 887,443
Accumulated depreciation				
Balance at January 1, 2026	$ 58,582	$ 104,415	$ 5,089	$ 168,086
Depreciation	8,075	20,484	616	29,175
Disposals	(30,284)	(20,438)	-	(50,722)
Effects of foreign currency exchange differences	-	73	-	73
Balance at March 31, 2026	$ 36,373	$ 104,534	$ 5,705	$ 146,612
Carrying amount on March 31, 2026	$ 121,634	$ 616,717	$ 2,480	$ 740,831
Carrying amount on December 31, 2025 and January 1, 2026	$ 123,259	$ 82,198	$ 2,783	$ 208,240
Cost				
Balance at January 1, 2025	$ 88,320	$ 181,806	$ 5,477	$ 275,603
Additions	88,125	14,614	622	103,361
Disposals	(5,829)	(9,913)	-	(15,742)
Effects of foreign currency exchange differences	-	164	-	164
Balance at March 31, 2025	$ 170,616	$ 186,671	$ 6,099	$ 363,386
Accumulated depreciation				
Balance at January 1, 2025	$ 51,687	$ 86,675	$ 3,029	$ 141,391
Depreciation	6,083	14,828	428	21,339
Disposals	(5,829)	(9,731)	-	(15,560)
Effects of foreign currency exchange differences	-	80	-	80
Balance at March 31, 2025	$ 51,941	$ 91,852	$ 3,457	$ 147,250
Carrying amount on March 31, 2025	$ 118,675	$ 94,819	$ 2,642	$ 216,136

b. Lease liabilities

	March 31, 2026	December 31, 2025	March 31, 2025
Carrying amount			
Current	$ 155,196	$ 124,855	$ 113,091
Non-current	$ 588,317	$ 86,161	$ 103,899

c. Material leasing activities and terms

The Group leases certain Land and Buildings for the use of sales center office premises, construction site warehouses, and employee dormitories, with lease terms of 1 to 12 years. Some leases include an option to extend for a period equal to the original lease term upon expiration.

Some lease payments under certain contracts are contingent upon changes in the published land value index of the relevant jurisdiction.

d. Other lease information

	For the Three Months Ended March 31	
	2026	2025
Expenses relating to low-value asset leases	$ 3,601	$ 3,499
Expenses relating to variable lease payments not included in the measurement of lease liabilities	$ 3,098	$ 2,888
Expenses relating to short-term leases	$ 17,215	$ 9,895
Total cash outflow for leases	$ 56,556	$ 40,416

The Group's leases of certain office equipment, machinery and parking spot, with lease terms of 1 to 5 years. Such leases are qualify as short-term leases, low-value asset leases, or variable lease payments items. The Group has elected to apply the recognition exemption and thus, did not recognize right-of-use assets and lease liabilities for these leases.

17. INVESTMENT PROPERTIES

	Land and Improvements	Buildings	Total
Cost			
Balance at January 1, 2026	$ 2,421,411	$ 635,621	$ 3,057,032
Reclassification	(56,126)	(20,066)	(76,192)
Balance at March 31, 2026	$ 2,365,285	$ 615,555	$ 2,980,840

(Continued)

	Land and Improvements	Buildings	Total
Accumulated depreciation and impairment			
Balance at January 1, 2026	$ 50,603	$ 297,726	$ 348,329
Depreciation	-	2,950	2,950
Disposal	-	(8,427)	(8,427)
Balance at March 31, 2026	$ 50,603	$ 292,249	$ 342,852
Carrying amount at March 31, 2026	$ 2,314,682	$ 323,306	$ 2,637,988
Carrying amount on December 31, 2025 and January 1, 2026	$ 2,370,808	$ 337,895	$ 2,708,703
Cost			
Balance at January 1, 2025 and March 31, 2025	$ 2,863,996	$ 635,621	$ 3,499,617
Accumulated depreciation and impairment			
Balance at January 1, 2025	$ 349,356	$ 285,455	$ 634,811
Depreciation	-	3,126	3,126
Balance at March 31, 2025	$ 349,356	$ 288,581	$ 637,937
Carrying amount on March 31, 2025	$ 2,514,640	$ 347,040	$ 2,861,680

(Concluded)

The fair value of investment properties as of December 31, 2025 and 2024 were $4,254,688 thousand (Including the amount reclassified to property, plant and equipment in the first quarter of 2026) and $4,903,325 thousand, respectively. The determination of fair value was performed by independent qualified professional valuers who possess recognized relevant professional qualifications and have recent experience in the location and category of the investment property being valued, and the fair value was measured using Level 3 inputs. The management of the Company had assessed that there were no significant changes in the fair value as of March 31, 2026 and 2025, as compared to that as of December 31, 2025 and 2024.

The investment properties pledged as collateral for long term borrowing and constructions guarantee are set out in Note 32.

18. INTANGIBLE ASSETS

	Goodwill	Service Concession Agreements	Other	Total
Cost				
Balance at January 1, 2026	$ 30,249	$ 8,668,581	$ 4,854	$ 8,703,684
Additions	-	287,543	-	287,543
Effects of foreign currency exchange differences	-	-	87	87
Balance at March 31, 2026	$ 30,249	$ 8,956,124	$ 4,941	$ 8,991,314
Accumulated amortization and impairment				
Balance at January 1, 2026	$ -	$ 650,818	$ -	$ 650,818
Amortization expenses	-	22,267	-	22,267
Balance at March 31, 2026	$ -	$ 673,085	$ -	$ 673,085
Carrying amount on March 31, 2026	$ 30,249	$ 8,283,039	$ 4,941	$ 8,318,229
Carrying amount on December 31, 2025 and January 1, 2026	$ 30,249	$ 8,017,763	$ 4,854	$ 8,052,866
Cost				
Balance at January 1, 2025	$ 30,249	$ 5,642,668	$ 5,063	$ 5,677,980
Additions	-	1,277,482	-	1,277,482
Effects of foreign currency exchange differences	-	-	65	65
Balance at March 31, 2025	$ 30,249	$ 6,920,150	$ 5,128	$ 6,955,527
Accumulated amortization and impairment				
Balance at January 1, 2025	$ -	$ 572,322	$ -	$ 572,322
Amortization expenses	-	19,624	-	19,624
Balance at March 31, 2025	$ -	$ 591,946	$ -	$ 591,946
Carrying amount on March 31, 2025	$ 30,249	$ 6,328,204	$ 5,128	$ 6,363,581

19. BORROWINGS

a. Short-term borrowings

	March 31, 2026	December 31, 2025	March 31, 2025
Secured borrowings (Note 32)			
Bank loans	$ 12,471,707	$ 13,551,042	$ 14,371,313
Less: Arrangement fee of joint loan	(24,666)	(27,579)	(19,800)
	12,447,041	13,523,463	14,351,513
Unsecured borrowings			
Line of credit borrowings	8,796,460	8,477,135	9,348,530
	$ 21,243,501	$ 22,000,598	$ 23,700,043

The range of weighted average effective interest rates on bank loans was 1.86%-3.5%, 1.88%-6.65% and 1.88%-7.40% per annum as of March 31, 2026, December 31, 2025 and March 31, 2025, respectively.

For information on the collateralization of bank borrowings secured by the Group's assets, please refer to Note 32.

b. Short-term notes and bills payable

	March 31, 2026	December 31, 2025	March 31, 2025
Bills payable	$ 1,256,400	$ 1,000,000	$ 1,200,000

For information on the collateralization of short-term notes and bills payable secured by the Group's assets, please refer to Note 32.

c. Long-term borrowings

	March 31, 2026	December 31, 2025	March 31, 2025
Secured borrowings (Note 32)			
Bank loans	$ 8,322,613	$ 8,646,211	$ 7,900,873
Unsecured borrowings			
Bank loans	10,236,515	7,841,849	5,001,000
Less: Current portion	(1,420,764)	(1,503,194)	(690,651)
Less: Arrangement fee of joint loan and quota establishment fee	(14,038)	(14,518)	(8,801)
Long-term borrowings	$ 17,124,326	$ 14,970,348	$ 12,202,421
Unused credit limit	$ 15,141,664	$ 11,314,613	$ 11,414,372
Range of interest rate	2.1421%-7.7605%	2.125%-7.7605%	2.125%-7.7605%

For information on the collateralization of bank borrowings secured by the Group's assets, please refer to Note 32.

The loan agreement requires the Group to maintain certain financial ratios; please refer to Note 6(r) of the consolidated financial statements for the year ended December 31, 2025. The Group did not violate any terms in its loan agreements as of March 31, 2026, December 31, 2025 and March 31, 2025.

20. BONDS PAYABLE

	March 31, 2026	December 31, 2025	March 31, 2025
Secured domestic bonds issued	$ -	$ 2,000,000	$ 2,000,000
Unamortized discount on bonds payable	-	-	(541)
Less: Current portion	-	(2,000,000)	(2,000,000)
	$ -	$ -	$ -

The Group repaid bonds payable of $2,000,000 thousand upon maturity in January 2026. There were no issued, repurchased or redeemed of bonds payable for the three months ended March 31, 2025. Please refer to Note 6(q) for the related information of the consolidated financial statements for the year ended December 31, 2025.

21. PROVISIONS

	March 31, 2026	December 31, 2025	March 31, 2025
Warranties	$ 138,499	$ 142,702	$ 144,195
After-sales service	64,112	67,555	67,720
Provision for litigation	30,419	31,461	-
Onerous contract	8,563	19,684	33,043
	$ 241,593	$ 261,402	$ 244,958

There were no significant changes of provision for the three months ended March 31, 2026 and 2025. Please refer to Note 6(t) for the related information of the consolidated financial statements for the year ended December 31, 2025.

22. LONG-TERM ACCOUNTS PAYABLE

The U.S. subsidiary of the Group obtained a loan from its former shareholder, whose funding source consisted of contributions from investors participating in an immigration investment program (with the former shareholder responsible for handling and managing immigration related matters). The loan will be repaid upon the completion and sale of the construction project, based on the repayment date separately agreed upon with the creditor. As of March 31, 2026, December 31, 2025 and March 31, 2025, the outstanding loan balances amounted to $128,148 thousand, $125,885 thousand and $132,996 thousand, respectively.

23. RETIREMENT BENEFIT PLANS

a. Defined benefit plans

There were no material market volatility, no material reimbursement and settlement or other material one-time events since prior fiscal year. As a result, the pension cost in the accompanying interim period was measured and disclosed according to the actuarial report as of December 31, 2025 and 2024.

Expenses recognized in profit or loss:

	For the Three Months Ended March 31	
	2026	**2025**
Operating costs	$ 119	$ 182
Operating expenses	529	687
	$ 648	$ 869

b. Defined contribution plans

According to the defined contribution plans, the contributions of the Group to the Bureau of Labor Insurance for the employees' pension benefits were as follows:

	For the Three Months Ended March 31	
	2026	**2025**
Operating costs	$ 16,114	$ 14,779
Operating expenses	10,135	9,162
	$ 26,249	$ 23,941

24. EQUITY

a. Common stock

Ordinary shares

	March 31, 2026	**December 31, 2025**	**March 31, 2025**
Shares authorized (in thousands of shares)	1,000,000	1,000,000	1,000,000
Shares authorized	$ 10,000,000	$ 10,000,000	$ 10,000,000
Shares issued and fully paid (in thousands of shares)	823,216	823,216	823,216
Shares issued and fully paid	$ 8,232,160	$ 8,232,160	$ 8,232,160

Fully paid ordinary shares, which have a par value of $10, carry one vote per share and carry a right to dividends.

b. Capital surplus

	March 31, 2026	December 31, 2025	March 31, 2025
May be used to offset a deficit, distributed as cash dividends, or transferred to common stock (1)			
Issuance of ordinary shares	$ 6,397,913	$ 6,397,913	$ 6,397,913
Treasury share transactions	406,518	406,518	406,518
May only be used to offset a deficit			
Changes in percentage of ownership interests in subsidiaries (2)	79,584	79,584	79,584
Others	3	3	-
	$ 6,884,018	$ 6,884,018	$ 6,884,015

1) Such capital surplus may be used to offset a deficit; in addition, when the Company has no deficit, such capital surplus may be distributed as cash dividends or transferred to common stock (limited to a certain percentage of the Company's capital surplus and to once a year).

2) Such capital surplus arises from the effects of changes in ownership interests in subsidiaries resulting from equity transactions other than actual disposals or acquisitions or from changes in capital surplus of subsidiaries accounted for using the equity method.

c. Retained earnings and dividend policy

In accordance with the Company's articles of incorporation, net income of the current period should firstly be offset against losses in the previous years and income tax, then with 10% of which be appropriated as legal reserve. The appropriation for legal reserve is discontinued when the balance of the legal reserve equals the total authorized capital. In addition, special reserve will be appropriated base on operating requirements and regulations. The remaining net income plus the undistributed earnings shall be distributed according to the distribution plan. If the Company incurs no accumulated deficit, a minimum of 30% of the amount of shareholders' dividends shall be distributed based on the net earnings, and at least 30% of the total dividends shall be distributed in cash.

The distribution plan shall issue new shares, which should be proposed by the Board of Directors and submitted to the shareholders' meeting for approval, and pay cash dividends which should be adopted by a majority votes of the directors present at the board meeting attended by two thirds of the directors, thereafter, to be reported at the shareholders' meeting.

For the policies on the distribution of compensation of employees and remuneration of directors, refer to compensation of employees and remuneration of directors in Note 26(g).

1) Legal reserve

When the Company incurs no loss, it may, pursuant to a resolution by a shareholders' meeting, as required, distribute its legal reserve by issuing new shares or by distributing cash, and only the portion of legal reserve which exceeds 25% of paid in capital.

2) Special reserve

The Company applied the exemptions at the first time adoption of IFRSs Accounting Standards increased its retained earnings by $4,448,666 thousand, which were resulted from unrealized revaluation increments, exchange differences on translation of foreign financial statements, and the fair value of investment properties being used as the cost on initial recognitions at the transition date, as well as the amount of $2,592,640 thousand being appropriated to special reserve according to Ruling issued by the FSC. The aforementioned special reserve may be reversed in proportion with the usage, disposal, or reclassification of the related assets, and then, be distributed afterwards. In the first quarter of 2024, the Company reclassified $1,355,143 thousand to retained earnings due to the realization of assets. As of March 31, 2026, December 31, 2025 and March 31, 2025, the special reserve related to all IFRSs adjustments amounted to $907,090 thousand.

A portion of current period earnings and undistributed prior period earnings shall be reclassified as special earnings reserve during earning distribution. The amount to be reclassified should equal the current period total net reduction of other stockholders' equity. Similarly, a portion of undistributed prior period earnings shall be reclassified as special earnings reserve (and does not qualify for earnings distribution) to account for cumulative changes to other stockholders' equity pertaining to prior periods. Amounts of subsequent reversals pertaining to the net reduction of other stockholders' equity shall qualify for additional distributions.

3) Earnings distribution

	Appropriation of Earnings For the Year Ended December 31	
	2025	**2024**
Legal reserve	$ 148,161	$ 253,016
Cash dividends	$ 864,377	$ 864,377
Cash dividends per share (NT$)	$ 1.05	$ 1.05

The above 2025 and 2024 appropriations for cash dividends were resolved by the Company's board of directors on March 10, 2026 and March 5, 2025, respectively; the other proposed appropriations for 2024 had been resolved by the shareholders in their meeting on June 17, 2025. The other proposed appropriations for 2025 will be resolved by the shareholders in their meeting to be held on May 27, 2026.

d. Other equity items

1) Exchange differences on the translation of the financial statements of foreign operations

	For the Three Months Ended March 31	
	2026	**2025**
Balance, beginning of period	$ (726,051)	$ (499,349)
Recognized for the period		
Exchange differences on the translation of the financial statements of foreign operations	53,633	61,062
Balance, end of period	$ (672,418)	$ (438,287)

2) Unrealized valuation gain/(loss) on financial assets at FVTOCI

	For the Three Months Ended March 31	
	2026	**2025**
Balance, beginning of period	$ 2,381,959	$ 2,195,614
Recognized for the period		
Unrealized gain/(loss) - equity instruments	5,129	(30,775)
Balance, end of period	$ 2,387,088	$ 2,164,839

3) Gain/(loss) on hedging instruments

	For the Three Months Ended March 31	
	2026	**2025**
Balance, beginning of period	$ 5,613	$ 1,592
Recognized for the period		
Change in fair value of hedging instrument	5,446	900
Balance, end of period	$ 11,059	$ 2,492

e. Non-controlling interests

	For the Three Months Ended March 31	
	2026	**2025**
Balance, beginning of period	$ 1,472,701	$ 2,500,342
Net income/(loss)	24,125	(32,095)
Other comprehensive income/(loss)		
Exchange differences on translating the financial statements of foreign entities	6,351	18,095
Change in non-controlling interests	-	238,244
Balance, end of period	$ 1,503,177	$ 2,724,586

25. REVENUE

a. Disaggregation of revenue

	For the Three Months Ended March 31, 2026			
	Construction Engineering	Real Estate Development	Environmental Project Development and Water Treatment	Total
Primary geographical markets				
Taiwan	$ 3,776,004	$ 1,363,321	$ 823,633	$ 5,962,958
Other	-	398,147	-	398,147
	$ 3,776,004	$ 1,761,468	$ 823,633	$ 6,361,105
Main products				
Construction engineering	$ 3,758,130	$ -	$ -	$ 3,758,130
Environmental project development and water treatment	-	-	823,633	823,633
Real estate revenue	-	1,432,726	-	1,432,726
Rental revenue	4,634	32,812	-	37,446
Other	13,240	295,930	-	309,170
	$ 3,776,004	$ 1,761,468	$ 823,633	$ 6,361,105

	For the Three Months Ended March 31, 2025			
	Construction Engineering	Real Estate Development	Environmental Project Development and Water Treatment	Total
Primary geographical markets:				
Taiwan	$ 4,051,869	$ 181,691	$ 2,929,238	$ 7,162,798
Other	4,129	235,954	-	240,083
	$ 4,055,998	$ 417,645	$ 2,929,238	$ 7,402,881
Main products:				
Construction engineering	$ 4,045,439	$ -	$ -	$ 4,045,439
Environmental project development and water treatment	-	-	2,929,238	2,929,238
Real estate revenue	-	155,384	-	155,384
Rental revenue	4,615	32,391	-	37,006
Other	5,944	229,870	-	235,814
	$ 4,055,998	$ 417,645	$ 2,929,238	$ 7,402,881

b. Contract balances

	March 31, 2026	December 31, 2025	March 31, 2025
Notes receivable	$ 101	$ -	$ 2,824
Accounts receivable (including long-term accounts receivable)	10,045,802	10,820,275	10,513,570
Less: Loss allowance	-	-	-
	$ 10,045,903	$ 10,820,275	$ 10,516,394
Contract assets			
Construction engineering	$ 1,059,058	$ 847,765	$ 1,283,274
Retention receivables	3,817,482	4,012,372	4,204,800
	$ 4,876,540	$ 4,860,137	$ 5,488,074
Contract liabilities			
Construction engineering	$ 7,745,524	$ 6,828,427	$ 4,858,560
Environment project development and water treatment	265,680	168,509	113,063
Advance real estate receipts	6,469,105	6,269,936	6,013,221
Advance rent receipts	12,791	611	12,702
	$ 14,493,100	$ 13,267,483	$ 10,997,546

The amounts of revenue recognized for the three months ended March 31, 2026 and 2025 that were included in the contract liability - advance real estate receipts balance at the beginning of the year were $619,984 thousand and $17,903 thousand, respectively.

26. NET INCOME (LOSS) FROM CONTINUING OPERATIONS

a. Interest income

	For the Three Months Ended March 31	
	2026	2025
Bank deposits	$ 25,927	$ 18,015
Others	11,022	7,539
	$ 36,949	$ 25,554

b. Other income

	For the Three Months Ended March 31	
	2026	2025
Liquidated damages income	$ 6,040	$ -
Others	9,339	5,496
	$ 15,379	$ 5,496

c. Other gains and losses

	For the Three Months Ended March 31	
	2026	**2025**
Net foreign exchange gains (losses)	$ 81,304	$ 35,578
Gain (loss) on disposals of property, plant and equipment	10	-
	$ 81,314	$ 35,578

d. Financial costs

	For the Three Months Ended March 31	
	2026	**2025**
Interest on bank loans	$ 271,896	$ 276,323
Interest on lease liabilities	3,370	977
Interest on bonds payables (including amortization expenses)	296	6,098
Less: Amounts included in the cost of qualifying assets	(102,294)	(77,714)
	$ 173,268	$ 205,684

e. Depreciation and amortization

	For the Three Months Ended March 31	
	2026	**2025**
Property, plant and equipment	$ 98,560	$ 95,647
Right-of-use assets	29,175	21,339
Investment properties	2,950	3,126
Intangible assets	22,267	19,624
	$ 152,952	$ 139,736
An analysis of depreciation by function		
Operating costs	$ 110,685	$ 104,548
Operating expenses	20,000	15,564
	$ 130,685	$ 120,112
An analysis of amortization by function		
Operating cost	$ 22,267	$ 19,624
Operating expenses	-	-
	$ 22,267	$ 19,624

f. Employee benefits expense

	For the Three Months Ended March 31	
	2026	2025
Salary	$ 750,476	$ 703,508
Labor and health insurance expense	63,078	64,316
Pension expense	29,207	26,609
Others	90,449	76,633
	$ 933,210	$ 871,066
An analysis of employee benefits expense by function		
Operating costs	$ 618,891	$ 573,736
Operating expenses	314,319	297,330
	$ 933,210	$ 871,066

g. Compensation of employees and remuneration of directors

According to the Company's Articles, the Company accrues compensation of employees and remuneration of directors at rates of no less than 0.5% and no higher than 0.5%, respectively, of net profit before income tax, compensation of employees, and remuneration of directors. In accordance with the amendments to the Securities and Exchange Act in August 2024, the shareholders of the Company resolved the amendments to the Company's Articles at their 2025 regular meeting. The amendments explicitly stipulate the allocation of 0.1% of net profit before income tax, compensation of employees, and remuneration of directors as compensation distributions for non-executive employees. The recipients of employee compensation paid in shares or cash include employees of subsidiaries that meet certain criteria. The compensation of employees (including non-executive employees) and the remuneration of directors for the three months ended March 31, 2026 and 2025 are as follows:

Accrual rate

	For the Three Months Ended March 31	
	2026	2025
Compensation of employees	0.5%	0.5%
Remuneration of directors	-	-

Amount

	For the Three Months Ended March 31	
	2026	2025
Compensation of employees	$ 1,362	$ 200
Remuneration of directors	-	-

If there is a change in the amounts after the annual consolidated financial statements are authorized for issue, the differences are recorded as a change in the accounting estimate.

The appropriations of employees' compensation and remuneration of directors for 2025 and 2024 that were resolved by the board of directors on March 10, 2026 and March 5, 2025, respectively, are as shown below:

	For the Year Ended December 31	
	2025	2024
	Cash	Cash
Compensation of employees	$ 8,117	$ 6,772
Remuneration of directors	-	-

There is no difference between the actual amounts of compensation of employees and remuneration of directors paid and the amounts recognized in the consolidated financial statements for the years ended December 31, 2025 and 2024.

Information on the compensation of employees and remuneration of directors resolved by the Company's board of directors is available at the Market Observation Post System website of the Taiwan Stock Exchange.

27. INCOME TAX

a. Income tax recognized in profit or loss

Major components of income tax expense are as follows:

	For the Three Months Ended March 31	
	2026	2025
Current tax		
In respect of the current year	$ 30,693	$ 52,064
Adjustments for prior year	(10,698)	-
Land value increment tax	803	276
	$ 20,798	$ 52,340

b. Status of approval of income tax

1) The Company's income tax returns for the year up to 2019 have been assessed by the tax authorities.

2) The Group's income tax returns have been assessed by the tax authorities were as follows:

Year of Assessed	Company
2019	CEC and CDC
2023	HDEC, NSC, SDC, CTC
2024	CCLC, BWC, PDC, LHC, CXC, CCD (not yet assessed for 2021)

c. Global minimum tax

The Group’s has applied a temporary mandatory relief from deferred tax accounting for the impacts of the top up tax and accounts for it as a current tax when it is incurred.

The Group’s had subsidiaries registered in Malaysia and Hong Kong, where local governments have enacted or substantively enacted legislation regarding the Pillar Two Income Tax Act, which took effect from January 1, 2025. The Group assessed that it did not have a significant impact on its consolidated financial statement for the three months ended March 31, 2026 and 2025. The Group will continue to monitor the impact of the Pillar Two Income Tax Act on its future financial performance.

28. EARNINGS PER SHARE

	For the Three Months Ended March 31	
	2026	**2025**
Basic earnings per share	$ 0.33	$ 0.05
Diluted earnings per share	$ 0.33	$ 0.05

The earnings and weighted average number of ordinary shares outstanding used in the computation of earnings per share were as follows:

Net Income for the Period

	For the Three Months Ended March 31	
	2026	**2025**
Net income for the year attributable to owners of the Company	$ 271,125	$ 39,844

The weighted average number of ordinary shares outstanding (in thousands of shares) was as follows:

	For the Three Months Ended March 31	
	2026	**2025**
Weighted average number of ordinary shares used in the computation of basic earnings per share	823,216	823,216
Effect of potentially dilutive ordinary shares		
Compensation of employees	340	156
Weighted average number of ordinary shares used in the computation of diluted earnings per share	823,556	823,372

The Group may settle the compensation of employees in cash or shares; therefore, the Group assumes that the entire amount of the compensation will be settled in shares, and the resulting potential shares are included in the weighted average number of shares outstanding used in the computation of diluted earnings per share, as the effect is dilutive. Such dilutive effect of the potential shares is included in the computation of diluted earnings per share until the number of shares to be distributed to employees is resolved in the following year.

29. CASH FLOW INFORMATION

a. Non-cash transactions

In addition to those disclosed in other notes, the Group entered into the following non-cash investing and financing activities which were not reflected in the consolidated statements of cash flows for the three months ended March 31, 2026 and 2025:

1) The Group acquired right-of-use assets through leasing during the three months ended March 31, 2026 and 2025 (Note 16).

2) The Group had reclassifications of prepayments for equipment and investment property to property, plant and equipment during the three months ended March 31, 2026 and 2025. The actual amounts reclassified are as follows:

	For the Three Months Ended March 31	
	2026	2025
Prepayments for equipment reclassified to property, plant and equipment	$ 16,495	$ 665
Investment properties reclassified to property, plant and equipment	67,765	-
	$ 84,260	$ 665

b. Changes in liabilities arising from financing activities

			Non-cash Changes			
	January 1, 2026	Cash Flows	Foreign Exchange Movement	Other	Changes in Lease Payments	March 31, 2026
Short-term borrowings	$ 22,000,598	$ (763,728)	$ 16,447	$ (9,816)	$ -	$ 21,243,501
Long-term borrowings (including due within one year)	16,473,542	2,058,336	12,734	478	-	18,545,090
Lease liabilities	211,016	(29,187)	(51)	-	561,735	743,513
Bonds payable (including due within one year)	2,000,000	(2,000,000)	-	-	-	-
	$ 40,685,156	$ (734,579)	$ 29,130	$ (9,338)	$ 561,735	$ 40,532,104

			Non-cash Changes			
	January 1, 2025	Cash Flows	Foreign Exchange Movement	Other	Changes in Lease Payments	March 31, 2025
Short-term borrowings	$ 21,976,838	$ 1,674,180	$ 47,375	$ 1,650	$ -	$ 23,700,043
Long-term borrowings (including due within one year)	12,031,833	854,143	6,943	153	-	12,893,072
Lease liabilities	136,934	(23,157)	34	-	103,179	216,990
Bonds payable (including due within one year)	1,999,278	-	-	181	-	1,999,459
	$ 36,144,883	$ 2,505,166	$ 54,352	$ 1,984	$ 103,179	$ 38,809,564

30. FINANCIAL INSTRUMENTS

a. Fair value of financial instruments not measured at fair value

Management of the Group believes that the carrying amounts of financial assets (measured at amortized cost) and financial liabilities (measured at amortized cost) that are not measured at fair value approximate their fair values.

b. Fair value of financial instruments measured at fair value on a recurring basis

1) Fair value hierarchy

March 31, 2026

	Level 1	Level 2	Level 3	Total
Financial assets at fair value through profit or loss				
Unlisted shares	$ -	$ -	$ 1,068,858	$ 1,068,858
Financial assets for hedging	908,130	-	-	908,130
Financial assets at fair value through other comprehensive income				
Listed shares and emerging market shares	2,482,524	-	-	2,482,524
Unlisted shares	-	-	748,755	748,755
	$ 3,390,654	$ -	$ 1,817,613	$ 5,208,267

December 31, 2025

	Level 1	Level 2	Level 3	Total
Financial assets at fair value through profit or loss				
Unlisted shares	$ -	$ -	$ 1,068,858	$ 1,068,858
Financial assets for hedging	184,561	-	-	184,561
Financial assets at fair value through other comprehensive income				
Listed common shares	2,477,395	-	-	2,477,395
Unlisted common shares	-	-	748,755	748,755
	$ 2,661,956	$ -	$ 1,817,613	$ 4,479,569

March 31, 2025

	Level 1	Level 2	Level 3	Total
Financial assets at fair value through profit or loss				
Unlisted shares	$ -	$ -	$ 1,068,858	$ 1,068,858
Financial assets for hedging	64,070	-	-	64,070
Financial assets at fair value through other comprehensive income				
Listed common shares	2,256,839	-	-	2,256,839
Unlisted common shares	-	-	752,190	752,190
	$ 2,320,909	$ -	$ 1,821,048	$ 4,141,957

There were no transfers between Levels 1 and 2 in the current and prior years.

2) Reconciliation of Level 3 fair value measurements of financial instruments

For the three months ended March 31, 2026

	Financial Assets at Fair Value Through Profit or Loss	Financial Assets at Fair Value Through Other Comprehensive Income	
	Equity Instruments	Equity Instruments	Total
Opening and closing balances	$ 1,068,858	$ 748,755	$ 1,817,613

For the three months ended March 31, 2025

	Financial Assets at Fair Value Through Profit or Loss	Financial Assets at Fair Value Through Other Comprehensive Income	
	Equity Instruments	Equity Instruments	Total
Opening and closing balances	$ 1,068,858	$ 752,190	$ 1,821,048

3) Valuation techniques and inputs applied for Level 3 fair value measurement

Valuation techniques for fair value measurement

Measurements of financial instrument without an active market are as follows:

- Equity instruments without quoted price: The Group extrapolated fair value by present earning value method. The main assumption is cash flow from future earnings based on investors' expectation, and the cash flow is discounted by rate of return which is based on the time value of currency and investment risk.

● Equity instruments without quoted price: The Group extrapolated fair value by market approach. The main assumption is surplus multiplier based on comparable quoted market price. The estimates include adjustments of lack of market liquidity.

Inputs applied for fair value measurement

The Group's financial instruments that use Level 3 inputs to measure fair value include "financial assets at fair value through profit or loss - equity investments" and "financial assets at fair value through other comprehensive income - equity investments"

The fair value measurement was categorized as Level 3 in the hierarchy of equity instruments without active market has several significant unobservable inputs. The significant unobservable inputs of equity instruments without an active market are not related because they are independent from each other.

Item	Valuation Technique	Significant Unobservable Input	Relationship Between Input and Fair Value
Financial assets at fair value through profit or loss - equity investments without an active market	Discounted cash flow method	● Return on equity (March 31, 2026, December 31, 2025 and March 31, 2025 were 12.0408%, 12.0408% and 11.0732%, respectively)	● The higher return of equity, the lower the fair value.
Financial assets at fair value through other comprehensive income - equity investments without an active market	Market method	● The multiplier of price-to-earnings ratio (March 31, 2026, December 31, 2025 and March 31, 2025 were 17.72, 17.72 and 17.61, respectively) ● Market illiquidity discount (March 31, 2026, December 31, 2025 and March 31, 2025 were 80%, 80% and 75%, respectively)	● The higher multiplier of price to earnings ratio, the higher the fair value. ● The higher market illiquidity discount, the lower the fair value.
Financial assets at fair value through other comprehensive income - equity investments without an active market	Income method	● The growth rate of earnings per share (March 31, 2026, December 31, 2025 and March 31, 2025 were all 0%) ● Weighted average cost of capital (March 31, 2026, December 31, 2025 and March 31, 2025 were all 5%)	● The higher the growth rate of earnings per share, the higher the fair value. ● The higher weighted average cost of capital, the lower the fair value.

4) Fair value measurements in level 3 - sensitivity analysis of all reasonable possible alternative assumptions

The valuation for Level 3 financial instruments is reasonable. However, the result may change if applying different evaluation model or parameter. For fair value measurements in level 3, changing one or more assumptions would have the following effects:

March 31, 2026

	Input	Change Up or Down	Profit or Loss		Other Comprehensive Income	
			Favorable Change	Unfavorable Change	Favorable Change	Unfavorable Change
Financial assets at FVTPL						
Equity instruments without an active market	Return on equity	1%	$ 3,363	$ (3,348)	$ -	$ -
Financial assets at FVTOCI						
Equity instruments without an active market	Market liquidity discount	5%	-	-	46,368	(46,368)
Equity instruments without an active market	Weighted average cost of capital	1%	-	-	304	(288)

December 31, 2025

	Input	Change Up or Down	Profit or Loss		Other Comprehensive Income	
			Favorable Change	Unfavorable Change	Favorable Change	Unfavorable Change
Financial assets at FVTPL						
Equity instruments without an active market	Market liquidity discount	1%	$ 3,363	$ (3,348)	$ -	$ -
Financial assets at FVTOCI						
Equity instruments without an active market	Market liquidity discount	5%	-	-	46,368	(46,368)
Equity instruments without an active market	Weighted average cost of capital	1%	-	-	304	(288)

March 31, 2025

	Input	Change Up or Down	Profit or Loss		Other Comprehensive Income	
			Favorable Change	Unfavorable Change	Favorable Change	Unfavorable Change
Financial assets at FVTPL						
Equity instruments without an active market	Return on equity	1%	$ 3,799	$ (3,780)	$ -	$ -
Financial assets at FVTOCI						
Equity instruments without an active market	Market liquidity discount	5%	-	-	49,858	(46,858)
Equity instruments without an active market	Weighted average cost of capital	1%	-	-	192	(181)

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

c. Categories of financial instruments

	March 31, 2026	December 31, 2025	March 31, 2025
Financial assets			
Fair value through profit or loss			
Mandatorily classified as at fair value through profit or loss	$ 1,068,858	$ 1,068,858	$ 1,068,858
Financial assets for hedging	908,130	184,561	64,070
Financial assets at amortized cost (1)	26,024,120	27,832,073	21,946,350
Financial assets at fair value through other comprehensive income			
Equity instruments	3,231,279	3,226,150	3,009,029
Financial liabilities			
Amortized cost (2)	51,224,006	52,394,109	49,531,283

1) The balances include financial assets at amortized cost, which comprise cash and cash equivalents, note receivable, accounts receivables (including related-parties), other receivables (including related-parties), partial other current assets, long-term accounts receivables and partial non-current assets.

2) The balances include financial liabilities at amortized cost, which comprise short-term borrowings, short-term notes and bills payable, note payables, accounts payables, other payables, bonds payables (including current portion), long-term borrowings (including current portion) and guarantee deposits received.

d. Financial risk management objectives and policies

The financial risk management objectives and policies of the consolidated company are consistent with those disclosed in Note 6 (ae) to the consolidated financial statements for the year 2025.

1) Market risk

The Group's activities exposed it primarily to the financial risks of changes in foreign currency exchange rates (see (a) below) and interest rates (see (b) below). The Group entered into a variety of derivative financial instruments to manage its exposure to foreign currency risk and interest rate risk.

There has been no change to the Group's exposure to market risks or the manner in which these risks are managed and measured.

a) Foreign currency risk

The Group is exposed to foreign currency risk arising from purchase transactions that are denominated in currencies other than the functional currency of each respective entity in the Group. The functional currencies of the Group entities are primarily New Taiwan dollars, and also include U.S. dollars, Hong Kong dollars, Macao patacas, Indian rupees, and Malaysian ringgit. The principal currencies used in these transactions include New Taiwan dollars, euros, Japanese yen, U.S. dollars, Hong Kong dollars, Macao patacas, Indian rupees, and Malaysian ringgit.

Borrowings are denominated in the same currency as the principal amount, and interest on borrowings is denominated in the same currency as the underlying borrowings. Generally, the currency of the borrowings is consistent with the currency of the cash flows generated from the Group's operations, which is primarily New Taiwan dollars, although U.S. dollars and Malaysian ringgit are also used.

The carrying amounts of the Group's financial assets and financial liabilities denominated in currencies other than their functional currencies as of the balance sheet date are as follows:

	March 31, 2026			December 31, 2025			March 31, 2025		
	Foreign Currency	Exchange Rate	NTD	Foreign Currency	Exchange Rate	NTD	Foreign Currency	Exchange Rate	NTD
Financial assets									
Monetary items									
USD:NTD	$ 32,924	31.9950	$ 1,053,385	$ 12,212	31.4300	$ 383,816	$ 8,812	33.2050	$ 292,618
HKD:NTD	7,225	4.0810	29,486	13,348	4.0380	53,898	5,916	4.2680	25,249
MYR:NTD	136,914	7.9187	1,084,183	136,914	7.7357	1,059,128	138,214	7.4728	1,032,849
INR:NTD	517,172	0.3380	174,804	517,172	0.3495	180,752	517,172	0.3880	200,663
Financial liabilities									
Monetary items									
USD:MYR	20,020	4.0460	640,540	20,378	4.0610	640,465	21,450	4.4320	712,247

Sensitivity analysis

The Group's exchange rate risk comes mainly from currency exchange gains and losses on the translation of the foreign cash and cash equivalents, accounts receivables, other receivables, borrowings, accounts payables and other payables. A strengthening (weakening) of 1% of the NTD against foreign currencies for the three months ended March 31, 2026 and 2025 would have increased or decreased the income before tax by $8,107 thousand and by $7,859 thousand, and the equity by $8,906 thousand and $532 thousand due to cash flow hedges, respectively. The analysis assumes that all other variables remain constant and is performed on the same basis for prior year.

Foreign exchange gains or losses of monetary items

Since the Group has many kinds of functional currency, the information on foreign exchange gain (loss) on monetary items is disclosed by total amount. For the three months ended March 31, 2026 and 2025, foreign exchange gain (loss) (including realized and unrealized portions) amounted to $81,304 thousand and $35,578 thousand, respectively.

b) Interest rate risk

The Group is exposed to interest rate risk because entities within the Group borrow funds at both fixed and floating interest rates. Hedging activities are evaluated regularly to align with interest rate views and defined risk appetites, ensuring that the most cost-effective hedging strategies are adopted.

Sensitivity analysis

Regarding liabilities with variable interest rates, the analysis is based on the assumption that the amount of liabilities outstanding at the reporting date was outstanding throughout the year.

If the interest rate increases or decreases by 1%, the Group's income before tax will decrease or increase by $86,675 thousand and $77,641 thousand for the three months ended March 31, 2026 and 2025, respectively, with all other variable factors remain constant. This is mainly due to the Group's borrowing at variable rates.

c) Other price risk

The sensitivity analysis below has been determined based on the exposure to equity price risk at the reporting date.

If equity prices had 1% higher/lower, pre-tax profit for the three months ended March 31, 2026 and 2025 would have increased/decreased by $10,689 thousand and $10,689 thousand, respectively, as a result of the changes in fair value of financial assets at fair value through profit or loss, and the pre-tax other comprehensive income for the three months ended March 31, 2026 and 2025 would have increased/decreased by $32,313 thousand and $30,090 thousand, respectively, as a result of the changes in fair value of financial assets at fair value through other comprehensive income.

2) Credit risk

Credit risk refers to the risk that a counterparty will default on its contractual obligations, resulting in a financial loss to the Group. At the end of the reporting period, the Group's maximum exposure to credit risk, which would cause a financial loss to the Group due to the failure of the counterparty to discharge its obligations and due to the financial guarantees provided by the Group, without taking into account any collateral or other credit enhancements, and representing the maximum irrevocable exposure, primarily arises from the following:

a) The carrying amount of the respective recognized financial assets and contract assets as stated in the balance sheets.

b) The maximum amount that the Group would have to pay under financial guarantee is call upon, irrespective of the likelihood of the guarantee being exercised. The financial guarantees provided by the Group amounted to $4,200,257 thousand, $4,200,257 thousand and $5,175,675 thousand as of March 31, 2026, December 31, 2025 and March 31, 2025, respectively.

Clients of the Group are concentrated in the real estate development industry and government entities. To minimize credit risks, the Group assesses the financial positions of the clients periodically and requests collateral or guarantees if necessary. The Group also evaluates the collectability of receivables and the provision for doubtful accounts on a regular basis. The relevant losses on bad debts are generally under the Group's expectation.

For information on the credit risk exposure of notes receivable, accounts receivable, and long-term accounts receivables, please refer to Note 10.

Other financial assets measured at amortized cost mainly comprise other receivables. These are considered to have low credit risk; therefore, the loss allowance is measured at an amount equal to 12-month expected credit losses. No impairment loss was recognized or reversed for the three months ended March 31, 2026 and 2025.

3) Liquidity risk

The Group manages liquidity risk by monitoring and maintaining a level of cash and cash equivalents deemed adequate to finance the Group's operations and mitigate the effects of fluctuations in cash flows. In addition, management monitors the utilization of bank borrowings and ensures compliance with loan covenants.

Bank borrowings are a significant source of liquidity for the Group. For information on the Group's unutilized financing facilities, please refer to (2) below.

a) Liquidity and interest rate risk tables for non-derivative financial liabilities

The following table details the Group's remaining contractual maturities for its non-derivative financial liabilities with agreed upon repayment periods. The table has been drawn up based on the undiscounted cash flows of financial liabilities from the earliest date on which the Group can be required to pay. The table includes both interest and principal cash flows. Specifically, bank loans with a repayment on demand clause were included in the earliest time band regardless of the probability of the banks choosing to exercise their rights. The maturity dates for other non-derivative financial liabilities were based on the agreed upon repayment dates.

March 31, 2026

	Carrying Amount	Contractual Cash Flows	Within 1 Year	1-5 Years	More than 5 Years
Non-derivative financial liabilities					
Secured loans	$ 20,761,661	$ 23,509,715	$ 3,162,818	$ 15,153,928	$ 5,192,969
Unsecured loans	19,026,930	20,178,435	8,583,552	11,378,576	216,307
Short-term notes and bills payable	1,256,400	1,256,400	1,256,400	-	-
Accounts and notes payable	6,902,089	6,902,089	3,263,631	3,501,107	137,351
Other payables	3,049,037	3,049,037	1,847,726	1,201,311	-
Guarantee deposit received	99,741	99,741	938	87,697	11,106
Long-term accounts payable	128,148	128,148	-	-	128,148
Lease liabilities	743,513	800,754	116,986	258,543	425,225
	$ 51,967,519	$ 55,924,319	$ 18,232,051	$ 31,581,162	$ 6,111,106

December 31, 2025

	Carrying Amount	Contractual Cash Flows	Within 1 Year	1-5 Years	More than 5 Years
Non-derivative financial liabilities					
Secured loans	$ 22,161,526	$ 25,038,948	$ 2,748,930	$ 16,903,155	$ 5,386,863
Unsecured loans	16,312,614	17,208,953	8,411,593	7,323,641	1,473,719
Short-term notes and bills payable	1,000,000	1,000,000	1,000,000	-	-
Bonds payable (including current portion)	2,000,000	2,011,000	2,011,000	-	-
Accounts and notes payable	8,054,835	8,054,835	4,407,145	3,506,521	141,169
Other payables	2,645,442	2,645,442	1,392,909	1,252,533	-
Guarantee deposit received	93,807	93,807	2,297	80,405	11,105
Long-term accounts payable	125,885	125,885	-	125,885	-
Lease liabilities	211,016	221,306	78,366	134,932	8,008
	$ 52,605,125	$ 56,400,176	$ 20,052,240	$ 29,327,072	$ 7,020,864

March 31, 2025

	Carrying Amount	Contractual Cash Flows	Within 1 Year	1-5 Years	More than 5 Years
Non-derivative financial liabilities					
Secured loans	$ 22,243,585	$ 24,930,411	$ 3,621,648	$ 15,967,202	$ 5,341,561
Unsecured loans	14,349,530	15,038,507	8,789,813	6,239,124	9,570
Short-term notes and bills payable	1,999,459	2,011,000	2,011,000	-	-
Accounts and notes payable	6,788,256	6,788,256	3,555,201	3,069,519	163,536
Other payables	2,724,523	2,724,523	1,593,410	1,131,113	-
Guarantee deposit received	92,934	92,934	978	83,987	7,969
Long-term accounts payable	132,996	132,996	-	132,996	-
Lease liabilities	216,990	228,008	85,342	136,047	6,619
	$ 49,748,273	$ 53,146,635	$ 20,857,392	$ 26,759,988	$ 5,529,255

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

b) Financing facilities

	March 31, 2026	December 31, 2025	March 31, 2025
Bank credit facilities:			
Amount used	$ 41,083,695	$ 39,516,237	$ 37,821,716
Amount unused	50,051,197	42,532,458	47,789,982
	$ 91,134,892	$ 82,048,695	$ 85,611,698

31. TRANSACTIONS WITH RELATED PARTIES

The Company's ultimate parent and ultimate controlling party is Montrion Corporation.

Balances and transactions between the Company and its subsidiaries, which are related parties of the Company, have been eliminated on consolidation and are not disclosed in this note. Besides information disclosed elsewhere in the other notes, details of transactions between the Group and other related parties are disclosed as follows.

a. Related party name and category

Related Party Name	Related Party Category
CTCI-HDEC (Chungli) Corporation (CTCI-HDEC)	Associate
Fanlu Construction Industry Co., Ltd. (Fanlu)	Associate
Han-De Construction Co., LTD.	Other related party
Wei-Dar Development Co., Ltd.	Other related party
Metropolis Property Management Corporation	Other related party
TSRC Corporation	Other related party
WFV Corporation	Other related party
Hao Ran Foundation	Other related party
La Mer Corporation	Other related party

b. Operating revenue

1) Contracted construction

Related Party Category/Name	Total Contract Amount (Before Tax)	Current Amount	Accumulated Amount
For the three months ended March 31, 2026			
Associate (CTCI-HDEC)	$ 9,442,055	$ 184,228	$ 1,683,508
Associate (Fanlu)	$ 2,015,271	$ 5,478	$ 1,995,734
Other related party	$ 18,403	$ 5,050	$ 7,194
For the three months ended March 31, 2025			
Associate (CTCI-HDEC)	$ 6,607,731	$ 64,396	$ 1,384,633
Associate (Fanlu)	$ 2,015,271	$ 32,426	$ 1,922,438

According to contracted construction regulations, the construction contract price is determined based on the budget of each construction, plus reasonable administrative handling fees. The amount shall be approved by the management team.

2) Service revenue

Related Party Category/Name	For the Three Months Ended March 31	
	2026	**2025**
Associates	$ 13,239	$ 12,680

The Group provided the operation and maintenance services of the sewage treatment plant. The terms and pricing of transactions are not significantly difference from general transactions.

3) Other operating revenues

Related Party Category/Name	For the Three Months Ended March 31	
	2026	**2025**
Associates	$ 2,609	$ 1,792
Other related parties	823	2,160
	$ 3,432	$ 3,952

The Group provides engineering and project management consulting services to the related parties. The terms and pricing of transactions are not significantly difference from general transactions.

c. Purchases

Related Party Category/Name	For the Three Months Ended March 31	
	2026	**2025**
Other related parties	$ 29	$ 43

The price and the payment term concluded with related parties are not significantly different to the price and payment term concluded with external third parties.

d. Contract assets

Related Party Category/Name	March 31, 2026	December 31, 2025	March 31, 2025
Associates	$ 255,691	$ 219,943	$ 202,074

e. Receivables from related parties

Related Party Category/Name	March 31, 2026	December 31, 2025	March 31, 2025
Accounts receivable - other related parties	$ 1,376	$ -	$ 756
Accounts receivable - associates	19,278	21,394	158,416
Other receivables - other related parties	605	79	-
Other receivables - associates	4,488	4,196	4,495
	$ 25,747	$ 25,669	$ 163,667

f. Payables to related parties

Related Party Category/Name	March 31, 2026	December 31, 2025	March 31, 2025
Other payables - other related parties	$ 99	$ 494	$ 241

g. Lease arrangements - the Group is lessee

Related Party Category/Name	For the Three Months Ended March 31	
	2026	2025
Acquisitions of right-of-use assets		
Other related parties	$ 9,712	$ -

Line Item	Related Party Category/Name	March 31, 2026	December 31, 2025	March 31, 2025
Lease liabilities	Other related parties	$ 16,958	$ 9,140	$ 12,466

Related Party Category/Name	For the Three Months Ended March 31	
	2026	2025
Interest expense		
Other related parties	$ 100	$ 59

The Group leased an office building and warehouses from other related parties. The rental amounts are determined with reference to the prevailing rental rates for similar assets, and lease payments are made in accordance with the terms of the respective lease agreements.

h. Lease arrangements - the Group is lessor

Lease income was as follows:

Related Party Category/Name	For the Three Months Ended March 31	
	2026	2025
Other related parties	$ 756	$ 780

The rental amount is determined with reference to prevailing market rental rates for comparable nearby properties, and rent is charged monthly to related parties.

i. Endorsements and guarantees

Related Party Category/Name	Guarantee Classification	March 31, 2026	December 31, 2025	March 31, 2025
Associate (CTCI-HDEC)	Guarantee for bank loans	$ 3,003,257	$ 3,003,257	$ 3,089,675
Associate (Fanlu)	Guarantee for bank loans	1,197,000	1,197,000	2,086,000
		$ 4,200,257	$ 4,200,257	$ 5,175,675

j. Other

1) Interest revenue

Related Party Category/Name	For the Three Months Ended March 31 2026	2025
Associates	$ 1,046	$ 1,014

2) Other expenses

Related Party Category/Name	For the Three Months Ended March 31 2026	2025
Other related parties	$ 8,779	$ 9,133

3) Other income

Related Party Category/Name	For the Three Months Ended March 31 2026	2025
Associates	$ 1,790	$ 1,745
Other related parties	18	21
	$ 1,808	$ 1,766

k. Key management personnel transaction

	For the Three Months Ended March 31 2026	2025
Short-term employee benefits	$ 79,599	$ 75,070

As of March 31, 2026 and 2025, the Group provides nineteen vehicles at a cost of $36,076 thousand and seventeen vehicles at a cost of $29,300 thousand, respectively, for the key management personnel.

32. ASSETS PLEDGED AS COLLATERAL OR FOR SECURITY

The following assets have been pledged as collateral for financing loans or as guarantee deposits for construction contracts.

Asset	March 31, 2026	December 31, 2025	March 31, 2025
Inventories (construction industry)	$ 22,866,516	$ 22,869,592	$ 23,123,262
Restricted deposits (other current assets)	181,619	202,983	136,529
Property, plant and equipment	8,081,697	7,989,291	8,648,882
Investment properties, net	2,313,463	2,316,131	2,324,138
	$ 33,443,295	$ 33,377,997	$ 34,232,811

33. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNIZED COMMITMENTS

a. Significant unrecognized commitments

1) The Group's details of sales of completed construction and real estate were listed below:

	March 31, 2026	December 31, 2025	March 31, 2025
Total sales of completed construction and real estate	$ 26,049,188	$ 25,859,217	$ 26,225,552
Receipts based on the contracts	$ 6,469,105	$ 6,269,936	$ 6,013,221

2) Total price of the construction contracts entered into by the Group and the total collected/billed amounts according to the contract are listed below:

		March 31, 2026	December 31, 2025	March 31, 2025
Total contract amount	- NTD	$ 230,820,894	$ 231,091,253	$ 223,028,203
	- INR	35,142,681	35,135,402	35,084,322
	- HKD	4,162,626	4,162,626	4,162,379
	- MOP	853,803	853,803	853,803
Accumulated billing amount		149,741,441	146,349,457	136,926,210

3) Service concession agreements

The Group has entered into a service concession plan on sewage treatment with the government in the form of either a BOT project (Build-operate-transfer) or a wastewater reclamation and reuse BTO project (Build-transfer-operate). The primary terms of the contracts are summarized as follows:

a) During the project concession period, in accordance with the government's appointed service form, the Group (i) provides construction, operation and maintenance to the facilities for sewage treatment, and (ii) acquires the construction and operation right of the wastewater reclamation and reuse facilities as well as the sewage treatment facilities.

b) The Group has the right to use the aforesaid facilities and land to provide related sewage treatment services during the concession period, and obtains interest based on the price in the construction contract and price index.

c) The government will control and supervise the Group's service scope leveraged from the use of the facilities.

d) When there is significant violation to the clause in the service concession agreement, both the Group and the government will be able to terminate the agreement.

e) During the concession period, the Group is the nominal registrant entitled to the ownership of the land and sewage treatment facilities. After the concession period, in accordance with the construction and operation agreement, the plants and facilities shall be restored back to their normal operating conditions and reverted to the government without conditions.

f) Three years before the expiration date, the Group is entitled to submit an application for extending the contract; if the Group's operating performance is qualified to apply for a renewal of contract, it is given a preferential right to submit the renewal application to the authority.

g) The Group's construction and operation contracts with the government were as follows:

The Subsidiary as An Operator	Location	Grantor	Agreement Type	Concession Period
NSC	Danshui area	New Taipei City	BOT of wastewater	May 2005 - May 2040
PDC	Pu Ding area	Taoyuan City	BOT of wastewater	January 2021 - December 2055
BWC	Kaohsiung area	Kaohsiung City	BTO of wastewater reclamation and reuse	August 2016 - August 2033
LHC	Kaohsiung area	Kaohsiung City	BTO of wastewater reclamation and reuse	October 2018 - December 2036
CTC	Kaohsiung area	Kaohsiung City	BTO of wastewater reclamation and reuse	October 2022 - October 2040
CXC	Tainan area	Tainan City	BOT of incineration plant	February 2023 - February 2048

4) The Group's outstanding stand by letter of credit are as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Outstanding stand by letter of credit	$ 92,627	$ 121,359	$ 105,307

b. Contingent liability:

1) As of March 31, 2026, December 31, 2025 and March 31, 2025, the Group provided promissory notes for contract performance, issuance of commercial paper, and construction warranty, amounted to $77,859,733 thousand, $76,904,002 thousand and $60,737,779 thousand, respectively.

2) As of March 31, 2026, December 31, 2025 and March 31, 2025, promissory notes receivable for construction contracts amounted to $17,904,427 thousand, $17,719,737 thousand and $16,641,059 thousand, respectively.

c. Other

1) In April 2005, the Group filed a lawsuit against Kao Nan Region Construction Office for the East West Expressway (Kao Nan), demanding for the compensation fee of $466,671 thousand for the dispute concerning the extension of the construction of the highway between Wujia and Shangliao. During the 2nd verdict in February 2014, Taiwan High Court Kaohsiung Branch decided that Kao Nan should pay the amount of $243,206 thousand to the Group (including interest). However, the Group disagreed with the Court's decision and appealed to the Supreme Court regarding the matter. On the other hand, Kao Nan also appealed to the Supreme Court stating that the compensation amount decided by the High Court was unreasonable. In June 2014, the Supreme Court overturned the decision made by the High Court during the 2nd verdict and handed over this case back to the High Court for another decision. In September 2018, Taiwan High Court Kaohsiung Branch decided that Kao Nan should pay the amount of $318,498 thousand to the Group (excluding interest). Both the Group and Kao Nan Region Construction Office appeal against the decision. In March 19, 2020, the Supreme Court decided the Group won partially in this case and the Kao Nan Construction Office should pay the amount of $91,411 thousand (excluding interest) to the Group, who had received the amounts of $86,667 thousand and $5,909 thousand (both including interest) in May and July of 2020, respectively. The remaining amount of $229,791 thousand (excluding interest) has been handed back to the High Court for reconsideration. The case is still in progress as of the reporting date. In September 2025, the Taiwan High Court Kaohsiung Branch, in its second retrial judgment, ordered Kao Nan's engineering department to pay the Group a total of $229,791 thousand, with interest to be calculated separately. Both the Group and Kao Nan have appealed to the Supreme Court, wherein the case was still in progress as of the reporting date.

2) The Group entered into an agreement with Jaipur Metro Rail Corporation Limited (hereinafter referred to as JMRC) concerning the design and construction of TBM tunnel and underground stations bw chandpole, Badi chouper, and reversal line of the Indian MRT project. However, a dispute occurred between both parties over the repair warranty and other contract-related claims. Hence, JMRC requested the bank on April 5, 2013 to claim the bank guaranteed project warranty of $218,589 thousand (INR646,713 thousand) from the Group. In order to maintain a good creditworthiness record, the Group provided the said warranty (accounted for as other receivable) to the bank, wherein JMRC was able to receive the whole amount on April 8, 2024. In September 2020, since the operation of the MRT project have been running smoothly, with the Group being able to meet all the conditions stated in the contract, JMRC was demanded to return the claimed warranty to the Group. As of March 2026, the ICC arbitration award was rendered in favor of the Group.

34. SEPARATELY DISCLOSED ITEMS

a. Information on significant transactions:

1) Financing provided to others (Table 1)

2) Endorsements/guarantees provided (Table 2)

3) Significant marketable securities held (excluding investments in subsidiaries, associates and joint ventures) (Table 3)

4) Total purchases from or sales to related parties amounting to at least NT$100 million or 20% of the paid-in capital (Table 4)

5) Receivables from related parties amounting to at least NT$100 million or 20% of the paid-in capital (Table 5)

6) Intercompany relationships and significant intercompany transactions (Table 6)

b. Information on investees (Table 7)

c. Information on investments in mainland China (NA)

35. SEGMENT INFORMATION

Operating segments required to be disclosed are categorized as Construction Engineering, Real Estate Development, Environmental Project Development & Water Treatment and Investment. The Group assessed performance of the segments based on the segments' income before tax, and report the amount of revenues based on the financial information used to prepare the consolidated financial report.

a. Construction engineering: Civil construction and building construction.

b. Real estate development: Real estate development and lease.

c. Environmental project development & water treatment: Expertise in processing sewage, industrial wastewater, solid waste, etc.

d. Investment: To integrate operating strategy, supervising and monitoring each operating segments' operation, and control and allocate each operating segments' operating resources.

Segment Revenue and Results

The following was an analysis of the Group's revenue and results from continuing operations by reportable segments:

	For the Three Months Ended March 31, 2026					
	Construction Engineering	Real Estate Development	Environmental Project Development and Water Treatment	Investment	Adjustment and Write-off	Total
Revenues:						
Revenues from external customers	$ 3,776,004	$ 1,761,468	$ 823,633	$ -	$ -	$ 6,361,105
Inter-segment revenue	640,332	-	-	400,189	(1,040,521)	-
Consolidated revenue	$ 4,416,336	$ 1,761,468	$ 823,633	$ 400,189	$ (1,040,521)	$ 6,361,105
Profit before tax (continuing operations)	$ 95,982	$ 141,700	$ 136,225	$ 272,787	$ (330,646)	$ 316,048

	For the Three Months Ended March 31, 2025					
	Construction Engineering	Real Estate Development	Environmental Project Development and Water Treatment	Investment	Adjustment and Write-off	Total
Revenues:						
Revenues from external customers	$ 4,055,998	$ 417,645	$ 2,929,238	$ -	$ -	$ 7,402,881
Inter-segment revenue	731,214	-	-	150,535	(881,749)	-
Consolidated revenue	$ 4,787,212	$ 417,645	$ 2,929,238	$ 150,535	$ (881,749)	$ 7,402,881
Profit before tax (continuing operations)	$ 89,736	$ (233,710)	$ 277,883	$ 41,058	$ (114,878)	$ 60,089

Continental Holdings Corporation and Subsidiaries

FINANCING PROVIDED TO OTHERS
FOR THE THREE MONTHS ENDED MARCH 31, 2026
(In Thousands of New Taiwan Dollars)

No.	Financing Company	Borrower	Financial Statement Account	Related Parties	Maximum Balance for the Period	Ending Balance	Actual Appropriation	Interest Rate	Type of Financing (Note 3)	Transaction Amounts	Reasons for Short-term Financing	Allowance for Doubtful Accounts	Ending Balance of Collateral		Financing Limit for Each Borrowing Company (Note 1)	Financing Company's Financing Amount Limits (Note 1)
													Item	Value		
0	CHC	CDC	Other receivables	Yes	$ 800,000	$ 800,000	$ 800,000	2.05%	2	$ -	Replenish working capital	$ -	-	$ -	$ 5,461,242	$ 10,922,484
1	CDC	BANGSAR	Other receivables	Yes	347,751	342,088	332,585	2.00%	2	-	Land purchases and operation requirements	-	-	-	6,870,860	6,870,860
		MEGA	Other receivables	Yes	957,477	941,883	751,579	2.00%	2	-	Land purchases and operation requirements	-	-	-	6,870,860	6,870,860
		Grand River D. Limited	Other receivables	No	1,733,595	1,733,595	1,158,703	2.525%	2	-	Operation requirements	-	-	-	6,870,860	6,870,860
		950 Investment LLC	Other receivables	Yes	243,854	-	-	-	2	-	Loan repayment	-	-	-	6,870,860	6,870,860
		950 Property LLC	Other receivables	Yes	767,880	-	-	-	2	-	Loan repayment and operation requirements	-	-	-	6,870,860	6,870,860
2	CEC	CDC	Other receivables	Yes	1,700,000	1,700,000	1,700,000	Taibor +0.5%	2	-	Operation requirements	-	-	-	3,444,308	3,444,308
3	CDC US Corp.	950 Investment LLC	Other receivables	Yes	726,053	726,053	555,961	5.00%	2	-	Loan repayment and operation requirements	-	-	-	1,735,224	1,735,224

Note 1: The total amount of loans provided to others is limited to 40% of net equity value. The amount of loans to a single business enterprise is limited to 20% of net equity value. Relevant calculation are as follows:

CHC:

Maximum amount of loans is limited to 40% of net equity value: $27,306,209 thousand x 40% = 10,922,484 thousand
Maximum amount of loans provided to a single business enterprise is limited to 20% of net equity value: $27,306,209 thousand x 20% = 5,461,242 thousand

The total amount of loans provided to others is limited to 40% of net equity value. The amount of loans to a single business enterprise is limited to 40% of net equity value. Relevant calculation are as follows:

CDC:

Maximum amount of loans is limited to 40% of net equity value: $17,177,150 thousand x 40% = 6,870,860 thousand
Maximum amount of loans provided to a single business enterprise is limited to 40% of net equity value: $17,177,150 thousand x 40% = 6,870,860 thousand

The total amount of loans provided to others is limited to 40% of net equity value. The amount of loans to a single business enterprise is limited to 40% of net equity value. Relevant calculation are as follows:

CEC:

Maximum amount of loans is limited to 40% of net equity value: $8,610,770 thousand x 40% = 3,444,308 thousand
Maximum amount of loans provided to a single business enterprise is limited to 40% of net equity value: $8,610,770 thousand x 40% = 3,444,308 thousand

The total amount of loans provided to others is limited to 40% of net equity value. The amount of loans to a single business enterprise is limited to 40% of net equity value. Relevant calculation are as follows:

CDC US Corporation:

Maximum amount of loans is limited to 40% of net equity value: $4,338,061 thousand x 40% = 1,735,224 thousand
Maximum amount of loans provided to a single business enterprise is limited to 40% of net equity value: $4,338,061 thousand x 40% = 1,735,224 thousand

Note 2: Except for financing to Grand River D. Limited, the above transactions were eliminated when preparing the consolidated financial statements.

Note 3: Financing purposes:

1) Business dealings: 1
2) Short-term financing needs: 2

Continental Holdings Corporation and Subsidiaries

ENDORSEMENTS/GUARANTEES PROVIDED TO OTHERS
FOR THE THREE MONTHS ENDED MARCH 31, 2026
(In Thousands of New Taiwan Dollars, Unless Specified Otherwise)

No.	Endorser/Guarantor	Guaranteed Party		Limits on Endorsement/ Guarantee Amount Provided to Each Guaranteed Party (Note 1)	Maximum Balance for the Period	Ending Balance	Actual Appropriation	Amount of Endorsement/ Guarantee Collateralized by Properties	Ratio of Accumulated Endorsement/ Guarantee to Net Equity Per Financial Statement (%)	Maximum Total Endorsement/ Guarantee Allowed to Be Provided by the Endorser/ Guarantor (Note 1)	Guarantee Given by Parent on Behalf of Subsidiaries	Guarantee Given by Subsidiaries on Behalf of the Company	Guarantee Given on Behalf of Companies in Mainland China
		Name	Relationship (Note 2)										
0	CHC	HDEC	2	$ 109,224,836	$ 4,489,736	$ 4,489,736	$ 1,714,436	$ -	16.44	$ 109,224,836	Y	N	N
		CEC	2	109,224,836	14,553,019	14,553,019	6,285,907	-	53.30	109,224,836	Y	N	N
1	CDC	CDC US Corp.	2	34,354,300	159,975	159,975	-	-	0.93	34,354,300	N	N	N
		CCD	2	34,354,300	1,885,000	1,885,000	1,885,000	-	10.97	34,354,300	N	N	N
		BANGSAR	2, 6	34,354,300	202,855	199,551	21,250	-	1.16	34,354,300	N	N	N
		MEGA	2, 6	34,354,300	398,578	398,578	352,297	-	2.32	34,354,300	N	N	N
		950 Property LLC	2, 6	34,354,300	1,006,880	-	-	-	-	34,354,300	N	N	N
		Fanlu	6	34,354,300	1,197,000	1,197,000	1,190,000	-	6.97	34,354,300	N	N	N
		950 Investment LLC	2, 6	34,354,300	1,562,966	1,562,966	1,481,649	-	9.10	34,354,300	N	N	N
2	CCD	CDC	3	10,421,616	5,250,000	5,250,000	2,488,345	4,729,055	201.50	10,421,616	N	N	N
3	HDEC	NSC	2	49,929,120	2,395,000	1,855,000	1,435,000	-	29.72	49,929,120	N	N	N
		PDC	2	49,929,120	2,045,000	2,045,000	1,416,500	-	32.77	49,929,120	N	N	N
		CTC	2	49,929,120	3,100,000	3,100,000	2,049,849	-	49.67	49,929,120	N	N	N
		LHC	2, 6	49,929,120	770,000	770,000	679,795	-	12.34	49,929,120	N	N	N
		BWC	2, 6	49,929,120	127,500	25,500	25,500	-	0.41	49,929,120	N	N	N
		CTCI-HDEC	6	49,929,120	3,003,257	3,003,257	1,586,633	-	48.12	49,929,120	N	N	N
		CXC	2	49,929,120	4,900,100	4,900,100	4,560,100	-	78.51	49,929,120	N	N	N
		CDC	4	49,929,120	1,251,600	1,251,600	1,022,470	-	20.05	49,929,120	N	N	N
		HBS	2	49,929,120	4,980,000	4,980,000	-	-	79.79	49,929,120	N	N	N
4	SDC	HDEC	3	1,162,520	100	100	100	-	0.07	1,162,520	N	N	N
		NSC	4	1,162,520	200	200	200	-	0.14	1,162,520	N	N	N
5	950 Investment LLC	950 Hotel LLC	2	3,861,288	63,990	63,990	59,724	-	3.31	3,861,288	N	N	N
6	950 Hotel LLC	950 Investment LLC	3	9,316,552	2,104,095	2,104,095	1,994,625	4,671,263	45.17	9,316,552	N	N	N
7	950 Retail LLC	950 Investment LLC	3	449,548	100,905	100,905	95,655	220,062	44.89	449,548	N	N	N

(Continued)

Note 1: According to the policy of CHC, the total amount of endorsements/guarantees is limited to four times the net equity value in accordance with the Company's most recent financial statements: $27,306,209 thousand x 4 = $109,224,836 thousand
The total amount of endorsements/guarantees provided to a single business is limited to four times the net equity value in accordance with the Company's most recent financial statements: $27,306,209 thousand x 4 = $109,224,836 thousand
According to the policy of CDC, the total amount of endorsements/guarantees is limited to two times the net equity value in accordance with the Company's most recent financial statements: $17,177,150 thousand x 2 = $34,354,300 thousand
The total amount of endorsements/guarantees provided to a single business is limited to three times the net equity value in accordance with the Company's most recent financial statements: $17,177,150 thousand x 2 = $34,354,300 thousand
According to the policy of CCD Commercial Development Corporation., the total amount of endorsements/guarantees is limited to four times the net equity value in accordance with the Company's most recent financial statements: $2,605,404 thousand x 4 = $10,421,616 thousand
The total amount of endorsements/guarantees provided to a single business is limited to four times the net equity value in accordance with the Company's most recent financial statements: $2,605,404 thousand x 4 = $10,421,616 thousand
According to the policy of HDEC, the total amount of endorsements/guarantees is limited to eight times the net equity value in accordance with the Company's most recent financial statements: $6,241,140 thousand x 8 = $49,929,120 thousand
The total amount of endorsements/guarantees provided to a single business is limited to eight times the net equity value in accordance with the Company's most recent financial statements: $6,241,140 thousand x 8 = $49,929,120 thousand
According to the policy of SDC the total amount of endorsements/guarantees is limited to eight times the net equity value in accordance with the Company's most recent financial statements: $145,315 thousand x 8 = $1,162,520 thousand
The total amount of endorsements/guarantees provided to a single business is limited to eight times the net equity value in accordance with the Company's most recent financial statements: $145,315 thousand x 8 = $1,162,520 thousand
According to the policy of 950 Investment LLC, the total amount of endorsements/guarantees is limited to two times the net equity value in accordance with the Company's most recent financial statements: $1,930,644 thousand x 2 = $3,861,288 thousand
The total amount of endorsements/guarantees provided to a single business is limited to two times the net equity value in accordance with the Company's most recent financial statements: $1,930,644 thousand x 2 = $3,861,288 thousand
According to the policy of 950 Hotel Property LLC, the total amount of endorsements/guarantees is limited to two times the net equity value in accordance with the Company's most recent financial statements: $4,658,276 thousand x 2 = $9,316,552 thousand
The total amount of endorsements/guarantees provided to a single business is limited to two times the net equity value in accordance with the Company's most recent financial statements: $4,658,276 thousand x 2 = $9,316,552 thousand
According to the policy of 950 Retail Property LLC, the total amount of endorsements/guarantees is limited to two times the net equity value in accordance with the Company's most recent financial statements: $224,774 thousand x 2 = $449,548 thousand
The total amount of endorsements/guarantees provided to a single business is limited to two times the net equity value in accordance with the Company's most recent financial statements: $224,774 thousand x 2 = $449,548 thousand

Note 2: Seven categories between relationship with the endorser/guarantor:

1) Having business relationship.
2) The endorser/guarantor parent company directly and indirectly holds more than 50% of voting shares of the endorsed/guaranteed subsidiary.
3) The endorser/guarantor subsidiary which directly and indirectly be held more than 50% voting shares by the endorsed/guaranteed parent company.
4) The endorser/guarantor company and the endorsed/guaranteed party both be held more than 90% by the parent company.
5) Company that is mutually protected under contractual requirements based on the needs of the contractor.
6) Company that is endorsed by its shareholders in accordance with its shareholding ratio because of the joint investment relationship.
7) Performance guarantees for presale contracts under the Consumer Protection Act.

(Concluded)

Continental Holdings Corporation and Subsidiaries

SIGNIFICANT MARKETABLE SECURITIES HELD
MARCH 31, 2026
(In Thousands of New Taiwan Dollars, Unless Specified Otherwise)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	March 31, 2026				Note
				Shares/Units (Thousand Shares)	Carrying Amount	Percentage of Ownership (%)	Market Value or Net Asset Value	
	Ordinary shares							
CEC	Evergreen Steel Corp.	-	Financial assets at fair value through other comprehensive income - non-current	25,645,907	$ 2,482,524	6.15	$ 2,482,524	
	Xinrong Enterprise	-	Financial assets at fair value through other comprehensive income - non-current	12,256,347	741,895	8.45	741,895	
	Taipei Metro Consulting Service Ltd.	-	Financial assets at fair value through other comprehensive income - non-current	300,000	6,860	6.00	6,860	
	International Property & Finance Co., Ltd.	-	Financial assets at fair value through other comprehensive income - non-current	26,301	-	1.64	-	
	Shin Yu Energy Development Co., Ltd.	-	Financial assets at fair value through other comprehensive income - non-current	22,405,297	-	9.00	-	
CDC	Grand River D. Limited	-	Financial assets at fair value through profit or loss - non-current	51,436,803	1,068,858	10.00	1,068,858	

Continental Holdings Corporation and Subsidiaries

TOTAL PURCHASE FROM OR SALE TO RELATED PARTIES AMOUNTING TO AT LEAST NT$100 MILLION OR 20% OF THE PAID-IN CAPITAL
FOR THE THREE MONTHS ENDED MARCH 31, 2026
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Company Name	Related Party	Nature of Relationships	Transaction Details				Abnormal Transaction		Notes/Accounts Payables or Receivables		Note
			Purchases/ Sales	Amount	% to Total	Payment Terms	Unit Price	Payment Terms	Ending Balance	% to Total	
CEC	CDC	Related party of the company	Construction contract	$ (621,802)	14.08	Same as those in general transactions	-	-	$ 817,391	15.32	
CDC	CEC	Related party of the company	Construction project	621,802	67.79	Same as those in general transactions	-	-	(817,391)	46.88	
HDEC	CXC	Parent and subsidiary	Construction contract	(173,756)	25.29	Same as those in general transactions	-	-	441,814	36.45	
CXC	HDEC	Parent and subsidiary	Construction project	173,756	100.00	Same as those in general transactions	-	-	(441,814)	60.82	
HDEC	CTCI-HDEC	Associate	Construction contract	(114,484)	16.66	Same as those in general transactions	-	-	266,642	22.00	
CTCI-HDEC	HDEC	Associate	Construction project	114,484	39.09	Same as those in general transactions	-	-	(266,642)	34.35	

Continental Holdings Corporation and Subsidiaries

RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT$100 MILLION OR 20% OF THE PAID-IN CAPITAL
MARCH 31, 2026
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Company Name	Related Party	Nature of Relationships	Ending Balance	Turnover Rate	Overdue		Amounts Received in Subsequent Period	Allowance for Impairment Loss
					Amount	Actions Taken		
CEC	CDC	Related party of the Company	$ 817,391	3.11	$ -	-	$ 14,594	$ -
HDEC	CXC	Parent and subsidiary	441,814	1.64	-	-	80,000	-
HDEC	CTC	Parent and subsidiary	194,198	2.01	-	-	-	-
HDEC	CTCI-HDEC	Associate	266,642	2.00	-	-	28,384	-

Continental Holdings Corporation and Subsidiaries

INTERCOMPANY RELATIONSHIPS AND SIGNIFICANT TRANSACTIONS
FOR THE THREE MONTHS ENDED MARCH 31, 2026
(In Thousands of New Taiwan Dollars, Unless Specified Otherwise)

No. (Note 1)	Company Name	Counterparty	Flow of Transactions (Note 2)	Transaction Details			
				Financial Statement Account	Amount (Note 4)	Payment Terms (Note 5)	Percentage to Consolidated Total Assets/Revenue (%)
0	CHC	CDC	1	Other receivables	$ 800,412	Same as those in normal transactions	0.83
1	CCLC	CEC	3	Operating revenues	50,053	Same as those in normal transactions	0.79
		CEC	3	Accounts receivable	17,334	Same as those in normal transactions	0.02
		CDC	3	Operating revenues	10,089	Same as those in normal transactions	0.16
		HDEC	3	Operating revenues	18,063	Same as those in normal transactions	0.28
2	CEC	CDC	3	Operating revenues	621,802	Same as those in normal transactions	9.78
		CDC	3	Accounts receivable	252,870	Same as those in normal transactions	0.26
		CDC	3	Contract assets	564,521	Same as those in normal transactions	0.58
		CDC	3	Other receivables	1,702,452	Same as those in normal transactions	1.76
		CCLC	3	Administrative expenses	50,053	Same as those in normal transactions	0.79
		CCLC	3	Other payables	17,334	Same as those in normal transactions	0.02
3	CDC	CHC	2	Other payables	800,412	Same as those in normal transactions	0.83
		CEC	3	Operating cost	621,802	Same as those in normal transactions	9.78
		CEC	3	Accounts payable	817,391	Same as those in normal transactions	0.84
		CEC	3	Other payables	1,702,452	Same as those in normal transactions	1.76
		MEGA	3	Other receivables	993,456	Same as those in normal transactions	1.03
		BANGSAR	3	Other receivables	392,340	Same as those in normal transactions	0.41
		CCLC	3	Administrative expenses	10,089	Same as those in normal transactions	0.16
		CCD	3	Other non-current assets	330,000	Same as those in normal transactions	0.34
4	CCD	CDC	3	Guarantee deposits received	330,000	Same as those in normal transactions	0.34
5	MEGA	CDC	3	Other payables	993,456	Same as those in normal transactions	1.03
6	BANGSAR	CDC	3	Other payables	392,340	Same as those in normal transactions	0.41
7	HDEC	NSC	3	Operating revenues	52,939	Same as those in normal transactions	0.83
		NSC	3	Accounts payable	31,248	Same as those in normal transactions	0.03
		NSC	3	Contract assets	4,924	Same as those in normal transactions	0.01
		SDC	3	Operating cost	30,121	Same as those in normal transactions	0.47
		SDC	3	Accounts payable	66,422	Same as those in normal transactions	0.07
		PDC	3	Operating revenues	30,146	Same as those in normal transactions	0.47
		PDC	3	Accounts receivable	8,341	Same as those in normal transactions	0.01
		PDC	3	Contract assets	72,021	Same as those in normal transactions	0.07

(Continued)

No. (Note 1)	Company Name	Counterparty	Flow of Transactions (Note 2)	Transaction Details			
				Financial Statement Account	Amount (Note 4)	Payment Terms (Note 5)	Percentage to Consolidated Total Assets/Revenue (%)
		CTC	3	Operating revenues	$ 97,572	Same as those in normal transactions	1.53
		CTC	3	Contract assets	194,198	Same as those in normal transactions	0.20
		CXC	3	Operating revenues	173,756	Same as those in normal transactions	2.73
		CXC	3	Accounts receivable	238,578	Same as those in normal transactions	0.25
		CXC	3	Contract assets	203,236	Same as those in normal transactions	0.21
		HBS	3	Operating revenues	20,866	Same as those in normal transactions	0.33
		CCLC	3	Administrative expenses	18,063	Same as those in normal transactions	0.28
8	NSC	HDEC	3	Operating cost	52,939	Same as those in normal transactions	0.83
		HDEC	3	Accounts payable	36,172	Same as those in normal transactions	0.04
9	SDC	HDEC	3	Operating revenues	30,121	Same as those in normal transactions	0.47
		HDEC	3	Accounts receivable	25,355	Same as those in normal transactions	0.03
		HDEC	3	Contract assets	41,067	Same as those in normal transactions	0.04
		PDC	3	Operating revenues	32,840	Same as those in normal transactions	0.52
		PDC	3	Accounts receivable	8,951	Same as those in normal transactions	0.01
		PDC	3	Contract assets	24,248	Same as those in normal transactions	0.03
10	PDC	HDEC	3	Operating cost	30,146	Same as those in normal transactions	0.47
		HDEC	3	Accounts payable	80,362	Same as those in normal transactions	0.08
		SDC	3	Operating cost	32,840	Same as those in normal transactions	0.52
		SDC	3	Accounts payable	33,199	Same as those in normal transactions	0.04
11	CTC	HDEC	3	Operating cost	97,572	Same as those in normal transactions	1.53
		HDEC	3	Accounts payable	194,198	Same as those in normal transactions	0.20
12	CXC	HDEC	3	Operating cost	173,756	Same as those in normal transactions	2.73
		HDEC	3	Accounts payable	441,814	Same as those in normal transactions	0.46
13	HBS	HDEC	3	Operating cost	20,866	Same as those in normal transactions	0.33

Note 1: Intercompany relationships and significant intercompany transactions information are noted within the number column as follows:

1) Number 0 represents the parent company.
2) Subsidiaries are numbered from “1”.

Note 2: Parties involved in the transaction have a directional relationship noted by the following:

1) “1” represents transactions from parent company to subsidiary.
2) “2” represents transactions from subsidiary to parent company.
3) “3” represents transactions between subsidiaries.

(Concluded)

Continental Holdings Corporation and Subsidiaries

INFORMATION ON INVESTEES
FOR THE THREE MONTHS ENDED MARCH 31, 2026
(In Thousands of New Taiwan Dollars, Unless Specified Otherwise)

Investor Company	Investee Company	Location	Main Businesses and Products	Investment Amount		Balance as of March 31, 2026			Net Income (Loss) of the Investee	Investment Income (Loss) Recognized	Note
				Ending Balance	Beginning Balance	Number of Shares	Percentage of Ownership (%)	Carrying Amount			
CHC	CEC	Taiwan	Civil, Building and M&E engineering	$ 8,184,583	$ 8,184,583	502,061,987	99.99 (Note 2)	$ 8,274,501	$ 98,333	$ 89,672	Note 1
	CDC	Taiwan	Real estate development on residential, commercial, hotels and communities	6,220,745	6,220,745	666,733,726	99.99 (Note 2)	17,177,147	146,616	146,615	Note 1
	HDEC	Taiwan	Environmental project development & Water treatment	2,860,365	2,860,365	436,899,838	99.99 (Note 3)	6,241,137	84,035	84,035	Note 1
	CCLC	Taiwan	Management consulting	20,000	20,000	-	100.00	29,003	1,662	1,662	
CEC	CICI	India	Civil and building engineering	497,839	497,839	73,981,492	100.00	11,870	(1,112)	Disclosure not required	
	CIMY	Malaysia	Civil and building engineering	179,257	179,257	22,340,476	85.14	5,780	(54)	Disclosure not required	
	CEC HK	Hong Kong	Civil and building engineering	10,815	10,815	3,000,000	100.00	773	(14)	Disclosure not required	
CDC	BANGSAR	Malaysia	Real estate development on residential	4,444	4,444	600,000	60.00	(61,764)	(3,758)	Disclosure not required	
	CCD	Taiwan	Real estate development and lease	976,539	976,539	48,198,292	80.65	2,088,483	(15,841)	Disclosure not required	
	Fanlu	Taiwan	Real estate development on residential and hotels	915,950	915,950	91,595,000	35.00	654,893	10,231	Disclosure not required	
	MEGA	Malaysia	Real estate development on hotels	7,375	7,375	825,000	55.00	(114,068)	743	Disclosure not required	
	CDC US Corp.	The U.S.	Investment and holding	6,430,092	5,564,711	5,000,000	100.00	4,388,061	(59,545)	Disclosure not required	Note 1
	CDCAM	Malaysia	Management consulting	7,524	7,524	1,000,000	100.00	11,363	282	Disclosure not required	
CDC US Corp.	CDC Investment Management LLC	The U.S.	Investment management	US$ 10	US$ 10	US$ 10	100.00	(16,801)	2,963	Disclosure not required	Notes 1 and 6
	Trimosa Holdings LLC	The U.S.	Investment and holding	US$ 63,530	US$ 63,530	US$ 63,530	70.88	1,365,901	(8,081)	Disclosure not required	Notes 1 and 6
	950 Property LLC	The U.S.	Real estate development on residential	US$ 90,734	US$ 63,734	US$ 90,734	100.00	2,451,475	(58,555)	Disclosure not required	Notes 1 and 6
Trimosa Holdings LLC	950 Investment LLC	The U.S.	Investment and holding	US$ 88,468	US$ 88,468	US$ 88,468	100.00	1,930,644	(8,078)	Disclosure not required	Notes 1 and 6
950 Investment LLC	950 Hotel Property LLC	The U.S.	Hotel industry	US$ 193,844	US$ 194,144	US$ 193,844	100.00	4,658,276	(11,636)	Disclosure not required	Notes 1 and 6
	950 Retail Property LLC	The U.S.	Real estate leasing and management	US$ 9,741	US$ 9,660	US$ 9,741	100.00	224,774	(3,425)	Disclosure not required	Notes 1 and 6
950 Hotel Property LLC	950 F&B LLC	The U.S.	Liquor sale	US$ 173	US$ 173	US$ 173	100.00	4,912	(25)	Disclosure not required	Notes 1 and 6

(Continued)

Investor Company	Investee Company	Location	Main Businesses and Products	Investment Amount		Balance as of March 31, 2026			Net Income (Loss) of the Investee	Investment Income (Loss) Recognized	Note
				Ending Balance	Beginning Balance	Number of Shares	Percentage of Ownership (%)	Carrying Amount			
HDEC	SDC	Taiwan	Construction of underground pipeline and environmental protection project, plumbing	$ 119,600	$ 119,600	10,000,000	100.00	$ 147,021	$ 2,025	Disclosure not required	
	NSC	Taiwan	Environmental project	1,112,000	1,112,000	166,000,000	100.00	2,913,838	42,248	Disclosure not required	
	BWC	Taiwan	Environmental project	362,100	362,100	37,740,000	51.00	474,553	26,577	Disclosure not required	
	PDC	Taiwan	Environmental project	540,000	540,000	64,496,000	100.00	714,923	8,551	Disclosure not required	
	CTCI-HDEC	Taiwan	Environmental project	1,031,940	786,940	105,546,000	49.00	1,119,806	56,416	Disclosure not required	
	LHC	Taiwan	Environmental project	55,000	55,000	6,600,000	55.00	171,722	39,327	Disclosure not required	
	CTC	Taiwan	Environmental project	1,300,000	1,300,000	132,005,000	100.00	1,292,628	(18,538)	Disclosure not required	
	CXC	Taiwan	Environmental project	2,200,000	2,200,000	236,720,000	100.00	2,499,552	(7,764)	Disclosure not required	
	HBS	Taiwan	Environmental project	100,000	100,000	10,000,000	100.00	91,106	(1,907)	Disclosure not required	
CCLC	CEC	Taiwan	Civil, Building and M&E engineering	1	1	84	(Note 4)	2	98,333	Disclosure not required	
	CDC	Taiwan	Real estate development on residential, commercial, hotels and communities	3	3	113	(Note 4)	3	146,616	Disclosure not required	
	HDEC	Taiwan	Environmental project development and water treatment	1	1	162	(Note 5)	2	84,035	Disclosure not required	

Note 1: The information on investment income/loss was derived from the investees' financial statements reviewed by the auditors for the same period.

Note 2: The shareholding ratio is 99.99998% at the end of the period.

Note 3: The shareholding ratio is 99.99996% at the end of the period.

Note 4: The shareholding ratio is 0.00002% at the end of the period.

Note 5: The shareholding ratio is 0.00004% at the end of the period.

Note 6: The original investment amount and ending number of shares are expressed in thousands of US dollars.

(Concluded)