

**ECOVE ENVIRONMENT CORPORATION  
AND SUBSIDIARIES  
CONSOLIDATED FINANCIAL STATEMENTS AND  
INDEPENDENT AUDITORS' REVIEW REPORT  
SEPTEMBER 30, 2025 AND 2024**

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For the convenience of readers and for information purpose only, the auditors' report and the accompanying financial statements have been translated into English from the original Chinese version prepared and used in the Republic of China. In the event of any discrepancy between the English version and the original Chinese version or any differences in the interpretation of the two versions, the Chinese-language auditors' report and financial statements shall prevail.

## INDEPENDENT AUDITORS' REVIEW REPORT TRANSLATED FROM CHINESE

To the Board of Directors and Shareholders of ECOVE Environment Corp.

### ***Introduction***

We have reviewed the accompanying consolidated balance sheets of ECOVE Environment Corp. and subsidiaries (the "Group") as at September 30, 2025 and 2024, and the related consolidated statements of comprehensive income for the three-month and nine-month periods then ended, as well as the consolidated statements of changes in equity and of cash flows for the nine-month periods then ended, and notes to the consolidated financial statements, including a summary of material accounting policies. Management is responsible for the preparation and fair presentation of these 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" that came into effect as endorsed by the Financial Supervisory Commission. Our responsibility is to express a conclusion on these 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 Standard on Review Engagements 2410, "Review of Financial Information Performed by the Independent Auditor of the Entity" of the Republic of China. 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 explained in Notes 4(3)B and 6(7), the financial statements of certain insignificant consolidated subsidiaries were not reviewed by independent auditors. Those statements reflect total assets of NT\$1,441,446 thousand and NT\$1,779,063 thousand, constituting 9% and 14% of the consolidated total assets, and total liabilities of NT\$182,712 thousand and NT\$292,978 thousand, constituting 2% and 5% of the consolidated total liabilities as at September 30, 2025 and 2024, respectively, and total comprehensive income of

NT\$51,275 thousand, NT\$110,910 thousand, NT\$177,080 thousand and NT\$383,481 thousand, constituting 12%, 30%, 17% and 33% of the consolidated total comprehensive income for the three-month and nine-month periods then ended, respectively.

### ***Qualified Conclusion***

Except for the adjustments to the consolidated financial statements, if any, as might have been determined to be necessary had the financial statements of certain consolidated subsidiaries been reviewed by independent auditors, that we might have become aware of had it not been for the situation described above, based on our reviews, nothing has come to our attention that causes us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of the Group as at September 30, 2025 and 2024, and of its consolidated financial performance for the three-month and nine-month periods then ended and its consolidated cash flows for the nine-month periods then ended in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, "Interim Financial Reporting" that came into effect as endorsed by the Financial Supervisory Commission.

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Liao, Fu-Ming

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Lin, Yi-Fan

For and on Behalf of PricewaterhouseCoopers, Taiwan

November 4, 2025

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The accompanying consolidated financial statements are not intended to present the financial position and results of operations and cash flows in accordance with accounting principles generally accepted in countries and jurisdictions other than the Republic of China. The standards, procedures and practices in the Republic of China governing the audit of such financial statements may differ from those generally accepted in countries and jurisdictions other than the Republic of China. Accordingly, the accompanying consolidated financial statements and independent auditors' report are not intended for use by those who are not informed about the accounting principles or auditing standards generally accepted in the Republic of China, and their applications in practice.

As the financial statements are the responsibility of the management, PricewaterhouseCoopers Taiwan cannot accept any liability for the use of, or reliance on, the English translation or for any errors or misunderstandings that may derive from the translation.

**ECOVE ENVIRONMENT CORPORATION AND SUBSIDIARIES**  
**CONSOLIDATED BALANCE SHEETS**  
**SEPTEMBER 30, 2025, DECEMBER 31, 2024 AND SEPTEMBER 30, 2024**  
(Expressed in thousands of New Taiwan dollars)

			September 30, 2025		December 31, 2024		September 30, 2024	
Assets		Notes	AMOUNT	%	AMOUNT	%	AMOUNT	%
Current assets								
1100	Cash and cash equivalents	6(1)	\$ 1,547,415	10	\$ 2,003,967	15	\$ 1,829,397	14
1110	Financial assets at fair value	6(2)						
	through profit or loss - current		502,048	3	579,544	4	431,280	3
1120	Current financial assets at fair value through other	6(3)						
	comprehensive income		65,262	1	106,328	1	107,991	1
1136	Current financial assets at amortised cost	6(4)	12,900	-	312,629	2	138,333	1
1140	Current contract assets	6(23) and 7	819,570	5	905,622	7	1,199,219	9
1170	Accounts receivable, net	6(5)	783,784	5	960,733	7	980,685	8
1180	Accounts receivable - related parties, net	7	167,533	1	201,285	2	37,818	-
1200	Other receivables		40,367	-	5,418	-	4,621	-
1210	Other receivables - related parties	7	7,867	-	34	-	98	-
1220	Current tax assets		1,363	-	9,275	-	10,759	-
130X	Inventories		21,830	-	101,340	1	91,698	1
1410	Prepayments	6(6) and 7	755,982	5	240,719	2	157,729	1
11XX	Total current assets		4,725,921	30	5,426,894	41	4,989,628	38
Non-current assets								
1510	Non-current financial assets at fair value through profit or loss	6(2)	648	-	-	-	-	-
1517	Non-current financial assets at fair value through other comprehensive income	6(3)	197,813	1	197,814	1	147,947	1
1535	Non-current financial assets at amortised cost	6(4) and 8	48,863	-	31,261	-	220,068	2
1550	Investments accounted for using equity method	6(7)	905,735	6	872,103	7	804,602	6
1600	Property, plant and equipment, net	6(8)	4,100,708	26	4,347,930	33	4,388,002	34
1755	Right-of-use assets	6(9)	252,518	2	241,752	2	249,312	2
1780	Intangible assets	6(10)	2,125,330	14	991,613	7	904,129	7
1840	Deferred income tax assets		34,326	-	32,870	-	40,540	-
1900	Other non-current assets	6(11) and 8	3,349,401	21	1,207,537	9	1,245,182	10
15XX	Total non-current assets		11,015,342	70	7,922,880	59	7,999,782	62
1XXX	Total assets		\$ 15,741,263	100	\$ 13,349,774	100	\$ 12,989,410	100

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**ECOVE ENVIRONMENT CORPORATION AND SUBSIDIARIES**  
**CONSOLIDATED BALANCE SHEETS**  
**SEPTEMBER 30, 2025, DECEMBER 31, 2024 AND SEPTEMBER 30, 2024**  
(Expressed in thousands of New Taiwan dollars)

Liabilities and Equity			September 30, 2025		December 31, 2024		September 30, 2024	
			AMOUNT	%	AMOUNT	%	AMOUNT	%
Current liabilities								
2100	Short-term borrowings	6(12)	\$ 50,000	-	\$ 125,000	1	\$ 455,000	4
2120	Current financial liabilities at fair value through profit or loss	6(2)	305	-	-	-	-	-
2130	Current contract liabilities	6(23) and 7	204,649	1	31,636	-	54,386	-
2150	Notes payable		155	-	11,054	-	11,616	-
2170	Accounts payable	6(13)	2,205,979	14	1,642,162	12	1,544,565	12
2180	Accounts payable - related parties	7	101,465	1	192,146	2	81,361	1
2200	Other payables	6(14)	353,643	2	449,291	4	371,815	3
2220	Other payables - related parties	7	164,008	1	9,784	-	15,189	-
2230	Income tax liabilities		107,224	1	167,018	1	127,385	1
2280	Current lease liabilities	7	43,440	-	37,882	-	35,792	-
2320	Long-term liabilities, current portion	6(15)	1,998,347	13	-	-	-	-
2399	Other current liabilities		334	-	905	-	1,940	-
21XX	Total current liabilities		5,229,549	33	2,666,878	20	2,699,049	21
Non-current liabilities								
2500	Non-current financial liabilities at fair value through profit or loss	6(2)	1,362	-	-	-	-	-
2527	Non-current contract liabilities	6(23)	-	-	173,260	1	248,344	2
2530	Bonds payable	6(15)	-	-	1,996,451	15	1,995,812	15
2540	Long-term borrowings	6(16)	2,160,000	14	-	-	-	-
2570	Deferred income tax liabilities		110,635	1	86,222	1	68,238	1
2580	Non-current lease liabilities	7	211,821	1	203,627	2	212,083	2
2600	Other non-current liabilities	6(17)	743,298	5	827,415	6	953,437	7
25XX	Total non-current liabilities		3,227,116	21	3,286,975	25	3,477,914	27
2XXX	Total liabilities		8,456,665	54	5,953,853	45	6,176,963	48
Equity attributable to owners of parent								
	Share capital	6(20)						
3110	Common stock		726,086	5	722,604	5	721,588	6
3140	Advance receipts for share capital		456	-	592	-	1,016	-
	Capital surplus	6(21)						
3200	Capital surplus		3,007,135	19	2,889,953	22	2,890,851	22
	Retained earnings	6(22)						
3310	Legal reserve		1,289,616	8	1,160,704	9	1,160,704	9
3350	Unappropriated retained earnings		1,651,446	10	1,855,849	14	1,548,700	12
	Other equity interest							
3400	Other equity interest		13,807	-	115,208	-	75,046	-
3500	Treasury shares	6(20)	( 57)	-	( 57)	-	( 57)	-
31XX	Equity attributable to owners of the parent		6,688,489	42	6,744,853	50	6,397,848	49
36XX	Non-controlling interest	4(3)	596,109	4	651,068	5	414,599	3
3XXX	Total equity		7,284,598	46	7,395,921	55	6,812,447	52
	Significant contingent liabilities and unrecognised contract commitments	9						
3X2X	Total liabilities and equity		\$ 15,741,263	100	\$ 13,349,774	100	\$ 12,989,410	100

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

ECOVE ENVIRONMENT CORPORATION AND SUBSIDIARIES  
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME  
NINE MONTHS ENDED SEPTEMBER 30, 2025 AND 2024

(Expressed in thousands of New Taiwan dollars, except for earnings per share amount)

Items	Notes	Three months ended September 30				Nine months ended September 30			
		2025		2024		2025		2024	
		AMOUNT	%	AMOUNT	%	AMOUNT	%	AMOUNT	%
4000 Operating revenue	6(23) and 7	\$ 2,655,655	100	\$ 2,291,614	100	\$ 7,334,780	100	\$ 6,344,055	100
5000 Operating costs	6(28)(29) and 7	( 2,105,019)	( 79)	( 1,801,827)	( 79)	( 5,842,921)	( 80)	( 4,955,541)	( 78)
5900 Gross profit		<u>550,636</u>	<u>21</u>	<u>489,787</u>	<u>21</u>	<u>1,491,859</u>	<u>20</u>	<u>1,388,514</u>	<u>22</u>
Operating expenses	6(28)(29) and 7								
6200 General and administrative expenses		( 29,994)	( 1)	( 46,616)	( 2)	( 107,239)	( 1)	( 126,260)	( 2)
6000 Total operating expenses		( 29,994)	( 1)	( 46,616)	( 2)	( 107,239)	( 1)	( 126,260)	( 2)
6900 Operating profit		<u>520,642</u>	<u>20</u>	<u>443,171</u>	<u>19</u>	<u>1,384,620</u>	<u>19</u>	<u>1,262,254</u>	<u>20</u>
Non-operating income and expenses									
7100 Interest income	6(24) and 7	2,387	-	4,396	-	11,276	-	15,669	-
7010 Other income	6(25) and 7	14,752	1	17,445	1	28,367	-	33,742	1
7020 Other gains and losses	6(26)	( 2,393)	-	2,690	-	( 782)	-	16,616	-
7050 Finance costs	6(27) and 7	( 18,410)	( 1)	( 6,138)	-	( 39,243)	-	( 16,286)	-
7060 Share of profit of associates and joint ventures accounted for using equity method	6(7)	<u>8,189</u>	<u>-</u>	<u>6,873</u>	<u>-</u>	<u>55,644</u>	<u>1</u>	<u>55,691</u>	<u>1</u>
7000 Total non-operating income and expenses		<u>4,525</u>	<u>-</u>	<u>25,266</u>	<u>1</u>	<u>55,262</u>	<u>1</u>	<u>105,432</u>	<u>2</u>
7900 Profit before income tax		<u>525,167</u>	<u>20</u>	<u>468,437</u>	<u>20</u>	<u>1,439,882</u>	<u>20</u>	<u>1,367,686</u>	<u>22</u>
7950 Income tax expense	6(30)	( 93,490)	( 4)	( 74,657)	( 3)	( 267,325)	( 4)	( 231,986)	( 4)
8200 Profit for the period		<u>\$ 431,677</u>	<u>16</u>	<u>\$ 393,780</u>	<u>17</u>	<u>\$ 1,172,557</u>	<u>16</u>	<u>\$ 1,135,700</u>	<u>18</u>
Other comprehensive income									
Components of other comprehensive income that will not be reclassified to profit or loss									
8311 Losses on remeasurements of defined benefit plans		\$ -	-	\$ -	-	( \$ 484)	-	\$ -	-
8316 Unrealised losses from investments in equity instruments measured at fair value through other comprehensive income	6(3)	( 5,030)	-	( 6,297)	-	( 25,424)	( 1)	( 7,610)	-
8320 Share of other comprehensive income of associates and joint ventures accounted for using equity method, components of other comprehensive income that will not be reclassified to profit or loss		-	-	-	-	167	-	-	-
Components of other comprehensive income that will be reclassified to profit or loss									
8361 Cumulative translation differences of foreign operations		<u>16,306</u>	<u>1</u>	( 12,116)	( 1)	( 89,949)	( 1)	<u>44,284</u>	<u>-</u>
8300 Total other comprehensive income (loss) for the period		<u>\$ 11,276</u>	<u>1</u>	<u>( \$ 18,413)</u>	<u>( 1)</u>	<u>( \$ 115,690)</u>	<u>( 2)</u>	<u>\$ 36,674</u>	<u>-</u>
8500 Total comprehensive income for the period		<u>\$ 442,953</u>	<u>17</u>	<u>\$ 375,367</u>	<u>16</u>	<u>\$ 1,056,867</u>	<u>14</u>	<u>\$ 1,172,374</u>	<u>18</u>
Profit attributable to:									
8610 Owners of the parent		\$ 390,916	14	\$ 353,189	15	\$ 1,033,576	14	\$ 981,974	16
8620 Non-controlling interest		<u>40,761</u>	<u>2</u>	<u>40,591</u>	<u>2</u>	<u>138,981</u>	<u>2</u>	<u>153,726</u>	<u>2</u>
Total		<u>\$ 431,677</u>	<u>16</u>	<u>\$ 393,780</u>	<u>17</u>	<u>\$ 1,172,557</u>	<u>16</u>	<u>\$ 1,135,700</u>	<u>18</u>
Comprehensive income attributable to:									
8710 Owners of the parent		\$ 398,821	15	\$ 337,953	14	\$ 929,952	12	\$ 1,010,077	15
8720 Non-controlling interest		<u>44,132</u>	<u>2</u>	<u>37,414</u>	<u>2</u>	<u>126,915</u>	<u>2</u>	<u>162,297</u>	<u>3</u>
Total		<u>\$ 442,953</u>	<u>17</u>	<u>\$ 375,367</u>	<u>16</u>	<u>\$ 1,056,867</u>	<u>14</u>	<u>\$ 1,172,374</u>	<u>18</u>
Earnings per share (in dollars):	6(31)								
9750 Basic earnings per share		<u>\$ 5.38</u>		<u>\$ 4.89</u>		<u>\$ 14.25</u>		<u>\$ 13.64</u>	
9850 Diluted earnings per share		<u>\$ 5.38</u>		<u>\$ 4.87</u>		<u>\$ 14.24</u>		<u>\$ 13.59</u>	

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

ECOVE ENVIRONMENT CORPORATION AND SUBSIDIARIES  
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY  
NINE MONTHS ENDED SEPTEMBER 30, 2025 AND 2024  
(Expressed in thousands of New Taiwan dollars)

Equity attributable to owners of the parent												
	Capital			Retained Earnings			Other Equity Interest					
	Notes	Common stock	Advance receipts for share capital	Capital surplus	Legal reserve	Unappropriated retained earnings	Cumulative translation differences of foreign operations	Unrealised gains (losses) from financial assets measured at fair value through other comprehensive income	Treasury shares	Total	Non-controlling interest	Total equity
<u>Nine months ended September 30, 2024</u>												
Balance at January 1, 2024		\$ 715,590	\$ 589	\$ 2,786,873	\$ 1,045,141	\$ 1,727,596	(\$ 1,941 )	\$ 48,884	(\$ 57 )	\$ 6,322,675	\$ 493,976	\$ 6,816,651
Profit for the period		-	-	-	-	981,974	-	-	-	981,974	153,726	1,135,700
Other comprehensive income (loss)		-	-	-	-	-	35,713	( 7,610 )	-	28,103	8,571	36,674
Total comprehensive income (loss)		-	-	-	-	981,974	35,713	( 7,610 )	-	1,010,077	162,297	1,172,374
Appropriations of 2023 earnings	6(22)											
Legal reserve		-	-	-	115,563	( 115,563 )	-	-	-	-	-	-
Cash dividends		-	-	-	-	( 1,045,307 )	-	-	-	( 1,045,307 )	( 241,702 )	( 1,287,009 )
Share-based payment transactions	6(19)(21)			994	-	-	-	-	-	994	3	997
Exercise of employee share options	6(20)(21)	5,409	1,016	97,701	-	-	-	-	-	104,126	-	104,126
Employee restricted stock	6(19)(21)	-	-	4,329	-	-	-	-	-	4,329	25	4,354
Adjustments of changes in investments accounted for using equity method	6(7)(21)	-	-	954	-	-	-	-	-	954	-	954
Advance receipts for share capital transferred to common stock		589	( 589 )	-	-	-	-	-	-	-	-	-
Balance at September 30, 2024		\$ 721,588	\$ 1,016	\$ 2,890,851	\$ 1,160,704	\$ 1,548,700	\$ 33,772	\$ 41,274	(\$ 57 )	\$ 6,397,848	\$ 414,599	\$ 6,812,447
<u>Nine months ended Septemnber 30, 2025</u>												
Balance at January 1, 2025		\$ 722,604	\$ 592	\$ 2,889,953	\$ 1,160,704	\$ 1,855,849	\$ 45,726	\$ 69,482	(\$ 57 )	\$ 6,744,853	\$ 651,068	\$ 7,395,921
Profit for the period		-	-	-	-	1,033,576	-	-	-	1,033,576	138,981	1,172,557
Other comprehensive loss		-	-	-	-	( 317 )	( 77,883 )	( 25,424 )	-	( 103,624 )	( 12,066 )	( 115,690 )
Total comprehensive income (loss)		-	-	-	-	1,033,259	( 77,883 )	( 25,424 )	-	929,952	126,915	1,056,867
Appropriations of 2024 earnings	6(22)											
Legal reserve		-	-	-	128,912	( 128,912 )	-	-	-	-	-	-
Cash dividends		-	-	-	-	( 1,106,844 )	-	-	-	( 1,106,844 )	( 181,886 )	( 1,288,730 )
Exercise of employee share options	6(20)(21)	2,890	456	49,527	-	-	-	-	-	52,873	-	52,873
Employee restricted stock	6(19)(21)	-	-	1,659	-	-	-	-	-	1,659	12	1,671
Adjustments of changes in investments accounted for using equity method	6(7)(21)	-	-	65,996	-	-	-	-	-	65,996	-	65,996
Advance receipts for share capital transferred to common stock		592	( 592 )	-	-	-	-	-	-	-	-	-
Disposal of investments in equity instruments designated at fair value through other comprehensive income	6(3)	-	-	-	-	( 1,906 )	-	1,906	-	-	-	-
Balance at September 30, 2025		\$ 726,086	\$ 456	\$ 3,007,135	\$ 1,289,616	\$ 1,651,446	(\$ 32,157 )	\$ 45,964	(\$ 57 )	\$ 6,688,489	\$ 596,109	\$ 7,284,598

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

ECOVE ENVIRONMENT CORPORATION AND SUBSIDIARIES  
CONSOLIDATED STATEMENTS OF CASH FLOWS  
NINE MONTHS ENDED SEPTEMBER 30, 2025 AND 2024  
(Expressed in thousands of New Taiwan dollars)

		Nine months ended September 30	
	Notes	2025	2024
<b><u>CASH FLOWS FROM OPERATING ACTIVITIES</u></b>			
Profit before tax		\$ 1,439,882	\$ 1,367,686
Adjustments			
Adjustments to reconcile profit (loss)			
Construction revenue from service concession arrangements	6(23)(32)	( 1,175,084 )	( 51,014 )
Impairment loss determined in accordance with IFRS 9	12(2)	434	66
Depreciation	6(8)(28)	274,595	274,637
Depreciation - right-of-use assets	6(9)(28)	32,951	36,821
Amortization	6(28)	49,780	49,375
Interest expense	6(27)	36,281	14,359
Interest expense - lease liability	6(9)(27)	2,962	1,927
Dividend income	6(25)	( 9,828 )	( 10,568 )
Interest income	6(24)	( 11,276 )	( 15,669 )
Salary expense - employee stock options	6(19)(29)	-	997
Salary expense - employee restricted stock	6(19)(29)	1,671	4,354
Gain on valuation of financial assets / liabilities	6(2)(26)	( 14,955 )	( 13,309 )
Gain from lease modification	6(26)	( 162 )	( 3,316 )
Share of profit of associates and joint ventures accounted for under equity method	6(7)	( 55,644 )	( 55,691 )
Gains on disposals of investments	6(26)	( 1,050 )	-
Loss (gain) on disposal of property, plant and equipment	6(26)	( 4,659 )	( 303 )
Gain on reversal of accrued recovery costs		( 48,521 )	-
Changes in operating assets and liabilities			
Changes in operating assets			
Financial assets at fair value through profit or loss - current		59,700	616,487
Contract assets		86,052	( 333,064 )
Notes receivable, net		-	6
Accounts receivable, net		176,549	( 38,340 )
Accounts receivable - related parties, net		33,718	( 26,045 )
Other receivables	(	37,752 )	( 138 )
Other receivables - related parties	(	755 )	59
Inventories		79,510	11,814
Prepaid expense	(	524,387 )	( 65,792 )
Other non-current assets		121,183	138,774
Changes in operating liabilities			
Contract liabilities	(	247 )	( 340,561 )
Notes payable	(	10,899 )	9,973
Accounts payable		563,817	145,366
Accounts payable - related parties	(	90,681 )	25,271
Other payables	(	94,934 )	( 134,771 )
Other payables - related parties		3,977	6,311
Other current liabilities	(	571 )	9,976
Other non-current liabilities	(	49,075 )	( 5,831 )
Cash inflow generated from operations		841,900	1,619,847
Interest received		14,079	16,963
Dividends received		89,772	99,896
Interest paid	(	35,485 )	( 15,187 )
Income tax paid	(	303,438 )	( 446,892 )
Income taxes refund received		17,455	11,278
Net cash flows from operating activities		624,283	1,285,905

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ECOVE ENVIRONMENT CORPORATION AND SUBSIDIARIES  
CONSOLIDATED STATEMENTS OF CASH FLOWS  
NINE MONTHS ENDED SEPTEMBER 30, 2025 AND 2024  
(Expressed in thousands of New Taiwan dollars)

		Nine months ended September 30	
	Notes	2025	2024
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>			
Proceeds from disposal of financial assets at fair value through other comprehensive income - current		\$ 15,642	\$ -
Disposal (acquisition) of financial assets at fair value through other comprehensive income - non-current	12(3)	1	( 27,323 )
Decrease (increase) in financial assets at amortised cost		282,127	( 20,346 )
Acquisition of investments accounted for using equity method	6(7)	( 21,000 )	-
Acquisition of property, plant and equipment		( 53,724 )	( 165,071 )
Proceeds from disposal of property, plant and equipment		1,256	3,002
(Increase) decrease in refundable deposits		( 272,772 )	650
Acquisition of intangible assets	6(32)	( 2,940 )	( 1,185 )
Increase in other non-current assets	6(32)	( 1,996,821 )	( 135,723 )
Net cash flows used in investing activities		( 2,048,231 )	( 345,996 )
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>			
(Decrease) increase in short-term loans		( 75,000 )	455,000
Decrease in short-term notes payable		-	( 19,983 )
Proceeds from long-term loans		2,160,000	-
Repayment of lease liabilities		( 32,742 )	( 27,450 )
Decrease in other payables to related parties		150,000	-
Increase in deposits received (shown in other non-current liabilities)		995	1,327
Cash dividends paid		( 1,288,730 )	( 1,287,009 )
Employee stock options exercised		52,873	104,126
Net cash flows from (used in) financing activities		967,396	( 773,989 )
Net (decrease) increase in cash and cash equivalents		( 456,552 )	165,920
Cash and cash equivalents at beginning of period		2,003,967	1,663,477
Cash and cash equivalents at end of period		\$ 1,547,415	\$ 1,829,397

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

ECOVE ENVIRONMENT CORPORATION AND SUBSIDIARIES  
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
NINE MONTHS ENDED SEPTEMBER 30, 2025 AND 2024

(Expressed in thousands of New Taiwan dollars, except as otherwise indicated)

1. HISTORY AND ORGANISATION

- (1) ECOVE Environment Corporation (the “Company”) was incorporated as a company limited by shares under the provisions of the Company Law of the Republic of China (R.O.C.) on December 13, 1999. The consolidated investee-Chang Ting Corporation was incorporated in December, 2005.
- (2) The Company and its subsidiaries (collectively referred herein as the “Group”) are primarily engaged in waste management. The Company’s shares were issued through an initial public offering on December 3, 2007, and have been listed in the Taiwan OTC market since May 27, 2010.
- (3) CTCI Corporation, the Company’s ultimate parent company, holds 52.93% equity interest in the Company as of September 30, 2025.

2. THE DATE OF AUTHORIZATION FOR ISSUANCE OF THE CONSOLIDATED FINANCIAL STATEMENTS AND PROCEDURES FOR AUTHORIZATION

These consolidated financial statements were authorized for issuance by the Board of Directors on November 4, 2025.

3. APPLICATION OF NEW STANDARDS, AMENDMENTS AND INTERPRETATIONS

- (1) Effect of the adoption of new issuances of or amendments to International Financial Reporting Standards (“IFRS<sup>®</sup>”) Accounting Standards that came into effect as endorsed by the Financial Supervisory Commission (“FSC”)

New standards, interpretations and amendments endorsed by the FSC and became effective from 2025 are as follows:

New Standards, Interpretations and Amendments	Effective date by International Accounting Standards Board
Amendments to IAS 21, ‘Lack of exchangeability’	January 1, 2025

The above standards and interpretations have no significant impact to the Group’s financial condition and financial performance based on the Group’s assessment.

(2) Effect of new issuances of or amendments to IFRS Accounting Standards as endorsed by the FSC but not yet adopted by the Group

New standards, interpretations and amendments endorsed by the FSC and will become effective from 2025 are as follows:

New Standards, Interpretations and Amendments	Effective date by International Accounting Standards Board
Amendments to IFRS 9 and IFRS 7, 'Amendments to the classification and measurement of financial instruments'	January 1, 2026
Amendments to IFRS 9 and IFRS 7, 'Contracts referencing nature-dependent electricity'	January 1, 2026
IFRS 17, 'Insurance contracts'	January 1, 2023
Amendments to IFRS 17, 'Insurance contracts'	January 1, 2023
Amendment to IFRS 17, 'Initial application of IFRS 17 and IFRS 9 – comparative information'	January 1, 2023
Annual Improvements to IFRS Accounting Standards—Volume 11	January 1, 2026

The above standards and interpretations have no significant impact to the Group's financial condition and financial performance based on the Group's assessment.

(3) IFRS Accounting Standards issued by IASB but not yet endorsed by the FSC

New standards, interpretations and amendments issued by IASB but not yet included in the IFRS Accounting Standards as endorsed by the FSC are as follows:

New Standards, Interpretations and Amendments	Effective date by International Accounting Standards Board
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 International Accounting Standards Board
IFRS 18, 'Presentation and disclosure in financial statements'	January 1, 2027 (Note)
IFRS 19, 'Subsidiaries without public accountability: disclosures'	January 1, 2027

Note : The FSC has announced in a press release on September 25, 2025 that public companies will apply IFRS 18 starting from the fiscal year 2028. Additionally, entities can choose to adopt IFRS 18 earlier based on their requirements after the FSC endorses IFRS 18.

Except for the following, the above standards and interpretations have no significant impact to the Group's financial condition and financial performance based on the Group's assessment.

IFRS 18, 'Presentation and disclosure in financial statements'

IFRS 18, 'Presentation and disclosure in financial statements' replaces IAS 1. The standard introduces a defined structure of the statement of profit or loss, disclosure requirements related to management-defined performance measures, and enhanced principles on aggregation and disaggregation which apply to the primary financial statements and notes.

#### 4. SUMMARY OF MATERIAL ACCOUNTING POLICIES

The principal accounting policies adopted are consistent with Note 4 in the consolidated financial statements for the year ended December 31, 2024, except for the compliance statement, basis of preparation, basis of consolidation and additional policies as set out below. These policies have been consistently applied to all the periods presented, unless otherwise stated.

##### (1) Compliance statement

- A. The consolidated financial statements of the Group have been prepared in accordance with the “Regulations Governing the Preparation of Financial Reports by Securities Issuers” and the International Accounting Standard 34, ‘Interim financial reporting’ that came into effect as endorsed by the FSC.
- B. These consolidated financial statements are to be read in conjunction with the consolidated financial statements for the year ended December 31, 2024.

##### (2) Basis of preparation

- A. Except for the following items, the consolidated financial statements have been prepared under the historical cost convention:
  - (a) Financial assets and financial liabilities at fair value through profit or loss.
  - (b) Financial assets at fair value through other comprehensive income.
  - (c) Defined benefit liabilities recognized based on the net amount of pension fund assets less present value of defined benefit obligation.
- B. The preparation of financial statements in conformity with IFRSs requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Group’s accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the consolidated financial statements are disclosed in Note 5.

##### (3) Basis of consolidation

- A. Basis for preparation of consolidated financial statements:
  - (a) All subsidiaries are included in the Group’s consolidated financial statements. Subsidiaries are all entities (including structured entities) controlled by the Group. The Group controls an entity when the Group is exposed, or has rights, to variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. Consolidation of subsidiaries begins from the date the Group obtains control of the subsidiaries and ceases when the Group loses control of the subsidiaries.
  - (b) Inter-company transactions, balances and unrealized gains or losses on transactions between companies within the Group are eliminated. Accounting policies of subsidiaries have been adjusted where necessary to ensure consistency with the policies adopted by the Group.

- (c) Profit or loss and each component of other comprehensive income are attributed to the owners of the parent and to the non-controlling interests. Total comprehensive income is attributed to the owners of the parent and to the non-controlling interests even if this results in the noncontrolling interests having a deficit balance.
- (d) Changes in a parent's ownership interest in a subsidiary that do not result in the parent losing control of the subsidiary (transactions with non-controlling interests) are accounted for as equity transactions, i.e. transactions with owners in their capacity as owners. Any difference between the amount by which the non-controlling interests are adjusted and the fair value of the consideration paid or received is recognised directly in equity.

B. Subsidiaries included in the consolidated financial statements:

Name of the investor	Name of the investee	Main Activities	Ownership percentage (%)			Note
			September 30, 2025	December 31, 2024	September 30, 2024	
ECOVE Environment Corp.	ECOVE Waste Management Corp.	Environmental engineering	100.00	100.00	100.00	
ECOVE Environment Corp.	ECOVE Miaoli Energy Corp.	Environmental engineering	74.999	74.999	74.999	
ECOVE Environment Service Corp.	ECOVE Miaoli Energy Corp.	Environmental engineering	0.001	0.001	0.001	
ECOVE Environment Corp.	ECOVE Environment Service Corp.	Environmental engineering	100.00	100.00	100.00	
ECOVE Environment Corp.	ECOVE Wujih Energy Corp.	Environmental engineering	100.00	100.00	100.00	Note 4
ECOVE Environment Corp.	Yuan Ding Resources Corp.	Environmental engineering	100.00	100.00	100.00	Note 3
ECOVE Environment Service Corp.	SINOGAL-Waste Services Co., Ltd.	Environmental engineering	30.00	30.00	30.00	Note 1 Note 3
ECOVE Environment Service Corp.	ECOVE Environment Services Gangshan Corporation	Environmental engineering	100.00	100.00	100.00	
ECOVE Environment Service Corp.	ECOVE Resource Recycling Corporation	Environmental engineering	95.00	95.00	95.00	Note 3
ECOVE Environment Corp.	ECOVE Solvent Recycling Corporation	Environmental engineering	100.00	100.00	100.00	Note 3

Name of the investor	Name of the investee	Main Activities	Ownership percentage (%)			Note
			September 30, 2025	December 31, 2024	September 30, 2024	
ECOVE Environment Corp.	ECOVE Chiayi Energy Corp	Environmental engineering	50.00	50.00	50.00	Note 5
ECOVE Environment Service Corp.	ECOVE Chiayi Energy Corp	Environmental engineering	25.00	25.00	25.00	Note 5
ECOVE Environment Corp.	ECOVE Solar Power Corporation	Energy sector	100.00	100.00	100.00	Note 2
ECOVE Environment Corp.	G.D. International, LLC.	Energy sector	100.00	100.00	100.00	Note 2
G.D. International, LLC.	Lumberton Solar W2-090, LLC.	Energy sector	100.00	100.00	100.00	

Note 1: Included in the consolidated financial statements due to the Company's control of the subsidiary's finance, operations and personnel. The contract between the second-tier subsidiary, SINO GAL-Waste Services Co., Ltd., and the Macao Refuse Incineration Plant of the Macao Environmental Protection Bureau ended on November 30, 2024. Additionally, SINO GAL-Waste Services Co., Ltd. signed a short-term service contract with the Macao Environmental Protection Bureau on December 1, 2024, July 8, 2025 and August 12, 2025, and the contract period was up to September 24, 2025. The handover of the plant was completed as scheduled upon contract expiration.

Note 2: In June 2024, the Company conducted a simple merger with the subsidiary, ECOVE Solar Energy Corporation and the second-tier subsidiary, ECOVE South Corporation Ltd., in line with the Group restructuring. ECOVE Solar Energy Corporation and ECOVE South Corporation Ltd. were dissolved under the approval of the Ministry of Economic Affairs.

Note 3: The financial statements of the entity as of and for the nine months ended September 30, 2025 and 2024 were not reviewed by the independent auditors as the entity did not meet the definition of a significant subsidiary.

Note 4: The financial statements of the entity as of and for the nine months ended September 30, 2025 were not reviewed by the independent auditors as the entity did not meet the definition of a significant subsidiary.

Note 5: The financial statements of the entity as of and for the nine months ended September 30, 2024 were not reviewed by the independent auditors as the entity did not meet the definition of a significant subsidiary.

C. Subsidiaries not included in the consolidated financial statements: None.

D. Adjustments for subsidiaries with different balance sheet dates: None.

E. Significant restrictions: None.

F. Subsidiaries that have non-controlling interests that are material to the Group:

As of September 30, 2025, December 31, 2024, and September 30, 2024, the non-controlling interest amounted to \$596,109, \$651,068 and \$414,599, respectively. The information on non-controlling interest and respective subsidiaries is as follows:

Name of subsidiary	Principal place of business	Non-controlling interest					
		September 30, 2025		December 31, 2024		September 30, 2024	
		Ownership		Ownership		Ownership	
		Amount	(%)	Amount	(%)	Amount	(%)
ECOVE Miaoli Energy Corp.	Taiwan	\$206,816	25.00%	\$216,909	25.00%	\$211,078	25.00%
SINO GAL-Waste Services Co., Ltd.	Macau	94,139	70.00%	177,201	70.00%	148,616	70.00%
ECOVE Chiayi Energy Corp	Taiwan	292,364	25.00%	253,973	25.00%	51,928	25.00%

Summarised financial information of the subsidiaries:

Balance sheets

	ECOVE Miaoli Energy Corp.		
	September 30, 2025	December 31, 2024	September 30, 2024
Current assets	\$ 671,149	\$ 564,449	\$ 490,353
Non-current assets	249,647	393,790	439,666
Current liabilities	( 64,314)	( 52,848)	( 45,006)
Non-current liabilities	( 29,217)	( 37,753)	( 40,701)
Total net assets	<u>\$ 827,265</u>	<u>\$ 867,638</u>	<u>\$ 844,312</u>

  

	SINO GAL-Waste Services Co., Ltd.		
	September 30, 2025	December 31, 2024	September 30, 2024
Current assets	\$ 294,416	\$ 507,570	\$ 467,253
Non-current assets	20,982	10,088	10,909
Current liabilities	( 145,277)	( 151,060)	( 157,657)
Non-current liabilities	( 35,636)	( 113,453)	( 108,196)
Total net assets	<u>\$ 134,485</u>	<u>\$ 253,145</u>	<u>\$ 212,309</u>

	ECOVE Chiayi Energy Corp.		
	September 30, 2025	December 31, 2024	September 30, 2024
Current assets	\$ 746,112	\$ 802,791	\$ 61,996
Non-current assets	1,336,103	344,643	190,000
Current liabilities	( 861,194)	( 125,587)	( 44,285)
Non-current liabilities	( 51,566)	( 5,954)	-
Total net assets	<u>\$ 1,169,455</u>	<u>\$ 1,015,893</u>	<u>\$ 207,711</u>

Statements of comprehensive income

	ECOVE Miaoli Energy Corp.	
	Three months ended September 30	
	2025	2024
Revenue	\$ 80,674	\$ 83,286
Profit before income tax	33,857	35,821
Income tax expense	( 6,513)	( 7,109)
Profit for the period	<u>27,344</u>	<u>28,712</u>
Total comprehensive income for the period	<u>\$ 27,344</u>	<u>\$ 28,712</u>
Comprehensive income attributable to non-controlling interest	<u>\$ 6,836</u>	<u>\$ 7,178</u>
Dividends paid to non-controlling interest	<u>\$ 27,506</u>	<u>\$ 62,139</u>

	ECOVE Miaoli Energy Corp.	
	Nine months ended September 30	
	2025	2024
Revenue	\$ 219,153	\$ 231,493
Profit before income tax	86,225	95,102
Income tax expense	( 16,627)	( 18,791)
Profit for the period	<u>69,598</u>	<u>76,311</u>
Total comprehensive income for the period	<u>\$ 69,598</u>	<u>\$ 76,311</u>
Comprehensive income attributable to non-controlling interest	<u>\$ 17,400</u>	<u>\$ 19,078</u>
Dividends paid to non-controlling interest	<u>\$ 27,506</u>	<u>\$ 62,139</u>



SINO GAL-Waste Services Co., Ltd.		
Three months ended September 30		
	2025	2024
Revenue	\$ 217,655	\$ 213,551
Profit before income tax	19,807	45,191
Income tax expense	-	( 98)
Profit for the period	19,807	45,093
Other comprehensive income (loss), net of tax	4,815	( 4,540)
Total comprehensive income for the period	\$ 24,622	\$ 40,553
Comprehensive income attributable to non-controlling interest	\$ 17,235	\$ 28,387
Dividends paid to non-controlling interest	\$ -	\$ -
SINO GAL-Waste Services Co., Ltd.		
Nine months ended September 30		
	2025	2024
Revenue	\$ 621,920	\$ 652,473
Profit before income tax	114,014	190,046
Income tax expense	-	( 289)
Profit for the period	114,014	189,757
Other comprehensive (loss) income, net of tax	( 17,237)	12,243
Total comprehensive income for the period	\$ 96,777	\$ 202,000
Comprehensive income attributable to non-controlling interest	\$ 67,744	\$ 141,400
Dividends paid to non-controlling interest	\$ 150,806	\$ 179,554
ECOVE Chiayi Energy Corp.		
Three months ended September 30		
	2025	2024
Revenue	\$ 584,684	\$ 51,014
Profit before income tax	100,212	9,294
Income tax expense	( 19,903)	( 1,859)
Profit for the period	80,309	7,435
Total comprehensive income for the period	\$ 80,309	\$ 7,435
Comprehensive income attributable to non-controlling interest	\$ 20,078	\$ 1,859
Dividends paid to non-controlling interest	\$ 3,574	\$ -

	ECOVE Chiayi Energy Corp.	
	Nine months ended September 30	
	2025	2024
Revenue	\$ 1,280,710	\$ 51,014
Profit before income tax	209,469	9,634
Income tax expense	( 41,607)	( 1,927)
Profit for the period	167,862	7,707
Total comprehensive income for the period	\$ 167,862	\$ 7,707
Comprehensive income attributable to non-controlling interest	\$ 41,966	\$ 1,927
Dividends paid to non-controlling interest	\$ 3,574	\$ 9

#### Statements of cash flows

	ECOVE Miaoli Energy Corp.	
	Nine months ended September 30	
	2025	2024
Net cash provided by operating activities	\$ 253,630	\$ 88,780
Net cash used in financing activities	( 111,230)	( 249,879)
Increase (decrease) in cash and cash equivalents	142,400	( 161,099)
Cash and cash equivalents, beginning of period	104,788	347,165
Cash and cash equivalents, end of period	\$ 247,188	\$ 186,066

	SINO GAL-Waste Services Co., Ltd.	
	Nine months ended September 30	
	2025	2024
Net cash provided by operating activities	\$ 170,569	\$ 122,738
Net cash provided by investing activities	56,498	156,653
Net cash used in financing activities	( 212,837)	( 253,238)
Increase in cash and cash equivalents	14,230	26,153
Cash and cash equivalents, beginning of period	36,170	37,581
Cash and cash equivalents, end of period	\$ 50,400	\$ 63,734

	ECOVE Chiayi Energy Corp	
	Nine months ended September 30	
	2025	2024
Net cash used in operating activities	(\$ 705,753)	(\$ 677)
Net cash provided by (used in) investing activities	189,983	( 190,000)
Net cash used in financing activities	( 15,168)	( 37)
Decrease in cash and cash equivalents	( 530,938)	( 190,714)
Cash and cash equivalents, beginning of period	672,805	200,106
Cash and cash equivalents, end of period	\$ 141,867	\$ 9,392

(4) Pensions

Pension cost for the interim period is calculated on a year-to-date basis by using the pension cost rate derived from the actuarial valuation at the end of the prior financial year, adjusted for significant market fluctuations since that time and for significant curtailments, settlements, or other significant one-off events. Also, the related information is disclosed accordingly.

(5) Income tax

A. The interim period income tax expense is recognized based on the estimated average annual effective income tax rate expected for the full financial year applied to the pre-tax income of the interim period, and the related information is disclosed accordingly.

B. If a change in tax rate is enacted or substantively enacted in an interim period, the Group recognizes the effect of the change immediately in the interim period in which the change occurs. The effect of the change on items recognized outside profit or loss is recognized in other comprehensive income or equity while the effect of the change on items recognized in profit or loss is recognized in profit or loss.

5. CRITICAL ACCOUNTING JUDGEMENTS, ESTIMATES AND KEY SOURCES OF ASSUMPTION UNCERTAINTY

The preparation of these consolidated financial statements requires management to make critical judgements in applying the Group's accounting policies and make critical assumptions and estimates concerning future events. Judgements and estimates may differ from the actual results and are continually evaluated and adjusted based on historical experience and other factors. The Group has no critical accounting judgements, estimates and assumption uncertainty.

6. DETAILS OF SIGNIFICANT ACCOUNTS

(1) Cash and cash equivalents

	September 30, 2025	December 31, 2024	September 30, 2024
Cash on hand and revolving funds	\$ 11,567	\$ 10,924	\$ 10,998
Checking accounts and demand deposits	1,371,438	1,857,210	1,717,326
Time deposits	164,410	135,833	101,073
Total	<u>\$ 1,547,415</u>	<u>\$ 2,003,967</u>	<u>\$ 1,829,397</u>

A. The Group transacts with a variety of financial institutions all with high credit quality to disperse credit risk, so it expects that the probability of counterparty default is remote.

B. There were no cash and cash equivalents pledged as collateral.

(2) Financial assets and financial liabilities at fair value through profit or loss

Items	September 30, 2025	December 31, 2024	September 30, 2024
Current items:			
Financial assets mandatorily measured at fair value through profit or loss			
Beneficiary certificates	\$ 496,185	\$ 577,001	\$ 430,000
Derivatives	<u>3,449</u>	<u>-</u>	<u>-</u>
	499,634	577,001	430,000
Valuation adjustment	<u>2,414</u>	<u>2,543</u>	<u>1,280</u>
Total	<u>\$ 502,048</u>	<u>\$ 579,544</u>	<u>\$ 431,280</u>
Financial liabilities mandatorily measured at fair value through profit or loss			
Derivatives	<u>\$ 305</u>	<u>\$ -</u>	<u>\$ -</u>
Non-Current items:			
Financial assets mandatorily measured at fair value through profit or loss			
Derivatives	<u>\$ 648</u>	<u>\$ -</u>	<u>\$ -</u>
Financial liabilities mandatorily measured at fair value through profit or loss			
Derivatives	<u>\$ 1,362</u>	<u>\$ -</u>	<u>\$ -</u>

A. Amounts recognized in profit or loss in relation to financial assets and financial liabilities at fair value through profit or loss are listed below:

	Three months ended September 30	
	2025	2024
Financial assets mandatorily measured at fair value through profit or loss		
Beneficiary certificates	\$ 3,266	\$ 3,868
Derivatives	<u>4,097</u>	<u>-</u>
Total	<u>\$ 7,363</u>	<u>\$ 3,868</u>
Financial liabilities mandatorily measured at fair value through profit or loss		
Derivatives	<u>(\$ 1,667)</u>	<u>\$ -</u>

		Nine months ended September 30	
		2025	2024
Financial assets mandatorily measured at fair value through profit or loss			
Beneficiary certificates	\$	12,525	\$ 13,309
Derivatives		4,097	-
Total	\$	<u>16,622</u>	<u>\$ 13,309</u>
Financial liabilities mandatorily measured at fair value through profit or loss			
Derivatives	(\$	<u>1,667</u> )	<u>\$ -</u>

B. The Group entered into contracts relating to derivative financial assets and financial liabilities which were not accounted for under hedge accounting. The information is listed below:

		September 30, 2025	
Derivative financial instruments		Contract amount (notional principal)	Contract period
Non-delivery foreign exchange contract-buy (2 items)	USD	6,000 thousand	2025.08.08-2027.08.26
Non-delivery foreign exchange contract-buy (3 items)	JPY	1,200,000 thousand	2025.09.05-2027.09.13

C. Information relating to credit risk of financial assets and financial liabilities at fair value through profit or loss is provided in Note 12(2).

(3) Financial assets at fair value through other comprehensive income

Items	September 30, 2025	December 31, 2024	September 30, 2024
Current items:			
Equity instruments			
Listed stocks	\$ 78,570	\$ 96,118	\$ 96,118
Valuation adjustment	(13,308)	10,210	11,873
Total	<u>\$ 65,262</u>	<u>\$ 106,328</u>	<u>\$ 107,991</u>
Non-current items:			
Equity instruments			
Unlisted stocks	\$ 137,420	\$ 137,421	\$ 117,425
Valuation adjustment	60,393	60,393	30,522
Total	<u>\$ 197,813</u>	<u>\$ 197,814</u>	<u>\$ 147,947</u>

- A. Amounts recognized in profit or loss and other comprehensive income in relation to the financial assets at fair value through other comprehensive income are listed below:

	Three months ended September 30	
	2025	2024
<u>Equity instruments at fair value through other comprehensive income</u>		
Fair value change recognized in other comprehensive loss	(\$ 5,030)	(\$ 6,297)
Dividend income recognized in profit or loss held at end of period	\$ 9,826	\$ 10,568
	Nine months ended September 30	
	2025	2024
<u>Equity instruments at fair value through other comprehensive income</u>		
Fair value change recognized in other comprehensive loss	(\$ 25,424)	(\$ 7,610)
Cumulative losses reclassified to retained earnings due to derecognition	\$ 1,906	\$ -
Dividend income recognized in profit or loss held at end of period	\$ 9,828	\$ 10,568

- B. Information relating to credit risk of financial assets at fair value through other comprehensive income is provided in Note 12(2).

(4) Financial assets at amortized cost

Items	September 30, 2025	December 31, 2024	September 30, 2024
Current items:			
Time deposits with original maturity over 3 months	\$ 12,900	\$ 312,629	\$ 138,333
Non-current items:			
Pledged time deposits	48,863	31,261	220,068
	<u>\$ 61,763</u>	<u>\$ 343,890</u>	<u>\$ 358,401</u>

- A. Information about the financial assets at amortized cost pledged to others as collateral is provided in Note 8.
- B. As at September 30, 2025, December 31, 2024, and September 30, 2024, without taking into account any collateral held or other credit enhancements, the maximum exposure to credit risk in respect of the amount that best represents the financial assets at amortized cost held by the Group was \$61,763, \$343,890 and \$358,401, respectively.
- C. Information relating to credit risk of financial assets at amortized cost is provided in Note 12(2). The counterparties of the Group's investments in certificates of deposits are financial institutions with high credit quality, so the Group expects that the probability of counterparty default is remote.

(5) Accounts receivable

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Accounts receivable	\$ 599,878	\$ 783,790	\$ 806,120
Long-term accounts receivable due in one year	184,365	177,002	174,677
Less: Allowance for uncollectible accounts	( 459)	( 59)	( 112)
	<u>\$ 783,784</u>	<u>\$ 960,733</u>	<u>\$ 980,685</u>

A. The ageing analysis of accounts receivable is as follows:

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
1 to 90 days	\$ 599,878	\$ 758,421	\$ 768,110
91 to 120 days	-	5,950	-
121 to 180 days	-	13,946	38,010
Over 181 days	-	5,473	-
	<u>\$ 599,878</u>	<u>\$ 783,790</u>	<u>\$ 806,120</u>

The above ageing analysis was based on invoice date.

B. As of September 30, 2025, December 31, 2024, and September 30, 2024, accounts receivable were all from contracts with customers.

C. For details on the long-term accounts receivable – due in one year, refer to Note 6(11).

D. Information relating to credit risk of accounts receivable is provided in Note 12(2).

(6) Prepayments

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Prepayments for material purchases	\$ 223,112	\$ 138,618	\$ 13,929
Prepayment for sub-contract costs	379,885	46,118	54,273
Prepaid rents	4,587	518	8,762
Prepaid insurance premiums	33,442	10,310	29,508
Others	114,956	45,155	51,257
	<u>\$ 755,982</u>	<u>\$ 240,719</u>	<u>\$ 157,729</u>

(7) Investments accounted for using the equity method

	2025	2024
At January 1	\$ 872,103	\$ 824,288
Addition of investments accounted for using the equity method	21,000	-
Share of profit or loss of investments accounted for using the equity method	55,644	55,691
Earnings distribution of investments accounted for using equity method	( 79,944)	( 89,328)
Changes in capital surplus	65,996	954
Changes in other equity items	( 29,064)	12,997
At September 30	<u>\$ 905,735</u>	<u>\$ 804,602</u>

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Associates:			
CTCI Chemicals Corp.	\$ 80,119	\$ 86,818	\$ 83,612
Boretech Resource Recovery Engineering Co., Ltd. (Cayman)	503,206	479,864	425,219
Ever Ecove Corporation	125,066	123,493	121,059
Jing Ding Green Energy Technology Co., Ltd.	197,344	181,928	174,712
	<u>\$ 905,735</u>	<u>\$ 872,103</u>	<u>\$ 804,602</u>

A. Associates

(a) The basic information of the associate that is material to the Group is as follows:

Company name	Principal place of business	Shareholding ratio			Nature of relationship	Method of measurement
		September 30, 2025	December 31, 2024	September 30, 2024		
Boretech Resource Recovery Engineering Co., Ltd. (Cayman)	Cayman Islands	16.24%	18.47%	18.47%	Strategic Investment	Equity method



- (b) The summarised financial information of the associate that is material to the Group is as follows:

Balance sheet

	Boretech Resource Recovery Engineering Co., Ltd. (Cayman)		
	September 30, 2025	December 31, 2024	September 30, 2024
Current assets	\$ 4,013,367	\$ 3,429,963	\$ 3,720,031
Non-current assets	984,941	1,073,544	1,100,281
Current liabilities	( 2,295,465)	( 2,233,504)	( 2,840,459)
Non-current liabilities	( 74,943)	( 80,286)	( 86,055)
Total net assets	<u>\$ 2,627,900</u>	<u>\$ 2,189,717</u>	<u>\$ 1,893,798</u>
Share in associate's net assets	\$ 427,701	\$ 404,359	\$ 349,714
Goodwill	<u>75,505</u>	<u>75,505</u>	<u>75,505</u>
Carrying amount of the associate	<u>\$ 503,206</u>	<u>\$ 479,864</u>	<u>\$ 425,219</u>
Fair value of the associate (Note)	<u>\$ 860,853</u>	<u>\$ -</u>	<u>\$ -</u>

Note: This refers to the market price information calculated by the listed company based on the average stock trading price as of the balance sheet date.

Statement of comprehensive income

	Boretech Resource Recovery Engineering Co., Ltd. (Cayman)	
	Three months ended September 30	
	2025	2024
Revenue	\$ 195,889	\$ 1,155,353
Loss for the period from continuing operations	( 23,091)	( 14,166)
Other comprehensive income, net of tax	33,872	40,240
Total comprehensive income	<u>\$ 10,781</u>	<u>\$ 26,074</u>
Dividends received from associate	<u>\$ 47,716</u>	<u>\$ 55,248</u>

  

	Boretech Resource Recovery Engineering Co., Ltd. (Cayman)	
	Nine months ended September 30	
	2025	2024
Revenue	\$ 2,645,092	\$ 3,452,116
Profit for the period from continuing operations	140,683	155,171
Other comprehensive (loss) income, net of tax	( 143,667)	70,377
Total comprehensive (loss) income	<u>(\$ 2,984)</u>	<u>\$ 225,548</u>
Dividends received from associate	<u>\$ 47,716</u>	<u>\$ 55,248</u>

- (c) The carrying amount of the Group's interests in all individually immaterial associates and the Group's share of the operating results are summarized below:

As of September 30, 2025, December 31, 2024, and September 30, 2024, the carrying amount of the Group's individually immaterial associates amounted to \$402,529, \$392,239 and \$379,383, respectively.

	Three months ended September 30	
	2025	2024
Profit for the period from continuing operations	\$ 5,606	\$ 9,490
Other comprehensive income	-	-
Total comprehensive income	<u>\$ 5,606</u>	<u>\$ 9,490</u>
	Nine months ended September 30	
	2025	2024
Profit for the period from continuing operations	\$ 21,247	\$ 24,869
Other comprehensive income	167	-
Total comprehensive income	<u>\$ 21,414</u>	<u>\$ 24,869</u>

- B. In September 2020, the Board of Directors of the Company's subsidiary, ECOVE Environment Service Corp., resolved to invest an aggregate amount of \$650,000 in Jing Ding Green Energy Technology Co., Ltd. In 2025, the subsidiary invested \$21,000 in Jing Ding Green. As of September 30, 2025 and 2024, the subsidiary has invested \$216,000 and \$186,000, respectively, for a shareholding ratio of 30%.
- C. On March 6, 2025, the Company's associate, Boretech Resource Recovery Engineering Co., Ltd. (Cayman), issued new shares and the Company did not subscribe or acquire new shares proportionately, which resulted in a change in the Company's ownership percentage of the associate. Accordingly, 'Capital surplus' and 'investments accounted for using the equity method' were adjusted for the increase or decrease of its share in equity interest amounting to \$65,605, and the gain of \$1,050 which was previously recognized in other comprehensive income was reclassified to profit or loss proportionately.
- D. In the third quarter of 2025 and 2024, the amounts of aforementioned investment accounted for using the equity method were based on the investee's financial statements which were not reviewed by independent auditors.
- E. For the year ended December 31, 2024, Ever Ecove Corporation and Jing Ding Green Energy Technology Co., Ltd. were accounted for based on the investees' financial statements audited by other independent auditors.

(8) Property, plant and equipment

	Land	Buildings and structures	Machinery and equipment	Transportation equipment	Others	Total
<u>At January 1, 2025</u>						
Cost	\$ 178,993	\$ 17,358	\$ 5,856,103	\$ 162,093	\$ 31,503	\$ 6,246,050
Accumulated depreciation	-	( 3,594)	( 1,758,436)	( 114,012)	( 22,078)	( 1,898,120)
	<u>\$ 178,993</u>	<u>\$ 13,764</u>	<u>\$ 4,097,667</u>	<u>\$ 48,081</u>	<u>\$ 9,425</u>	<u>\$ 4,347,930</u>
<u>Nine months ended</u>						
<u>September 30, 2025</u>						
Opening net book amount as at January 1, 2025	\$ 178,993	\$ 13,764	\$ 4,097,667	\$ 48,081	\$ 9,425	\$ 4,347,930
Additions	-	-	37,755	15,600	369	53,724
Transfers	-	-	13,706	-	-	13,706
Disposals	-	-	( 1,483)	( 659)	( 3,773)	( 5,915)
Depreciation charge	-	( 561)	( 260,367)	( 11,289)	( 2,378)	( 274,595)
Net exchange differences	( 7,904)	-	( 25,948)	( 51)	( 239)	( 34,142)
Closing net book amount as at September 30, 2025	<u>\$ 171,089</u>	<u>\$ 13,203</u>	<u>\$ 3,861,330</u>	<u>\$ 51,682</u>	<u>\$ 3,404</u>	<u>\$ 4,100,708</u>
<u>At September 30, 2025</u>						
Cost	\$ 171,089	\$ 17,358	\$ 5,925,019	\$ 164,905	\$ 20,539	\$ 6,298,910
Accumulated depreciation	-	( 4,155)	( 2,063,690)	( 113,223)	( 17,134)	( 2,198,202)
	<u>\$ 171,089</u>	<u>\$ 13,203</u>	<u>\$ 3,861,329</u>	<u>\$ 51,682</u>	<u>\$ 3,405</u>	<u>\$ 4,100,708</u>

	Land	Buildings and structures	Machinery and equipment	Transportation equipment	Others	Total
<u>At January 1, 2024</u>						
Cost	\$ 171,667	\$ 17,358	\$ 5,644,298	\$ 142,557	\$ 28,247	\$ 6,004,127
Accumulated depreciation	-	( 2,847)	( 1,412,639)	( 99,114)	( 17,217)	( 1,531,817)
	<u>\$ 171,667</u>	<u>\$ 14,511</u>	<u>\$ 4,231,659</u>	<u>\$ 43,443</u>	<u>\$ 11,030</u>	<u>\$ 4,472,310</u>
<u>Nine months ended</u>						
<u>September 30, 2024</u>						
Opening net book amount as at January 1, 2024	\$ 171,667	\$ 14,511	\$ 4,231,659	\$ 43,443	\$ 11,030	\$ 4,472,310
Additions	-	-	144,393	19,444	1,234	165,071
Transfers	-	-	8,820	-	-	8,820
Disposals	-	-	( 2,629)	-	( 70)	( 2,699)
Depreciation charge	-	( 561)	( 258,950)	( 11,392)	( 3,734)	( 274,637)
Net exchange differences	3,733	-	15,107	55	242	19,137
Closing net book amount as at September 30, 2024	<u>\$ 175,400</u>	<u>\$ 13,950</u>	<u>\$ 4,138,400</u>	<u>\$ 51,550</u>	<u>\$ 8,702</u>	<u>\$ 4,388,002</u>
<u>At September 30, 2024</u>						
Cost	\$ 175,400	\$ 17,358	\$ 5,809,989	\$ 162,056	\$ 29,653	\$ 6,194,456
Accumulated depreciation	-	( 3,408)	( 1,671,589)	( 110,506)	( 20,951)	( 1,806,454)
	<u>\$ 175,400</u>	<u>\$ 13,950</u>	<u>\$ 4,138,400</u>	<u>\$ 51,550</u>	<u>\$ 8,702</u>	<u>\$ 4,388,002</u>

- A. Information about the property, plant and equipment that were pledged to others as collateral is provided in Note 8.
- B. The amount of capitalized interest were \$411 and \$0, and the interest rates for capitalization ranged from 1.325% and 0% for the nine months ended September 30, 2025 and 2024, respectively.
- C. Transfers pertain to reclassifications from prepayments for business facilities (shown in other non-current assets).

(9) Leasing arrangements — lessee

- A. The Group leases various assets including land, buildings, machinery and equipment, and business vehicles. Rental contracts are typically made for periods of 1 to 10 years. Lease terms are negotiated on an individual basis and contain a wide range of different terms and conditions. The lease agreements do not impose covenants, but leased assets may not be used as security for borrowing purposes.
- B. Short-term leases with a lease term of 12 months or less comprise staff dormitory. For the three months and nine months ended September 30, 2025 and 2024, payments of lease commitments for short-term leases amounted to \$2,134, \$4,493, \$10,687 and \$12,864, respectively.
- C. The carrying amount of right-of-use assets and the depreciation charge are as follows:

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
	<u>Carrying amount</u>	<u>Carrying amount</u>	<u>Carrying amount</u>
Land	\$ 57,648	\$ 57,321	\$ 58,372
Buildings	182,086	176,082	182,284
Transportation equipment	9,118	5,770	6,224
Other equipment	3,666	2,579	2,432
	<u>\$ 252,518</u>	<u>\$ 241,752</u>	<u>\$ 249,312</u>

	<u>Three months ended September 30</u>	
	<u>2025</u>	<u>2024</u>
	<u>Depreciation charge</u>	<u>Depreciation charge</u>
Land	\$ 2,754	\$ 2,411
Buildings	6,734	5,682
Transportation equipment	1,483	1,336
Other equipment	391	875
	<u>\$ 11,362</u>	<u>\$ 10,304</u>

	<u>Nine months ended September 30</u>	
	<u>2025</u>	<u>2024</u>
	<u>Depreciation charge</u>	<u>Depreciation charge</u>
Land	\$ 8,064	\$ 9,310
Buildings	19,740	21,160
Transportation equipment	4,032	3,692
Other equipment	1,115	2,659
	<u>\$ 32,951</u>	<u>\$ 36,821</u>

- D. For the three months and nine months ended September 30, 2025 and 2024, the additions to right-of-use assets were \$6,273, \$108,771, \$44,346 and \$133,161, respectively.

E. The information on profit and loss accounts relating to lease contracts is as follows:

	Three months ended September 30	
	2025	2024
<u>Items affecting profit or loss</u>		
Interest expense on lease liabilities	\$ 1,023	\$ 761
Expense on short-term lease contracts	4,317	4,493
Expense on leases of low-value assets	919	305
Expense on variable lease payments	20,507	18,640
Gain from lease modification	3	98
<u>Nine months ended September 30</u>		
	2025	2024
<u>Items affecting profit or loss</u>		
Interest expense on lease liabilities	\$ 2,962	\$ 1,927
Expense on short-term lease contracts	12,870	12,864
Expense on leases of low-value assets	2,992	899
Expense on variable lease payments	58,689	55,152
Gain from lease modification	162	3,316

F. For the nine months ended September 30, 2025 and 2024, the Group's total cash outflow for leases amounted to \$107,293 and \$96,365, respectively.

G. Variable lease payments

- (a) Some of the Group's lease contracts contain variable lease payment terms that are linked to electricity production of solar power. Various lease payments that depend on the electricity production of solar power are recognized as costs in the period in which the event or condition that triggers those payments occurs.
- (b) A 1% increase in electricity production of solar power with such variable lease contracts would increase total lease payments by approximately 1%.

(10) Intangible assets

	2025			
	Franchise	Goodwill	Computer software	Total
At January 1, 2025				
Cost	\$ 1,041,583	\$ 136,153	\$ 1,745	\$ 1,179,481
Accumulated amortisation and impairment	( 187,508)	-	( 360)	( 187,868)
	<u>\$ 854,075</u>	<u>\$ 136,153</u>	<u>\$ 1,385</u>	<u>\$ 991,613</u>
Opening net book amount as at January 1, 2025	\$ 854,075	\$ 136,153	\$ 1,385	\$ 991,613
Additions	1,175,717	-	2,940	1,178,657
Amortisation charge	( 44,409)	-	( 531)	( 44,940)
Closing net book amount as at September 30, 2025	<u>\$ 1,985,383</u>	<u>\$ 136,153</u>	<u>\$ 3,794</u>	<u>\$ 2,125,330</u>
At September 30, 2025				
Cost	\$ 2,217,300	\$ 136,153	\$ 4,685	\$ 2,358,138
Accumulated amortisation and impairment	( 231,917)	-	( 891)	( 232,808)
	<u>\$ 1,985,383</u>	<u>\$ 136,153</u>	<u>\$ 3,794</u>	<u>\$ 2,125,330</u>
2024				
	Franchise	Goodwill	Computer software	Total
At January 1, 2024				
Cost	\$ 888,190	\$ 136,153	\$ 560	\$ 1,024,903
Accumulated amortisation and impairment	( 128,295)	-	( 37)	( 128,332)
	<u>\$ 759,895</u>	<u>\$ 136,153</u>	<u>\$ 523</u>	<u>\$ 896,571</u>
Opening net book amount as at January 1, 2024	\$ 759,895	\$ 136,153	\$ 523	\$ 896,571
Additions	51,014	-	1,185	52,199
Amortisation charge	( 44,409)	-	( 232)	( 44,641)
Closing net book amount as at September 30, 2024	<u>\$ 766,500</u>	<u>\$ 136,153</u>	<u>\$ 1,476</u>	<u>\$ 904,129</u>
At September 30, 2024				
Cost	\$ 939,204	\$ 136,153	\$ 1,745	\$ 1,077,102
Accumulated amortisation and impairment	( 172,704)	-	( 269)	( 172,973)
	<u>\$ 766,500</u>	<u>\$ 136,153</u>	<u>\$ 1,476</u>	<u>\$ 904,129</u>

A. Details of amortization on intangible assets are as follows:

	Three months ended September 30	
	2025	2024
Operating costs	\$ 15,046	\$ 14,894
	Nine months ended September 30	
	2025	2024
Operating costs	\$ 44,940	\$ 44,641

- B. Goodwill which belongs to the operating segments of Taiwan arose from a business combination accounted for by applying the acquisition method and is independent cash-generating units.
- C. The subsidiary, ECOVE Environment Services Gangshan Corporation, entered into an investment contract for the Rehabilitate-Operate-Transfer (ROT) with the Kaohsiung City Government on October 28, 2021. The subsidiary participated in the rehabilitation and operation of the refuse incineration plant in Gangshan Dist., Kaohsiung City according to the Act for Promotion of Private Participation in Infrastructure Projects and will return the operating right, rehabilitated operating assets and land of the refuse incineration plant in Gangshan Dist., Kaohsiung City to the Kaohsiung City Government after the term of the contract period expires. The duration of the contract is 15 years after the plant began operation.

The subsidiary, ECOVE Environment Services Gangshan Corporation, should pay royalties and rebates to the Kaohsiung City Government according to the investment contract. Royalties and rebates were calculated by multiplying the tonnage of disposable waste that the subsidiary, ECOVE Environment Services Gangshan Corporation, recovered by the unit price of royalties per ton.

In accordance with the investment contract, the scope of rehabilitation and construction works stipulated in the contract must be completed during the period from the date of operation to December 31, 2025. The total cost of rehabilitation was \$888,190. In accordance with IFRIC 12, ‘Service Concession Arrangements’, the right to sell electricity and self-collected waste in exchange for provision of construction or performance upgrade services and the rehabilitation cost to be invested in the future were recognized as intangible assets, respectively. Franchise of the Company are amortised on a straight-line basis over their estimated useful life of 15 years.

- D. The subsidiary, ECOVE Chiayi Energy Corp., obtained the construction and operation of the Green Energy Sustainable Circulation Center BOT Project in Chiayi City through the build-operate-transfer (BOT) mode in October 2023. In February 2024, “The Contract for the Green Energy Sustainable Circulation Center BOT Project in Chiayi City” between ECOVE Chiayi Energy Corp. and Chiayi City Government had been signed. The Group recognized the consideration as intangible assets - franchise during the construction period in accordance with IFRIC 12 “Service Concession Arrangements”. As of September 30, 2025, December 31, 2024, and September 30, 2024, intangible assets - franchise had been recognized in the amounts of \$1,329,110, \$153,393, and \$51,014, respectively.



E. The amounts of capitalized interest were \$633 and \$0, and the interest rates for capitalization ranged from 2.00% and 0% for the nine months ended September 30, 2025 and 2024, respectively.

F. There were no intangible assets pledged as collateral.

(11) Other non-current assets

	September 30, 2025	December 31, 2024	September 30, 2024
Long-term accounts receivable	\$ 428,252	\$ 561,003	\$ 602,929
Less: Current portion	( 184,365)	( 177,002)	( 174,677)
	243,887	384,001	428,252
Refundable deposits	303,065	30,293	30,187
Prepayments for business facilities	335,597	254,002	243,429
Contract fulfillment cost	42,757	22,956	25,898
Prepayments for land purchases	2,376,900	475,380	475,380
Others	47,195	40,905	42,036
	<u>\$ 3,349,401</u>	<u>\$ 1,207,537</u>	<u>\$ 1,245,182</u>

A. The Group entered into contracts with certain governments (grantors) for service concession arrangements. The consideration received or receivable from the grantor in respect of the service concession arrangement is recognized at its fair value. Such considerations are recognized as a financial asset based on how the considerations from the grantor to the operator are made as specified in the arrangement. Assets that are expected to be realized within twelve months from the balance sheet date are classified as “accounts receivable” (refer to Note 6(5)); assets that are expected to be realized over twelve months from the balance sheet date are classified as “long-term accounts receivable”. The other terms of the agreement are as follows:

- (a) The subsidiary, ECOVE Wujih Energy Corp., obtained the operation for the construction of Wujih Refuse Incineration Plant by build - operate - transfer (BOT) mode since April, 2000. In September, 2000, the “Waste incineration, Taichung City commission contract” between ECOVE Wujih Energy Corp. and Taichung City Government had been signed. The operating period is for 20 years starting from September 6, 2004. However, according to the contract, if it is expired in advance or extended during construction or operation, duration of the operation will be deemed to be matured or extended, but not to exceed 50 years. In order to work the “Waste Incineration Taichung City Commission Contract”, ECOVE Wujih Energy Corp. obtained the land-use right of Wujih Refuse Incineration Plant. Therefore, duration of the land-use right is from May 23, 2000 to September 5, 2024. The board of directors of the company resolved to dissolve and liquidate the company during the meeting held on June 30, 2025. The liquidation process is currently in progress. Additionally, approval and registration for the dissolution have been obtained from the relevant regulatory authority as of July 16, 2025.
- (b) The subsidiary, ECOVE Miaoli Energy Corp., obtained the operation for the construction of Miaoli County Refuse Incineration Plant by build - operate - transfer (BOT) mode since August, 2002. In September, 2002, the “Waste Incineration Commission Contract” between

ECOVE Miaoli Energy Corp. and Miaoli County Government had been signed. The operating period is for 20 years starting February 29, 2008. However, according to the contract, if it is expired in advance or extended during construction or operation, duration of the operation will be deemed to be matured or extended. In order to work the “Waste Incineration Miaoli County Commission Contract”, ECOVE Miaoli Energy Corp. obtained the land-use right of Miaoli Refuse Incineration Plant. Therefore, duration of the land-use right is from September 13, 2002 to February 28, 2028.

- (c) ECOVE Wujih Energy Corp. and ECOVE Miaoli Energy Corp. need to deal with the guarantee tonnage of waste from government according to the contract during the construction or operation.
  - (d) Per service cost is calculated and adjusted based on the “Waste Incineration Commission Contract”, “Index of Average Regular Earnings of Employees–Manufacturing” and “Consumer Price Index”.
- B. For details of the refundable deposits and restricted bank deposits, refer to Note 8.
- C. Contract fulfillment cost refer to the initial reconstruction cost of the refuse incineration plant for the contract that the Group entered into with the owner to operate the plant on its behalf. In accordance with IFRS 15, the cost is recognized as an asset and is amortized on a straight-line basis over the term of the contract.
- D. The prepayment for land purchases arose from the purchase of the land located at Lun Hai Section No. 60-21, Lukang Township, Changhua County, amounting to \$2,376,900 through Industrial Development Bureau, Ministry of Economic Affairs, as resolved by the Board of Directors of the Company’s subsidiary, ECOVE Environment Services Corp. on July 19, 2022. The first installment of the land amounting to \$475,380 had been paid on September 6, 2022, and the remaining balance of \$1,901,520 had been paid in full on April 14, 2025. The land is currently undergoing the handover procedure and the transfer of ownership is anticipated to be completed in the fourth quarter of 2025.

(12) Short-term borrowings

Type of borrowings	September 30, 2025	Interest rate range	Collateral
Secured borrowings	\$ <u>50,000</u>	0.5%~2.03%	Note 1, 2
Type of borrowings	December 31, 2024	Interest rate range	Collateral
Secured borrowings	\$ <u>125,000</u>	0.5%~2.15%	Note 1, 2
Type of borrowings	September 30, 2024	Interest rate range	Collateral
Secured borrowings	\$ <u>455,000</u>	1.826%~2.386%	Note 1, 2

Note 1: The borrowing facilities were jointly guaranteed by ECOVE Environment Corp.

Note 2: The Group has pledged promissory notes as of September 30, 2025, December 31, 2024, and September 30, 2024 amounting to \$120,000, \$400,000 and \$1,400,000, respectively.

(13) Accounts payable

	September 30, 2025	December 31, 2024	September 30, 2024
Materials payable	\$ 713,822	\$ 46,313	\$ 60,607
Sub-contract costs payable	169,875	181,181	131,237
Incinerator equipment costs payable	207,979	268,097	232,418
Maintenance costs payable	935,937	982,739	975,717
Others	178,366	163,832	144,586
	<u>\$ 2,205,979</u>	<u>\$ 1,642,162</u>	<u>\$ 1,544,565</u>

(14) Other payables

	September 30, 2025	December 31, 2024	September 30, 2024
Accrued payroll	\$ 239,837	\$ 325,427	\$ 254,662
Payables on equipment	-	-	6,113
Insurance payable	16,783	15,567	15,994
Payables on employees' compensation	23,571	22,628	17,002
Other payables	73,452	85,669	78,044
	<u>\$ 353,643</u>	<u>\$ 449,291</u>	<u>\$ 371,815</u>

(15) Bonds payable

	September 30, 2025	December 31, 2024	September 30, 2024
Bonds payable	\$ 2,000,000	\$ 2,000,000	\$ 2,000,000
Less: Discount on bonds payable	( 1,653)	( 3,549)	( 4,188)
	1,998,347	1,996,451	1,995,812
Less: Bonds payable-current portion	( 1,998,347)	-	-
	<u>\$ -</u>	<u>\$ 1,996,451</u>	<u>\$ 1,995,812</u>

A. The terms of the domestic unsecured bonds issued by the Company are as follows:

In 2021, the Company issued \$1,000,000 and \$1,000,000, with annual fixed interest rate of 0.65% and 0.56%, domestic unsecured bonds, respectively. The bonds both mature 5 years from the issue date (May 27, 2021 ~ May 27, 2026) and will be redeemed at the maturity date. The bonds were approved to be issued by the Taipei Exchange on May 19, 2021.

B. Interest expense arising from corporate bonds for the three months and nine months ended September 30, 2025 and 2024 were \$3,664, \$3,664, \$10,966 and \$10,971, respectively.

(16) Long-term borrowings

Type of borrowings	September 30, 2025	December 31, 2024	September 30, 2024
Secured borrowings	\$ 2,160,000	\$ -	\$ -
Less: Current portion	-	-	-
	<u>\$ 2,160,000</u>	<u>\$ -</u>	<u>\$ -</u>
Financing amount	<u>\$ 2,160,000</u>	<u>\$ -</u>	<u>\$ -</u>
Interest rate	2.5277%	-	-
Loan term and repayment method	From April 14, 2025 to April 12, 2030, with periodic repayment of principal and interest.		

- A. The subsidiary, ECOVE Environment Service Corp. has used the land located at Lun Hai Section No. 60-21, Lukang Township, Changhua County, as collateral. The land transfer process is currently underway and is expected to be completed in the fourth quarter of 2025. The asset mortgage will be setup within one month after the transfer to serve as collateral for the bank loan.
- B. The subsidiary, ECOVE Environment Service Corp., is committed to maintaining the following financial ratios and conditions throughout the duration of the contract:
- (a) The company must maintain a direct and indirect ownership stake of no less than 51% in ECOVE Environment Service Corp. and is required to appoint the Chairman of the Board for ECOVE Environment Service Corp.
- (b) The interest coverage ratio, calculated as (EBITDA: Earnings Before Interest, Taxes, Depreciation, and Amortization) divided by (interest expenses plus long-term borrowings due within one year), must not fall below 1.2 times. This ratio is subject to semi-annual review by the bank.
- C. The Group did not violate any of the above covenants..

(17) Other non-current liabilities

	September 30, 2025	December 31, 2024	September 30, 2024
Net defined benefit liability	\$ 4,416	\$ 4,257	\$ 45,736
Accrued recovery costs	293,054	335,158	327,648
Guaranteed deposits received	333,402	332,407	427,368
Deferred revenue	76,789	93,194	93,877
Others	35,637	62,399	58,808
	<u>\$ 743,298</u>	<u>\$ 827,415</u>	<u>\$ 953,437</u>

A. Accrued recovery cost

- (a) It pertains to the contracts for the operation and maintenance service of refuse incineration plant between the subsidiaries, ECOVE Environment Service Corp. and SINOGAL -Waste Services Co., Ltd., and the grantors, requiring recovery of refuse incineration plant, related machinery and equipment when the contract expires. The Group has estimated the related recovery cost when the service contracts expire and amortizes it over the contract period.
  - (b) It pertains to the land lease contracts among ECOVE Environment corp., ECOVE Solar Power Corporation and the landowners, requiring demolition of solar power models and recovery of land when the contract expires. The Group has estimated the related recovery cost when the service contracts expire and amortizes it over the contract period.
- B. The deferred revenue represents cash grants received from the state government of New Jersey for the construction and operation of the Lumberton solar power plant in 2017. The construction period for the solar power plant is 15 years.

(18) Pensions

A. Defined benefit pension plan

- (a) The Company and its domestic subsidiaries have a defined benefit pension plan in accordance with the Labor Standard Law, covering all regular employees' service years prior to the enforcement of the Labor Pension Act on July 1, 2005 and service years thereafter of employees who chose to continue to be subject to the pension mechanism under the Law. Under the defined benefit pension plan, two units are accrued for each year of service for the first 15 years and one unit for each additional year thereafter, subject to a maximum of 45 units. Pension benefits are based on the number of units accrued and the average monthly salaries and wages of the last 6 months prior to retirement. The Company and its domestic subsidiaries contribute monthly an amount equal to 2% of the employees' monthly salaries and wages to the retirement fund deposited with Bank of Taiwan, the trustee, under the name of the independent retirement fund committee. Also, the Company and its domestic subsidiaries would assess the balance in the aforementioned labor pension reserve account by December 31, every year. If the account balance is insufficient to pay the pension calculated by the aforementioned method to the employees expected to qualify for retirement next year, the Company and its domestic subsidiaries will make contributions to cover the deficit by next March.
- (b) The Group recognized pension expenses of \$623, \$2,294, \$2,455 and \$4,697 in the statement of comprehensive income for the three months and nine months ended September 30, 2025 and 2024, respectively.
- (c) Expected contributions to the defined benefit pension plans of the Group for the year ending December 31, 2025 amount to \$3,490.

B. Defined contribution pension plan

- (a) Effective July 1, 2005, the Company and its domestic subsidiaries have established a defined contribution pension plan (the “New Plan”) under the Labor Pension Act (the “Act”), covering all regular employees with R.O.C. nationality. Under the New Plan, the Company and its domestic subsidiaries contribute monthly an amount based on 6% of the employees’ monthly salaries and wages to the employees’ individual pension accounts at the Bureau of Labor Insurance. The benefits accrued are paid monthly or in lump sum upon termination of employment.
- (b) The pension costs under the defined contribution pension plans of the Group for the three months and nine months ended September 30, 2025 and 2024 were \$10,807, \$10,180, \$32,132 and \$29,583, respectively.
- (c) SINO GAL-Waste Services Co., Ltd. has a funded defined contribution plan, covering all regular employees. Monthly contributions to an independent fund administered by the government in accordance with the pension regulations in the local government are based on employees' monthly salaries and wages. The pension (benefits) costs under the defined contribution pension plan for the three months and nine months ended September 30, 2025 and 2024 were \$2,651, \$3,368, (\$17,113) and \$9,852, respectively.

(19) Share-based payment

- A. For the nine months ended September 30, 2025 and 2024, the Company’s share-based payment arrangements were as follows:

Type of arrangement	Grant date	Quantity granted	Contract period	Vesting conditions
Sixth plan of employee stock options	2018.7.9	1,500 units	6 years	Service of 2~4 years
Seventh plan of employee stock options	2019.7.24	1,500 units	6 years	Service of 2~4 years
Eighth plan of employee stock options	2020.4.13	1,500 units	6 years	Service of 2~4 years

B. The details of above employee stock options are as follows:

(a) Sixth plan of employee stock options:

	Nine months ended September 30,			
	2025		2024	
Stock options	No. of units (in thousands)	Weighted- average exercise price (in dollars)	No. of units (in thousands)	Weighted- average exercise price (in dollars)
Options outstanding at beginning of period	-	-	77	NT\$128.00
Options granted	-	-	-	-
Distribution of stock dividends / adjustments for number of shares granted for one unit of option	-	-	-	-
Options waived	-	-	-	-
Options exercised	-	-	( 58)	NT\$128.00
Options revoked	-	-	( 19)	-
Options outstanding at end of period	-	-	-	NT\$128.00
Options exercisable at end of period	-	-	-	NT\$128.00

(b) Seventh plan of employee stock options:

Stock options	Nine months ended September 30,			
	2025		2024	
	No. of units	Weighted-	No. of units	Weighted-
	(in thousands)	average	(in thousands)	average
		exercise price		exercise price
		(in dollars)		(in dollars)
Options outstanding at beginning of period	149	NT\$158.20	437	NT\$165.90
Options granted	-	-	-	-
Distribution of stock dividends / adjustments for number of shares granted for one unit of option	-	-	-	-
Options waived	( 1)	-	-	-
Options exercised	( 125)	NT\$157.60	( 266)	NT\$164.94
Options revoked	( 23)	-	-	-
Options outstanding at end of period	<u>-</u>	NT\$150.10	<u>171</u>	NT\$158.20
Options exercisable at end of period	<u>-</u>	NT\$150.10	<u>171</u>	NT\$158.20



(c) Eighth plan of employee stock options:

	Nine months ended September 30,			
	2025		2024	
	No. of units (in thousands)	Weighted- average exercise price (in dollars)	No. of units (in thousands)	Weighted- average exercise price (in dollars)
Stock options				
Options outstanding at beginning of period	373	NT\$159.70	739	NT\$167.50
Options granted	-	-	-	-
Distribution of stock dividends / adjustments for number of shares granted for one unit of option	-	-	-	-
Options waived	( 1)	-	( 10)	-
Options exercised	( 210)	NT\$158.28	( 317)	NT\$165.82
Options revoked	-	-	-	-
Options outstanding at end of period	<u>162</u>	NT\$151.50	<u>412</u>	NT\$159.70
Options exercisable at end of period	<u>162</u>	NT\$151.50	<u>412</u>	NT\$159.70

C. The weighted-average stock price of stock options at exercise dates for the nine months ended September 30, 2025 and 2024 was NT\$292.13 and NT\$301.78 (in dollars), respectively.

D. As of September 30, 2025, December 31, 2024, and September 30, 2024, the range of exercise prices of stock options outstanding was \$151.50, \$158.20~\$159.70 and \$158.20~\$159.70 (in dollars), respectively; the weighted-average remaining contractual period was as follows:

Type of arrangement	September 30, 2025	December 31, 2024	September 30, 2024
Sixth plan of employee stock options	-	-	-
Seventh plan of employee stock options	-	0.5 years	0.75 years
Eighth plan of employee stock options	0.5 years	1.25 years	1.5 years

- E. The fair value of stock options is measured using the Black-Scholes option-pricing model. Relevant information is as follows:

Type of arrangement	Grant date	Market value (in dollars)	Exercise price (in dollars)	Expected price volatility	Expected duration	Expected dividend yield rate	Risk-free interest rate	Fair value per unit (in dollars)
Sixth plan of employee stock options	2018.7.9	NT\$173.5	NT\$173.5	11.38%~ 12.71%	4~5 years	0%	0.66%~ 0.71%	NT\$ 17.88~ 22.44
Seventh plan of employee stock options	2019.7.24	NT\$212.5	NT\$212.5	10.83%~ 11.00%	4~5 years	0%	0.56%~ 0.58%	NT\$ 20.57~ 23.68
Eighth plan of employee stock options	2020.4.13	NT\$203.0	NT\$203.0	11.58%~ 12.02%	4~5 years	0%	0.41%~ 0.45%	NT\$ 20.26~ 23.79

- F. Expenses incurred on share-based payment transactions are shown below:

	Three months ended September 30	
	2025	2024
Equity-settled	\$ -	(\$ 20)
	Nine months ended September 30	
	2025	2024
Equity-settled	\$ -	\$ 997

- G. On January 1, 2023, the Company's parent company, CTCI Corp., issued restricted stocks to employees, granting 4,150 (1,000 shares per unit) to the parent company and full-time employees of the Company and its domestic subsidiaries, respectively. For the nine months ended September 30, 2025 and 2024, relative to the aforementioned plan for employee restricted stocks, the Group recognized the labour costs and corresponding capital surplus - employee restricted stocks as follows:

	Three months ended September 30	
	2025	2024
Equity-settled	\$ 557	\$ 1,448
	Nine months ended September 30	
	2025	2024
Equity-settled	\$ 1,671	\$ 4,354

(20) Share capital

- A. As of September 30, 2025, the Company's authorised capital was \$1,200,000, consisting of 120 million shares of ordinary stock (including 6 million shares reserved for employee stock options), and the paid-in capital was \$726,086 with a par value of NT\$10 (in dollars) per share.

Movements in the number of the Company's ordinary shares outstanding are as follows (Including advance receipts for share capital):

	2025	2024
At January 1	72,319,600	71,617,851
Employee stock options exercised	334,580	642,589
At September 30	72,654,180	72,260,440

- B. As of September 30, 2025, December 31, 2024, and September 30, 2024, the associate of the Group held 276 thousand shares.

- C. The shares of the Company held by the subsidiary, ECOVE Waste Management Corp, were the ordinary shares issued by the Company on December 31, 2020 to acquire the shares of ECOVE Environment Services Corp. from ECOVE Waste Management Corp. through the share swap. As of September 30, 2025, December 31, 2024, and September 30, 2024, the carrying amount of the shares of the Company held by ECOVE Waste Management Corp. are as follows:

	September 30, 2025	
	Number of shares	Carrying amount
ECOVE Waste Management Corp.	1,605	\$ 57
	December 31, 2024	
	Number of shares	Carrying amount
ECOVE Waste Management Corp.	1,605	\$ 57
	September 30, 2024	
	Number of shares	Carrying amount
ECOVE Waste Management Corp.	1,605	\$ 57

(21) Capital surplus

- A. Pursuant to the R.O.C. Company Act, capital surplus arising from paid-in capital in excess of par value on issuance of common stocks and donations can be used to cover accumulated deficit or to issue new stocks or cash to shareholders in proportion to their share ownership, provided that the Company has no accumulated deficit. Further, the R.O.C. Securities and Exchange Law requires that the amount of capital surplus to be capitalised mentioned above should not exceed 10% of the paid-in capital each year. Capital surplus should not be used to cover accumulated deficit unless the legal reserve is insufficient.

B. Changes in capital surplus are as follows:

	Share premium	Employee stock options	Employee restricted stocks	Expired employee share options	Changes in equity of associates and joint ventures accounted for using equity method	Total
At January 1, 2025	\$ 2,770,987	\$ 85,365	\$ 4,715	\$ 761	\$ 28,125	\$ 2,889,953
Employee stock options exercised	49,527	-	-	-	-	49,527
Employee restricted stocks	-	-	1,659	-	-	1,659
Adjustments of changes in investments accounted for using equity method	-	-	104	-	65,892	65,996
At September 30, 2025	<u>\$ 2,820,514</u>	<u>\$ 85,365</u>	<u>\$ 6,478</u>	<u>\$ 761</u>	<u>\$ 94,017</u>	<u>\$ 3,007,135</u>
					Changes in equity of associates and joint ventures accounted for using equity method	
	Share premium	Employee stock options	Employee restricted stocks	Expired employee share options	using equity method	Total
At January 1, 2024	\$ 2,664,461	\$ 85,252	\$ 9,751	\$ 201	\$ 27,208	\$ 2,786,873
Employee stock options exercised	97,701	-	-	-	-	97,701
Employee restricted stocks	-	-	4,329	-	-	4,329
Share-based payment transaction	-	994	-	-	-	994
Adjustments of changes in investments accounted for using equity method	-	-	240	-	714	954
At September 30, 2024	<u>\$ 2,762,162</u>	<u>\$ 86,246</u>	<u>\$ 14,320</u>	<u>\$ 201</u>	<u>\$ 27,922</u>	<u>\$ 2,890,851</u>

(22) Retained earnings

- A. When net profit occurs in the annual accounts, the Company may, after reserving a sufficient amount of the income before tax to cover the accumulated losses, upon the resolution of the Board of Directors, distribute at least 0.01% of the income before tax as employees' compensation, and distribute no more than 2% of the income before tax as directors' remuneration. The remuneration could be in the form of stock or cash, and the employees' compensation could be distributed to the employees of subsidiaries of the Company under certain conditions. A report of the distribution of employees' compensation or the directors' remuneration shall be submitted to the shareholders at the shareholders' meeting.

- B. The Company shall, after all taxes and dues have been paid and its losses have been covered and at the time of allocating surplus profits, first set aside 10% of such profits as a legal reserve. However, when the legal reserve amounts to the authorized capital, this shall not apply. Furthermore, in accordance with the provisions of laws and regulations and the rules prescribed by the central competent authority, a special reserve shall be set aside. If there is recovery of the balance of special reserve, the recovered amount shall be included in the distribution of the profit for the current year.

The allocable profit for the current year, which is the balance after the profit distribution and covering losses aforementioned in the preceding paragraph, together with the undistributed retained earnings accrued from prior years shall be referred to as accumulated distributable earnings, which shall be distributed as dividends to shareholders according to shareholders' resolutions.

The Board of Directors is authorised by the Company to resolve the distribution of dividends and bonuses, capital reserve or legal reserve in whole or in part in the form of cash by the resolution adopted by the majority vote at its meeting attended by two-thirds of the total number of directors, and reported it to the shareholders.

In order to meet the requirements of business expansion and industry growth, fulfilling future operating needs and stabilizing financial structure is the priority of the Company's dividend policy. Thus, the distribution of the accumulated distributable earnings corresponds with the shareholders' resolutions. The amount of shareholders' bonus shall not be less than 20% of accumulated distributable earnings of the Company, and in particular, cash dividends shall not be less than 5%.

- C. Except for covering accumulated deficit or issuing new stocks or cash to shareholders in proportion to their share ownership, the legal reserve shall not be used for any other purpose. The use of legal reserve for the issuance of stocks or cash to shareholders in proportion to their share ownership is permitted, provided that the balance of the reserve exceeds 25% of the Company's paid-in capital.

D. Special reserve

- (a) In accordance with the regulations, the Company shall set aside special reserve from the debit balance on other equity items at the balance sheet date before distributing earnings. When debit balance on other equity items is reversed subsequently, the reversed amount could be included in the distributable earnings.
- (b) The amounts previously set aside by the Company as special reserve on initial application of IFRSs in accordance with Order No. Financial-Supervisory-Securities-Corporate-1010028685, dated April 6, 2012, shall be reversed proportionately when the relevant assets are used, disposed of or reclassified subsequently. Such amounts are reversed upon disposal or reclassified if the assets are investment property of land, and reversed over the use period if the assets are investment property other than land.

E. The appropriations of 2024 and 2023 earnings had been resolved at the stockholders' meeting on May 27, 2025 and May 27, 2024, respectively. Details are summarised below:

	2024	2023
Set aside as legal reserve	\$ 128,912	\$ 115,563
Cash dividends	1,106,844	1,045,307
Total	<u>\$ 1,235,756</u>	<u>\$ 1,160,870</u>

F. The Company recognized dividends of \$1,106,844 (NT\$15.24398079 per share) and \$1,045,307 (NT\$14.48619711 per share) in 2024 and 2023, respectively.

G. For the information relating to employees' compensation (bonuses) and directors' and supervisors' remuneration, refer to Note 6 (29).

(23) Operating revenue

	Three months ended September 30	
	2025	2024
Revenue from contracts	<u>\$ 2,655,655</u>	<u>\$ 2,291,614</u>
	Nine months ended September 30	
	2025	2024
Revenue from contracts	<u>\$ 7,334,780</u>	<u>\$ 6,344,055</u>

A. Disaggregation of revenue from contracts with customers

The Group derives revenue from the transfer of services over time in the following major geographical regions:

Three months ended September 30, 2025	Domestic	Macau	United States	Total
Total segment revenue	\$ 2,606,741	\$ 258,688	\$ 21,950	\$ 2,887,379
Inter-segment revenue	( 215,176)	( 16,548)	-	( 231,724)
Revenue from external customer contracts	<u>\$ 2,391,565</u>	<u>\$ 242,140</u>	<u>\$ 21,950</u>	<u>\$ 2,655,655</u>
Timing of revenue recognition over a period of time	<u>\$ 2,391,565</u>	<u>\$ 242,140</u>	<u>\$ 21,950</u>	<u>\$ 2,655,655</u>

Three months ended September 30, 2024	<u>Domestic</u>	<u>Macau</u>	<u>United States</u>	<u>Total</u>
Total segment revenue	\$ 2,407,585	\$ 272,099	\$ 25,654	\$ 2,705,338
Inter-segment revenue	( 377,462)	( 36,262)	-	( 413,724)
Revenue from external customer contracts	<u>\$ 2,030,123</u>	<u>\$ 235,837</u>	<u>\$ 25,654</u>	<u>\$ 2,291,614</u>
Timing of revenue recognition over a period of time	<u>\$ 2,030,123</u>	<u>\$ 235,837</u>	<u>\$ 25,654</u>	<u>\$ 2,291,614</u>
Nine months ended September 30, 2025	<u>Domestic</u>	<u>Macau</u>	<u>United States</u>	<u>Total</u>
Total segment revenue	\$ 7,299,765	\$ 740,908	\$ 81,195	\$ 8,121,868
Inter-segment revenue	( 739,536)	( 47,552)	-	( 787,088)
Revenue from external customer contracts	<u>\$ 6,560,229</u>	<u>\$ 693,356</u>	<u>\$ 81,195</u>	<u>\$ 7,334,780</u>
Timing of revenue recognition over a period of time	<u>\$ 6,560,229</u>	<u>\$ 693,356</u>	<u>\$ 81,195</u>	<u>\$ 7,334,780</u>
Nine months ended September 30, 2024	<u>Domestic</u>	<u>Macau</u>	<u>United States</u>	<u>Total</u>
Total segment revenue	\$ 6,624,605	\$ 799,965	\$ 99,191	\$ 7,523,761
Inter-segment revenue	( 1,098,484)	( 81,222)	-	( 1,179,706)
Revenue from external customer contracts	<u>\$ 5,526,121</u>	<u>\$ 718,743</u>	<u>\$ 99,191</u>	<u>\$ 6,344,055</u>
Timing of revenue recognition over a period of time	<u>\$ 5,526,121</u>	<u>\$ 718,743</u>	<u>\$ 99,191</u>	<u>\$ 6,344,055</u>

B. Contract assets and liabilities

(a) Contract assets:

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Estimated accounts receivable	\$ <u>819,570</u>	\$ <u>905,622</u>	\$ <u>1,199,219</u>

(b) Contract liabilities:

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Receipts in advance	\$ 127,265	\$ 31,636	\$ 54,386
Construction contract	<u>77,384</u>	<u>173,260</u>	<u>248,344</u>
	\$ <u>204,649</u>	\$ <u>204,896</u>	\$ <u>302,730</u>

(c) Revenue recognized that was included in the contract liability balance at the beginning of the period.

	<u>Three months ended September 30</u>	
	<u>2025</u>	<u>2024</u>
Receipts in advance	\$ 1,357	\$ 6,068
Construction contract	<u>15,251</u>	<u>71,945</u>
	\$ <u>16,608</u>	\$ <u>78,013</u>
	<u>Nine months ended September 30</u>	
	<u>2025</u>	<u>2024</u>
Receipts in advance	\$ 25,765	\$ 139,750
Construction contract	<u>95,877</u>	<u>247,406</u>
	\$ <u>121,642</u>	\$ <u>387,156</u>

(24) Interest income

	<u>Three months ended September 30</u>	
	<u>2025</u>	<u>2024</u>
Interest income from bank deposits	\$ 2,352	\$ 4,344
Other interest income	<u>35</u>	<u>52</u>
	\$ <u>2,387</u>	\$ <u>4,396</u>
	<u>Nine months ended September 30</u>	
	<u>2025</u>	<u>2024</u>
Interest income from bank deposits	\$ 11,185	\$ 14,800
Other interest income	<u>91</u>	<u>869</u>
	\$ <u>11,276</u>	\$ <u>15,669</u>



(25) Other income

	Three months ended September 30	
	2025	2024
Income from government grants	\$ 3,323	\$ 3,585
Income from sale of scraps	1,238	2,229
Dividend income	9,826	10,568
Others	365	1,063
	<u>\$ 14,752</u>	<u>\$ 17,445</u>
	Nine months ended September 30	
	2025	2024
Income from government grants	\$ 10,400	\$ 10,667
Income from sale of scraps	5,438	8,378
Dividend income	9,828	10,568
Others	2,701	4,129
	<u>\$ 28,367</u>	<u>\$ 33,742</u>

(26) Other gains and losses

	Three months ended September 30	
	2025	2024
Losses on disposals of property, plant and equipment	(\$ 5,834)	(\$ 4)
Gains from lease modification	3	98
Foreign exchange loss	( 2,257)	( 1,271)
Gains on financial assets and financial liabilities at fair value through profit or loss	5,696	3,868
Miscellaneous disbursements	( 1)	( 1)
	<u>(\$ 2,393)</u>	<u>\$ 2,690</u>
	Nine months ended September 30	
	2025	2024
(Losses) gains on disposals of property, plant and equipment	(\$ 4,659)	\$ 303
Gains on disposals of investments	1,050	-
Gains from lease modification	162	3,316
Foreign exchange loss	( 12,285)	( 294)
Gains on financial assets and financial liabilities at fair value through profit or loss	14,955	13,309
Miscellaneous disbursements	( 5)	( 18)
	<u>(\$ 782)</u>	<u>\$ 16,616</u>

(27) Finance cost

	Three months ended September 30	
	2025	2024
Interest expense	\$ 14,494	\$ 1,713
Interest expense arising from corporate bonds	3,664	3,664
Interest expense arising from lease liabilities	1,023	761
Less: Capitalized interest payments	( 771)	-
	<u>\$ 18,410</u>	<u>\$ 6,138</u>
	Nine months ended September 30	
	2025	2024
Interest expense	\$ 26,359	\$ 3,388
Interest expense arising from corporate bonds	10,966	10,971
Interest expense arising from lease liabilities	2,962	1,927
Less: Capitalized interest payments	( 1,044)	-
	<u>\$ 39,243</u>	<u>\$ 16,286</u>

(28) Expenses by nature

	Three months ended September 30	
	2025	2024
Employee benefit expense	\$ 386,495	\$ 336,223
Depreciation charges on property, plant and equipment	91,463	92,024
Depreciation charges on right-of-use assets	11,362	10,304
Amortisation	16,796	16,446
Incinerator equipment costs	286,606	262,866
Materials	570,343	302,350
Sub-contract costs	547,744	598,809
Insurance	35,455	39,727
Other expenses	188,749	189,694
Operating costs and expenses	<u>\$ 2,135,013</u>	<u>\$ 1,848,443</u>

	Nine months ended September 30	
	2025	2024
Employee benefit expense	\$ 1,129,757	\$ 1,008,683
Depreciation charges on property, plant and equipment	274,595	274,637
Depreciation charges on right-of-use assets	32,951	36,821
Amortisation	49,780	49,375
Incinerator equipment costs	794,181	657,821
Materials	1,411,380	904,210
Sub-contract costs	1,600,361	1,490,415
Insurance	146,826	120,068
Other expenses	510,329	539,771
Operating costs and expenses	<u>\$ 5,950,160</u>	<u>\$ 5,081,801</u>

(29) Employee benefit expense

	Three months ended September 30	
	2025	2024
Salaries	\$ 327,105	\$ 282,925
Employee stock options	- (	20)
Employee restricted stocks	557	1,448
Labor and health insurance fees	22,292	20,573
Pension costs	14,081	15,842
Other personnel expenses	22,460	15,455
	<u>\$ 386,495</u>	<u>\$ 336,223</u>

	Nine months ended September 30	
	2025	2024
Salaries	\$ 978,434	\$ 842,849
Employee stock options	-	997
Employee restricted stocks	1,671	4,354
Labor and health insurance fees	69,472	64,585
Pension costs	17,474	44,132
Other personnel expenses	62,706	51,766
	<u>\$ 1,129,757</u>	<u>\$ 1,008,683</u>

A. As of September 30, 2025, December 31, 2024, and September 30, 2024, the Group had 1,056, 1,107 and 1,105 employees, respectively.

- B. When net profit occurs in the annual accounts, the Company may, after setting aside a sufficient amount of the income before tax to cover the accumulated losses, upon the resolution of the Board of Directors, distribute at least 0.01% of the income before tax as employees' compensation, and distribute no more than 2% of the income before tax as directors' remuneration. The remuneration could be in the form of stock or cash, and the employees' compensation could be distributed to the employees of subsidiaries of the Company under certain conditions. A report of the distribution of employees' compensation or the directors' remuneration shall be submitted to the shareholders at the shareholders' meeting.
- C. For the three months and nine months ended September 30, 2025 and 2024, employees' compensation was accrued at \$294, \$882, \$883 and \$1,006, respectively; directors' and supervisors' remuneration was accrued at \$1,300, \$1,300, \$3,900 and \$3,900, respectively. The aforementioned amounts were recognized in salary and other expenses.

The employees' compensation and directors' and supervisors' remuneration were estimated and accrued based on 0.01% and 2% of distributable profit of current year for the year ended December 31, 2024, respectively. The employees' compensation and directors' and supervisors' remuneration have been resolved by the Board of Directors, which were accrued at \$1,178 and \$5,200, respectively. The employees' compensation will be distributed in the form of cash.

Employees' compensation and directors' and supervisors' remuneration for 2024 as resolved by the Board of Directors were in agreement with those amounts recognized in the 2024 financial statements.

Information about employees' compensation and directors' and supervisors' remuneration of the Company as resolved at the shareholders' meeting will be posted in the "Market Observation Post System" at the website of the Taiwan Stock Exchange.

(30) Income tax

A. Income tax expense:

Components of income tax expense:

	Three months ended September 30	
	2025	2024
Current tax:		
Current tax on profits for the period	\$ 74,541	\$ 80,704
Prior year income tax under estimation	841	58
Total current tax	75,382	80,762
Deferred tax:		
Origination and reversal of temporary differences	17,622	(6,595)
Effect of exchange rate changes	486	490
Income tax expense	<u>\$ 93,490</u>	<u>\$ 74,657</u>

	Nine months ended September 30	
	2025	2024
Current tax:		
Current tax on profits for the period	\$ 241,949	\$ 272,200
Prior year income tax under (over) estimation	1,295	( 3)
Total current tax	243,244	272,197
Deferred tax:		
Origination and reversal of temporary differences	22,957	( 40,246)
Effect of exchange rate changes	1,124	35
Income tax expense	<u>\$ 267,325</u>	<u>\$ 231,986</u>

B. As of September 30, 2025, the income tax returns of the Company through 2023 have been assessed and approved by the Tax Authority.

(31) Earnings per share

	Three months ended September 30, 2025		
		Weighted average number of ordinary shares outstanding	Earnings per share
	Amount after tax	(shares in thousands)	(in dollars)
<u>Basic earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 390,916	72,645	<u>\$ 5.38</u>
<u>Diluted earnings per share</u>			
Assumed conversion of all dilutive potential ordinary shares			
Employee stock options	-	74	
Employees' compensation	-	1	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	<u>\$ 390,916</u>	<u>72,720</u>	<u>\$ 5.38</u>

Nine months ended September 30, 2025			
	Amount after tax	Weighted average number of ordinary shares outstanding (shares in thousands)	Earnings per share (in dollars)
<u>Basic earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 1,033,576	72,531	\$ <u>14.25</u>
<u>Diluted earnings per share</u>			
Assumed conversion of all dilutive potential ordinary shares			
Employee stock options	-	74	
Employees' compensation	-	3	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	\$ <u>1,033,576</u>	<u>72,608</u>	\$ <u>14.24</u>
Three months ended September 30, 2024			
	Amount after tax	Weighted average number of ordinary shares outstanding (shares in thousands)	Earnings per share (in dollars)
<u>Basic earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 353,189	72,236	\$ <u>4.89</u>
<u>Diluted earnings per share</u>			
Assumed conversion of all dilutive potential ordinary shares			
Employee stock options	-	266	
Employees' compensation	-	2	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	\$ <u>353,189</u>	<u>72,504</u>	\$ <u>4.87</u>

Nine months ended September 30, 2024			
	Amount after tax	Weighted average number of ordinary shares outstanding (shares in thousands)	Earnings per share (in dollars)
<u>Basic earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 981,974	72,000	\$ 13.64
<u>Diluted earnings per share</u>			
Assumed conversion of all dilutive potential ordinary shares			
Employee stock options	-	275	
Employees' compensation	-	4	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	\$ 981,974	72,279	\$ 13.59

(32) Supplemental cash flow information

A. Investing activities with partial cash payments

Nine months ended September 30			
	2025	2024	
Changes in other non-current assets	\$ 1,966,821	\$ 134,889	
Add: Beginning balance of payable on equipment	-	6,947	
Less: Ending balance of payable on equipment	-	(6,113)	
Cash paid during the period	\$ 1,966,821	\$ 135,723	
Nine months ended September 30			
	2025	2024	
Acquisition of intangible assets	\$ 1,178,657	\$ 52,199	
Less: Construction revenue from service concession arrangements	(1,175,084)	(51,014)	
Less: Capitalization of interest	(633)	-	
Cash paid during the period	\$ 2,940	\$ 1,185	

(33) Changes in liabilities from financing activities

The Group's liabilities from financing activities for the nine months ended September 30, 2025 and 2024 included short-term borrowings, short-term notes and bills payable, corporate bonds payable, long-term borrowings, lease liabilities, changes in cash flow from financing, etc. The summary amount is as follows. For the rest of the information, refer to the cash flow statement.

	2025	2024
	Liabilities from financing activities-gross	Liabilities from financing activities-gross
At January 1	\$ 2,362,960	\$ 2,294,551
Changes in cash flow from financing activities	2,052,258	407,567
Changes in other non-cash items	48,390	( 3,431)
At September 30	<u>\$ 4,463,608</u>	<u>\$ 2,698,687</u>

7. RELATED PARTY TRANSACTIONS

(1) Parent and ultimate controlling party

The Company is controlled by CTCI Corporation (incorporated in R.O.C.), which owns 52.93% of the Company's shares. The remaining 47.07% of the shares are widely held by the public.

(2) Names of related parties and relationship

Names of related parties	Relationship with the Group
CTCI Corp.	Ultimate parent company
CTCI Chemical Corp.	Associate
CTCI Machinery Corp.	Associate
Ever Ecove Corporation	Associate
CTCI Smart Engineering Corporation	Associate
CTCI Resources Engineering Inc.	Associate
CTCI Investment Corp.	Associate
CTCI Development Corp.	Associate
CTCI Advanced Systems Inc.	Associate
CTCI STSP Water Resources Corp.	Associate
CTCI Beijing Co., Ltd.	Associate
Boretech Resource Recovery Engineering Co., Ltd.	Associate
Bao Ding Reclaimed Water Co., Ltd	Other related party
CTCI Education Foundation	Other related party
CTCI Foundation	Other related party
Blue Whale Water Technologies Corporation	Other related party
HDEC-CTCI (Linhai) Corporation	Other related party



(3) Significant transactions and balances with related parties

A. Operating revenue

	Three months ended September 30	
	2025	2024
Operating revenue:		
Ultimate parent company	\$ 19,348	\$ 16,861
Associates	65,675	70,211
Other related parties	508	1,489
	<u>\$ 85,531</u>	<u>\$ 88,561</u>
	Nine months ended September 30	
	2025	2024
Operating revenue:		
Ultimate parent company	\$ 53,154	\$ 49,277
Associates	210,345	184,948
Other related parties	1,517	3,320
	<u>\$ 265,016</u>	<u>\$ 237,545</u>

(a) The prices on the operating, removal and transportation contracts entered into with related parties are set through negotiation by both parties. The collection term was 30 days monthly.

(b) In accordance with Financial-Supervisory-Securities-Firms No. 0990100279 of the GreTai Securities Market, the Company provides illustrations as follows:

Although the Group discloses operating revenues from CTCI as above, the related costs including equipment maintenance cost and employee salary of Ecove Environmental Services Corp. when performing operation service, are not related party transactions.

B. Purchases of goods and services

	Three months ended September 30	
	2025	2024
Ultimate parent company	\$ 132,822	\$ 3,476
Associates	75,256	79,017
	<u>\$ 208,078</u>	<u>\$ 82,493</u>
	Nine months ended September 30	
	2025	2024
Ultimate parent company	\$ 296,216	\$ 18,646
Associates	229,585	230,245
	<u>\$ 525,801</u>	<u>\$ 248,891</u>

The prices on the purchase of goods and services and operating contracts entered into with related parties are set through negotiation by both parties. The payment term was 30 days monthly.

C. Accounts receivable

	September 30, 2025	December 31, 2024	September 30, 2024
Ultimate parent company	\$ 25,986	\$ 9,926	\$ 37,036
Associates	141,403	190,138	611
Other related parties	178	1,221	171
Less: Allowance for uncollectible accounts	( 34)	-	-
	<u>\$ 167,533</u>	<u>\$ 201,285</u>	<u>\$ 37,818</u>

D. Contract assets

	September 30, 2025	December 31, 2024	September 30, 2024
Associates	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 166,162</u>

E. Contract liabilities

	September 30, 2025	December 31, 2024	September 30, 2024
Ultimate parent company	\$ 15,685	\$ 2,406	\$ -
Associates	-	-	52
Other related parties	-	-	351
	<u>\$ 15,685</u>	<u>\$ 2,406</u>	<u>\$ 403</u>

F. Accounts payable

	September 30, 2025	December 31, 2024	September 30, 2024
Ultimate parent company	\$ 14,984	\$ 136,846	\$ 16,907
Associates	86,481	55,300	64,454
	<u>\$ 101,465</u>	<u>\$ 192,146</u>	<u>\$ 81,361</u>

G. Prepayments

	September 30, 2025	September 30, 2024	September 30, 2024
Ultimate parent company	\$ 330,628	\$ -	\$ -
Associates	6,763	-	-
	<u>\$ 337,391</u>	<u>\$ -</u>	<u>\$ -</u>

Note: The above represents prepayments for sub-contract costs and material purchases.

#### H. Other receivables - related parties

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Other receivables:			
Associates (Note)	\$ 451	\$ 34	\$ 98
Other related parties	<u>7,416</u>	<u>-</u>	<u>-</u>
	<u>\$ 7,867</u>	<u>\$ 34</u>	<u>\$ 98</u>

Note: The above receivables arose from cash dividends, personnel transfers from related parties and apportioned office expenses.

#### I. Loans to /from related parties:

##### (1) Loans from related parties:

##### A. Outstanding balance:

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Associates	<u>\$ 150,000</u>	<u>\$ -</u>	<u>\$ -</u>

##### B. Interest expense

	<u>Three months ended September 30</u>	
	<u>2025</u>	<u>2024</u>
Associates (Note)	<u>\$ -</u>	<u>\$ -</u>
	<u>Nine months ended September 30</u>	
	<u>2025</u>	<u>2024</u>
Associates (Note)	<u>\$ -</u>	<u>\$ -</u>

Note: The terms of borrowings include interest to be calculated and paid monthly, using the annual rate of 2% for the nine months ended September 30, 2025. The capitalized interest amounted to \$633 for the nine months ended September 30, 2025.

##### (2) Loans to related parties

##### Loans to related parties – Interest income

	<u>Three months ended September 30</u>	
	<u>2025</u>	<u>2024</u>
Associates (Note)	<u>\$ -</u>	<u>\$ -</u>
	<u>Nine months ended September 30</u>	
	<u>2025</u>	<u>2024</u>
Associates (Note)	<u>\$ -</u>	<u>\$ 766</u>

Note: The terms of lending include interest to be calculated and received monthly, using the annual rate of 1.705% for the nine months ended September 30, 2024.

J. Other income

	Three months ended September 30	
	2025	2024
Ultimate parent company	\$ -	\$ 2
Associates	72	-
Other related parties	7,078	7,230
	<u>\$ 7,150</u>	<u>\$ 7,232</u>
	Nine months ended September 30	
	2025	2024
Ultimate parent company	\$ -	\$ 2
Associates	1,122	750
Other related parties	7,417	7,730
	<u>\$ 8,539</u>	<u>\$ 8,482</u>

The above other income arose from sponsorship and directors' and supervisors' remuneration.

K. Operating expenses

	Three months ended September 30	
	2025	2024
Ultimate parent company	\$ 5,960	\$ 8,045
Associates	710	984
	<u>\$ 6,670</u>	<u>\$ 9,029</u>
	Nine months ended September 30	
	2025	2024
Ultimate parent company	\$ 16,601	\$ 16,072
Associates	2,309	1,881
	<u>\$ 18,910</u>	<u>\$ 17,953</u>

This is mainly from personnel transfers from related parties, accrued directors' and supervisors' remuneration and office related expenses.

L. Other payables-related parties

(a) Other payables

	September 30, 2025	December 31, 2024	September 30, 2024
Ultimate parent company	\$ 12,462	\$ 9,784	\$ 15,159
Associates	1,546	-	30
	<u>\$ 14,008</u>	<u>\$ 9,784</u>	<u>\$ 15,189</u>

M. Leasing arrangements - lessee

(a) As of September 30, 2025, the main lease contracts between the Group and related parties are as follows:

<u>Lessor</u>	<u>Lease object</u>	<u>Payment method</u>	<u>Lease term</u>
Ultimate parent company	Buildings and structures	\$56/year	2019.1.1~2028.12.7
Associate	"	\$285/year	2010.7.22~2029.7.21
Associate	"	\$14,926/year	2021.8.1~2031.7.31

(b) Acquisition of right-of-use assets:

	<u>Nine months ended September 30, 2025</u>	<u>Nine months ended September 30, 2024</u>
Associates	<u>\$ 3,557</u>	<u>\$ 15,571</u>

(c) Lease liabilities

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Ultimate parent company	\$ 393	\$ 495	\$ 535
Associates	<u>83,392</u>	<u>90,490</u>	<u>93,894</u>
	<u>\$ 83,785</u>	<u>\$ 90,985</u>	<u>\$ 94,429</u>

(d) Interest expense on lease liabilities

	<u>Three months ended September 30</u>	
	<u>2025</u>	<u>2024</u>
Ultimate parent company	\$ -	\$ 1
Associates	<u>215</u>	<u>226</u>
	<u>\$ 215</u>	<u>\$ 227</u>
	<u>Nine months ended September 30</u>	
	<u>2025</u>	<u>2024</u>
Ultimate parent company	\$ 2	\$ 3
Associates	<u>635</u>	<u>571</u>
	<u>\$ 637</u>	<u>\$ 574</u>

N. Endorsements and guarantees provided to related parties:

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Associates	\$ 1,925,600	\$ 1,925,600	\$ 1,925,600
Other related parties	<u>293,000</u>	<u>293,000</u>	<u>293,000</u>
	<u>\$ 2,218,600</u>	<u>\$ 2,218,600</u>	<u>\$ 2,218,600</u>

(4) Key management compensation

	Three months ended September 30	
	2025	2024
Salaries and other short-term employee benefits	\$ 13,135	\$ 13,743
Post-employment benefits	134	247
Total	<u>\$ 13,269</u>	<u>\$ 13,990</u>
	Nine months ended September 30	
	2025	2024
Salaries and other short-term employee benefits	\$ 33,769	\$ 39,219
Post-employment benefits	566	820
Total	<u>\$ 34,335</u>	<u>\$ 40,039</u>

8. PLEDGED ASSETS

The Group's assets pledged as collateral are as follows:

Assets	Book value			Purposes
	September 30, 2025	December 31, 2024	September 30, 2024	
Non-current financial assets at amortised cost	\$ 48,863	\$ 31,261	\$ 220,068	Guarantee for bid
Other non-current assets				
Refundable deposits	303,065	30,293	30,187	Guarantee for bid, rent, performance guarantee, tender bond and staff dormitory
	<u>\$ 351,928</u>	<u>\$ 61,554</u>	<u>\$ 250,255</u>	

9. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNIZED CONTRACT COMMITMENTS

In addition to those items which have been disclosed in Note 6(11), the significant commitments and contingent liabilities of the Group as of September 30, 2025 are as follows:

- (1) The Group had entered into lines of credit agreements with several banks for guarantee payments under various service contracts. The subsidiaries had either issued guarantee notes or promissory notes for amounts drawn down under the line of credit agreements. As of September 30, 2025, the guarantee notes issued amounted to \$16,537,615.
- (2) As of September 30, 2025, for contractual guarantee, performance guarantee, waste collection and other guarantees, the Group has a performance letter of guarantee issued by the bank amounting to \$1,501,034.
- (3) As of September 30, 2025, the Group had outstanding commitments for service contracts amounting to \$5,680,799.

10. SIGNIFICANT DISASTER LOSS

None.

# 11. SIGNIFICANT EVENTS AFTER THE BALANCE SHEET DATE

None.

# 12. OTHERS

## (1) Capital risk management

The Group's objectives when managing capital are to safeguard the Group's ability to continue as a going concern in order to provide returns for shareholders and to maintain an optimal capital structure to reduce the cost of capital. In order to maintain or adjust the capital structure, the Group may adjust the amount of dividends paid to shareholders, return capital to shareholders, issue new shares or sell assets to reduce debt. The Group monitors capital on the basis of the gearing ratio. This ratio is calculated as total borrowings divided by total capital. Total borrowings includes 'current and non-current borrowings' as shown in the consolidated balance sheet. Total capital is calculated as 'equity' as shown in the consolidated balance sheet.

The gearing ratios at September 30, 2025, December 31, 2024, and September 30, 2024 were as follows:

	September 30, 2025	December 31, 2024	September 30, 2024
Total borrowings	\$ 4,358,347	\$ 2,121,451	\$ 2,450,812
Total equity	\$ 7,284,598	\$ 7,395,921	\$ 6,812,447
Gearing ratio	60%	29%	36%

## (2) Financial instruments

### A. Financial instruments by category

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Financial assets</u>			
Financial assets measured at fair value through profit or loss			
Financial assets mandatorily measured at fair value through profit or loss	\$ 502,696	\$ 579,544	\$ 431,280
Financial assets at fair value through other comprehensive income			
Designation of equity instrument	263,075	304,142	255,938
Financial assets at amortised cost			
Cash and cash equivalents	1,547,415	2,003,967	1,829,397
Financial assets at amortised cost	61,763	343,890	358,401
Accounts receivable	783,784	960,733	980,685
Accounts receivable - related parties	167,533	201,285	37,818
Other receivables	40,367	5,418	4,621
Other receivables - related parties	7,867	34	98
Refundable deposits	303,065	30,293	30,187
Long-term accounts receivable	243,887	384,001	428,252
	<u>\$ 3,921,452</u>	<u>\$ 4,813,307</u>	<u>\$ 4,356,677</u>

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
<u>Financial liabilities</u>			
Financial liabilities measured at fair value through profit or loss			
Financial liabilities mandatorily measured at fair value through profit or loss	\$ 1,667	\$ -	\$ -
Financial liabilities at amortized cost			
Short-term borrowings	50,000	125,000	455,000
Notes payable	155	11,054	11,616
Accounts payable	2,205,979	1,642,162	1,544,565
Accounts payable - related parties	101,465	192,146	81,361
Other payables	353,643	449,291	371,815
Other payables - related parties	164,008	9,784	15,189
Bonds payable (including current portion)	1,998,347	1,996,451	1,995,812
Long-term borrowings (including current portion)	2,160,000	-	-
Guarantee deposits received	333,402	332,407	427,368
	<u>\$ 7,368,666</u>	<u>\$ 4,758,295</u>	<u>\$ 4,902,726</u>
Lease liability	<u>\$ 255,261</u>	<u>\$ 241,509</u>	<u>\$ 247,875</u>

B. Risk management policies

- (a) The Group's activities expose it to a variety of financial risks: market risk (including foreign exchange risk, interest rate risk and price risk), credit risk and liquidity risk.
- (b) Risk management is carried out by a central treasury department (Group treasury) under policies approved by the Board of Directors. Group treasury identifies, evaluates and hedges financial risks in close cooperation with the Group's operating units. The Board provides written principles for overall risk management, as well as written policies covering specific areas and matters.

C. Significant financial risks and degrees of financial risks

(a) Market risk

Foreign exchange risk

- i. The Group operates internationally and is exposed to exchange rate risk arising from the transactions of the Company and its subsidiaries used in various functional currency, primarily with respect to the USD, JPY and MOP. Exchange rate risk arises from future commercial transactions and recognized assets and liabilities.
- ii. Management has set up a policy to require group companies to manage their foreign exchange risk against their functional currency. The companies are required to hedge their entire foreign exchange risk exposure with the Group treasury.
- iii. The Group has certain investments in foreign operations, therefore, does not hedge the risk.



iv. The Group's businesses involve some non-functional currency operations (the Company's and certain subsidiaries' functional currency: NTD; other certain subsidiaries' functional currency: MOP and USD). The information on assets and liabilities denominated in foreign currencies whose values would be materially affected by the exchange rate fluctuations is as follows:

September 30, 2025			
	Foreign currency		
	amount (in thousands)	Exchange rate	Book value (NTD)
(Foreign currency : functional currency)			
<u>Financial assets</u>			
<u>Monetary items</u>			
JPY : NTD	\$ 382,814	0.2038	\$ 78,017
MOP : NTD	10,674	3.8020	40,583
<u>Financial liabilities</u>			
<u>Monetary items</u>			
MOP : NTD	\$ 4,467	3.8020	\$ 16,984
December 31, 2024			
	Foreign currency		
	amount (in thousands)	Exchange rate	Book value (NTD)
(Foreign currency : functional currency)			
<u>Financial assets</u>			
<u>Monetary items</u>			
USD : NTD	\$ 111	32.7110	\$ 3,631
JPY : NTD	320,106	0.2076	66,454
MOP : NTD	30,420	4.0843	124,244
<u>Financial liabilities</u>			
<u>Monetary items</u>			
MOP : NTD	\$ 7,400	4.0843	\$ 30,224

September 30, 2024			
	Foreign currency amount (in thousands)	Exchange rate	Book value (NTD)
(Foreign currency : functional currency)			
<u>Financial assets</u>			
<u>Monetary items</u>			
USD : NTD	\$ 60	31.7150	\$ 1,903
MOP : NTD	24,783	3.9511	97,920
<u>Financial liabilities</u>			
<u>Monetary items</u>			
MOP : NTD	\$ 817	3.9511	\$ 3,228

v. For the unrealized exchange gain (loss) arising from significant foreign exchange variation on the monetary items held by the Group, refer to Note 6(26).

vi. Analysis of foreign currency market risk arising from significant foreign exchange variation:

Nine months ended September 30, 2025			
Sensitivity analysis			
	Degree of variation	Effect on profit or loss	Effect on other comprehensive income
(Foreign currency : functional currency)			
<u>Financial assets</u>			
<u>Monetary items</u>			
JPY : NTD	1.00%	\$ 780	\$ -
MOP : NTD	1.00%	406	-
<u>Financial liabilities</u>			
<u>Monetary items</u>			
MOP : NTD	1.00%	170	-

Nine months ended September 30, 2024			
Sensitivity analysis			
	Degree of variation	Effect on profit or loss	Effect on other comprehensive income
(Foreign currency : functional currency)			
<u>Financial assets</u>			
<u>Monetary items</u>			
USD : NTD	1.00%	\$ 19	\$ -
MOP : NTD	1.00%	979	-
<u>Financial liabilities</u>			
<u>Monetary items</u>			
MOP : NTD	1.00%	32	-

#### Price risk

The Group's equity securities, which are exposed to price risk, are the held financial assets at fair value through profit or loss, financial assets at fair value through other comprehensive income and financial liabilities at fair value through profit or loss. To manage its price risk arising from investments in equity securities, the Group diversifies its portfolio. Diversification of the portfolio is done in accordance with the limits set by the Group.

#### (b) Credit risk

- i. Credit risk refers to the risk of financial loss to the Group arising from default by the clients or counterparties of financial instruments on the contract obligations. The main factor is that counterparties could not repay in full the accounts receivable based on the agreed terms.
- ii. The Group adopts the following assumption under IFRS 9 to assess whether there has been a significant increase in credit risk on that instrument since initial recognition.  
If the contract payments were past due over 30 days based on the terms, there has been a significant increase in credit risk on that instrument since initial recognition.
- iii. The Group adopts the assumption under IFRS 9, that is, the default occurs when the contract payments are past due over 90 days.

- iv. The Group used the forecastability of Taiwan Institute of Economic Research boom observation report to adjust historical and timely information to assess the default possibility of notes and accounts receivable. On September 30, 2025, December 31, 2024, and September 30, 2024, the provision matrix is as follows:

	Excellent customers (Note 1)	General customers (Note 2)	Total
<u>At September 30, 2025</u>			
Expected loss rate	0%~0.05%	0%~0.05%	
Total book value	\$ 1,050,770	\$ 144,927	\$ 1,195,697
Loss allowance	(\$ 34)	(\$ 459)	(\$ 493)
	Excellent customers (Note 1)	General customers (Note 2)	Total
<u>At December 31, 2024</u>			
Expected loss rate	0%~0.03%	0%~0.03%	
Total book value	\$ 1,306,136	\$ 239,942	\$ 1,546,078
Loss allowance	\$ -	(\$ 59)	(\$ 59)
	Excellent customers (Note 1)	General customers (Note 2)	Total
<u>At September 30, 2024</u>			
Expected loss rate	0%~0.03%	0%~0.03%	
Total book value	\$ 1,318,867	\$ 128,000	\$ 1,446,867
Loss allowance	\$ -	(\$ 112)	(\$ 112)

Note 1: Government institution, state-owned enterprises, listed companies and associates.

Note 2: Customers who have not been included in Note 1.

Movements in relation to the Group applying the simplified approach to provide loss allowance for accounts receivable are as follows:

	2025	2024
	Accounts receivable	Accounts receivable
At January 1	\$ 59	\$ 46
Provision for impairment	434	66
At September 30	\$ 493	\$ 112

(c) Liquidity risk

- i. Cash flow forecasting is performed in the operating entities of the Group and aggregated by Group treasury. Group treasury monitors rolling forecasts of the Group's liquidity requirements to ensure it has sufficient cash to meet operational needs while maintaining sufficient headroom on its undrawn committed borrowing facilities at all times so that the Group does not breach borrowing limits or covenants (where applicable) on any of its borrowing facilities.

ii. The table below analyses the Group's non-derivative financial liabilities into relevant maturity groupings based on the remaining period at the balance sheet date to the contractual maturity date for non-derivative financial liabilities. The amounts disclosed in the table are the contractual undiscounted cash flows.

Non-derivative financial liabilities

<u>September 30, 2025</u>	<u>Less than 1 year</u>	<u>Over 1 year</u>
Short-term borrowings	\$ 50,028	\$ -
Notes payable	155	-
Accounts payable (including related parties)	2,307,444	-
Other payables (including related parties)	519,846	-
Lease liabilities	45,484	227,774
Bonds payable (including current portion)	2,007,890	-
Long-term borrowings (including current portion)	54,624	2,350,000
Other non-current liabilities	-	333,402

Derivative financial liabilities

Forward exchange contracts	\$ 305	\$ 1,362
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Non-derivative financial liabilities

<u>December 31, 2024</u>	<u>Less than 1 year</u>	<u>Over 1 year</u>
Short-term notes and bills payable	\$ 125,175	\$ -
Notes payable	11,054	-
Accounts payable (including related parties)	1,834,308	-
Other payables (including related parties)	459,075	-
Lease liabilities	41,352	217,617
Bonds payable	12,100	2,004,840
Other non-current liabilities	-	332,407

Non-derivative financial liabilities

<u>September 30, 2024</u>	<u>Less than 1 year</u>	<u>Over 1 year</u>
Short-term borrowings	\$ 456,210	\$ -
Notes payable	11,616	-
Accounts payable (including related parties)	1,625,926	-
Other payables (including related parties)	387,004	-
Lease liabilities	37,164	228,020
Bonds payable	12,100	2,007,890
Other non-current liabilities	-	427,368

(3) Fair value estimation

A. The different levels that the inputs to valuation techniques are used to measure fair value of financial and non-financial instruments have been defined as follows:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date. A market is regarded as active where a market in which transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis. The fair value of the Group's investment in listed stocks and beneficiary certificates is included in Level 1.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3: Unobservable inputs for the asset or liability. The fair value of the Group's investment in equity investment without active market is included in Level 3.

B. The related information on financial and non-financial instruments measured at fair value by level on the basis of the nature, characteristics and risks of the assets and liabilities are as follows:

The related information on the nature of the assets and liabilities is as follows:

September 30, 2025	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Assets				
<u>Recurring fair value</u>				
<u>measurements</u>				
Financial assets at fair value through profit or loss				
Equity securities	\$ 498,599	\$ -	\$ -	\$ 498,599
Derivative instruments	-	4,097	-	4,097
Financial assets at fair value through other comprehensive income				
Equity securities	65,262	-	197,813	263,075
	<u>\$ 563,861</u>	<u>\$ 4,097</u>	<u>\$ 197,813</u>	<u>\$ 765,771</u>
Liabilities				
<u>Recurring fair value</u>				
<u>measurements</u>				
Financial liabilities at fair value through profit or loss				
Derivative instruments	<u>\$ -</u>	<u>\$ 1,667</u>	<u>\$ -</u>	<u>\$ 1,667</u>

December 31, 2024	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Assets				
<u>Recurring fair value</u>				
<u>measurements</u>				
Financial assets at fair value through profit or loss				
Equity securities	\$ 579,544	\$ -	\$ -	\$ 579,544
Financial assets at fair value through other comprehensive income				
Equity securities	106,328	-	197,814	304,142
	<u>\$ 685,872</u>	<u>\$ -</u>	<u>\$ 197,814</u>	<u>\$ 883,686</u>
September 30, 2024	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Assets				
<u>Recurring fair value</u>				
<u>measurements</u>				
Financial assets at fair value through profit or loss				
Equity securities	\$ 431,280	\$ -	\$ -	\$ 431,280
Financial assets at fair value through other comprehensive income				
Equity securities	107,991	-	147,947	255,938
	<u>\$ 539,271</u>	<u>\$ -</u>	<u>\$ 147,947</u>	<u>\$ 687,218</u>

- C. The instruments the Group used market quoted prices as their fair values (that is, Level 1) are listed below by characteristics:

	<u>Listed shares</u>	<u>Open-end fund</u>
Market quoted price	Closing price	Net asset value

- D. Except for financial instruments with active markets, the fair value of other financial instruments is measured by using valuation techniques or by reference to counterparty quotes. The fair value of financial instruments measured by using valuation techniques method can be referred to current fair value of instruments with similar terms and characteristics in substance, discounted cash flow method or other valuation methods, including calculated by applying model using market information available at the consolidated balance sheet date (i.e. yield curves on the Taipei Exchange, average commercial paper interest rates quoted from Reuters).
- E. For the nine months ended September 30, 2025 and 2024, there were no transfers between Level 1 and Level 2.

F. Movements on Level 3 for the nine months ended September 30, 2025 and 2024 are as follows:

	2025	2024
	Financial assets at fair value through other comprehensive income	Financial assets at fair value through other comprehensive income
At January 1	\$ 197,814	\$ 120,624
Acquired during the period	-	27,323
Decrease during the period	( 1)	-
At September 30	<u>\$ 197,813</u>	<u>\$ 147,947</u>

G. Group finance department is in charge of valuation procedures for fair value measurements being categorized within Level 3, which is to verify independent fair value of financial instruments. Such assessment is to ensure the valuation results are reasonable by applying independent information to make results close to current market conditions, confirming the resource of information is independent, reliable and in line with other resources and represented as the exercisable price, and frequently calibrating valuation model, performing back-testing, updating inputs used to the valuation model and making any other necessary adjustments to the fair value.

H. The following is the qualitative information of significant unobservable inputs and sensitivity analysis of changes in significant unobservable inputs to valuation model used in Level 3 fair value measurement:

	Fair value at September 30, 2025	Valuation technique	Significant unobservable input	Range (weighted average)	Relationship of inputs to fair value
Non-derivative equity instrument:					
Unlisted shares	\$ 197,813	Market price method	Price to book ratio multiple, discount for lack of marketability	Median : 1.93 Average : 2.00 Liquidity discount : 30%	The higher the multiple and control premium, the higher the fair value
	Fair value at December 31, 2024	Valuation technique	Significant unobservable input	Range (weighted average)	Relationship of inputs to fair value
Non-derivative equity instrument:					
Unlisted shares	\$ 197,814	Market price method	Price to book ratio multiple, discount for lack of marketability	Median : 1.93 Average : 2.00 Liquidity discount : 30%	The higher the multiple and control premium, the higher the fair value



	Fair value at September 30, 2024	Valuation technique	Significant unobservable input	Range (weighted average)	Relationship of inputs to fair value
Non-derivative equity instrument:					
Unlisted shares	\$ 147,947	Market price method	Price to book ratio multiple, discount for lack of marketability	Median : 1.75 Average : 1.98 Liquidity discount : 30%	The higher the multiple and control premium, the higher the fair value

### 13. SUPPLEMENTARY DISCLOSURES

#### (1) Significant transactions information

- A. Loans to others: Refer to table 1.
- B. Provision of endorsements and guarantees to others: Refer to table 2.
- C. Holding of significant marketable securities at the end of the period (not including subsidiaries, associates and joint ventures): Refer to table 3.
- D. Purchases or sales of goods from or to related parties reaching NT\$100 million or 20% of paid-in capital or more: Refer to table 4.
- E. Receivables from related parties reaching NT\$100 million or 20% of paid-in capital or more: Refer to table 5.
- F. Significant inter-company transactions during the reporting periods: Refer to table 6.

#### (2) Information on investees

Names, locations and other information of investee companies (not including investees in Mainland China): Refer to table 7.

#### (3) Information on investments in Mainland China

- A. Basic information: None.
- B. Significant transactions, either directly or indirectly through a third area, with investee companies in the Mainland Area: None.

### 14. OPERATING SEGMENT FINANCIAL INFORMATION

#### (1) General information

The Group's main business is only in a single industry. The Board of Directors, which allocates resources and assesses performance of the Group as a whole, has identified that the Group has only one reportable operating segment.

(2) Information about segmental income, assets and liabilities

The segmental financial information provided to the chief operating decision-maker for the reportable segments is as follows:

	Three months ended September 30	
	2025	2024
Revenue from external customers	\$ 2,655,655	\$ 2,291,614
Inter-segment revenue	231,724	413,724
Total segment revenue	<u>\$ 2,887,379</u>	<u>\$ 2,705,338</u>
Segment income	<u>\$ 520,642</u>	<u>\$ 443,171</u>
Depreciation	<u>\$ 102,825</u>	<u>\$ 102,328</u>
Amortisation	<u>\$ 16,796</u>	<u>\$ 16,446</u>
	Nine months ended September 30	
	2025	2024
Revenue from external customers	\$ 7,334,780	\$ 6,344,055
Inter-segment revenue	787,088	1,179,706
Total segment revenue	<u>\$ 8,121,868</u>	<u>\$ 7,523,761</u>
Segment income	<u>\$ 1,384,620</u>	<u>\$ 1,262,254</u>
Depreciation	<u>\$ 307,546</u>	<u>\$ 311,458</u>
Amortisation	<u>\$ 49,780</u>	<u>\$ 49,375</u>

(3) Reconciliation information of segmental income

A reconciliation of adjusted EBITDA for reportable segment and income from continuing operations before income tax for the three months and nine months ended September 30, 2025 and 2024 is provided as follows:

	Three months ended September 30	
	2025	2024
Adjusted EBITDA for reportable segment	\$ 520,642	\$ 443,171
Financial cost, net	( 18,410)	( 6,138)
Others	22,935	31,404
Income from continuing operations before income tax	<u>\$ 525,167</u>	<u>\$ 468,437</u>
	Nine months ended September 30	
	2025	2024
Adjusted EBITDA for reportable segment	\$ 1,384,620	\$ 1,262,254
Financial cost, net	( 39,243)	( 16,286)
Others	94,505	121,718
Income from continuing operations before income tax	<u>\$ 1,439,882</u>	<u>\$ 1,367,686</u>

ECOVE ENVIRONMENT CORPORATION AND SUBSIDIARIES

Loans to others

For the nine-month period ended September 30, 2025

Table 1

Expressed in thousands of NTD  
(Except as otherwise indicated)

No. (Note 1)	Creditor	Borrower	General ledger account (Note 2)	Is a related party	Maximum outstanding balance during the nine-month period ended	Balance at	Actual amount drawn down	Interest rate	Nature of loan (Note 4)	Amount of transactions with the borrower (Note 5)	Reason for short-term financing (Note 6)	Allowance for doubtful accounts	Collateral		Limit on loans granted to a single party (Note 7)	Ceiling on total loans granted (Note 7)	Footnote
					September 30, 2025 (Note 3)	September 30, 2025 (Note 8)							Item	Value			
0	ECOVE Environment Corp.	ECOVE Solar Power Corporation	Other receivables - related parties	Yes	\$ 1,200,000	\$ 1,050,000	\$ 650,000	1.91%	2	\$ -	For operational needs	\$ -	-	\$ -	\$ 2,675,396	\$ 2,675,396	-
0	"	ECOVE Environment Services Corp.	"	"	700,000	700,000	120,000	1.91%	"	-	"	-	"	-	2,675,396	2,675,396	-
0	"	ECOVE Waste Management Corp.	"	"	30,000	30,000	20,000	2.00%	"	-	"	-	"	-	2,675,396	2,675,396	-
1	ECOVE Environment Services Corp.	CTCI Development Corp.	"	"	11,000	-	-	-	"	-	"	-	"	-	603,972	603,972	-

Note 1: The numbers filled in for the loans provided by the Company or subsidiaries are as follows:

(1) The Company is '0'.

(2) The subsidiaries are numbered in order starting from '1'.

Note 2: Fill in the name of account in which the loans are recognized, such as receivables-related parties, current account with stockholders, prepayments, temporary payments, etc.

Note 3: Fill in the maximum outstanding balance of loans to others for the three months ended September 30, 2025

Note 4: The column of 'Nature of loan' shall fill in 'Business transaction or 'Short-term financing:

(1) The Business association is '1'.

(2) The Short-term financing are numbered in order starting from '2'

Note 5: Fill in the amount of business transactions when nature of the loan is related to business transactions, which is the amount of business transactions occurred between the creditor and borrower in the current year.

Note 6: Fill in purpose of loan when nature of loan is for short-term financing, for example, repayment of loan, acquisition of equipment, working capital, etc.

Note 7: The calculation and amount on ceiling of loans are as follows:

(1) The limit on loans granted by the Company and subsidiaries to a single party shall not exceed 40% of each company's net asset value.

(2) The ceiling on totals loans granted by the Company and subsidiaries shall not exceed 40% of each company's net asset value.

Note 8: The amounts of funds to be loaned to others which have been approved by the board of directors of a public company in accordance with Article 14, Item 1 of the "Regulations Governing Loaning of Funds and Making of Endorsements/Guarantees by Public Companies" should be included in its published balance of loans to others at the end of the reporting period to reveal the risk of loaning the public company bears, even though they have not yet been appropriated. However, this balance should exclude the loans repaid when repayments are done subsequently to reflect the risk adjustment. In addition, if the board of directors of a public company has authorized the chairman to loan funds in installments alments or in revolving within certain lines and within one year in accordance with Article 14, Item 2 of the "Regulations Governing Loaning of Funds and Making of Endorsements/Guarantees by Public Companies", the published balance of loans to others at the end of the reporting period should also include these lines of loaning approved by the board of directors, and these lines of loaning should not be excluded from this balance even though the loans are repaid subsequently, for taking into consideration they could be loaned again thereafter.

ECOVE ENVIRONMENT CORPORATION AND SUBSIDIARIES

Provision of endorsements and guarantees to others

For the nine-month period ended September 30, 2025

Table 2

Expressed in thousands of NTD

(Except as otherwise indicated)

Number ( Note 1 )	Endorser/ guarantor	Party being endorsed/guaranteed		Limit on endorsements/ guarantees provided for a single party ( Note 3 )	Maximum outstanding endorsement/ guarantee amount as of September 30, 2025 ( Note 4 )	Outstanding endorsement/ guarantees amount at September 30, 2025 ( Note 5 )	Actual amount drawn down ( Note 6 )	Amount of endorsements/ guarantees secured with collateral	Ratio of accumulated endorsement/ guarantee amount to net asset value of the endorser/ guarantor company	Ceiling on total amount of endorsements/ guarantees provided ( Note 3 )	Provision of endorsements/ guarantees by parent company to subsidiary ( Note 7 )	Provision of endorsements/ guarantees by subsidiary to parent company ( Note 7 )	Provision of endorsements/ guarantees to the party in Mainland China ( Note 7 )	Footnote
		Company name	Relationship with the endorser/ guarantor ( Note 2 )											
0	ECOVE Environment Corp.	ECOVE Solvent Recycling Corporation	2	\$ 40,130,934	\$ 200,000	\$ 200,000	\$ -	-	2.99%	\$ 66,884,890	Y	N	N	-
0	"	ECOVE Environment Services Gangshan Corporation	2	40,130,934	900,000	900,000	250,000	-	13.46%	66,884,890	Y	N	N	-
0	"	ECOVE Solar Power Corporation	2	40,130,934	1,251,326	1,251,326	105,039	-	18.71%	66,884,890	Y	N	N	-
0	"	ECOVE Chiayi Energy Corp.	6	40,130,934	2,515,550	2,502,600	100,000	-	37.42%	66,884,890	Y	N	N	-
0	"	Ever Ecove Corporation	6	40,130,934	192,500	192,500	133,390	-	2.88%	66,884,890	N	N	N	-
1	ECOVE Solar Power Corporation	ECOVE Environment Corp.	3	1,916,626	19,196	19,196	19,196	-	4.01%	2,874,939	N	Y	N	-
2	ECOVE Environment Service Corp.	Jing Ding Green Energy Technology Co., Ltd.	6	9,059,581	1,733,100	1,733,100	337,320	-	114.78%	15,099,301	N	N	N	-
2	"	ECOVE Chiayi Energy Corp.	6	9,059,581	1,257,775	1,251,300	50,000	-	82.87%	15,099,301	N	N	N	-
2	"	Bao Ding Reclaimed Water Co., Ltd.	6	9,059,581	293,000	293,000	229,200	-	19.40%	15,099,301	N	N	N	-

Note 1: The numbers filled in for the endorsements/guarantees provided by the Company or subsidiaries are as follows:

- (1) The Company is '0'.
- (2) The subsidiaries are numbered in order starting from '1'.

Note 2: Relationship between the endorser/guarantor and the party being endorsed/guaranteed is classified into the following seven categories; fill in the number of category each case belongs to:

- (1) Having business relationship.
- (2) The endorser/guarantor parent company owns directly and indirectly more than 50% voting shares of the endorsed/guaranteed subsidiary.
- (3) The endorsed/guaranteed company owns directly and indirectly more than 50% voting shares of the endorser/guarantor parent company.
- (4) The endorser/guarantor parent company owns directly and indirectly more than 90% voting shares of the endorsed/guaranteed company.
- (5) Mutual guarantee of the trade made by the endorsed/guaranteed company or joint contractor as required under the construction contract.
- (6) Due to joint venture, all shareholders provide endorsements/guarantees to the endorsed/guaranteed company in proportion to its ownership.
- (7) Joint guarantee of the performance guarantee for pre-sold home sales contract as required under the Consumer Protection Act.

Note 3: Fill in limit on endorsements/guarantees provided for a single party and ceiling on total amount of endorsements/guarantees provided as prescribed in the endorser/guarantor company's "Procedures for Provision of Endorsements and Guarantees", and state each individual party to which the endorsements/guarantees have been provided and the calculation for ceiling on total amount of endorsements/guarantees provided in the footnote.

- (1) The limit on endorsements and guarantees granted to a single party shall not exceed 600% of the Company's net assets value in last financial statement which was audited or reviewed by accountant.
- (2) The ceiling on total endorsements and guarantees shall not exceed 1,000% of the Company's net assets value in last financial statement which was audited or reviewed by accountant.
- (3) The limit on endorsements and guarantees granted to a single party shall not exceed 400% of ECOVE Solar Energy Corporation and ECOVE Solar Power Corporation's net assets value in last financial statement which was audited or reviewed by accountant.
- (4) The ceiling on total endorsements and guarantees shall not exceed 600% of ECOVE Solar Energy Corporation and ECOVE Solar Power Corporation's net assets value in last financial statement which was audited or reviewed by accountant.
- (5) The limit on endorsements and guarantees granted to a single party shall not exceed 600% of ECOVE Environment Services Corp.'s net assets value in last financial statement which was audited or reviewed by accountant.
- (6) The ceiling on total endorsements and guarantees shall not exceed 1,000% of ECOVE Environment Services Corp.'s net assets value in last financial statement which was audited or reviewed by accountant.

Note 4: Fill in the year-to-date maximum outstanding balance of endorsements/guarantees provided as of the reporting period.

Note 5: Once endorsement/guarantee contracts or promissory notes are signed/issued by the endorser/guarantor company to the banks, the endorser/guarantor company bears endorsement/guarantee liabilities.

And all other events involve endorsements and guarantees should be included in the balance of outstanding endorsements and guarantees.

Note 6: Fill in the actual amount of endorsements/guarantees used by the endorsed/guaranteed company.

Note 7: Fill in 'Y' for those cases of provision of endorsements/guarantees by listed parent company to subsidiary and provision by subsidiary to listed parent company, and provision to the party in Mainland China.

ECOVE ENVIRONMENT CORPORATION AND SUBSIDIARIES  
Holding of marketable securities at the end of the period (not including subsidiaries, associates and joint ventures)  
For the nine-month period ended September 30, 2025

Table 3

Expressed in thousands of NTD  
(Except as otherwise indicated)

Securities held by	Marketable securities (Note 1)		Relationship with the securities issuer (Note 2)	General ledger account	September 30, 2025				Footnote (Note 4)
	Type	Name			Number of shares/ denominations	Book value (Note 3)	Ownership (%)	Fair value	
ECOVE Environment Corp.	Common Stock	Taiwan Cement Corp.	None	Financial assets at fair value through other comprehensive income-current	584,287	\$ 16,671	-	\$ 13,994	-
				Adjustment		(2,677)			
						\$ 13,994			
"	"	Blue Whale Water Technologies Corporation	Other related parties	Financial assets at fair value through other comprehensive income-non-current	1,000	11	0.0014%	11	-
"	"	HDEC-CTCI (Linhai) Corporation	"	Financial assets at fair value through other comprehensive income-non-current	118	7	0.001%	7	-
"	Beneficiary Certificates	Taishin 1699 Money Market Fund	None	Financial assets at fair value through profit or loss-current	3,519,986	50,376	-	50,376	-
"	"	UPAMC JAMES BOND MONEY MARKET Fund	"	"	13,212,539	232,431	-	232,431	-
ECOVE Miaoli Energy Corp.	"	Taishin 1699 Money Market Fund	"	"	6,326,887	90,546	-	90,546	-
"	"	UPAMC JAMES BOND MONEY MARKET Fund	"	"	4,828,690	84,945	-	84,945	-
Yuan Ding Resources Corp.	"	Taishin 1699 Money Market Fund	"	"	2,815,989	40,301	-	40,301	-
ECOVE Environment Services Corp.	Common Stock	CTCI Corporation	Ultimate Parent Company	Financial assets at fair value through other comprehensive income - current	1,130	36	-	36	-
"	"	Taiwan Cement Corp.	None	"	1,547,328	37,059	-	37,059	-
"	"	Bao Ding Reclaimed Water Co., Ltd.	"	Financial assets at fair value through other comprehensive income - non-current	13,450,000	197,795	10.00%	197,795	-
ECOVE Waste Management Corp.	Common Stock	Taiwan Cement Corp.	"	Financial assets at fair value through other comprehensive income - current	591,804	14,173	-	14,173	-
"	"	ECOVE Environment Corp.	The Company	"	1,605	457	-	457	-

Note 1: Marketable securities in the table refer to stocks, bonds, beneficiary certificates and other related derivative securities within the scope of IFRS 9 'Financial instruments'.

Note 2: Leave the column blank if the issuer of marketable securities is non-related party.

Note 3: Fill in the amount after adjusted at fair value and deducted by accumulated impairment for the marketable securities measured at fair value; fill in the acquisition cost or amortised cost deducted by accumulated impairment for the marketable securities not measured at fair value.

Note 4: The number of shares of securities and their amounts pledged as security or pledged for loans and their restrictions on use under some agreements should be stated in the footnote if the securities presented herein have such conditions.

Note 5: This table lists the securities that the company has determined should be disclosed based on the principle of materiality.

ECOVE ENVIRONMENT CORPORATION AND SUBSIDIARIES

Purchases or sales of goods from or to related parties reaching NT\$100 million or 20% of paid-in capital or more

For the nine-month period ended September 30, 2025

Table 4

Expressed in thousands of NTD  
(Except as otherwise indicated)

			Transaction				Differences in transaction terms compared to third party transactions		Notes/accounts receivable (payable)		
Purchaser/seller	Counterparty	Relationship with the counterparty	Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit term	Unit price	Credit term	Balance	Percentage of total notes/accounts receivable (payable)	Footnote
ECOVE Environment Services Corp.	ECOVE Environment Services Gangshan Corporation	Associate	(Operating and maintaining revenue)	(\$ 392,406) (	9% )	30 days monthly	No significant difference		\$ 146,249	31%	-
"	ECOVE Mioali Energy Corporation	"	(Operating and maintaining revenue)	( 119,254) (	3% )	"		"	27,947	6%	-
ECOVE Environment Services Gangshan Corporation	ECOVE Environment Services Corp.	"	Operating cost	392,406	58%	"		"	( 146,249) (	57% )	-
ECOVE Mioali Energy Corporation	ECOVE Environment Services Corp.	"	Operating cost	119,254	89%	"		"	( 27,947) (	100% )	-

Note 1: If terms of related-party transactions are different from third-party transactions, explain the differences and reasons in the 'Unit price' and 'Credit' term columns.

Note 2: In case related-party transaction terms involve advance receipts (prepayments) transactions, explain in the footnote the reasons, contractual provisions, related amounts, and differences in types of transactions compared to third-party transactions.

Note 3: Paid-in capital referred to herein is the paid-in capital of parent company. In the case that shares were issued with no par value or a par value other than NT\$10 per share, the 20% of paid-in capital shall be replaced by 10% of equity attributable to owners of the parent in the calculation.

ECOVE ENVIRONMENT CORPORATION AND SUBSIDIARIES  
Receivables from related parties reaching NT\$100 million or 20% of paid-in capital or more  
For the nine-month period ended September 30, 2025

Table 5

Expressed in thousands of NTD  
(Except as otherwise indicated)

Creditor		Relationship with the counterparty	Balance as at September 30, 2025	Turnover rate	Overdue receivables		Amount collected subsequent to the balance sheet date	Allowance for doubtful accounts
					Amount	Action taken		
ECOVE Environment Services Corp.	ECOVE Environment Services Gangshan Corporation	A subsidiary	\$ 146,249	2.68	\$ -	Active collection	\$ -	\$ -
ECOVE Environment Corp.	ECOVE Solar Power Corporation	"	652,225	Note 3	-	Note 3	-	-
"	ECOVE Environment Services Corp.	"	192,836	"	-	"	-	-

Note 1: Fill in separately the balances of accounts receivable-related parties, notes receivable-related parties, other receivables-related parties....

Note 2: Paid-in capital referred to herein is the paid-in capital of parent company. In the case that shares were issued with no par value or a par value other than NT\$10 per share, the 20% of paid-in capital shall be replaced by 10% of equity attributable to owners of the parent in the calculation.

Note 3: Other accounts receivable arising from other receivables and receivables from directors and supervisors for labor contributions.



ECOVE ENVIRONMENT CORPORATION AND SUBSIDIARIES

Significant inter-company transactions during the reporting period

For the nine-month period ended September 30, 2025

Table 6

Expressed in thousands of NTD

(Except as otherwise indicated)

Number (Note 1)	Company name	Counterparty	Relationship (Note 2)	Transaction			Percentage of consolidated total operating revenues or total assets (Note 3)
				General ledger account	Amount	Transaction terms	
0	ECOVE Environment Corp.	ECOVE Solar Power Corporation	1	Other accounts receivable	\$ 652,225	-	4.14%
0	"	ECOVE Environment Services Corp.	"	"	192,836	-	1.23%
0	"	ECOVE Solar Power Corporation	"	Endorsements and guarantees	1,251,326	-	N/A
0	"	ECOVE Environment Services Gangshan Corporation	"	"	900,000	-	N/A
0	"	ECOVE Solvent Recycling Corporation	"	"	200,000	-	N/A
0	"	ECOVE Chiayi Energy Corp.	"	"	2,502,600	-	N/A
1	ECOVE Environment Services Corp.	ECOVE Miaoli Energy Corp.	3	Operating revenue	119,254	30 days monthly	1.63%
1	"	ECOVE Environment Services Gangshan Corporation	"	Operating revenue	392,406	"	5.35%
1	"	ECOVE Chiayi Energy Corp.	"	Endorsements and guarantees	1,251,300	-	N/A

Note 1: The numbers filled in for the transaction company in respect of inter-company transactions are as follows:

(1) Parent company is '0'

(2) The subsidiaries are numbered in order starting from '1'.

Note 2: Relationship between transaction company and counterparty is classified into the following three categories; fill in the number of category each case belongs to (If transactions between parent company and subsidiaries or between subsidiaries refer to the same transaction, it is not required to disclose twice. For example, if the parent company has already disclosed its transaction with a subsidiary, then the subsidiary is not required to disclose the transaction; for transactions between two subsidiaries, if one of the subsidiaries has disclosed the transaction, then the other is not required to disclose the transaction.):

(1) Parent company to subsidiary.

(2) Subsidiary to parent company.

(3) Subsidiary to subsidiary.

Note 3: Regarding percentage of transaction amount to consolidated total operating revenues or total assets, it is computed based on period-end balance of transaction to consolidated total assets for balance sheet accounts and based on accumulated transaction amount for the period to consolidated total operating revenues for income statement accounts.

Note 4: The Company may decide to disclose or not to disclose transaction details in this table based on the Materiality Principle.

ECOVE ENVIRONMENT CORPORATION AND SUBSIDIARIES  
Information on investees (not including investees in Mainland China)  
For the nine-month period ended September 30, 2025

Table 7

Expressed in thousands of NTD  
(Except as otherwise indicated)

Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as at September 30, 2025			Net profit (loss) of the investee for the nine-month period ended September 30, 2025	Investment income (loss) recognized by the Company for nine-month period ended September 30, 2025	Footnote
				Balance as at September 30, 2025	Balance as at December 31, 2024	Number of shares	Ownership (%)	Book value			
ECOVE Environment Corp.	ECOVE Wujih Energy Corp.	Taiwan	Waste services equipment installation, co-generation, waste services and other environmental services, etc.	\$ 150,535	\$ 150,535	10,000	100.00%	\$ 5,004	\$ 932	\$ 932	A subsidiary
ECOVE Environment Corp.	ECOVE Environment Services Corp.	Taiwan	Refuse incineration plant's operation, machinery and equipment maintenance, etc.	356,518	356,518	15,100,000	100.00%	1,516,320	712,817	710,687	A subsidiary
ECOVE Environment Corp.	ECOVE Waste Management Corp.	Taiwan	Waste services, equipment and mechanical installation, waste clear, international trade and other	20,000	20,000	2,000,000	100.00%	67,048	22,731	22,731	A subsidiary
ECOVE Environment Corp.	ECOVE Miaoli Energy Corp.	Taiwan	Waste services equipment installation, co-generation, waste services and other environmental services, etc.	899,985	899,985	44,999,200	74.999%	620,438	69,598	52,198	A subsidiary
ECOVE Environment Corp.	Yuan Ding Resources Corp.	Taiwan	Waste services, waste clean, other environmental services, and environmental pollution services, etc.	42,696	42,696	4,500,000	100.00%	40,386	351	351	A subsidiary
ECOVE Environment Corp.	ECOVE Solvent Recycling Corporation	Taiwan	Operating basic chemical industry and manufacture of other chemical products	104,179	104,179	9,000,000	100.00%	130,000	16,886	16,886	A subsidiary
ECOVE Environment Corp.	Boretech Resource Recovery Engineering Co., Ltd. (Cayman)	Cayman Islands	Share holding and investment	309,489	309,489	12,039,903	16.24%	503,206	140,683	34,397	An investee using equity method
ECOVE Environment Corp.	Ever Ecove Corporation	Taiwan	Waste services, waste clean and cogeneration	80,000	80,000	8,000,000	5.00%	125,066	223,481	11,173	An investee using equity method
ECOVE Environment Corp.	ECOVE Chiayi Energy Corp.	Taiwan	Waste services, waste clean, etc.	500,000	500,000	50,000,000	50.00%	584,727	167,862	83,931	A subsidiary
ECOVE Environment Corp.	ECOVE Solar Power Corporation	Taiwan	Energy technology services, etc.	306,000	306,000	30,600,000	100.00%	479,157	15,669	15,669	A subsidiary
ECOVE Environment Corp.	G.D International, LLC.	U.S.A.	Energy technology services, etc.	189,197	189,197	-	100.00%	536,933	18,801	18,801	A subsidiary
ECOVE Environment Service Corp.	CTCI Chemicals Corp.	Taiwan	Industrial chemicals' wholesale manufacturing and retail.	24,851	24,851	1,910,241	26.900%	80,119	57,990	15,658	Associate
ECOVE Environment Services Corp.	ECOVE Miaoli Energy Corp.	Taiwan	Waste services equipment installation, co-generation, waste services and other environmental services, etc.	11	11	800	0.001%	11	69,598	1	Affiliate
ECOVE Environment Services Corp.	SINOGAL-Waste Services Co., Ltd.	Macau	Management of waste recycling site and maintenance of related mechanical and equipment, etc.	4,964	4,964	-	30.00%	40,346	114,014	34,204	A subsidiary
ECOVE Environment Services Corp.	ECOVE Resource Recycling Corporation	Taiwan	Resource recycling and waste disposal industry	61,750	61,750	6,175,000	95.00%	53,007 (	3,868) (	3,674)	A subsidiary
ECOVE Environment Services Corp.	Jing Ding Green Energy Technology Co., Ltd.	Taiwan	Operating basic chemical industry and manufacture of other chemical products	215,990	194,990	21,599,000	30.00%	197,334 (	19,349) (	5,584)	An investee using equity method
ECOVE Environment Services Corp.	ECOVE Environment Services Gangshan Corporation	Taiwan	Refuse incineration plant's operation, machinery and equipment maintenance, etc.	251,000	251,000	25,100,000	100.00%	297,046	36,496	36,496	A subsidiary
ECOVE Environment Services Corp.	ECOVE Chiayi Energy Corp.	Taiwan	Waste services, waste clean, etc.	250,000	250,000	25,000,000	25.00%	292,364	167,862	41,965	Affiliate
ECOVE Waste Management Corp.	Jing Ding Green Energy Technology Co., Ltd.	Taiwan	Operating basic chemical industry and manufacture of other chemical products	10	10	1,000	0.001%	10 (	19,349)	-	An investee using equity method
G.D International, LLC.	Lumberton Solar W2-090, LLC	U.S.A.	Energy technology services, etc.	189,197	189,197	-	100.00%	537,312	18,953	18,953	A subsidiary