

**SHIH WEI NAVIGATION CO., LTD. AND
SUBSIDIARIES**

Consolidated Financial Statements

**With Independent Auditors' Review Report
For the Nine Months Ended September 30, 2025 and 2024**

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The independent auditors' review report and the accompanying consolidated financial statements are the English translation of the Chinese version prepared and used in the Republic of China. If there is any conflict between, or any difference in the interpretation of the English and Chinese language independent auditors' review report and consolidated financial statements, the Chinese version shall prevail.

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Independent Auditors' Review Report

To the Board of Directors of
Shih Wei Navigation Co., Ltd.:

Introduction

We have reviewed the accompanying consolidated balance sheets of Shih Wei Navigation Co., Ltd. and its subsidiaries as of September 30, 2025 and 2024, and the related consolidated statements of comprehensive income for the three months and nine months ended September 30, 2025 and 2024, as well as the changes in equity and cash flows for the nine months ended September 30, 2025 and 2024, and notes to the consolidated financial statements, including a summary of significant accounting policies. Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China. Our responsibility is to express a conclusion on the consolidated financial statements based on our reviews.

Scope of Review

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 the 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 conducted in accordance with the Standards on Auditing of the Republic of China 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.

Conclusion

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 Shih Wei Navigation Co., Ltd. and its subsidiaries as of September 30, 2025 and 2024, and of its consolidated financial performance for the three months and nine months ended September 30, 2025 and 2024 as well as its consolidated cash flows for the nine months ended September 30, 2025 and 2024, in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.



The engagement partners on the reviews resulting in this independent auditors' review report are Chih, Shih-Chin and Tseng, Kuo-Yang.

KPMG

Taipei, Taiwan (Republic of China)
November 13, 2025

Notes to Readers

The accompanying consolidated financial statements are intended only to present the consolidated statement of financial position, financial performance and its cash flows in accordance with the accounting principles and practices generally accepted in the Republic of China and not those of any other jurisdictions. The standards, procedures and practices to review such consolidated financial statements are those generally accepted and applied in the Republic of China.

The auditors' report and the accompanying consolidated financial statements are the English translation of the Chinese version prepared and used in the Republic of China. If there is any conflict between, or any difference in the interpretation of the English and Chinese language auditors' report and consolidated financial statements, the Chinese version shall prevail.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)

SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES

Consolidated Statements of Comprehensive Income

For the three months and nine months ended September 30, 2025 and 2024

(Expressed in Thousands of New Taiwan Dollars , Except for Earnings Per Common Share)

	For the three months ended September 30				For the nine months ended September 30				
	2025		2024		2025		2024		
	Amount	%	Amount	%	Amount	%	Amount	%	
Operating Revenues (Note 6(r) and Note 7):									
4300	Rental revenue	\$ 720,332	93	894,171	95	2,178,772	94	2,427,234	95
4800	Other operating revenue	55,088	7	48,377	5	147,754	6	136,977	5
	Operating revenue, net	775,420	100	942,548	100	2,326,526	100	2,564,211	100
5000	Operating costs (Note 6(n) and Note 7)	689,459	89	807,379	86	2,263,751	97	2,372,001	93
	Gross (loss) profit from operations	85,961	11	135,169	14	62,775	3	192,210	7
6200	Administrative expenses (Note 6(n) and Note 6(s))	73,611	9	78,445	9	220,060	9	222,780	9
	Net operating (loss) income	12,350	2	56,724	5	(157,285)	(6)	(30,570)	(2)
Non-operating income and expenses (Note 6(d), (f), (k) and Note 7) :									
7100	Interest income	21,457	3	28,636	3	59,906	3	89,555	3
7190	Other income	20,508	3	55,035	6	77,679	3	132,423	5
7228	Gains on lease modification	-	-	-	-	-	-	34	-
7230	Foreign exchange (losses) gains	(108,344)	(14)	64,021	7	208,483	9	(62,947)	(2)
7235	Gains on financial assets at fair value through profit or loss	8,130	1	1,224	-	11,212	-	4,800	-
7370	Shares of loss of associates and joint ventures accounted for using equity method	(1,705)	-	(1,951)	-	(5,811)	-	(6,333)	-
7510	Interest expense	(84,297)	(11)	(132,963)	(14)	(277,472)	(13)	(393,505)	(15)
7590	Other expenses	(2,370)	-	(2,393)	-	(7,647)	(1)	(10,393)	-
7610	Gains (losses) on disposals of property, plant and equipment	(447)	-	222	-	13,941	1	65,396	3
	Total non-operating income and expenses	(147,068)	(18)	11,831	2	80,291	2	(180,970)	(6)
	Profit (loss) from continuing operations before tax	(134,718)	(16)	68,555	7	(76,994)	(4)	(211,540)	(8)
7950	Less: Income tax expenses (Note 6(o))	(18,308)	(2)	17,971	2	29,383	1	(652)	-
	Profit (loss)	(116,410)	(14)	50,584	5	(106,377)	(5)	(210,888)	(8)
8300	Other comprehensive income :								
8360	Components of other comprehensive income (loss) that will be reclassified to profit or loss								
8361	Exchange differences on translation of foreign financial statements	486,535	62	(332,728)	(35)	(1,008,887)	(43)	392,434	15
8399	Income tax related to components of other comprehensive income that will be reclassified to profit or loss	-	-	-	-	-	-	-	-
	Components of other comprehensive income that will be reclassified to profit or loss	486,535	62	(332,728)	(35)	(1,008,887)	(43)	392,434	15
8300	Other comprehensive income (loss)	486,535	62	(332,728)	(35)	(1,008,887)	(43)	392,434	15
	Total comprehensive income (loss)	\$ 370,125	48	(282,144)	(30)	(1,115,264)	(48)	181,546	7
	Profit (loss), attributable to:								
8610	Owners of parent	\$ (90,729)	(11)	77,275	8	(54,267)	(3)	(113,582)	(4)
8620	Non-controlling interests	(25,681)	(3)	(26,691)	(3)	(52,110)	(2)	(97,306)	(4)
		\$ (116,410)	(14)	50,584	5	(106,377)	(5)	(210,888)	(8)
	Comprehensive income (loss) attributable to:								
8710	Owners of parent	\$ 395,806	51	(255,453)	(27)	(1,063,154)	(46)	278,852	11
8720	Non-controlling interests	(25,681)	(3)	(26,691)	(3)	(52,110)	(2)	(97,306)	(4)
		\$ 370,125	48	(282,144)	(30)	(1,115,264)	(48)	181,546	7
	Basic (loss) earnings per share (Note 6(q))	\$ (0.23)		0.20		(0.14)		(0.29)	
	Diluted (loss) earnings per share (Note 6(q))	\$ (0.23)		0.20		(0.14)		(0.29)	

See accompanying notes to consolidated financial statements.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)

SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES**Consolidated Statements of Changes in Equity****For the nine months ended September 30, 2025 and 2024****(Expressed in Thousands of New Taiwan Dollars)**

Equity attributable to owners of parent

	Share capital		Retained earnings				Total other equity interest	Total equity attributable to owners of parent	Non-controlling interests	Total equity
	Ordinary shares	Capital surplus	Legal reserve	Special reserve	Unappropriated retained earnings	Total retained earnings	Exchange differences on translation of foreign financial statements			
Balance at January 1, 2024	\$ 3,892,716	3,267,784	460,228	43,174	1,882,052	2,385,454	(62,286)	9,483,668	220,134	9,703,802
Loss	-	-	-	-	(113,582)	(113,582)	-	(113,582)	(97,306)	(210,888)
Other comprehensive income	-	-	-	-	-	-	392,434	392,434	-	392,434
Total comprehensive income	-	-	-	-	(113,582)	(113,582)	392,434	278,852	(97,306)	181,546
Special reserve appropriated	-	-	-	19,112	(19,112)	-	-	-	-	-
Balance at September 30, 2024	\$ 3,892,716	3,267,784	460,228	62,286	1,749,358	2,271,872	330,148	9,762,520	122,828	9,885,348
Balance at January 1, 2025	\$ 3,892,716	3,305,627	460,228	62,286	1,586,995	2,109,509	803,852	10,111,704	167,008	10,278,712
Loss	-	-	-	-	(54,267)	(54,267)	-	(54,267)	(52,110)	(106,377)
Other comprehensive income	-	-	-	-	-	-	(1,008,887)	(1,008,887)	-	(1,008,887)
Total comprehensive income	-	-	-	-	(54,267)	(54,267)	(1,008,887)	(1,063,154)	(52,110)	(1,115,264)
Reversal of special reserve	-	-	-	(62,286)	62,286	-	-	-	-	-
Balance at September 30, 2025	\$ 3,892,716	3,305,627	460,228	-	1,595,014	2,055,242	(205,035)	9,048,550	114,898	9,163,448

See accompanying notes to consolidated financial statements.

(English Translation of Consolidated Financial Statements and Report Originally Issued in Chinese)

SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES**Consolidated Statements of Cash Flows****For the nine months ended September 30, 2025 and 2024****(Expressed in Thousands of New Taiwan Dollars)**

	For the nine months ended September 30	
	2025	2024
Cash flows from (used in) operating activities:		
Loss before tax	\$ (76,994)	(211,540)
Adjustments:		
Adjustments to reconcile profit:		
Depreciation expenses	957,241	1,013,824
Amortization expenses	964	1,248
Net gains on financial assets or liabilities at fair value through profit or loss	(11,212)	(4,800)
Interest expenses	277,472	393,505
Interest income	(59,906)	(89,555)
Shares of losses of associates and joint ventures accounted for using equity method	5,811	6,333
Gains on disposal of property, plant and equipment	(13,941)	(65,396)
Gains on lease modification	-	(34)
Unrealized Exchange (Gain) Loss	(41,014)	15,351
Total adjustments to reconcile profit	1,115,415	1,270,476
Changes in operating assets and liabilities:		
Net (gains) on financial assets or liabilities at fair value through profit or loss	(3,679)	(6,840)
Decrease (increase) in accounts receivable	20,940	(11,989)
Decrease in other receivable	2,681	51,021
Decrease (increase) in inventories	73,316	(2,279)
(Increase) decrease in other current assets	(49,246)	94,991
Decrease in contract liabilities	(14,660)	(24,094)
(Decrease) increase in accounts payable	(40,250)	12,664
Increase (decrease) in other payables	4,558	(4,295)
(Decrease) increase in other current liabilities	(416)	968
Total adjustments	1,108,659	1,380,623
Cash inflow generated from operations	1,031,665	1,169,083
Interest received	59,906	89,555
Interest paid	(292,008)	(419,783)
Income taxes paid	(722)	(117,051)
Net cash flows from operating activities	798,841	721,804
Cash flows from (used in) investing activities:		
Acquisition of financial assets at fair value through other comprehensive income	(16,000)	-
Proceeds from disposal of non-current assets classified as held for sale	273,938	-
Acquisition of property, plant and equipment	(248,693)	(1,511,968)
Proceeds from disposal of property, plant and equipment	214,738	658,179
Increase in refundable deposits	(24)	(119)
Acquisition of intangible assets	(964)	(1,161)
Decrease in other financial assets	104,600	161,257
Increase in prepayments equipment	(1,650)	(683,537)
Increase in prepayments for business facilities	(16,819)	(22,025)
Net cash flows from (used in) investing activities	309,126	(1,399,374)
Cash flows from (used in) financing activities:		
Decrease in short-term loans	(104,000)	-
Proceeds from long-term debt	30,000	741,155
Repayments of long-term debt	(1,006,791)	(1,632,374)
Increase in guarantee deposits received	-	25
Decrease in other payables to related parties	(54)	(30)
Payments of lease liabilities	(4,115)	(3,148)
Net cash flows used in financing activities	(1,084,960)	(894,372)
Effects of exchange rate changes on cash and cash equivalents	(320,231)	54,511
Net decrease in cash and cash equivalents	(297,224)	(1,517,431)
Cash and cash equivalents at beginning of period	2,203,455	3,384,225
Cash and cash equivalents at end of period	\$ 1,906,231	1,866,794

See accompanying notes to consolidated financial statements.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)

SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES

Notes to the Consolidated Financial Statements

September 30, 2025 and 2024

(Expressed in Thousands of New Taiwan Dollars, Unless Otherwise Specified)

(1) Company history

Shih Wei Navigation Co., Ltd. (the “Company”) was incorporated in the Republic of China (ROC) in March 1985. The Company and its subsidiaries (the Group) mainly engages in cargo shipping services and shipping agency, resort hotels for tourists, as well as sales and lease of cargo vessels.

(2) Approval date and procedures of the consolidated financial statements:

These consolidated financial statements were authorized for issue by the Board of Directors on November 13, 2025.

(3) New standards, amendments and interpretations adopted:

- (a) The impact of the IFRS Accounting Standards endorsed by the Financial Supervisory Commission, R.O.C. which have already been adopted.

The Group has initially adopted the following new amendments, which do not have a significant impact on its consolidated financial statements, from January 1, 2025:

- Amendments to IAS21 “Lack of Exchangeability”
- Amendments to IFRS 9 and IFRS 7 “Amendments to the Classification and Measurement of Financial Instruments” regarding the application guidance requirements for Section 4.1 of IFRS 9 and the related disclosure requirements of IFRS 7

- (b) The impact of IFRS Accounting Standards endorsed by the FSC but not yet effective

The Group assesses that the adoption of the following new amendments, effective for annual period beginning on January 1, 2026, would not have a significant impact on its consolidated financial statements:

- IFRS 17 “Insurance Contracts” and amendments to IFRS 17 “Insurance Contracts”
- Amendments to IFRS 9 and IFRS 7 “Amendments to the Classification and Measurement of Financial Instruments” regarding the application guidance requirements for Sections 3.1 and 3.3 of IFRS 9 and the related disclosure requirements of IFRS 7
- Annual Improvements to IFRS Accounting Standards—Volume 11
- Amendments to IFRS 9 and IFRS 7 “Contracts Referencing Nature-dependent Electricity”

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SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

- (c) The impact of IFRS Accounting Standards issued by IASB but not yet endorsed by the FSC

The following new and amended standards, which may be relevant to the Group, have been issued by the International Accounting Standards Board (IASB), but have yet to be endorsed by the FSC:

Standards or Interpretations	Content of amendment	Effective date per IASB
IFRS 18 “Presentation and Disclosure in Financial Statements”	<p>The new standard introduces three categories of income and expenses, two income statement subtotals and one single note on management performance measures. The three amendments, combined with enhanced guidance on how to disaggregate information, set the stage for better and more consistent information for users, and will affect all the entities.</p> <ul style="list-style-type: none"> ● A more structured income statement: under current standards, companies use different formats to present their results, making it difficult for investors to compare financial performance across companies. The new standard promotes a more structured income statement, introducing a newly defined ‘operating profit’ subtotal and a requirement for all income and expenses to be allocated between three new distinct categories based on a company’s main business activities. ● Management performance measures (MPMs): the new standard introduces a definition for management performance measures, and requires companies to explain in a single note to the financial statements why the measure provides useful information, how it is calculated and reconcile it to an amount determined under IFRS Accounting Standards. ● Greater disaggregation of information: the new standard includes enhanced guidance on how companies group information in the financial statements. This includes guidance on whether information is included in the primary financial statements or is further disaggregated in the notes. 	January 1, 2027 note: On September 25, 2025, the FSC issued a press release announcing that Taiwan will adopt IFRS 18 beginning in 2028. Entities that need to adopt the new standard earlier may do with the endorsement of the FSC.

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SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES

Notes to the Consolidated Financial Statements

The Group is evaluating the impact on its consolidated financial position and consolidated financial performance upon the initial adoption of the abovementioned standards or interpretations. The results thereof will be disclosed when the Group completes its evaluation.

The Group does not expect the following other new and amended standards, which have yet to be endorsed by the FSC, to have a significant impact on its consolidated financial statements:

- Amendments to IFRS 10 and IAS 28 “Sale or Contribution of Assets Between an Investor and Its Associate or Joint Venture”
- IFRS 19 “Subsidiaries without Public Accountability: Disclosures” and amendments to IFRS 19 “Subsidiaries without Public Accountability: Disclosures”

(4) Summary of material accounting policies:

(a) Statement of compliance

These consolidated financial statements have been prepared in accordance with the preparation and guidelines of IAS 34 “Interim Financial Reporting” which are endorsed and issued into effect by FSC, and do not include all of the information required by the Regulations and International Financial Reporting Standards, International Accounting Standards, IFRIC Interpretations and SIC Interpretations endorsed and issued into effect by the FSC (hereinafter referred to IFRS Accounting Standards endorsed by the FSC) for a complete set of the annual consolidated financial statements.

Except for following accounting policies mentioned below, the material accounting policies adopted in the consolidated financial statements are the same as those in the consolidated financial statements for the year ended December 31, 2024. For the related information, please refer to note 4.

(b) Basis of consolidation

(i) List of subsidiaries in the consolidated financial statements

List of the subsidiaries included in the consolidated financial statements:

Name investor	Name of investee	Scope of business	Percentage of ownership			Notes
			September 30, 2025	December 31, 2024	September 30, 2024	
The Company	Dong Lien Maritime S.A. Panama	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
The Company	Fortunate Maritime S.A. Panama	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
The Company	Dancewoods Hotel & Resort (Dancewoods)	Resort hotel service and recreational grounds and facilities	55.43 %	55.43 %	51.65 %	
Dong Lien Maritime S.A. Panama	Audrey Pescadores S.A. Panama	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Brave Pescadores S.A.	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Bright Pescadores S.A. Panama	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Brilliant Pescadores S.A.	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Danceflora Pescadores S.A. Panama	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Dancewood Pescadores S.A. Panama	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	

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SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Name investor	Name of investee	Scope of business	Percentage of ownership			Notes
			September 30, 2025	December 31, 2024	September 30, 2024	
Dong Lien Maritime S.A. Panama	Elegant Pescadores S.A. (Panama)	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Endurance Pescadores S.A. Panama	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Eternity Pescadores S.A. Panama	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Excellent Pescadores S.A. (Panama)	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Fair Pescadores S.A. Panama	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Federal Pescadores S.A. Panama	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Forever Pescadores S.A. Panama	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Fourseas Pescadores S.A. Panama	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Gallant Pescadores S.A.	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Genius Pescadores S.A. (Panama)	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Glaring Pescadores S.A. Panama	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Honor Pescadores S.A. Panama	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Huge Pescadores S.A. Panama	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Indigo Pescadores S.A. Panama	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Leader Pescadores S.A. Panama	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Modest Pescadores S.A. Panama	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Moon Bright Shipping Corporation	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Patriot Pescadores S.A. Panama	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Penghu Pescadores S.A. Panama	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Skyhigh Pescadores S.A. Panama	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Spinnaker Pescadores S.A. Panama	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Stamina Pescadores S.A. Panama	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Summit Pescadores S.A. Panama	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Superior Pescadores S.A. Panama	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Trump Pescadores S.A. Panama	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Unicorn Brilliant S.A. Panama	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Valor Pescadores S.A. Panama	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Vigor Pescadores S.A. Panama	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Wise Pescadores S.A. Panama	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Wonderful Pescadores S.A. Panama	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	

(Continued)

SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(c) Classification of current and non-current assets and liabilities

The Group classifies the asset as current under one of the following criteria, and all other assets are classified as non current.

- (i) It expects to realize the asset, or intends to sell or consume it, in its normal operating cycle;
- (ii) It holds the asset primarily for the purpose of trading;
- (iii) It expects to realize the asset within twelve months after the reporting period; or
- (iv) The asset is cash or a cash equivalent (as defined in IAS 7) unless the asset is restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

The Group classifies the liability as current under one of the following criteria, and all other liabilities are classified as non current.

- (i) It expects to settle the liability in its normal operating cycle;
- (ii) It holds the liability primarily for the purpose of trading
- (iii) The liability is due to be settled within twelve months after the reporting period; or
- (iv) It does not have the right at the end of the reporting period to defer settlement of the liability for at least twelve months after the reporting period.

(d) Income taxes

The income tax expenses have been prepared and disclosed in accordance with paragraph B12 of International Financial Reporting Standards 34, Interim Reporting.

Income tax expenses for the period are best estimated by multiplying pre-tax income for the interim reporting period using the effective annual tax rate as forecasted by the management. This should be recognized fully as tax expense for the current period.

Temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and their respective tax bases shall be measured based on the tax rates that have been enacted or substantively enacted at the time of the asset or liability is recovered or settled, and be recognized directly in equity or other comprehensive income as tax expense.

(e) Employee benefits

The pension cost in the interim period was calculated and disclosed on a year-to-date basis by using the actuarially determined pension cost rate at the end of the prior fiscal year.

(Continued)

SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(5) Significant accounting assumptions and judgments, and major sources of estimation uncertainty:

The preparation of the consolidated financial statements in conformity with the Regulations and IFRSs Accounting Standards (in accordance with IAS 34 “Interim Financial Reporting” and endorsed by the FSC) requires management to make judgments, estimates about the future, including climate-related risks and opportunities, that affect the application of the accounting policies and the reported amount of assets, liabilities, income and expenses. Actual results may differ from these estimates.

The preparation of the consolidated financial statements, estimates and underlying assumptions are reviewed on an ongoing basis which are in conformity with the consolidated financial statements for the year ended December 31, 2024. For related information, please refer to Note 5 of the consolidated financial statements for the year ended December 31, 2024.

(6) Explanation of significant accounts:

Except for the following disclosures, there were no material differences in the disclosures of significant accounts between the interim consolidated financial statements for the current period and the 2024 consolidated financial statements. Please refer to note 6 to the 2024 annual consolidated financial statements.

(a) Cash and cash equivalents

	September 30, 2025	December 31, 2024	September 30, 2024
Cash on hand	\$ 38,394	43,844	38,133
Bank deposits	312,097	726,806	591,146
Cash equivalents	<u>1,555,740</u>	<u>1,432,805</u>	<u>1,237,515</u>
Cash and cash equivalents in the consolidated statement of cash flows	<u><u>\$ 1,906,231</u></u>	<u><u>2,203,455</u></u>	<u><u>1,866,794</u></u>

- (i) The above cash and cash equivalent had not been pledged as collateral for borrowings.
- (ii) Bank deposits which did not meet the definition of cash equivalent have been transferred to other financial assets. Please refer to Note 6(c).
- (iii) Please refer to Note 6(t) for the interest rate risk and sensitivity analysis on the financial assets and liabilities of the Group.

(Continued)

SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(b) Financial assets at fair value through profit or loss

	<u>September 30,</u> <u>2025</u>	<u>December 31,</u> <u>2024</u>	<u>September 30,</u> <u>2024</u>
Current:			
Shares of exchange-listed and OTC-listed companies	\$ 22,441	24,141	25,866
Shares of overseas listed	30,884	14,855	6,741
Overseas bonds	4,351	4,475	4,766
Fund	2,232	1,787	1,919
Embedded derivatives-redemption rights (Note 6(k))	<u>420</u>	<u>180</u>	<u>100</u>
	<u>\$ 60,328</u>	<u>45,438</u>	<u>39,392</u>
Non-current:			
Unlisted common shares	<u>\$ 73,025</u>	<u>73,025</u>	<u>51,000</u>
Total	<u>\$ 133,353</u>	<u>118,463</u>	<u>90,392</u>

(i) For information on the Group's hedge on credit, currency and interest rate of its financial instruments, please refer to Note 6(t).

(ii) The above financial assets had not been pledged as collateral for borrowings.

(c) Other financial assets

Other financial assets were as follows:

	<u>September 30,</u> <u>2025</u>	<u>December 31,</u> <u>2024</u>	<u>September 30,</u> <u>2024</u>
Current:			
Restricted assets	<u>\$ 130,552</u>	<u>379,386</u>	<u>151,681</u>
Non-current:			
Restricted assets	<u>\$ 220,759</u>	<u>77,356</u>	<u>121,952</u>

The other financial assets of the Group had been pledged as collateral. Please refer to Note 8.

(d) Investments accounted for using equity method

The components of investments accounted for using equity method at the reporting date were as follows:

	<u>September 30,</u> <u>2025</u>	<u>December 31,</u> <u>2024</u>	<u>September 30,</u> <u>2024</u>
Related party	<u>\$ 44,648</u>	<u>50,458</u>	<u>34,454</u>

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SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(i) Related party

Thermolysis Co., Ltd.'s employee share options were converted into ordinary shares in March and May 2024, resulting in the Group's ownership percentage in Thermolysis Co., Ltd. to decrease from 9.16% to 9.15%. Moreover, in September 2024, \$18,122 thousand in cash was used to subscribe for 824 thousand ordinary shares of Thermolysis Co., Ltd. through a capital increase not in proportion to the existing ownership. Resulting in the Group's ownership percentage in Thermolysis Co., Ltd. to decrease from 9.15% to 8.98%.

In May 2025, Thermolysis Co., Ltd.'s employee share options were converted into ordinary shares, resulting in the Group's ownership percentage in Thermolysis Co., Ltd. to decrease from 8.98% to 8.96%.

Net income attribute to the Group :

	For the three months ended		For the nine months ended	
	September 30		September 30	
	2025	2024	2025	2024
Profit (Loss) from continuing operations	\$ <u>(1,705)</u>	<u>(1,951)</u>	<u>(5,811)</u>	<u>(6,333)</u>

(ii) Pledge

As of September 30, 2025, December 31 and September 30, 2024, the above investments accounted for using the equity method of the Group had not been pledged as collateral.

(e) Subsidiaries that have material non-controlling interest

Subsidiaries that have material non-controlling interest were as follows:

Subsidiaries	Country of registration	Percentage of non-controlling interests		
		September 30, 2025	December 31, 2024	September 30, 2024
Dancewoods Hotel & Resort	Taiwan	44.57 %	44.57 %	48.35 %

In December 2024, the Group increased its investment in its subsidiary, Dancewood Hotel & Resort (hereinafter referred to as "Dancewood Hotel"), by \$133,700 thousand in cash, without proportionate shareholding, thus increasing its equity from 51.65% to 55.43%. The difference between the acquisition cost and the book value of the subsidiary's equity resulting from this transaction was a debit balance of \$16,236 thousand, which was offset by \$7,660 thousand of capital surplus from the same type of transactions, and the remaining \$8,576 thousand was offset against retained earnings.

The following information on the aforementioned subsidiaries have been prepared in accordance with IFRS endorsed by the FSC. Intra-group transactions were not eliminated in this information.

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SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Dancewoods Hotel & Resort financial information

	<u>September 30,</u> <u>2025</u>	<u>December 31,</u> <u>2024</u>	<u>September 30,</u> <u>2024</u>
Current assets	\$ 113,583	312,429	110,557
Non-current assets	2,731,288	2,799,735	2,829,687
Current liabilities	(1,124,116)	(1,175,788)	(1,156,135)
Non-current liabilities	(1,534,219)	(1,632,923)	(1,601,326)
Net assets	<u>\$ 186,536</u>	<u>303,453</u>	<u>182,783</u>
Non-controlling interest	<u>\$ 114,898</u>	<u>167,008</u>	<u>122,828</u>

	<u>For the three months ended</u> <u>September 30</u>		<u>For the nine months ended</u> <u>September 30</u>	
	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>
Operating revenue	<u>\$ 55,302</u>	<u>48,708</u>	<u>148,418</u>	<u>137,560</u>
Profit (loss) from continuing operations	\$ (57,619)	(55,206)	(116,917)	(201,254)
Other comprehensive income	-	-	-	-
Comprehensive income	<u>\$ (57,619)</u>	<u>(55,206)</u>	<u>(116,917)</u>	<u>(201,254)</u>
Net income (loss) attribute to non-controlling interest	<u>\$ (25,681)</u>	<u>(26,691)</u>	<u>(52,110)</u>	<u>(97,306)</u>
Comprehensive income (loss) attribute to non-controlling interest	<u>\$ (25,681)</u>	<u>(26,691)</u>	<u>(52,110)</u>	<u>(97,306)</u>

	<u>For the nine months ended</u> <u>September 30</u>	
	<u>2025</u>	<u>2024</u>
Net cash flows from operating activities	\$ (55,464)	(115,565)
Net cash flows from investing activities	(5,518)	(8,900)
Net cash flows from financing activities	(125,344)	28,603
Net (decrease) increase in cash and cash equivalents	<u>\$ (186,326)</u>	<u>(95,862)</u>

(f) Property, plant and equipment

The cost, depreciation, and impairment of the property, plant and equipment of the Group were as follows:

	<u>Land</u>	<u>Buildings</u>	<u>Vessel Equipment</u>	<u>Other Equipment</u>	<u>Total</u>
Cost or deemed cost:					
Balance on January 1, 2025	\$ 684,976	2,528,932	26,155,273	704,861	30,074,042
Additions	-	3,257	242,288	3,148	248,693
Disposals and retirements	-	-	(848,495)	(477)	(848,972)
Effect of change in foreign exchange rates	-	-	(1,849,403)	-	(1,849,403)
Balance on September 30, 2025	<u>\$ 684,976</u>	<u>2,532,189</u>	<u>23,699,663</u>	<u>707,532</u>	<u>27,624,360</u>

(Continued)

SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	<u>Land</u>	<u>Buildings</u>	<u>Vessel Equipment</u>	<u>Other Equipment</u>	<u>Total</u>
Balance on January 1, 2024	\$ 684,976	2,523,165	26,204,513	688,139	30,100,793
Additions	-	3,824	1,498,116	10,028	1,511,968
Disposals and retirements	-	-	(1,549,144)	(181)	(1,549,325)
Prepayments for equipment (reclassification)	-	-	-	5,327	5,327
Effect of change in foreign exchange rates	-	-	806,108	-	806,108
Balance on September 30, 2024	<u>\$ 684,976</u>	<u>2,526,989</u>	<u>26,959,593</u>	<u>703,313</u>	<u>30,874,871</u>
Depreciation and impairment loss:					
Balance on January 1, 2025	\$ -	417,809	12,771,256	571,690	13,760,755
Depreciation for the period	-	43,526	878,945	30,536	953,007
Disposals and retirements	-	-	(647,860)	(315)	(648,175)
Effect of change in foreign exchange rates	-	-	(914,997)	-	(914,997)
Balance on September 30, 2025	<u>\$ -</u>	<u>461,335</u>	<u>12,087,344</u>	<u>601,911</u>	<u>13,150,590</u>
Balance on January 1, 2024	\$ -	360,692	12,751,476	499,107	13,611,275
Depreciation for the period	-	42,764	913,012	54,864	1,010,640
Disposals and retirements	-	-	(956,454)	(88)	(956,542)
Effect of change in foreign exchange rates	-	-	391,286	-	391,286
Balance on September 30, 2024	<u>\$ -</u>	<u>403,456</u>	<u>13,099,320</u>	<u>553,883</u>	<u>14,056,659</u>
Carrying value:					
Balance on January 1, 2025	<u>\$ 684,976</u>	<u>2,111,123</u>	<u>13,384,017</u>	<u>133,171</u>	<u>16,313,287</u>
Balance on September 30, 2025	<u>\$ 684,976</u>	<u>2,070,854</u>	<u>11,612,319</u>	<u>105,621</u>	<u>14,473,770</u>
Balance on January 1, 2024	<u>\$ 684,976</u>	<u>2,162,473</u>	<u>13,453,037</u>	<u>189,032</u>	<u>16,489,518</u>
Balance on September 30, 2024	<u>\$ 684,976</u>	<u>2,123,533</u>	<u>13,860,273</u>	<u>149,430</u>	<u>16,818,212</u>

- (i) Operating leases relate to leases of vessel equipment and equipment under finance leases, with lease terms within 25 months and extendable for another 4-15 months. All operating lease contracts contain market review clauses in the event that the lessees exercise their options to extend. The lessees do not have bargain purchase options to acquire the assets upon maturity of the lease.
- (ii) The Group entered into a sales agreement in April 2025, at the amount of \$201,584 thousand (USD 6,880 thousand), the sales price with book value of \$188,340 thousand (USD 6,428 thousand) (net of transaction costs), wherein the delivery procedures have been completed in accordance with the contract, resulting in the disposal gain of \$14,390 thousand to be recognized as disposal of property, plant and equipment in the consolidated comprehensive income statement.
- (iii) The Group entered into sales agreement in March and May 2024, at the amounts of \$227,150 thousand (USD \$7,000 thousand) and \$438,854 thousand (USD \$13,524 thousand), the sales prices with book values of \$227,085 thousand (USD \$6,998 thousand) and \$372,558 thousand (USD \$11,481 thousand), wherein the delivery procedures had been completed in accordance with the contract, resulting in the disposal gain of \$65,220 thousand to be recognized as disposal of property, plant and equipment in the consolidated comprehensive income statement.

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SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(iv) Non-current assets held for sale

On December 24, 2024, the Group's Board of Directors resolved to sell ships. The sale agreement was signed in January 2025, and the related sale procedures have begun. The vessel was sold in February 2025, with net proceeds from the sale (after deducting transaction costs) amounting to \$273,938 thousand (USD \$8,356 thousand).

(v) As of September 30, 2025, December 31 and September 30, 2024, the above property, plant and equipment were pledged as collateral. Please refer to Note 8.

(g) Right-of-use assets

	<u>Land</u>	<u>Buildings</u>	<u>Other Equipment</u>	<u>Total</u>
Carrying value:				
Balance on January 1, 2025	\$ <u>420</u>	<u>17,273</u>	<u>598</u>	<u>18,291</u>
Balance on September 30, 2025	\$ <u>638</u>	<u>13,469</u>	<u>324</u>	<u>14,431</u>
Balance on January 1, 2024	\$ <u>128</u>	<u>11,023</u>	<u>640</u>	<u>11,791</u>
Balance on September 30, 2024	\$ <u>485</u>	<u>18,541</u>	<u>797</u>	<u>19,823</u>

For the periods from January 1 to September 30, 2025 and 2024, there were no significant additions to, impairments of, or reversals of, the right-of-use assets recognized by the Group in relation to the leased land, buildings, and other equipment. For further details, please refer to Note 6(g).

(h) Short-term loans

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Secured bank loans	\$ <u>672,000</u>	<u>776,000</u>	<u>776,000</u>
Unused short-term credit lines	\$ <u>170,000</u>	<u>98,355</u>	<u>94,950</u>
Range of interest rate	<u>2.22%~3.4%</u>	<u>2.157%~3.16%</u>	<u>2.25%~3.1554%</u>

(i) Borrowing and repayment

For the nine months ended September 30, 2025 and 2024, the Group borrowed the amounts of \$646,000 thousand and \$1,300,000 thousand. In addition, the Group repaid the amounts of \$750,000 thousand and \$1,300,000 thousand, respectively.

(ii) Collateral for bank loan

The Group pledged its assets as collateral for its loans. Please refer to Note 8.

(Continued)

SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(i) Long-term loans

The details were as follows:

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Secured bank loans	\$ 6,110,960	7,443,686	7,967,737
Less: current portion	<u>(2,294,249)</u>	<u>(1,334,991)</u>	<u>(2,286,160)</u>
Total	<u>\$ 3,816,711</u>	<u>6,108,695</u>	<u>5,681,577</u>
Unused long-term credit lines	<u>\$ -</u>	<u>-</u>	<u>500,000</u>
Range of interest rate	<u>0.5%~6.35%</u>	<u>0.5%~7.53%</u>	<u>0.5%~7.30%</u>

(i) Dancewoods Hotel & Resort signed a syndicated loans contract with a financial institution in the second quarter of 2017, and signed an extension contract in December 2023. The credit period extends from the first drawdown date to the expiration date of 12 years. The loan amount is 2.3 billion, and the repayment method includes maturity repayment and amortization. As of September 30, 2025, the company had allocated long-term and short-term borrowings of \$2,282,080 thousand, which were paid off gradually from August 2023 to May 2029. According to the contract, exemption from reviewing financial ratios from 2022 to 2024, and waiver of additional markups on the borrowing rate due to noncompliance with financial commitments were granted. From 2025, the following financial ratios will be reviewed in the financial report:

- 1) Interest coverage ratio [(net profit before tax + depreciation + amortization + interest expense) / interest expense]: should be maintained at more than 1.5 times.
- 2) Net worth: not less than \$400,000 thousand.

These financial ratios are based on the annual financial report of Dancewoods Hotel & Resort. The above financial ratios have been reviewed since the 2025 annual financial report and are reviewed annually. If the borrower defaults on any of the above financial commitments during the current period, the borrower may adjust it before providing the non-consolidated financial report for the next year that has been audited and certified by accountants. If the adjusted financial ratios audited by accountants comply with the above financial statements, ratio, it will not be regarded as a default event, but starting from the latest interest rate adjustment base date after the review date, the loan interest rate shall be increased by an additional 0.05% until the next review of financial ratios meets the financial ratios in this paragraph.

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SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(ii) Borrowing and repayment

For the nine months ended September 30, 2025 and 2024, the Group borrowed the amounts of \$30,000 thousand and \$741,155 thousand, with maturities set in October 2031 and March 2030, respectively. In addition, the Group repaid \$1,006,791 thousand and \$1,632,374 thousand, respectively.

(iii) Collateral for bank loan

The Group pledged its assets as collateral for its loans; please refer to Note 8.

(j) Short-term notes and bills payable

September 30, 2025			
	Guarantee or acceptance institution	Range of interest rates(%)	Amount
Commercial paper payable	Mega Bills	3.468%	\$ 100,000
Less: Discount on short-term notes and bills payable			(456)
Total			\$ 99,544
December 31, 2024			
	Guarantee or acceptance institution	Range of interest rates(%)	Amount
Commercial paper payable	Mega Bills	3.468%	\$ 100,000
Less: Discount on short-term notes and bills payable			(219)
Total			\$ 99,781
September 30, 2024			
	Guarantee or acceptance institution	Range of interest rates(%)	Amount
Commercial paper payable	Mega Bills	2.68%~2.70%	\$ 100,000

For the nine months ended September 30, 2025 and 2024, the Group borrowed the amount of \$0 thousand and \$0 thousand; with an interest rate of 3.468% and 2.70% maturing in November 2025 and October 2024, respectively.

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SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(k) Bonds Payable

The information on the issuance of secured convertible bonds of the Group was as follows:

	<u>September 30,</u> <u>2025</u>	<u>December 31,</u> <u>2024</u>	<u>September 30,</u> <u>2024</u>
Total amount of secured convertible bonds issued sixth time domestically	\$ 500,000	500,000	500,000
Total amount of secured convertible bonds issued seventh time domestically	600,000	600,000	
Unamortized balance of discount on bonds payable	(32,927)	(48,295)	(15,377)
Cumulative converted amount	(100)	(100)	(100)
Less: Current portion due within one year	<u>(493,393)</u>	<u>-</u>	<u>-</u>
Balance of bonds payable at the end of the period	<u>\$ 573,580</u>	<u>1,051,605</u>	<u>484,523</u>
Embedded derivatives-redemption rights (listed in FVTPL-current)	<u>\$ 420</u>	<u>180</u>	<u>100</u>
Components of equity-conversion rights(listed in APIC-share option)	<u>\$ 107,127</u>	<u>107,127</u>	<u>61,624</u>
	<u>For the three months ended</u> <u>September 30</u>	<u>For the nine months ended</u> <u>September 30</u>	
	<u>2025</u>	<u>2024</u>	<u>2025</u> <u>2024</u>
Embedded derivatives-redemption rights (listed in financial assets at fair value through profit or loss)	<u>\$ 120</u>	<u>(200)</u>	<u>240</u> <u>(100)</u>
Interest expense	<u>\$ 5,147</u>	<u>2,193</u>	<u>15,368</u> <u>6,548</u>

The Group did not issue, repurchase, or repay, any corporate bonds payable between January 1 and September 30, 2025 and 2024. Please refer to Note 6 (k) for more details.

(l) Current provisions

	<u>September 30,</u> <u>2025</u>	<u>December 31,</u> <u>2024</u>	<u>September 30,</u> <u>2024</u>
Litigation provision	<u>\$ 11,532</u>	<u>13,114</u>	<u>12,660</u>

Litigation provision was estimated by the management based on a lawsuit filed by the International Transport Workers Federation (ITF) in 2020. There were no significant changes in provisions for the nine months ended September 30, 2025 and 2024. Please refer to note 9 for more details.

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SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(m) Lease liabilities

The Group's lease liabilities were as follows:

	September 30, 2025	December 31, 2024	September 30, 2024
Current	<u>\$ 5,593</u>	<u>5,393</u>	<u>5,354</u>
Non-current	<u>\$ 9,277</u>	<u>13,218</u>	<u>14,581</u>

Please refer to Note 6(t) for maturity analysis.

The amounts recognized in profit or loss were as follows:

	For the three months ended September 30		For the nine months ended September 30	
	2025	2024	2025	2024
Interest on lease liabilities	<u>\$ 113</u>	<u>107</u>	<u>365</u>	<u>279</u>
Expenses relating to short-term leases	<u>\$ 249</u>	<u>195</u>	<u>694</u>	<u>677</u>
Expenses relating to leases of low-value assets, excluding short-term leases of low-value assets	<u>\$ 433</u>	<u>279</u>	<u>908</u>	<u>708</u>

The amount recognized in the statement of cash flows for the Group was as follows:

	For the nine months ended September 30	
	2025	2024
Total cash outflow for leases	<u>\$ 6,082</u>	<u>4,812</u>

(i) Real estate leases

The Group leases land, buildings and equipment for its office use, with lease terms ranging from 3 to 5 years.

(ii) Other leases

The Group also has short-term leases or leases of low-value items. The Group has elected not to recognize its right-of-use assets and lease liabilities for these leases.

(n) Employee benefits

(i) Defined benefit plans

Management believes that there was no material volatility of the market, no material reimbursement and settlement or other material one-time events since prior fiscal year. As a result, the pension cost in the accompanying interim was measured and disclosed according to the actuarial report as of December 31, 2024 and 2023.

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SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

The expenses recognized in profit or loss for the Group were as follows:

	For the three months ended September 30		For the nine months ended September 30	
	2025	2024	2025	2024
	Operating expense	\$ 7	7	14

(ii) Defined contribution plans

The contributions of the Group to the Bureau of Labor Insurance for the employee pension benefits were as follows:

	For the three months ended September 30		For the nine months ended September 30	
	2025	2024	2025	2024
	Operating costs	\$ 645	609	1,911
Operating expenses	1,659	1,641	4,810	4,854
Total	\$ 2,304	2,250	6,721	6,738

(o) Income tax

(i) The components of income tax for the three months and the nine months ended September 30, 2025 and 2024 were as follows:

	For the three months ended September 30		For the nine months ended September 30	
	2025	2024	2025	2024
	Current tax expenses			
Current periods	\$ 13,827	5,599	16,918	5,599
Previous year income tax over/under estimation	55	-	55	(586)
Deferred tax expenses				
Occurrence and reversal of temporary differences	(32,190)	12,372	12,410	(5,665)
Income tax expenses	\$ (18,308)	17,971	29,383	(652)

(ii) The Company and the domestic subsidiary's income tax returns were examined and approved by the tax authority detailed as follows:

Company	Approved year
The Company	2023(2022 Pending Approval)
Dancewoods Hotel & Resort	2022

(Continued)

SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(p) Capital and other equity

As of September 30, 2025 and 2024, the Company's authorized capital consisted of 500,000 thousand shares, amounting to \$5,000,000 thousand, with par value of \$10 (New Taiwan dollars) per share. All of the issued shares were ordinary shares consisted of 389,271 thousand, respectively, and the funds had been received.

(i) Capital surplus

The components of the capital surplus were as follows:

	<u>September 30,</u> <u>2025</u>	<u>December 31,</u> <u>2024</u>	<u>September 30,</u> <u>2024</u>
Issuance of shares at a premium	\$ 2,742,374	2,742,374	2,742,374
Treasury stock transactions	701	701	701
The difference between consideration received or paid and the carrying amount of subsidiaries' net assets during actual disposal or acquisition	-	-	3,603
Changes in percentage of ownership interest in subsidiaries	-	-	4,057
Conversion of bonds	372,330	372,330	372,330
Employee stock options	13,737	13,737	13,737
Share option	107,127	107,127	61,624
Other	69,358	69,358	69,358
	<u>\$ 3,305,627</u>	<u>3,305,627</u>	<u>3,267,784</u>

(ii) Retained earnings

The Company's articles of incorporation require that after-tax earnings shall first be offset against any deficit, and 10% of the remaining balance shall be set aside as legal reserve. The appropriation for legal reserve is discontinued when the balance of the legal reserve equals the total authorized capital. Special reserve may be appropriated for operations or to meet regulations. The remaining earnings, if any, may be appropriated according to the proposal presented in the annual shareholders' meeting by the Board of Directors.

In accordance with the Company's Articles of Incorporation, which were approved during the shareholders' meeting, The net amount of other equity deductions accumulated by the Company in the previous period shall be included in the special surplus reserve of the same amount from the undistributed surplus of the previous period, and if there is still any shortfall, the amount of the net profit after tax for the current period shall be included in the undistributed surplus of the current period by adding items other than the net profit after tax for the current period.

(Continued)

SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

In response to competition in maritime market, the Company's dividend policy is based on the principle of prudence, under which the Company considers its long-term financing structure and operations. Thus, when earnings and funds become sufficient for operations and expansion, cash dividends or stock dividends will be distributed. The distribution of cash dividends should be at least 10% of earnings.

1) Legal reserve

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

2) Special reserve

In accordance with the rule issued by the FSC, a portion of the current-period earnings and undistributed prior-period earnings shall be reclassified as special earnings reserve during earnings distribution. The amount to be reclassified should equal the current-period total net reduction of other shareholders' equity. Similarly, a portion of undistributed prior period earnings shall be reclassified as special earnings reserve (and does not qualify for earnings distribution) to account for cumulative changes to other shareholders' equity pertaining to prior periods. The amounts of subsequent reversals pertaining to the net reduction of other shareholders' equity shall qualify for additional distributions. As of September 30, 2025, the special earnings reserve was amounted \$0 thousand.

3) Earnings distribution

Earnings distribution for the years ended December 31, 2024 and December 31, 2023, was decided by the resolution adopted at the board meeting held on June 25, 2025 and June 25, 2024. The earnings were distributed as follows:

(iii) OCI accumulated in reserves, net of tax

	Exchange differences on translation of foreign financial statements
Balance on January 1, 2025	\$ 803,852
Exchange differences on foreign operations	<u>(1,008,887)</u>
Balance on September 30, 2025	<u>\$ (205,035)</u>
Balance on January 1, 2024	\$ (62,286)
Exchange differences on foreign operations	<u>392,434</u>
Balance on September 30, 2024	<u>\$ 330,148</u>

(Continued)

SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(q) Earnings per share

The basic earnings per share and diluted earnings per shares were calculated as follows:

(i) Basic earnings per share (NT dollars)

	<u>For the three months ended</u> <u>September 30</u>		<u>For the nine months ended</u> <u>September 30</u>	
	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>
Profit (Loss) attributable to ordinary shareholders of the company	\$ <u>(90,729)</u>	<u>77,275</u>	<u>(54,267)</u>	<u>(113,582)</u>
Weighted-average number of ordinary shares (shares in thousands)	<u>389,272</u>	<u>389,272</u>	<u>389,272</u>	<u>389,272</u>
	\$ <u>(0.23)</u>	<u>0.20</u>	<u>(0.14)</u>	<u>(0.29)</u>

(ii) Diluted earnings per share (NT dollars)

	<u>For the three months ended</u> <u>September 30</u>		<u>For the nine months ended</u> <u>September 30</u>	
	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>
Profit (Loss) attributable to ordinary shareholders of the company (diluted)	\$ <u>(90,729)</u>	<u>77,275</u>	<u>(54,267)</u>	<u>(113,582)</u>
Weighted-average number of ordinary shares (shares in thousands)	389,272	389,272	389,272	389,272
The impact of conversion of convertible corporate bonds (Note)	-	-	-	-
Weighted-average number of ordinary shares (shares in thousands)	<u>389,272</u>	<u>389,272</u>	<u>389,272</u>	<u>389,272</u>
	\$ <u>(0.23)</u>	<u>0.20</u>	<u>(0.14)</u>	<u>(0.29)</u>

Note: The item has an anti-dilutive effect on January 1 to September 30, 2025 and 2024, and hence it is not included in the calculation of diluted earnings per share.

(Continued)

SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(r) Revenue from contracts with customers

(i) Details of revenue

	For the three months ended September 30, 2025		
	Shipping segment	Tourism segment	Total
Primary geographical markets:			
Taiwan	\$ 110	55,300	55,410
Asia	621,614	-	621,614
Europe	87,640	-	87,640
Other	10,756	-	10,756
	\$ 720,120	55,300	775,420
Major products/services lines:			
Rental income	\$ 720,120	212	720,332
Other operating income	-	55,088	55,088
	\$ 720,120	55,300	775,420
	For the three months ended September 30, 2024		
	Shipping segment	Tourism segment	Total
Primary geographical markets:			
Taiwan	\$ 9	48,546	48,555
Asia	734,039	-	734,039
Europe	139,280	-	139,280
Other	20,674	-	20,674
	\$ 894,002	48,546	942,548
Major products/services lines:			
Rental income	\$ 894,002	169	894,171
Other operating income	-	48,377	48,377
	\$ 894,002	48,546	942,548

(Continued)

SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	For the nine months ended September 30, 2025		
	Shipping segment	Tourism segment	Total
Primary geographical markets:			
Taiwan	\$ 511	148,328	148,839
Asia	1,860,215	-	1,860,215
Europe	298,109	-	298,109
Other	19,363	-	19,363
	<u>\$ 2,178,198</u>	<u>148,328</u>	<u>2,326,526</u>
Major products/services lines:			
Rental income	\$ 2,178,198	574	2,178,772
Other operating income	-	147,754	147,754
	<u>\$ 2,178,198</u>	<u>148,328</u>	<u>2,326,526</u>
	For the nine months ended September 30, 2024		
	Shipping segment	Tourism segment	Total
Primary geographical markets:			
Taiwan	\$ 37	137,356	137,393
Asia	2,032,014	-	2,032,014
Europe	374,170	-	374,170
Other	20,634	-	20,634
	<u>\$ 2,426,855</u>	<u>137,356</u>	<u>2,564,211</u>
Major products/services lines:			
Rental income	\$ 2,426,855	379	2,427,234
Other operating income	-	136,977	136,977
	<u>\$ 2,426,855</u>	<u>137,356</u>	<u>2,564,211</u>

(ii) Contract balances

	September 30, 2025	December 31, 2024	September 30, 2024
Contract liabilities	<u>\$ 90,049</u>	<u>109,454</u>	<u>93,733</u>

The opening balances of contract liabilities amounting to \$109,454 thousand and \$115,602 thousand, as of January 1, 2025 and 2024 were recognized as income for the nine months ended September 30, 2025 and 2024, respectively.

(Continued)

SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(s) Remunerations to employees and directors

On June 25, 2025, the Company resolved at the shareholders' meeting to amend its Articles of Incorporation. According to the amended Articles, if the Company has profit in a given fiscal year, the profit shall be used to offset against any accumulated losses incurred by the Company. The remainder, if any, 2% shall be allocated as employee remuneration (including a minimum of 10% to those base-level employees) and a maximum of 5% as remunerations for directors and supervisors. The recipients of the aforementioned employee remuneration, whether in the form of shares or cash, may include employees of the subsidiaries who meet certain specific requirements. Prior to the amendment, the Articles of Incorporation stipulated that, if the Company has profit in a given fiscal year, the profit shall be used to offset against any accumulated losses incurred by the Company. The remainder, if any, 2% should be allocated as employee remuneration and no more than 5% as remunerations for directors and supervisors. The recipients of the aforementioned employee remuneration, whether in the form of shares or cash, could include employees of the subsidiaries who met certain specific requirements.

No remunerations to employees and directors were accrued for the nine months ended September 30, 2025 and 2024 due to the net loss after tax incurred by the Company. Related information would be available on the Market Observation Post System website.

(t) Financial instruments

Except for the contention mentioned below, there was no significant change in the fair value of the Group's financial instruments and degree of exposure to credit risk, liquidity risk and market risk arising from financial instruments. For related information, please refer to note 6(t) of the consolidated financial statements for the year ended December 31, 2024.

(i) Credit risk

1) Credit risk exposure

The carrying amounts of financial assets and contract assets represent the maximum credit risk exposure.

2) Concentration of credit risk

As of September 30, 2025, December 31 and September 30, 2024, the accounts receivable amounted to \$16,816 thousand, \$39,952 thousand, \$40,354 thousand, constituting 0.09%, 0.19% and 0.20%, respectively, of the consolidated total assets. The Group does not have any significant credit risk due to most of its reputable customers.

(Continued)

SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(ii) Liquidity risk

The following are the contractual maturities of financial liabilities, including the interest payment and excluding the impact of netting agreements.

	<u>Carrying amount</u>	<u>Contractual cash flows</u>	<u>within 6 months</u>	<u>6-12months</u>	<u>1-2 years</u>	<u>2-5 years</u>	<u>More than 5 years</u>
September 30, 2025							
Non-derivative financial liabilities							
Secured bank loans	\$ 6,782,960	7,074,379	1,669,033	1,718,766	1,745,190	1,940,660	730
Short-term notes and bills payable	99,544	100,000	100,000	-	-	-	-
Non-interest bearing liabilities	275,293	275,293	275,293	-	-	-	-
Lease liabilities	14,870	15,562	2,928	3,016	4,080	5,538	-
Bonds payable	<u>1,066,973</u>	<u>1,100,000</u>	<u>-</u>	<u>500,000</u>	<u>-</u>	<u>600,000</u>	<u>-</u>
	<u>\$ 8,239,640</u>	<u>8,565,234</u>	<u>2,047,254</u>	<u>2,221,782</u>	<u>1,749,270</u>	<u>2,546,198</u>	<u>730</u>
December 31, 2024							
Non-derivative financial liabilities							
Secured bank loans	\$ 8,219,686	8,982,543	1,656,557	1,104,378	3,362,396	2,856,048	3,164
Short-term notes and bills payable	99,781	100,000	100,000	-	-	-	-
Non-interest bearing liabilities	359,393	359,393	359,393	-	-	-	-
Lease liabilities	18,611	19,849	2,929	2,929	5,610	8,381	-
Bonds payable	<u>1,051,605</u>	<u>1,100,000</u>	<u>-</u>	<u>-</u>	<u>500,000</u>	<u>600,000</u>	<u>-</u>
	<u>\$ 9,749,076</u>	<u>10,561,785</u>	<u>2,118,879</u>	<u>1,107,307</u>	<u>3,868,006</u>	<u>3,464,429</u>	<u>3,164</u>
September 30, 2024							
Non-derivative financial liabilities							
Secured bank loans	\$ 8,743,737	9,563,311	2,349,814	1,087,077	2,964,551	3,157,893	3,976
Notes and accounts payable	100,000	100,000	100,000	-	-	-	-
Non-interest bearing liabilities	410,968	410,968	410,968	-	-	-	-
Lease liabilities	19,935	21,112	2,928	2,928	5,857	9,399	-
Bonds payable	<u>484,523</u>	<u>500,000</u>	<u>-</u>	<u>-</u>	<u>500,000</u>	<u>-</u>	<u>-</u>
	<u>\$ 9,759,163</u>	<u>10,595,391</u>	<u>2,863,710</u>	<u>1,090,005</u>	<u>3,470,408</u>	<u>3,167,292</u>	<u>3,976</u>

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

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SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(iii) Market risk

1) Currency risk

The Group's significant exposures to foreign currency risk was as follows:

	September 30, 2025			December 31, 2024			September 30, 2024		
	Foreign currency	Exchan ge rate	NTD	Foreign currency	Exchan ge rate	NTD	Foreign currency	Exchan ge rate	NTD
<u>Financial assets</u>									
<u>Monetary items</u>									
NTD:USD	\$ 6,143	30.4450	187,017	3,649	32.7850	119,632	10,138	31.6500	320,857
JPY:USD	35,808	0.0068	7,369	30,262	0.0064	6,352	50,809	0.0070	11,295
<u>Financial liabilities</u>									
<u>Monetary items</u>									
USD:NTD	75,000	30.4450	2,283,375	75,996	32.7850	2,491,536	64,996	31.6500	2,057,130
USD:JPY	32,839	0.0068	6,758	38,582	0.0064	8,098	52,884	0.0070	11,756

A strengthening (weakening) of 1% of the NTD against the USD for the nine months ended September 30, 2025 and 2024, would have increased (decreased) the net profit after tax by \$16,766 thousand and \$13,894 thousand, respectively. This analysis is based on foreign currency exchange rate variances that the Group considered to be reasonably possible at the reporting date. The analysis assumes that all other variables remain constant and ignores any impact of forecasted sales and purchases. The analysis assumes that all other variables remain constant, and is performed on the same basis for the nine months ended September 30, 2025 and 2024.

Since the Group has many kinds of functional currency, the information on foreign exchange gain (loss) on monetary items is disclosed by total amount. For the three months and nine months ended September 30, 2025 and 2024, foreign exchange gain (loss) (including realized and unrealized portions) amounted to (108,344) thousand, 64,021 thousand, \$208,483 thousand \$(62,947) thousand, respectively.

2) Interest rate analysis

Please refer to the notes on liquidity risk management and interest rate exposure of the Group's financial assets and liabilities.

The following sensitivity analysis is based on the exposure to the interest rate risk of derivative and non-derivative financial instruments on the reporting date. Regarding assets with variable interest rates, the analysis is based on the assumption that the amount of assets outstanding at the reporting date was outstanding throughout the year. The rate of change is expressed as the interest rate increases or decreases by 0.5% when reporting to the management internally, which also represents the Group management's assessment of the reasonably possible interest rate change.

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SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

If the interest rate had increased or decreased by 0.5% basis points, the Group's net income would have increased or decreased by \$20,349 thousand and \$26,231 thousand for the nine months ended September 30, 2025 and 2024, respectively, with all other variable factors remaining constant. This is mainly due to the Group's borrowing at variable rates.

3) Other market price risk

The Group was exposed to equity price risk on its investments classified as financial assets at FVTPL. For the nine months ended September 30, 2025 and 2024, the sensitivity analyses for the changes in the securities price at the reporting date were performed using the same basis for the profit and loss as illustrated below:

<u>Prices of securities at the reporting date</u>	For the nine months ended September 30			
	2025		2024	
	Other comprehensive income after tax	Net income	Other comprehensive income after tax	Net income
Increasing 5%	\$ <u>800</u>	<u>6,647</u>	<u>-</u>	<u>4,515</u>
Decreasing 5%	\$ <u>(800)</u>	<u>(6,647)</u>	<u>-</u>	<u>(4,515)</u>

(iv) Fair value of financial instruments

1) The Categories and Fair values of Financial Instruments

The Group assesses its financial instruments at fair value through profit or loss on a recurring basis by using the fair value method.

The carrying amount and fair value of the Group's financial assets and liabilities, including the information on fair value hierarchy were as follows; however, except as described in the following paragraphs, for financial instruments not measured at fair value whose carrying amount is reasonably close to the fair value, and lease liabilities, disclosure of fair value information is not required:

	September 30, 2025			
	Book Value	Fair Value		
	Level 1	Level 2	Level 3	
Financial assets at fair value through profit or loss				
Non derivative financial assets mandatorily measured at fair value through profit or loss	\$ <u>133,353</u>	<u>59,908</u>	<u>-</u>	<u>73,445</u>
Financial assets at fair value through other comprehensive income				
Equity investment	<u>16,000</u>	<u>-</u>	<u>-</u>	<u>16,000</u>

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SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

September 30, 2025					
	Book Value	Fair Value			Total
		Level 1	Level 2	Level 3	
Financial assets measured at amortized cost					
Cash and cash equivalents	\$ 1,906,231	-	-	-	-
Accounts receivable	16,816	-	-	-	-
Other receivabale	53,519	-	-	-	-
Other financial assets-current and non-current	351,311	-	-	-	-
Refundable deposit	30,770	-	-	-	-
Subtotal	<u>\$ 2,358,647</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Financial liabilities at amortized cost					
Bank loans	\$ 6,782,960	-	-	-	-
Short-term notes and bills payable	99,544	-	-	-	-
Notes payable and accounts payable	128,150	-	-	-	-
Other payables (include related parties)	147,143	-	-	-	-
Lease liabilities	14,870	-	-	-	-
Bonds payable	1,066,973	-	-	-	-
Subtotal	<u>\$ 8,239,640</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
December 31, 2024					
	Book Value	Fair Value			Total
		Level 1	Level 2	Level 3	
Financial assets at fair value through profit or loss					
Non derivative financial assets mandatorily measured at fair value through profit or loss	\$ 118,463	45,258	-	73,205	118,463
Financial assets measured at amortized cost					
Cash and cash equivalents	\$ 2,203,455	-	-	-	-
Accounts receivable	39,952	-	-	-	-
Other receivabale	60,356	-	-	-	-
Other financial assets-current and non-current	456,742	-	-	-	-
Refundable deposits	30,746	-	-	-	-
Subtotal	<u>\$ 2,791,251</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

(Continued)

SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

		December 31, 2024				
		Fair Value				
Book Value	Level 1	Level 2	Level 3	Total		
Financial liabilities at amortized cost						
Bank loans	\$ 8,219,686	-	-	-	-	
Short-term notes and bills payable	99,781	-	-	-	-	
Notes payable and accounts payable	179,718	-	-	-	-	
Other payables (include related parties and dividends payable)	179,675	-	-	-	-	
Lease liabilities	18,611	-	-	-	-	
Bonds payable	<u>1,051,605</u>	-	-	-	-	
Subtotal	<u>\$ 9,749,076</u>	-	-	-	-	
		September 30, 2024				
		Fair Value				
Book Value	Level 1	Level 2	Level 3	Total		
Financial assets at fair value through profit or loss						
Non derivative financial assets mandatorily measured at fair value through profit or loss	\$ <u>90,392</u>	<u>39,292</u>	-	<u>51,100</u>	<u>90,392</u>	
Financial assets measured at amortized cost						
Cash and cash equivalents	\$ 1,866,794	-	-	-	-	
Accounts receivable	40,354	-	-	-	-	
Other receivabale	80,617	-	-	-	-	
Other financial assets-current and non-current	273,633	-	-	-	-	
Refundable deposits	<u>30,806</u>	-	-	-	-	
Subtotal	<u>\$ 2,292,204</u>	-	-	-	-	

(Continued)

SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	September 30, 2024				
	Book Value	Fair Value			Total
		Level 1	Level 2	Level 3	
Financial liabilities at amortized cost					
Bank loans	\$ 8,743,737	-	-	-	-
Short-term notes and bills payable	100,000	-	-	-	-
Notes payable and accounts payable	171,322	-	-	-	-
Other payables (include related parties)	239,646	-	-	-	-
Lease liabilities	19,935	-	-	-	-
Bonds Payable	<u>484,523</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Subtotal	<u>\$ 9,759,163</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

2) Valuation techniques for financial instruments not measured at fair value

The Group's valuation techniques and assumptions used for financial instruments not measured at fair value are as follows:

2.1) Financial assets and financial liabilities measured at amortized cost

If there is quoted price generated by transactions, the recent transaction price and quoted price data are used as the basis for fair value measurement. However, if no quoted prices are available, the discounted cash flows are used to estimate the fair values.

3) Valuation techniques for financial instruments measured at fair value

3.1) Non-derivative financial instruments

Financial instruments traded in active markets are based on quoted market prices. Market prices quoted from main exchanges and over-the-counter are the basis of fair value of equity instruments and credit instrument traded in active markets.

If the quoted price of a financial instrument can be obtained in time and often from exchanges, brokers, underwriters, industrial union, pricing institute, or authorities and such price can reflect those actual trading and frequently happen in the market, then the financial instrument is considered to have a quoted price in an active market. If a financial instrument does not accord with the definition aforementioned, then it is considered to be without a quoted price in an active market. In general, market with low trading volume or high bid-ask spreads is an indication of non-active market.

The Group's financial instruments, such as stock of listed companies and beneficiary certificates, are trade in active markets, and the fair value is based on quoted market prices.

(Continued)

SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Measurements of fair value of financial instruments without an active market are based on a valuation technique or quoted price from a competitor. Fair value measured by a valuation technique can be extrapolated from similar financial instruments, the discounted cash flow method, or other valuation technique including a model using observable market data at the reporting date.

3.2) Derivative financial instruments

Measurement of the fair value of derivative instruments is based on the valuation techniques generally accepted by market participants such as the discounted cash flow or option pricing models. Fair value of forward currency is usually determined by the forward currency exchange rate. Measurement of structured derivatives is based on option pricing models (i.e. Black-Scholes model) or other valuation methods (i.e. Monte Carlo simulation).

4) There were no transfers from each level for the nine months ended September 30, 2025 and 2024.

5) Reconciliation of Level 3 fair values

	Non-derivative mandatorily measured at fair value through profit or loss	Fair value through other comprehensive income- Unquoted equity instruments	Total
Opening balance, January 1, 2025	\$ 73,205	-	73,205
Total gains and losses	240	-	240
Purchase	-	16,000	16,000
Ending Balance, September 30, 2025	<u>\$ 73,445</u>	<u>16,000</u>	<u>89,445</u>
Opening balance, January 1, 2024	\$ 51,200	-	51,200
Total gains and losses	(100)	-	(100)
Ending Balance, September 30, 2024	<u>\$ 51,100</u>	<u>-</u>	<u>51,100</u>

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SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

For the three months and the nine months ended September 30, 2025 and 2024, the total gains and losses that were included in “other gains and losses” were as follows:

	For the three months ended		For the nine months ended	
	September 30		September 30	
	2025	2024	2025	2024
Total gains and losses recognized				
In profit or loss, and presented in “gains and losses on financial assets at fair value through profit or loss”	\$ 120	(200)	240	(100)

- 6) Quantified information on significant unobservable inputs (Level 3) used in fair value measurement

The Group’s financial instruments that use Level 3 inputs to measure fair value include “financial assets measured at fair value through profit or loss – debt investments” and “fair value through other comprehensive income – equity investments”.

Most of the Group’s financial instruments that use Level 3 inputs have only one significant unobservable input. Only equity investment with no-active markets have multiple significant unobservable inputs. The significant unobservable inputs of the equity investments with no-active markets are independent, therefore, there is no correlation between them.

Quantified information of significant unobservable inputs was as follows:

Item	Valuation technique	Significant unobservable inputs	Inter-relationship between significant unobservable inputs and fair value measurement
Redemption rights of convertible bonds	Binomial Tree convertible bonds pricing model	Volatility: September 30, 2025、December 31, 2024 and September 30, 2024 was 40.11%、33.25% and 37.10%, respectively.	The estimated fair value would increase if the volatility was higher.

(Continued)

SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

<u>Item</u>	<u>Valuation technique</u>	<u>Significant unobservable inputs</u>	<u>Inter-relationship between significant unobservable inputs and fair value measurement</u>
Financial assets at fair value through profit or loss – equity investment without an active market	Market approach	<ul style="list-style-type: none"> ·Price-to-book ratio (September 30, 2025、December 31, 2024 and September 30, 2024 was 0.99、0.89 and 1.00) ·Market illiquidity discount (September 30, 2025、December 31, 2024 and September 30, 2024 was 20%) 	<ul style="list-style-type: none"> ·The estimated fair value would decrease if the multiplier of price-to-book ratio were lower. ·The estimated fair value would decrease if the market illiquidity discount were higher.
Financial assets at fair value through other comprehensive income-equity investment without an active market	Market approach	<ul style="list-style-type: none"> ·The multiplier of price-to-earnings ratio (September 30, 2025 was 1.24) Market illiquidity discount (September 30, 2025 was 20%) 	<ul style="list-style-type: none"> ·The estimated fair value would decrease if the multiplier of price-to-earnings ratio was lower. ·The estimated fair value would decrease if the market illiquidity discount were higher.

(Continued)

SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

7) Fair value measurements in Level 3 – sensitivity analysis of reasonably possible alternative assumptions

The Group's measurement on the fair value of financial instruments is deemed reasonable despite different valuation models or assumptions may lead to different results. For fair value measurements in Level 3, changing one or more of the assumptions would have the following effects on profit or loss and other comprehensive income:

	Inputs	Fluctuation in inputs	Profit or loss		Other comprehensive income	
			Favorable	Unfavorable	Favorable	Unfavorable
September 30, 2025						
Financial assets at fair value through profit or loss						
Equity investments without an active market	Multiplier of price-to-book ratio	5%	3,651	(3,651)	-	-
Financial assets at fair value through other comprehensive income						
Equity investments without an active market	Multiplier of price-to-earnings ratio	5%	-	-	800	(800)
December 31, 2024						
Financial assets at fair value through profit or loss						
Equity investments without an active market	Multiplier of price-to-book ratio	5%	3,651	(3,651)	-	-
September 30, 2024						
Financial assets at fair value through profit or loss						
Equity investments without an active market	Multiplier of price-to-book ratio	5%	2,550	(2,550)	-	-

(u) Financial risk management

There were no significant changes in the Group's financial risk management and policies as disclosed in Note 6(u) of the consolidated financial statements for the year ended December 31, 2024.

(v) Capital management

Management believes that there were no changes in the Group's approach to the targets, policies and procedures in capital management as disclosed in the consolidated financial statements for the year ended December 31, 2024. Also, they believe that for the nine months ended September 30, 2025, there were also no changes in the Group's capital management information. For other related information, please refer to Note 6(v) of the consolidated financial statements for the year ended December 31, 2024.

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SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(7) Related-party transactions

(a) Names and relationship with related parties

The followings are entities that have had transactions with related party and Group during the periods covered in the consolidated financial statements.

<u>Name of related party</u>	<u>Relationship with the Group</u>
Benefit Transport S.A.	Other related party
Pei Lin Investment Corp.	"
Luo Pan Investment Corp.	"
Liang Yu Investment Corp.	"
Fei Yuan Investment Corp.	"
Huo Da Investment Corp.	"
Dancewood Manor Co., Ltd.	"
Da Si Management Consulting Co., Ltd.	"
Kun Lun Construction Co., Ltd.	"
Chung Ai Investment, Ltd.	"
Oceanlance Maritime Co.,Ltd.	"

(b) Significant transactions with related parties

(i) Operating revenue

The amounts of significant sales by the Group to related parties were as follows:

<u>Account</u>	<u>Relationship</u>	<u>For the three months ended</u>		<u>For the nine months ended</u>	
		<u>September 30</u>		<u>September 30</u>	
		<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>
Other operating income	Other related party	\$ <u>116</u>	<u>109</u>	<u>216</u>	<u>297</u>

Other operating revenue incurred from providing related parties with catering services.

(ii) Operating cost

<u>Relationship</u>	<u>For the three months ended</u>		<u>For the nine months ended</u>	
	<u>September 30</u>		<u>September 30</u>	
	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>
Other related party	\$ <u>2,958</u>	<u>1,056</u>	<u>7,203</u>	<u>3,927</u>

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SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(iii) Receivables from related parties

<u>Account</u>	<u>Relationship</u>	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Account receivable	Other related party	<u>\$ 6</u>	<u>12</u>	<u>5</u>
Other receivables (classified as other current assets)	"	<u>\$ -</u>	<u>5</u>	<u>-</u>

(iv) Payables to related parties

<u>Account</u>	<u>Relationship</u>	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Account payable	Other related party	<u>\$ 1,081</u>	<u>1,421</u>	<u>830</u>
Other payables-related parties	"	<u>\$ -</u>	<u>179</u>	<u>50</u>

(v) Acquisitions of financial assets

The acquisitions of financial assets from related parties are summarized as follows:

<u>Account</u>	<u>Relationship</u>	<u>For the three months ended September 30</u>					
		<u>2025</u>			<u>2024</u>		
		<u>Number of shares</u>	<u>Purpose</u>	<u>Acquisition price</u>	<u>Number of shares</u>	<u>Purpose</u>	<u>Acquisition price</u>
Current financial assets at fair value through other comprehensive income	Other related party	<u>\$ 1,000,000</u>	STOCK	<u>16,000</u>	-	-	-

(vi) Other

<u>Account</u>	<u>Relationship</u>	<u>For the three months ended September 30</u>		<u>For the nine months ended September 30</u>	
		<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>
Rental Expense	Other related party	<u>\$ 214</u>	<u>180</u>	<u>591</u>	<u>632</u>
Service fee	"	<u>143</u>	<u>143</u>	<u>429</u>	<u>429</u>
Miscellaneous expenses	"	<u>\$ -</u>	<u>18</u>	<u>19</u>	<u>35</u>

(Continued)

SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(vii) Loans from related parties

<u>Related party name</u>	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Pei Lin Investment Corp.	\$ -	33	33,333
Huo Da Investment Corp.	-	-	33,000
	<u>\$ -</u>	<u>33</u>	<u>66,333</u>

The interests payable on loans from related parties (classified as other payables to related parties) were \$0 thousand, \$104 thousand and \$115 thousand as of September 30, 2025, December 31 and September 30, 2024, respectively. and the related interest expenses were \$0 thousand, \$393 thousand, \$0 thousand and \$1,170 for the nine months ended September 30, 2025 and 2024, respectively.

(viii) Other transactions with related parties

The Group leased part of the office and received rentals (classified as other income) from related parties based on the contracts. The information were listed as below:

<u>Relationship</u>	<u>For the three months ended September 30</u>		<u>For the nine months ended September 30</u>	
	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>
	Other related party	<u>\$ 17</u>	<u>17</u>	<u>51</u>

The rental prices offered to related parties are based on the market prices.

(c) Key management personnel compensation

Key management personnel compensation comprised:

	<u>For the three months ended September 30</u>		<u>For the nine months ended September 30</u>	
	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>
	Short-term employee benefits	\$ 1,603	1,870	5,678
Post-employment benefits	54	54	162	162
	<u>\$ 1,657</u>	<u>1,924</u>	<u>5,840</u>	<u>6,603</u>

(Continued)

SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(8) Assets pledged as security:

The carrying amounts of assets pledged as security were as follows:

<u>Assets pledged as security</u>	<u>Liabilities secured by pledge</u>	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Other financial assets-current and noncurrent	Bank loans	\$ 144,629	224,202	230,937
Other financial assets-current and noncurrent	Bonds payable	180,000	180,000	-
Other financial assets-current and noncurrent	Unearned revenue-Gift certificates	26,682	52,540	42,696
Property, plant and equipment	Bank loans	13,369,786	15,088,015	15,208,263
Property, plant and equipment	Bonds payable	91,150	91,742	92,531
		<u>\$ 13,812,247</u>	<u>15,636,499</u>	<u>15,574,427</u>

(9) Significant commitments and contingencies

- (a) Dong Lien Maritime S.A. Panama, a subsidiary of the Company, and its sub-subsidiaries Genius Pescadores S.A., Fourseas Pescadores S.A., Summit Pescadores S.A., Stamina Pescadores S.A., Audrey Pescadores S.A., Moon Bright Shipping Corporation, Federal Pescadores S.A., Unicorn Brilliant S.A., Valor Pescadores S.A., and Modest Pescadores S.A., which collectively operate 11 vessels, were subject to an inspection by the ITF that resulted in certain disputes. Following negotiations, the parties agreed that the total compensation shall not exceed USD 700 thousand, and any amount beyond this cap will not be further compensated. As of September 30, 2025, the Company has assessed that it is obligated to an outflow of resources embodying economic benefits in the amount of USD 379 thousand and has recognized a corresponding provision for liabilities. Please refer to Note 6(i) for details.

- (b) Vessel purchase and construct contract

The group has signed contracts for the construction of bulk carriers. The total contract price and the advance payments made according to the contracts are as follows:

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Total contract price	<u>Not exceeding USD78,000thousand</u>	<u>Not exceeding USD78,000thousand</u>	<u>Not exceeding USD78,000thousand</u>
Paid amount	<u>\$931,617(USD30,600thousand)</u>	<u>\$1,003,221(USD30,600thousand)</u>	<u>\$1,274,400(USD28,725thousand)</u>

(10) Losses due to major disasters: None

(11) Subsequent events: None

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SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(12) Other

(a) A summary of employee benefits, depreciation, and amortization, by function, is as follows:

		For the three months ended September 30					
		2025			2024		
By item	By function	Cost of sale	Operating expense	Total	Cost of sale	Operating expense	Total
Employee benefits							
	Salary	176,927	30,891	207,818	197,892	30,967	228,859
	Labor and health insurance	1,416	2,747	4,163	1,315	2,611	3,926
	Pension	645	1,666	2,311	609	1,648	2,257
	Others	21,599	1,613	23,212	25,450	1,819	27,269
Depreciation							
	Depreciation	310,310	2,825	313,135	346,797	2,530	349,327
Depletion							
	Depletion	-	-	-	-	-	-
Amortization							
	Amortization	-	357	357	-	395	395

		For the nine months ended September 30					
		2025			2024		
By item	By function	Cost of sale	Operating expense	Total	Cost of sale	Operating expense	Total
Employee benefits							
	Salary	539,631	91,028	630,659	586,942	92,182	679,124
	Labor and health insurance	4,210	8,087	12,297	4,084	8,234	12,318
	Pension	1,911	4,824	6,735	1,884	4,868	6,752
	Others	67,701	5,236	72,937	76,703	4,976	81,679
Depreciation							
	Depreciation	948,652	8,589	957,241	1,007,024	6,800	1,013,824
Depletion							
	Depletion	-	-	-	-	-	-
Amortization							
	Amortization	-	964	964	-	1,248	1,248

(b) Seasonality of operation

The Group's operations were not affected by seasonality or cyclicity factors.

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SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(13) Other disclosures:

(a) Information on significant transactions:

The following is the information on significant transactions required by the “Regulations Governing the Preparation of Financial Reports by Securities Issuers”:

(i) Loans to other parties:

(In Thousands of New Taiwan Dollars)

Number	Name of lender	Name of borrower	Account name	Related party	Highest balance of financing to other parties during the period	Ending balance	Actual usage amount during the period	Range of interest rates during the period	Purposes of fund financing for the borrower	Transaction amount for business between two parties	Reasons for short-term financing	Allowance for bad debt	Collateral		Individual funding loan limits	Maximum limit of fund financing
													Item	Value		
1	DONG LIEN MARITIME S.A. PANAMA	FOREVER PESCADORES S.A. PANAMA	Other receivables from related parties	Yes	30,445	30,445	-	-	Short-term financing	-	Repayments of borrowing and operating capital	-	-	-	12,515,921	12,515,921
1	DONG LIEN MARITIME S.A. PANAMA	ETERNITY PESCADORES S.A. PANAMA	Other receivables from related parties	Yes	30,445	30,445	-	-	Short-term financing	-	Repayments of borrowing and operating capital	-	-	-	12,515,921	12,515,921
1	DONG LIEN MARITIME S.A. PANAMA	FAIR PESCADORES S.A. PANAMA	Other receivables from related parties	Yes	60,890	-	-	-	Short-term financing	-	Repayments of borrowing and operating capital	-	-	-	12,515,921	12,515,921
1	DONG LIEN MARITIME S.A. PANAMA	VIGOR PESCADORES S.A. PANAMA	Other receivables from related parties	Yes	24,356	-	-	-	Short-term financing	-	Repayments of borrowing and operating capital	-	-	-	12,515,921	12,515,921
1	DONG LIEN MARITIME S.A. PANAMA	MOON BRIGHT SHIPPING CORPORATION	Other receivables from related parties	Yes	30,445	30,445	-	-	Short-term financing	-	Repayments of borrowing and operating capital	-	-	-	12,515,921	12,515,921
1	DONG LIEN MARITIME S.A. PANAMA	FEDERAL PESCADORES S.A. PANAMA	Other receivables from related parties	Yes	45,668	45,668	-	-	Short-term financing	-	Repayments of borrowing and operating capital	-	-	-	12,515,921	12,515,921
1	DONG LIEN MARITIME S.A. PANAMA	MODEST PESCADORES S.A. PANAMA	Other receivables from related parties	Yes	45,668	45,668	-	-	Short-term financing	-	Repayments of borrowing and operating capital	-	-	-	12,515,921	12,515,921
1	DONG LIEN MARITIME S.A. PANAMA	PENGHU PESCADORES S.A. PANAMA	Other receivables from related parties	Yes	45,668	45,668	-	-	Short-term financing	-	Repayments of borrowing and operating capital	-	-	-	12,515,921	12,515,921
1	DONG LIEN MARITIME S.A. PANAMA	DANCEWOOD PESCADORES S.A. PANAMA	Other receivables from related parties	Yes	15,223	15,223	-	-	Short-term financing	-	Repayments of borrowing and operating capital	-	-	-	12,515,921	12,515,921
1	DONG LIEN MARITIME S.A. PANAMA	BRAVE PESCADORES S.A.	Other receivables from related parties	Yes	15,223	-	-	-	Short-term financing	-	Repayments of borrowing and operating capital	-	-	-	12,515,921	12,515,921
1	DONG LIEN MARITIME S.A. PANAMA	GENIUS PESCADORES S.A. (PANAMA)	Other receivables from related parties	Yes	24,356	24,356	-	-	Short-term financing	-	Repayments of borrowing and operating capital	-	-	-	12,515,921	12,515,921
1	DONG LIEN MARITIME S.A. PANAMA	SPINNAKER PESCADORES S.A. PANAMA	Other receivables from related parties	Yes	24,356	24,356	-	-	Short-term financing	-	Repayments of borrowing and operating capital	-	-	-	12,515,921	12,515,921
1	DONG LIEN MARITIME S.A. PANAMA	ENDURANCE PESCADORES S.A. PANAMA	Other receivables from related parties	Yes	24,356	24,356	-	-	Short-term financing	-	Repayments of borrowing and operating capital	-	-	-	12,515,921	12,515,921

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SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES
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Number	Name of lender	Name of borrower	Account name	Related party	Highest balance of financing to other parties during the period	Ending balance	Actual usage amount during the period	Range of interest rates during the period	Purposes of fund financing for the borrower	Transaction amount for business between two parties	Reasons for short-term financing	Allowance for bad debt	Collateral		Individual funding loan limits	Maximum limit of fund financing
													Item	Value		
1	DONG LIEN MARITIME S.A. PANAMA	INDIGO PESCADORES S.A. PANAMA	Other receivables from related parties	Yes	24,356	24,356	-	-	Short-term financing	-	Repayments of borrowing and operating capital	-	-	-	12,515,921	12,515,921
1	DONG LIEN MARITIME S.A. PANAMA	AUDREY PESCADORES S.A. PANAMA	Other receivables from related parties	Yes	15,223	15,223	-	-	Short-term financing	-	Repayments of borrowing and operating capital	-	-	-	12,515,921	12,515,921
1	DONG LIEN MARITIME S.A. PANAMA	WONDERFUL PESCADORES S.A. PANAMA	Other receivables from related parties	Yes	15,223	15,223	-	-	Short-term financing	-	Repayments of borrowing and operating capital	-	-	-	12,515,921	12,515,921
1	DONG LIEN MARITIME S.A. PANAMA	ELEGANT PESCADORES S.A. (PANAMA)	Other receivables from related parties	Yes	36,534	36,534	-	-	Short-term financing	-	Repayments of borrowing and operating capital	-	-	-	12,515,921	12,515,921
1	DONG LIEN MARITIME S.A. PANAMA	FORTUNATE MARITIME S.A. PANAMA	Other receivables from related parties	Yes	30,445	-	-	-	Short-term financing	-	Repayments of borrowing and operating capital	-	-	-	12,515,921	12,515,921
1	DONG LIEN MARITIME S.A. PANAMA	The Company	Other receivables from related parties	Yes	1,765,810	1,765,810	1,765,810	-	Short-term financing	-	Repayments of borrowing and operating capital	-	-	-	12,515,921	12,515,921
1	DONG LIEN MARITIME S.A. PANAMA	Dancewoods Hotel & Resort	Other receivables from related parties	Yes	517,565	517,565	517,565	2.38 %	Short-term financing	-	Repayments of borrowing and operating capital	-	-	-	3,754,776	5,006,368

Note 1: Limitation of financing was based on 30% of the lending company's net equity on September 30, 2025; if the loan to overseas company whose voting shares are 100% owned directly or indirectly by the lender or lending to parent, the limitation of financing would have been based on 100% of the lending company's net equity on September 30, 2025.

Note 2: Limitation of financing was based on 40% of the lending company's net equity on September 30, 2025, if the loan to overseas company whose voting shares are 100% owned directly or indirectly by the lender or lending to parent, the limitation of financing would have been based on 100% of the lending company's net equity on September 30, 2025.

Note 3: The amounts of the actual borrowings at the end of the period had been eliminated during the preparation of the consolidated financial statements.

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SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(ii) Guarantees and endorsements for other parties:

(In Thousands of New Taiwan Dollars)

No.	Name of guarantor	Counter-party of guarantee and endorsement		Limitation on amount of guarantees and endorsements for a specific enterprise	Highest balance for guarantees and endorsements during the period	Balance of guarantees and endorsements as of reporting date	Actual usage amount during the period	Property pledged for guarantees and endorsements (Amount)	Ratio of accumulated amounts of guarantees and endorsements to net worth of the latest financial statements	Maximum amount for guarantees and endorsements	Parent company endorsements/ guarantees to third parties on behalf of subsidiary	Subsidiary endorsements/ guarantees to third parties on behalf of parent company	Endorsements/ guarantees to third parties on behalf of companies in Mainland China
		Name	Relationship with the Company										
0	The company	DONG LIEN MARITIME S.A. PANAMA	1	9,048,550	459,773	332,818	332,818	-	3.68 %	54,291,300	Yes	No	No
0	The company	ELEGANT PESCADORES S.A. (PANAMA)	1	9,048,550	281,550	215,497	215,497	-	2.38 %	54,291,300	Yes	No	No
0	The company	GENIUS PESCADORES S.A. (PANAMA)	1	9,048,550	522,247	473,622	473,622	-	5.23 %	54,291,300	Yes	No	No
0	The company	MOON BRIGHT SHIPPING CORPORATION	1	9,048,550	222,249	167,448	167,448	-	1.85 %	54,291,300	Yes	No	No
0	The company	FAIR PESCADORES S.A. PANAMA	1	9,048,550	238,404	238,404	238,404	-	2.63 %	54,291,300	Yes	No	No
0	The company	FOREVER PESCADORES S.A. PANAMA	1	9,048,550	185,715	135,480	135,480	-	1.50 %	54,291,300	Yes	No	No
0	The company	ETERNITY PESCADORES S.A. PANAMA	1	9,048,550	149,142	92,945	92,945	-	1.03 %	54,291,300	Yes	No	No
0	The company	FEDERAL PESCADORES S.A. PANAMA	1	9,048,550	221,592	145,163	145,163	-	1.60 %	54,291,300	Yes	No	No
0	The company	MODEST PESCADORES S.A. PANAMA	1	9,048,550	426,230	334,895	334,895	-	3.70 %	54,291,300	Yes	No	No
0	The company	PENGHU PESCADORES S.A. PANAMA	1	9,048,550	317,846	244,778	244,778	-	2.71 %	54,291,300	Yes	No	No
0	The company	DANCEWOOD PESCADORES S.A. PANAMA	1	9,048,550	335,003	269,984	269,984	-	2.98 %	54,291,300	Yes	No	No
0	The company	SPINNAKER PESCADORES S.A. PANAMA	1	9,048,550	260,461	225,754	225,754	-	2.49 %	54,291,300	Yes	No	No
0	The company	ENDURANCE PESCADORES S.A. PANAMA	1	9,048,550	485,156	436,761	436,761	-	4.83 %	54,291,300	Yes	No	No
0	The company	INDIGO PESCADORES S.A. PANAMA	1	9,048,550	358,033	326,066	326,066	-	3.60 %	54,291,300	Yes	No	No
0	The company	AUDREY PESCADORES S.A. PANAMA	1	9,048,550	320,411	287,740	287,740	-	3.18 %	54,291,300	Yes	No	No
0	The company	WONDERFUL PESCADORES S.A. PANAMA	1	9,048,550	330,229	294,343	294,343	-	3.25 %	54,291,300	Yes	No	No
0	The company	Dancewoods Hotel & Resort	1	9,048,550	2,117,075	2,064,734	2,064,734	-	22.82 %	54,291,300	Yes	No	No

Note 1:1. Subsidiaries in which the Company directly or indirectly holds more than 50% of its total outstanding ordinary shares.

2. The parent company which directly or indirectly holds more than 50% of its voting rights

Note 2:Limit on endorsement/guarantee given to a single entity was 100% of the net equity on September 30, 2025.

Note 3:Limit on endorsement/guarantee given to a single entity was 600% of the net equity on September 30, 2025.

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SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(iii) Securities held as of September 30, 2025 (excluding investment in subsidiaries, associates and joint ventures):

(In Thousands of New Taiwan Dollars)

Name of holder	Category and name of security	Relationship with company	Account title	Ending balance				Note
				Shares/Units (thousands)	Carrying value	Percentage of ownership (%)	Fair value	
The company	Convertible bond of Taiwan Kolin Co., Ltd	-	Financial assets at fair value through profit or loss - current	40,000	-	- %	-	
The company	Wisdom Marine International Inc.	-	"	50,000	2,935	0.01 %	2,935	
The company	BIONIME CORPORATION	-	"	87,000	6,762	- %	6,762	
The company	Yulon Motor Co., Ltd.	-	"	800	28	- %	28	
The company	Taiwan Business Bank, Ltd.	-	"	318,000	5,009	- %	5,009	
The company	XS2327851874(F17301)(CHILE 3.504/15/53)	-	"	2,000	4,351	- %	4,351	
The company	Cathay U.S. Treasury 20+ Year Bond ETF	-	"	80,000	2,232	- %	2,232	
The company	Sunny Bank	-	Financial assets at fair value through profit or loss - non current	7,659,457	73,025	0.20 %	73,025	
The company	OCEANLANCE MARITIME CO., LTD.	-	Financial assets at fair value through other comprehensive income - non current	1,000,000	16,000	0.66 %	16,000	
Dancewoods Hotel & Resort	Rich super green energy Corporation	-	Financial assets at fair value through profit or loss - current	1,140,000	-	19.00%	-	
Dancewoods Hotel & Resort	Chang Hwa Commercial Bank, Ltd.	-	"	528	10	- %	10	
Dancewoods Hotel & Resort	Energenesis Biomedical Co., Ltd.	-	"	25,137	1,340	0.02 %	1,340	
Dancewoods Hotel & Resort	Intech Biopharm Co., Ltd.	-	"	268,716	4,876	0.04 %	4,876	
Dancewoods Hotel & Resort	Zyxel Group Corporation	-	"	10,000	340	- %	340	
Dancewoods Hotel & Resort	Foci Fiber Optic Communication, Inc.	-	"	2,000	709	- %	709	
Dancewoods Hotel & Resort	Tesla, Inc.	-	"	800	10,832	- %	10,832	
Dancewoods Hotel & Resort	Nebius Group N.V. (NBIS)	-	"	200	684	- %	684	
Dancewoods Hotel & Resort	Navitas semiconductor	-	"	64,000	14,068	- %	14,068	
Dancewoods Hotel & Resort	IonQ, Inc.	-	"	25	47	- %	47	
Dancewoods Hotel & Resort	ALAB Astera Labs, Inc.	-	"	200	1,401	- %	1,401	
Dancewoods Hotel & Resort	AXTI AXT, Inc.	-	"	5,000	683	- %	683	
Dancewoods Hotel & Resort	VERI Veritone, Inc.	-	"	15,000	2,201	- %	2,201	

(iv) Related-party transactions for purchases and sales with amounts exceeding the lower of NT\$100 million or 20% of the capital stock: None

(v) Receivables from related parties with amounts exceeding the lower of NT\$100 million or 20% of the capital stock: None

(Continued)

SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(vi) Business relationships and significant intercompany transactions:

(In Thousands of New Taiwan Dollars)

No.	Name of company	Name of counter-party	Nature of relationship	Intercompany transactions			
				Account name	Amount	Trading terms	Percentage of the consolidated net revenue or total assets
0	The company	Dong Lien Maritime S.A. Panama and subsidiaries	1	Operating revenue	100,203	Receive in net 30-90 days	4%
0	The company	Dong Lien Maritime S.A. Panama and subsidiaries	1	Other revenue	7,415	Receive in net 30-90 days	-%
0	The company	Dong Lien Maritime S.A. Panama and subsidiaries	1	Other paid to related parties	779,489	Receive in net 30-90 days	4%
0	The company	Dancewoods Hotel & Resort	2	Operating revenue	45	Receive in net 30-90 days	-%
0	The company	Dancewoods Hotel & Resort	2	Other receivable to related parties	344	Receive in net 30-90 days	-%
0	The company	Dancewoods Hotel & Resort	2	Other revenue	3,298	Receive in net 30-90 days	-%
0	The company	Fortunate Maritime S.A. Panama	2	Operating revenue	4,351	Receive in net 30-90 days	-%
1	Dancewoods Hotel & Resort	The company	2	Operating revenue	90	Receive in net 30-90 days	-%
2	Dong Lien Maritime S.A. Panama and subsidiaries	The company	1	Other receivable to related parties	1,765,810	Receive in accordance with the agreements	10%
2	Dong Lien Maritime S.A. Panama and subsidiaries	Dancewoods Hotel & Resort	3	Interest revenue	8,706	Receive in net 30-90 days	-%
2	Dong Lien Maritime S.A. Panama and subsidiaries	Dancewoods Hotel & Resort	3	Other receivable to related parties	517,565	Receive in accordance with the agreements	3%

Note 1: Company numbering as follows:

1. Parent company-0
2. Subsidiaries starts from 1

Note 2: The numbering of the relationship between transaction parties as follows:

1. Parent company to subsidiary
2. Subsidiary to parent company
3. Subsidiary to subsidiary

Note 3: The calculation of the ratio of the transaction amount to the consolidated total revenue or total assets, if it is an asset and liability item, is calculated based on the ending balance to the consolidated total assets.

Note 4: The company may decide whether the important transactions in this table need to be presented in accordance with the principle of materiality.

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SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(b) Information on investees:

The following is the information on investees for the nine months ended September 30, 2025 (excluding information on investees in Mainland China):

(In Thousands of New Taiwan Dollars)

Name of investor	Name of investee	Location	Main businesses and products	Original investment amount		Balance as of September 30, 2025			Net income (losses) of investee	Share of profits/losses of investee	Note
				September 30, 2025	December 31, 2024	Shares (thousands)	Percentage of ownership	Carrying value			
The company	Dong Lien Maritime S.A. Panama	Panama	Cargo shipping services and shipping agency	4,964,879	4,744,408	163,077,000	100.00 %	12,515,921	(113,869)	(113,869)	Subsidiary (Note 1 and 2)
The company	Fortunate Maritime S.A. Panama	Panama	"	268,677	289,328	88,250	100.00 %	525,370	(16,660)	(16,660)	"
The company	Dancewoods Hotel & Resort	Taiwan	Resort hotels service and recreational grounds and facilities	1,164,157	1,164,157	44,630,104	55.43 %	142,894	(116,917)	(64,807)	"
The company	Thermolysis Co., Ltd	Taiwan	Pollution prevention equipment manufacturing and retail	83,140	83,140	4,769,168	8.96 %	44,648	(66,382)	(5,811)	Related Party
Dong Lien Maritime S.A. Panama	Audrey Pescadores S.A. Panama	Panama	Cargo shipping services and shipping agency	152,225	163,925	50,000	100.00 %	125,464	(24,443)	Exempt from disclosure (Note 3)	Sub-subsidiary (Note 1 and 2)
Dong Lien Maritime S.A. Panama	Brave Pescadores S.A. Panama	Panama	"	350,118	377,028	115,000	100.00 %	409,666	7,625	"	"
Dong Lien Maritime S.A. Panama	Bright Pescadores S.A. Panama	Panama	"	60,890	65,570	20,000	100.00 %	61,079	317	"	"
Dong Lien Maritime S.A. Panama	Brilliant Pescadores S.A. Panama	Panama	"	30,445	32,785	10,000	100.00 %	30,356	24	"	"
Dong Lien Maritime S.A. Panama	Danceflora Pescadores S.A. Panama	Panama	"	334,895	360,635	110,000	100.00 %	352,871	(12,986)	"	"
Dong Lien Maritime S.A. Panama	Dancewood Pescadores S.A. Panama	Panama	"	243,560	262,280	8,000,000	100.00 %	191,124	(32,187)	"	"
Dong Lien Maritime S.A. Panama	Elegant Pescadores S.A. (Panama)	Panama	"	456,675	491,775	150,000	100.00 %	398,248	(13,577)	"	"
Dong Lien Maritime S.A. Panama	Endurance Pescadores S.A. Panama	Panama	"	152,225	163,925	50,000	100.00 %	175,491	476	"	"
Dong Lien Maritime S.A. Panama	Eternity Pescadores S.A. Panama	Panama	"	380,563	409,813	125,000	100.00 %	352,261	20,641	"	"
Dong Lien Maritime S.A. Panama	Excellent Pescadores S.A. (Panama)	Panama	"	60,890	65,570	20,000	100.00 %	61,782	538	"	"
Dong Lien Maritime S.A. Panama	Fair Pescadores S.A. Panama	Panama	"	832,939	294,888	27,358,825	100.00 %	862,679	15,007	"	"

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SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Name of investor	Name of investee	Location	Main businesses and products	Original investment amount		Balance as of September 30, 2025			Net income (losses) of investee	Share of profits/losses of investee	Note
				September 30, 2025	December 31, 2024	Shares (thousands)	Percentage of ownership	Carrying value			
Dong Lien Maritime S.A. Panama	Federal Pescadores S.A. Panama	Panama	Cargo shipping services and shipping agency	426,230	458,990	140,000	100.00 %	440,848	(3,901)	Exempt from disclosure (Note 3)	Sub-subsidiary (Note 1 and 2)
Dong Lien Maritime S.A. Panama	Forever Pescadores S.A. Panama	Panama	"	361,382	389,158	118,700	100.00 %	302,401	(36,709)	"	"
Dong Lien Maritime S.A. Panama	Fourseas Pescadores S.A. Panama	Panama	"	304,450	327,850	100,000	100.00 %	308,317	9,493	"	"
Dong Lien Maritime S.A. Panama	Gallant Pescadores S.A.	Panama	"	251,917	271,279	82,745	100.00 %	151,265	(11,511)	"	"
Dong Lien Maritime S.A. Panama	Genius Pescadores S.A. (Panama)	Panama	"	304	328	10	100.00 %	108,250	9,891	"	"
Dong Lien Maritime S.A. Panama	Glaring Pescadores S.A. Panama	Panama	"	167,448	180,318	55,000	100.00 %	100,831	(10)	"	"
Dong Lien Maritime S.A. Panama	Honor Pescadores S.A. Panama	Panama	"	60,890	65,570	20,000	100.00 %	60,720	(126)	"	"
Dong Lien Maritime S.A. Panama	Huge Pescadores S.A. Panama	Panama	"	91,335	98,355	30,000	100.00 %	94,193	(87)	"	"
Dong Lien Maritime S.A. Panama	Indigo Pescadores S.A. Panama	Panama	"	60,890	65,570	20,000	100.00 %	148,497	13,551	"	"
Dong Lien Maritime S.A. Panama	Leader Pescadores S.A. Panama	Panama	"	91,335	98,355	30,000	100.00 %	91,422	(28)	"	"
Dong Lien Maritime S.A. Panama	Modest Pescadores S.A. Panama	Panama	"	380,563	409,813	125,000	100.00 %	263,731	3,380	"	"
Dong Lien Maritime S.A. Panama	Moon Bright Shipping Corporation	Panama	"	441,453	475,383	145,000	100.00 %	282,709	(19,260)	"	"
Dong Lien Maritime S.A. Panama	Patriot Pescadores S.A. Panama	Panama	"	806,793	868,803	265,000	100.00 %	580,122	(384)	"	"
Dong Lien Maritime S.A. Panama	Penghu Pescadores S.A. Panama	Panama	"	608,900	655,700	200,000	100.00 %	505,640	(45,819)	"	"
Dong Lien Maritime S.A. Panama	Skyhigh Pescadores S.A. Panama	Panama	"	456,675	491,775	150,000	100.00 %	322,660	(9,763)	"	"
Dong Lien Maritime S.A. Panama	Spinnaker Pescadores S.A. Panama	Panama	"	213,115	229,495	70,000	100.00 %	208,022	(8,046)	"	"

(Continued)

SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Name of investor	Name of investee	Location	Main businesses and products	Original investment amount		Balance as of September 30, 2025			Net income (losses) of investee	Share of profits/losses of investee	Note
				September 30, 2025	December 31, 2024	Shares (thousands)	Percentage of ownership	Carrying value			
Dong Lien Maritime S.A. Panama	Stamina Pescadores S.A. Panama	Panama	Cargo shipping services and shipping agency	289,228	311,458	95,000	100.00 %	179,092	574	Exempt from disclosure (Note 3)	Sub-subsidiary (Note 1 and 2)
Dong Lien Maritime S.A. Panama	Summit Pescadores S.A. Panama	Panama	"	91,335	98,355	30,000	100.00 %	469,030	24,603	"	"
Dong Lien Maritime S.A. Panama	Superior Pescadores S.A. Panama	Panama	"	76,113	81,963	25,000	100.00 %	75,968	(28)	"	"
Dong Lien Maritime S.A. Panama	Trump Pescadores S.A. Panama	Panama	"	182,670	196,710	60,000	100.00 %	191,950	199	"	"
Dong Lien Maritime S.A. Panama	Unicorn Brilliant S.A. Panama	Panama	"	888,440	956,725	291,818	100.00 %	912,341	3,564	"	"
Dong Lien Maritime S.A. Panama	Valor Pescadores S.A. Panama	Panama	"	146,136	157,368	48,000	100.00 %	288,031	(206)	"	"
Dong Lien Maritime S.A. Panama	Vigor Pescadores S.A. Panama	Panama	"	165,925	178,678	54,500	100.00 %	307,155	658	"	"
Dong Lien Maritime S.A. Panama	Wise Pescadores S.A. Panama	Panama	"	395,487	425,884	129,902	100.00 %	237,740	(2)	"	"
Dong Lien Maritime S.A. Panama	Wonderful Pescadores S.A. Panama	Panama	"	152,225	163,925	50,000	100.00 %	149,046	(6,740)	"	"

Note 1: It is calculated based on financial statements reviewed by an accountant.

Note 2: In preparing the consolidated financial statements, the transactions have been eliminated.

Note 3: The profit or loss of the investee company is already included in its investment company and will not be expressed separately herein for the avoidance of confusion.

(c) Information on investment in mainland China: None

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SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(14) Segment information:

The two operating segments of the Group are categorized as Real Estate Transaction Group and Construction Group. These two groups have different market and marketing strategy, which are described as follows:

- (a) The shipping segment and the tourist segment. The shipping segment mainly provides cargo shipping services and shipping agency services.
- (b) The tourist segment mainly provides resort hotel services.

The Group's operating segment information and reconciliation were as follows:

	<u>Shipping segment</u>	<u>Tourism segment</u>	<u>Adjustment and eliminations</u>	<u>Total</u>
<u>For the Three Months Ended September 30, 2025</u>				
Revenue:				
Revenue from external customers	\$ 720,120	55,300	-	775,420
Intersegment revenues	<u>15</u>	<u>2</u>	<u>(17)</u>	<u>-</u>
Total revenue	<u>\$ 720,135</u>	<u>55,302</u>	<u>(17)</u>	<u>775,420</u>
Reportable segment profit or loss	<u>\$ (72,967)</u>	<u>(61,751)</u>	<u>-</u>	<u>(134,718)</u>
<u>For the Three Months Ended September 30, 2024</u>				
Revenue:				
Revenue from external customers	\$ 894,002	48,546	-	942,548
Intersegment revenues	<u>15</u>	<u>162</u>	<u>(177)</u>	<u>-</u>
Total revenue	<u>\$ 894,017</u>	<u>48,708</u>	<u>(177)</u>	<u>942,548</u>
Reportable segment profit or loss	<u>\$ 127,841</u>	<u>(59,286)</u>	<u>-</u>	<u>68,555</u>
<u>For the Nine Months Ended September 30, 2025</u>				
Revenue:				
Revenue from external customers	\$ 2,178,198	148,328	-	2,326,526
Intersegment revenues	<u>45</u>	<u>90</u>	<u>(135)</u>	<u>-</u>
Total revenue	<u>\$ 2,178,243</u>	<u>148,418</u>	<u>(135)</u>	<u>2,326,526</u>
Reportable segment profit or loss	<u>\$ 51,882</u>	<u>(128,876)</u>	<u>-</u>	<u>(76,994)</u>
<u>For the Nine Months Ended September 30, 2024</u>				
Revenue:				
Revenue from external customers	\$ 2,426,855	137,356	-	2,564,211
Intersegment revenues	<u>45</u>	<u>204</u>	<u>(249)</u>	<u>-</u>
Total revenue	<u>\$ 2,426,900</u>	<u>137,560</u>	<u>(249)</u>	<u>2,564,211</u>
Reportable segment profit or loss	<u>\$ 1,077</u>	<u>(212,617)</u>	<u>-</u>	<u>(211,540)</u>