

**FENG TAY ENTERPRISES COMPANY LIMITED  
AND ITS 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 Feng Tay Enterprises Company Limited:

### Introduction

We have reviewed the accompanying consolidated balance sheets of Feng Tay Enterprises Company Limited and its subsidiaries (“the Group”), 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 (“IASs”) 34, “Interim Financial Reporting” endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China. Our responsibility is to express a conclusion on the consolidated financial statements based on our reviews.

### Scope of Review

Except as explained in the Basis for Qualified Conclusion paragraph, we conducted our reviews in accordance with the Standard on Review Engagements 2410, “Review of Interim 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.

### Basis for Qualified Conclusion

As stated in Note (4)(b), the consolidated financial statements included the financial statements of certain non-significant subsidiaries, which were not reviewed by independent auditors. These financial statements reflect total assets amounting to \$15,851,929 thousand and \$15,300,787 thousand, constituting 30.86% and 29.45% of consolidated total assets as of September 30, 2025 and 2024, respectively; total liabilities amounting to \$4,677,586 thousand and \$4,097,785 thousand, constituting 17.94% and 15.65% of consolidated total liabilities as of September 30, 2025 and 2024, respectively, and total comprehensive (loss) income amounting to \$(475,975) thousand, \$(452,246) thousand, \$(1,269,681) thousand and \$141,829 thousand, constituting (17.59)%, (49.20)%, (71.36)% and 2.65% of consolidated total comprehensive income for the three months and nine months ended September 30, 2025 and 2024, respectively.

Furthermore, as stated in Note (6)(d), the other equity accounted investments of the Group in its investee companies of \$1,376,637 thousand and \$1,233,031 thousand as of September 30, 2025 and 2024, respectively, and its equity in net earnings on these investee companies of \$84,353 thousand, \$65,945 thousand, \$156,462 thousand and \$122,144 thousand for the three months and nine months ended September 30, 2025 and 2024, respectively, were recognized solely on the financial statements prepared by these investee companies, but not reviewed by independent auditors.

**Qualified Conclusion**

Except for the adjustments, if any, as might have been determined to be necessary had the financial statements of certain consolidated subsidiaries and equity accounted investee companies described in the Basis for Qualified Conclusion paragraph above been reviewed by independent auditors, based on our reviews, nothing has come to our attention that causes us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of the Group as 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 Kuo, Rou-Lan and Chen, Ying-Ju.

KPMG

Taipei, Taiwan (Republic of China)  
November 12, 2025

**Notes to Readers**

The accompanying consolidated financial statements are intended only to present the consolidated statement of financial position, financial performance and 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 independent auditors’ reviewreport 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’ reviewreport and consolidated financial statements, the Chinese version shall prevail.

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

FENG TAY ENTERPRISES COMPANY LIMITED AND ITS SUBSIDIARIES

Consolidated Balance Sheets

September 30, 2025, December 31, 2024, and September 30, 2024

(Expressed in Thousands of New Taiwan Dollars)

		September 30, 2025		December 31, 2024		September 30, 2024						September 30, 2025		December 31, 2024		September 30, 2024	
Assets		Amount	%	Amount	%	Amount	%	Liabilities and Equity		Amount	%	Amount	%	Amount	%	Amount	%
Current assets:								Current liabilities:									
1100	Cash and cash equivalents (Note (6)(a))	\$ 4,753,552	9	5,140,543	9	3,309,020	6	2100	Short-term borrowings (Note (6)(j))	\$ 5,216,929	10	2,983,008	5	5,485,828	11		
1170	Accounts receivable (Notes (6)(b) and (q))	8,239,722	16	8,118,995	15	8,623,307	17	2130	Current contract liabilities (Note (6)(q))	1,093	-	1,141	-	1,612	-		
1200	Other receivables (Note (7))	884,405	2	915,173	2	915,084	2	2170	Notes and accounts payable	3,898,332	8	4,131,129	8	4,081,608	8		
1220	Current tax assets	342,771	1	514,210	1	217,613	-	2200	Other payables	4,779,264	10	5,630,757	10	4,917,791	9		
130X	Inventories (Note (6)(c))	8,391,491	16	9,237,855	17	9,072,874	18	2230	Current tax liabilities	2,172,953	4	944,396	2	822,281	2		
1476	Other current financial assets (Note (8))	393	-	956	-	1,398	-	2280	Current lease liabilities (Note (6)(l))	34,901	-	39,408	-	17,661	-		
1479	Other current assets, others	985,409	2	957,965	2	1,031,672	2	2320	Long-term liabilities, current portion (Note (6)(k))	64,930	-	-	-	-	-		
	Total current assets	23,597,743	46	24,885,697	46	23,170,968	45	2399	Other current liabilities, others	32,584	-	43,842	-	46,240	-		
Non-current assets:									Total current liabilities	16,200,986	32	13,773,681	25	15,373,021	30		
1550	Investments accounted for using equity method (Note (6)(d))	1,376,637	3	1,316,221	2	1,233,031	2	Non-Current liabilities:									
1600	Property, plant and equipment (Note (6)(f))	21,714,386	42	23,215,335	43	22,623,256	44	2540	Long-term borrowings (Note (6)(k))	1,493,307	3	3,397,663	6	1,914,935	4		
1755	Right-of-use assets (Note (6)(g))	1,600,700	3	1,768,461	3	1,667,511	3	2570	Deferred tax liabilities	3,778,156	7	3,641,904	7	3,487,933	7		
1760	Investment property, net (Note (6)(h))	6,858	-	56,728	-	56,243	-	2580	Non-current lease liabilities (Note (6)(l))	527,637	1	577,463	1	503,500	1		
1780	Intangible assets (Note (6)(i))	458,016	1	459,452	1	454,109	1	2640	Non-current net defined benefit liability	3,852,359	8	3,935,182	7	4,668,147	9		
1840	Deferred tax assets	1,921,011	4	1,814,594	3	1,940,656	4	2670	Other non-current liabilities, others	215,746	-	238,007	-	238,832	-		
1980	Other non-current financial assets (Note (8))	88,140	-	103,172	-	101,668	-		Total non-current liabilities	9,867,205	19	11,790,219	21	10,813,347	21		
1990	Other non-current assets, others (Note (7))	601,846	1	773,122	2	707,794	1		Total liabilities	26,068,191	51	25,563,900	46	26,186,368	51		
	Total non-current assets	27,767,594	54	29,507,085	54	28,784,268	55	Equity attributable to owners of parent (Note (6)(o)):									
								3110	Total capital stock	9,874,828	19	9,874,828	18	9,874,828	19		
								3200	Capital surplus	46,369	-	49,085	-	47,854	-		
									Retained earnings:								
								3310	Legal reserve	7,623,478	15	6,979,145	13	6,979,145	13		
								3320	Special reserve	-	-	1,127,303	2	1,127,303	2		
								3350	Unappropriated retained earnings	7,504,561	15	8,449,684	16	6,289,323	12		
									Other equity interest:								
								3410	Exchange differences on translation of foreign financial statements	(1,655,615)	(4)	360,006	1	(408,358)	(1)		
									Total equity attributable to owners of parent:	23,393,621	45	26,840,051	50	23,910,095	45		
								36XX	Non-controlling interests	1,903,525	4	1,988,831	4	1,858,773	4		
									Total equity	25,297,146	49	28,828,882	54	25,768,868	49		
Total assets		\$ 51,365,337	100	54,392,782	100	51,955,236	100		Total liabilities and equity	\$ 51,365,337	100	54,392,782	100	51,955,236	100		

See accompanying notes to consolidated financial statements.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)  
**FENG TAY ENTERPRISES COMPANY LIMITED AND ITS 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	%
4000	Operating revenues (Note (6)(q))	\$ 21,679,985	100	22,719,052	100	62,802,526	100	65,602,199	100
5000	Operating costs (Note (6)(c))	(16,538,023)	(76)	(17,339,358)	(76)	(48,354,685)	(77)	(50,807,138)	(77)
	Gross profit from operations	5,141,962	24	5,379,694	24	14,447,841	23	14,795,061	23
	Operating expenses:								
6100	Selling and administrative expenses	(2,200,997)	(10)	(2,414,199)	(11)	(6,394,075)	(10)	(7,048,307)	(11)
6300	Research and development expenses	(803,904)	(4)	(720,672)	(3)	(2,191,835)	(4)	(2,155,610)	(3)
	Total operating expenses	(3,004,901)	(14)	(3,134,871)	(14)	(8,585,910)	(14)	(9,203,917)	(14)
	Net operating income	2,137,061	10	2,244,823	10	5,861,931	9	5,591,144	9
	Non-operating income and expenses:								
7100	Interest income (Note (6)(s))	9,031	-	23,277	-	35,911	-	56,074	-
7010	Other income (Notes (6)(s) and (7))	96,980	-	85,796	-	297,808	-	366,914	1
7020	Other gains and losses, net (Note (6)(s))	447,514	2	(340,113)	(1)	(199,161)	-	323,960	-
7050	Financial costs (Note (6)(s))	(65,277)	-	(77,864)	-	(187,505)	-	(213,629)	-
7060	Share of profit of associates and joint ventures accounted for using equity method (Note (6)(d))	84,353	-	65,945	-	156,462	-	122,144	-
	Total non-operating income and expenses	572,601	2	(242,959)	(1)	103,515	-	655,463	1
	Profit from continuing operations before tax	2,709,662	12	2,001,864	9	5,965,446	9	6,246,607	10
7950	Income tax expenses (Notes (4) and (6)(n))	(798,116)	(3)	(471,676)	(2)	(2,029,320)	(3)	(1,682,749)	(3)
	Net profit	1,911,546	9	1,530,188	7	3,936,126	6	4,563,858	7
	Other comprehensive income:								
8360	Item that may be reclassified subsequently to profit or loss								
8361	Exchange differences on translation of foreign financial statements	797,737	3	(613,574)	(3)	(2,164,967)	(3)	791,375	1
8399	Income tax related to components of other comprehensive loss that will may be reclassified to profit or loss (Note (6)(n))	(3,953)	-	2,530	-	8,127	-	(2,624)	-
	Item that may be reclassified subsequently to profit or loss	793,784	3	(611,044)	(3)	(2,156,840)	(3)	788,751	1
	Other comprehensive income (loss)	793,784	3	(611,044)	(3)	(2,156,840)	(3)	788,751	1
8500	Total comprehensive income	\$ 2,705,330	12	919,144	4	1,779,286	3	5,352,609	8
	Net profit, attributable to:								
8610	Net profit, attributable to owners of parent	\$ 1,739,675	8	1,426,632	7	3,608,069	6	4,282,974	7
8620	Net profit, attributable to non-controlling interests	171,871	1	103,556	-	328,057	-	280,884	-
		\$ 1,911,546	9	1,530,188	7	3,936,126	6	4,563,858	7
	Comprehensive income attributable to:								
8710	Comprehensive income, attributable to owners of parent	\$ 2,485,417	11	846,091	4	1,592,448	3	5,001,919	7
8720	Comprehensive income, attributable to non-controlling interests	219,913	1	73,053	-	186,838	-	350,690	1
		\$ 2,705,330	12	919,144	4	1,779,286	3	5,352,609	8
	Earnings per common share expressed in dollars (Note (6)(p))								
9750	Basic earnings per share	\$ 1.76		1.45		3.65		4.34	

See accompanying notes to consolidated financial statements.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)  
**FENG TAY ENTERPRISES COMPANY LIMITED AND ITS 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					Total other equity interest Exchange differences on translation of foreign financial statements	Total equity attributable to owners of parent	Non-controlling interests	Total equity
	Share capital Ordinary shares	Capital surplus	Retained earnings		Unappropriated retained earnings				
			Legal reserve	Special reserve					
<b>Balance at January 1, 2024</b>	\$ 9,874,828	53,750	6,476,443	1,053,529	6,829,001	(1,127,303)	23,160,248	1,894,583	25,054,831
Net profit	-	-	-	-	4,282,974	-	4,282,974	280,884	4,563,858
Other comprehensive income	-	-	-	-	-	718,945	718,945	69,806	788,751
Total comprehensive income	-	-	-	-	4,282,974	718,945	5,001,919	350,690	5,352,609
Appropriation and distribution of retained earnings:									
Legal reserve appropriated	-	-	502,702	-	(502,702)	-	-	-	-
Special reserve appropriated	-	-	-	73,774	(73,774)	-	-	-	-
Cash dividends of ordinary share	-	-	-	-	(4,246,176)	-	(4,246,176)	-	(4,246,176)
Changes in ownership interests in subsidiaries	-	(5,896)	-	-	-	-	(5,896)	9,042	3,146
Changes in non-controlling interests	-	-	-	-	-	-	-	(395,542)	(395,542)
<b>Balance at September 30, 2024</b>	<b>\$ 9,874,828</b>	<b>47,854</b>	<b>6,979,145</b>	<b>1,127,303</b>	<b>6,289,323</b>	<b>(408,358)</b>	<b>23,910,095</b>	<b>1,858,773</b>	<b>25,768,868</b>
<b>Balance at January 1, 2025</b>	\$ 9,874,828	49,085	6,979,145	1,127,303	8,449,684	360,006	26,840,051	1,988,831	28,828,882
Net profit	-	-	-	-	3,608,069	-	3,608,069	328,057	3,936,126
Other comprehensive income	-	-	-	-	-	(2,015,621)	(2,015,621)	(141,219)	(2,156,840)
Total comprehensive (loss) income	-	-	-	-	3,608,069	(2,015,621)	1,592,448	186,838	1,779,286
Appropriation and distribution of retained earnings:									
Legal reserve appropriated	-	-	644,333	-	(644,333)	-	-	-	-
Reversal of special reserve	-	-	-	(1,127,303)	1,127,303	-	-	-	-
Cash dividends of ordinary share	-	-	-	-	(5,036,162)	-	(5,036,162)	-	(5,036,162)
Due to donated assets received	-	(111)	-	-	-	-	(111)	-	(111)
Changes in ownership interests in subsidiaries	-	(2,605)	-	-	-	-	(2,605)	2,605	-
Changes in non-controlling interests	-	-	-	-	-	-	-	(274,749)	(274,749)
<b>Balance at September 30, 2025</b>	<b>\$ 9,874,828</b>	<b>46,369</b>	<b>7,623,478</b>	<b>-</b>	<b>7,504,561</b>	<b>(1,655,615)</b>	<b>23,393,621</b>	<b>1,903,525</b>	<b>25,297,146</b>

See accompanying notes to consolidated financial statements.

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

**FENG TAY ENTERPRISES COMPANY LIMITED AND ITS SUBSIDIARIES**

**Consolidated Statements of Cash Flows**

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

**(Expressed in Thousands of New Taiwan Dollars)**

	<b>For the nine months ended September 30</b>	
	<b>2025</b>	<b>2024</b>
<b>Cash flows from operating activities:</b>		
Profit before tax	\$ 5,965,446	6,246,607
Adjustments:		
Adjustments to reconcile profit:		
Depreciation expense	2,242,084	2,310,771
Amortization expense	61,982	55,723
Interest expense	187,505	213,629
Interest income	(35,911)	(56,074)
Share of profit of associates and joint ventures accounted for using equity method	(156,462)	(122,144)
Loss on disposal of property, plant and equipment	10,997	19,729
Loss from lease modification	-	920
Gains on disposal of investment properties	(301,657)	(24,827)
Others	(3,811)	22,476
Total adjustments to reconcile profit	2,004,727	2,420,203
Changes in operating assets and liabilities:		
Changes in operating assets:		
Accounts receivable	(162,180)	(460,211)
Other receivables	(36,680)	(119,574)
Inventories	189,619	(222,400)
Other current assets, others	(86,617)	(58,786)
Other current financial assets	517	20
Total changes in operating assets	(95,341)	(860,951)
Changes in operating liabilities:		
Current contract liabilities	34	590
Notes and accounts payable	(72,506)	(258,020)
Other payable	(330,807)	(501,570)
Other current liabilities, others	(10,070)	5,637
Net defined benefit liability	168,299	341,855
Other non-current liabilities, others	(4,349)	11,855
Total changes in operating liabilities	(249,399)	(399,653)
Total changes in operating assets and liabilities	(344,740)	(1,260,604)
Total adjustments	1,659,987	1,159,599
Cash inflow generated from operations	7,625,433	7,406,206
Interest received	37,631	56,513
Interest paid	(186,700)	(216,519)
Income taxes paid	(664,436)	(2,650,094)
Net cash flows from operating activities	6,811,928	4,596,106
<b>Cash flows used in investing activities:</b>		
Acquisition of property, plant and equipment	(2,332,544)	(2,241,001)
Proceeds from disposal of property, plant and equipment	183,111	91,320
Acquisition of intangible assets	(68,444)	(84,620)
Proceeds from disposal of intangible assets	578	-
Proceeds from disposal of investment properties	349,668	42,700
Other non-current financial assets	6,109	3,827
Other non-current assets, others	(3,958)	14,268
Net cash flows used in investing activities	(1,865,480)	(2,173,506)
<b>Cash flows used in financing activities:</b>		
Increase in short-term loans	2,301,060	3,222,086
Proceeds from long-term borrowings	506,205	125,224
Repayments of long-term borrowings	(2,218,033)	(1,789,676)
Payments of lease liabilities	(33,324)	(39,418)
Cash dividends paid	(5,036,162)	(4,246,176)
Change in non-controlling interests	(265,948)	(390,852)
Net cash flows used in financing activities	(4,746,202)	(3,118,812)
Effect of exchange rate changes on cash and cash equivalents	(587,237)	146,390
Net decrease in cash and cash equivalents	(386,991)	(549,822)
Cash and cash equivalents at beginning of period	5,140,543	3,858,842
Cash and cash equivalents at end of period	\$ 4,753,552	3,309,020

See accompanying notes to consolidated financial statements.



(English Translation of Consolidated Financial Statements Originally Issued in Chinese)  
**FENG TAY ENTERPRISES COMPANY LIMITED AND ITS 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**

Feng Tay Enterprises Company Limited (hereinafter referred to as “the Company”), founded in 1971, is a manufacturer specialized in athletic shoes. Other business activities include developing and producing casual shoes, ice skates, ski boots, golf balls, soccer balls, backpack, ice hockey helmets and sticks, footwear accessories, as well as shoe molds and tools. The Company’s common shares were listed on the Taiwan Stock Exchange (TWSE) on February 18, 1992. The Company has a headquarter located at the Yunlin Science and Industrial Park, wherein it conducts order management, product development, technology research, finished goods and shoe material trade, and constant cultivation of multinational management talents, while its factories of mass production are spread throughout China, Vietnam, Indonesia, and India. The consolidated financial statements comprise the Company and its subsidiaries (together referred to as the “Group” and individually as “Group entities”). Please refer to note 14 for related information of the Group entities’ main business activities.

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

The consolidated financial statements were authorized for issuance by the Board of Directors on November 12, 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”

- (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”
- Annual Improvements to IFRS Accounting Standards—Volume 11
- Amendments to IFRS 9 and IFRS 7 “Contracts Referencing Nature-dependent Electricity”

(Continued)

**FENG TAY ENTERPRISES COMPANY LIMITED AND ITS 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:

<b>Standards or Interpretations</b>	<b>Content of amendment</b>	<b>Effective date per IASB</b>
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"> <li>• 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.</li> <li>• 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.</li> <li>• 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.</li> </ul>	<p>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.</p>

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.

(Continued)

## FENG TAY ENTERPRISES COMPANY LIMITED AND ITS SUBSIDIARIES

### Notes to the Consolidated Financial Statements

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

##### (b) Basis of consolidation

##### (i) List of subsidiaries in the consolidated financial statements

Name of investor	Name of subsidiary	Principal activity	Shareholding			Description
			September 30, 2025	December 31, 2024	September 30, 2024	
The Company 、 GLO	PT Feng Tay Indonesia Enterprises	Manufactures athletic shoes, casual shoes, semi-finished footwear and footwear accessories.	100.00 %	100.00 %	100.00 %	PT Feng Tay Indonesia Enterprises was established in Indonesia in 1992, and has paid in capital of USD27,000,000. (Note 1)
The Company	Growth-Link Overseas Company Limited(GLO)	Investment holding.	100.00 %	100.00 %	100.00 %	Growth-Link Overseas Company Limited was established in Bermuda in 1991, and has paid in capital of USD27,513,036 (including share premium of USD27,453,036).
The Company 、 GLO	VX Holdings Limited (VXH)	Investment holding.	92.13 %	92.13 %	92.13 %	VX Holdings Limited was established in British Virgin Islands in 1997, and has paid in capital of USD32,335,923 (including share premium of USD32,254,923). (Note 1)

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**FENG TAY ENTERPRISES COMPANY LIMITED AND ITS SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

Name of investor	Name of subsidiary	Principal activity	Shareholding			Description
			September 30, 2025	December 31, 2024	September 30, 2024	
The Company 、 GLO	Dona Orient Holdings Limited (DOH)	Investment holding.	100.00 %	100.00 %	100.00 %	Dona Orient Holdings Limited was established in British Virgin Islands in 2003, and has paid in capital of USD111,593,053 (including share premium of USD111,483,817).
The Company 、 GLO	PT Rich Valley Indonesia	Manufactures athletic shoes, casual shoes, semi-finished footwear and footwear accessories.	100.00 %	100.00 %	100.00 %	PT Rich Valley Indonesia was established in Indonesia in 2019, and has paid in capital of USD36,431,286. (Note 1)
The Company	Great Eastern Industries Limited	International trade services.	100.00 %	100.00 %	100.00 %	Great Eastern Industries Limited, was established in Hong Kong in 2019, and has paid in capital of USD1,000,000 (including share premium of USD999,000). (Note 1)
The Company	Great South Private Limited	Investing holding.	100.00 %	100.00 %	100.00 %	Great South Private Limited was established in Singapore in 2021, and has paid in capital of SGD1,700,000. (Note 1)
The Company	India Tindivanam Footwear Private Limited	Manufactures athletic shoes, semi-finished footwear and footwear accessories.	96.49 %	95.85 %	95.85 %	India Tindivanam Footwear Private Limited was established in India in 2022, and has paid in capital of INR5,687,949,690. (Note 1)
GLO	Fujian Da Feng Holdings Company Limited(DF)	Investment holding.	70.00 %	70.00 %	70.00 %	Fujian Da Feng Holdings Company Limited was established in Fujian Province, China in 1993, and has paid in capital of USD27,000,000. (Note 1)
DF	Fujian Lifeng Footwear Industrial Development Company Limited(LF)	Manufactures athletic shoes, semi-finished footwear, and footwear accessories.	100.00 %	100.00 %	100.00 %	Fujian Lifeng Footwear Industrial Development Company Limited was established in Fujian Province, China in 1988, and has paid in capital of USD15,000,000.
GLO and DF	Fujian Xiefeng Footwear Company Limited	Manufactures athletic shoes, semi-finished footwear, and footwear accessories.	100.00 %	100.00 %	100.00 %	Fujian Xiefeng Footwear Company Limited was established in Fujian Province, China in 1989, and has paid in capital of USD15,000,000.

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**FENG TAY ENTERPRISES COMPANY LIMITED AND ITS SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

Name of investor	Name of subsidiary	Principal activity	Shareholding			Description
			September 30, 2025	December 31, 2024	September 30, 2024	
GLO and DF	Fujian San Feng Footwear Company Limited	Manufactures athletic shoes, semi-finished footwear, and footwear accessories.	80.00 %	80.00 %	80.00 %	Fujian San Feng Footwear Company Limited was established in Fujian Province, China in 1992, and has paid in capital of USD15,000,000.
GLO	Fujian Putian Xie Feng Mold Company Limited(XM)	Manufactures and repairs molds, cutting dies, shoe lasts, injections, and processing of metal parts.	50.34 %	50.34 %	50.34 %	Fujian Putian Xie Feng Mold Company Limited was established in Fujian Province, China in 1991, and has paid in capital of USD3,000,000. (Note 1)
GLO, DF, LF and XM	Fujian Great Hope Footwear Company Limited(GH)	Manufactures athletic shoes, casual shoes, semi-finished footwear, footwear accessories, protective gear, and other supporting products.	100.00 %	100.00 %	100.00 %	Fujian Great Hope Footwear Company Limited was established in Fujian Province, China in 1989, and has paid in capital of USD7,950,000. (Note 1)
LF, GH and XM	Suzhou Yufeng Plastics Technology Co., Ltd.	Manufacturing and processing of plastic products.	100.00 %	100.00 %	100.00 %	Suzhou Yufeng Plastic Technology Co., Ltd., was established in Jiangsu Province, China in 2009, and has paid in capital of USD2,562,738. (Note 1)
GLO	Fujian Wu Feng Department Store Co., Ltd.	Wholesaler and retailer of general merchandise, and related services.	50.00 %	50.00 %	50.00 %	Fujian Wu Feng Department Store Co., Ltd. was established in Fujian Province, China in 1992, and has paid in capital of USD4,500,000. (Note 1)
GLO	Dona Pacific Holdings Limited (DPH)	Investment holding.	92.00 %	92.00 %	92.00 %	Dona Pacific Holdings Limited was established in British Virgin Islands in 2000, and has paid in capital of USD13,558,901 (including share premium of USD13,533,901). (Note 1)
GLO	VX Mold Company Limited(VXM)	Investment holding.	93.00 %	93.00 %	93.00 %	VX Mold Company Limited was established in British Virgin Islands in 1999, and has paid in capital of USD400,000. (Note 1)
GLO	Lotus Footwear Enterprises Private Limited (LUH)	Investment holding business, and manufacturing and selling of finished shoes.	88.00 %	88.00 %	88.00 %	Lotus Footwear Enterprises Private Limited was established in British Virgin Islands in 2006. In May 2025, the company re-domiciled to Singapore, with a paid-in capital of USD79,141,400.

(Continued)

**FENG TAY ENTERPRISES COMPANY LIMITED AND ITS SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

Name of investor	Name of subsidiary	Principal activity	Shareholding			Description
			September 30, 2025	December 31, 2024	September 30, 2024	
VXH	Dona Victor Footwear Co., Ltd.	Manufactures athletic shoes, semi-finished footwear, and footwear accessories.	100.00 %	100.00 %	100.00 %	Dona Victor Footwear Co., Ltd., was established in Vietnam in 1994, and has paid in capital of USD35,400,000.
DOH	Vietnam Dona Orient Co., Ltd.	Manufactures athletic shoes, semi-finished footwear, and footwear accessories.	100.00 %	100.00 %	100.00 %	Vietnam Dona Orient Co., Ltd., was established in Vietnam in 2003, and has paid in capital of USD44,000,000.
DOH	Vietnam Dona Standard Footwear Co., Ltd.	Manufactures athletic shoes, semi-finished footwear, and footwear accessories.	100.00 %	100.00 %	100.00 %	Vietnam Dona Standard Footwear Co., Ltd., was established in Vietnam in 2006, and has paid in capital of USD75,700,000.
DOH	Vung Tau Orient Co., Ltd.	Manufactures golf balls, soccer balls, backpack and bags.	100.00 %	100.00 %	100.00 %	Vung Tau Orient Co., Ltd., was established in Vietnam in 2005, and has paid in capital of USD41,000,000. (Note 1)
DOH	Vietnam Nam Ha Footwear Company Limited	Manufactures athletic shoes, semi-finished footwear, and footwear accessories.	100.00 %	100.00 %	100.00 %	Vietnam Nam Ha Footwear Company Limited was established in Vietnam in 2019, and has paid in capital of USD62,000,000. (Note 1)
DPH	Dona Pacific (Vietnam) Co., Ltd.	Manufactures athletic shoes, semi-finished footwear, and footwear accessories.	100.00 %	100.00 %	100.00 %	Dona Pacific (Vietnam) Co., Ltd., was established in Vietnam in 2000, and has paid in capital of USD20,000,000.
VXM	Dona Victor Molds MFG. Co., Ltd.	Manufactures and repairs molds, cutting dies, and processing of metal parts.	100.00 %	100.00 %	100.00 %	Dona Victor Molds MFG. Co., Ltd., was established in Vietnam in 1999, and has paid in capital of USD3,100,000. (Note 1)
GLO and LUH	Cheyar SEZ Developers Private Limited	Development in India's Industrial Park.	100.00 %	100.00 %	100.00 %	Cheyar SEZ Developers Private Limited was established in Indian in 2006, and has paid in capital of USD119,893,561. (Note 1)
LUH	East Wind Footwear Company Limited	Investment holding and production of athletic shoes.	100.00 %	100.00 %	100.00 %	East Wind Footwear Company Limited was established in British Virgin Islands in 2010, and has paid in capital of USD15,695,471 (including share premium of USD15,685,720). (Note 2)

(Continued)

**FENG TAY ENTERPRISES COMPANY LIMITED AND ITS SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

Name of investor	Name of subsidiary	Principal activity	Shareholding			Description
			September 30, 2025	December 31, 2024	September 30, 2024	
LUH	Fairway Enterprises Company Limited	Investment holding and production of athletic shoes.	100.00 %	100.00 %	100.00 %	Fairway Enterprises Company Limited was established in British Virgin Islands in 2014, and has paid in capital of USD43,324,582 (including share premium of USD43,295,081). (Note 2)

Note 1: This company is a non-significant subsidiary, its financial statements have not been reviewed.

Note 2: This company is a non-significant subsidiary, and the financial statements of the Indian branch have been reviewed.

(ii) Subsidiaries excluded from the consolidated financial statements: None.

(c) 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, adjusted for significant market fluctuations since that time and for significant curtailments, settlements, or other significant one-off events.

(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.

**(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 IFRS Accounting Standards (in accordance with IAS 34 “Interim Financial Reporting” and endorsed by the FSC) requires management to make judgments, and 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 interim 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 the related information, please refer to note (5) of the consolidated financial statements for the year ended December 31, 2024.

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**FENG TAY ENTERPRISES COMPANY LIMITED AND ITS SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

**(6) Explanation of significant accounts:**

**(a) Cash and cash equivalents**

	September 30, 2025	December 31, 2024	September 30, 2024
Cash	\$ 913	1,125	1,005
Demand deposits and check deposit	1,272,115	2,221,183	1,152,029
Time deposits	3,480,524	2,918,235	2,155,986
Cash and cash equivalents in the consolidated statement of cash flows	<u>\$ 4,753,552</u>	<u>5,140,543</u>	<u>3,309,020</u>

Please refer to Note (6)(t) for the interest rate risk and sensitivity analysis of the financial assets and liabilities of the Group.

**(b) Accounts receivable**

	September 30, 2025	December 31, 2024	September 30, 2024
Accounts receivable—measured at amortized cost	\$ 8,239,722	8,118,995	8,623,307
Less: Allowance for credit loss	-	-	-
	<u>\$ 8,239,722</u>	<u>8,118,995</u>	<u>8,623,307</u>

The Group applies the simplified approach to provide for its expected credit losses, i.e. the use of lifetime expected loss provision for all accounts receivable. To measure the expected credit losses, accounts receivable have been grouped based on shared credit risk characteristics and the days past due, as well as incorporated forward looking information. The allowance for credit loss was determined as follows:

	September 30, 2025		
	Gross carrying amount	Weighted- average loss rate	Allowance for credit loss provision
Current	\$ 7,790,948	0.00%	-
1 to 10 days past due	442,457	0.00%	-
11 to 60 days past due	5,528	0.00%	-
61 days to 1 year past due	789	0.00%	-
	<u>\$ 8,239,722</u>		<u>-</u>

(Continued)



**FENG TAY ENTERPRISES COMPANY LIMITED AND ITS SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

	<b>December 31, 2024</b>		
	<b>Gross carrying amount</b>	<b>Weighted-average loss rate</b>	<b>Allowance for credit loss provision</b>
Current	\$ 7,424,013	0.00%	-
1 to 10 days past due	669,342	0.00%	-
11 to 60 days past due	7,691	0.00%	-
61 days to 1 year past due	17,949	0.00%	-
	<b>\$ 8,118,995</b>		<b>-</b>

  

	<b>September 30, 2024</b>		
	<b>Gross carrying amount</b>	<b>Weighted-average loss rate</b>	<b>Allowance for credit loss provision</b>
Current	\$ 7,545,362	0.00%	-
1 to 10 days past due	1,049,158	0.00%	-
11 to 60 days past due	7,959	0.00%	-
61 days to 1 year past due	20,828	0.00%	-
	<b>\$ 8,623,307</b>		<b>-</b>

The movement in the allowance for accounts receivable was as follows:

	<b>For the nine months ended September 30</b>	
	<b>2025</b>	<b>2024</b>
Balance at January 1	\$ -	7,972
Amounts written off	-	(7,972)
Balance at September 30	<b>\$ -</b>	<b>-</b>

As of September 30, 2025, December 31, 2024 and September 30, 2024, the accounts receivable of the Group were not pledged as collateral for its loan.

(c) Inventories

	<b>September 30, 2025</b>	<b>December 31, 2024</b>	<b>September 30, 2024</b>
Raw materials	\$ 3,670,734	3,638,768	3,864,300
Work in process	1,278,711	1,322,945	1,237,235
Finished goods	2,226,552	3,044,874	2,663,946
Merchandise inventory	142,701	89,807	164,091
Inventory in transit	1,072,196	1,140,984	1,141,136
Others	597	477	2,166
	<b>\$ 8,391,491</b>	<b>9,237,855</b>	<b>9,072,874</b>

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**FENG TAY ENTERPRISES COMPANY LIMITED AND ITS SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

The details of operating cost were as follows:

	For the three months ended September 30		For the nine months ended September 30	
	2025	2024	2025	2024
Cost of goods sold	\$ 16,480,461	17,202,590	47,853,381	50,303,991
Unallocated production overheads	47,103	130,816	440,952	456,308
Net (gains) losses on inventories	(417)	279	(1,250)	(456)
Inventory scrap loss	13,984	20,815	43,410	101,324
Revenue from sale of scraps	(15,525)	(13,582)	(43,881)	(43,669)
Losses (reversal gains) on obsolescence and inventory valuation	12,417	(1,560)	62,073	(10,360)
Total	<u>\$ 16,538,023</u>	<u>17,339,358</u>	<u>48,354,685</u>	<u>50,807,138</u>

Write-down of inventory valuation is due to obsolescence or out of use, wherein the amount of the net realizable value of the inventory which is lower than the cost is recognized as operating costs. In addition, when the factors causing the net realizable value of inventory to be lower than the cost is disappeared due to scrapping or disposal, the increase in the net realized value is recognized as a deduction in operating costs.

As of September 30, 2025, December 31, 2024 and September 30, 2024, the inventory of the Group was not pledged as collateral for its loan.

(d) Investments accounted for using equity method

(i) Joint ventures

Shoe Majesty Co., Ltd. is a joint venture under the Group's joint arrangements. The Group classified the joint agreement as a joint venture using the equity method.

The Group's financial information for investments accounted for using the equity method that were individually insignificant was as follows:

	September 30, 2025	December 31, 2024	September 30, 2024
Individually insignificant joint venture	<u>\$ 1,376,637</u>	<u>1,316,221</u>	<u>1,233,031</u>

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**FENG TAY ENTERPRISES COMPANY LIMITED AND ITS SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

	For the three months ended September 30		For the nine months ended September 30	
	2025	2024	2025	2024
Attributable to the Group:				
Profit from continuing operation	\$ 84,353	65,945	156,462	122,144
Other comprehensive income (loss)	43,517	(27,858)	(89,482)	28,880
Comprehensive income	<u>\$ 127,870</u>	<u>38,087</u>	<u>66,980</u>	<u>151,024</u>

(ii) Collateral

As of September 30, 2025, December 31, 2024 and September 30, 2024, the investment accounted for using equity method of the Group was not pledged as collateral for its loan.

(iii) The unreviewed financial statements of investments accounted for using equity method

Investments were accounted for by using the equity method, and the share of profit or loss and other comprehensive income of those investments were calculated based on the financial statements that have not been reviewed.

(e) Material non-controlling interests of subsidiaries

The material non-controlling interests of subsidiaries were as follows:

Subsidiaries	Main operation place	Percentage of non-controlling interests		
		September 30, 2025	December 31, 2024	September 30, 2024
Fujian Da Feng Holdings Company Limited	China	30.00 %	30.00 %	30.00 %

The following information of the aforementioned subsidiaries have been prepared in accordance with the IFRS Accounting Standards endorsed by the FSC. Included in this information are the fair value adjustment made during the acquisition and the relevant difference in accounting principles between the Group and its subsidiaries as at the acquisition date. Intra-group transactions were not eliminated in this information.

(i) Fujian Da Feng Holdings Company Limited's collective financial information:

	September 30, 2025	December 31, 2024	September 30, 2024
Current assets	\$ 175,105	332,513	44,489
Non-current assets	2,488,529	2,385,224	2,486,390
Current liabilities	(39,691)	(48,713)	(38,730)
Net assets	<u>\$ 2,623,943</u>	<u>2,669,024</u>	<u>2,492,149</u>
Non-controlling interests	<u>\$ 787,183</u>	<u>800,707</u>	<u>747,645</u>

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**FENG TAY ENTERPRISES COMPANY LIMITED AND ITS SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

	For the three months ended September 30		For the nine months ended September 30	
	2025	2024	2025	2024
Net income	\$ 159,825	123,334	381,848	316,845
Other comprehensive income (loss)	102,747	(28,650)	(170,602)	101,928
Comprehensive income	<u>\$ 262,572</u>	<u>94,684</u>	<u>211,246</u>	<u>418,773</u>
Profit, attributable to non-controlling interests	<u>\$ 47,947</u>	<u>37,001</u>	<u>114,554</u>	<u>95,054</u>
Comprehensive income, attributable to non-controlling interests	<u>\$ 78,772</u>	<u>28,405</u>	<u>63,374</u>	<u>125,632</u>
Net cash flows (used in) from operating activities	\$ (38,390)	15,136	(23,431)	18,446
Net cash flows from investing activities	33,754	8,442	387,186	477,264
Net cash flows from (used in) financing activities	1,788	(9,087)	(258,661)	(511,886)
Net (decrease) increase in cash and cash equivalents	<u>\$ (2,848)</u>	<u>14,491</u>	<u>105,094</u>	<u>(16,176)</u>
Cash dividends to non-controlling interests	<u>\$ -</u>	<u>-</u>	<u>77,598</u>	<u>153,566</u>

(f) Property, plant and equipment

The cost, depreciation, and impairment of the property, plant and equipment of the Group for the nine months ended September 30, 2025 and 2024 were as follows:

	Land	Buildings	Machinery and equipment	Computer and communication equipment	Test equipment	Transportation equipment	Office equipment	Other equipment	Equipment to be inspected and construction in progress	Total
Cost:										
Balance at January 1, 2025	\$ 1,655,182	17,751,741	26,915,429	593,077	115,367	614,205	824,475	110,137	2,793,987	51,373,600
Additions	252,961	35,562	320,311	20,987	1,482	4,434	17,664	1,583	1,992,888	2,647,872
Disposals	-	(94,431)	(697,313)	(13,247)	(961)	(9,648)	(11,559)	(1,957)	-	(829,116)
Reclassifications	49	217,297	1,405,038	36,873	2,466	26,882	22,828	115	(1,711,548)	-
Effect of changes in foreign exchange rates	(31,786)	(1,191,828)	(1,950,924)	(33,534)	-	(41,488)	(62,159)	(2,027)	(196,360)	(3,510,106)
Balance at September 30, 2025	<u>\$ 1,876,406</u>	<u>16,718,341</u>	<u>25,992,541</u>	<u>604,156</u>	<u>118,354</u>	<u>594,385</u>	<u>791,249</u>	<u>107,851</u>	<u>2,878,967</u>	<u>49,682,250</u>

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**FENG TAY ENTERPRISES COMPANY LIMITED AND ITS SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

		Land	Buildings	Machinery and equipment	Computer and communication equipment	Test equipment	Transportation equipment	Office equipment	Other equipment	Equipment to be inspected and construction in progress	Total
Balance at January 1, 2024	\$	1,626,928	16,367,909	23,143,581	524,743	121,169	712,250	674,087	104,760	2,512,956	45,788,383
Additions		-	23,891	484,609	30,312	3,214	14,586	20,695	1,977	2,338,983	2,918,267
Disposals		-	(9,445)	(471,291)	(26,231)	(10,133)	(15,093)	(12,021)	(825)	-	(545,039)
Reclassifications		-	443,998	1,936,019	26,441	853	(126,321)	89,433	887	(2,371,310)	-
Effect of changes in foreign exchange rates		12,836	427,837	730,360	12,190	-	23,348	17,717	809	74,168	1,299,265
Balance at September 30, 2024	\$	<u>1,639,764</u>	<u>17,254,190</u>	<u>25,823,278</u>	<u>567,455</u>	<u>115,103</u>	<u>608,770</u>	<u>789,911</u>	<u>107,608</u>	<u>2,554,797</u>	<u>49,460,876</u>
Depreciation and impairment loss:											
Balance at January 1, 2025	\$	-	8,891,490	17,691,969	449,094	102,400	336,396	598,993	87,923	-	28,158,265
Depreciation		-	488,814	1,480,852	50,909	5,346	97,597	53,252	4,615	-	2,181,385
Reversal of impairment loss		-	-	(3,811)	-	-	-	-	-	-	(3,811)
Disposals		-	(87,490)	(512,545)	(12,609)	(905)	(8,793)	(11,016)	(1,650)	-	(635,008)
Reclassifications		-	9,973	1,750	1,152	-	(11,802)	(1,073)	-	-	-
Effect of changes in foreign exchange rates		-	(581,064)	(1,059,626)	(24,754)	-	(23,895)	(42,130)	(1,498)	-	(1,732,967)
Balance at September 30, 2025	\$	<u>-</u>	<u>8,721,723</u>	<u>17,598,589</u>	<u>463,792</u>	<u>106,841</u>	<u>389,503</u>	<u>598,026</u>	<u>89,390</u>	<u>-</u>	<u>27,967,864</u>
Balance at January 1, 2024	\$	-	7,778,231	14,623,148	407,774	102,788	331,875	511,110	81,210	-	23,836,136
Depreciation		-	506,433	1,539,235	39,751	7,101	94,685	55,413	4,928	-	2,247,546
Impairment loss		-	-	22,438	-	-	-	38	-	-	22,476
Disposals		-	(3,005)	(371,272)	(25,459)	(9,591)	(12,505)	(11,435)	(723)	-	(433,990)
Reclassifications		-	25,410	67,282	72	-	(92,764)	-	-	-	-
Effect of changes in foreign exchange rates		-	214,748	917,735	9,177	-	10,237	12,974	581	-	1,165,452
Balance at September 30, 2024	\$	<u>-</u>	<u>8,521,817</u>	<u>16,798,566</u>	<u>431,315</u>	<u>100,298</u>	<u>331,528</u>	<u>568,100</u>	<u>85,996</u>	<u>-</u>	<u>26,837,620</u>
Carrying amounts:											
Balance at January 1, 2025	\$	<u>1,655,182</u>	<u>8,860,251</u>	<u>9,223,460</u>	<u>143,983</u>	<u>12,967</u>	<u>277,809</u>	<u>225,482</u>	<u>22,214</u>	<u>2,793,987</u>	<u>23,215,335</u>
Balance at September 30, 2025	\$	<u>1,876,406</u>	<u>7,996,618</u>	<u>8,393,952</u>	<u>140,364</u>	<u>11,513</u>	<u>204,882</u>	<u>193,223</u>	<u>18,461</u>	<u>2,878,967</u>	<u>21,714,386</u>
Balance at January 1, 2024	\$	<u>1,626,928</u>	<u>8,589,678</u>	<u>8,520,433</u>	<u>116,969</u>	<u>18,381</u>	<u>380,375</u>	<u>162,977</u>	<u>23,550</u>	<u>2,512,956</u>	<u>21,952,247</u>
Balance at September 30, 2024	\$	<u>1,639,764</u>	<u>8,732,373</u>	<u>9,024,712</u>	<u>136,140</u>	<u>14,805</u>	<u>277,242</u>	<u>221,811</u>	<u>21,612</u>	<u>2,554,797</u>	<u>22,623,256</u>

For the time being, a portion of the Company's land assets cannot be held in the name of the Company under the law; therefore, they have been respectively registered in the name of trustees—Chien-Hung Wang, Chairman of the Company, and Chien-Rong Wang, Vice Chairman of the Company, with whom the Company has entered into an agreement prescribing the rights and obligations of both parties. The land has been pledged to the Company. An amount of \$7,121 thousand was recognized as cost of land.

The Group has been constructing a new development center, plant, and expanding production line since the year 2021. As of September 30, 2025, the projects were still ongoing, with the costs recorded as construction in progress and equipment to be inspected. For significant unrecognized contractual commitments related to the acquisition of property, plant, and equipment, please refer to Note (9)(b).

As of September 30, 2025, December 31, 2024 and September 30, 2024 the property, plant and equipment of the Group were not pledged as collateral for its loan.

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**FENG TAY ENTERPRISES COMPANY LIMITED AND ITS SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(g) Right-of-use assets

The Group leases assets, including office, plants and warehouses. Information about leases for which the Group as a lessee was presented below:

	<u>Land</u>	<u>Buildings</u>	<u>Machinery equipment</u>	<u>Other equipment</u>	<u>Total</u>
Cost:					
Balance at January 1, 2025	\$ 1,968,728	99,106	-	2,609	2,070,443
Additions	28,012	-	-	-	28,012
Effect of changes in foreign exchange rates	(151,815)	(5,944)	-	(187)	(157,946)
Balance at September 30, 2025	<u>\$ 1,844,925</u>	<u>93,162</u>	<u>-</u>	<u>2,422</u>	<u>1,940,509</u>
Balance at January 1, 2024	\$ 1,842,485	92,511	15,240	2,443	1,952,679
Reductions	-	-	(15,921)	-	(15,921)
Effect of changes in foreign exchange rates	57,097	3,756	681	75	61,609
Balance at September 30, 2024	<u>\$ 1,899,582</u>	<u>96,267</u>	<u>-</u>	<u>2,518</u>	<u>1,998,367</u>
Accumulated depreciation and impairment losses:					
Balance at January 1, 2025	\$ 278,564	21,625	-	1,793	301,982
Depreciation	36,678	23,730	-	291	60,699
Effect of changes in foreign exchange rates	(21,138)	(1,599)	-	(135)	(22,872)
Balance at September 30, 2025	<u>\$ 294,104</u>	<u>43,756</u>	<u>-</u>	<u>1,949</u>	<u>339,809</u>
Balance at January 1, 2024	\$ 215,441	44,302	8,422	1,297	269,462
Depreciation	36,891	24,093	1,885	299	63,168
Reductions	-	-	(10,684)	-	(10,684)
Effect of changes in foreign exchange rates	6,604	1,893	377	36	8,910
Balance at September 30, 2024	<u>\$ 258,936</u>	<u>70,288</u>	<u>-</u>	<u>1,632</u>	<u>330,856</u>
Carrying amount:					
Balance at January 1, 2025	<u>\$ 1,690,164</u>	<u>77,481</u>	<u>-</u>	<u>816</u>	<u>1,768,461</u>
Balance at September 30, 2025	<u>\$ 1,550,821</u>	<u>49,406</u>	<u>-</u>	<u>473</u>	<u>1,600,700</u>
Balance at January 1, 2024	<u>\$ 1,627,044</u>	<u>48,209</u>	<u>6,818</u>	<u>1,146</u>	<u>1,683,217</u>
Balance at September 30, 2024	<u>\$ 1,640,646</u>	<u>25,979</u>	<u>-</u>	<u>886</u>	<u>1,667,511</u>

(h) Investment property

The cost, depreciation, and impairment of the Investment property of the Group for the nine months ended September 30, 2025 and 2024 were as follows:

	<u>Owned property</u>		
	<u>Land</u>	<u>Buildings</u>	<u>Total</u>
Cost:			
Balance at January 1, 2025	\$ 6,858	404,980	411,838
Disposal	-	(389,881)	(389,881)
Effect of changes in foreign exchange rates	-	(15,099)	(15,099)
Balance at September 30, 2025	<u>\$ 6,858</u>	<u>-</u>	<u>6,858</u>

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**FENG TAY ENTERPRISES COMPANY LIMITED AND ITS SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

	<b>Owned property</b>		<b>Total</b>
	<b>Land</b>	<b>Buildings</b>	
Balance at January 1, 2024	\$ 16,017	406,284	422,301
Disposals	(9,569)	(22,334)	(31,903)
Effect of changes in foreign exchange rates	410	17,086	17,496
Balance at September 30, 2024	<u>\$ 6,858</u>	<u>401,036</u>	<u>407,894</u>
Accumulated depreciation and impairment losses:			
Balance at January 1, 2025	\$ -	355,110	355,110
Disposal	-	(341,870)	(341,870)
Effect of changes in foreign exchange rates	-	(13,240)	(13,240)
Balance at September 30, 2025	<u>\$ -</u>	<u>-</u>	<u>-</u>
Balance at January 1, 2024	\$ -	352,152	352,152
Depreciation	-	57	57
Disposal	-	(14,030)	(14,030)
Effect of changes in foreign exchange rates	-	13,472	13,472
Balance at September 30, 2024	<u>\$ -</u>	<u>351,651</u>	<u>351,651</u>
Carrying amount:			
Balance at January 1, 2025	<u>\$ 6,858</u>	<u>49,870</u>	<u>56,728</u>
Balance at September 30, 2025	<u>\$ 6,858</u>	<u>-</u>	<u>6,858</u>
Balance at January 1, 2024	<u>\$ 16,017</u>	<u>54,132</u>	<u>70,149</u>
Balance at September 30, 2024	<u>\$ 6,858</u>	<u>49,385</u>	<u>56,243</u>

In April 2025, the Group signed an agreement, wherein the buyer, an entity, will purchase Yuanhong City real estate from the Group. In June 2025, the transaction for the 2nd floor of Yuanhong City real estate has been completed. Subsequently, a sales agreement was signed and completed for the 1st, 4th and 5th floors of Yuanhong City real estate in September 2025, resulting total sale price \$349,668 thousand and \$301,657 thousand was recognized as gain on disposal of assets.

The Group signed a sales agreement in March 2024 to sell Eagle Crest, an American real estate. The sale price was \$42,700 thousand, and the sale has been completed in the month when the sales agreement was signed, and \$24,827 thousand was recognized as gain on disposal of assets.

Except as disclosed above, there were no material differences between the fair value of investment properties and that of disclosed in Note 6(h) to the 2024 consolidated financial statements.

As of September 30, 2025, December 31, 2024 and September 30, 2024, the Investment property of the Group was not pledged as collateral for its loans.

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**FENG TAY ENTERPRISES COMPANY LIMITED AND ITS SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(i) Intangible assets

The cost, amortization and impairment of the intangible assets of the Group for the nine months ended September 30, 2025 and 2024 were as follows:

	<u>Goodwill</u>	<u>Computer software</u>	<u>Total</u>
Costs			
Balance at January 1, 2025	\$ 439,101	449,680	888,781
Additions	-	68,420	68,420
Disposal / Obsolescence	-	(29,475)	(29,475)
Effect of changes in foreign exchange rates	(9,078)	(26,708)	(35,786)
Balance at September 30, 2025	<u>\$ 430,023</u>	<u>461,917</u>	<u>891,940</u>
Balance at January 1, 2024	\$ 431,028	364,866	795,894
Additions	-	84,026	84,026
Disposal / Obsolescence	-	(32,964)	(32,964)
Effect of changes in foreign exchange rates	3,666	9,084	12,750
Balance at September 30, 2024	<u>\$ 434,694</u>	<u>425,012</u>	<u>859,706</u>
Accumulated amortization and impairment losses			
Balance at January 1, 2025	\$ 122,967	306,362	429,329
Amortization	-	61,982	61,982
Disposal / Obsolescence	-	(28,897)	(28,897)
Effect of changes in foreign exchange rates	(8,620)	(19,870)	(28,490)
Balance at September 30, 2025	<u>\$ 114,347</u>	<u>319,577</u>	<u>433,924</u>
Balance at January 1, 2024	\$ 115,304	256,892	372,196
Amortization	-	55,723	55,723
Disposal / Obsolescence	-	(32,964)	(32,964)
Effect of changes in foreign exchange rates	3,482	7,160	10,642
Balance at September 30, 2024	<u>\$ 118,786</u>	<u>286,811</u>	<u>405,597</u>
Carrying amounts:			
Balance at January 1, 2025	<u>\$ 316,134</u>	<u>143,318</u>	<u>459,452</u>
Balance at September 30, 2025	<u>\$ 315,676</u>	<u>142,340</u>	<u>458,016</u>
Balance at January 1, 2024	<u>\$ 315,724</u>	<u>107,974</u>	<u>423,698</u>
Balance at September 30, 2024	<u>\$ 315,908</u>	<u>138,201</u>	<u>454,109</u>

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**FENG TAY ENTERPRISES COMPANY LIMITED AND ITS SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

The Group determined whether an impairment loss of goodwill shall be recognized based on historical experience and actual operating results. As of September 30, 2025, December 31, 2024 and September 30, 2024, no impairment loss was recognized.

(j) Short-term borrowings

The short-term borrowings were summarized as follows:

	September 30, 2025	December 31, 2024	September 30, 2024
Unsecured bank loans	\$ <u>5,216,929</u>	<u>2,983,008</u>	<u>5,485,828</u>
Range of interest rates	<u>1.70%~6.30%</u>	<u>1.70%~6.50%</u>	<u>1.685%~6.30%</u>

(k) Long-term borrowings

The details were as follows:

	Currency	September 30, 2025	December 31, 2024	September 30, 2024
Unsecured bank loans	TWD	\$ -	1,500,000	-
Unsecured bank loans	USD	1,493,307	1,830,869	1,850,812
Other long-term borrowings	INR	<u>64,930</u>	<u>66,794</u>	<u>64,123</u>
		1,558,237	3,397,663	1,914,935
Less: current portion		<u>(64,930)</u>	-	-
Total		\$ <u>1,493,307</u>	<u>3,397,663</u>	<u>1,914,935</u>
Range of interest rates		<u>0.10%~5.15%</u>	<u>0.10%~5.44%</u>	<u>0.10%~6.47%</u>
Period		<u>2026~2027</u>	<u>2026</u>	<u>2026</u>

(l) Lease liabilities

The Group lease liabilities were as follows:

	September 30, 2025	December 31, 2024	September 30, 2024
Current	\$ <u>34,901</u>	<u>39,408</u>	<u>17,661</u>
Non-current	\$ <u>527,637</u>	<u>577,463</u>	<u>503,500</u>

For the maturities analysis, please refer to Note (6)(t).

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**FENG TAY ENTERPRISES COMPANY LIMITED AND ITS SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

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>12,822</u>	<u>12,956</u>	<u>39,632</u>	<u>39,156</u>

The amounts recognized in the statement of cash flows by the Group were as follows:

	For the nine months ended September 30	
	2025	2024
Total cash outflow for leases	\$ <u>72,956</u>	<u>78,574</u>

(i) Real estate leases

The Group leases land and buildings for its office, factory and warehouse. The leases of office space typically run for a period of 1 to 99 years. Some leases include an option to renew the lease term for the same duration at the end of the original contractual period.

(ii) Other leases

The Group leased photocopiers with lease terms of eight years.

(m) 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 consolidated financial statements was measured and disclosed according to the actuarial report as of December 31, 2024 and 2023.

The expenses recognized in profit or loss for the Group amounted to \$145,127 thousand, \$173,637 thousand, \$477,921 thousand and \$504,668 thousand for the three months ended September 30, 2025 and 2024 and the nine months ended September 30, 2025 and 2024, respectively.

(ii) Defined contribution plans

The pension costs incurred from the contributions to the pension plans amounted to \$236,159 thousand, \$270,449 thousand, \$744,540 thousand and \$806,208 thousand for the three months ended September 30, 2025 and 2024 and the nine months ended September 30, 2025 and 2024, respectively.

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**FENG TAY ENTERPRISES COMPANY LIMITED AND ITS SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(n) Income taxes

The details of the Group's income tax expense were as follows:

	For the three months ended September 30		For the nine months ended September 30	
	2025	2024	2025	2024
Current tax expense				
Current period	\$ 502,862	336,177	1,840,452	1,886,783
Adjustment for prior periods	(9,071)	(11,091)	159,033	8,679
	<u>493,791</u>	<u>325,086</u>	<u>1,999,485</u>	<u>1,895,462</u>
Deferred tax expense				
Origination and reversal of temporary differences	304,325	146,590	29,835	(212,713)
Income tax expense	<u>\$ 798,116</u>	<u>471,676</u>	<u>2,029,320</u>	<u>1,682,749</u>

The amount of income tax benefit (expense) recognized in other comprehensive income (loss) for the three months ended September 30, 2025 and 2024 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
Items that may be reclassified subsequently to profit or loss:				
Share of other comprehensive income (loss) of associates and joint ventures accounted for using equity method, components of other comprehensive income	\$ <u>(3,953)</u>	<u>2,530</u>	<u>8,127</u>	<u>(2,624)</u>

(i) Income Tax approval

The Company's tax returns for the years up to 2021 and 2023 have been assessed by the R.O.C. tax authorities.

For the years from 2011 to 2021, some of the Group's subsidiaries were involved in disputes with tax authorities over tax returns, and the amended amounts of additional tax were approved for each of the approved years. Each subsidiary has filed an administrative relief application, which has been under review by the authorities concerned.

(ii) Global Minimum Tax (GMT)

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

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**FENG TAY ENTERPRISES COMPANY LIMITED AND ITS SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

The Group is subject to the global minimum top-up tax under the Pillar Two tax legislation since the Income Inclusion Rule (IIR) and the domestic minimum top-up tax have been effective and implemented in Vietnam (where the subsidiaries operated from January 1, 2024), as well as in Indonesia, Singapore and Hong Kong (where the subsidiaries operated from January 1, 2025). Based on the Group's assessment, its subsidiaries operating in Vietnam, Indonesia, Singapore, and Hong Kong meet the criteria for one of the transitional safe harbors under the Pillar Two framework, including the Simplified ETR Test (effective tax rate exceeding 16%), the Routine Profits Test, or the De Minimis Test. Accordingly, the Group did not recognize any current income tax impact related to Pillar Two as of September 30, 2025.

For the subsidiaries operating in jurisdictions where the Pillar Two tax legislation has not yet been enacted, the Group will continue to monitor the date when the legislation takes effect and assess the income tax impacts.

(iii) Profit-seeking enterprise income tax returns

The Group's income tax returns must be filed individually by each entity instead of on a consolidated basis; consequently, the Group's income taxes were calculated using the local tax rate applicable to each entity.

(o) Capital and other equity

As of September 30, 2025, December 31, 2024 and September 30, 2024, the Company's total rated share capital amount to \$12,000,000 thousand, with a par value of \$10, and the number of shares all was 1,200,000 thousand ordinary shares. The aforementioned aggregate amount of rated equity is all ordinary shares. The issued shares are 987,483 thousand ordinary shares, all the consideration for issued shares has been received.

(i) Capital surplus

The details of capital surplus were as follows:

	September 30, 2025	December 31, 2024	September 30, 2024
Treasury share transactions	\$ 4,143	4,143	4,143
Gain on disposal of assets	32,980	32,980	32,980
Capital surplus-premium from merger	2,160	2,160	2,160
Donation from shareholders	5,657	5,768	4,537
Issued shares of subsidiaries not recognized in proportion to shareholding	1,246	3,851	3,851
Difference between consideration and carrying amount of subsidiaries acquired or disposed	183	183	183
	<u>\$ 46,369</u>	<u>49,085</u>	<u>47,854</u>

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**FENG TAY ENTERPRISES COMPANY LIMITED AND ITS SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

According to the R.O.C. Company Act, capital surplus can only be used to offset a deficit, and only the realized capital surplus can be used to increase the common stock or be distributed as cash dividends. The aforementioned realized capital surplus includes capital surplus resulting from premium on issuance of capital stock and earnings from donated assets received. According to the Regulations Governing the Offering and Issuance of Securities by Securities Issuers, capital increases by transferring capital surplus in excess of par value should not exceed 10% of the total common stock outstanding.

(ii) Retained earnings

The Company's Articles of Incorporation stipulate that 10% of annual net earnings, after deducting accumulated deficit, shall be set aside as a legal reserve and a special reserve shall be appropriated or reserved pursuant to laws or regulations. A portion or all of the remainder, together with the unappropriated retained earnings for the prior year, may be further distributed as dividends.

Since the Company is experiencing stable growth, in response to its long term financial planning, as well as its objective to achieve stable development and sustainable operation, it is necessary for the Board of Directors to propose a dividend distribution plan based on budget and capital demand of the following year, and have it resolved at the shareholders' meeting. Dividend distribution shall account for no less than 50% of distributable earnings, and stock dividends shall not exceed 80% of the distribution.

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 FSC, a portion of 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. However, if the Company has set aside a special earnings reserve pursuant to the provisions of the preceding paragraph, it shall make a supplement to the difference between the stated reduction amount and the net of other equity. Amounts of subsequent reversals pertaining to the net reduction of other shareholders' equity shall qualify for additional distributions.

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**FENG TAY ENTERPRISES COMPANY LIMITED AND ITS SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

3) Earnings distribution

On May 28, 2025, and May 31, 2024, the Company's shareholder's meetings resolved to distribute the 2024 and 2023 earnings, respectively. These earnings were appropriated as follows:

	<b>2024</b>		<b>2023</b>	
	<b>Amount (dollar)</b>	<b>Total</b>	<b>Amount (dollar)</b>	<b>Total</b>
Dividends distributed to ordinary shareholders				
Cash	\$ 5.10	5,036,162	4.30	4,246,176

(iii) Other equity interest after tax

	<b>Exchange differences on translation of foreign financial statement</b>
Balance at January 1, 2025	\$ 360,006
Exchange differences on translation of foreign financial statement	(2,015,621)
Balance at September 30, 2025	<u><u>\$ (1,655,615)</u></u>
Balance at January 1, 2024	\$ (1,127,303)
Exchange differences on translation of foreign financial statement	718,945
Balance at September 30, 2024	<u><u>\$ (408,358)</u></u>

(iv) Non-controlling interests (NCIs)

	<b>For the nine months ended September 30</b>	
	<b>2025</b>	<b>2024</b>
Balance at January 1	\$ 1,988,831	1,894,583
Shares attributed to non-controlling interests		
Net profit	328,057	280,884
Exchange differences on translation of foreign financial statements	(141,219)	69,806
Changes in ownership interests in subsidiaries	2,605	9,042
Earnings distribution to non-controlling interests	(274,749)	(395,542)
Balance at September 30	<u><u>\$ 1,903,525</u></u>	<u><u>1,858,773</u></u>

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**FENG TAY ENTERPRISES COMPANY LIMITED AND ITS SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(p) Earnings per share

For the three months ended September 30, 2025 and 2024 and the nine months ended September 30, 2025 and 2024, the Company's basic earnings per share were calculated as follows:

	For the three months ended September 30		For the nine months ended September 30	
	2025	2024	2025	2024
<b>Basic earnings per share</b>				
Net profit attributable to ordinary shareholders of the Company	\$ <u>1,739,675</u>	<u>1,426,632</u>	<u>3,608,069</u>	<u>4,282,974</u>
Weighted average number of ordinary shares	<u>987,483</u>	<u>987,483</u>	<u>987,483</u>	<u>987,483</u>
<b>Basic earnings per share (dollars)</b>	\$ <u>1.76</u>	<u>1.45</u>	<u>3.65</u>	<u>4.34</u>

The Company did not intend to calculate diluted earnings per share on the assumption that, the compensation to employees and directors for the year ended December 31, 2025, was distributed in cash using the same method for the preceding three years.

(q) Revenue from contracts with customer

(i) Disaggregation of revenue

	For the three months ended September 30, 2025		
	Segments of footwear manufacturing and sales	Other Segments	Total
Primary geographical markets			
Singapore	\$ 15,777,105	356,671	16,133,776
America	1,570,473	318,038	1,888,511
Switzerland	1,239,918	87,442	1,327,360
Mainland China	947,954	2,317	950,271
Mexico	598,115	12,613	610,728
Other countries	<u>555,064</u>	<u>214,275</u>	<u>769,339</u>
	<u>\$ 20,688,629</u>	<u>991,356</u>	<u>21,679,985</u>
Major products/services lines			
Manufacturing and sale of footwear	\$ 20,688,629	-	20,688,629
Other	<u>-</u>	<u>991,356</u>	<u>991,356</u>
	<u>\$ 20,688,629</u>	<u>991,356</u>	<u>21,679,985</u>

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**FENG TAY ENTERPRISES COMPANY LIMITED AND ITS SUBSIDIARIES**  
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<b>For the three months ended September 30, 2024</b>			
	<b>Segments of footwear manufacturing and sales</b>	<b>Other Segments</b>	<b>Total</b>
Primary geographical markets			
Singapore	\$ 16,967,735	445,329	17,413,064
America	1,731,011	274,645	2,005,656
Switzerland	1,044,986	-	1,044,986
Mainland China	948,045	1,510	949,555
Mexico	533,851	16,739	550,590
Other countries	511,058	244,143	755,201
	<b>\$ 21,736,686</b>	<b>982,366</b>	<b>22,719,052</b>
Major products/services lines			
Manufacturing and sale of footwear	\$ 21,736,686	-	21,736,686
Other	-	982,366	982,366
	<b>\$ 21,736,686</b>	<b>982,366</b>	<b>22,719,052</b>
<b>For the nine months ended September 30, 2025</b>			
	<b>Segments of footwear manufacturing and sales</b>	<b>Other Segments</b>	<b>Total</b>
Primary geographical markets			
Singapore	\$ 46,066,814	1,248,635	47,315,449
America	4,814,176	974,783	5,788,959
Switzerland	3,554,768	97,203	3,651,971
Mainland China	1,856,636	8,472	1,865,108
Mexico	1,642,716	41,852	1,684,568
Other countries	1,686,119	810,352	2,496,471
	<b>\$ 59,621,229</b>	<b>3,181,297</b>	<b>62,802,526</b>
Major products/services lines			
Manufacturing and sale of footwear	\$ 59,621,229	-	59,621,229
Others	-	3,181,297	3,181,297
	<b>\$ 59,621,229</b>	<b>3,181,297</b>	<b>62,802,526</b>

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**FENG TAY ENTERPRISES COMPANY LIMITED AND ITS SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

	<b>For the nine months ended September 30, 2024</b>		
	<b>Segments of footwear manufacturing and sales</b>	<b>Other Segments</b>	<b>Total</b>
Primary geographical markets			
Singapore	\$ 49,134,189	1,446,473	50,580,662
America	5,449,467	821,670	6,271,137
Switzerland	2,785,548	209	2,785,757
Mainland China	2,449,494	10,547	2,460,041
Mexico	1,464,213	53,051	1,517,264
Other countries	1,263,364	723,974	1,987,338
	<b>\$ 62,546,275</b>	<b>3,055,924</b>	<b>65,602,199</b>
Major products/services lines			
Manufacturing and sale of footwear	\$ 62,546,275	-	62,546,275
Others	-	3,055,924	3,055,924
	<b>\$ 62,546,275</b>	<b>3,055,924</b>	<b>65,602,199</b>

(ii) Contract balances

	<b>September 30, 2025</b>	<b>December 31, 2024</b>	<b>September 30, 2024</b>
Accounts receivable	\$ 8,239,722	8,118,995	8,623,307
Less: allowance for credit loss	-	-	-
Total	<b>\$ 8,239,722</b>	<b>8,118,995</b>	<b>8,623,307</b>
Contract liabilities	<b>\$ 1,093</b>	<b>1,141</b>	<b>1,612</b>

Please refer to Note (6)(b) for the disclosure of accounts receivable and impairment.

(r) Compensation to employees and directors

On May 28, 2025, the Company's shareholders resolved to amend the Articles of Incorporation. Under the revised Articles, if the Company reports profit for the year, the profit should first be used to offset against any accumulated deficit. Thereafter, a minimum of 2.0% of the remainder shall be allocated as employee compensation (of which no less than 30% shall be allocated to those based-level employees), and a maximum of 1.8% as director compensation.

Prior to the amendment, the Articles stipulated that if there is profit for the year, then, the profit should first be used to offset against any accumulated deficit. Thereafter, a minimum of 2.0% shall be allocated as employee compensation and a maximum of 1.8% as director compensation.

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**FENG TAY ENTERPRISES COMPANY LIMITED AND ITS SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

The Company estimated its employee compensation at respectively \$96,812 thousand, \$38,800 thousand, \$149,619 thousand and \$116,400 thousand for the three months ended September 30, 2025 and 2024 and the nine months ended September 30, 2025 and 2024, and estimated its director compensation at \$41,090 thousand, \$32,318 thousand, \$86,222 thousand and \$98,217 thousand for the three months ended September 30, 2025 and 2024 and the nine months ended September 30, 2025 and 2024, respectively. The estimated amounts, recognized as operating costs or expenses, were based on net profit before tax of for the respective periods, multiplied by the percentage of compensation to employees and directors, as specified in the Articles of Incorporation. If the actual amounts differ from the estimated amounts, the differences shall be accounted for as changes in accounting estimates and recognized as profit or loss in the next year.

For the years ended December 31, 2024 and 2023, the remunerations to employees amounted to \$180,000 thousand and \$140,000 thousand; and directors amounted to \$105,300 thousand and \$91,000 thousand, respectively. The information is available on the Market Observation Post System website. There was no difference between the amounts approved by Board of Directors.

(s) Non-operating income and expenses

(i) Interest income

The details of the Group's interest income for the three months ended September 30, 2025 and 2024 and the nine months ended September 30, 2025 and 2024 were as follows:

	For the three months ended		For the nine months ended	
	September 30		September 30	
	2025	2024	2025	2024
Interest income from bank deposits	\$ <u>9,031</u>	<u>23,277</u>	<u>35,911</u>	<u>56,074</u>

(ii) Other income

The details of the Group's other income for the three months ended September 30, 2025 and 2024 and the nine months ended September 30, 2025 and 2024 were as follows:

	For the three months ended		For the nine months ended	
	September 30		September 30	
	2025	2024	2025	2024
Rent income	\$ 3,201	6,170	14,307	12,655
Government subsidy	9,705	8,952	35,254	113,700
Other income	<u>84,074</u>	<u>70,674</u>	<u>248,247</u>	<u>240,559</u>
	<u>\$ 96,980</u>	<u>85,796</u>	<u>297,808</u>	<u>366,914</u>

(Continued)

**FENG TAY ENTERPRISES COMPANY LIMITED AND ITS SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(iii) Other gains and losses

The details of the Group's other gains and losses for the three months ended September 30, 2025 and 2024 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
Foreign exchange gains (losses)	\$ 239,137	(321,904)	(340,465)	362,706
Losses on disposal of property, plant and equipment	(4,887)	(3,838)	(10,997)	(19,729)
Gain on disposal of investment property	220,930	26	301,657	24,827
Reversal (provision) of impairment loss	2,218	153	3,811	(22,476)
Loss from lease modification	-	(920)	-	(920)
Others	(9,884)	(13,630)	(153,167)	(20,448)
	<u>\$ 447,514</u>	<u>(340,113)</u>	<u>(199,161)</u>	<u>323,960</u>

(iv) Financial costs

The details of the Group's financial costs for the three months ended September 30, 2025 and 2024 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
Interest expense	\$ <u>65,277</u>	<u>77,864</u>	<u>187,505</u>	<u>213,629</u>

(t) Financial instruments

(i) Credit risks

1) Credit risk exposure

The carrying amounts of financial assets represented the maximum credit risk exposure of the Group.

2) The concentration of credit risk

On September 30, 2025, December 31, 2024 and September 30, 2024, 67%, 69% and 72% of the Group's total receivables were concentrated within a single overseas customer.

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**FENG TAY ENTERPRISES COMPANY LIMITED AND ITS SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(ii) Liquidity risk

The following are the contractual maturities of financial liabilities of the Group, including estimated interest payments and excluding the impact of netting arrangements:

	<u>Carrying amount</u>	<u>Contractual cash flows</u>	<u>Less than 6 months</u>	<u>6 to 12 months</u>	<u>1 to 2 years</u>	<u>2 to 5 years</u>	<u>More than 5 years</u>
<b>September 30, 2025</b>							
Non-derivative financial liabilities							
Notes and accounts payable	\$ 3,898,332	3,898,332	3,897,464	868	-	-	-
Other payables	4,779,264	4,779,264	4,450,410	328,854	-	-	-
Unsecured bank loans	6,710,236	6,866,811	5,267,461	41,741	1,557,609	-	-
Other long-term borrowings	64,930	64,962	32	64,930	-	-	-
Lease liabilities	<u>562,538</u>	<u>1,378,387</u>	<u>58,652</u>	<u>27,886</u>	<u>78,446</u>	<u>169,969</u>	<u>1,043,434</u>
	<u><b>\$ 16,015,300</b></u>	<u><b>16,987,756</b></u>	<u><b>13,674,019</b></u>	<u><b>464,279</b></u>	<u><b>1,636,055</b></u>	<u><b>169,969</b></u>	<u><b>1,043,434</b></u>
<b>December 31, 2024</b>							
Non-derivative financial liabilities							
Notes and accounts payable	\$ 4,131,129	4,131,129	4,129,971	1,158	-	-	-
Other payables	5,630,757	5,630,757	5,213,604	417,153	-	-	-
Unsecured bank loans	6,313,877	6,543,413	2,709,433	427,624	3,406,356	-	-
Other long-term borrowings	66,794	66,879	33	34	66,812	-	-
Lease liabilities	<u>616,871</u>	<u>1,487,446</u>	<u>59,875</u>	<u>33,180</u>	<u>88,159</u>	<u>187,155</u>	<u>1,119,077</u>
	<u><b>\$ 16,759,428</b></u>	<u><b>17,859,624</b></u>	<u><b>12,112,916</b></u>	<u><b>879,149</b></u>	<u><b>3,561,327</b></u>	<u><b>187,155</b></u>	<u><b>1,119,077</b></u>
<b>September 30, 2024</b>							
Non-derivative financial liabilities							
Notes and accounts payable	\$ 4,081,608	4,081,608	4,080,274	1,334	-	-	-
Other payables	4,917,791	4,917,791	4,802,467	115,324	-	-	-
Unsecured bank loans	7,336,640	7,573,376	5,330,182	294,197	1,948,997	-	-
Other long-term borrowings	64,123	64,219	32	32	64,155	-	-
Lease liabilities	<u>521,161</u>	<u>1,345,092</u>	<u>48,166</u>	<u>19,064</u>	<u>64,707</u>	<u>164,098</u>	<u>1,049,057</u>
	<u><b>\$ 16,921,323</b></u>	<u><b>17,982,086</b></u>	<u><b>14,261,121</b></u>	<u><b>429,951</b></u>	<u><b>2,077,859</b></u>	<u><b>164,098</b></u>	<u><b>1,049,057</b></u>

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

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**FENG TAY ENTERPRISES COMPANY LIMITED AND ITS SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(iii) Currency risks

1) Exposure to currency risks

September 30, 2025					
		Foreign currency			
		(In thousands)	Exchange rate		TWD
<u>Financial assets</u>					
<u>Monetary items</u>					
USD	\$	268,904	USD : TWD	30.395	8,173,343
		30,049	USD : CNY	7.1055	913,354
		1,606	USD : INR	88.6400	48,821
		7	USD : VND	26,326	210
VND		764,354,341	VND : USD	0.00004	917,225
INR		2,082,732	INR : USD	0.0113	714,169
IDR		79,433,097	IDR : USD	0.0001	142,980
<u>Non-monetary items</u>					
USD		45,292	USD : TWD	30.395	1,376,637
<u>Financial liabilities</u>					
<u>Monetary items</u>					
USD		29,904	USD : TWD	30.395	908,922
		6,359	USD : CNY	7.1055	193,287
		63	USD : VND	26,326	1,919
VND		1,630,563,167	VND : USD	0.00004	1,956,676
INR		3,341,969	INR : USD	0.0113	1,145,961
IDR		1,111,621,205	IDR : USD	0.0001	2,000,918
December 31, 2024					
		Foreign currency			
		(In thousands)	Exchange rate		TWD
<u>Financial assets</u>					
<u>Monetary items</u>					
USD	\$	273,437	USD : TWD	32.735	8,950,954
		40,115	USD : CNY	7.1844	1,313,177
		86	USD : VND	25,401	2,809
VND		708,229,589	VND : USD	0.00004	920,698
INR		2,159,483	INR : USD	0.0117	826,868
IDR		244,095,967	IDR : USD	0.0001	488,192
<u>Non-monetary items</u>					
USD		40,208	USD : TWD	32.735	1,316,221
(Continued)					

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**FENG TAY ENTERPRISES COMPANY LIMITED AND ITS SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

<b>December 31, 2024</b>				
	<b>Foreign currency (In thousands)</b>		<b>Exchange rate</b>	<b>TWD</b>
<u>Financial liabilities</u>				
<u>Monetary items</u>				
USD	31,523	USD : TWD	32.735	1,031,920
	12,176	USD : CNY	7.1844	398,578
	39	USD : VND	25,401	1,284
VND	1,990,486,088	VND : USD	0.00004	2,587,632
INR	2,787,297	INR : USD	0.0117	1,067,256
IDR	1,100,833,975	IDR : USD	0.0001	2,201,668
<b>September 30, 2024</b>				
	<b>Foreign currency (In thousands)</b>		<b>Exchange rate</b>	<b>TWD</b>
<u>Financial assets</u>				
<u>Monetary items</u>				
USD	\$ 271,030	USD : TWD	31.600	8,564,547
	34,615	USD : CNY	7.0074	1,093,823
	262	USD : VND	24,570	8,272
VND	716,728,210	VND : USD	0.00004	931,747
INR	1,773,798	INR : USD	0.0120	670,318
IDR	96,950,386	IDR : USD	0.0001	203,596
<u>Non-monetary items</u>				
USD	39,020	USD : TWD	31.600	1,233,031
<u>Financial liabilities</u>				
<u>Monetary items</u>				
USD	30,341	USD : TWD	31.600	958,787
	10,936	USD : CNY	7.0074	345,578
	120	USD : VND	24,570	3,786
VND	1,567,815,885	VND : USD	0.00004	2,038,161
INR	3,380,665	INR : USD	0.0120	1,277,553
IDR	1,182,465,003	IDR : USD	0.0001	2,483,177

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**FENG TAY ENTERPRISES COMPANY LIMITED AND ITS SUBSIDIARIES**  
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2) Sensitivity analysis

The Group's exposure to foreign currency risk arises from the translation of the foreign currency exchange gains and losses on cash and cash equivalents, accounts receivable, other receivables, loans and borrowings, accounts payable and other payables that are denominated in foreign currency. An appreciation or depreciation of 5% of the TWD against the USD, VND, INR and IDR for the nine months ended September 30, 2025 and 2024, would have increased the net profit before tax by \$235,121 thousand and \$218,263 thousand, respectively. Performed based on the same basis, the analysis of both periods assumed that all other variables remained constant.

3) Foreign exchange gain and loss on monetary items

Since the Group has many kinds of functional currency, the information on foreign exchange gain on monetary items is disclosed by total amount. For the nine months ended September 30, 2025 and 2024, foreign exchange (loss) gain (including realized and unrealized portions) amounted to \$(340,465) thousand and \$362,706 thousand, respectively.

(iv) 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 risk exposure to interest rate on the derivative and non-derivative financial instruments on the reporting date. For variable rate instruments, the sensitivity analysis assumes the variable rate liabilities are outstanding for the whole year at the reporting date. The change in interest rate reported to the Group's key management was based on 50 basis points, which is consistent with the assessment made by the key management in respect of the possible change in interest rate.

If the interest rate increases or decreases by 50 basis points, with all other variable factors remaining constant, the Group's net profit before tax would have decreased by \$20,393 thousand and \$23,192 thousand for the nine months ended September 30, 2025 and 2024, respectively. This was mainly due to the Group's deposits and borrowings at variable rates.

(v) Fair value information

1) Financial instruments not measured at fair value

The Group considered that the carrying amounts of financial assets and financial liabilities measured at amortized cost approximate their fair values.

2) Financial instruments measured at fair value

The fair value of financial assets at fair value through profit or loss is measured on a recurring basis. The table below analyzes financial instruments that are measured at fair value subsequent to initial recognition, grouped into Levels 1 to 3 based on the degree to which the fair value is observable. The different levels have been defined as follows:

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**FENG TAY ENTERPRISES COMPANY LIMITED AND ITS SUBSIDIARIES**  
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- a) Level 1: quoted prices (unadjusted) in active markets for identified assets or liabilities.
- b) Level 2: inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- c) Level 3: inputs for the assets or liability that are not based on observable market data (unobservable inputs).

(vi) Valuation techniques for financial instruments measured at fair value

If the fair value of the unlisted stocks held the Group is mainly estimated using the discounted cash flow model method, with reference to the Group's future growth rate, net worth, and operation.

(u) Financial risk management

(i) Overview

The Group had exposures to the following risks from its financial instruments:

- 1) credit risk
- 2) liquidity risk
- 3) market risk

The following likewise discusses the Group's objectives, policies and processes for measuring and managing the above mentioned risk. For more disclosures about the quantitative effects of these risk exposures, please refer to the respective notes in the accompanying financial statement.

(ii) Risk management framework

The Board of Directors has overall responsibility for the establishment and oversight of the Group's risk management framework. The internal auditors perform regular reviews by taking risk management control procedures and report to the Board of Directors.

The Group's risk management policies are established to identify and analyze the risks faced by the Group, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Group's activities. The Group, through its training and management standards and procedures, aims to develop a disciplined and constructive control environment in which all employees understand their roles and obligations.

The Group Audit Committee oversees how management monitors compliance with the Group's risk management policies and procedures and reviews the adequacy of the risk management framework in relation to the risks faced by the Group. The Group Audit Committee is assisted in its oversight role by Internal Audit. Internal Audit undertakes both regular and ad hoc reviews of risk management controls and procedures, the results of which are reported to the Audit Committee.

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**FENG TAY ENTERPRISES COMPANY LIMITED AND ITS SUBSIDIARIES**  
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(iii) Credit risk

Credit risk is the risk of financial loss to the Group if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Group's receivables from customers and investments in debt securities.

1) Trade and other receivables

Exposure to credit risk of the Group is mainly affected by the condition of each customer. However, the management also considers the demographics of the Group's customer base, including the default risk of the industry and the country in which customers operate, as these factors may have an influence on credit risk.

Management has established a credit policy, under which when available, and, in some cases, each new customer is analyzed individually for credit rating before the Group's standard payment and delivery terms and conditions are offered. The Group's review includes external ratings bank references. Purchase limits are established for each customer, and these limits are reviewed periodically. Customers that fail to meet the Group's benchmark credit rating may transact with the Group only on a prepayment basis.

In monitoring the credit risk of the customers, the Group groups them according to the credit characteristics of the customers; for example, by whether they are primary or secondary customers, region, industry, age and maturity date of receivables, and previously existing financial difficulties. The Group's accounts receivable were mainly due from Group's customers. Customers rated as high risk are classified as restricted customers and monitored, and those customers may transact with the Group only on a prepayment basis in the future.

The Group has established an allowance account for bad debts that represents its estimate of incurred losses in respect of trade receivables, other receivables, and investments. This allowance mainly comprises a specific loss component that relates to individually significant exposures, and a collective loss component established for groups of similar assets in respect of losses that have been incurred but not yet identified. This allowance for the loss component is determined based on historical payment statistics of similar financial assets.

2) Investment

The credit risk exposure for the bank deposits and other financial instruments are measured and monitored by the Group's finance department. The Group only deals with banks, other external parties, corporate organizations, government agencies and financial institutions with good credit rating. The Group does not expect any counterparty above fails to meet its obligations hence there is no significant credit risk arising from these counterparties.

3) Guarantees

As of September 30, 2025, December 31, 2024 and September 30, 2024, there was no guarantee outstanding.

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**FENG TAY ENTERPRISES COMPANY LIMITED AND ITS SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(iv) Liquidity risk

Liquidity risk is the risk that the Group will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Group's approach to managing liquidity is to ensure, as far as possible, that it always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Group's reputation.

The Group monitors the level of expected cash outflows on trade and other payables. This excludes the potential impact of extreme circumstances that cannot reasonably be predicted, such as natural disasters. In addition, the total amount of unused credit facilities as of September 30, 2025, December 31, 2024 and September 30, 2024, amounted to \$12,388,951 thousand, \$13,798,013 thousand and \$12,202,928 thousand, respectively.

(v) Market risk

Market risk is the risk that changes in market prices, such as foreign exchange rates, interest rates and equity prices, will affect the Group's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimizing the return.

1) Currency risk

The Group is exposed to currency risk on sales, purchases and borrowings that are denominated in a currency other than the respective functional currencies of the Group's entities, primarily the New Taiwan Dollars (TWD), US Dollars (USD) and China Yuan (CNY). The currencies used in these transactions are denominated in TWD, USD, VND, INR, IDR and CNY.

The interest is denominated in the currency used in the borrowings. Borrowings were generally denominated in currencies that match with the cash flows generated by the underlying operations of the Group, primarily TWD, USD, VND, INR and CNY. This provided an economic hedge without derivatives being entered into, and therefore, hedge accounting was not applied in these circumstances.

In respect of other monetary assets and liabilities denominated in foreign currencies, the Group ensures that its net exposure is kept to an acceptable level by buying or selling foreign currencies at spot rates when necessary to address short term imbalances.

2) Interest rate risk

The Group's risk exposure on to changes in interest rates is mainly attributable to short-term and long-term loans at floating rates. Any change in interest rates will cause the effective interest rates of short-term and long-term loans to change and thus cause the future cash flows to fluctuate over time.

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**FENG TAY ENTERPRISES COMPANY LIMITED AND ITS SUBSIDIARIES**  
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(v) Capital management

The Group meets its objectives for managing capital to safeguard the capacity to continue to operate, to continue to provide a return to shareholders and other related parties, and to maintain an optimal capital structure to reduce the cost of capital.

In order to maintain or adjust the capital structure, the Group may adjust the dividend payment to the shareholders, reduce the capital for redistribution to shareholders, issue new shares or sell assets to settle any liabilities.

The Group's debt-to-equity ratios on the reporting dates were as follows:

	September 30, 2025	December 31, 2024	September 30, 2024
Total liabilities	\$ 26,068,191	25,563,900	26,186,368
Less: cash and cash equivalents	(4,753,552)	(5,140,543)	(3,309,020)
Net debt	21,314,639	20,423,357	22,877,348
Total equity	25,297,146	28,828,882	25,768,868
Total capital	<u>\$ 46,611,785</u>	<u>49,252,239</u>	<u>48,646,216</u>
Debt-to-equity ratio on period end	<u>45.73 %</u>	<u>41.47 %</u>	<u>47.03 %</u>

(w) Investing and financing activities not affecting current cash flow

The Group's investing and financing activities which did not affect the current cash flow for the nine months ended September 30, 2025 and 2024.

Reconciliation of liabilities arising from financing activities was as follows:

	January 1, 2025	Cash flows	Acquisition	Non-cash changes			September 30, 2025
				Foreign exchange movement	Others		
Long-term borrowings	\$ 3,397,663	(1,711,828)	-	(127,598)	-		1,558,237
Short-term borrowings	2,983,008	2,301,060	-	(67,139)	-		5,216,929
Lease liabilities	616,871	(33,324)	28,012	(49,021)	-		562,538
Total liabilities from financing activities	<u>\$ 6,997,542</u>	<u>555,908</u>	<u>28,012</u>	<u>(243,758)</u>	<u>-</u>		<u>7,337,704</u>

  

	January 1, 2024	Cash flows	Acquisition	Non-cash changes			September 30, 2024
				Foreign exchange movement	Others		
Long-term borrowings	\$ 3,509,219	(1,664,452)	-	70,168	-		1,914,935
Short-term borrowings	2,250,109	3,222,086	-	13,633	-		5,485,828
Lease liabilities	547,619	(39,418)	-	17,277	(4,317)		521,161
Total liabilities from financing activities	<u>\$ 6,306,947</u>	<u>1,518,216</u>	<u>-</u>	<u>101,078</u>	<u>(4,317)</u>		<u>7,921,924</u>

(Continued)

**FENG TAY ENTERPRISES COMPANY LIMITED AND ITS SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

**(7) Related-party transactions:**

(a) Name of related parties and relationship

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

<u>Name of related party</u>	<u>Relationship with the Group</u>
Shoe Majesty Co., Ltd.	A joint venture under the Group's joint arrangement
Vietnam Shoe Majesty Co., Ltd.	"
Hong Kong Shoe Majesty Trading Company Limited	"
WANG LIOU, MEI-HUEI	Related party in substance

(b) Significant transactions with related parties

(i) Other revenue

	<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>
The Group is a joint venture under the joint agreement	\$ <u>2,417</u>	<u>2,525</u>	<u>7,374</u>	<u>7,456</u>

(ii) Receivables due from Related Parties

The receivables due from related parties of the Group were as follows:

<u>Account item</u>	<u>Category of related party</u>	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Other receivables	The Group is a joint venture under the joint agreement	\$ <u>804</u>	<u>963</u>	<u>838</u>

(iii) Property transactions

Purchases of property, plant and equipment

To support the expansion of Feng Tay Plant Development Center, the Company purchased a parcel of land located in Douliu City, Yunlin County from a related party in May 2025, with the total contract amount of NT\$249,140 thousand, and an additional related cost of approximately NT\$6,700 thousand. The acquisition price of the land was determined with reference to a valuation report issued by Elite Real Estate Appraisers Joint Firm.

(Continued)

**FENG TAY ENTERPRISES COMPANY LIMITED AND ITS SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(c) Key management personnel transactions

Key management personnel compensation comprised:

	For the three months ended September 30		For the nine months ended September 30	
	2025	2024	2025	2024
Short-term employee benefits	\$ 130,769	84,443	276,445	257,760
Post-employment benefits	1,345	1,299	4,144	3,809
	<u>\$ 132,114</u>	<u>85,742</u>	<u>280,589</u>	<u>261,569</u>

**(8) Pledged assets:**

The book values of pledged assets were as follows:

Pledged assets	Object	September 30, 2025	December 31, 2024	September 30, 2024
Other current financial assets	Customs deposit and lease deposit	\$ 393	956	1,398
Other non-current financial assets	Customs deposit and lease deposit	88,140	103,172	101,668
		<u>\$ 88,533</u>	<u>104,128</u>	<u>103,066</u>

**(9) Commitments and contingencies:**

- (a) As of September 30, 2025, December 31, 2024 and September 30, 2024, the Group has issued promissory notes for short-term and long-term borrowings of \$9,235,550 thousand, \$9,946,150 thousand and \$9,344,000 thousand, respectively.
- (b) As of September 30, 2025, December 31, 2024 and September 30, 2024, the Group had payables in respect of important construction contracts, amounting to \$1,204,821 thousand, \$1,541,756 thousand and \$1,535,499 thousand, respectively.

**(10) Losses Due to Major Disasters: None**

**(11) Subsequent Events: None**

(Continued)

**FENG TAY ENTERPRISES COMPANY LIMITED AND ITS SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

**(12) Others:**

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

By item	By function	For the three months ended September 30, 2025			For the three months ended September 30, 2024		
		Cost of Sale	Operating Expense	Total	Cost of Sale	Operating Expense	Total
Employee benefits							
Salary		\$ 4,471,773	1,782,363	6,254,136	4,947,923	1,703,593	6,651,516
Labor and health insurance		482,161	146,573	628,734	570,066	152,855	722,921
Pension		289,584	91,702	381,286	349,787	94,299	444,086
Other employee benefits		554,504	156,690	711,194	659,539	180,096	839,635
Depreciation		501,225	228,607	729,832	540,136	239,025	779,161
Amortization		2,983	18,073	21,056	1,651	17,884	19,535

By item	By function	For the nine months ended September 30, 2025			For the nine months ended September 30, 2024		
		Cost of Sale	Operating Expense	Total	Cost of Sale	Operating Expense	Total
Employee benefits							
Salary		\$ 13,458,310	4,829,299	18,287,609	14,746,650	5,083,174	19,829,824
Labor and health insurance		1,521,420	449,107	1,970,527	1,671,884	451,424	2,123,308
Pension		944,671	277,790	1,222,461	1,030,478	280,398	1,310,876
Other employee benefits		1,590,937	457,228	2,048,165	1,868,438	516,800	2,385,238
Depreciation		1,535,348	706,736	2,242,084	1,598,486	712,285	2,310,771
Amortization		8,846	53,136	61,982	4,390	51,333	55,723

- (b) Seasonality of operation

The Group's operations are not affected by seasonal or cyclical factors.

(Continued)

**FENG TAY ENTERPRISES COMPANY LIMITED AND ITS SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

**(13) Other disclosures**

(a) Information on significant transactions

The followings is the information on significant transactions required by the “Regulations Governing the Preparation of Financial Reports by Securities Issuers” for the Group for the nine months ended September 30, 2025:

- i. Loans to other parties: None
- ii. Guarantees and endorsements for other parties: None
- iii. Significant securities held as of September 30, 2025 (excluding investment in subsidiaries, associates and joint ventures): None
- iv. Related-party transactions for purchases and sales with amounts exceeding the lower of \$100 million or 20% of the capital stock:

(In Thousands of New Taiwan Dollar)

Name of company	Related party	Nature of relationship	Transaction details				Transactions with terms different from others		Notes/ Accounts receivable (payable)		Note
			Purchase/ Sale	Amount	Percentage of total purchases/ sales	Payment terms	Unit price	Payment terms	Ending balance	Percentage of total notes/ accounts receivable (payable)	
Feng Tay Enterprises Co., Ltd.	PT Feng Tay Indonesia Enterprises	Parent and subsidiary	Sale	1,166,519	2%	90 days	Selling price of goods was determined through negotiations and there were no other transactions with non-related parties to compare with.	-	245,117	2%	-
"	"	"	Purchase	4,796,604	7%	20 days	"	-	(522,731)	(7%)	-
"	India Tindivanam Footwear Private Limited	"	Sale	619,642	1%	90 days	"	-	648,880	6%	-
"	"	"	Purchase	607,122	1%	30 days	"	-	(71,561)	(1%)	-
"	Lotus Footwear Enterprises Private Limited (India Branch)	"	Sale	1,666,591	2%	90 days	"	-	535,347	5%	-
"	"	"	Purchase	3,816,683	5%	30 days	"	-	(529,770)	(8%)	-
"	East Wind Footwear Company Limited (India Branch)	"	Sale	1,143,526	2%	60/90 days	"	-	365,320	3%	-
"	"	"	Purchase	2,620,071	4%	30 days	"	-	(337,418)	(5%)	-
"	Fairway Enterprises Company Limited (India Branch)	"	Sale	1,608,104	2%	30 days	"	-	272,923	2%	-
"	"	"	Purchase	3,497,040	5%	30 days	"	-	(399,589)	(6%)	-
"	Fujian Lifeng Footwear Industrial Development Company Limited	"	Sale	443,820	1%	15 days	"	-	25,169	-	-
"	"	"	Purchase	2,040,338	3%	15 days	"	-	(101,879)	(1%)	-
"	Fujian San Feng Footwear Company Limited	"	Sale	375,623	1%	15 days	"	-	44,761	-	-
"	"	"	Purchase	1,499,861	2%	15 days	"	-	(32,997)	-	-
"	Fujian Xiefeng Footwear Company Limited	"	Sale	838,347	1%	15 days	"	-	34,708	-	-
"	"	"	Purchase	3,112,155	4%	15 days	"	-	(188,316)	(3%)	-
"	Fujian Great Hope Footwear Company Limited	"	Purchase	826,424	1%	60 days	"	-	(129,183)	(2%)	-
"	Suzhou Yufeng Plastics Technology Co., Ltd.	"	Sale	167,053	-	15 days	"	-	34,496	-	-

**FENG TAY ENTERPRISES COMPANY LIMITED AND ITS SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

Name of company	Related party	Nature of relationship	Transaction details				Transactions with terms different from others		Notes/ Accounts receivable (payable)		Note
			Purchase/ Sale	Amount	Percentage of total purchases/ sales	Payment terms	Unit price	Payment terms	Ending balance	Percentage of total notes/ accounts receivable (payable)	
Feng Tay Enterprises Co., Ltd.	Fujian Putian Xie Feng Mold Company Limited	Parent and subsidiary	Purchase	112,247	-	30 days	Selling price of goods was determined through negotiations and there were no other transactions with non-related parties to compare with	-	(23,510)	-	-
"	Dona Pacific (Vietnam) Co., Ltd.	"	Sale	1,224,423	2%	30 days	"	-	158,761	1%	-
"	"	"	Purchase	5,095,850	7%	15 days	"	-	(337,282)	(5%)	-
"	Vietnam Dona Orient Co., Ltd.	"	Sale	1,882,513	3%	30 days	"	-	280,785	3%	-
"	"	"	Purchase	4,462,338	6%	30 days	"	-	(432,327)	(6%)	-
"	Dona Victor Footwear Co., Ltd.	"	Sale	935,607	1%	30 days	"	-	64,861	1%	-
"	"	"	Purchase	5,292,671	8%	30 days	"	-	(588,124)	(8%)	-
"	Vietnam Dona Standard Footwear Co., Ltd	"	Sale	3,154,696	4%	15 days	"	-	94,361	1%	-
"	"	"	Purchase	12,573,064	18%	30 days	"	-	(1,240,252)	(18%)	-
"	Vung Tau Orient Co., Ltd	"	Sale	935,528	1%	120 days	"	-	495,875	5%	-
"	"	"	Purchase	2,462,856	4%	10 days	"	-	(157,789)	(2%)	-
"	Vietnam Nam Ha Footwear Company Limited	"	Sale	311,611	-	90 days	"	-	188,736	2%	-
"	"	"	Purchase	1,068,277	2%	10 days	"	-	(94,856)	(1%)	-
Great Eastern Industries Limited	Fujian Xiefeng Footwear Company Limited	Associate	Sale	134,027	99%	20 days	"	-	-	-	-
PT Feng Tay Indonesia Enterprises	Feng Tay Enterprises Co., Ltd.	Subsidiary and parent	Sale	4,796,604	100%	20 days	"	-	522,731	100%	-
"	"	"	Purchase	1,166,519	35%	90 days	"	-	(245,117)	(51%)	-
Fujian Lifeng Footwear Industrial Development Company Limited	Feng Tay Enterprises Co., Ltd.	Subsidiary and parent	Sale	2,040,338	79%	15 days	"	-	101,879	54%	-
"	"	"	Purchase	443,820	33%	15 days	"	-	(25,169)	(16%)	-
"	Fujian Xiefeng Footwear Company Limited	Associate	"	195,842	15%	15~20 days	"	-	(13,094)	(8%)	-
"	Fujian Putian Xie Feng Mold Company Limited	"	"	108,368	8%	10~15 days	"	-	(2,846)	(2%)	-
Fujian Xiefeng Footwear Company Limited	Feng Tay Enterprises Co., Ltd	Subsidiary and parent	Sale	3,112,155	81%	15 days	"	-	188,316	59%	-
"	Fujian Lifeng Footwear Industrial Development Company Limited	Associate	"	195,842	5%	15~20 days	"	-	13,094	4%	-
"	Fujian San Feng Footwear Company Limited	"	"	132,429	3%	15~20 days	"	-	3,517	1%	-
"	Feng Tay Enterprises Co., Ltd	Subsidiary and parent	Purchase	838,347	40%	15 days	"	-	(34,708)	(17%)	-
"	Great Eastern Industries Limited	Associate	"	134,027	6%	20 days	"	-	-	-	-
Fujian San Feng Footwear Company Limited	Feng Tay Enterprises Co., Ltd.	Subsidiary and parent	Sale	1,499,861	62%	15 days	"	-	32,997	12%	-
"	"	"	Purchase	375,623	31%	15 days	"	-	(44,761)	(43%)	-
"	Fujian Xiefeng Footwear Company Limited	Associate	"	132,429	11%	15~20 days	"	-	(3,517)	(3%)	-
"	Fujian Putian Xie Feng Mold Company Limited	"	"	113,343	10%	10~15 days	"	-	(1,617)	(2%)	-
Fujian Great Hope Footwear Company Limited	Feng Tay Enterprises Co., Ltd.	Subsidiary and parent	Sale	826,424	99%	60 days	"	-	129,183	97%	-



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Name of company	Related party	Nature of relationship	Transaction details				Transactions with terms different from others		Notes/ Accounts receivable (payable)		Note
			Purchase/ Sale	Amount	Percentage of total purchases/ sales	Payment terms	Unit price	Payment terms	Ending balance	Percentage of total notes/ accounts receivable (payable)	
Fujian Great Hope Footwear Company Limited	Fujian Putian Xie Feng Mold Company Limited	Associate	Purchase	105,828	29%	10-60 days	Selling price of goods was determined through negotiations and there were no other transactions with non-related parties to compare with	-	(24,240)	(36%)	-
Fujian Putian Xie Feng Mold Company Limited	Fujian Lifeng Footwear Industrial Development Company Limited	"	Sale	108,368	19%	10-15 days	"	-	2,846	5%	-
"	Fujian Great Hope Footwear Company Limited	"	"	105,828	18%	10-60 days	"	-	24,240	40%	-
"	Fujian San Feng Footwear Company Limited	"	"	113,343	20%	10-15 days	"	-	1,617	3%	-
"	Feng Tay Enterprises Co., Ltd.	Subsidiary and parent	"	112,247	20%	30 days	"	-	23,510	39%	-
Suzhou Yufeng Plastics Technology Co., Ltd.	Feng Tay Enterprises Co., Ltd.	Subsidiary and parent	Purchase	167,053	77%	15 days	"	-	(34,496)	(82%)	-
Vietnam Shoe Majesty Co., Ltd.	Hong Kong Shoe Majesty Trading Company Limited	Associate	Sale	5,652,375	100%	Payment after Delivery	"	-	1,678,940	100%	-
Hong Kong Shoe Majesty Trading Company Limited	Vietnam Shoe Majesty Co., Ltd.	"	Purchase	5,652,375	100%	Payment after Delivery	"	-	(1,678,940)	(100%)	-
Dona Victor Footwear Co., Ltd.	Feng Tay Enterprises Co., Ltd.	Subsidiary and parent	Sale	5,292,671	100%	30 days	"	-	588,124	99%	-
"	"	"	Purchase	935,607	71%	30 days	"	-	(64,861)	(18%)	-
"	Dona Pacific (Vietnam) Co., Ltd.	Associate	"	109,608	8%	60 days	"	-	(14,117)	(4%)	-
"	Dona Victor Molds Mfg. Co., Ltd.	"	"	159,124	12%	60 days	"	-	(18,245)	(5%)	-
Dona Pacific (Vietnam) Co., Ltd.	Feng Tay Enterprises Co., Ltd.	Subsidiary and parent	Sale	5,095,850	93%	15 days	"	-	337,282	89%	-
"	Vietnam Dona Orient Co., Ltd.	Associate	"	142,331	3%	60 days	"	-	14,654	4%	-
"	Vietnam Dona Standard Footwear Co., Ltd.	"	"	108,299	2%	"	"	-	10,046	3%	-
"	Dona Victor Footwear Co., Ltd.	"	"	109,608	2%	"	"	-	14,117	4%	-
"	Feng Tay Enterprises Co., Ltd.	Subsidiary and parent	Purchase	1,224,423	74%	30 days	"	-	(158,761)	(35%)	-
Vietnam Dona Orient Co., Ltd.	Feng Tay Enterprises Co., Ltd.	Subsidiary and parent	Sale	4,462,338	72%	30 days	"	-	432,327	66%	-
"	"	"	Purchase	1,882,513	62%	30 days	"	-	(280,785)	(59%)	-
"	Vietnam Dona Standard Footwear Co., Ltd.	Associate	"	100,160	3%	60 days	"	-	(11,357)	(2%)	-
"	Dona Pacific (Vietnam) Co., Ltd.	"	"	142,331	5%	"	"	-	(14,654)	(3%)	-
"	Dona Victor Molds Mfg. Co., Ltd.	"	"	106,872	4%	"	"	-	(10,299)	(2%)	-
Dona Victor Molds Mfg. Co., Ltd.	Dona Victor Footwear Co., Ltd.	"	Sale	159,124	29%	60 days	"	-	18,245	24%	-
"	Vietnam Dona Orient Co., Ltd.	"	"	106,872	19%	"	"	-	10,299	13%	-
"	Vietnam Dona Standard Footwear Co., Ltd.	"	"	200,751	36%	"	"	-	28,897	38%	-
Vung Tau Orient Co., Ltd.	Feng Tay Enterprises Co., Ltd.	Subsidiary and parent	Sale	2,462,856	100%	10 days	"	-	157,789	98%	-
"	"	"	Purchase	935,528	89%	120 days	"	-	(495,875)	(83%)	-
Vietnam Dona Standard Footwear Co., Ltd.	Feng Tay Enterprises Co., Ltd.	Subsidiary and parent	Sale	12,573,064	98%	30 days	"	-	1,240,252	97%	-

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Name of company	Related party	Nature of relationship	Transaction details				Transactions with terms different from others		Notes/ Accounts receivable (payable)		Note
			Purchase/ Sale	Amount	Percentage of total purchases/ sales	Payment terms	Unit price	Payment terms	Ending balance	Percentage of total notes/ accounts receivable (payable)	
Vietnam Dona Standard Footwear Co., Ltd	Vietnam Dona Orient Co., Ltd.	Associate	Sale	100,160	1%	60 days	Selling price of goods was determined through negotiations and there were no other transactions with non-related parties to compare with	-	11,357	1%	-
"	Feng Tay Enterprises Co., Ltd.	Subsidiary and parent	Purchase	3,154,696	87%	15 days	"	-	(94,361)	(15%)	-
"	Dona Pacific (Vietnam) Co., Ltd.	Associate	"	108,299	3%	60 days	"	-	(10,046)	(2%)	-
"	Dona Victor Molds Mfg. Co., Ltd.	"	"	200,751	6%	"	"	-	(28,897)	(5%)	-
Vietnam Nam Ha Footwear Company Limited	Feng Tay Enterprises Co., Ltd.	Subsidiary and parent	Sale	1,068,277	98%	10 days	"	-	94,856	96%	-
"	"	"	Purchase	311,611	82%	90 days	"	-	(188,736)	(66%)	-
India Tindivanam Footwear Private Limited	Feng Tay Enterprises Co., Ltd.	Subsidiary and parent	Sale	607,122	93%	30 days	"	-	71,561	98%	-
"	"	"	Purchase	619,642	91%	90 days	"	-	(648,880)	(93%)	-
East Wind Footwear Company Limited (India Branch)	Feng Tay Enterprises Co., Ltd.	Subsidiary and parent	Sale	2,620,071	97%	30 days	"	-	337,418	95%	-
"	"	"	Purchase	1,143,526	95%	60/90 days	"	-	(365,320)	(92%)	-
Lotus Footwear Enterprises Private Limited (India Branch)	Feng Tay Enterprises Co., Ltd.	Subsidiary and parent	Sale	3,816,683	94%	30 days	"	-	529,770	92%	-
"	"	"	Purchase	1,666,591	98%	90 days	"	-	(535,347)	(92%)	-
Fairway Enterprises Company Limited (India Branch)	Feng Tay Enterprises Co., Ltd.	Subsidiary and parent	Sale	3,497,040	97%	30 days	"	-	399,589	98%	-
"	"	"	Purchase	1,608,104	97%	30 days	"	-	(272,923)	(89%)	-

Note: The inter-company transactions were eliminated in the consolidated financial statement.

v. Receivables from related parties with amounts exceeding the lower of \$100 million or 20% of capital stock:

(In Thousands of New Taiwan Dollar)

Name of company	Related party	Nature of relationship	Ending balance (Note 1)	Turnover	Overdue		Amounts received in subsequent period	Allowance for credit loss
					Amount	Action taken		
Feng Tay Enterprises Co., Ltd.	PT Feng Tay Indonesia Enterprises	Parent and subsidiary	245,117	4.30	-	-	4,975	-
"	India Tindivanam Footwear Private Limited	"	648,880	1.53	555,025	-	-	-
"	Lotus Footwear Enterprises Private Limited (India Branch)	"	535,347	3.91	-	-	20,166	-
"	East Wind Footwear Company Limited (India Branch)	"	365,320	4.30	8,636	-	24,207	-
"	Fairway Enterprises Company Limited (India Branch)	"	272,923	6.84	-	-	43,184	-
"	"	"	101,724	Note 2	-	-	-	-
"	Dona Pacific (Vietnam) Co., Ltd.	"	158,761	12.11	-	-	88,174	-
"	Vietnam Dona Orient Co., Ltd	"	280,785	10.21	-	-	157,544	-
"	Vung Tau Orient Co., Ltd.	"	495,875	3.09	-	-	50,682	-

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Name of company	Related party	Nature of relationship	Ending balance (Note 1)	Turnover	Overdue		Amounts received in subsequent period	Allowance for credit loss
					Amount	Action taken		
Feng Tay Enterprises Co., Ltd.	Vietnam Nam Ha Footwear Company Limited	Parent and subsidiary	188,736	3.06	-	-	29,142	-
PT Feng Tay Indonesia Enterprises	Feng Tay Enterprises Co., Ltd.	Subsidiary and parent	522,731	14.63	-	-	335,260	-
Fujian Lifeng Footwear Industrial Development Company Limited	Feng Tay Enterprises Co., Ltd.	Subsidiary and parent	101,879	22.71	-	-	101,879	-
Fujian Xiefeng Footwear Company Limited	Feng Tay Enterprises Co., Ltd.	Subsidiary and parent	188,316	17.17	-	-	188,308	-
Fujian Great Hope Footwear Company Limited	Feng Tay Enterprises Co., Ltd.	Subsidiary and parent	129,183	7.42	-	-	54,661	-
Vietnam Shoe Majesty Co., Ltd.	Hong Kong Shoe Majesty Trading Company Limited	Associate	1,678,940	5.92	-	-	138,999	-
Dona Victor Footwear Co., Ltd.	Feng Tay Enterprises Co., Ltd.	Subsidiary and parent	588,124	10.38	-	-	404,539	-
Dona Pacific (Vietnam) Co., Ltd.	Feng Tay Enterprises Co., Ltd.	Subsidiary and parent	337,282	19.73	-	-	337,282	-
Vietnam Dona Orient Co., Ltd.	Feng Tay Enterprises Co., Ltd.	Subsidiary and parent	432,327	11.83	-	-	333,656	-
Vung Tau Orient Co., Ltd.	Feng Tay Enterprises Co., Ltd.	Subsidiary and parent	157,789	19.67	-	-	157,737	-
Vietnam Dona Standard Footwear Co., Ltd.	Feng Tay Enterprises Co., Ltd.	Subsidiary and parent	1,240,252	13.46	-	-	777,535	-
East Wind Footwear Company Limited (India Branch)	Feng Tay Enterprises Co., Ltd.	Subsidiary and parent	337,418	8.38	-	-	164,383	-
Lotus Footwear Enterprises Limited (India Branch)	Feng Tay Enterprises Co., Ltd.	Subsidiary and parent	529,770	9.51	-	-	291,823	-
Fairway Enterprises Company Limited (India Branch)	Feng Tay Enterprises Co., Ltd.	Subsidiary and parent	399,589	12.81	-	-	231,816	-

Note 1: The inter-company transactions were eliminated in the consolidated financial statement.

Note 2: As the amount primarily relates to other receivables, it is not applicable for the calculation of turnover days.

vi. Business relationships and significant intercompany transactions:

(In Thousands of New Taiwan Dollar)

No. (Note1)	Name of company	Name of counter-party	Nature of relationship (Note 2)	Intercompany transactions			
				Account name	Amount	Trading terms	Percentage of the consolidated net revenue or total assets
0	Feng Tay Enterprises Co., Ltd.	PT Feng Tay Indonesia Enterprises	1	Sales revenue	1,166,519	Note 3	1.8574%
"	"	"	"	Cost of sales	4,796,604	Note 3	7.6376%
"	"	"	"	Accounts receivable due from related parties	245,117	90 days	0.4772%
"	"	"	"	Accounts payable to related parties	522,731	20 days	1.0177%
"	"	India Tindivanam Footwear Private Limited	"	Sales revenue	619,642	Note 3	0.9867%
"	"	"	"	Cost of sales	607,122	Note 3	0.9667%
"	"	"	"	Accounts receivable due from related parties	648,880	90 days	1.2633%
"	"	"	"	Accounts payable to related parties	71,561	30 days	0.1393%

**FENG TAY ENTERPRISES COMPANY LIMITED AND ITS SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

No. (Note1)	Name of company	Name of counter-party	Nature of relationship (Note 2)	Intercompany transactions			
				Account name	Amount	Trading terms	Percentage of the consolidated net revenue or total assets
0	Feng Tay Enterprises Co., Ltd.	Lotus Footwear Enterprises Private Limited (India Branch)	1	Sales revenue	1,666,591	Note 3	2.6537%
"	"	"	"	Cost of sales	3,816,683	Note 3	6.0773%
"	"	"	"	Accounts receivable due from related parties	535,347	90 days	1.0422%
"	"	"	"	Accounts payable to related parties	529,770	30 days	1.0314%
"	"	East Wind Footwear Company Limited (India Branch)	"	Sales revenue	1,143,526	Note 3	1.8208%
"	"	"	"	Cost of sales	2,620,071	Note 3	4.1719%
"	"	"	"	Accounts receivable due from related parties	365,320	60/90 days	0.7112%
"	"	"	"	Accounts payable to related parties	337,418	30 days	0.6569%
"	"	Fairway Enterprises Company Limited (India Branch)	"	Sales revenue	1,608,104	Note 3	2.5606%
"	"	"	"	Cost of sales	3,497,040	Note 3	5.5683%
"	"	"	"	Accounts receivable due from related parties	272,923	30 days	0.5313%
"	"	"	"	Accounts payable to related parties	399,589	30 days	0.7779%
"	"	Fujian Lifeng Footwear Industrial Development Company Limited	"	Sales revenue	443,820	Note 3	0.7067%
"	"	"	"	Cost of sales	2,040,338	Note 3	3.2488%
"	"	"	"	Accounts receivable due from related parties	25,169	15 days	0.0490%
"	"	"	"	Accounts payable to related parties	101,879	15 days	0.1983%
"	"	Fujian San Feng Footwear Company Limited	"	Sales revenue	375,623	Note 3	0.5981%
"	"	"	"	Cost of sales	1,499,861	Note 3	2.3882%
"	"	"	"	Accounts receivable due from related parties	44,761	15 days	0.0871%
"	"	"	"	Accounts payable to related parties	32,997	15 days	0.0642%
"	"	Fujian Xiefeng Footwear Company Limited	"	Sales revenue	838,347	Note 3	1.3349%
"	"	"	"	Cost of sales	3,112,155	Note 3	4.9555%
"	"	"	"	Accounts receivable due from related parties	34,708	15 days	0.0676%
"	"	"	"	Accounts payable to related parties	188,316	15 days	0.3666%
"	"	Fujian Great Hope Footwear Company Limited	"	Cost of sales	826,424	Note 3	1.3159%
"	"	"	"	Accounts payable to related parties	129,183	60 days	0.2515%
"	"	Fujian Putian Xie Feng Mold Company Limited	"	Cost of sales	112,247	Note 3	0.1787%
"	"	"	"	Accounts payable to related parties	23,510	30 days	0.0458%

**FENG TAY ENTERPRISES COMPANY LIMITED AND ITS SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

No. (Note1)	Name of company	Name of counter-party	Nature of relationship (Note 2)	Intercompany transactions			
				Account name	Amount	Trading terms	Percentage of the consolidated net revenue or total assets
0	Feng Tay Enterprises Co., Ltd.	Suzhou Yufeng Plastics Technology Co., Ltd.	1	Sales revenue	167,053	Note 3	0.2660%
"	"	"	"	Accounts receivable due from related parties	34,496	15 days	0.0672%
"	"	Dona Pacific (Vietnam) Co., Ltd.	"	Sales revenue	1,224,423	Note 3	1.9496%
"	"	"	"	Cost of sales	5,095,850	Note 3	8.1141%
"	"	"	"	Accounts receivable due from related parties	158,761	30 days	0.3091%
"	"	"	"	Accounts payable to related parties	337,282	15 days	0.6566%
"	"	Vietnam Dona Orient Co., Ltd.	"	Sales revenue	1,882,513	Note 3	2.9975%
"	"	"	"	Cost of sales	4,462,338	Note 3	7.1053%
"	"	"	"	Technical service revenue	107,120	註四	0.1706%
"	"	"	"	Accounts receivable due from related parties	280,785	30 days	0.5466%
"	"	"	"	Accounts payable to related parties	432,327	30 days	0.8417%
"	"	Dona Victor Footwear Co., Ltd.	"	Sales revenue	935,607	Note 3	1.4898%
"	"	"	"	Cost of sales	5,292,671	Note 3	8.4275%
"	"	"	"	Accounts receivable due from related parties	64,861	30 days	0.1263%
"	"	"	"	Accounts payable to related parties	588,124	30 days	1.1450%
"	"	Vietnam Dona Standard Footwear Co., Ltd.	"	Sales revenue	3,154,696	Note 3	5.0232%
"	"	"	"	Cost of sales	12,573,064	Note 3	20.0200%
"	"	"	"	Accounts receivable due from related parties	94,361	15 days	0.1837%
"	"	"	"	Accounts payable to related parties	1,240,252	30 days	2.4146%
"	"	Vung Tau Orient Co., Ltd.	"	Sales revenue	935,528	Note 3	1.4896%
"	"	"	"	Cost of sales	2,462,856	Note 3	3.9216%
"	"	"	"	Accounts receivable due from related parties	495,875	120 days	0.9654%
"	"	"	"	Accounts payable to related parties	157,789	10 days	0.3072%
"	"	Vietnam Nam Ha Footwear Company Limited	"	Sales revenue	311,611	Note 3	0.4962%
"	"	"	"	Cost of sales	1,068,277	Note 3	1.7010%
"	"	"	"	Accounts receivable due from related parties	188,736	90 days	0.3674%
"	"	"	"	Accounts payable to related parties	94,856	10 days	0.1847%
1	Great Eastern Industries Limited.	Fujian Xiefeng Footwear Company Limited	3	Sales revenue	134,027	Note 3	0.2134%
2	Fujian Xiefeng Footwear Company Limited	Fujian Lifeng Footwear Industrial Development Company Limited	3	Sales revenue	195,842	Note 3	0.3118%
"	"	"	"	Accounts receivable due from related parties	13,094	15~20 days	0.0255%

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No. (Note1)	Name of company	Name of counter-party	Nature of relationship (Note 2)	Intercompany transactions			
				Account name	Amount	Trading terms	Percentage of the consolidated net revenue or total assets
2	Fujian Xiefeng Footwear Company Limited	Fujian San Feng Footwear Company Limited	3	Sales revenue	132,429	Note 3	0.2109%
"	"	"	"	Accounts receivable due from related parties	3,517	15~20 days	0.0068%
3	Fujian Putian Xie Feng Mold Company Limited	Fujian Lifeng Footwear Industrial Development Company Limited	3	Sales revenue	108,368	Note 3	0.1726%
"	"	"	"	Accounts receivable due from related parties	2,846	10~15 days	0.0055%
"	"	Fujian Great Hope Footwear Company Limited	"	Sales revenue	105,828	Note 3	0.1685%
"	"	"	"	Accounts receivable due from related parties	24,240	10~60 days	0.0472%
"	"	Fujian San Feng Footwear Company Limited	"	Sales revenue	113,343	Note 3	0.1805%
"	"	"	"	Accounts receivable due from related parties	1,617	10~15 days	0.0031%
4	Dona Pacific (Vietnam) Co., Ltd.	Vietnam Dona Orient Co., Ltd.	3	Sales revenue	142,331	Note 3	0.2266%
"	"	"	"	Accounts receivable due from related parties	14,654	60 days	0.0285%
"	"	Vietnam Dona Standard Footwear Co.,	"	Sales revenue	108,299	Note 3	0.1724%
"	"	"	"	Accounts receivable due from related parties	10,046	60 days	0.0196%
"	"	Dona Victor Footwear Co., Ltd.	"	Sales revenue	109,608	Note 3	0.1745%
"	"	"	"	Accounts receivable due from related parties	14,117	60 days	0.0275%
5	Dona Victor Molds Mfg. Co., Ltd.	Dona Victor Footwear Co., Ltd.	3	Sales revenue	159,124	Note 3	0.2534%
"	"	"	"	Accounts receivable due from related parties	18,245	60 days	0.0355%
"	"	Vietnam Dona Orient Co., Ltd.	"	Sales revenue	106,872	Note 3	0.1702%
"	"	"	"	Accounts receivable due from related parties	10,299	60 days	0.0201%
"	"	Vietnam Dona Standard Footwear Co., Ltd.	"	Sales revenue	200,751	Note 3	0.3197%
"	"	"	"	Accounts receivable due from related parties	28,897	60 days	0.0563%
6	Vietnam Dona Standard Footwear Co.	Vietnam Dona Orient Co., Ltd.	3	Sales revenue	100,160	Note 3	0.1595%
"	"	"	"	Accounts receivable due from related parties	11,357	60 days	0.0221%

Note 1: The numbers filled in as follows:

1. 0 represents the parent company.
2. Subsidiaries are sorted in a numerical order starting from 1.

Note 2: Transactions labeled as follows:

1. represents transactions between the parent company and its subsidiaries.
2. represents transactions between the subsidiaries and the parent company.
3. represents transactions between subsidiaries.

Note 3: Selling price of goods is determined through negotiations and there are no other transactions with non-related parties to compare with.

Note 4: Revenue is calculated based on a certain ratio determined by the contract, and there are no other transactions with non-related party to compare with.

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**Notes to the Consolidated Financial Statements**

(b) Information on investment

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

(In Thousands of New Taiwan Dollar)

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 (Note 6)
				September 30, 2025	December 31, 2024	Shares	Percentage of ownership	Carrying value			
Feng Tay Enterprises Co., Ltd.	PT Feng Tay Indonesia Enterprises	Indonesia	Manufacturing of athletic shoes, casual shoes, semi-finished footwear and footwear accessories	1,324,722	1,324,722	53,999	99.99%	878,824	(189,424)	(189,420)	Subsidiary (Note 5)
"	PT Rich Valley Indonesia	"	Manufacturing of athletic shoes, casual shoes, semi-finished footwear and footwear accessories	1,063,389	1,063,389	519,990	99.99%	1,094,088	(3,131)	(3,131)	"
"	Growth-Link Overseas Company Limited	Bermuda	Investment holding	5,521,531	5,521,531	6,000,000	100.00%	15,722,623	2,104,362	2,104,362	"
"	VX Holdings Limited	British Virgin Islands	Investment holding	446,117	446,117	38,280	47.26%	764,426	257,765	121,820	"
"	Shoe Majesty Co., Ltd.	"	Investment holding	203,466	203,466	6,120	20.40%	559,719	319,311	65,139	Investee under the equity method
"	Dona Orient Holdings Limited	"	Investment holding	1,529,928	1,529,928	44,753	40.97%	3,886,948	1,163,459	476,669	Subsidiary (Note 5)
"	Great Eastern Industries Limited	Hong Kong	International trade services	30,358	30,358	1,000	100.00%	33,308	2,847	2,847	"
"	Great South Private Limited	Singapore	Investment holding	37,946	37,946	1,700	100.00%	17,229	863	863	"
"	India Tindivandam Footwear Private Limited	India	Manufacturing of athletic shoes, semi-finished footwear and footwear accessories	2,064,338	1,748,180	548,804,047	96.49%	1,285,492	(237,626)	(228,939)	"
Growth-Link Overseas Company Limited	VX Mold Company Limited	British Virgin Islands	Investment holding	15,222	15,222	372,000	93.00%	241,453	144,923	134,778	Subsidiary (Note 5)
"	VX Holdings Limited	"	Investment holding	288,989	288,989	36,342	44.87%	742,575	257,765	115,650	Investee under the equity method (Note 5)
"	Dona Pacific Holdings Limited	"	Investment holding	379,153	379,153	23,000	92.00%	1,516,050	313,488	288,409	Subsidiary (Note 5)
"	Shoe Majesty Co., Ltd.	"	Investment holding	244,537	244,537	8,580	28.60%	816,918	319,311	91,323	Investee under the equity method
"	Dona Orient Holdings Limited	"	Investment holding	2,001,438	2,001,438	64,483	59.03%	5,875,610	1,163,459	686,790	Subsidiary (Note 5)
"	Lotus Footwear Enterprises Private Limited	Singapore (Note 8)	Investment holding business, and manufacturing and selling of finished shoes	2,068,076	2,068,076	34,020	88.00%	3,904,760	377,638	332,322	"
"	PT Rich Valley Indonesia	Indonesia	Manufacturing of athletic shoes, casual shoes, semi-finished footwear and footwear accessories	22	22	10	0.01%	21	(3,131)	-	Investee under the equity method (Note 5)

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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 (Note 6)
				September 30, 2025	December 31, 2024	Shares	Percentage of ownership	Carrying value			
Growth-Link Overseas Company Limited	PT Feng Tay Indonesia Enterprises	Indonesia	Manufacturing of athletic shoes, casual shoes, semi-finished footwear and footwear accessories	21	21	1	0.01%	17	(189,424)	(4)	Investee under the equity method (Note 5)
"	Cheyar SEZ Developers Private Ltd.	India	Development in India's Industrial Park	-	-	1	0.01%	-	18,885	-	"
VX Holdings Limited	Dona Victor Footwear Co., Ltd.	Vietnam	Manufacturing of athletic shoes, semi-finished footwear, and footwear accessories	1,002,555	1,002,555	Note 4	100.00%	1,653,575	258,443	258,443	Subsidiary (Note 5)
Shoe Majesty Co., Ltd.	Hong Kong Shoe Majesty Trading Company Limited	Hong Kong	International trade services	6,079	6,079	200	100.00%	119,141	32,859	32,859	Subsidiary
"	Vietnam Shoe Majesty Co., Ltd.	Vietnam	Manufacturing footwear products	1,124,615	1,124,615	Note 4	100.00%	2,617,006	294,576	294,576	"
"	PT Shoe Majesty Indonesia	Indonesia	Manufacturing footwear products	56,231	-	2,999	99.97%	54,859	(1,387)	(1,387)	"
Dona Orient Holdings Limited	Vietnam Dona Orient Co., Ltd.	Vietnam	Manufacturing of athletic shoes, semi-finished footwear, and footwear accessories	1,337,380	1,337,380	Note 4	100.00%	2,472,568	569,684	569,684	Subsidiary (Note 5)
"	Vietnam Dona Standard Footwear Co., Ltd.	"	Manufacturing of athletic shoes, semi-finished footwear, and footwear accessories	2,300,902	2,300,902	"	100.00%	5,124,312	626,030	626,030	"
"	Vung Tau Orient Co., Ltd.	"	Producing golf balls, soccer balls, and backpack, bags	1,101,005	1,101,005	"	100.00%	1,051,340	66,976	66,976	"
"	Vietnam Nam Ha Footwear Company Limited	"	Manufacturing of athletic shoes, semi-finished footwear, and footwear accessories	1,884,490	1,884,490	"	100.00%	1,303,177	(98,522)	(98,522)	"
VX Mold Company Limited	Dona Victor Molds Mfg. Co., Ltd.	Vietnam	Manufacturing and repair of molds, cutting dies, and processing of metal parts	94,225	94,225	Note 4	100.00%	257,571	145,485	145,485	Subsidiary (Note 5)
Dona Pacific Holdings Limited	Dona Pacific (Vietnam) Co., Ltd.	Vietnam	Manufacturing of athletic shoes, semi-finished footwear, and footwear accessories	607,900	607,900	Note 4	100.00%	1,647,297	314,060	314,060	Subsidiary (Note 5)
Lotus Footwear Enterprises Private Limited	Cheyar SEZ Developers Private Limited	India	Development in India's Industrial Park	3,644,165	3,644,165	117,999,999	99.99%	2,752,084	18,885	18,885	Subsidiary (Note 5)
"	East Wind Footwear Company Limited	British Virgin Islands	Investment holding and production of athletic shoes	477,064	497,591	9,751	100.00%	903,408	147,478	147,478	"
"	Fairway Enterprises Company Limited	"	Investment holding and production of athletic shoes	1,316,851	1,391,888	29,501	100.00%	1,472,469	159,490	159,490	"

Note 1: Includes overseas undertakings invested by the Company and re-investment of the overseas undertakings.

Note 2: Carrying value refers to ending balance of investment recognized using the equity method, including investment gains or losses, and cumulative translation adjustments.

Note 3: The investees of Feng Tay Enterprises Co., Ltd. are presented based on the financial statements as of September 30, 2025, reviewed by certified public accountants, except that some of the investees were presented based on the unreviewed financial statements as of September 30, 2025.

Note 4: Unissued shares of the Vietnamese entities.

Note 5: Included in the consolidated financial statements.

Note 6: Represents the relationship between the investor and the investee.

Note 7: The difference between the investee company's profit or loss for the current period and the investment income recognized by the investing company for the current period is mainly due to the realization of sales gross profit.

Note 8: The subsidiary was originally incorporated in the British Virgin Islands and was re-domiciled to Singapore in 2025.



**FENG TAY ENTERPRISES COMPANY LIMITED AND ITS SUBSIDIARIES**  
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(c) Information on investment in mainland China

i. The names of investees in Mainland China, the main businesses and products, and other information

(In Thousands of New Taiwan Dollar)

Name of investee	Main businesses and products	Total amount of capital surplus (Note 7)	Method of investment	Accumulated outflow of investment from Taiwan as of January 1, 2025 (Note 7)	Investment flows		Accumulated outflow of investment from Taiwan as of September 30, 2025 (Note 7)	Net income (losses) of the investee (Note 8)	Percentage of ownership	Investment income (losses) (Note 3 and 8)	Book value (Note 7)	Accumulated remittance of earnings in current period (Note 8)
					Outflow	Inflow						
Fujian Wu Feng Department Store Co., Ltd.	Wholesale and retail of general merchandise, and related services.	136,778	Note 1	166,551	-	-	166,551	148,739	50.00%	74,370	99,668	105,326
Fujian Putian Xie Feng Mold Company Limited	Manufacturing and repair of molds, cutting dies, shoe lasts, injections, and processing of metal parts.	91,185	"	145,996	-	-	145,996	79,918	50.34%	40,227	154,040	1,356,620
Fujian Xiefeng Footwear Company Limited	Producing athletic shoes, semi-finished footwear, and footwear accessories.	455,925	"	172,408	-	-	172,408	186,217	77.50%	144,318	784,826	1,137,099
Fujian San Feng Footwear Company Limited	Producing athletic shoes, semi-finished footwear, and footwear accessories.	455,925	"	275,857	-	-	275,857	37,713	68.00%	25,645	426,985	1,099,537
Fujian Da Feng Holdings Company Limited	Investment holding.	820,665	"	851,404	-	-	851,404	381,848	70.00%	267,294	1,836,760	6,884,155
Fujian Great Hope Footwear Company Limited	Production of athletic shoes, casual shoes, semi-finished footwear, footwear accessories, protective gear, and other supporting products.	241,640	"	406,822	-	-	406,822	75,406	84.73%	63,895	400,391	764,082
Fujian Lifeng Footwear Industrial Development Company Limited	Producing athletic shoes, semi-finished footwear, and footwear accessories.	455,925	Note 2	-	-	-	-	110,428	70.00%	77,300	516,760	-
Suzhou Yufeng Plastics Technology Co., Ltd.	Manufacturing and processing of plastic products.	77,894	"	-	-	-	-	54,956	66.07%	36,307	173,927	-

ii. Upper limit on investment in Mainland China

Accumulated Investment in Mainland China as of September 30, 2025 (Note 4 and 7)	Investment Amounts Authorized by Investment Commission, MOEA (Note 5 and 7)	Upper Limit on Investment (Note 6)
2,019,038	2,752,345	15,178,288

Note 1: Indirect investment in the Company located in Mainland China through an existing company registered in the third region.

Note 2: Investment in companies in Mainland China through the existing companies registered in Mainland China.

Note 3: Recognized profit and loss from investment for the current period:

(1) The financial statements were reviewed by the parent company's certified public accountants.

(2) Based on unreviewed financial statements for the nine months ended September 30, 2025.

Note 4: The cumulative investment amount has been deducted by capital increase from retained earnings of USD 3,939,943, capital repatriation of USD 20,185,981, but not yet deducted the cumulative amount of profit repatriation from Mainland China authorized by the Investment Commission of USD 364,251,035.

Note 5: The authorized investment amount is the original investment amounts authorized by investment Commission.

Note 6: The higher of the 60 % of net or combined net value, as calculated based on the upper limit stipulated in "Regulations Governing the Examination of Investment or Technical Cooperation in Mainland China" amended by the Investment Commission on August 29, 2008.

Note 7: Calculated based on the closing exchange rate of 30.395 on September 30, 2025.

Note 8: Calculated based on the average closing exchange rate of 31.1511 between January and the end of September 2025.

**FENG TAY ENTERPRISES COMPANY LIMITED AND ITS SUBSIDIARIES**  
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iii Significant transactions:

The significant inter-company transactions with the subsidiary in Mainland China, which were eliminated in the preparation of consolidated financial statements, are disclosed in “Information on significant transactions”.

**(14) Segment information**

**(a) General Information**

The Group has reportable department, footwear manufacturing and sales department, which mainly engaged in the production and sales of various sports shoes. Other departments are mainly engaged in the manufacturing of sports balls and bags.

The Group’s operating segment information and reconciliation are as follows:

	<b>Department of manufacturing and selling shoes</b>	<b>Other Departments</b>	<b>Reconciliation and elimination</b>	<b>Total</b>
<b>For the three months ended September 30, 2025</b>				
<b>Revenue</b>				
Revenue from external customers	\$ 20,688,629	991,356	-	21,679,985
Intersegment revenues	23,324,100	1,309,737	(24,633,837)	-
<b>Total revenue</b>	<b>\$ 44,012,729</b>	<b>2,301,093</b>	<b>(24,633,837)</b>	<b>21,679,985</b>
<b>Reportable segment profit or loss</b>	<b>\$ 2,552,824</b>	<b>205,615</b>	<b>(48,777)</b>	<b>2,709,662</b>

	<b>Department of manufacturing and selling shoes</b>	<b>Other Departments</b>	<b>Reconciliation and elimination</b>	<b>Total</b>
<b>For the three months ended September 30, 2024</b>				
<b>Revenue</b>				
Revenue from external customers	\$ 21,736,686	982,366	-	22,719,052
Intersegment revenues	23,158,069	1,735,828	(24,893,897)	-
<b>Total revenue</b>	<b>\$ 44,894,755</b>	<b>2,718,194</b>	<b>(24,893,897)</b>	<b>22,719,052</b>
<b>Reportable segment profit or loss</b>	<b>\$ 2,048,753</b>	<b>(19,209)</b>	<b>(27,680)</b>	<b>2,001,864</b>

**FENG TAY ENTERPRISES COMPANY LIMITED AND ITS SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

	<b>Department of manufacturing and selling shoes</b>	<b>Other Departments</b>	<b>Reconciliation and elimination</b>	<b>Total</b>
<b>For the nine months ended September 30, 2025</b>				
<b>Revenue</b>				
Revenue from external customers	\$ 59,621,229	3,181,297	-	62,802,526
Intersegment revenues	69,700,132	3,753,906	(73,454,038)	-
<b>Total revenue</b>	<b>\$ 129,321,361</b>	<b>6,935,203</b>	<b>(73,454,038)</b>	<b>62,802,526</b>
<b>Reportable segment profit or loss</b>	<b>\$ 5,776,933</b>	<b>304,257</b>	<b>(115,744)</b>	<b>5,965,446</b>

	<b>Department of manufacturing and selling shoes</b>	<b>Other Departments</b>	<b>Reconciliation and elimination</b>	<b>Total</b>
<b>For the nine months ended September 30, 2024</b>				
<b>Revenue</b>				
Revenue from external customers	\$ 62,546,275	3,055,924	-	65,602,199
Intersegment revenues	71,395,654	3,631,688	(75,027,342)	-
<b>Total revenue</b>	<b>\$ 133,941,929</b>	<b>6,687,612</b>	<b>(75,027,342)</b>	<b>65,602,199</b>
<b>Reportable segment profit or loss</b>	<b>\$ 6,282,052</b>	<b>(25,220)</b>	<b>(10,225)</b>	<b>6,246,607</b>