

**Great Wall Enterprise Co., Ltd. and
Subsidiaries**

**Consolidated Financial Statements and
Independent Auditors' Report**

2024 and 2023

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Statement of Declaration

The companies that should be included in the consolidated financial statements of affiliated companies of the Company in 2024 (from January 1, 2024 to December 31, 2024) under the "Criteria Governing the Preparation of Affiliation Reports, Consolidated Business Reports and consolidated financial statements of affiliated companies" are the same as those that should be included in the consolidated financial statements prepared in conformity with the IFRS 10. In addition, the information to be disclosed in the consolidated financial statements of affiliated companies has been disclosed in the consolidated financial statements of the parent company and subsidiaries, and therefore the consolidated financial statements of affiliated companies are not prepared separately.

Hereby declared.

Company name: Great Wall Enterprise Co., Ltd.

Chairman: Han Chia-Yau

Date: March 12, 2025

Independent Auditors' Report

To: The Board of Directors of the Great Wall Enterprise Co., Ltd.

Auditors' Opinion

We have audited the accompanying consolidated balance sheet of GREAT WALL ENTERPRISE CO., LTD. and subsidiaries as of December 31, 2024 and 2023, and the related consolidated comprehensive income statements, consolidated statement of changes in equity, consolidated cash flow statements, and notes to the consolidated financial statements (including significant accounting policies) for the years then ended.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Group as of December 31, 2024 and 2023, and its consolidated financial performance and its consolidated cash flows for the years then ended in conformity with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and the International Financial Reporting Standards, International Accounting Standards, IFRIC Interpretations, and SIC Interpretations endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

Basis of the audit opinion

We conducted our audits in accordance with the Regulations Governing Auditing and Attestation of Financial Statements by Certified Public Accountants and the auditing standards. Our responsibility under these standards is further explained in the section of responsibility for the audit of the consolidated financial statements. We are independent from the Group in accordance with the Code of Ethics for Certified Public Accountants, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that sufficient and appropriate audit evidence has been obtained in order to serve as the basis for presenting the audit opinion.

Key audit matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements of the Group for the year ended December 31, 2024. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not express a separate opinion on these matters. The key audit matters determined by the accountant to be communicated on the audit report are as follows:

Revenue recognition

For the accounting policies related to the recognition of revenue, please refer to the Revenue recognized in note 4 (16) and note 6 (26) of the consolidated financial statements.

Explanation of key audit matters:

Due to the characteristics of the industry in which the Group is located, and the requirement of the competent authority that the Group must announce its operating revenue on a monthly basis, the risk of the timing of revenue recognition is increased.

The audit procedures for the response:

The main audit procedures for the above key audit matters include:

- Test the control of revenue recognition and the transaction cycle from order to receipt of the consolidated company.
- Execute substantive tests of the sales income by sampling and confirming the payment collection or original certificate after the period.
- In the accounts receivable statement, appropriate number of samples were selected for written verification.
- Assess whether the sales revenue is covered in the appropriate period.

Other Matters

We have audited the consolidated financial statements of the Group for the years ended December 31, 2024 and 2023, and the unqualified opinions issued by the CPAs.

Responsibilities of the management and the governing unit for the consolidated financial statements

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, the International Financial Reporting Standards, International Accounting Standards, IFRIC Interpretations, and SIC Interpretations endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, the management is responsible for assessing the ability of the Group in continuing as a going concern, disclosing relevant matters, and using the going concern basis of accounting, unless the management intends to liquidate the Group or cease operations, or there is no other realistic alternative but to do so.

Those charged with governance (including the Audit Committee) are responsible for overseeing the financial reporting process of the Group.

Responsibilities of the CPAs to audit the consolidated financial statements

Our objectives are to obtain to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an audit report. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the auditing standards will always detect a material misstatement in the consolidated financial statements when it exists. Misstatements can arise from fraud or error. They are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

When we audit the financial statements in accordance with the auditing standards, we exercise professional judgment and maintain professional skepticism. We also:

1. Identify and assess the risk of material misstatement arising from fraud or error within the consolidated financial statements; design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

2. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
4. Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of the auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
5. Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
6. Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit, and we are responsible for forming an audit opinion for the Group.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence (and where applicable, related safeguards).

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements of the Group in 2024 and therefore are the key audit matters. We describe these matters in our independent auditors' report unless the law or regulation does not allow us to disclose such matters, or under extremely rare circumstances we determine that it is not possible to communicate such matters in our report because the adverse impact is reasonably expected to be greater than the public interest.

KPMG Taiwan

Certified Public Accountant:

LI, PENG-HUI(Sealed)

CHUNG, TAN-TAN(Sealed)

Jin-Guan-Zheng-Shen-Zi No.

Approval reference number of the securities authority : 1000011652

(88) Tai-Tsai-Cheng (6) No. 18311

March 12, 2025

Great Wall Enterprise Co., Ltd. and Subsidiaries

Consolidated Balance Sheet

December 31, 2024 and 2023

Unit: NTD Thousand

Assets		2024.12.31		2023.12.31		Liabilities and equity		2024.12.31		2023.12.31	
		Amount	%	Amount	%			Amount	%	Amount	%
11xx	Current assets:					21xx	Current liabilities:				
1100	Cash and cash equivalents (Note 6(1))	\$ 8,134,872	11	6,341,576	10	2100	Short-term borrowings (Note 6(16))	\$ 16,459,148	23	13,359,945	21
1110	Financial assets at fair value through profit or loss - current (Note 6(2))	21,448	-	63,123	-	2110	Short-term notes payable (Note 6(17))	2,060,000	3	3,870,000	6
1150	Net notes receivable (Note 6(4), (29), and 7)	1,175,185	2	1,587,861	3	2120	Financial liabilities measured at fair value through profit or loss - current (Note 6(2))	811	-	56,614	-
1170	Net accounts receivable (Note 6(4), (19) and 7)	6,742,554	10	6,862,022	11	2150	Notes payable	248,380	-	255,967	-
130x	Inventories (Note 6(5))	10,652,340	15	9,327,243	14	2170	Accounts payable (Note 7)	6,228,864	9	5,577,395	9
1400	Biological assets - current (Note 6(6))	2,146,629	3	2,124,423	3	2200	Other payables (Notes 6(19), and 7)	3,479,650	5	3,114,840	5
1410	Prepayments (Note 6(7))	1,290,999	2	1,426,362	2	2230	Current income tax liabilities	579,850	1	806,653	1
1476	Other financial assets - current (Note 6(8) and 7)	257,227	-	310,403	1	2280	Lease liabilities - current (Note 6(20))	247,906	-	205,372	-
1479	Other current assets - others	874,777	1	909,558	1	2320	Long-term liabilities due within one year or one operating cycle (Note 6(18))	751,521	1	-	-
	Total current assets	31,296,031	44	28,952,571	45	2399	Other current liabilities - others (Notes 6(29) and 7)	1,971,283	3	1,362,101	2
15xx	Non-current assets						Total current liabilities	32,027,413	45	28,608,887	44
1517	Financial assets at fair value through other comprehensive income - non-current (Note 6(3))	2,725,460	4	2,644,544	4	25xx	Non-current liabilities:				
1550	Investment under equity method (Note 6(10))	1,778,073	3	1,674,606	2	2540	Long-term borrowings (Note 6(18))	1,669,652	2	2,033,686	3
1600	Property, plant and equipment (Notes 4, 6(12) and 7)	28,160,847	40	24,819,962	38	2551	Provision for employee benefits - non-current (Note 6(22))	671	-	2,149	-
1755	Right-of-use assets (Note 6(13))	3,112,984	4	2,958,898	5	2570	Deferred income tax liabilities (Note 6(23))	210,975	-	164,116	-
1760	Net investment property (Notes 6(14) and 7)	222,250	-	593,509	1	2580	Lease liabilities - non-current (Note 6(20))	2,058,546	3	1,945,557	3
1805	Goodwill (Note 9)	360,349	1	155,526	-	2645	Guarantee deposits received	111,390	-	97,270	-
1830	Biological assets - non-current (Note 6(6))	384,226	1	574,430	1	2670	Other non-current liabilities - Other	155,840	-	159,206	-
1840	Deferred income tax assets (Note 6(23))	311,640	-	279,222	-		Total non-current liabilities	4,207,074	5	4,401,984	6
1975	Net defined benefit assets - non-current (Note 6(22))	138,968	-	124,564	-	2xxx	Total liabilities	36,234,487	50	33,010,871	50
1990	Other non-current assets - others (Notes 6(15), 7 and 8)	2,264,342	3	2,049,784	4	31xx	Equity attributable to owners of the parent company (Notes 6(3), (9), (22) and (24)):				
	Total non-current assets	39,459,139	56	35,875,045	55	3100	Share capital	8,947,673	13	8,947,673	14
						3200	Capital reserve	4,094,052	6	3,676,361	6
1xxx	Total assets	\$ 70,755,170	100	64,827,616	100	3300	Retained earnings	11,713,824	17	10,181,765	16
						3400	Other equity	1,629,555	2	1,103,914	2
						3500	Treasury shares	(734,821)	(1)	(219,132)	-
							Total equity attributable to owners of the parent	25,650,283	37	23,690,581	38
						36xx	Non-controlling equity(Note 6(11))	8,870,400	13	8,126,164	12
						3xxx	Total equity	34,520,683	50	31,816,745	50
						2-3xxx	Total liabilities and equity	\$ 70,755,170	100	64,827,616	100

(Please refer to the attached Notes to the Consolidated Financial Statements)

Chairman: Han Chia-Yau

Manager: Han Fang-Hao

Head of Accounting: Chien Chung Liu

Great Wall Enterprise Co., Ltd. and Subsidiaries
Consolidated Statement of Comprehensive Income
January 1 to December 31, 2024 and 2023

Unit: NTD Thousand

		2024		2023	
		Amount	%	Amount	%
4000	Operating revenue (Notes 6(26) and 7)	\$ 102,749,063	100	111,108,929	100
5000	Operating costs (Note 6(5), (6), (9), (12), (13), (22), 7, and 12)	87,948,997	86	96,148,202	87
5900	Gross profit	14,800,066	14	14,960,727	13
6000	Operating expenses (Notes 6(4), (12), (13), (14), (20), (22), (27), 7 and 20)				
6100	Sales promotion expenses	6,432,137	6	6,284,624	6
6200	Administrative expenses	2,745,034	3	2,603,804	2
6300	R&D expenses	179,962	-	147,470	-
6450	Expected credit impairment (gain) loss	106,227	-	(95,451)	-
	Total operating expenses	9,463,360	9	8,940,447	8
6900	Net operating profit	5,336,706	5	6,020,280	5
7000	Non-operating income and expenses (Notes 6(3), (10), (12), (14), (20), (21), (28), and 7)				
7100	Interest revenue	130,949	-	136,147	-
7020	Other gains and losses	741,360	1	504,209	-
7050	Financial cost	(619,952)	(1)	(652,496)	(1)
7060	Share of profit or loss of affiliated companies and joint ventures accounted for using the equity method	30,595	-	(39,541)	-
	Total non-operating income and expenses	282,952	-	(51,681)	(1)
7900	Net profit before tax	5,619,658	5	5,968,599	4
7950	Less: Income tax expense (Note 6 (23))	1,203,589	1	1,165,134	1
8200	Net profit for the period	4,416,069	4	4,803,465	3
8300	Other comprehensive income:				
8310	Items not reclassified into profit or loss (Note 6(3), (22) and (24))				
8311	Remeasurements of Defined Benefit Plans	12,750	-	3,446	-
8316	Unrealized gains or losses on investments in equity instruments measured at fair value through other comprehensive income	80,437	-	26,813	-
8349	Income tax related to items not subject to reclassification	2,388	-	689	-
	Total of items not reclassified into profit or loss	90,799	-	29,570	-
8360	Items that may be reclassified subsequently to profit or loss				
8361	Exchange differences on translation of financial statements of foreign operations	656,269	1	(313,861)	-
8370	Share of other comprehensive income of affiliates and joint ventures under equity method	82,706	-	(33,224)	-
8399	Income tax related to items that may be reclassified	-	-	-	-
	Total items that may be reclassified subsequently to profit or loss	738,975	1	(347,085)	-
8300	Other comprehensive income (loss) for the period	829,774	1	(317,515)	-
8500	Total comprehensive income for the period	<u>\$ 5,245,843</u>	<u>5</u>	<u>4,485,950</u>	<u>3</u>
	Net profit for the period attributable to:				
8610	Owner of the parent company	\$ 3,529,389	3	4,069,204	2
8620	Non-controlling equity	886,680	1	734,261	1
		<u>\$ 4,416,069</u>	<u>4</u>	<u>4,803,465</u>	<u>3</u>
	Total comprehensive income attributable to:				
8710	Owner of the parent company	\$ 4,063,160	4	3,879,865	3
8720	Non-controlling equity	1,182,683	1	606,085	1
		<u>\$ 5,245,843</u>	<u>5</u>	<u>4,485,950</u>	<u>4</u>
	Earnings per share attributable to shareholders of the parent company (Note 6(25))				
9750	Basic earnings per share (Unit: NTD)	\$ 4.21		4.81	
9850	Diluted earnings per share (Unit: NTD)	\$ 4.19		4.80	

(Please refer to the attached Notes to the Consolidated Financial Statements)

Chairman: Han Chia-Yau

Manager: Han Fang-Hao

Head of Accounting: Chien Chung Liu

Great Wall Enterprise Co., Ltd. and Subsidiaries

Consolidated Statement of Changes in Equity

January 1 to December 31, 2024 and 2023

Unit: NTD Thousand

	Equity attributable to owners of the parent												
	Share capital	Retained earnings					Other equity						
							Exchange differences on translation of financial statements of foreign operations	Unrealized gain or loss on financial assets at fair value through other comprehensive income					
									Total	Treasury shares	Total equity attributable to owners of the parent company	Non-controlling interests	Total equity
	Common stock capital	Capital reserve	Legal reserve	Special reserve	Undistributed earnings	Total							
Balance as of January 1, 2023	\$ 8,947,673	3,376,370	2,983,628	42,994	4,425,332	7,451,954	(863,132)	2,159,142	1,296,010	(219,132)	20,852,875	8,043,351	28,896,226
Net profit for the period	-	-	-	-	4,069,204	4,069,204	-	-	-	-	4,069,204	734,261	4,803,465
Other comprehensive income for the period	-	-	-	-	2,757	2,757	(218,909)	26,813	(192,096)	-	(189,339)	(128,176)	(317,515)
Total comprehensive income for the period	-	-	-	-	4,071,961	4,071,961	(218,909)	26,813	(192,096)	-	3,879,865	606,085	4,485,950
Appropriation and distribution of earnings:													
Appropriation of legal reserve	-	-	220,340	-	(220,340)	-	-	-	-	-	-	-	-
Common stock cash dividends	-	-	-	-	(1,342,150)	(1,342,150)	-	-	-	-	(1,342,150)	-	(1,342,150)
Changes in other capital reserves:													
Difference between the equity price and book value of the subsidiary's equity actually acquired or disposed of	-	226,402	-	-	-	-	-	-	-	-	226,402	-	226,402
Cash dividends received by subsidiaries for holding shares of the parent company	-	73,589	-	-	-	-	-	-	-	-	73,589	-	73,589
Increase/decrease in non-controlling equity	-	-	-	-	-	-	-	-	-	-	-	(523,272)	(523,272)
Balance as of December 31, 2023	8,947,673	3,676,361	3,203,968	42,994	6,934,803	10,181,765	(1,082,041)	2,185,955	1,103,914	(219,132)	23,690,581	8,126,164	31,816,745
Net profit for the period	-	-	-	-	3,529,389	3,529,389	-	-	-	-	3,529,389	886,680	4,416,069
Other comprehensive income for the period	-	-	-	-	10,358	10,358	442,976	80,437	523,413	-	533,771	296,003	829,774
Total comprehensive income for the period	-	-	-	-	3,539,747	3,539,747	442,976	80,437	523,413	-	4,063,160	1,182,683	5,245,843
Appropriation and distribution of earnings:													
Appropriation of legal reserve	-	-	407,196	-	(407,196)	-	-	-	-	-	-	-	-
Declared common stock cash dividends	-	-	-	-	(1,968,488)	(1,968,488)	-	-	-	-	(1,968,488)	-	(1,968,488)
Changes in other capital reserves:													
Treasury Stocks Repurchase	-	-	-	-	-	-	-	-	-	(515,689)	(515,689)	-	(515,689)
Difference between the equity price and book value of the subsidiary's equity actually acquired or disposed of	-	375,582	-	-	-	-	-	-	-	-	375,582	-	375,582
Changes in ownership interests in subsidiaries	-	(66,918)	-	-	(37,324)	(37,324)	-	-	-	-	(104,242)	-	(104,242)
Cash dividends received by subsidiaries for holding shares of the parent company	-	109,027	-	-	-	-	-	-	-	-	109,027	-	109,027
Increase/decrease in non-controlling equity	-	-	-	-	-	-	-	-	-	-	-	(438,447)	(438,447)
Disposal of equity instruments at fair value through other comprehensive income	-	-	-	-	(1,876)	(1,876)	-	2,228	2,228	-	352	-	352
Balance as of December 31, 2024	\$ 8,947,673	4,094,052	3,611,164	42,994	8,059,666	11,713,824	(639,065)	2,268,620	1,629,555	(734,821)	25,650,283	8,870,400	34,520,683

(Please refer to the attached Notes to the Consolidated Financial Statements)

Chairman: Han Chia-Yau

Manager: Han Fang-Hao

Head of Accounting: Chien Chung Liu

Great Wall Enterprise Co., Ltd. and Subsidiaries
Consolidated Statements of Cash Flows
January 1 to December 31, 2024 and 2023

Unit: NTD Thousand

	2024	2023
Cash flow from operating activities:		
Net income before tax for the period	\$ 5,619,658	5,968,599
Adjustments:		
Income and expenses		
Depreciation expense	2,595,612	2,333,802
Depreciation expense of biological assets	241,807	176,089
Amortization expense	52,257	33,311
Expected credit impairment loss (reversal gain)	106,227	(95,451)
Net gain on financial assets and liabilities measured at fair value through profit or loss	(208,225)	(63,298)
Interest expense	619,952	652,496
Interest revenue	(130,949)	(136,147)
Dividend revenue	(128,496)	(129,814)
Share of profit or loss of affiliated companies and joint ventures accounted for using the equity method	(30,595)	39,541
Losses (Gains) from the disposal of property, plant and equipment	(47,014)	48,993
Impairment loss of property, plant and equipment	(37,945)	(1,316)
Impairment loss of right-of-use assets	-	3,203
(Reversal gain) loss on inventory valuation and obsolescence	(91,858)	35,152
Inventory retirement loss	13,876	13,625
Changes in fair value of biological assets	2,197	(102,964)
Impairment (reversal gain) loss of biological assets	(31,961)	31,008
Total income and expense	2,924,885	2,838,230
Changes in assets and liabilities related to operating activities:		
Increase of financial assets measured at fair value through profit or loss	194,097	131,418
Decrease in notes receivable	412,676	103,407
Decrease in accounts receivable	32,726	49,803
Decrease (increase) in inventory	(1,199,424)	1,525,377
Changes in biological assets	(4,726)	(3,414)
Decrease in prepayments	135,363	371,722
Decrease (increase) of other current assets	34,829	(29,563)
Increase of other financial assets	57,149	73,207
Decrease in notes payable	(7,587)	(129,093)
Increase (decrease) in accounts payable	639,732	(541,054)
Increase (decrease) in other payables	(248,594)	414,943
Increase (decrease) in other current liabilities	608,612	(542,370)
Decrease in provision for employee benefits	(1,478)	(4,046)
Total net changes in assets and liabilities related to operating activities	653,375	1,420,337
Total adjustment items	3,578,260	4,258,567
Cash inflow from operations	9,197,918	10,227,166
Interest received	131,543	136,147
Income tax paid	(1,415,951)	(595,257)
Net cash inflow from operating activities	7,913,510	9,768,056
Cash flow from investing activities:		
Disposal of financial assets at fair value through other comprehensive income	(399)	-
Acquisition of property, plant and equipment	(4,203,213)	(4,634,216)
Disposal of property, plant and equipment	129,216	141,235
Acquisition of subsidiaries (less acquired cash)	(181,486)	-
Decrease (increase) of other non-current assets	(393,835)	(201,719)
Dividends received	128,496	129,814
Net cash outflow from investing activities	(4,521,221)	(4,564,886)

Great Wall Enterprise Co., Ltd. and Subsidiaries
Consolidated Statement of Cash Flows (Continued)
January 1 to December 31, 2024 and 2023

Unit: NTD Thousand

	<u>2024</u>	<u>2023</u>
Cash flow from financing activities:		
Increase in short-term borrowings	\$ 133,925,749	117,938,859
Decrease in short-term borrowings	(131,026,969)	(119,713,591)
Increase in short-term notes payable	28,927,000	24,263,008
Decrease in short-term notes payable	(30,737,000)	(24,053,008)
Borrowing of long-term loans	960,545	849,201
Repayment of long-term borrowings	(665,436)	(647,764)
Increase in guarantee deposits received	14,120	8,135
Lease principal repayment	(343,378)	(316,061)
Distribution of cash dividends (less cash dividends received by subsidiaries from the parent company's shares held)	(1,859,415)	(1,268,561)
Treasury shares repurchase cost	(515,689)	-
Interest paid	(618,565)	(619,477)
Changes in non-controlling interests	<u>(167,107)</u>	<u>(523,272)</u>
Net cash outflow from financing activities	<u>(2,106,145)</u>	<u>(4,082,531)</u>
Effect of exchange rate changes on cash and cash equivalents	<u>507,152</u>	<u>75,246</u>
Increase (decrease) in cash and cash equivalents in the current period	1,793,296	1,195,885
Opening balance of cash and cash equivalents	<u>6,341,576</u>	<u>5,145,691</u>
Closing balance of cash and cash equivalents	<u><u>\$ 8,134,872</u></u>	<u><u>6,341,576</u></u>

(Please refer to the attached Notes to the Consolidated Financial Statements)

Chairman: Han Chia-Yau

Manager: Han Fang-Hao

Head of Accounting: Chien Chung Liu

Great Wall Enterprise Co., Ltd. and Subsidiaries
Notes to the Consolidated Financial Statements
2024 and 2023
(Unless otherwise stated, all amounts are in NTD thousand)

I. Company History

The Great Wall Enterprise Co., Ltd. (hereinafter referred to as the "Company") was approved by the Ministry of Economic Affairs on December 28, 1960. The composition of the Company's consolidated financial statement as of December 31, 2024 includes the Company and its subsidiaries (hereinafter referred to as the "consolidated company"). The main business items of the consolidated company are as follows; please refer to note 14 for details.

- (I) Procurement, transportation and sale of vegetable oil seeds and coconut cocoa rice bran, and preparation of oils and processing of oils and fats.
- (II) Purchasing, distribution, manufacturing, processing, wholesale and retail of vegetable oils and by-products, including grains and miscellaneous grains, fertilizer, feed, wheat bran, soy cake, soy flour, and pulp.
- (III) Foods related to refined oil, flour, corn meal, fertilizer, feed, grains, wheat bran, noodles, instant noodles, instant rice flour, biscuits, bread, canned food, dairy products, ice cream, fruit juices, beverages, and other related foods brokerage, processing on behalf of clients, procurement, distribution, wholesale and retail.
- (IV) Procurement, transportation and sale of seeds.
- (V) Manufacture and sale of animal husbandry businesses and their processed foods.
- (VI) Import, export and sale of alcohol.
- (VII) Procurement, distribution and sale of wheat.
- (VIII) Sale of veterinary drugs and western medicine.
- (IX) The operation of supermarkets.
- (X) Processing, manufacturing, sewing, and procurement of various packaging supplies (including metal, alloy, plastic, paper, cloth, wooden cans, barrels, boxes, bags, etc.).
- (XI) Processing, manufacturing, and trading of frozen prepared foods and frozen foods.
- (XII) Electric slaughter of poultry and processing, manufacturing and trading of meat products.
- (XIII) Warehouse operations of the aforementioned businesses.
- (XIV) The import and export business of the aforementioned products.
- (XV) Entrusting construction companies to build public housing, commercial buildings for sale and lease.
- (XVI) Livestock and Poultry Service Business.
- (XVII) Miscellaneous Foods Manufacturing. (Liquid eggs, powdered eggs, pre-preserved eggs, marinated eggs, iron eggs, green eggs, salted eggs, silken egg, skinned eggs, steamed eggs, buns, tofu, tendon, and various processed eggs).
- (XVIII) Chemical Fertilizer Manufacturing.
- (XIX) Recreational agriculture.
- (XX) Restaurants.
- (XXI) Regular Hotels.
- (XXII) All business activities that are not prohibited or restricted by law, except those that are subject to special approval.

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

II. Date and procedure for approving the financial statements

This consolidated financial statements were approved by the Board of Directors on March 12, 2025 for release.

III. Application of new and revised standards and interpretations

- (I) The impact of the adoption of the new and revised standards and interpretations approved by the Financial Supervisory Commission

The consolidated company began to apply the following newly amended IFRS on January 1, 2024, and there was no significant impact on the consolidated financial statements.

- Amendments to IAS 1 "Classification of Liabilities as Current or Non-current"
- Amendments to IAS 1 "Non-Current Liabilities with Covenants"
- Amendments to IAS 7 and IFRS 7 "Supplier Finance Arrangements"
- Amendments to IFRS 16 "Lease Liability in a Sale and Leaseback"

- (II) Impacts of not adopting the IFRS recognized by the FSC

The consolidated company has assessed that the application of the following newly amended IFRSs effective on January 1, 2025 will not cause significant impact on the consolidated financial statements.

- Amendments to IAS 21 "Lack of Exchangeability"

- (III) New and revised standards and interpretations not yet endorsed by the FSC

The standards and interpretations that have been issued and amended by the IASB but have not yet been approved by the FSC which may be relevant to the consolidated company are as follows:

New or amended standards	Major amendments	Effective date of IASB's announcement
IFRS 18 "Presentation and Disclosure in Financial Statements"	<p>The new standard introduces three types of income and expense, two income statement subtotals, and a single note on management's performance measurement. These three amendments and enhanced guidance on how information are divided into financial statements have laid the foundation for better and more consistent information provided to users, and will affect all companies.</p> <ul style="list-style-type: none"> • More structured income statement: Under existing standards, companies use different formats to present their operating results, making it difficult for investors to compare the financial performance of different companies. The new standard adopts a more structured income statement, introduces a newly defined subtotal of "operating income," and stipulates that all income, expenses and losses are classified into three new different categories based on the company's main operating activities. 	January 1, 2027

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

New or amended standards	Major amendments	Effective date of IASB's announcement
IFRS 18 "Presentation and Disclosure in Financial Statements"	<ul style="list-style-type: none"> Management Performance Measurement (MPM): The new standard introduces the definition of MPM, and requires companies to explain in a single note attached to the financial statement why it is possible to provide useful information for each measurement indicator, the calculation method, and how are the indicators adjusted with the amounts recognized in accordance with the IFRSs. Detailed information: The new standard includes guidance on how to strengthen the grouping of information in the financial statements. This includes guidance on whether the information should be included in the main financial statements or further broken down in notes. 	January 1, 2027

The consolidated company is currently evaluating the impact of the above standards and interpretations on the financial position and operating results of the consolidated company. The relevant impact will be disclosed when the evaluation is completed.

The consolidated company expects the following new and amendments to standards that have not yet been endorsed to have no significant impact on the consolidated financial statements.

- Amendment to IFRS 10 and IAS 28 "Sale or Contribution of Assets between an Investor and its Associate or Joint Venture"
- Amendments to IFRS 17 "Insurance contracts" and IFRS 17
- IFRS 19 "Subsidiaries without Public Accountability: Disclosures"
- Amendments to IFRS 9 and IFRS 7 "Amendment to the Classification and Measurement of Financial Instruments"
- Annual improvement of IFRS accounting
- Amendments to IFRS 9 and IFRS 7 for "Contracts Referencing Nature-dependent Electricity"

IV. Summary of significant accounting policies

(I) Declaration of compliance

The consolidated financial statements have been prepared in accordance with the "Regulations Governing the Preparation of Financial Reports by Securities Issuers" (hereinafter referred to as the "Regulations") and the International Financial Reporting Standards, International Accounting Standards, IFRIC Interpretations, and SIC Interpretations endorsed by the Financial Supervisory Commission (hereinafter referred to as the "IFRSs recognized by the FSC").

(II) Basis of preparation

1. Measurement Basis

Except for the following items in the balance sheet, the consolidated financial statements are prepared on the historical cost basis:

- (1) Financial assets and liabilities measured at fair value through profit or loss;
- (2) Financial assets measured at fair value through other comprehensive income;
- (3) Biological assets measured at fair value less cost of sale;

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

(4) Net defined benefit liabilities (assets) are measured at the fair value of pension fund assets less the present value of the defined benefit obligation and the ceiling effect described in Note 4 (17).

2. Functional currency and presentation currency

Each entity of the consolidated company has the currency of the primary economic environment as its functional currency. The consolidated financial statements are presented in the Company's functional currency, NTD. All financial information expressed in NTD is presented in NTD 1,000.

(III) Basis for consolidation

1. The principle for preparation of consolidated financial statements

The entities (subsidiaries) included in the consolidated financial statements include the Company and the entities controlled by the Company (subsidiaries). When the Company is exposed to the variable remuneration participated by the invested entities or is entitled to the right of such return, and is capable to influence the return through its power over the invested entities, the Company controls the entities.

The financial statements of the subsidiaries are included in the consolidated financial statements from the date of acquisition of control, until the date of loss of control. Transactions, balances and unrealized gains and losses between the consolidated company are eliminated when preparing the consolidated financial statements. The total comprehensive income of the subsidiaries is attributed to the owners of the Company and the non-controlling interests, even if the non-controlling interests have a loss balance.

The financial statements of the subsidiaries have been appropriately adjusted to make their accounting policies consistent with the accounting policies adopted by the consolidated company.

If the change in the consolidated company's ownership interest in subsidiaries does not result in the loss of control over the subsidiary, it is treated as an equity transaction with the owner. The difference between the adjustment of the non-controlling interests and the fair value of the consideration paid or collected is recognized directly in equity and attributable to the owners of the Company.

2. Subsidiaries included in the consolidated financial statements

(1) The subsidiaries included in the consolidated financial statements include:

Name of Investment Company	Name of subsidiary	Nature of business	Percentage of direct or indirect shareholdings of the Company		Explanation
			2024.12.31	2023.12.31	
Great Wall Enterprise Co., Ltd.	Total Nutrition Technology Company Limited	Production and sale of feed, import and export of breeding stock, distribution and sale of food products, and import and export	100.00%	100.00%	
Great Wall Enterprise Co., Ltd.	Huang-Ho Invest. Company Limited	Investments in various businesses	100.00%	100.00%	
Great Wall Enterprise Co., Ltd.	Great Wall International (Holdings) Limited	Investment holding	100.00%	100.00%	
Great Wall Enterprise Co., Ltd.	City Chain Company Limited	Western restaurant business and operation of bread and cakes	100.00%	100.00%	
Great Wall Enterprise Co., Ltd.	Kouchan Mill Company Limited	Production and sales of flour-related products	55.00%	55.00%	
Great Wall Enterprise Co., Ltd.	May Lan Lei Company Limited	Manufacture and sale of feed and concentrated feed, and processing, production, and sale of chicken meat	100.00%	100.00%	
Great Wall Enterprise Co., Ltd.	An Hsin Chiao Chu Company Limited	Sales of fresh meat products	100.00%	100.00%	
Great Wall Enterprise Co., Ltd.	Oriental Best Foods Company Limited	Frozen Prepared Food	100.00%	100.00%	
Great Wall Enterprise Co., Ltd.	Great Wall FeedTech Enterprise Company Limited	Wholesale and retail of feed	100.00%	100.00%	
Great Wall Enterprise Co., Ltd.	Zhong Yi Food Company Limited	Retail Sale of Agricultural Products	65.00%	65.00%	
Great Wall Enterprise Co., Ltd.	Wonder Vax Company Limited	Production, sale, and research of veterinary drugs	100.00%	100.00%	
Great Wall Enterprise Co., Ltd.	Neo Foods Company Limited	Frozen Prepared Food	100.00%	100.00%	
Great Wall Enterprise Co., Ltd.	GOMO PET FOOD CO., LTD.	Wholesale of Pet Food and Supplies	65.00%	100.00%	Note 6.
Great Wall Enterprise Co., Ltd.	Kangneng Biomedical Co., Ltd.	Production and sale of health food	100.00%	- %	Note 8.
Great Wall Enterprise Co., Ltd.	Food City Sanzong Co., Ltd.	Shopping mall management	100.00%	- %	Note 2.
Great Wall Enterprise Co., Ltd.	DaChan (USA), Inc.	Investment holding	100.00%	- %	Note 1.

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

Name of Investment Company	Name of subsidiary	Nature of business	Percentage of direct or indirect shareholdings of the Company		Explanation
			2024.12.31	2023.12.31	
City Chain Company Limited	Expressway 66 Food Co., Ltd., British Virgin Islands	Investment holding	100.00%	100.00%	
City Chain Company Limited and Kouchan Mill Company Limited	NISSSHI CHAIN CO., LTD.	Bakery Food	85.28%	85.28%	
City Chain Company Limited	Saboten Company Limited	Japanese catering service	50.00%	50.00%	
City Chain Company Limited	Saboten Restaurant (China) Co., Ltd.	Investment holding	50.00%	50.00%	
City Chain Company Limited	Honolulu Chain Food & Beverage Co., Ltd.	Hong Kong-style catering	55.00%	55.00%	
City Chain Company Limited	Niao Gui Cheng Co., LTD.	Japanese catering service	50.00%	- %	Note 3.
Expressway 66 Food Co., Ltd., British Virgin Islands	Beijing Universal Chain Food Company Limited	Chinese and Western Catering Services	100.00%	100.00%	
Expressway 66 Food Co., Ltd., British Virgin Islands	Yung Huo (China) Co., Ltd.	Investment holding	79.03%	79.03%	
Expressway 66 Food Co., Ltd., British Virgin Islands	Tianjin Fast Food Limited	Wholesale and retail of processed quick-frozen food, pre-packaged food and bulk food	100.00%	100.00%	
Expressway 66 Food Co., Ltd., British Virgin Islands	ORIENT BEST GLOBAL FOODS Co., Ltd.	Investment holding	100.00%	100.00%	
Expressway 66 Food Co., Ltd., British Virgin Islands	Tai Ji Food Co., Ltd.	Operation of western cuisines and food distribution	100.00%	100.00%	
Expressway 66 Food Co., Ltd., British Virgin Islands/ORIENT BEST GLOBAL FOODS Co., Ltd.	Shanghai Universal Chain Food Company Limited	Catering management and providing related consulting; marketing planning; Catering of fast food and supply of alcoholic and non-alcoholic beverages	100.00%	100.00%	
Expressway 66 Food Co., Ltd., British Virgin Islands	Beijing Dingfenggang Restaurant Co., Ltd.	Chinese and western fast food chain	75.00%	75.00%	
Expressway 66 Food Co., Ltd., British Virgin Islands	Full Loyal Int' Ltd.	Investment holding	100.00%	100.00%	
Full Loyal Int' Ltd. and Shanghai Universal Chain Food Company Limited	Nanjing Teng Cheng Enterprise Management Co., Ltd.	Catering management, marketing planning and dining services	100.00%	100.00%	
Shanghai Universal Chain Food Company Limited	Shanghai Quanhucheng Catering Management Co., Ltd.	Catering business management and related consulting and restaurant operation	50.00%	50.00%	
Saboten Restaurant (China) Co., Ltd.	Saboten (Beijing) Co., Ltd.	Restaurant management and corporate management consulting	50.00%	50.00%	
Beijing Universal Chain Food Company Limited/ORIENT BEST GLOBAL FOODS Co., Ltd.	Shanghai Fast Food Management Co., Ltd.	Chinese and Western Catering Services Management	100.00%	100.00%	
Expressway 66 Food Co., Ltd., British Virgin Islands and Beijing Universal Chain Food Company Limited	Beijing Duxiaoyue Catering Management Co., Ltd.	Catering service and management	70.00%	70.00%	
Beijing Duxiaoyue Catering Management Co., Ltd.	Shanghai Duxiaoyue Catering Management Co., Ltd.	Catering business management and related consulting; corporate management; marketing planning	70.00%	70.00%	
Yung Huo (China) Co., Ltd.	Great Wall Yung Huo Food (Beijing) Co., Ltd.	Processing and production of cooked foods, meals, frozen foods and pastries	79.03%	79.03%	
Nanjing Teng Cheng Enterprise Management Co., Ltd.	Kunshan Teng Cheng Enterprise Management Co., Ltd.	Shopping mall management	70.00%	70.00%	
Great Wall International (Holdings) Limited	Asia Nutrition Technologies Corporation	Investment holding	100.00%	100.00%	
Great Wall International (Holdings) Limited	Waverley Star Ltd.	Investment holding	100.00%	100.00%	
Great Wall International (Holdings) Limited	Great Wall Food (HK) Company Limited	Sales of flour and chicken related products	100.00%	100.00%	
Great Wall International (Holdings) Limited	Dachan Showa Foods (Tianjin) Company Limited	Production and sales of flour-related products	57.72%	55.00%	
Great Wall International (Holdings) Limited	Tianjin Food Investment Co., Ltd.	Investment holding	78.40%	78.40%	
Great Wall International (Holdings) Limited	Clydebridge Limited	Investment holding	94.66%	94.66%	
Great Wall International (Holdings) Limited	Great Wall Food Investment Co., Ltd.	Investment holding	100.00%	100.00%	
Great Wall International (Holdings) Limited	Great Wall FeedTech(Holdings) Ltd.	Investment holding	100.00%	100.00%	
Great Wall International (Holdings) Limited	Myint Dachan Co., Ltd.	Production and sale of feed, and import and export of breeding stock; distribution, sale, and import of food	51.00%	51.00%	

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

Name of Investment Company	Name of subsidiary	Nature of business	Percentage of direct or indirect shareholdings of the Company		Explanation
			2024.12.31	2023.12.31	
Great Wall International (Holdings) Limited	Great Wall Grains International Limited	Grains and oilseed trading	100.00%	100.00%	
Great Wall International (Holdings) Limited	Fresh Aqua Limited	Fishery trade	100.00%	100.00%	
Great Wall International (Holdings) Limited	Global Seafood Limited	Fishery trade	100.00%	100.00%	
Great Wall International (Holdings) Limited	Pacific Harvest Limited	Fishery trade	100.00%	100.00%	
Great Wall International (Holdings) Limited	Seafood International Limited	Fishery trade	100.00%	100.00%	
Great Wall International (Holdings) Limited	Universal Food Limited	Fishery trade	100.00%	100.00%	
Great Wall International (Holdings) Limited and Great Wall Kuang-Ming Investment (BVI) Co., Ltd.	Foodchina Inc.	Bulk trade	95.05%	94.99%	Note 9.
Great Wall International (Holdings) Limited	Asia Nutrition Technologies (VN) Investment Co., Ltd.	Investment holding	65.51%	65.51%	
Great Wall International (Holdings) Limited	Marksville Corporation	Investment holding	100.00%	100.00%	
Asia Nutrition Technologies Corporation	Asia Nutrition Technologies Investment Corporation	Investment holding	100.00%	100.00%	
Asia Nutrition Technologies Corporation, Waverley Star Ltd., and Great Wall FeedTech(Holdings) Ltd.	Dachan Food (Asia) Limited	Investment holding	61.02%	55.69%	Note 9.
Dachan Food (Asia) Limited	Great Wall Northeast Asia Corporation	Investment holding	61.02%	55.69%	Note 9.
Great Wall Northeast Asia Corporation	Impreza Investment Ltd.	Investment holding	61.02%	55.69%	Note 9.
Great Wall Northeast Asia Corporation	Great Wall Agritech (Liaoning) Co., Ltd.(Incorporated in BVI)	Investment holding	61.02%	55.69%	Note 9.
Great Wall Northeast Asia Corporation	Dongbei Agri. Corp.	Investment holding	61.02%	55.69%	Note 9.
Great Wall Northeast Asia Corporation	Hwabei Agri. Corp.	Investment holding	61.02%	55.69%	Note 9.
Great Wall Northeast Asia Corporation	Great Wall Kuang-Ming Investment Co., Ltd.	Investment holding	61.02%	55.69%	Note 9.
Great Wall Northeast Asia Corporation	China S & F Farm Holdings Co.,Ltd.	Investment holding	61.02%	55.69%	Note 9.
Impreza Investment Ltd.	Great Wall Dalian Investment Co., Ltd.	Investment holding	36.61%	33.41%	Note 9.
Great Wall Kuang-Ming Investment Co., Ltd.	Miyasun Great Wall (BVI) Co., Ltd.	Investment holding	61.02%	55.69%	Note 9.
Miyasun Great Wall (BVI) Co., Ltd.	Miyasun-Great Wall Foods (Dailian) Company Limited	Production and sale of chicken meat and feed	61.02%	55.69%	Notes 9 and 10
Great Wall Dalian Investment Co., Ltd.	TAIXU & DACHAN FOODS (DALIAN) CO., LTD.	Production and sale of chicken meat and feed	36.61%	33.41%	Note 9.
Great Wall Agritech (Liaoning) Co., Ltd.(Incorporated in BVI)	Great Wall Agritech (Liaoning) Co., Ltd. (Incorporated in H.K.)	Investment holding	61.02%	55.69%	Note 9.
Great Wall Agritech (Liaoning) Co., Ltd. (Incorporated in H.K.)	GREAT WALL AGRITECH (LIAONING) CO LTD (INCORPORATED IN HK)	Production and sale of chicken meat and feed	61.02%	55.69%	Note 9.
Great Wall Agritech (Liaoning) Co., Ltd. (Incorporated in H.K.)	Great Wall Agri (Hei Long Jiang) Company Limited	Production and sale of feed	61.02%	55.69%	Note 9.
Great Wall Agritech (Liaoning) Co., Ltd. (Incorporated in H.K.)	Great Wall Agrotech Huludao Company Limited	Production and sale of feed	61.02%	55.69%	Note 9.

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

Name of Investment Company	Name of subsidiary	Nature of business	Percentage of direct or indirect shareholdings of the Company		Explanation
			2024.12.31	2023.12.31	
Great Wall Agritech (Liaoning) Co., Ltd. (Incorporated in H.K.)	SHANDONG DACHAN BIOTECHNOLOGY CO LTD	Production and sale of feed	61.02%	55.69%	Note 9.
Dongbei Agri. Corp.	Great Wall Agri (Yingkou) Company Limited	Production and sale of chicken meat and feed	61.02%	55.69%	Notes 9 and 10
Dongbei Agri. Corp.	Great Wall Agri (Tieling) Company Limited	Production and sale of chicken meat and feed	61.02%	55.69%	Note 9.
Dongbei Agri. Corp.	Great Wall Agri (Hebei) Company Limited	Production and sale of feed	61.02%	55.69%	Note 9.
Dongbei Agri. Corp.	Dongbei Agri (Changchun) Company Limited	Production and sale of feed	61.02%	55.69%	Note 9.
Dongbei Agri. Corp.	Mengcun Hui Autonomous County DaChan Animal Husbandry Development Co., Ltd.	Construction and leasing of poultry farms	24.41%	22.28%	Note 9.
Dongbei Agri. Corp.	DaChan (Hunan) Feed Technologies Company Limited	Production and sale of feed	61.02%	55.69%	Note 9.
Dongbei Agri. Corp.	DaChan Food (Hebei) Company Limited	Production and sale of feed	61.02%	55.69%	Note 9.
Hwabei Agri. Corp.	Dachan Wanda (H.K.) Ltd.	Investment holding	61.02%	55.69%	Note 9.
Hwabei Agri. Corp.	Union Manufacturing Ltd.	Investment holding	61.02%	55.69%	Note 9.
Hwabei Agri. Corp.	Dongbei (Beijing) Consultant Company Limited	Feed; agriculture and animal husbandry; investment and management consulting in the food industry	61.02%	55.69%	Note 9.
Dachan Wanda (H.K.) Ltd.	DACHAN WANDA (TIANJIN) CO LTD.	Production and sale of processed chicken meat and feed	61.02%	55.69%	Note 9.
China S & F Farm Holdings Co.,Ltd.	Tuizhou Anxian Farm Food Co., Ltd.	Production and sale of feed, farming and trading of poultry and livestock, trading of meat and meat products	61.02%	55.69%	Note 9.
Union Manufacturing Ltd.	Great Wall Gourmet (Shanghai) Company Limited	Production and sale of chicken, pork and pre-prepared cold food	61.02%	55.69%	Note 9.
Great Wall Kuang—Ming Investment Co., Ltd.	TAIXU & DACHAN FOODS HOLDINGS CO., LTD.	Investment Holding	36.61%	33.41%	Note 9.
Dongbei (Beijing) Consultant Company Limited	ZHENGLANQI DACHAN ECO-RANCH CO LTD	Food service, animal breeding and sales	61.02%	55.69%	Note 9.
GREAT WALL AGRITECH (LIAONING) CO LTD (INCORPORATED IN HK)	DACHAN AGRICULTURAL TECHNOLOGIES (SICHUAN) CO LTD	Production and sale of feed, and breeding research and consultation	61.02%	55.69%	Note 9.
DACHAN WANDA (TIANJIN) CO LTD.	BENGBU DACHAN FOOD CO LTD	Production and sale of feed, farming and trading of poultry and livestock, trading of meat and meat products	61.02%	55.69%	Note 9.
DACHAN WANDA (TIANJIN) CO LTD.	TIANJIN DACHAN PROSPECT RESEARCH AND DEVELOPMENT CO LTD	Research and development	61.02%	55.69%	Note 9.
TIANJIN DACHAN PROSPECT RESEARCH AND DEVELOPMENT CO LTD	TIAN JIN SUPER PIG AST Co., Ltd	Sale of meat and processed food	- %	55.69%	Notes 7 and 9
TAIXU & DACHAN FOODS HOLDINGS CO., LTD.	TAIXU & DACHAN FOODS CO LTD	Investment holding	24.41%	22.28%	Note 9.
TAIXU & DACHAN FOODS CO LTD	TAIXU & DACHAN FOODS (DALIAN) CO., LTD.	Production, sale and wholesale of fresh-preserved pork food	24.41%	22.28%	Note 9.
TAIXU & DACHAN FOODS (DALIAN) CO., LTD.	TAIXU & DACHAN FOODS (BENGBU) CO LTD	Production, sale and wholesale of fresh-preserved pork food	24.41%	22.28%	Note 9.
Asia Nutrition Technologies (VN) Investment Co., Ltd.	Asia Nutrition Technologies (HN) Co., Ltd.	Production and sale of feed, import and export of breeding stock, distribution and sale of food products, and import and export	65.51%	65.51%	
Asia Nutrition Technologies (VN) Investment Co., Ltd.	Asia Nutrition Technologies (VN) Co., Ltd.	Production and sale of feed, import and export of breeding stock, distribution and sale of food products, and import and export	65.51%	65.51%	
Asia Nutrition Technologies (VN) Co., Ltd.	Asia Nutrition Technologies (LA) Co., Ltd.	Production and sale of feed, import and export of breeding stock, distribution and sale of food products, and import and export	65.51%	65.51%	
Asia Nutrition Technologies (VN) Co., Ltd.	Asia Nutrition Technologies (MV) Co., Ltd.	Production and sale of feed, import and export of breeding stock, distribution and sale of food products, and import and export	65.51%	65.51%	
Asia Nutrition Technologies (VN) Investment Co., Ltd.	ANT Feed Co., Ltd.	Production and sale of feed, import and export of breeding stock, distribution and sale of food products, and import and export	52.40%	52.40%	
Asia Nutrition Technologies (VN) Co., Ltd.	Asia Poultry Breeder Company Limited	Poultry Hatching	65.51%	65.51%	
Asia Nutrition Technologies (VN) Investment Co., Ltd. and Great Wall International (Holdings) Limited	Dachan (Asia-Pacific) Limited.	Investment holding	73.28%	73.28%	
Dachan (Asia-Pacific) Limited.	Dachan (VN) Company Limited	Distribution and sale of feed and related raw materials	73.28%	73.28%	
Clydebridge Ltd.	Dachan Aquaculture Limited.	Investment holding	56.80%	56.80%	
Dachan Aquaculture Limited.	PT. Mustika Minanusa Aurora	Processing of aquatic products	56.80%	56.80%	
Dachan Aquaculture Limited.	Dachan Aqua (Tarakan) Ltd.	Investment holding	56.80%	56.80%	
Dachan Aquaculture Limited.	PT. Misaja Mitra	Processing of aquatic products	56.80%	56.80%	
Dachan Aquaculture Limited.	Golden Harvest Inc.	Investment holding	56.80%	- %	Note 4.

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

<u>Name of Investment Company</u>	<u>Name of subsidiary</u>	<u>Nature of business</u>	<u>Percentage of direct or indirect shareholdings of the Company</u>		<u>Explanation</u>
			<u>2024.12.31</u>	<u>2023.12.31</u>	
Dachan Aqua (Tarakan) Ltd. 及 PT. Mustika Minanusa Aurora	PT. Dachan Mustika Aurora	Processing of aquatic products	56.80%	56.80%	
Golden Harvest Inc.	International First Camilan PT	Catering service	56.80%	- %	Note 4.
Marksville Corp.	Great Wall Nutrition Technologies SDN.BHD.	Production and sale of feed, import and export of breeding stock, distribution and sale of food products, and import and export	100.00%	100.00%	
Tianjin Food Investment Co., Ltd.	Great Wall Food (Tianjin) Company Limited	Production and sales of flour-related products and technical consulting services for grain processing; food additives and catering services; housing leasing and property management	78.40%	78.40%	
Total Nutrition Technology Company Limited	TNT Biotechnology Company Limited	Investment holding	100.00%	100.00%	
TNT Biotechnology Company Limited	Biotechnology (Tianjin) Co. Ltd.	Production and sale of animal feed	100.00%	100.00%	
TNT Biotechnology Company Limited	Almighty Winbond Co., Ltd.	Investment holding	100.00%	100.00%	
Great Wall Food (HK) Company Limited	Great Wall Milling Company Limited	Sales of flour-related products	100.00%	100.00%	
Great Wall Food Investment Co., Ltd.	Trans Dynamic Corporation	Investment holding	100.00%	100.00%	
Great Wall FeedTech(Holdings) Ltd.	Great Wall FeedTech (Tianjin) Company Limited	Production and sale of animal feed	100.00%	100.00%	
Great Wall FeedTech (Tianjin) Company Limited	Great Wall FeedTech (Ningxia) Company Limited	Production and sale of feed; feeding management consulting services; purchase and sale of raw materials	100.00%	100.00%	
Foodchina Inc.	FOODCHINA COMPANY	Agri-food commerce, wholesale of livestock products, sale of feed and agricultural products	95.05%	94.99%	Note 9.
Foodchina Inc.	Beijing FoodChina Online Information & Technology Limited	Bulk trade	95.05%	94.99%	Note 9.
DaChan (USA), Inc.	Amy Food, Inc.	Production and sale of frozen food	80.00%	- %	Note 1.

When the consolidated financial statements are prepared, the Company's investment in the subsidiary has been hedged against the shareholders' equity of the subsidiary, and the significant transactions between them have been eliminated.

(2) Changes in subsidiaries included in the consolidated financial statements:

- Note 1. Da-Chan (USA), Inc. was established in the third quarter of 2024, with 100% shareholding and 51.50% shareholding control over Amy Food, Inc. In addition, the capital increase of Amy Food, Inc. was not made in proportion to the shareholding ratio in the third quarter of 2024, and the combined shareholding increased to 80%.
- Note 2. In the second quarter of 2024, the consolidated company held 100% of the total shares of Food City Sanzong Co., Ltd. with the consolidated companies.
- Note 3. In the second quarter of 2024, the consolidated company held 50% of the total shares of Niao Gui Cheng Co., LTD. with the consolidated companies.
- Note 4. In the first quarter of 2024, the consolidated companies were established as Golden Harvest Inc. and International First Camilan PT, with a combined shareholding of 56.80%,.
- Note 5. In the first quarter of 2024, the consolidated company acquired the non-controlling equity of the subsidiary, Showa Sangyo Foods, and the consolidated shareholding increased to 57.72%.
- Note 6. In the first quarter of 2024, the consolidated company did not subscribe for the subsidiary, GOMO PET FOOD CO., LTD., in proportion to increase the capital by cash, and the consolidated company's comprehensive ownership was reduced to 65%. The consolidated company did not lose control over the subsidiary.
- Note 7. In the fourth quarter of 2023, the subsidiary TIAN JIN SUPER PIG AST Co., Ltd. entered the liquidation process and was completed in the first quarter of 2024.
- Note 8. In the fourth quarter of 2023, the subsidiary, Kangneng Biomedical Co., Ltd. was established.
- Note 9. The consolidated company newly acquired the non-controlling equity of its subsidiary Dachan Food (Asia) Limited. The consolidated shareholdings as of December 31, 2024 and 2023, increased to 61.02% and 55.69%, respectively. Thus, the consolidated shareholding ratio of the investee companies has also changed.

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

Note 10. In the first quarter of 2023, the consolidated company's subsidiary Dachan Food (Asia) Limited (consolidated shareholding of 61.02%) was reorganized, and the subsidiary Miyasun-Great Wall Foods (Dailian) Company Limited (consolidated shareholding of 61.02%) merged and consolidated the subsidiary Great Wall Agri (Yingkou) Company Limited (consolidated shareholding of 61.02%) with Miyasun-Great Wall Foods (Dailian) Company Limited as the survival company. The above-mentioned merger has not yet completed the registration process for changes as required by laws and regulations.

(3) Subsidiaries not included in the consolidated financial statements: None.

(IV) Foreign currency

1. Foreign currency transactions

Foreign currency transactions are converted into the functional currency in accordance with the exchange rate on the transaction date. The monetary items in foreign currencies at the end of each reporting period (hereinafter referred to as the reporting date) are converted into the functional currency in accordance with the exchange rate on the same day.

The non-monetary item in foreign currency measured at fair value is converted into the functional currency in accordance with the exchange rate on the date when the fair value is measured. The non-monetary item in foreign currency measured at historical cost is converted in accordance with the exchange rate on the transaction date.

Foreign currency exchange differences arising from translation are usually recognized in profit or loss, except under the following circumstances, which are recognized in other comprehensive income:

- (1) Equity instruments designated at fair value through other comprehensive income;
- (2) Financial liabilities designated as net investment hedging of foreign operations are within the effective hedging range; or

2. Foreign operations

The assets and liabilities of foreign operations, including goodwill and fair value adjustments arising on acquisition, are converted into NTD at the exchange rate on the reporting date; income and expenses are converted at the average exchange rate for the period to NTD, and the exchange differences arising therefor are recognized in other comprehensive income.

When disposing of a foreign operation that causes a loss of control, loss of joint control, or significant influence, the cumulative exchange difference related to the foreign operation is entirely reclassified as profit or loss. When the disposal includes a subsidiary of a foreign operation, the relevant accumulated exchange differences are re-recognized as non-controlling interests on a pro rata basis. For the disposal of the investment in the affiliated enterprise or joint venture of the foreign operation, the relevant accumulated exchange difference shall be reclassified as profit or loss proportionally.

If there is no settlement plan for monetary receivables or payables of foreign operations and they cannot be settled in the foreseeable future, the exchange gain or loss arising from the foreign operations is regarded as a part of the net investment in the foreign operations and is recognized as other comprehensive income.

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

Assets that meet one of the following conditions are classified as current assets by the consolidated company.

Assets other than current assets are classified as non-current assets:

1. Assets that are expected to be realized in the normal business cycle, or intended to be sold or consumed;
2. Assets held primarily for trading purposes;
3. Assets expected to be realized within 12 months after the reporting period; or
4. The asset is cash or cash equivalents (as defined in IAS 7), unless the asset is restricted from being exchanged or used to settle a liability for at least 12 months after the reporting period.

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

The consolidated company's liabilities that meet one of the following conditions are classified as current liabilities, and all other liabilities that are not classified as current liabilities are classified as non-current liabilities:

1. The liability is expected to be settled within the normal business cycle;
2. Liabilities held primarily for trading purposes;
3. The liability is due within 12 months after the reporting period; or
4. The liability is not settled at the end of the reporting period and has the right to defer the settlement for at least 12 months after the reporting period.

(VI) Cash and cash equivalent

Cash includes cash on hand and demand deposits. Cash equivalents refer to short-term, highly liquid investments that are readily convertible into fixed amounts of cash at any time with little risk of value changes. Time deposits with maturity of less than one year that meet the definition referred to above and are held for the purpose of fulfilling short-term cash commitments rather than investment or other purposes are reported in cash equivalents.

Bank overdraft is a part of the consolidated company's overall cash management and can be paid immediately. It is therefore listed as a component of cash and cash equivalents in the statement of cash flows.

(VII) Financial instruments

Accounts receivable and debt securities issued are recognized at the time they are incurred. All other financial assets and financial liabilities are recognized when the consolidated company becomes a party to the financial instrument contract. Financial assets that are not measured at fair value through profit or loss (except for accounts receivable that constitute a significant financial component) or financial liabilities that are initially measured at fair value plus directly attributable to the transaction cost of the acquisition or issuance. The accounts receivable that does not include significant financial components is initially measured at the transaction price.

1. Financial assets

For the purchase or sale of financial assets in line with the general practice, the consolidated company's accounting treatment of all financial assets classified in the same way is to adopt the trade date for all the purchase and sale.

Financial assets are classified into the following at initial recognition: financial assets measured at amortized cost, debt instrument investment measured at fair value through other comprehensive income, investments in equity instruments measured at fair value through other comprehensive income, or financial assets measured at fair value through profit or loss. The consolidated company only reclassifies all affected financial assets from the next reporting period when changing the business model of managing financial assets.

(1) Financial assets measured at amortized cost

If the financial assets are qualified for the following criteria and are not designated to be measured at fair value through profit or loss, they are measured at amortized cost:

- The financial assets are held under the business model with the purpose of receiving contractual cash flows.
- The contractual terms of the financial assets generate the cash flow on a specific date, which are solely for the payment of the principal and interest on the outstanding principal amount.

The measurement is subsequently calculated using the amount for initial recognition plus or minus the accrued amortization amount calculated by the effective interest method, and measured using the amortized cost of any adjusted allowance for loss. Interest income, foreign currency exchange gains and losses, and impairment losses are recognized in profit or loss. When derecognizing, the profit or loss is included in the profit or loss.

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

(2) Financial assets measured at fair value through other comprehensive income

Debt instrument investment that meets the following conditions and is not designated to be measured at fair value through profit or loss shall be measured at fair value through other comprehensive income:

- The financial assets are held under the business model with the purpose of receiving contractual cash flows and for selling.
- The contractual terms of the financial assets generate the cash flow on a specific date, which are solely for the payment of the principal and interest on the outstanding principal amount.

The consolidated company may, at the time of initial recognition, irrevocably make a choice to recognize the subsequent fair value changes of the equity instrument investment held not for trading in other comprehensive income. The above-mentioned choices are made on a case-by-case basis.

Subsequent measurement at fair value is required for debt instrument investments. Interest income, foreign currency exchange gains and losses, and impairment losses calculated using the effective interest method are recognized in profit or loss. The remaining net gains or losses are recognized in other comprehensive income. At the time of derecognition, the accumulated other comprehensive income is reclassified as profit or loss.

Subsequent measurement at fair value is required for equity instrument investments. Dividend income (except for the recovery of a portion of the investment cost) is recognized in profit or loss. Other net gains or losses are recognized in other comprehensive income and are not reclassified as gains or losses.

Dividend income from equity investment is recognized on the date the consolidated company is entitled to receive the dividend (usually the ex-dividend date).

(3) Financial assets measured at fair value through profit or loss

Financial assets that are not measured at amortized cost or at fair value through other comprehensive income (e.g., held for trading and financial assets that are managed and evaluated at fair value on a fair value basis) are measured at fair value through profit or loss, including derivative financial assets. At the time of initial recognition, in order to eliminate or significantly reduce the improper accounting ratio, the financial assets measured at amortized cost or at fair value through other comprehensive income are designated as financial assets measured at fair value through profit or loss.

Subsequently, such assets are measured at fair value, and the net profit or loss (including the relevant dividends and interest income) is recognized in profit or loss.

(4) Assessment of business model

The consolidated company evaluates the business model of the financial assets held for the purpose of assembly, which is the most reflective of the business management method and the way to provide information to the management. The information includes:

- The investment portfolio policy and objective, and the operation of such policies. The management's strategy is to earn contractual cash flows, maintain a specific interest rate portfolio, and match the duration of the financial asset's existence with the duration of the related liabilities or expected cash outflow, or realize cash flows by selling financial assets.
- How to evaluate the performance of the business model and the financial assets held under the business model, and how to report to the key management personnel of the enterprise
- Risks affecting the performance of the business model (and the financial assets held under the business model), and how to manage such risks;

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

- The frequency, amount and timing of the sold financial assets in previous periods, the reasons for selling, and the expectation of future selling activities.

If the transaction of financial assets transferred to third parties for the above-mentioned business purpose does not meet the criteria of de-recognition, it is not a sale as referred to above, which is consistent with the purpose of the consolidated company's continuous recognition of the asset.

- (5) Assess whether the contractual cash flows are fully for paying the principal and the interest of the outstanding principal amount.

For the purpose of evaluation, the principal is the fair value of the financial assets at the time of initial recognition, and the interest consists of the following considerations: time value of money, credit risk related to the outstanding principal amount within a specific period, other basic lending risks and costs, and profit margins.

The contractual cash flow are assessed to be whether the contractual cash flows are fully for paying the principal and the interest of the outstanding principal amount. The consolidated company considers the terms of the financial instrument contract, including whether the financial assets contain a contractual term that changes the point or amount of the contractual cash flows, resulting in its not meeting this condition. At the time of evaluation, the consolidated company considers the following:

- Any contingency that would change the point or amount of the contractual cash flow;
- The terms that may adjust the contractual coupon rate, including the characteristics of floating interest rate.
- Early repayment and extension features; and
- The consolidated company's claim is limited to the terms of the cash flow from a specific asset (e.g. non-recourse characteristics).

- (6) Financial assets impairment

The consolidated company recognizes the allowance for loss of the expected credit loss of financial assets measured at amortized cost (including cash and cash equivalents, financial assets measured at amortized cost, notes and accounts receivable, other receivables, guarantee deposits paid and other financial assets, etc.).

The following financial assets are measured for the allowance loss based on the 12-month expected credit loss; others are measured for the allowance loss based on the expected credit loss amount during the duration:

- The credit risk of the debt securities is determined to be low on the reporting date; and
- The credit risk of other debt securities and bank deposits (such as default risk exceeding the expected duration of the financial instrument) has not increased significantly since the initial recognition.

The allowance for loss of accounts receivable and contract assets is measured by the lifetime expected credit loss.

When determining whether the credit risk has increased significantly since the initial recognition, the consolidated company considers reasonable and supported information (that can be obtained without excessive cost or investment), including qualitative and quantitative information, and analyzes based on the consolidated company's historical experience, credit assessments and forward-looking information.

If the contract amount is overdue for more than 90 days, the consolidated company assumes that the credit risk of the financial asset has increased significantly.

If the contract amount is overdue for more than one year, or the borrower is not likely to perform its credit obligation and pay the full amount to the consolidated company, the consolidated company shall deem it a default of the financial asset.

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

If the credit risk rating of financial instruments is equivalent to the "investment grade" defined by the world (for BBB- of Standard Chartered Bank, Baa3 of Moody's, or twA of Taiwan Ratings, or higher than this grade), the consolidated company believes that the credit risk of the debt security is low.

The lifetime expected credit loss refers to the expected credit loss arising from all possible defaults in the lifetime of the financial instrument.

The expected credit loss for the 12 months refers to the expected credit loss arising from the possible default of the financial instrument within 12 months after the reporting date (or a shorter period, if the expected duration of the financial instrument is less than 12 months).

The longest period of measurement of expected credit losses is the longest contract period in which the consolidated company is exposed to credit risk.

The expected credit loss is the weighted estimate of the probability of credit loss in the expected duration of the financial instrument. The credit loss is measured at the present value of all cash shortfalls, i.e. the difference between the cash flows that the consolidated company can receive according to the contract and the cash flows that the consolidated company expects to receive. The expected credit loss is discounted at the effective interest rate of the financial assets.

The consolidated company assesses whether the financial assets measured at amortized cost and debt securities measured at fair value through other comprehensive income have credit impairment on each reporting date. When one or more matters that will negatively affect the estimated future cash flow of financial assets happen, the credit impairment occurs. The evidence of the credit impairment of the financial assets includes the following information:

- Major financial difficulties of the borrower or issuer
- Default, such as delay or overdue for more than 90 days
- The consolidated company gives the borrower concessions that would not have been considered due to economic or contractual reasons related to the borrower's financial difficulties;
- The borrower is likely to apply for bankruptcy or proceed with other financial restructuring; or
- The active market for the financial assets disappeared due to financial difficulties.

The loss allowance for financial assets measured at amortized cost is deducted from the book value of the assets.

When the consolidated company cannot reasonably expect the entire or part of the recovered financial assets, it will directly reduce the total carrying amount of its financial assets. For personal accounts, the consolidated company's policy is to write off the total carrying amount when the financial assets are overdue for more than one year based on the past experience in recovery of similar assets. For the consolidated company's customers, the consolidated company analyzes the write-off time and amount respectively based on whether it can reasonably expect the recovery. The consolidated company expects that the written-off amount will not be significantly reversed. However, the financial assets that have been written off can still be enforced compulsorily in order to meet the consolidated company's procedures for collecting overdue amounts. According to the experience, 365 days is the time to recover the overdue amount from the Company.

(7) De-recognition of financial assets

The consolidated company de-recognizes financial assets only when the contractual rights to the cash flow of the assets are terminated, or the financial assets are transferred and almost full risk and return of the asset ownership are transferred to other enterprise, or almost full risk and return of the ownership is not transferred or retained and the control of the financial assets is not retained.

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

If the consolidated company retains almost all the risks and rewards of the transferred asset ownership when it signs a transaction of financial assets, it will continue to recognize the transaction in the balance sheet.

2. Financial liabilities and equity instruments

(1) Classification of liabilities or equity

The debt and equity instruments issued by the consolidated company are classified as financial liabilities or equity based on the substance of the contractual agreements and the definition of financial liabilities and equity instruments.

(2) Equity transactions

Equity instruments are any contracts that indicate the residual equity of the assets of the consolidated company after deducting all liabilities. The equity instruments issued by the consolidated company are recognized at the amount of the consideration for the acquisition less the direct issuance cost.

(3) Treasury stock

When the Company repurchases the equity instrument that has been recognized, the consideration paid for the repurchase (including the attributable cost) is recognized as a decrease in equity. The shares repurchased are classified as treasury stock. For the subsequent sale or re-issuance of treasury stock, the amount received is recognized as an increase in equity, and the remaining or loss generated from the transaction is recognized as capital reserve or retained earnings (if the capital reserve is insufficient to offset).

(4) Financial liabilities

Financial liabilities are classified as financial liabilities at amortized cost or at fair value through profit or loss. If the financial liabilities are held for trading, derivatives, or are designated at the initial recognition, they are classified as financial liabilities at fair value through profit or loss. Financial liabilities measured at fair value through profit or loss are measured at fair value, and any related net gains and losses, including any interest expenses, are recognized in profit or loss.

Subsequently, other financial liabilities are measured at amortized cost using the effective interest method. Interest expense and exchange gain or loss are recognized in profit or loss. Any profit or loss at the time of de-recognition is recognized in profit or loss.

(5) De-recognition of financial liabilities

The consolidated company de-recognizes financial liabilities when contractual obligations have been fulfilled, canceled, or expired. When the financial liabilities are modified and the cash flow of the modified liabilities have significant differences, the original financial liabilities are de-recognized and new financial liabilities are recognized at fair value based on the modified terms.

When de-recognizing financial liabilities, the difference between the book value and the total consideration paid or payable (including any non-cash assets transferred or liabilities assumed) is recognized in profit or loss.

(6) Offsetting of financial assets and financial liabilities

For the accounting policy information related to the offsetting of the Company's financial assets and liabilities, please refer to Note 6(29)7. Offsetting of financial assets and financial liabilities.

3. Derivatives financial instruments

The consolidated company holds derivative financial instruments to hedge the exposure to foreign currency and interest rate risks. When the embedded derivatives meet specific conditions and the main contract is not a financial asset, they are separated from the main contract. Derivatives are initially recognized at fair value, and subsequently measured at fair value, and the resulting gains or losses are recognized directly in profit or loss.

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

(VIII) Inventory

Inventory is measured at the lower of cost or net realizable value. Cost includes the cost of acquisition, production or processing or other costs necessary to make the product available at the designated location and status, and is calculated using the weighted average method. The cost of finished goods and work-in-progress includes the manufacturing expenses allocated in accordance with the appropriate percentage of the normal production capacity.

The net realizable value refers to the estimated selling price in ordinary course of business less the estimated cost of completion and the estimated cost needed to complete the sale.

The cost of transferring self-owned assets to the inventory of agricultural products is measured at the fair value on the date of receipt less the cost of sale.

(IX) Biological assets

The biological assets are measured at the fair value less the cost of sale on the initial recognition and on each reporting date. The cost of sale refers to the incremental cost directly attributable to the disposal of assets, except for financial costs and income tax. The profit or loss arising from the initial recognition of the biological assets, and the profit or loss arising from the subsequent changes in the fair value less the cost of sale, are recognized in profit or loss in the period in which they occur.

When the biological assets are initially recognized, if the market price or value cannot be obtained and the substitute estimate of the fair value cannot be reliable, the biological assets shall be measured at the cost less accumulated depreciation and accumulated impairment losses. The book value of the biological assets not measured at fair value is the reasonable approximate value of the fair value.

(X) Investment in affiliated enterprise

An affiliated enterprise is an entity over which the consolidated company has significant influence but no control or joint control over its financial and operating policies

The consolidated company adopts the equity method to account for its interests in the affiliated companies. Under the equity method, the initial acquisition is recognized at cost, and the investment cost includes the transaction cost. The book value of the investment in the affiliated enterprise includes the goodwill identified at the time of the initial investment, less any accumulated impairment loss.

The consolidated financial statements include the profit and loss and other comprehensive income of the affiliated enterprise recognized by the consolidated company in proportion to its equity ratio from the date of significant influence to the date of loss of significant influence after the adjustment of the consistency with the accounting policies of the consolidated company. When the equity change of non-profit or loss and other comprehensive income occurs to the affiliated enterprise and the consolidated company does not affect its shareholding ratio, the consolidated company shall recognize the equity change as capital reserve based on the shareholding ratio.

The unrealized gains and losses arising from the transactions between the consolidated company and its affiliates are recognized in the financial statements of the enterprise only to the extent that the equity of the non-related investor in the affiliates is not significant.

When the consolidated company's share of loss of the affiliated enterprise recognized proportionally equals or exceeds its interest in the affiliated enterprise, stop recognizing the loss, and recognize additional loss and related liabilities only when the consolidated company has a legal obligation, constructive obligation, or has made a payment on behalf of the invested company.

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

The consolidated company ceases to adopt the equity method on the date its investment ceases to be an associate, and the retained equity is measured at fair value. The difference between the fair value of the retained equity and the disposal price and the carrying amount of the investment on the date of cessation of the equity method is recognized in the profit or loss for the current period. If the basis of accounting for all amounts related to the investment previously recognized in other comprehensive income is the same as the basis for the affiliated enterprise to directly dispose of the relevant assets or liabilities, i.e., if the gain or loss previously recognized in other comprehensive income must be reclassified as profit or loss when the relevant assets or liabilities are disposed of, and when the enterprise ceases to adopt the equity method, the gain or loss is reclassified from equity to profit or loss. If the consolidated company's ownership interest in the affiliated enterprise is reduced but the equity method continues to be applied, the consolidated company will reclassify and adjust the previously recognized gain or loss related to the decrease in ownership interest in accordance with the above method and proportion.

If the investment in the affiliated enterprise of the consolidated company becomes an investment in the joint venture, or the investment in the joint venture becomes an investment in the affiliated enterprise, the consolidated company continues to apply the equity method without remeasuring the retained equity.

When the affiliated company issues new shares, if the consolidated company fails to subscribe in proportion to its shareholding ratio, resulting in a change in the shareholding ratio and thus causing a change in the net equity value of the investment, the increase or decrease is adjusted to the capital reserve and investment under the equity method; if the adjustment is insufficient to offset the capital reserve, the balance is debited to the retained earnings. However, if the consolidated company does not subscribe in proportion to its ownership, resulting in a decrease in its ownership interest in the affiliated enterprise, the amount previously recognized in other comprehensive income related to the affiliated enterprise is reclassified in proportion to the decrease, and the basis of accounting treatment is the same as the basis that the affiliated enterprise must comply with when it directly disposes of the relevant assets or liabilities.

(XI) Property, plant and equipment

1. Recognition and measurement

Property, plant and equipment are measured at cost (including capitalization of borrowing costs) less accumulated depreciation and any accumulated impairment.

If the durability of the major components of property, plant and equipment is different, it is regarded as a separate item (major component) of property, plant and equipment.

The gain or loss on disposal of property, plant and equipment is recognized in profit or loss.

2. Reclassified to investment property

When the intended use of the self-use property is changed to investment property, the property shall be reclassified as investment property based on the carrying amount at the time of changing the intended use.

3. Subsequent cost

Subsequent expenditures may be capitalized only when the inflow of future economic benefits is very likely to the consolidated company.

4. Depreciation

Depreciation is calculated at the cost of an asset less its residual value, and is recognized in profit or loss over the estimated useful life of each component using the straight-line method.

Land is not depreciated.

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

The estimated useful life for the current and comparative periods is as follows:

Buildings 2 - 60 years

Machinery equipment 2 - 60 years

Transportation equipment 3 - 10 years

Other equipment 2 - 25 years

Lease modification and improvement

Leasing of assets and property, lease term

The consolidated company shall review the depreciation method, useful life and residual value on each reporting date and make appropriate adjustment if necessary.

(XII) Leasing

1. Judgment of lease

The consolidated company assesses whether the contract is a lease or including a lease on the date of establishment of the contract. If the contract transfers the control of the use of identified assets for a period of time in exchange for consideration, the contract is a lease or including a lease. In order to assess whether a contract is a lease, the consolidated company assesses the following items:

- (1) The contract involves the use of an identified asset, which is clearly defined in the contract or implied when it is available for use. The physical asset can be divided or represent all the capacity. If the supplier has the substantive right to replace the asset, the asset is not identified as an identified asset; and
- (2) The right to acquire almost all economic benefits from the use of the identified asset during the entire period of use; and
- (3) The right to acquire the use of the identified asset is acquired under any of the following circumstances:
 - The customer has the right to lead the use method and purpose of the identified asset during the entire usage period.
 - The relevant decision made in relation to the use method and purpose of the asset is determined in advance, and:
 - The customer has the right to operate such asset during the entire usage period, and the supplier has no right to change such operation instruction; or
 - The method by which the customer designed the asset has already determined the method and purpose of its entire usage period.

2. Lessee

The consolidated company recognizes the right-of-use assets and lease liabilities on the commencement date of the lease. The right-of-use assets are initially measured at cost, which includes the initial measurement amount of the lease liabilities, any lease payments made on the adjusted lease commencement date or before the commencement date, plus the initial direct costs incurred and the estimated costs for the dismantling, removing the underlying assets and restoring the location or the underlying assets, while deducting any lease incentives received.

The right-of-use assets are depreciated using the straight-line method from the commencement date of the lease until the end of the lease term or the end of the service life of the right-of-use assets, whichever comes first. In addition, the consolidated company regularly assesses whether the right-of-use assets have been impaired and handles any impairment losses that have occurred, and adjusts the right-of-use assets accordingly when the lease liabilities occur.

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

The lease liability is measured at the present value of the lease payment that has not been paid on the lease start date as the initial measurement. If the interest rate contained in the lease is easily defined, then the discount rate is the interest rate. If not, the consolidated company's incremental borrowing rate of interest is used. Generally, the consolidated company adopts its incremental borrowing rate of interest as the discount rate.

Lease payments included in the measurement of lease liabilities include:

- (1) Fixed payment, including substantive fixed payment;
- (2) For variable lease payments depending on certain index or rate, the initial measurement adopts the index or rate on the lease start date.
- (3) The residual guarantee amount expected to be paid; and
- (4) The exercise price or the penalty when exercising the purchase option or lease termination option when the purchase option or lease termination option is reasonably assured to be exercised.

Subsequently, the lease liabilities are measured at the effective interest rate method and are re-measured when the following circumstances occur:

- (1) Changes in the index or rate determining the lease payment result in changes in the future lease payment;
- (2) Changes in the residual guarantee amount expected to be paid;
- (3) Changes in the assessment of the underlying asset purchase option;
- (4) Changes in the assessment of the lease term due to changes in the estimate of whether to extend or terminate the option;
- (5) Modification of the underlying, scope or other terms of the lease.

When the lease liability is re-measured due to changes in the index or rate determining the lease payment, changes in the residual guarantee amount, and re-measurement due to changes in the assessment of the extension or termination of options, the book value of the right-of-use assets should be adjusted accordingly, and the remaining re-measured amount should be recognized in profit or loss when the book value of the right-of-use assets is reduced to zero.

For the lease modification to reduce the scope of lease, the book value of the right-of-use assets is reduced to reflect the partial or full termination of the lease, and the difference between the re-measured amount of the lease liabilities and the book value of the lease liabilities is recognized in profit or loss.

The consolidated company will use line item to display the right-of-use assets and lease liabilities not conforming to the definition of investment property in the balance sheet.

If the agreement includes lease and non-lease components, the consolidated company allocates the consideration in the contract to individual lease components based on the relative stand-alone prices. However, when the consolidated company leases land and buildings, it chooses not to distinguish the non-lease components and treats the lease components and non-lease components as a single lease component.

For short-term leases and low-value underlying asset leases of other equipment leases, the consolidated company chooses not to recognize the right-of-use assets and lease liabilities, but to recognize the related lease payments as expenses on a straight-line basis over the lease term.

3. Lessee

For the transactions of the consolidated company as lessor, the lease contract is classified as a financing lease on the date of establishment of the lease based on whether to transfer almost all risks and rewards attached to the ownership of the underlying assets. Otherwise, it is classified as an operating lease. During the evaluation, the consolidated company considers relevant specific indexes, such as whether the lease term covers the main part of the economic life of the underlying asset.

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

If the consolidated company is a sublessor, it shall manage the main lease and sublease transactions separately, and use the right-of-use assets generated from the main lease to assess the classification of the sublease transactions. If the main lease is a short-term lease and applicable to recognition exemption, the sublease transaction of the main lease shall be classified as an operating lease.

If the agreement includes lease and non-lease components, the consideration in the contract is allocated in accordance with IFRS 15.

For operating leases, the consolidated company states the received lease payments as rent income over the lease term on a straight-line basis.

(XIII) Investment property

Investment property refers to property held for the purpose of earning rental or asset appreciation, or both, rather than property held for normal business, for sale, for production, for the provision of goods or services, or for administrative purposes. Investment property is initially measured at cost, and subsequently measured at cost less accumulated depreciation and accumulated impairment. The depreciation method, useful life and residual value ratio are the same as the property, plant and equipment.

The gain or loss on disposal of investment property (calculated by the difference between the net proceeds from the disposal and the book value of the item) is recognized in profit or loss.

The rent income from investment property is recognized in other income over the lease period in accordance with the straight-line method. The lease incentives given is recognized as part of the lease income during the lease term.

(XIV) Intangible assets

1. Goodwill

(1) Initial recognition

Goodwill arising from the acquisition of subsidiaries is included in the intangible assets. Please refer to Note 4(19) for the measurement of the initial recognition of goodwill.

(2) Subsequent measurement

Goodwill is measured at cost net of accumulated impairment. For the investment under equity method, the book value of goodwill is included in the book value of the investment, and the impairment loss of such investment is not distributed to goodwill and any assets, but as a part of the book value of the investment under equity method.

(XV) Non-financial assets impairment

The consolidated company assesses whether the book value of non-financial assets (except inventories, deferred income tax assets and biological assets) has any possible sign of impairment on each reporting date. If there is any sign of impairment, the recoverable amount of the asset is estimated. Goodwill is tested for impairment annually.

For the purpose of impairment testing, inflow cash to one of the asset groups that has most cash inflow from most independent assets or asset groups as the minimum identifiable asset group. Goodwill from business combination is allocated to cash-generating units or cash-generating group that are expected to benefit from the synergy of the business combination.

The recoverable amount is the fair value of individual assets or cash-generating units less the disposal cost and the value in use, whichever is higher. When assessing the value in use, the estimated future cash flows are converted to the present value at the pre-tax discount rate. The discount rate should reflect the current market's assessment of the time value of money and the specific risks of the asset or cash-generating unit.

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

If the recoverable amount of an individual asset or cash-generating unit is lower than the book value, an impairment loss is recognized.

The impairment loss is recognized immediately in profit or loss, and is first reduced to the carrying amount of the goodwill of the cash-generating unit, and then the carrying amount of each asset in the unit proportionally.

The impairment loss on goodwill cannot be reversed. Non-financial assets other than goodwill are reversed only to the extent that the book value (less depreciation or amortization) of the assets has not been recognized as impairment loss in prior years.

(XVI) Revenue recognition

1. Revenue from customer contracts

Revenue are measured based on the expected consideration for which the Company has the right to acquire the product or service transferred. The consolidated company recognizes revenue when the control of the product or service is transferred to the customer to meet the performance obligation. The consolidated company's main revenue items are as follows:

(1) Sales of goods - Feeds, foods and meat products

The consolidated company manufactures and sells animal feed, food and meat products to customers. The consolidated company recognizes revenue when the control of the product is transferred. The transfer of control of the product means that the product has been delivered to the customer, and the customer can fully determine the sales channel and price of the product, and has no impact on the unperformed obligation of the customer to accept the product. The delivery occurs when the product is shipped to a specific location, the risk of obsolescence and loss has been transferred to the customer, and the customer has accepted the product according to the sales contract, or the acceptance terms have expired, or the consolidated company has objective evidence to prove that all acceptance conditions have been met.

The consolidated company often provides quantity discounts to customers based on the cumulative sales volume within 12 months. The consolidated company recognizes revenue based on the contract price less the net amount of the estimated quantity discount. The amount of the quantity discount is estimated based on the expected value based on the past experience, and is recognized only to the extent that it is highly probable that a significant reversal will not occur. The average credit period for the sale of feed and meat products is 30 to 60 days, which is consistent with the practical practices of the industry, so it does not include financing.

For the sale of meat, food and egg products, the consolidated company is required to pay the customer the sales price for the sales in accordance with the contract. As the consideration is not exchanged for the customer's transfer of the product or service that can be differentiated, it is regarded as a decrease in the transaction price and income.

The consolidated company recognizes the accounts receivable when the goods are delivered, because the consolidated company has the right to receive the consideration unconditionally at that point.

(2) Management and technical services

The consolidated company provides corporate management and technical services, and recognizes relevant revenues during the financial reporting period of the provision of labor services. The fixed price contract is recognized as income based on the proportion of the actual services provided as a percentage of the total services as of the reporting date. The proportion is determined by the ratio of the actual number of hours of labor to the estimated total number of hours of labor.

(3) Financial component

The consolidated company expects that the interval between the time when all contracts are transferred to the customers and the time when the goods or services are paid to the customers shall not exceed one year. Therefore, the consolidated company does not adjust the time value of money of the transaction price.

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

(XVII) Employee Benefits

1. Defined contribution plan

The obligation of the defined contribution plan is recognized as expenses during the service period of the employee. The prepaid contribution is recognized as an asset, insofar as it is refunded in cash or future payments are reduced.

2. Defined benefit plan

The net obligation of the defined benefit plan of the consolidated company is converted to the present value based on the future benefit earned from the services provided by the employees in the current period or in the past, and less the fair value of any plan assets.

Qualified actuaries using the Projected Unit Credit Method estimate defined benefit obligations each year. When the calculation result may be favorable to the consolidated company, the assets recognized are limited to the present value of any economic benefit that can be earned by the refund of the plan or the reduction of the contribution to the plan. When calculating the present value of economic benefits, the minimum capital appropriation requirement shall be considered.

Any re-measurement of the net defined benefit liability, including actuarial gains and losses, return on plan assets (excluding interest), and any changes in the asset cap effect (excluding interest), is recognized immediately in other comprehensive income and accumulated in retained earnings. The net interest expense (income) of the net defined benefit liability (asset) is determined by the net defined benefit liability (asset) and discount rate at the beginning of the reporting period. The net interest expense and other expenses of the defined benefit plan are recognized in profit or loss.

When the plan is amended or reduced, the welfare changes related to the prior service cost or reduced profits or losses are recognized immediately in profit or loss. When the consolidated company is settled, the consolidated company recognizes the settlement gain or loss of the defined benefit plan.

3. Short-term employee benefits

Short-term employee benefit obligation is recognized as expense when the service is provided. If the consolidated company has a present statutory or presumed benefit obligation due to the past service provided by employees, and such obligation can be estimated reliably, the amount is recognized as a liability.

(XVIII) Income tax

The income tax includes current and deferred income tax. Except for those related to business combination, items recognized directly in equity or other comprehensive income, current income tax and deferred income tax should be recognized in profit or loss.

The current income tax includes the adjustment of the estimated income tax payable or tax refund receivable calculated based on the taxable income (loss) of the current year, and any adjustment of the income tax payable of prior years. The amount reflects the best estimate of the expected payment or collection under the statutory tax rate or tax rate substantially enacted on the reporting date after the uncertainty related to the income tax (if any) is reflected.

Deferred income tax is measured and recognized in accordance with the temporary differences between the book value of assets and liabilities on the reporting date and their tax basis. The temporary difference arising under the following circumstances will not be recognized as deferred income tax:

1. Assets or liabilities initially recognized in a transaction not attributable to a business merger, and the transaction (i) does not affect accounting profits and taxable income (loss) at the time of the transaction; and 2. the transaction does not result in equivalent taxable and deductible temporary differences;

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

2. The time point for the temporary difference to be reversed by the consolidated company due to the investment in subsidiaries, affiliates and joint ventures, and it is probable not to be reversed in the foreseeable future; and,
3. Taxable temporary difference generated from the initial recognition of goodwill.

Deferred income tax assets are recognized for unused tax losses and unused income tax credits carried forward and deductible temporary differences, to the extent that it is probable that future taxable income will be available for use. The amount is re-evaluated on each reporting date, and is reduced to the extent that it is not probable that the relevant income tax benefit will be realized; or the amount decreased will be reversed to the extent that it is probable that there will be sufficient taxable income.

Deferred income tax is measured at the tax rate when the temporary difference is reversed, and the statutory tax rate or tax rate substantially enacted on the reporting date is the basis.

The consolidated company will offset deferred income tax assets and deferred income tax liabilities only when the following conditions are met

1. The Company has the legal right to offset the current income tax assets and current income tax liabilities; and
2. Deferred income tax assets and deferred income tax liabilities are related to one of the following taxable entities levied by the same tax authorities;
 - (1) Same taxpayer; or
 - (2) For different taxable entities, but each entity intends to settle the current income tax liabilities and assets on a net basis in each future period in which the deferred income tax assets are expected to be recovered and deferred income tax liabilities are expected to be settled, or the assets are realized and the liabilities are settled at the same time.

(XIX) Business combination

The consolidated company adopts the acquisition method for each business combination. Goodwill is measured at the fair value of the consideration for the transfer on the acquisition date, including the amount of non-controlling interests attributable to the acquired entity, less the net amount of identifiable assets acquired and net liabilities assumed (usually it is the fair value). If the balance is a negative value, the consolidated company reassesses whether the assets acquired and liabilities assumed are identified correctly before recognizing the gain on the bargain purchase in the profit or loss.

Except for those related to debt issuance or equity instruments, the transaction cost related to the merger should be recognized as the consolidated company's expense immediately upon occurrence.

Among the non-controlling interests of the acquired company, if the equity is current, and the holder is entitled to the business's net assets on a pro rata basis at the time of liquidation, the consolidated company will choose to measure the fair value based on the fair value on the date of acquisition or the current ownership instrument based on the fair value of the acquired identifiable net assets. Other non-controlling interests are measured at the fair value on the date of acquisition or other bases regulated in the IFRSs approved by the FSC.

In the business combination completed in stages, the consolidated company re-measures the interests in the acquired company that it has held previously based on the fair value on the acquisition date, and if there is any gain or loss, it is recognized in profit or loss. For the changes in the interests of the acquired company that have been recognized in other comprehensive income before the acquisition date, it shall be handled in the same manner as the consolidated company's direct disposal of its previously held interests. If the equity is disposed of, it shall be reclassified as profit or loss, and the amount is reclassified as profit or loss.

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

If the initial accounting process of the business combination has not been completed before the end of the reporting period of the business combination transaction, the consolidated company may have the items that have not been completed in the accounting process reported in a provisional amount. The provisional amount should be retroactively adjusted during the measurement period, or recognized as additional assets or liabilities to reflect the facts and circumstances that existed on the acquisition date during the measurement period. The measurement period shall not exceed one year from the date of acquisition.

(XX) Earnings per share

The basic and diluted earnings per share attributable to the consolidated company's common stock shareholders are listed. The basic earnings per share is calculated based on the income vested in the consolidated company's common stock shareholders dividing by the weighted average number of outstanding common stock shares. The diluted earnings per share is calculated by having the profit and loss attributable to the Company's common stock shareholders and the number of shares of the weighted average outstanding common stock shares adjusted for the effect of all potential diluted common stock shares, respectively. The consolidated company's potential diluted common stock shares include employee remuneration.

(XXI) Segment information

Operating segments are the components of the consolidated company engaged in operating activities that may earn revenues and incur expenses (including revenues and expenses from transactions with other components of the consolidated company). The operating results of all operating segments are regularly reviewed by the chief operating decision maker of the consolidated company to determine the decision made for allocating resources to each department and evaluate its performance. Each operating department has independent financial information provided.

(XXII) Government subsidies

The government subsidies are recognized when it is reasonable to ensure that the enterprise will comply with the conditions attached to the government subsidies, and the subsidies can be received. The enterprise has not received sufficient subsidies to provide the conclusion evidence that the conditions for receiving the subsidies have been met.

Government subsidies should be recognized in profit or loss on a systematic basis over the period in which the related costs intended to be compensated by the government subsidies are recognized as expenses.

If the government subsidies become collectible, if they are intended to compensate for the expenses or losses that have occurred in advance, or to provide immediate financial support to the enterprise and have no future related costs, they should be recognized in profit or loss in the period in which they are collectible.

The subsidies related to assets (including non-monetary subsidies measured at fair value) should be listed as deferred income or debited to the carrying amount of the asset to be expressed in the financial statement.

If the government subsidies need to be returned due to the change in accounting estimate, it should be handled in accordance with the accounting estimate. The refund of the subsidies related to the income shall be first written off and the unamortized deferred credits related to the subsidies shall be recognized. When the refund exceeds the range of any such deferred credits, or when there is no deferred credit, the refund shall be recognized immediately in profit or loss. The refund of subsidies related to assets should be recognized by increasing the book value of assets or reducing the balance of deferred income. If there is no subsidy, the accumulated depreciation originally recognized in profit or loss should be immediately recognized in profit or loss.

V. Major accounting judgments, estimates, and major sources of uncertainty for assumptions

When the management of the Company prepares the consolidated financial statements, it is necessary to make judgments and estimates about the future (including climate-related risks and opportunities), which will affect the adoption of accounting policies and the amount of assets, liabilities, revenues and expenses reported. Actual results may differ from estimates.

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

The management continues to review the estimates and basic assumptions, which are consistent with the Company's risk management and climate-related commitments. Changes in the estimated value are deferred and recognized in the future period of the affected period.

The consolidated financial statements do not involve significant judgments in accounting policies, and the information that has a significant impact on the recognized amount is not significant.

The uncertainty of the assumptions and estimates below may lead to a significant risk of material adjustment in the book value of assets and liabilities in the next fiscal year. The relevant information is as follows:

(I) Allowance for losses on accounts receivable

The consolidated company's allowance for loss of accounts receivable is estimated based on the default risk and expected loss rate assumptions. The consolidated company considers historical experience, current market conditions and forward-looking estimates on each reporting date to determine the assumptions and inputs used for impairment calculation. Please refer to Note 6(4) for the detailed description of the relevant assumptions and inputs.

(II) Inventory valuation

Since inventory must be measured at the lower of cost or net realizable value, the consolidated company evaluates the amount of inventory on the reporting date due to normal consumption, outdatedness, or lack of market sales value, and offset the inventory cost in the net realizable value. The inventory valuation is mainly based on the changes in the preferences of the customers and the actions taken in response to the fierce competition in the industry by the competitors, which may lead to a significant change in the estimates. Please refer to Note 6(5) for the inventory valuation and estimation.

(III) Impairment assessment of property, plant and equipment and right-of-use assets

While asset impairment is evaluated, the consolidated company must rely on subjective judgment and base them on the asset usage patterns and industrial characteristics to determine the independent cash flows of a specific asset group, the durability of assets, and possible future profits and expenses. Any change in estimates due to changes in the economic situation or the Company's strategy can lead to a significant impairment or reversal of the recognized impairment loss in the future. For the amount of impairment recognized or reversed in the current period, please refer to Note 6(12) and Note 6(13).

The consolidated company's accounting policies and disclosure include the adoption of fair value to measure its financial and non-financial assets and liabilities. The consolidated company has established relevant internal control systems for the measurement of fair value. Among them, a valuation team is established to be responsible for reviewing all significant fair value measurements (including Level 3 fair value), and to report directly to the CFO. The valuation team regularly reviews the significant unobservable inputs and adjustments. If the input value used to measure the fair value is based on external third-party information (such as brokers or pricing service institutions), the valuation team will evaluate the evidence supporting the input value provided by the third-party to ensure that the valuation and the fair value classification are in compliance with the requirements of IFRS.

When the consolidated company measures its assets and liabilities, it uses the market input value as much as possible. The levels of fair value are based on the inputs used in the valuation techniques as follows:

(I) Level 1: Open quotation of the same assets or liabilities in the active market (unadjusted).

(II) Level 2: Except for the open quotation included in Level 1, the input parameter of the asset or liability is directly (i.e. price) or indirectly (i.e. derived from price) observable.

(III) Level 3: The input parameter of assets or liabilities is not based on the market data (non-observable parameter).

For relevant information on the assumptions used to measure fair value, please refer to the following notes:

(I) Note 6(6), Biological assets

(II) Note 6(14), Investment property

(III) Note 6(29), Financial Instruments

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

VI. Description of important accounting items

(I) Cash and cash equivalent

	<u>2024.12.31</u>	<u>2023.12.31</u>
Cash on hand and revolving funds	\$ 19,279	18,865
Check deposits	1,083,974	580,404
Demand deposits	6,093,648	4,166,539
Foreign currency deposits	123,093	65,916
Time deposit	<u>814,878</u>	<u>1,509,852</u>
Cash and cash equivalents listed in the Consolidated Statement of Cash Flows	<u><u>\$ 8,134,872</u></u>	<u><u>6,341,576</u></u>

For the interest rate risk and sensitivity analysis disclosure of the consolidated company's financial assets and financial liabilities, please refer to Note 6(29).

The Company undertakes time deposits within one year to be used as short-term funds for the Company. They are held to meet short-term cash commitments rather than investment or other purposes, and are readily convertible into fixed amounts of cash with minimal risk of changes in value.

(II) Financial assets and liabilities measured at fair value through profit or loss

	<u>2024.12.31</u>	<u>2023.12.31</u>
Derivative financial assets - current:		
Non-hedging derivatives		
Foreign exchange forward contract	\$ 9,079	7,796
Corn structured products	9,467	-
Non-derivative financial assets		
Listed (OTC) company stocks	2,902	3,304
Hybrid contract		
Structured deposits	<u>-</u>	<u>52,023</u>
Total	<u><u>\$ 21,448</u></u>	<u><u>63,123</u></u>
Derivative financial liabilities:		
Non-derivative financial liabilities		
Foreign exchange forward contract	\$ -	56,614
Corn structured products	<u>811</u>	<u>-</u>
Total	<u><u>\$ 811</u></u>	<u><u>56,614</u></u>

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

Non-hedging derivatives

The consolidated company engages in derivative financial instrument transactions to hedge the exchange rate and interest rate risk exposure due to business, financing and investment activities. As of December 31, 2024 and 2023, the derivatives of financial assets mandatorily measured at fair value through profit or loss and financial liabilities held for trading due to the failure to apply the hedging accounting are as follows:

1. Foreign exchange forward contract

2024.12.31					
	Book value	Contract amount (NTD thousand)		Type of currency	Maturity period
Forward foreign exchange purchased	9,079	USD 26,958		USD against NTD	2025.1.02-2025.3.17
2023.12.31					
	Book value	Contract amount (NTD thousand)		Type of currency	Maturity period
Forward foreign exchange purchased	7,796	USD 59,500		USD against NTD	2024.01.09-2024.01.10
Forward foreign exchange purchased	(56,614)	USD 92,837		USD against NTD	2024.01.02-2024.06.28

2. Contract trading of structured instruments and options

2024.12.31					
Item	Type of transaction	Open Position		Contract amount or premium paid	
		Buyer/Seller	Number of contracts	(collected)	Fair value
Structured products	Corn	Buyer	-	\$ -	(811)
	Corn	Seller	-	-	9,467
	Total			<u>\$ -</u>	<u>8,656</u>

On December 31, 2023, the consolidated company entered into contracts of floating-yield principal-protected structured deposits with banks. The unsettled contractual amount was NTD 52,023 thousand based on EUR CURRENCY BFIX, and the expected rate of return was between 2.90% and 3.25%, with maturity between January 9, 2024 and February 22, 2024.

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

	2024.12.31	2023.12.31
Equity instruments at fair value through other comprehensive income		
Domestic listed (OTC) company stock - TTET UNION CORPORATION	\$ 2,627,619	2,547,182
TWSE(GTSM) domestic non-listed stocks	97,440	96,988
Others	401	374
Total	<u>\$ 2,725,460</u>	<u>2,644,544</u>

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

1. Equity instrument investment measured at fair value through other comprehensive income

The investments in these equity instruments held by the consolidated company are long-term strategic investments and are not held for trading purposes, and therefore have been designated to be measured at fair value through other comprehensive income.

Please refer to Note 6(28) for the dividend income recognized in 2024 and 2023 due to the equity instrument investment measured at fair value through other comprehensive income.

The consolidated company sold the equity investment in Deyong Biological Technology Co., Ltd. measured at fair value through other comprehensive income on May 29, 2024 due to investment planning considerations. The fair value at the time of disposal was NT\$399 thousand, and the accumulated disposal losses were NT\$352 thousand. Therefore, the aforementioned accumulated disposal gains were transferred from other equity to retained earnings.

The consolidated company did not dispose of strategic investment in 2023. During the period, accumulated gain and loss were not transferred within the equity.

2. Please refer to Note 6(30) for credit risk and market risk information.

3. The above financial assets are not provided as guarantees for long-term loans or financing facilities.

(IV) Accounts and notes receivable

	2024.12.31	2023.12.31
Notes receivable - from operation	\$ 1,175,185	1,587,861
Accounts receivable - measured at amortized cost	7,191,941	7,243,598
Less: Loss allowance	(449,387)	(381,576)
	\$ 7,917,739	8,449,883

The consolidated company estimates the expected credit losses using the simplified method for all notes and accounts receivable, that is, uses the lifetime expected credit losses to measure. For this measurement purpose, the common credit risk characteristics of the ability to pay all amounts due in the contract terms are grouped and included in the forward-looking information for such notes and accounts receivable. The expected credit loss of the consolidated company's notes and accounts receivable is analyzed as follows:

		2024.12.31	
	Book value of accounts and notes receivable	Weighted average rate of expected credit losses	Allowance for expected credit losses during the duration
Not past due	\$ 6,975,459	0.37%~3%	103,571
Overdue less than 30 days	697,600	0.07%~100%	5,656
Overdue 31 - 60 days	169,608	0.14%~9%	2,651
Overdue 61 - 90 days	102,856	1.11%~28%	2,401
Overdue 91 - 180 days	66,559	4.68%~38%	11,969
Overdue 181 - 365 days	42,328	4.47%~64%	24,842
Overdue for more than 1 year	312,716	98.86%~100%	298,297
	\$ 8,367,126		449,387

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

	2023.12.31		
	Book value of accounts and notes receivable	Weighted average rate of expected credit losses	Allowance for expected credit losses during the duration
Not past due	\$ 7,548,931	0.01%~14%	44,144
Overdue less than 30 days	644,190	0.08%~18%	26,630
Overdue 31 - 60 days	128,510	0.94%~9%	12,623
Overdue 61 - 90 days	59,762	2.96%~28%	8,196
Overdue 91 - 180 days	53,997	6.17%~38%	6,456
Overdue 181 - 365 days	47,636	8.33%~64%	16,432
Overdue for more than 1 year	348,433	14.20%~100%	267,095
	\$ 8,831,459		381,576

The statement of changes in the allowance for notes receivable and accounts receivable of the consolidated company is as follows:

	2024	2023
Opening balance	\$ 381,576	495,525
Recognized impairment loss (reversal gain)	106,227	(95,451)
The irrecoverable amount written off in the current year	(33,564)	(4,456)
Current period recovery	490	4,324
Effect of exchange rate changes	(5,342)	(18,366)
End-of-period balance	\$ 449,387	381,576

As of December 31, 2024 and 2023, the consolidated company had no accounts receivable financing guarantee.

(V) Inventory

	2024.12.31	2023.12.31
Raw materials and consumables	\$ 5,073,066	4,788,373
In-transit materials	2,441,722	1,759,839
Work in process	68,373	179,339
Finished goods	2,824,291	2,336,711
Agricultural products	244,888	262,981
Total	\$ 10,652,340	9,327,243
Inventories stated at fair value less selling costs	\$ 244,888	262,981

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

The components of the consolidated company's operating costs are:

	2024	2023
Cost of goods sold	\$ 87,964,110	96,095,436
Depreciation of biological assets	241,807	176,089
Changes in the fair value of biological assets less estimated selling costs	2,197	(102,964)
(Reversal gain) loss on inventory valuation	(91,858)	35,152
Impairment (reversal gain) loss of biological assets	(31,961)	31,008
Inventory retirement loss	13,876	13,625
Income from sale of scraps	(149,174)	(100,144)
	<u>\$ 87,948,997</u>	<u>96,148,202</u>

As of December 31, 2024 and 2023, the consolidated company's inventories had not been provided as collateral.

(VI) Biological assets

1. Statement of biological assets:

	<u>2024.12.31</u>	<u>2023.12.31</u>
<u>Biological assets - current</u>		
Consumable biological assets	\$ 1,886,037	1,863,041
Consumable biological assets - accumulated impairment	-	(29,628)
Productive biological assets	230,594	246,416
Productive biological assets - accumulated depreciation	(71,875)	(59,476)
Changes in the fair value of biological assets less selling costs	101,873	104,070
Biological assets - total	<u>\$ 2,146,629</u>	<u>2,124,423</u>
<u>Biological assets - non-current</u>		
Productive biological assets	753,097	971,673
Productive biological assets - accumulated depreciation	(368,871)	(397,243)
Total biological assets - non-current	<u>\$ 384,226</u>	<u>574,430</u>

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

2. Changes in biological assets:

	<u>Consumables</u>	<u>Productivity</u>	<u>Total</u>
Balance as of January 1, 2024	\$ 1,939,106	759,747	2,698,853
Increase due to acquisition	8,896,311	253,031	9,149,342
Decrease due to sale	(12,790,611)	(1,346,826)	(14,137,437)
Provision for depreciation in the current period	-	(241,807)	(241,807)
Reversal gain on impairment in the current period	31,961	-	31,961
Net increase due to breeding (death)	3,882,056	1,110,765	4,992,821
Changes in fair value less estimated selling costs	38,873	(41,070)	(2,197)
Effect of exchange rate changes	<u>32,907</u>	<u>6,412</u>	<u>39,319</u>
Balance as of December 31, 2024	<u>\$ 2,030,603</u>	<u>500,252</u>	<u>2,530,855</u>
Current	\$ 2,030,603	116,026	2,146,629
Non-current	<u>-</u>	<u>384,226</u>	<u>384,226</u>
	<u>\$ 2,030,603</u>	<u>500,252</u>	<u>2,530,855</u>
Balance as of January 1, 2023	\$ 2,022,244	803,255	2,825,499
Increase due to acquisition	10,078,593	316,077	10,394,670
Decrease due to sale	(14,384,180)	(1,263,449)	(15,647,629)
Provision for depreciation in the current period	-	(176,089)	(176,089)
Current impairment loss	(31,008)	-	(31,008)
Net increase due to breeding (death)	4,169,719	1,086,653	5,256,372
Changes in fair value less estimated selling costs	104,587	(1,623)	102,964
Effect of exchange rate changes	<u>(20,849)</u>	<u>(5,077)</u>	<u>(25,926)</u>
Balance as of December 31, 2023	<u>\$ 1,939,106</u>	<u>759,747</u>	<u>2,698,853</u>
Current	\$ 1,939,106	185,317	2,124,423
Non-current	<u>-</u>	<u>574,430</u>	<u>574,430</u>
	<u>\$ 1,939,106</u>	<u>759,747</u>	<u>2,698,853</u>

3. As of December 31, 2024 and 2023, the number of poultry/livestock held were:

<u>2024.12.31</u>	<u>2023.12.31</u>
<u>10,591,917</u>	<u>11,072,790</u>

In 2024 and 2023, the consolidated company slaughtered and sold approximately 152,217,428 heads and 154,659,058 heads of biological assets, respectively.

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

4. Fair value

The fair value of biological assets is determined by referring to the latest market price, but if there is a significant change in the economic situation between the transaction date and the reporting date, the market price of similar assets is adjusted to reflect the difference. The fair value of the livestock to be sold is based on the market price of similar age, quality and genetics. When the biological assets are initially recognized, if the market price or value cannot be obtained and the substitute estimate of the fair value cannot be reliable, the biological assets shall be measured at the cost less accumulated depreciation and accumulated impairment losses. The book value of the biological assets not measured at fair value is the reasonable approximate value of the fair value.

The consolidated company is exposed to the following risks related to the farming of poultry and meat:

1. Laws and regulations and environmental risks

The consolidated company operates in different countries and is subject to local regulations. In order to ensure compliance with local environmental and other regulations, the consolidated company has established relevant environmental policies and procedures, and the management regularly reviews them to identify environmental risks, in order to ensure that there is an appropriate system mechanism to manage such risks.

2. Supply and demand risk

The sale of poultry and livestock is exposed to the risk of price and sales volume fluctuations of poultry and livestock. In response to this risk, the consolidated company adjusts the number of farms to respond to changes in market supply and demand, and the management regularly performs industry trend analysis to ensure that the consolidated company's pricing structure is consistent with the market, and that the planned number of slaughtering is consistent with the expected demand.

3. Climate and other risks

Poultry and livestock farmers are exposed to the risk of damage caused by climate change, disease and other natural factors. In response to this risk, the consolidated company has established relevant monitoring procedures to reduce such risks, including the use of closed farming and regular health checkups and disease surveys for poultry and livestock. The consolidated company has also insured itself against natural disasters such as flooding and typhoons.

As of December 31, 2024 and 2023, the consolidated company's biological assets had not been provided as collateral.

(VII) Prepayments

The consolidated company's prepayments are detailed as follows:

	<u>2024.12.31</u>	<u>2023.12.31</u>
Prepayment for purchase of materials	\$ 768,849	768,880
Prepayments - Other	<u>522,150</u>	<u>657,482</u>
	<u><u>\$ 1,290,999</u></u>	<u><u>1,426,362</u></u>

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

(VIII) Other financial assets - current

The consolidated company's other financial assets - current is detailed as follows:

	<u>2024.12.31</u>	<u>2023.12.31</u>
Other receivables on behalf of others - Affiliated companies	\$ 37,319	32,191
Other receivables on behalf of others - Other related parties	-	16,741
Refundable deposits	4,505	129
Other receivable - Other	<u>215,403</u>	<u>261,342</u>
	<u>\$ 257,227</u>	<u>310,403</u>

(IX) Acquisition of subsidiaries and non-controlling interests

1. Acquisition of subsidiaries

The consolidated company acquired control over Amy Food on July 1, 2024 by acquiring a 51.5% stake in the company. The consolidated company's stake in Amy Food was increased to 51.5%. Amy Food is an American processed food production and distribution company.

The acquisition of the control of Amy Food enables the consolidated company to enter the US food market.

The six-month period from the acquisition date ended December 31, 2024, the revenue and net profit contributed by Amy Food, Inc. were NTD 254,452 thousand and NTD 13,359 thousand, respectively.

If the acquisition had taken place on January 1, 2024, the management estimates that the consolidated company's revenue and net profit after tax for 2024 would reach NTD 103,003,163 thousand and NTD 4,462,396 thousand, respectively.

In determining these amounts, the management assumes that the acquisition took place on January 1, 2024 and that the provisional fair value adjustments generated on the acquisition date are the same.

The legal consulting fees and on-site audit costs for this acquisition amounted to NTD 2,850 thousand, which were recognized in the "operating expenses" of the Statement of Comprehensive Income.

The main categories of consideration transferred, the assets acquired and liabilities assumed, and the amount of goodwill recognized on the acquisition date are as follows:

(1) The fair value of the main categories of consideration transferred on the acquisition date is as follows:

The main categories of consideration transferred are as follows:

Cash	<u>\$ 200,541</u>
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Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

(2) Identifiable assets acquired and liabilities assumed

The fair value of the identifiable assets and liabilities acquired on the acquisition date are detailed as follows:

Property, plant and equipment (Notes 6(12))	\$	26,239
Other non-current assets		48
Inventory		47,691
Accounts receivable		19,485
Cash and cash equivalent		19,055
Other non-current liabilities		(570)
Accounts payable		(11,737)
Other payables		(98,295)
Fair value of identifiable net assets	<u>\$</u>	<u>1,916</u>

(3) Goodwill

The goodwill recognized due to acquisition is as follows:

Consideration transferred	\$	200,541
Less: Fair value of identifiable net assets		1,916
Goodwill	<u>\$</u>	<u>198,625</u>

The goodwill is mainly derived from the profitability of Amy Food, Inc. in the U.S. food processing market and the value of its customer base and employees. It is expected that the synergy of the merger will be generated by integrating the food business of Amy Food, Inc. and the consolidated company.

2. Acquisition of non-controlling interests

The consolidated company acquired the equity of Dachan Food (Asia) Limited with cash NTD 143,701 thousand and NTD 91,287 thousand in 2024 and 2023, respectively, and the shareholding increased from 55.69% to 61.02% and 52.19% to 55.69%, respectively.

The impact of changes in the consolidated company's ownership interest in Dachan Food (Asia) Limited on the equity attributable to the owners of the parent company is as follows:

	<u>2024.12.31</u>	<u>2023.12.31</u>
Book value of non-controlling interests purchased	\$ 519,283	317,689
Consideration paid to non-controlling interests	(143,701)	(91,287)
Capital reserve - Difference between the equity price and book value of the subsidiary's equity actually acquired or disposed of	<u>\$ 375,582</u>	<u>226,402</u>

The consolidated company acquired the equity of Showa Sangyo Foods with NTD 9,374 thousand in cash in 2024, and its shareholding increased from 55% to 57.72%.

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

The impact of changes in the consolidated company's ownership interest in Dacheng Showa Foods on the equity attributable to the parent company is as follows:

	<u>2024.12.31</u>
Book value of non-controlling interests purchased	\$ 9,374
Consideration paid to non-controlling interests	<u>(9,374)</u>
Capital reserve - Difference between the equity price and book value of the subsidiary's equity actually acquired or disposed of	<u>\$ -</u>

(X) Investment under equity method

The consolidated company's investments under the equity method at the end of the financial reporting period are as follows:

	<u>2024.12.31</u>	<u>2023.12.31</u>
Affiliated enterprise	<u>\$ 1,778,073</u>	<u>1,674,606</u>

1. Affiliated enterprise

(1) The financial information of affiliates important to the consolidated company is summarized as follows.

The financial information has been adjusted to reflect the difference between the fair value adjustment made by the consolidated company when acquiring the shares of the affiliate and the accounting policy:

Name of affiliated enterprise	The nature of the relationship with the consolidated company	Principal place of business/Country of incorporation	Percentage of ownership interests and voting rights	
			2024.12.31	2023.12.31
Advent Prosperity Real Estate Development Co., Ltd.	Affiliated enterprise invested by the consolidated company	PRC	33.54%	33.01%

The summarized financial information of Advent Prosperity Real Estate Development Co., Ltd.

	<u>2024.12.31</u>	<u>2023.12.31</u>
Current assets	\$ 1,808,247	2,182,678
Non-current assets	935,325	464,829
Current liabilities	<u>(22,917)</u>	<u>(30,243)</u>
Net assets	<u>\$ 2,720,655</u>	<u>2,617,264</u>
Net assets attributable to the owners of the investee company	<u>\$ 2,720,655</u>	<u>2,617,264</u>
	<u>2024</u>	<u>2023</u>
Operating revenues	\$ 36,765	76,264
Net income (loss)	(31,827)	125,031
Other comprehensive income	<u>135,220</u>	<u>(54,458)</u>
Total comprehensive income	<u>\$ 103,393</u>	<u>70,573</u>
Total comprehensive income attributable to non-controlling interests	<u>\$ -</u>	<u>-</u>
Total comprehensive income attributable to the owners of the investee	<u>\$ 103,393</u>	<u>70,573</u>

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

	2024	2023
The consolidated company's share of the net assets of the affiliated enterprise at the beginning of the period	\$ 1,113,254	1,120,777
Capital increase of the consolidated company in the current period	-	-
Total comprehensive income attributable to the consolidated company in the current period	85,051	(7,523)
Dividends received from affiliated companies in the current period	-	-
The carrying amount of the consolidated company's interests in the affiliated enterprise at the end of the period	<u>\$ 1,198,305</u>	<u>1,113,254</u>

- (2) For the consolidated company's affiliated companies under the equity method that are not material, their financial information is summarized as follows. The financial information is the amount contained in the consolidated company's consolidated financial statements:

	2024.12.31	2023.12.31
The book value of the equity of the affiliated enterprise not important to the Company individually at the end of the period	<u>\$ 579,768</u>	<u>561,352</u>

	2024	2023
Shares attributable to the consolidated company		
Net profit for the period	\$ (1,390)	(51,095)
Other comprehensive income	24,373	(14,147)
Total comprehensive income	<u>\$ 22,983</u>	<u>(65,242)</u>

(XI) Subsidiaries with significant non-controlling interests

The non-controlling interests of the subsidiaries that are significant to the consolidated company are as follows:

Name of subsidiary	Principal place of business/Country of incorporation	Proportion of ownership interests and voting rights in non-controlling interests	
		2024.12.31	2023.12.31
Dachan Food(Asia) Limited	PRC/Cayman Islands	38.98%	44.31%
Kouchan Mill Company Limited	Taiwan	45.00%	45.00%
Zhong Yi Food Company Limited	Taiwan	35.00%	35.00%
Asia Nutrition Technologies (VN) Investment Company Limited	Vietnam	34.49%	34.49%

The summarized financial information of the above subsidiaries is as follows. The financial information is prepared in accordance with the IFRS and IAS recognized by the FSC, and has reflected the fair value adjustment made by the consolidated company on the acquisition date and was adjusted according to the difference of the accounting policies, and such financial information was before the consolidated company's transactions were written off:

1. Summarized financial information of Dachan Food(Asia) Limited

	2024.12.31	2023.12.31
Current assets	\$ 8,367,203	8,173,034
Non-current assets	9,309,399	8,184,977
Current liabilities	(4,907,868)	(4,579,266)
Non-current liabilities	(1,702,332)	(1,521,078)
Net assets	<u>\$ 11,066,402</u>	<u>10,257,667</u>
Book value of non-controlling equity at the ending	<u>\$ 5,563,295</u>	<u>5,184,703</u>

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

	2024	2023
Operating revenues	<u>\$ 26,326,803</u>	<u>28,342,524</u>
Net income (loss)	\$ 229,407	161,941
Other comprehensive income	<u>(457,276)</u>	171,593
Total comprehensive income	<u>\$ (227,869)</u>	<u>333,534</u>
Net income for the period attributable to non-controlling interests	<u>\$ 226,686</u>	<u>196,116</u>
Total comprehensive income attributable to non-controlling interests	<u>\$ (158,679)</u>	<u>63,097</u>

	2024	2023
Cash flow from operating activities	\$ 1,349,230	1,793,124
Cash flow from investing activities	(1,515,955)	(2,334,432)
Cash flow from financing activities	<u>(92,193)</u>	527,382
Decrease in cash and cash equivalent	<u>\$ (258,918)</u>	<u>(13,926)</u>
Dividends paid to non-controlling interests	<u>\$ (146,815)</u>	<u>(64,427)</u>

2. Summarized financial information of KOUCHAN MILL CO., LTD.

	2024.12.31	2023.12.31
Current assets	\$ 398,645	517,047
Non-current assets	735,855	738,686
Current liabilities	(188,217)	(335,749)
Non-current liabilities	<u>(827)</u>	(1,314)
Net assets	<u>\$ 945,456</u>	<u>918,670</u>
Book value of non-controlling equity at the ending	<u>\$ 425,455</u>	<u>413,402</u>

	2024	2023
Operating revenues	<u>\$ 797,049</u>	<u>854,312</u>
Net income (loss)	\$ 69,988	45,885
Other comprehensive income	<u>-</u>	<u>-</u>
Total comprehensive income	<u>\$ 69,988</u>	<u>45,885</u>
Net income for the period attributable to non-controlling interests	<u>\$ 31,495</u>	<u>20,648</u>
Total comprehensive income attributable to non-controlling interests	<u>\$ 31,497</u>	<u>20,648</u>

	2024	2023
Cash flow from operating activities	\$ 108,498	(34,153)
Cash flow from investing activities	(3,924)	(49,932)
Cash flow from financing activities	<u>(80,000)</u>	15,678
Increase (decrease) of cash and cash equivalents	<u>\$ 24,574</u>	<u>(68,407)</u>
Dividends paid to non-controlling interests	<u>\$ -</u>	<u>-</u>

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

3. Summarized financial information of Zhong Yi Food Company Limited

	2024.12.31	2023.12.31
Current assets	\$ 908,243	937,603
Non-current assets	2,535,655	2,406,328
Current liabilities	(1,264,282)	(1,341,001)
Non-current liabilities	(157,250)	(673,195)
Net assets	<u>\$ 2,022,366</u>	<u>1,329,735</u>
Book value of non-controlling equity at the ending	<u>\$ 707,885</u>	<u>465,464</u>
	2024	2023
Operating revenues	<u>\$ 4,658,536</u>	<u>4,528,600</u>
Net income (loss)	\$ 192,631	117,110
Other comprehensive income	-	-
Total comprehensive income	<u>\$ 192,631</u>	<u>117,110</u>
Net income for the period attributable to non-controlling interests	<u>\$ 67,421</u>	<u>40,988</u>
Total comprehensive income attributable to non-controlling interests	<u>\$ 67,421</u>	<u>40,988</u>
	2024	2023
Cash flow from operating activities	\$ 61,715	273,170
Cash flow from investing activities	(282,306)	(267,100)
Cash flow from financing activities	354,043	(36,427)
Increase (decrease) of cash and cash equivalents	<u>\$ 133,452</u>	<u>(30,357)</u>
Dividends paid to non-controlling interests	<u>\$ -</u>	<u>-</u>

4. The summarized financial information of Asia Nutrition Technologies (VN) Investment Company Limited

	2024.12.31	2023.12.31
Current assets	\$ 5,143,356	4,817,043
Non-current assets	3,089,906	2,893,871
Current liabilities	(3,261,826)	(3,054,884)
Non-current liabilities	(1,768,883)	(1,656,659)
Net assets	<u>\$ 3,202,553</u>	<u>2,999,371</u>
Book value of non-controlling equity at the ending	<u>\$ 830,724</u>	<u>1,046,781</u>
	2024	2023
Operating revenues	<u>\$ 19,605,620</u>	<u>19,021,068</u>
Net income (loss)	\$ 859,828	859,828
Other comprehensive income	(431,864)	(22,674)
Total comprehensive income	<u>\$ 427,964</u>	<u>837,154</u>
Net income for the period attributable to non-controlling interests	<u>\$ 296,555</u>	<u>300,080</u>
Total comprehensive income attributable to non-controlling interests	<u>\$ 102,282</u>	<u>104,728</u>

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

	2024	2023
Cash flow from operating activities	\$ 1,534,931	2,359,327
Cash flow from investing activities	(143,740)	(1,056,399)
Cash flow from financing activities	(229,495)	(214,935)
Increase (decrease) of cash and cash equivalents	<u>\$ 1,161,696</u>	<u>1,087,993</u>
Dividends paid to non-controlling interests	<u>\$ 77,528</u>	<u>75,216</u>

(XII) Property, plant and equipment

Changes in the cost, depreciation and impairment loss of the property, plant and equipment of the consolidated company are as follows:

	Land	Buildings and structures	Machinery and equipment	Transportation equipment	Other equipment	Leasehold improvements	Leased assets	Construction in progress	Accumulated impairment	Total
Cost or recognized cost:										
Balance as of January 1, 2024	\$ 5,398,356	7,713,235	19,651,476	707,628	5,367,818	985,650	394	3,496,711	-	43,321,268
Acquired through merger (Note 6(9))	-	-	196,092	-	2,602	-	-	-	-	198,694
Addition	198,608	61,461	630,845	56,068	114,000	97,410	-	3,558,497	-	4,716,889
Transfer in (transfer out)	-	781,454	2,075,277	32,381	531,700	105	-	(3,241,616)	-	179,301
Reclassified from investment property	-	533,995	-	-	-	-	-	-	-	533,995
Disposal	(5,324)	(5,304)	(417,824)	(54,041)	(84,572)	(21,236)	-	(9,928)	-	(598,229)
Effect of exchange rate changes	3,033	53,971	726,381	10,245	45,345	22,772	-	(3,807)	-	857,940
Balance as of December 31, 2024	<u>\$ 5,594,673</u>	<u>9,138,812</u>	<u>22,862,247</u>	<u>752,281</u>	<u>5,976,893</u>	<u>1,084,701</u>	<u>394</u>	<u>3,799,857</u>	<u>-</u>	<u>49,209,858</u>
Balance as of January 1, 2023	\$ 5,344,827	7,248,482	16,793,779	687,929	5,014,629	851,628	394	3,677,390	-	39,619,058
Addition	54,135	94,176	526,920	77,313	190,058	114,193	-	3,577,421	-	4,634,216
Transfer in (transfer out)	-	457,944	3,013,179	11,527	404,362	63,872	-	(3,728,924)	-	221,960
Disposal	(606)	(56,255)	(407,109)	(61,321)	(222,496)	(36,585)	-	(19,979)	-	(804,351)
Effect of exchange rate changes	-	(31,112)	(275,293)	(7,820)	(18,735)	(7,458)	-	(9,197)	-	(349,615)
Balance as of December 31, 2023	<u>\$ 5,398,356</u>	<u>7,713,235</u>	<u>19,651,476</u>	<u>707,628</u>	<u>5,367,818</u>	<u>985,650</u>	<u>394</u>	<u>3,496,711</u>	<u>-</u>	<u>43,321,268</u>
Depreciation and impairment loss:										
Balance as of January 1, 2024	\$ -	2,746,075	10,556,661	473,897	3,544,161	649,223	355	-	530,934	18,501,306
Acquired through merger (Note 6(9))	-	-	168,513	-	3,942	-	-	-	-	172,455
Depreciation in the current year	-	287,936	1,235,438	72,324	633,877	78,360	20	-	-	2,307,955
Impairment loss (reversal)	-	-	-	-	-	-	-	-	(37,945)	(37,945)
Transfer in (transfer out)	-	-	-	-	(371)	-	-	-	-	(371)
Reclassified from investment property	-	171,203	-	-	-	-	-	-	-	171,203
Disposal	-	(22,139)	(334,657)	(48,461)	(94,667)	(16,103)	-	-	-	(516,027)
Effect of exchange rate changes	-	21,726	346,164	6,363	35,805	13,973	-	-	26,404	450,435
Balance as of December 31, 2024	<u>\$ -</u>	<u>3,204,801</u>	<u>11,972,119</u>	<u>504,123</u>	<u>4,122,747</u>	<u>725,453</u>	<u>375</u>	<u>-</u>	<u>519,393</u>	<u>21,049,011</u>
Balance as of January 1, 2023	\$ -	2,526,733	10,071,869	453,287	3,190,537	606,887	316	-	533,818	17,383,447
Depreciation in the current year	-	258,023	950,868	72,578	563,675	72,694	39	-	-	1,917,877
Impairment loss (reversal)	-	-	-	-	-	-	-	-	(1,316)	(1,316)
Transfer in (transfer out)	-	-	-	168	(168)	-	-	-	-	-
Disposal	-	(23,240)	(322,389)	(47,570)	(195,076)	(25,848)	-	-	-	(614,123)
Effect of exchange rate changes	-	(15,441)	(143,687)	(4,566)	(14,807)	(4,510)	-	-	(1,568)	(184,579)
Balance as of December 31, 2023	<u>\$ -</u>	<u>2,746,075</u>	<u>10,556,661</u>	<u>473,897</u>	<u>3,544,161</u>	<u>649,223</u>	<u>355</u>	<u>-</u>	<u>530,934</u>	<u>18,501,306</u>
Book value:										
December 31, 2024	<u>\$ 5,594,673</u>	<u>5,934,011</u>	<u>10,890,128</u>	<u>248,158</u>	<u>1,854,146</u>	<u>359,248</u>	<u>19</u>	<u>3,799,857</u>	<u>(519,393)</u>	<u>28,160,847</u>
January 1, 2023	<u>\$ 5,344,827</u>	<u>4,721,749</u>	<u>6,721,910</u>	<u>234,642</u>	<u>1,824,092</u>	<u>244,741</u>	<u>78</u>	<u>3,677,390</u>	<u>(533,818)</u>	<u>22,235,611</u>
December 31, 2023	<u>\$ 5,398,356</u>	<u>4,967,160</u>	<u>9,094,815</u>	<u>233,731</u>	<u>1,823,657</u>	<u>336,427</u>	<u>39</u>	<u>3,496,711</u>	<u>(530,934)</u>	<u>24,819,962</u>

1. Impairment loss and subsequent reversal

In 2024, some business groups did not perform well. The consolidated company adopted the recoverable amount method to conduct impairment testing and re-evaluated its estimates, and reversed the impairment loss of NTD 37,945 thousand recognized. As of December 31, 2024 and 2023, the consolidated company's accumulated impairment loss on the business was NTD 519,393 thousand and NTD 530,934 thousand, respectively.

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

As of December 31, 2024 and 2023, the consolidated company held 160 and 151 pieces of agricultural lands, respectively, with carrying amounts of NTD 754,288 thousand and NTD 644,582 thousand, respectively. Since they are all agricultural lands and cannot be transferred to the Company, they are registered for the time being in the name of individuals, but an agreement has been obtained and the Company has set up a mortgage on them.

(XIII) Right-of-use assets

The consolidated company's right-of-use assets are as follows:

	Land	Buildings	Machinery and equipment	Transportation equipment	Accumulated impairment	Total
Cost of right-of-use assets:						
Balance as of January 1, 2024	\$ 1,515,643	2,623,880	4,709	48,452	-	4,192,684
Addition	24,270	331,925	6,958	9,911	-	373,064
Decrease	(171,310)	(51,833)	(2,114)	(6,768)	-	(232,025)
Transferred from investment property	-	137,664	-	-	-	137,664
Effect of exchange rate changes	50,908	55,499	62	2,025	-	108,494
Balance as of December 31, 2024	<u>\$ 1,419,511</u>	<u>3,097,135</u>	<u>9,615</u>	<u>53,620</u>	<u>-</u>	<u>4,579,881</u>
Balance as of January 1, 2023	\$ 1,520,518	1,309,595	3,661	64,327	-	2,898,101
Addition	31,121	1,459,533	2,583	6,623	-	1,499,860
Decrease	(6,913)	(89,088)	(1,511)	(21,834)	-	(119,346)
Effect of exchange rate changes	(29,083)	(56,160)	(24)	(664)	-	(85,931)
Balance as of December 31, 2023	<u>\$ 1,515,643</u>	<u>2,623,880</u>	<u>4,709</u>	<u>48,452</u>	<u>-</u>	<u>4,192,684</u>
Accumulated impairment loss:						
Balance as of January 1, 2024	\$ 302,241	827,317	820	46,567	56,841	1,233,786
Provision for depreciation	69,457	205,874	849	4,676	-	280,856
Transferred from investment property	-	110,131	-	-	-	110,131
Disposal	(167,855)	(37,169)	(576)	(5,553)	-	(211,153)
Effect of exchange rate changes	7,129	42,086	68	361	3,633	53,277
Balance as of December 31, 2024	<u>\$ 210,972</u>	<u>1,148,239</u>	<u>1,161</u>	<u>46,051</u>	<u>60,474</u>	<u>1,466,897</u>
Balance as of January 1, 2023	\$ 240,795	635,013	1,893	54,031	53,647	985,379
Provision for depreciation	68,192	276,098	509	15,037	-	359,836
Impairment loss recognized	-	-	-	-	3,203	3,203
Disposal	(835)	(71,373)	(1,564)	(21,834)	-	(95,606)
Effect of exchange rate changes	(5,911)	(12,421)	(18)	(667)	(9)	(19,026)
Balance as of December 31, 2023	<u>\$ 302,241</u>	<u>827,317</u>	<u>820</u>	<u>46,567</u>	<u>56,841</u>	<u>1,233,786</u>
Book value:						
December 31, 2024	<u>\$ 1,208,539</u>	<u>1,948,896</u>	<u>8,454</u>	<u>7,569</u>	<u>(60,474)</u>	<u>3,112,984</u>
January 1, 2023	<u>\$ 1,279,723</u>	<u>674,582</u>	<u>1,768</u>	<u>10,296</u>	<u>(53,647)</u>	<u>1,912,722</u>
December 31, 2023	<u>\$ 1,213,402</u>	<u>1,796,563</u>	<u>3,889</u>	<u>1,885</u>	<u>(56,841)</u>	<u>2,958,898</u>

In 2024, some business groups did not perform well. The consolidated company adopted the recoverable amount method to conduct impairment testing and re-evaluated its estimates. There was no impairment recognized or reversal of the original impairment recognized. As of December 31, 2024 and 2023, the consolidated company's accumulated impairment loss on the business was NTD 60,474 thousand and NTD 56,841 thousand, respectively.

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

(XIV) Investment property

Investment property includes the consolidated company's own assets and right-of-use assets of shopping malls leased to third parties under operating leases. The original irrevocable period of the leased investment property is 3 to 11 years.

The rental income of the investment property that has been leased out is all fixed.

The consolidated company's investment property is detailed as follows:

	Self-owned assets			Right-of-use assets	
	Land and improvements	Buildings and structures	Cumulative impairment	Buildings and structures	Total
Cost or recognized cost:					
Balance as of January 1, 2024	\$ 113,640	773,801	-	149,619	1,037,060
Transferred to property, plant and equipment	-	(533,995)	-	(137,664)	(671,659)
Disposal and scrap	(492)	-	-	-	(492)
Effect of exchange rate changes	-	30,723	-	623	31,346
Balance as of December 31, 2024	<u>\$ 113,148</u>	<u>270,529</u>	<u>-</u>	<u>12,578</u>	<u>396,255</u>
Balance as of January 1, 2023	\$ 113,640	784,956	-	149,822	1,048,418
Effect of exchange rate changes	-	(11,156)	-	(205)	(11,361)
Balance as of December 31, 2023	<u>\$ 113,640</u>	<u>773,800</u>	<u>-</u>	<u>149,617</u>	<u>1,037,057</u>
Depreciation and impairment loss:					
Balance as of January 1, 2024	\$ -	279,958	36,000	127,593	443,551
Depreciation	-	6,801	-	-	6,801
Transferred to property, plant and equipment	-	(171,203)	-	(110,131)	(281,334)
Effect of exchange rate changes	-	9,871	-	(4,884)	4,987
Balance as of December 31, 2024	<u>\$ -</u>	<u>125,427</u>	<u>36,000</u>	<u>12,578</u>	<u>174,005</u>
Balance as of January 1, 2023	\$ -	260,676	36,000	95,401	392,077
Depreciation in the current year	-	22,874	-	33,215	56,089
Effect of exchange rate changes	-	(3,595)	-	(1,023)	(4,618)
Balance as of December 31, 2023	<u>\$ -</u>	<u>279,955</u>	<u>36,000</u>	<u>127,593</u>	<u>443,548</u>
Carrying amount:					
December 31, 2024	<u>\$ 113,148</u>	<u>145,102</u>	<u>(36,000)</u>	<u>-</u>	<u>222,250</u>
January 1, 2023	<u>\$ 113,640</u>	<u>524,280</u>	<u>(36,000)</u>	<u>54,421</u>	<u>656,341</u>
December 31, 2023	<u>\$ 113,640</u>	<u>493,845</u>	<u>(36,000)</u>	<u>22,024</u>	<u>593,509</u>
Fair value:					
December 31, 2024				<u>\$ 816,906</u>	
December 31, 2023				<u>\$ 870,804</u>	

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

The fair value of investment property is based on the valuation of the competent authorities, and the valuation is mainly based on market value, and the market comparison method is used to compare the market value of real estate with similar conditions in the neighborhood to determine the value of real estate.

Investment property includes commercial real estate leased to others. The lease contract with the lessee has the original lease term of 2 to 9 years, and the lessee will negotiate the following lease term with the lessee without collecting contingent rent. Please refer to Note 6(21) for relevant information.

The Company held 1 piece of agricultural land with a carrying amount of NTD 313 thousand on December 31, 2024 and 2023, respectively. As the above are all agricultural land, they cannot be transferred to the Company. Therefore, they are registered in the name of an individual for the time being. However, the agreement has been obtained and the Company has set up a mortgage on the land.

As of December 31, 2024 and 2023, the consolidated company's investment properties had not been provided as collateral.

(XV) Other non-current assets - Other

	<u>2024.12.31</u>	<u>2023.12.31</u>
Prepayment for land and engineering equipment	\$ 878,649	698,884
Residual tax credit	447,778	382,144
Refundable deposits	368,055	336,267
Unamortized expenses	29,934	41,768
Prepaid labor service	422,512	401,497
Others	117,414	189,224
Total	<u>\$ 2,264,342</u>	<u>2,049,784</u>

(XVI) Short-term loans

	<u>2024.12.31</u>	<u>2023.12.31</u>
Letter of credit borrowings	\$ 944,690	1,477,906
Unsecured borrowings	15,514,458	11,882,039
Total	<u>\$ 16,459,148</u>	<u>13,359,945</u>
Unused credit limit	<u>\$ 13,438,166</u>	<u>9,914,794</u>
Interest rate range	<u>0.5%~6.51%</u>	<u>1.53%~7.19%</u>

1. Issuance and repayment of loans

	<u>Total</u>
Opening balance as of January 1, 2024	\$ 13,359,945
New borrowings in the current period (maturity dates from January 2024 to December 2025)	133,925,749
Current loan repayment	(131,026,969)
Effect of exchange rate changes	200,423
Balance as of December 31, 2024	<u>\$ 16,459,148</u>

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

	<u>Total</u>
Opening balance as of January 1, 2023	\$ 15,153,347
New borrowings in the current period (maturity dates from January 2023 to December 2024)	117,938,859
Current loan repayment	(119,713,591)
Effect of exchange rate changes	(18,670)
Balance as of December 31, 2023	<u><u>\$ 13,359,945</u></u>

2. Collateral for bank borrowings

Please refer to Note IX for the consolidated company's promissory notes to guarantee bank loans.

(XVII) Short-term bills payable

		<u>2024.12.31</u>	
	<u>Guarantee or acceptance institution</u>	<u>Interest rate range (%)</u>	<u>Amount</u>
Commercial paper payable	Mega Bills Finance Co., Ltd.	1.968%~2.268%	\$ 950,000
Commercial paper payable	Dah Chung Bills Finance Corporation	2.298%	20,000
Commercial paper payable	Taiwan Finance Corporation	1.99%	300,000
Commercial paper payable	China Bills Finance Corporation	1.968%~2.198%	580,000
Commercial paper payable	Ta Ching Bills Finance Corporation	1.988%~2.06%	210,000
Total			<u><u>\$ 2,060,000</u></u>
Unused credit limit			<u><u>\$ 2,800,000</u></u>

		<u>2023.12.31</u>	
	<u>Guarantee or acceptance institution</u>	<u>Interest rate range (%)</u>	<u>Amount</u>
Commercial paper payable	Mega Bills Finance Co., Ltd.	1.82%~2.12%	\$ 960,000
Commercial paper payable	Dah Chung Bills Finance Corporation	1.84%~2.19%	370,000
Commercial paper payable	Taiwan Finance Corporation	2.00%	300,000
Commercial paper payable	China Bills Finance Corporation	1.87%~2.16%	930,000
Commercial paper payable	Ta Ching Bills Finance Corporation	1.89%~1.94%	400,000
Commercial paper payable	International Bills Finance Corporation	1.88%	500,000
Commercial paper payable	Taiwan Cooperative Bills Finance Corporation	1.89%~2.18%	210,000
Commercial paper payable	Grand Bills	1.89%	200,000
Total			<u><u>\$ 3,870,000</u></u>
Unused credit limit			<u><u>\$ 765,000</u></u>

1. Issuance and repayment of commercial paper

	<u>Total</u>
Opening balance as of January 1, 2024	\$ 3,870,000
Commercial paper newly added in the current period (maturity date is February 2024 to February 2025)	28,927,000
Commercial paper repayment in current period	(30,737,000)
Balance as of December 31, 2024	<u><u>\$ 2,060,000</u></u>

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

	<u>Total</u>
Opening balance as of January 1, 2023	\$ 3,660,000
Commercial paper newly added in the current period (maturity date is March 2023 to February 2024)	24,263,008
Commercial paper repayment in current period	<u>(24,053,008)</u>
Balance as of December 31, 2023	<u><u>\$ 3,870,000</u></u>

2. Collateral for bank borrowings

Please refer to Note IX for the Company's backed-up promissory notes issued to guarantee commercial promissory notes.

(XVIII) Long-term loans

The details of long-term borrowings of the consolidated company are as follows:

	<u>2024.12.31</u>	<u>2023.12.31</u>
Unsecured bank borrowings	\$ 2,421,173	2,033,686
Less: Due within one year	<u>(751,521)</u>	-
Total	<u><u>\$ 1,669,652</u></u>	<u><u>2,033,686</u></u>
Unused credit limit	<u><u>\$ 998,957</u></u>	<u><u>967,208</u></u>
Interest rate range	<u><u>2.15%~5.08%</u></u>	<u><u>1.39%~6%</u></u>

1. Issuance and repayment of loans

	<u>Total</u>
Balance as of January 1, 2024	\$ 2,033,686
New borrowings in the current period (maturity dates from November 2025 to January 2028)	960,545
Current loan repayment	(665,436)
Effect of exchange rate changes	<u>92,378</u>
Balance as of December 31, 2024	<u><u>\$ 2,421,173</u></u>
Balance as of January 1, 2023	\$ 1,848,987
New borrowings in the current period (maturity dates from April 2025 to December 2027)	849,201
Current loan repayment	(647,764)
Effect of exchange rate changes	<u>(16,738)</u>
Balance as of December 31, 2023	<u><u>\$ 2,033,686</u></u>

2. Collateral for bank borrowings

Please refer to Note IX for the consolidated company's promissory notes to guarantee bank loans.

3. Compliance with the loan contract

According to the loan contract, the consolidated company's unsecured bank loan of NTD 1,559,590 thousand should be repaid within 5 years. The consolidated company has agreed with the bank as follows:

- (1) During the borrowing period, the ratio of the cumulative loan amount to the cumulative capital invested in building plants, loans to shareholders or affiliates, or other internal funds shall not exceed 450:550.

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

- (2) The ratio of the borrowing company's net worth to borrowings is less than 1.3 times and the repayment ratio is more than 1.2 times.
- (3) The net worth of the subsidiary that provides guarantees for the borrower is greater than RMB 1.6 billion, and the debt-to-equity ratio is less than 0.8 times.
- (4) The subsidiary that provides guarantees for the borrowing company must ensure that they meet the production capacity required by the terms and conditions, and provide proof of project acceptance by an independent third-party institution recognized by the Bank before the agreed period.
- (5) The subsidiary that provides guarantees for the borrowing company must ensure that the Company always directly or indirectly holds at least 51% of the equity of the subsidiary and has substantial control over it.

If the consolidated company violates the above restrictions, the borrowing bank has the right to adjust the financing amount of the consolidated company and request it to repay all or part of the borrowings together with the accrued interest ahead of schedule.

If the consolidated company violates the regulations for the purpose of use or if there is any unpaid amount, the borrowing interest rate will be adjusted to 1.5 times the originally agreed interest rate.

In addition, according to the loan contract, the consolidated company's unsecured bank loan of NTD 111,469 thousand should be repaid within 3 years. The consolidated company has agreed with the bank as follows:

- (1) The current ratio is greater than 100%
- (2) The debt ratio (total liabilities/total assets) is less than 50%.
- (3) EBITA/I is less than 3.
- (4) The tangible net value is greater than CNY 1.5 billion.

If the consolidated company violates the above terms, the bank lending the loan will retain the right to charge based on the original interest rate and service charge.

4. For the endorsement and guarantee of the guarantor, please refer to Note 13.

(XIX) Other payables

The consolidated company's other payables are detailed as follows:

	<u>2024.12.31</u>	<u>2023.12.31</u>
Salaries payables and employee benefits	\$ 1,712,357	1,697,971
Employee remuneration payable	124,985	112,000
Remuneration payable to directors	45,000	45,000
Interest payable	18,024	16,637
Dividends payable	633	587
Payables for construction	700,558	186,882
Other payables- Related party	143,781	164,670
Other payable expenses	<u>734,312</u>	<u>891,093</u>
Total	<u>\$ 3,479,650</u>	<u>3,114,840</u>

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

(XX) Lease liabilities

The carrying amount of the consolidated company's lease liabilities is as follows:

	<u>2024.12.31</u>	<u>2023.12.31</u>
Current	<u>\$ 247,906</u>	<u>205,372</u>
Non-current	<u>\$ 2,058,546</u>	<u>1,945,557</u>

Please refer to Note 6(26) Financial Instruments for maturity analysis.

The amounts recognized in profit or loss are as follows:

	<u>2024</u>	<u>2023</u>
Interest expense of lease liabilities	<u>\$ 95,323</u>	<u>64,504</u>
Variable lease payments not included in the measurement of lease liabilities	<u>\$ 277,927</u>	<u>225,221</u>
Revenue from sublease of right-of-use assets	<u>\$ (85,983)</u>	<u>(54,620)</u>
Expenses of short-term leases	<u>\$ 439,502</u>	<u>312,231</u>
Expenses of low-value lease assets (excluding short-term leases and low-value leases)	<u>\$ 28,622</u>	<u>25,575</u>

The amounts recognized in the statement of cash flows are as follows:

	<u>2024</u>	<u>2023</u>
Total cash outflow for leases	<u>\$ 1,098,769</u>	<u>888,972</u>

(XXI) Operating lease

1. Lessee's lease

The consolidated company leases its investment property because it does not transfer almost all the risks and rewards attached to the ownership of the underlying assets. These lease contracts are classified as operating leases. Please refer to Note 6(14) Investment property.

The maturity analysis of lease payments is based on the total amount of lease payments that will be collected in the future on the reporting date as follows:

	<u>2024.12.31</u>	<u>2023.12.31</u>
Less than one year	\$ 23,719	35,909
1 to 5 years	86,440	90,010
Five years or more	2,480	19,838
Total lease payments that have not been discounted	<u>\$ 112,639</u>	<u>145,757</u>

The rent income arising from the investment property amounted to NTD 20,105 thousand and NTD 35,678 thousand in 2024 and 2023, respectively.

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

(XXII) Employee Benefits

1. Defined benefit plan

The present value of the consolidated company's defined benefit obligation and the fair value of the plan assets are adjusted as follows:

	2024.12.31	2023.12.31
Present value of defined benefit obligation	\$ (41,987)	(47,811)
The fair value of the plan assets	180,284	170,226
Net defined benefit net assets	<u>\$ 138,297</u>	<u>122,415</u>

The details of the consolidated company's employee benefit assets are as follows:

	2024.12.31	2023.12.31
Assets of defined benefit plan	\$ 138,968	124,564
Liabilities under defined benefit plan	(671)	(2,149)
Total	<u>\$ 138,297</u>	<u>122,415</u>

The consolidated company's defined benefit plan is allocated to the labor pension reserve account at the Bank of Taiwan. The pension payment for each employee under the Labor Standards Act is calculated based on the length of service and the average salary of the six months prior to retirement.

(1) Composition of plan assets

The pension fund appropriated by the consolidated company in accordance with the Labor Standards Act is managed by the Labor Pension Fund Supervisory Committee of the Council of Labor Affairs, Executive Yuan (hereinafter referred to as the "Labor Pension Fund Supervisory Committee"). According to the "Regulations for Revenues, Expenditures, Safeguard and Utilization of the Labor Pension Fund," the minimum revenue of the fund shall not be less than the revenues calculated based on the local bank's two-year fixed deposit interest rate.

The Company has established the "Employee Pension Management Committee" in accordance with the letter of the Southern District National Taxation Xin-Hua-Zi No. 0920015946, and contributed the pension to the special account of the employee pension reserve at the Taiwan Cooperative Bank.

The consolidated company's labor pension reserve account at the Bank of Taiwan and the employee pension reserve account at the Taiwan Cooperative Bank amounted to NTD 180,284 thousand and NTD 170,226 thousand as of December 31, 2024 and 2023, respectively. For information on the use of pension fund assets, including fund yield rate and pension asset allocation, please refer to the website of the Pension Fund Supervisory Committee of the Ministry of Labor.

(2) Changes in the present value of defined benefit obligations

The changes in the present value of the consolidated company's defined benefit obligation are as follows:

	2024	2023
Defined benefit obligation on January 1	\$ 47,811	65,006
Service cost and interest for the period	1,448	2,094
Remeasurement of net defined benefit liabilities (assets)		
- Actuarial gains/losses due to changes in financial assumptions	(1,928)	(2,677)
Previous period service cost and profit or loss from settlement	(5,344)	(16,612)
Defined benefit obligation on December 31	<u>\$ 41,987</u>	<u>47,811</u>

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

(3) Changes in the present value of plan assets

Changes in the present value of the consolidated company's defined benefit plan assets are as follows:

	2024	2023
The fair value of the plan assets on January 1	\$ 170,226	180,943
Interest revenue	2,059	2,185
Remeasurement of net defined benefit liabilities (assets)		
— Return on plan assets (excluding interest for the current period)	10,643	948
Amount already contributed to the plan	2,700	2,762
Benefits paid under the plan	(5,344)	(16,612)
The fair value of the plan assets on December 31	<u>\$ 180,284</u>	<u>170,226</u>

(4) Expenses recognized in profit or loss

The details of the expenses recognized by the consolidated company are as follows:

	2024	2023
Service cost for the period	\$ 874	1,314
Net interest of net defined benefit liabilities (assets)	(1,485)	(1,405)
Total (recognized as administrative expenses)	<u>\$ (611)</u>	<u>(91)</u>

(5) The re-measurement of net defined benefit liability (assets) recognized in other comprehensive income

The re-measurement of the net defined benefit liabilities (assets) recognized by the consolidated company in other comprehensive income is as follows:

	2024	2023
Accumulated balance, January 1	\$ (20,236)	(23,861)
Recognized in current period	12,571	3,625
Accumulated balance, December 31	<u>\$ (7,665)</u>	<u>(20,236)</u>

(6) Actuarial assumptions

The significant actuarial assumptions used by the consolidated company to determine the present value of the defined benefit obligation on the reporting date are as follows:

	2024.12.31	2023.12.31
Discount rate	1.6%	1.2%
Future salary increase	1.00%~2.00%	1.00%~2.00%

The consolidated company is expected to contribute NTD 2,666 thousand to the defined benefit plan within one year after the 2024 reporting date.

The weighted average duration of the defined benefit plan is 4.8~ 6.9 years.

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

(7) Sensitivity analysis

The impact of the changes in the main actuarial assumptions adopted on the present value of the defined benefit plan is as follows:

	Impact on defined benefit plan assets	
	Increase	Decrease
December 31, 2024		
Discount rate (0.25% change)	\$ 553	(574)
Future salary (0.25% change)	(488)	472
December 31, 2023		
Discount rate (0.25% change)	\$ 722	(753)
Future salary (0.25% change)	(648)	624
	Impact on defined benefit plan liabilities	
	Increase	Decrease
December 31, 2024		
Discount rate (0.25% change)	\$ (48)	48
Future salary (0.25% change)	40	(40)
December 31, 2023		
Discount rate (0.25% change)	\$ (59)	59
Future salary (0.25% change)	50	(50)

The above sensitivity analysis is to analyze the impact of a single assumption under the circumstance that other assumptions remain unchanged. Many changes in assumptions in practice may be interrelated. The sensitivity analysis is consistent with the method used to calculate the net defined benefit liabilities on the balance sheet.

The methods and assumptions used for the preparation of the sensitivity analysis in the current period are the same as those in the previous period.

2. Defined contribution plan

The consolidated company's defined contribution plan for its employees in Taiwan complies with the Labor Pension Act. An amount equivalent to 6% of the employee's monthly wage is deposited into the employee's individual pension account at the Bureau of Labor Insurance. After the consolidated company has appropriated a fixed amount to the Bureau of Labor Insurance, the Company has no legal or constructive obligation to make additional contributions.

For employees in China, the consolidated company must participate in the pension plan managed by the relevant local governments, i.e. the annual pension contribution is based on the standard wage defined by the relevant authorities in China. In 2024 and 2023, the annual pension contribution is paid at 16% of the ratio. Except for the above, the consolidated company does not have other significant responsibilities for the retirement benefits of employees in China.

According to the Mandatory Provident Fund Schemes Ordinance of Hong Kong, the consolidated company has also established mandatory provident fund schemes for employees employed in accordance with the Employment Ordinance of Hong Kong. The mandatory provident fund scheme is a fixed amount pension plan managed by an independent trustee. According to the mandatory provident fund schemes, the consolidated company and its employees contribute 6% and 0% of the employee's related income to the plan, respectively. The monthly related income of the contribution is limited to 30,000 Hong Kong dollars (HKD). The contribution made to the schemes is attributable to the employees immediately.

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

The contribution to the employee reserve fund in Malaysia was calculated based on 13% of the employee's salary in 2024 and 2023.

In Vietnam, the consolidated company also provides legal social security and medical insurance for employees in joint ventures. The percentages of contribution in 2024 and 2023 reached 20.5% of the respective remuneration.

The pension expenses under the defined contribution plan of the consolidated company in 2024 and 2023 were NTD 379,772 thousand and NTD 350,389 thousand, respectively.

(XXIII) Income tax

1. The consolidated company's income tax expense (profit) is as follows:

	2024	2023
Current income tax expense		
Incurred in the current period	\$ 1,253,665	1,088,030
Adjustment of the current income tax of the previous period	(60,387)	42,180
	<u>1,193,278</u>	<u>1,130,210</u>
Deferred income tax expense		
Occurrence and reversal of temporary difference	12,053	36,219
Changes in unrecognized deductible temporary differences	-	424
Recognition of the prior period's unrecognized tax loss	(1,742)	(1,719)
	<u>10,311</u>	<u>34,924</u>
Income tax expense (excluding gain on disposal of discontinued operation)	<u><u>\$ 1,203,589</u></u>	<u><u>1,165,134</u></u>

The details of the income tax expenses recognized by the consolidated company in other comprehensive income are as follows:

	2024	2023
Remeasurement of defined benefit plan	<u><u>\$ 2,388</u></u>	<u><u>689</u></u>

The relationship between the consolidated company's income tax expense and net income before tax is adjusted as follows:

	2024	2023
Net profit for the period	\$ 5,619,658	5,968,599
Income tax calculated based on the domestic tax rate where the consolidated company is located	1,123,932	1,193,720
Impact of difference in tax rate in foreign jurisdiction	(12,308)	(6,370)
Non-deductible expenses	769	3,625
Tax-free income	(13,767)	(15,084)
Other permanent differences	131,341	(255,369)
Recognition of the prior period's unrecognized tax loss	(1,742)	(1,719)
The current tax loss of deferred income tax assets not recognized	31,229	201,366
Changes in unrecognized deductible temporary differences	-	424
Over-estimated income tax expense in previous period	(60,387)	42,180
Additional income tax levied on the unappropriated earnings	4,522	2,361
Total	<u><u>\$ 1,203,589</u></u>	<u><u>1,165,134</u></u>

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

2. Deferred income tax assets and liabilities

(1) Deferred income tax liabilities not recognized

As the time to reverse temporary difference of the temporary difference of the investees is controllable by the consolidated company, and it is probable not to be reversed in the foreseeable future, no deferred income tax liability is recognized. The relevant amounts are as follows:

	2024.12.31	2023.12.31
The temporary difference related to the investment in subsidiaries is summarized	\$ 9,533,713	7,451,871
Deferred income tax liabilities not recognized	\$ 1,969,996	1,538,551

(2) Deferred income tax assets not recognized

The items not recognized by the consolidated company as deferred income tax assets are as follows:

	2024.12.31	2023.12.31
Changes in unrecognized deductible temporary differences	\$ 164,343	135,819
Tax loss	509,699	390,901
	\$ 674,042	526,720

The consolidated company's tax loss is deducted from the net profit of the current year based on the income tax laws of the local country for the loss in the previous first to five years, and then the tax is assessed. These items are not recognized as deferred income tax assets because the consolidated company is not likely to have sufficient taxable income in the future for the use of temporary differences.

As of December 31, 2024, the tax loss not yet recognized by the consolidated company as deferred income tax assets is deducted as follows:

Year of loss	Losses yet to be deducted	Last year before the deduction
2018	\$ 161,035	2028
2019	309,250	2029
2020	261,675	2030
2021	317,850	2031
2022	563,765	2032
2023	517,020	2033
2024	417,400	2034
	\$ 2,547,995	

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

(3) Deferred income tax assets and liabilities recognized

Changes in deferred income tax assets and liabilities are as follows:

Deferred income tax liabilities:

	Reserve for defined benefit liabilities	Unrealized exchange gains and losses	Gain on fair value	Others	Total
January 1, 2024	\$ 21,561	7,955	2,220	132,380	164,116
Debit (credit) income statement	371	(7,955)	(18)	52,073	44,471
Debit (credit) other comprehensive income	2,388	-	-	-	2,388
December 31, 2024	\$ 24,320	-	2,202	184,453	210,975
January 1, 2023	\$ 21,280	-	23,034	63,755	108,069
Debit (credit) income statement	281	7,955	(20,814)	67,936	55,358
Debit (credit) other comprehensive income	-	-	-	689	689
December 31, 2023	\$ 21,561	7,955	2,220	132,380	164,116

Deferred income tax assets:

	Unrealized exchange gains and losses	Loss on fair value	Others	Total
January 1, 2024	\$ -	6,530	272,692	279,222
(Debit) credit income statement	1,227	1,045	30,146	32,418
December 31, 2024	\$ 1,227	7,575	302,838	311,640
January 1, 2023	\$ 9,109	-	250,974	260,083
(Debit) credit income statement	(9,109)	6,530	21,718	19,139
December 31, 2023	\$ -	-	272,692	279,222

3. The Company's profit-seeking enterprise income tax returns have been approved by the tax authorities up to 2022, but not yet approved for 2021.

(XXIV) Capital and other equity

On December 31, 2024 and 2023, the Company's authorized capital stock amounted to NTD 9,900,000 thousand, with a par value of NTD 10 per share, totaling 990,000 thousand shares. The number of issued shares was 894,767 thousand.

The Company's outstanding stock is adjusted as follows:

	(expressed in thousand shares)	
	Common stock	
	2024	2023
Opening balance as of January 1	\$ 894,767	894,767
The parent company's shares held by the subsidiary on January 1 are deemed as treasury stock.	(49,060)	(49,060)
Buy back treasury stock	(9,000)	-
Closing balance as of December 31	\$ 836,707	845,707

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

1. Capital reserve

The balance of the Company's capital reserve is as follows:

	<u>2024.12.31</u>	<u>2023.12.31</u>
Premium from issuance of shares	\$ 2,252	2,252
Trading of treasury stock	2,034,288	1,925,261
Difference between the equity price and book value of the subsidiary's equity acquired or disposed of	1,451,133	1,075,551
Changes in the net equity value of the affiliated companies and joint ventures under the equity method	-	66,918
Premium from conversion of convertible bonds	587,144	587,144
Others	19,235	19,235
	<u>\$ 4,094,052</u>	<u>3,676,361</u>

According to the Company Act, capital reserves shall be first used to offset losses, and then new shares or cash may be allocated based on realized capital reserves subject to the percentage of original shares held by shareholders. Realized capital reserve as referred to in the preceding paragraph includes the premium from the issuance of shares at a price higher than par value and the income from the receipt of gifts. According to the Regulations Governing the Offering and Issuance of Securities by Securities Issuers, the total amount of capital reserve that can be capitalized annually shall not exceed 10% of the paid-in capital.

2. Retained earnings

Pursuant to the Company's Articles of Incorporation, if there is a profit in the final accounting of the year, the Company shall first pay tax, make up for the losses of the previous years, then appropriate 10% legal reserve, and make provision or reversal of special reserve according to laws and regulations. For the remaining earnings, the remaining balance plus the accumulated undistributed earnings of the previous years shall be added to the accumulated undistributed earnings of the previous years, and the board of directors shall draft a distribution proposal. If it is to be distributed in the form of new shares, the proposal shall be made to the shareholders meeting for resolution before distribution. The Company authorizes the Board of Directors to make a special resolution to distribute all or part of dividends and bonuses or legal reserve and capital reserve in cash and report to the shareholders' meeting. However, the percentage of earnings distribution and the percentage of cash dividends to shareholders may be adjusted by resolution of the shareholders' meeting depending on the actual profit and capital position of the year.

(1) Legal reserve

When the Company has no deficit, the Company may issue new shares or distribute cash with the legal reserve, upon resolution of the shareholders' meeting, provided that the legal reserve exceeds 25% of the paid-in capital.

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

(2) Special reserve

When the Company adopted the IFRSs approved by the FSC for the first time, it chose to apply IFRS 1 "First-time Adoption of the IFRSs" exemptions, and thus recognized the unrealized re-valuation increment, accumulated conversion adjustment (profit) under the shareholders' equity, and classified the assets as "investment property" on the conversion date, and the amount of the retained earnings increased by NTD 328,719 thousand based on the fair value on the conversion date, which was used as the recognized cost. The same amount of special reserve is appropriated in accordance with the Order of the Financial Supervisory Commission, Jin-Guan-Zheng-Fa-Zi No. 1010012865 dated April 6, 2012. If the amount of special reserve appropriated for the increase in retained earnings due to the first-time adoption of IFRSs on the conversion date is insufficient, the amount of special reserve appropriated for the increase in retained earnings due to the conversion to IFRSs of NTD 42,994 thousand should be appropriated. In addition, the aforementioned insufficient amount shall be made up for special reserve, and the amount of special reserve may be reversed for distribution of earnings when the related assets are used, disposed or reclassified. As of December 31, 2024 and 2023, the special reserve balance was both NTD 42,994 thousand.

In accordance with the above-mentioned letter, when the Company distributes the distributable earnings, for the difference between the net amount debited to the "Other shareholder's equity" and the balance of the special reserve set aside from the current profit or loss and the undistributed earnings of the previous period, the special reserve is set aside from the current profit or loss and the undistributed earnings of the previous period; for the amount debited to the "Other shareholder's equity" of the previous period, the special reserve is set aside from the undistributed earnings of the previous period and shall not be distributed. Subsequently, if there is a reversal of the amount debited to "Other shareholder's equity," the earnings may be distributed accordingly.

(3) Earnings distribution

The amounts of cash dividends for the 2023 and 2022 earnings distribution proposals as resolved by the Company's board of directors on March 14, 2024 and May 3, 2023, respectively, are as follows :

	2023		2022	
	Stock dividend rate (NTD)	Amount	Stock dividend rate (NTD)	Amount
Dividends distributed to common stock shareholders:				
Cash	\$ 2.20	<u>1,968,488</u>	1.50	<u>1,342,150</u>

The Company's Board of Directors resolved the 2024 earnings distribution proposal on March 12, 2025. The amount of dividends distributed to the shareholders is as follows:

	2024	
	Stock dividend rate (NTD)	Amount
Dividends distributed to common stock shareholders:		
Cash	\$ 2.80	<u>2,505,348</u>

The information on the earnings distribution proposed by the Board of Directors and resolved by the shareholders' meeting of the Company can be found on the MOPS.

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

3. Treasury stock

- (1) In 2024, the Company bought back a total of 9,000 thousand shares of treasury shares for the purpose of encouraging employees and enhancing employees' loyalty according to Article 28-2 of the Securities and Exchange Act. As of December 31, 2024, the number of shares not repurchased totaled 9,000 thousand, which were repurchased for the purpose of encouraging employees and enhancing their loyalty. Changes in the Company's treasury stock are as follows:

	2024
Opening balance as of January 1	\$ -
Buy back treasury stock	9,000
Transfer of employees	-
Closing balance as of December 31	<u>\$ 9,000</u>

According to the Securities and Exchange Act, the Company's treasury stock may not be pledged and is not entitled to the rights of shareholders before transfer.

In 2023, the Company did not buy back any treasury stock.

- (2) Shares of the Company held by subsidiaries

The number of shares and market price of the Company's shares held as of December 31, 2024 and 2023 are as follows:

	2024.12.31		2023.12.31	
		Number of shares held (Thousand shares)		Number of shares held (Thousand shares)
Name of subsidiary	Market price		Market price	
Huang-Ho Invest. Company Limited	\$ 1,095,798	21,278	1,244,742	21,278
City Chain Company Limited	1,430,764	27,782	1,625,237	27,782
Total	<u>\$ 2,526,562</u>	<u>49,060</u>	<u>2,869,979</u>	<u>49,060</u>

As of December 31, 2024 and 2023, the total amount of the Company's shares held by subsidiaries and transferred to treasury stock was both NTD 219,132 thousand.

4. Other equity

	Exchange differences on translation of financial statements of foreign operations	Unrealized gain or loss on financial assets at fair value through other comprehensive income	Total
Balance as of January 1, 2024	\$ (1,082,041)	2,185,955	1,103,914
Share of the exchange difference of the affiliated company under the equity method	82,706	-	82,706
Unrealized gain or loss on financial assets at fair value through other comprehensive income	-	82,665	82,665
Exchange differences arising from the translation of net assets of foreign operations	360,270	-	360,270
Balance as of December 31, 2024	<u>\$ (639,065)</u>	<u>2,268,620</u>	<u>1,629,555</u>

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

	Exchange differences on translation of financial statements of foreign operations	Unrealized gain or loss on financial assets at fair value through other comprehensive income	Total
Balance as of January 1, 2023	\$ (863,132)	2,159,142	1,296,010
Share of the exchange difference of the affiliated company under the equity method	(33,224)	-	(33,224)
Unrealized gain or loss on financial assets at fair value through other comprehensive income	-	26,813	26,813
Exchange differences arising from the translation of net assets of foreign operations	(185,685)	-	(185,685)
Balance as of December 31, 2023	<u>\$ (1,082,041)</u>	<u>2,185,955</u>	<u>1,103,914</u>

(XXV) Earnings per share

1. Basic earnings per share

The basic earnings per share of the consolidated company in 2024 and 2023 are calculated based on the net income attributable to the Company's common stock shareholders and the weighted average number of common stock shares outstanding. The relevant calculations are as follows:

(1) Net profit attributable to the Company's common stock shareholders

	2024	2023
Net profit attributable to the Company's common stock shareholders	<u>\$ 3,529,389</u>	<u>4,069,204</u>

(2) Weighted average outstanding common stock

	2024	2023
Outstanding ordinary shares, January 1	\$ 894,767	894,767
The impact of the subsidiary holding the parent company's shares is regarded as the effect of the treasury stock	(49,060)	(49,060)
Effect of treasury stock	(6,392)	-
Weighted average outstanding common stock, December 31	<u>\$ 839,315</u>	<u>845,707</u>

(3) Basic earnings per share

	2024	2023
Basic earnings per share	<u>\$ 4.21</u>	<u>4.81</u>

2. Diluted earnings per share

The diluted earnings per share for 2024 and 2023 are calculated based on the net profit attributable to the Company's common stock shareholders and the weighted average number of common stock shares outstanding after adjusting the potential dilution effect of all potential common stock shares. The relevant calculations are as follows:

(1) Net profit attributable to the Company's common stock shareholders (diluted)

	2024	2023
Net income attributable to the Company's common stock shareholders (diluted)	<u>\$ 3,529,389</u>	<u>4,069,204</u>

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

(2) Weighted average outstanding common stock (diluted)

	2024	2023
Weighted average outstanding common stock (basic)	\$ 839,315	845,707
Effect of employee stock bonus	<u>2,618</u>	<u>1,673</u>
Weighted average number of outstanding common stock (diluted), December 31	<u>\$ 841,933</u>	<u>847,380</u>

(3) Diluted earnings per share

	2024	2023
Diluted earnings per share	<u>\$ 4.19</u>	<u>4.80</u>

(XXVI) Revenue from customer contracts

1. Breakdown of revenue

		2024						
		Agricultural food	Meat	Food	Dining and shopping malls	Southeast Asia	East Asia	Others
Key regional markets:								Total
Taiwan	\$	31,972,884	13,310,663	4,627,092	2,124,470	-	-	38,254
Mainland China		2,017,758	-	-	971,787	-	26,275,897	-
Vietnam		18,036,294	-	-	-	-	-	-
Other regions		299,961	-	-	-	2,819,551	-	254,452
	\$	52,326,897	13,310,663	4,627,092	3,096,257	2,819,551	26,275,897	292,706
								102,749,063
Main product lines:								
Feeds	\$	43,503,401	2,033,346	-	-	-	7,763,832	-
Commodity oils and fats		7,084,818	-	-	-	-	-	-
Meat		-	11,277,317	-	-	-	6,958,311	-
Food		-	-	4,627,092	3,096,257	-	11,553,754	-
Others		1,738,678	-	-	-	2,819,551	-	292,706
	\$	52,326,897	13,310,663	4,627,092	3,096,257	2,819,551	26,275,897	292,706
								102,749,063
		2023						
		Agricultural food	Meat	Food	Dining and shopping malls	Southeast Asia	East Asia	Others
Key regional markets:								Total
Taiwan	\$	36,799,853	15,142,220	4,099,323	2,080,123	-	-	54,288
Mainland China		1,757,128	-	-	987,872	-	28,342,524	-
Vietnam		18,981,313	-	-	-	-	-	-
Other regions		240,655	-	-	-	2,623,630	-	-
	\$	57,778,949	15,142,220	4,099,323	3,067,995	2,623,630	28,342,524	54,288
								111,108,929

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

		2023						
		Agricultural food	Meat	Food	Dining and shopping malls	Southeast Asia	East Asia	Others
Main product lines:								
Feeds	\$	41,810,472	2,205,003	-	-	-	9,993,358	-
Commodity oils and fats		14,809,060	-	-	-	-	-	-
Meat		-	12,937,217	-	-	-	8,092,242	-
Food		-	-	4,099,323	3,067,995	-	10,256,924	-
Others		1,159,417	-	-	-	2,623,630	-	54,288
	\$	<u>57,778,949</u>	<u>15,142,220</u>	<u>4,099,323</u>	<u>3,067,995</u>	<u>2,623,630</u>	<u>28,342,524</u>	<u>54,288</u>
								<u>111,108,929</u>

2. Contract balance

	2024.12.31	2023.12.31
Notes receivable	\$ 1,175,185	1,587,861
Accounts receivable	7,191,941	7,243,598
Less: Loss allowance	(449,387)	(381,576)
Total	<u>\$ 7,917,739</u>	<u>8,449,883</u>
Contract liabilities- Receipts in advance	<u>\$ 240,263</u>	<u>220,508</u>

Please refer to Note 6(4) for the disclosure of accounts receivable and its impairment.

Contract liabilities are booked in other current liabilities - others.

The opening balance of contract liabilities for January 1, 2024 and 2023 was recognized as income for 2024 and 2023, amounting to NTD 220,012 thousand and NTD 156,407 thousand, respectively.

(XXVII) Remuneration to employees and directors

According to the Articles of Incorporation of the Company, if there is profit in the year, the Company shall appropriate no less than 2% as the remuneration to employees and no more than 2% as the remuneration to directors. However, if the Company still has accumulated losses, an amount shall be reserved in advance to offset the losses. The recipients of the employee compensation in the preceding paragraph, to whom shares or cash are paid, include the employees of the subsidiary who meet certain criteria.

For the years ended 2024 and 2023, the Company provided NTD 124,985 thousand and NTD 112,000 thousand as employees' remuneration, respectively, and NTD 45,000 thousand for both years as remuneration to directors. These were based on the amount of the Company's pre-tax profit for the period before deducting the remuneration of employees and directors and multiplied by the allocation of remuneration to employees and directors as set out in the Articles of Incorporation of the Company as the estimation basis, and were accounted as operating cost or operating expenses for the period. If the board of directors resolves to pay shares as remuneration to employees, the number of shares shall be calculated based on the closing price of the common stock on the day before the resolution of the board of directors. Please visit the MOPS for the relevant information.

The amounts of remuneration distributed to employees and directors as resolved by the board of directors are no different from the amounts estimated in the Company's consolidated financial statements for 2024 and 2023.

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

(XXVIII) Non-operating income and expenses

1. Interest revenue

The interest income of the consolidated company is detailed as follows:

	2024	2023
Interest revenue from bank deposits	\$ 130,949	136,147

2. Other gains and losses

The consolidated company's other gains and losses are detailed as follows:

	2024	2023
Gain (loss) on foreign currency exchange	\$ 2,341	12,529
Net gain on financial assets and liabilities at fair value through profit or loss	208,225	63,298
Dividend revenue	128,496	129,814
Rental income	64,008	45,853
Losses (Gains) from the disposal of property, plant and equipment	47,014	(48,993)
Reversal gain (impairment) of property, plant and equipment	37,945	1,316
Impairment loss of right-of-use assets	-	(3,203)
Government grant income	56,567	81,017
Others	196,764	222,578
	\$ 741,360	504,209

3. Financial costs

The consolidated company's financial costs are detailed as follows:

	2024	2023
Interest expense - borrowings	\$ 524,629	587,992
Interest expense - lease liabilities	95,323	64,504
Total	\$ 619,952	652,496

(XXIX) Financial instruments

1. Types of financial instruments

2. Credit risk

(1) Credit risk exposure

The book value of financial assets represents the maximum credit risk exposure. The maximum credit risk exposure amount as of December 31, 2024 and 2023 was NTD 19,424,801 thousand and NTD 18,437,531 thousand, respectively.

(2) Concentration of credit risk

The consolidated company has a wide customer base and does not have significant concentration of transactions and sales to a single customer. Therefore, there is no significant and moderate credit risk of accounts receivable. In order to reduce credit risk, the Company also regularly evaluates customers' financial status and requires them to provide collateral if necessary.

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

3. Liquidity risk

The contractual maturities of financial liabilities are shown in the following table, including estimated interest but excluding the effect of the agreement on the net amount.

	Carrying amount:	Contractual cash flow	Within 6 months	6-12 months	1-2 years	2-5 years	Over 5 years
December 31, 2024							
Short-term borrowings	\$ 16,459,148	16,527,618	15,694,050	833,568	-	-	-
Short-term notes payable	2,060,000	2,060,000	2,060,000	-	-	-	-
Notes and accounts payable	6,477,244	6,477,244	6,477,244	-	-	-	-
Other payables	1,597,308	1,597,308	1,597,308	-	-	-	-
Other current liabilities - Other	20,624	20,624	20,624	-	-	-	-
Long-term borrowings	2,421,173	2,497,303	288,118	-	-	2,209,185	-
Guarantee deposits received	111,390	111,390	61,158	3,097	12,978	33,603	554
Lease liabilities	2,306,452	3,034,831	152,166	135,698	251,033	645,241	1,850,693
Derivative financial liabilities							
Corn structured products:							
Outflow	811	811	811	-	-	-	-
	\$ 31,454,150	32,327,129	26,351,479	972,363	264,011	2,888,029	1,851,247
December 31, 2023							
Short-term borrowings	\$ 13,359,945	13,446,530	13,446,530	-	-	-	-
Short-term notes payable	3,870,000	3,870,000	3,870,000	-	-	-	-
Notes and accounts payable	5,833,362	5,833,362	5,833,362	-	-	-	-
Other payables	1,259,869	1,259,869	1,259,869	-	-	-	-
Other current liabilities - Other	37,275	37,275	37,275	-	-	-	-
Long-term borrowings	2,033,686	2,155,827	-	-	-	2,155,827	-
Guarantee deposits received	97,270	97,270	42,706	11,287	8,387	34,890	-
Lease liabilities	2,150,929	2,834,827	137,500	132,965	223,134	583,378	1,757,850
Derivative financial liabilities							
Foreign exchange forward contract:							
Outflow	56,614	56,614	56,614	-	-	-	-
	\$ 28,698,950	29,591,574	24,683,856	144,252	231,521	2,774,095	1,757,850

The consolidated company does not expect the maturity analysis of cash flows will be significantly early or the actual amount will be significantly different.

4. Exchange rate risk

(1) Exchange rate risk exposure

The consolidated company's financial liabilities exposed to significant foreign exchange rate risk are as follows:

	2024.12.31			2023.12.31			
	Foreign currency	Exchange rate	NTD	Foreign currency	Exchange rate	NTD	
<u>Financial liabilities</u>							
<u>Monetary items</u>							
US Dollars	\$	32,440	32.717	1,061,323	48,736	30.725	1,497,427

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

(2) Sensitivity analysis

The consolidated company's exchange rate risk arises mainly from long-term and short-term borrowings denominated in foreign currencies, which gives rise to foreign currency exchange gains and losses at the time of conversion. When the NTD depreciated or appreciated by 1% against the USD, CNY or JPD as of December 31, 2024 and 2023, and all other factors remained unchanged, the net profit before tax for 2024 and 2023 would increase by NTD 10,613 thousand and NTD 14,974 thousand, respectively. The analysis of the two periods is based on the same basis.

(3) Disclosure of exchange gains and losses

As the consolidated company uses a wide variety of transaction currencies, the information about exchange gain or loss of monetary items is disclosed by summarization. Please refer to Note 6(28) for the information about foreign currency exchange gain or loss (including realized and unrealized) in 2024 and 2023.

5. Interest rate analysis

The interest rate risk exposure of the consolidated company's financial assets and financial liabilities is described in the note regarding the liquidity risk management.

The following sensitivity analysis is based on the interest rate risk exposure of the derivatives and non-derivative instruments on the reporting date. For the liabilities with floating interest rates, the analysis method is based on the assumption that the amount of liabilities outstanding on the reporting date is outstanding throughout the year. The rate of change used in the consolidated company's internal report to the management is 1%, which also represents management's assessment of the reasonably possible range of interest rate changes.

If interest rates had increased or decreased by 1%, with all other variables held constant, the consolidated company's net income before tax for 2024 and 2023 would have decreased or increased by NTD 32,503 thousand and NTD 43,166 thousand, respectively, mainly due to the consolidated company's deposits and borrowings with variable interest rates Investment.

6. Other price risks

If the price of equity securities changes on the reporting date (the two analysis are based on the same basis, and assuming other variables unchanged), the impact on the comprehensive income is as follows:

	2024		2023	
	Other	Profit or loss	Other	Profit or loss
Securities price on the reporting date	comprehensive income after tax	after tax	comprehensive income after tax	after tax
Up 1%	\$ 27,255	29	26,445	33
Down 1%	\$ (27,255)	(29)	(26,445)	(33)

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

7. Fair value

(1) Types and fair values of financial instruments

Financial assets and liabilities measured at fair value through profit or loss and financial assets measured at fair value through other comprehensive income are measured at fair value on a repetitive basis. The carrying amount and fair value of various financial assets and financial liabilities (including fair value hierarchy information, but the carrying amount of the financial instrument not measured at fair value is a reasonable approximation of the fair value, and there is no quoted price in the active market and the fair value cannot be reliable for measurement of equity instrument investment, and there is no need to disclose the fair value information according to the regulations) is shown as follows:

2024.12.31					
	Carrying amount:	Fair value			
		Level 1	Level 2	Level 3	Total
Financial assets measured at fair value					
through profit or loss					
Non-hedging derivatives					
Foreign exchange forward contract	\$ 9,079	-	9,079	-	9,079
Corn structured products	9,467	-	9,467	-	9,467
Non-derivative financial assets- Current					
Listed (OTC) company stocks	2,902	2,902	-	-	2,902
Subtotal	<u>\$ 21,448</u>	<u>2,902</u>	<u>18,546</u>	<u>-</u>	<u>21,448</u>
Financial assets measured at fair value					
through other comprehensive income					
Domestic listed stocks	\$ 2,627,619	2,627,619	-	-	2,627,619
Domestic and foreign unlisted stocks	97,440	-	-	97,440	97,440
Others	401	-	401	-	401
Subtotal	<u>\$ 2,725,460</u>	<u>2,627,619</u>	<u>401</u>	<u>97,440</u>	<u>2,725,460</u>
Financial assets measured at amortized cost					
Cash and cash equivalent	\$ 8,134,872	-	-	-	-
Notes receivable	1,175,185	-	-	-	-
Accounts receivable	6,742,554	-	-	-	-
Other financial assets- Current	257,227	-	-	-	-
Other non-current assets- Others	368,055	-	-	-	-
Subtotal	<u>\$ 16,677,893</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Financial liabilities measured at fair value					
through profit or loss					
Non-hedging derivatives					
Corn structured products	<u>\$ 811</u>	<u>-</u>	<u>811</u>	<u>-</u>	<u>811</u>

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

		2024.12.31				
		Carrying amount:	Fair value			
			Level 1	Level 2	Level 3	Total
Financial liabilities measured at amortized cost						
Long-term borrowings	\$	2,421,173	-	-	-	-
Short-term borrowings		16,459,148	-	-	-	-
Short-term notes payable		2,060,000	-	-	-	-
Notes payable		248,380	-	-	-	-
Accounts payable		6,228,864	-	-	-	-
Other payables		1,597,308	-	-	-	-
Lease liabilities		2,306,452	-	-	-	-
Guarantee deposits received		111,390	-	-	-	-
Other current liabilities - Other		20,624	-	-	-	-
Subtotal	\$	31,453,339	-	-	-	-
2023.12.31						
		Carrying amount:	Fair value			
			Level 1	Level 2	Level 3	Total
Financial assets measured at fair value through profit or loss						
Non-hedging derivatives						
Foreign exchange forward contract	\$	7,796	-	7,796	-	7,796
Non-derivative financial assets- Current						
Listed (OTC) company stocks		3,304	3,304	-	-	3,304
Hybrid contract						
Structured deposits		52,023	-	52,023	-	52,023
	\$	63,123	3,304	59,819	-	63,123
Financial assets measured at fair value through other comprehensive income						
Domestic listed stocks	\$	2,547,182	2,547,182	-	-	2,547,182
Domestic and foreign unlisted stocks		96,988	-	-	96,988	96,988
Others		374	-	374	-	374
Subtotal	\$	2,644,544	2,547,182	374	96,988	2,644,544
Financial assets measured at amortized cost						
Cash and cash equivalent	\$	6,341,576	-	-	-	-
Notes receivable		1,587,861	-	-	-	-
Accounts receivable		6,862,022	-	-	-	-
Other financial assets- Current		299,049	-	-	-	-
Other non-current assets- Others		336,267	-	-	-	-
Subtotal	\$	15,426,775	-	-	-	-
Financial liabilities measured at fair value through profit or loss						
Foreign exchange forward contract	\$	56,614	-	-	-	-

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

		2023.12.31				
		Carrying amount:	Fair value			
			Level 1	Level 2	Level 3	Total
Financial liabilities measured at amortized cost						
Long-term borrowings	\$	2,033,686	-	-	-	-
Short-term borrowings		13,359,945	-	-	-	-
Short-term notes payable		3,870,000	-	-	-	-
Notes payable		255,967	-	-	-	-
Accounts payable		5,577,395	-	-	-	-
Other payables		1,259,869	-	-	-	-
Lease liabilities		2,150,928	-	-	-	-
Guarantee deposits received		97,270	-	-	-	-
Other current liabilities - Other		37,275	-	-	-	-
Subtotal	\$	28,642,335	-	-	-	-

(2) Valuation technique for the fair value of financial instruments measured at fair value

A. Financial instruments

If there is a quoted market price for the financial instrument, the quoted price on the active market is used as the fair value. The market price announced by the major exchanges is the basis of the fair value of the listed equity instruments.

If open quotations of financial instruments can be obtained in a timely manner from exchanges, brokers, underwriters, industrial associations, pricing service institutions or competent authorities, and the prices represent actual and frequently occurring fair market transactions, then the financial instruments possess open quotations in the active market. If the above conditions are not met, the market is deemed inactive. Generally speaking, a large spread of the bid-ask spread, a significant increase in the spread of the bid-ask price, or a low trading volume are indicators of an inactive market.

If the financial instruments held by the consolidated company belong to an active market, the fair value is listed as follows by category and attribute:

- The shares of listed companies are financial assets and financial liabilities with standard terms and conditions and are traded in the active market. The fair value is determined by reference to market quotations.

If the financial instruments held by the consolidated company are in the non-active market, the fair value is listed as follows by category and attribute:

- Equity instruments without public quotations: The fair value is estimated using the market comparable company method, and the main assumption is based on the earnings multiplier derived from the market quotations of comparable listed companies of the investee. The estimate has adjusted the effect of the discount due to the lack of market liquidity of the equity securities.
- The fair value of the structured deposits is the amount that the consolidated company is expected to receive if the contract is terminated on the reporting date as agreed. Generally, it includes unrealized gains on contracts not settled in the current period. The consolidated company's structured deposits are quoted from financial institutions for reference.

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

B. The fair value of derivative financial instruments is the amount that the consolidated company is expected to receive or have to pay if the contract is terminated on the statement date as agreed. Generally, it includes the unrealized gains and losses of the unsettled contracts in the current period. Most of the consolidated company's derivative financial instruments have quotations from financial institutions for reference.

C. Non-financial instruments

For biological asset evaluation information, please refer to Note 6(6). For the valuation information of investment property, please refer to Note 6(14).

(3) Transfer between Level 1 and Level 2

There were no transfers of significant Level 1 or Level 2 financial assets in 2024 and 2023.

(4) Details of changes in Level 3

	Measured at fair value through other comprehensive income
January 1, 2024	\$ 96,988
Disposal	(47)
Exchange rate effect	499
December 31, 2024	<u><u>\$ 97,440</u></u>
January 1, 2023	\$ 96,989
Exchange rate effect	(1)
December 31, 2023	<u><u>\$ 96,988</u></u>

(5) Quantitative information on the fair value measurement of significant unobservable inputs (Level 3)

The consolidated company's financial assets measured at fair value and classified as Level 3 include financial assets measured at fair value through other comprehensive income- Equity instruments.

The fair value of the consolidated company's equity instrument investment classified as Level 3 inactive market equity instrument investment has multiple significant unobservable inputs. Since the significant unobservable inputs of equity instrument investments in an inactive market are independent of each other, there is no correlation.

The quantitative information of the significant unobservable inputs is as follows:

Item	Valuation technique	Unobservable significant input	Relationship between the unobservable significant input and fair value
Financial assets measured at fair value through other comprehensive income - investments in equity instruments for which there is no active market	Public comparable companies method	<ul style="list-style-type: none"> Discount for lack of marketability (30% for December 31, 2024 and December 31, 2023) Price-to-earning ratio multiples (2024.12.31, and 2023.12.31, 17.92 - 21.83, and 14.21 ~ 21.43, respectively) 	<ul style="list-style-type: none"> The higher the lack of market liquidity discount, the lower the fair value. The higher the multiplier, the higher the fair value.

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

(6) Fair value measurement for Level 3, fair value sensitivity analysis of reasonably possible alternative assumptions

The consolidated company's measurement of the fair value of the financial instruments is reasonable; however, the use of different valuation models or valuation parameters may result in different valuation results. For financial instruments classified as Class 3, if the valuation parameters change, the impact on the current profit and loss or other comprehensive income is as follows:

		Change upwards or downwards	Fair value changes reflected in other comprehensive income	
	Input value		Favorable change	Unfavorable change
December 31, 2024				
Financial assets measured at fair value through other comprehensive income				
Equity instrument investment without an active market	Price-earnings ratio	5%	8,740	(8,740)
December 31, 2023				
Financial assets measured at fair value through other comprehensive income				
Equity instrument investment without an active market	Price-earnings ratio	5%	3,495	(3,495)

The favorable and unfavorable changes in the consolidated company refer to the fluctuation in the fair value, and the fair value is calculated with the valuation technique based on the input parameters that are unobservable in different degrees. If the fair value of a financial instrument is affected by more than one input, the above table only reflects the impact of changes in a single input, and does not take into account the correlation and variability between the inputs.

Financial instruments not measured at fair value

The carrying amounts of the consolidated company's financial instruments not measured at fair value, such as cash and cash equivalents, notes and accounts receivable, other financial assets - current, other receivables from related parties, other current assets, other non-current assets, short-term borrowings, notes and accounts payable, other payables, long-term debts maturing within a year or one operating cycle, other current liabilities - other, long-term borrowings, and guarantee deposits received are reasonable approximations of their fair values, and financial assets measured at cost are equity instruments without a quoted price in an active market and with a fair value that cannot be reliably measured, and are recorded at cost less accumulated impairments, and the fair value information is not required to be disclosed in accordance with the regulations.

The Company's fair value measurement classified as Class III includes biological assets and investment property. Since it is impossible to fully grasp the relationship between the significant unobservable input value and fair value, the quantitative information is not disclosed.

Please refer to Note 6(6) for the valuation process of the biological assets classified as Class III, and Note 6(14) for the valuation process of the investment property.

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

The consolidated company is engaged in financial instruments that do not meet the offsetting conditions specified in paragraph 42 of IAS 32 endorsed by the FSC, but has entered into a similar agreement with the counterparty that is subject to executable netting. The above-mentioned executable net settlement is similar to the agreement where if one party to the transaction defaults, the other party to the transaction may choose to settle the transaction at a net amount. The relevant information is as follows:

2024.12.31						
Financial assets that are eligible for the net amount settlement agreement						
	Total financial assets recognized (a)	Total financial liabilities already offset and recognized in the balance sheet (b)	Net financial assets on the balance sheet c = (a)-(b)	The amount not offset in the balance sheet (d)		Net (e) = (c)-(d)
				Financial instruments (Note)	Collaterals received for cash guarantee	
Foreign exchange forward contract	\$ 9,079	-	-	9,079	-	-
2024.12.31						
Financial liabilities that are eligible for the net amount settlement agreement						
	Total financial liabilities recognized (a)	Total financial assets already offset and recognized in the balance sheet (b)	Net financial liabilities on the balance sheet c = (a)-(b)	The amount not offset in the balance sheet (d)		Net (e) = (c)-(d)
				Financial instruments (Note)	Collaterals received for cash guarantee	
Foreign exchange forward contract	\$ -	-	-	-	-	-
2023.12.31						
Financial assets that are eligible for the net amount settlement agreement						
	Total financial assets recognized (a)	Total financial liabilities already offset and recognized in the balance sheet (b)	Net financial assets on the balance sheet c = (a)-(b)	The amount not offset in the balance sheet (d)		Net (e) = (c)-(d)
				Financial instruments (Note)	Collaterals received for cash guarantee	
Foreign exchange forward contract	\$ 7,796	-	-	7,796	-	-
2023.12.31						
Financial liabilities that are eligible for the net amount settlement agreement						
	Total financial liabilities recognized (a)	Total financial assets already offset and recognized in the balance sheet (b)	Net financial liabilities on the balance sheet c = (a)-(b)	The amount not offset in the balance sheet (d)		Net (e) = (c)-(d)
				Financial instruments (Note)	Collaterals received for cash guarantee	
Foreign exchange forward contract	\$ (56,614)	-	(56,614)	7,796	-	(48,818)

(Note) Including the net amount settlement agreement and non-cash financial collateral.

(XXX) Financial risk management

1. Overview

The consolidated company is exposed to the following risks due to the use of financial instruments:

- (1) Credit risk
- (2) Liquidity risk
- (3) Market risk

This note expresses the consolidated company's risk exposure information, the consolidated company's risk measurement and management objectives, policies, and procedures. Please refer to the notes to the parent company only financial statements for the quantitative disclosure in detail.

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

2. Risk management structure

The Board of Directors is responsible for developing and controlling the consolidated company's risk management policies.

The consolidated company's risk management policy is established to identify and analyze the risks faced by the consolidated company, set appropriate risk limits and controls, and supervise risks and risk limits compliance. The risk management policy and system are reviewed regularly to reflect the market situation and changes in the consolidated company's operations. Through training, management guidelines and operating procedures, the consolidated company develops a disciplined and constructive control environment to help all employees understand their roles and obligations.

The Board of Directors of the consolidated company supervises how the management monitors the merger.

The Company's compliance with the risk management policies and procedures, and review of the appropriateness of the consolidated company's risk management framework for the risks faced. The internal auditors assist the consolidated company's Board of Directors to play a supervisory role. These personnel conduct regular and extraordinary review of risk management control and procedures, and report the results of the review to the Board of Directors.

3. Credit risk

The consolidated company's main potential credit risk arises from cash, equity securities, and accounts receivable. The Company's cash is deposited in different financial institutions. Equity securities are funds issued by companies with good credit ratings and listed stocks. The Company controls the credit risk of each financial institution and believes that the Company's cash and the equity securities held will not have a significant credit risk of concentration.

(1) Accounts receivable and other receivables

The Company's main potential credit risk arises from the financial instruments of accounts receivable and other receivables. In order to reduce credit risk, the Company continues to evaluate the financial condition of customers, regularly assess the possibility of recovery of accounts receivable and set aside allowance for bad debt. The total amount of bad debt losses is within the expected amount of the competent authorities.

The consolidated company's credit risk exposure is mainly affected by the individual condition of each customer. However, the management also considers the statistics of the customers of the consolidated company, including the default risk of the industry and country the customer belongs to, since it may affect the credit risk.

The consolidated company has established a credit policy, and before granting standard payment and shipping terms and conditions and granting terms, the consolidated company shall analyze the credit rating of each new customer respectively. The limit of purchase quota shall be established according to individual customers, and the limit shall be reviewed regularly. Customers who do not meet the criteria of the Group's standard credit rating may only conduct transactions with the consolidated company on the basis of advance sales receipts.

All the consolidated company's major customers are not new customers, and no impairment loss is recognized for these customers. When monitoring the credit risk of customers, the customers are grouped according to their credit characteristics, including whether they are individual or corporate entities; whether they are distributors, retailers, or ultimate customers; and whether there are existing financial difficulties in the region, industry, age, maturity date, and previous existence. The credit department will monitor customers who are rated as high-risk customers.

The consolidated company has an account for bad debt allowance in place to reflect the estimated losses on accounts receivable and other receivables and investments. The major components of the allowance account include specific loss related to individual significant exposure, and combined loss of similar asset groups that have incurred but have not yet been identified. The allowance account for combined loss is determined based on the historical payment statistics of similar financial assets.

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

(2) Investment

The consolidated company engages in the trading of equity securities and securities futures through the centralized trading market, and expects that the counterparty will not default, so there is no significant credit transaction risk.

The credit risk of the consolidated company's cash in banks, fixed income investments and other financial instruments is not significant because the consolidated company's trading counterparties and performing parties are all reputable banks, financial institutions, corporate organizations and government agencies with investment grade or above, and there is no significant performance concern. Therefore, there is no significant credit risk.

(3) Guarantee

Please refer to Note 13(1) for the endorsement and guarantee provided by the consolidated company as of December 31, 2024 and 2023.

4. Liquidity risk

The consolidated company's capital and working capital is sufficient enough to fulfill all contractual obligations, so there is no liquidity risk due to the inability of financing for fulfilling contractual obligations. The fair value changes of the financial assets invested by the consolidated company are recognized in profit or loss. The financial assets are all in the active market, so it is expected that the financial assets can be sold quickly at a price close to the fair value in the market. The futures held by the consolidated company are not in an uneven position and can be leveled in the market at a reasonable price, so the liquidity risk is very low. The exchange rate of the forward foreign exchange contract held by the consolidated company has been defined, and there is no significant cash flow risk.

The liquidity risk arises when the consolidated company fails to deliver cash or other financial assets to settle financial liabilities and to perform its obligations. The consolidated company manages the liquidity in a manner that ensures that the consolidated company has sufficient current funds to repay matured liabilities under the general and pressure circumstances, without unacceptable losses or causing harm to the consolidated company's reputation.

Generally, the consolidated company ensures that it has sufficient cash to meet the need for expected operating expenditure for 60 days, including the performance of financial obligation, but excluding the potential effect which it is impossible to expect reasonably under extreme circumstances, such as natural disasters. In addition, the unused credit line of the consolidated company's loan amounted to NTD 17,237,123 thousand and NTD 11,647,002 thousand on December 31, 2024 and 2023, respectively.

5. Market risk

Market risk refers to the risk of changes in the consolidated company's income or the value of financial instruments due to changes in market prices, such as exchange rates, interest rates and equity instrument price changes. The objective of market risk management is to control the market risk exposure within the affordable range and to optimize return on investment.

The equity securities held by the consolidated company are mainly financial assets whose fair value changes are recognized in profit or loss. Therefore, such assets are measured at fair value, so the consolidated company is exposed to the risk of price changes in the equity securities market.

The consolidated company engages in forward foreign exchange contracts for hedging purposes. The gains and losses arising from changes in interest rates or exchange rates generally offset the gains and losses of the hedged items, so the market price risk is not significant.

The consolidated company engages in futures and options transactions contracts, and has stop-loss thresholds set according to the risks. The losses incurred can be controlled within the expected range, so the market price risk is not significant to the consolidated company as a whole and can be reasonably expected.

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

The fair value of the wealth management products invested by the consolidated company will change with the fluctuation of the market interest rate, so the consolidated company will be exposed to the risk of changes in market prices.

(1) Exchange rate risk

The consolidated company is exposed to exchange rate risk that is arising from the purchase and loan transactions denominated in a currency other than the functional currency of the Group enterprise. The functional currency of the Group is the NTD, as well as USD, CNY, JPY and EUR. Such transactions are mainly denominated in the currencies of NTD, USD, CNY, JPY and EUR.

At any time point, the consolidated company hedges the estimated exchange rate related to the expected purchase in the next six months. In addition, the consolidated company mostly uses forward foreign exchange contracts with maturity date of less than one year as the hedging instrument for exchange rate risk avoidance.

The interest on borrowings is denominated in the currency of the principal of the borrowings. Generally, the loan currency is the same as the currency of the cash flow generated from the consolidated company's operations, mainly NTD, but also USD, CNY, and EUR. In this case, the Company did not adopt hedge accounting because it did not have to sign derivatives.

When there is a short-term imbalance in other monetary assets and liabilities denominated in foreign currencies, the consolidated company is to maintain the net risk exposure at an acceptable level by buying or selling foreign currencies at the spot exchange rate.

(2) Interest rate risk

The consolidated company's long-term and short-term borrowings as of December 31, 2024 and 2023 were debt with floating interest rates. Therefore, changes in the market interest rates would lead to changes in the effective interest rate of the short-term and long-term borrowings, and thus fluctuations in future cash flows. Please refer to Note 6(29) for details of interest rate analysis.

(3) Other market price risk

The consolidated company is exposed to the equity price risk due to its investment in listed equity securities. The equity investment is not held for trading but is a strategic investment. The Company's equity price risk is mainly concentrated on Taiwan's stock exchange's equity instruments in the food industry. In order to meet the expected consumption and sales needs, the Company is therefore able to reasonably manage market risks.

(XXXI) Capital Management

The policy of the Board of Directors is to maintain a sound capital base in order to maintain the confidence of investors, creditors and the market, and support the future development of operations. Net debt is the total liabilities less cash and cash equivalents on the balance sheet. Capital includes the consolidated company's capital stock, capital reserve, retained earnings, other equity, treasury stock and non-controlling interests. The Board of Directors controls the debt-to-capital ratio and the dividend level of common shares.

The consolidated company's debt capital ratio as of December 31, 2024 and 2023 is as follows:

	<u>2024.12.31</u>	<u>2023.12.31</u>
Total Liabilities	\$ 36,234,487	33,010,871
Less: Cash and cash equivalent	<u>(8,134,872)</u>	<u>(6,341,576)</u>
Net debt	<u>\$ 28,099,615</u>	<u>26,669,295</u>
Total equity	<u>\$ 34,520,683</u>	<u>31,816,745</u>
Debt to capital ratio	<u>81.40%</u>	<u>83.82%</u>

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

(XXXII) Non-cash investment and financing activities

The consolidated company's non-cash transaction investment and financing activities in 2024 and 2023 are as follows:

1. For the right-of-use assets acquired by lease, please refer to Note 6(13).
2. The adjustment of liabilities from financing activities is as follows:

	2024.1.1	Cash flow	Leases	Non-cash changes	2024.12.31
				Changes in foreign exchange rates	
Long-term borrowings	\$ 2,033,686	295,109	-	92,378	2,421,173
Short-term borrowings	13,359,945	2,898,780	-	200,423	16,459,148
Short-term notes payable	3,870,000	(1,810,000)	-	-	2,060,000
Guarantee deposits received	97,270	14,120	-	-	111,390
Lease liabilities	2,150,929	(343,378)	352,192	146,709	2,306,452
Total liabilities from financing activities	\$ 21,511,830	1,054,631	352,192	439,510	23,358,163

	2023.1.1	Cash flow	Leases	Non-cash changes	2023.12.31
				Changes in foreign exchange rates	
Long-term borrowings	\$ 1,848,987	201,437	-	(16,738)	2,033,686
Short-term borrowings	15,153,347	(1,774,732)	-	(18,670)	13,359,945
Short-term notes payable	3,660,000	210,000	-	-	3,870,000
Guarantee deposits received	89,134	8,136	-	-	97,270
Lease liabilities	1,057,774	(316,061)	1,476,121	(66,905)	2,150,929
Total liabilities from financing activities	\$ 21,809,242	(1,671,220)	1,476,121	(102,313)	21,511,830

VII. Related party transactions

(I) Names of related parties and their relationships

The related parties who have transactions with the consolidated company during the period of the consolidated financial statements are as follows:

Name of related party	Relationship with the consolidated company
Dachan Liangyu Food (Tianjin) Company Limited	Affiliated enterprise
TIANJIN HAI REI FOOD LIMITED	Affiliated enterprise
Gallant / Dachan Seafood Company Limited	Affiliated enterprise
Great Wall Food (Tianjin) Company Limited	Affiliated enterprise
SAN INN ABATTOIR CORPORATION	Affiliated enterprise
Marubeni Corporation	Other related party
Marubeni (Dalian) Co., Ltd.	Other related party
Kou Feng Industrial Co., Ltd.	Other related party
TTET UNION CORPORATION	Other related party
Master Channels Corporation	Other related party
Beijing Hengtaifeng Catering Co., Ltd.	Other related party
Dacheng Real Estate Co., Ltd.	Other related party
Mengcun Hui Autonomous County Urban Construction Investment Co., Ltd.	Other related party

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

<u>Name of related party</u>	<u>Relationship with the consolidated company</u>
Shenzhen BGI Genomics Co., Ltd.	Other related party
Better Me Food Technology (Beijing) Co., Ltd.	Affiliated companies whose key management personnel have significant influence
Beijing Sister Kitchen Catering Management Co., Ltd.	Affiliated companies whose key management personnel have significant influence

(II) Major transactions with related parties

1. Operating revenue

The significant sales amount of the consolidated company to the related parties is as follows:

	<u>2024</u>	<u>2023</u>
Affiliated enterprise	\$ 107,114	96,981
Other related party	372,683	490,198
	<u>\$ 479,797</u>	<u>587,179</u>

The above sales prices and transaction conditions are not significantly different from the sales to general customers.

2. Procurement

The consolidated company's purchase amount to the related party is as follows:

	<u>2024</u>	<u>2023</u>
Affiliated enterprise	\$ 874,072	789,970
Other related party	618,545	427,771
	<u>\$ 1,492,617</u>	<u>1,217,741</u>

The purchase price of the consolidated company from the above-mentioned companies is not significantly different from the purchase price of the general manufacturer. The payment term is one to two months, which is not significantly different from the general manufacturers.

3. Receivables from related parties

The consolidated company's receivables from related parties are as follows:

<u>Presentation item</u>	<u>Category of related party</u>	<u>2024.12.31</u>	<u>2023.12.31</u>
Accounts receivable	Affiliated enterprise	\$ -	5,372
Accounts receivable	Other related party	9,662	14,065
Other receivables (accounted for in other financial assets - current)	Affiliated enterprise	37,319	32,191
Other receivables (accounted for in other financial assets - current)	Other related party	-	16,741
		<u>\$ 46,981</u>	<u>68,369</u>

The accounts receivable between related parties do not receive collateral, and after assessment, it is not necessary to recognize bad debts.

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

4. Payables to related parties

The consolidated company's payables to related parties are as follows:

Presentation item	Category of related party	2024.12.31	2023.12.31
Accounts payable	Affiliated enterprise	\$ 88,697	72,702
Accounts payable	Other related party	13,596	51,375
Other payables (stated as other current liabilities - other)	Affiliated enterprise	-	2,438
		\$ 102,293	126,515

5. Acquisition of other assets

The price for the acquisition of other assets by the consolidated company from the related party is summarized as follows:

Presentation item	Category of related party	2024.12.31	2023.12.31
Other non-current assets	Affiliated companies whose key management personnel have significant influence	\$ -	43,352

6. Financing with related parties

The consolidated company's loan amount from the related parties is as follows:

	2024.12.31	2023.12.31
Mengcun Hui Autonomous County Urban Construction Investment Co., Ltd.	\$ 142,601	159,536
Other related party	1,180	5,134
	\$ 143,781	164,670

The consolidated company's financing to the related party does not accrue interest.

7. Endorsements and guarantees

As of December 31, 2024 and 2023, the limit of the letter of credit issued to guarantee the affiliated enterprises' borrowings from the bank was NTD 0 and NTD 303,520 thousand, respectively.

8. Processing expense

The processing expenses of the consolidated company are detailed as follows:

	2024	2023
Affiliated enterprise	\$ 99,149	36,195
Other related party	328,032	321,974
	\$ 427,181	358,169

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

9. Leases

The consolidated company's rental income from leasing assets to related parties is as follows:

Lessee	Lease term	Subject matter of lease	Payment method	2024	2023
Affiliated enterprise	2015.01-2024.04	Land, plant and office	Paid monthly	\$ 4,687	17,728
Other related party	Unscheduled lease	Land, plant and office	Paid monthly	14,998	15,940
Affiliated companies whose key management personnel have significant influence	Unscheduled lease	Office	Paid monthly	43	837
				<u>\$ 19,728</u>	<u>34,505</u>

10. Management services

The consolidated company's management service revenue is detailed as follows:

	2024	2023
Affiliated enterprise	\$ 4,421	15,902
Other related party	4,496	4,485
	<u>\$ 8,917</u>	<u>20,387</u>

(III) Remuneration to key management personnel

	2024	2023
Short-term employee benefits	\$ 140,923	137,240
Post-employment benefits	1,520	1,396
	<u>\$ 142,443</u>	<u>138,636</u>

The consolidated company provided 2 vehicles with the cost of NTD 4,804 thousand for the use of the key management personnel in 2024 and 2023.

VIII. Pledged assets

The book value of the consolidated company's pledged assets is as follows:

Asset name	Subject matter of pledge guarantee	2024.12.31	2023.12.31
Certificates of deposit (recorded as other non-current assets - others)	Natural gas, fertilizer, lease deposits and business deposits, etc.	<u>\$ 10,348</u>	<u>10,810</u>

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

IX. Significant contingent liabilities and unrecognized contractual commitments

(I) The consolidated company's unrecognized contractual commitments are as follows:

	<u>2024.12.31</u>	<u>2023.12.31</u>
Property, plant and equipment acquired (amount yet to be paid)	<u>\$ 4,048,283</u>	<u>3,324,864</u>

(II) Letters of credit issued but not used by the Company:

	<u>2024.12.31</u>	<u>2023.12.31</u>
Letter of credit issued but not used (TWD)	<u>\$ -</u>	<u>2,690</u>
Letter of credit issued but unused (USD)	<u>\$ 48,457</u>	<u>70,860</u>
Letter of credit issued but unused (JPY)	<u>\$ 42,000</u>	<u>231,500</u>
Letter of credit issued but unused (EUR)	<u>\$ 5,921</u>	<u>764</u>

The balance of the guarantee paid as of December 31, 2024 and 2023 was US\$0 and US\$249,469.93, respectively.

(III) In order to guarantee the bank loan, the Company issued promissory notes separately:

	<u>2024.12.31</u>	<u>2023.12.31</u>
Issued unused promissory notes (TWD)	<u>\$ 18,127,475</u>	<u>14,615,000</u>
Issued unused promissory notes (USD)	<u>\$ 372,000</u>	<u>474,000</u>

X. Losses from major disasters: None.

XI. Material events after the period: None.

XII. Others

(I) Employee benefits, depreciation, depletion and amortization expenses by function are summarized as follows:

By function	2024			2023		
	Attributable to operating costs	Attributable to operating expenses	Total	Attributable to operating costs	Attributable to operating expenses	Total
By nature						
Employee benefit expense						
Salary expenses	3,236,203	2,975,999	6,212,202	3,206,512	2,850,638	6,057,150
Labor and national health insurance expenses	277,430	219,028	496,458	257,965	198,661	456,626
Pension expense	186,919	192,853	379,772	169,158	181,231	350,389
Other employee benefit expenses	120,440	82,537	202,977	108,920	87,030	195,950
Depreciation expense	1,903,116	692,496	2,595,612	1,723,397	610,405	2,333,802
Depletion expense	-	-	-	-	-	-
Amortization expense	31,510	20,747	52,257	10,268	23,043	33,311

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

XIII. Disclosures in Notes

(I) Information on significant transactions

The material transactions to be disclosed by the consolidated company in 2024 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers are as follows:

1. Loaning of funds to others:

No.	Lender	Borrower	Account category	Whether a related party	Highest balance in the current period	End-of-period balance	The actual drafted amount (Note 3)	Interest rate range	Nature of the loaning of funds (Note 1)	Amount of business transactions	Reason for short-term funding	Amount of Loss Allowance	Collateral		Single borrower lending limit	Aggregate lending limit
													Name	Value		
0	Great Wall Enterprise Co., Ltd.	City Chain Company Limited	Related party receivables	Yes	100,000	100,000	-	2.33%	2	-	Working capital	-	None	-	5,130,057 (Note 2)	10,260,113 (Note 2)
0	"	MAY LAN LEI CO., LTD. May Lan Lei Company Limited	"	Yes	1,600,000	1,600,000	115,000	2.33%	2	-	"	-	"	-	5,130,057 (Note 2)	10,260,113 (Note 2)
0	"	Total Nutrition Technology Company Limited	"	Yes	50,000	50,000	-	2.33%	2	-	"	-	"	-	5,130,057 (Note 2)	10,260,113 (Note 2)
0	"	Huang-Ho Invest. Company Limited	"	Yes	50,000	50,000	-	2.33%	2	-	"	-	"	-	5,130,057 (Note 2)	10,260,113 (Note 2)
0	"	Oriental Best Foods Company Limited	"	Yes	150,000	150,000	10,000	2.33%	2	-	"	-	"	-	5,130,057 (Note 2)	10,260,113 (Note 2)
0	"	Great Wall International (Group) Co., Ltd.	"	Yes	491,775	491,775	-	2.33%	2	-	"	-	"	-	5,130,057 (Note 2)	10,260,113 (Note 2)
0	"	Neo Foods Company Limited	"	Yes	150,000	150,000	94,000	2.33%	2	-	"	-	"	-	5,130,057 (Note 2)	10,260,113 (Note 2)
1	Great Wall International (Holdings) Limited	Great Wall Milling Company Limited (GWM)	"	Yes	8,524	8,524	8,524	-	2	-	"	-	"	-	4,457,468 (Note 4)	4,457,468 (Note 4)
1	"	Great Wall FeedTech(Holding s) Ltd.	"	Yes	495,978	495,978	259,545	-	2	-	"	-	"	-	4,457,468 (Note 4)	4,457,468 (Note 4)
1	"	Tianjin Food Investment Co., Ltd.	"	Yes	255,723	255,723	255,723	6.15%	2	-	"	-	"	-	4,457,468 (Note 4)	4,457,468 (Note 4)
2	Dachan Food(Asia) Limited	DACHAN WANDA (TIANJIN) CO LTD.	"	Yes	1,540,895	1,540,895	1,540,895	- %	2	-	"	-	"	-	1,969,429 (Note 2)	3,938,857 (Note 2)
2	"	Miyasun-Great Wall Foods (Dailian) Company Limited (MIY-DL)	"	Yes	114,748	114,748	114,748	-	2	-	"	-	"	-	1,969,429 (Note 2)	3,938,857 (Note 2)
2	"	Great Wall Agri (Yingkou) Company Limited (GWAYK)	"	Yes	524,560	524,560	524,560	-	2	-	"	-	"	-	1,969,429 (Note 2)	3,938,857 (Note 2)
3	Route 66 Fast Food Ltd.	Beijing Universal Chain Food Company Limited	"	Yes	61,560	61,419	61,419	- %	2	-	"	-	"	-	851,551 (Note 6)	851,551 (Note 6)
3	"	Tai Ji Food co., Ltd.	"	Yes	47,397	47,351	47,351	-	2	-	"	-	"	-	851,551 (Note 6)	851,551 (Note 6)
4	City Chain Company Limited	Tai Ji Food co., Ltd.	"	Yes	35,979	-	-	- %	2	-	"	-	"	-	844,103 (Note 4)	844,103 (Note 4)
4	"	Tianjin Fast Food Limited	"	Yes	139,472	-	-	-	2	-	"	-	"	-	844,103 (Note 4)	844,103 (Note 4)
4	"	Route 66 Fast Food Ltd.	"	Yes	103,990	-	-	- %	2	-	"	-	"	-	844,103 (Note 4)	844,103 (Note 4)
4	"	Great Wall Enterprise Co., Ltd.	"	Yes	100,000	100,000	30,000	2.33%	2	-	"	-	"	-	844,103 (Note 4)	844,103 (Note 4)
4	"	An Hsin Chiao Chu Company Limited	"	Yes	2,000	2,000	-	2.33%	2	-	"	-	"	-	844,103 (Note 4)	844,103 (Note 4)
5	Dachan Aquaculture Limited	PT. Misaja Mitra(MM)	"	Yes	58,637	-	-	5.80%	2	-	"	-	"	-	341,624 (Note 4)	341,624 (Note 4)
5	"	PT. Mustika Minanusa Aurora(MMA)	"	Yes	16,393	16,393	16,393	- %	2	-	"	-	"	-	341,624 (Note 4)	341,624 (Note 4)
6	Great Wall Northeast Asia Corporation	DACHAN WANDA (TIANJIN) CO LTD.	"	Yes	721,270	721,270	721,270	- %	2	-	"	-	"	-	3,922,014 (Note 4)	3,922,014 (Note 4)
6	"	Great Wall Agri (Tieling) Company Limited	"	Yes	229,395	228,041	228,041	0%~3.1%	2	-	"	-	"	-	3,922,014 (Note 4)	3,922,014 (Note 4)
6	"	GREAT WALL AGRITECH (LIAONING) CO LTD (INCORPORATED IN HK)	"	Yes	367,032	364,866	364,866	0%~3.1%	2	-	"	-	"	-	3,922,014 (Note 4)	3,922,014 (Note 4)

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

No.	Lender	Borrower	Account category	Whether a related party	Highest balance in the current period	End-of-period balance	The actual drafted amount (Note 3)	Interest rate range	Nature of the loaning of funds (Note 1)	Amount of business transactions	Reason for short-term funding	Amount of Loss Allowance	Collateral		Single borrower lending limit	Aggregate lending limit
													Name	Value		
6	Great Wall Northeast Asia Corporation	BENGBU DACHAN FOOD CO LTD	Related party receivables	Yes	321,153	319,257	319,257	0%~3.1%	2	-	Working capital	-	None	-	3,922,014 (Note 4)	3,922,014 (Note 4)
7	Total Nutrition Technology Company Limited	Great Wall Enterprise Co., Ltd.	"	Yes	110,000	50,000	50,000	2.33%	2	-	"	-	"	-	381,343 (Note 4)	381,343 (Note 4)
7	"	Oriental Best Foods Company Limited	"	Yes	50,000	50,000	-	2.33%	2	-	"	-	"	-	381,343 (Note 4)	381,343 (Note 4)
8	TAIXU & DACHAN FOODS CO LTD	TAIXU & DACHAN FOODS (BENGBU) CO LTD	"	Yes	302,097	184,713	148,227	- %	2	-	"	-	"	-	281,783 (Note 4)	281,783 (Note 4)
9	MAY LAN LEI CO., LTD. May Lan Lei Company Limited	Great Wall Enterprise Co., Ltd.	"	Yes	800,000	200,000	-	2.33%	2	-	"	-	"	-	1,107,003 (Note 4)	1,107,003 (Note 4)
9	MAY LAN LEI CO., LTD. May Lan Lei Company Limited	Wonder Vax Company Limited	"	Yes	50,000	50,000	-	2.33%	2	-	"	-	"	-	1,107,003 (Note 4)	1,107,003 (Note 4)
9	MAY LAN LEI CO., LTD. May Lan Lei Company Limited	Neo Foods Company Limited	"	Yes	90,000	-	-	2.33%	2	-	"	-	"	-	1,107,003 (Note 4)	1,107,003 (Note 4)
9	MAY LAN LEI CO., LTD. May Lan Lei Company Limited	FOODCHINA COMPANY	"	Yes	200,000	200,000	-	2.33%	2	-	"	-	"	-	1,107,003 (Note 4)	1,107,003 (Note 4)
10	TNT Biotechnology Co. Ltd.	Great Wall International (Holdings) Limited (GWIH)	"	Yes	27,867	27,867	27,867	- %	2	-	"	-	"	-	127,535 (Note 4)	127,535 (Note 4)
11	Wonder Vax Company Limited	Great Wall Enterprise Co., Ltd.	"	Yes	100,000	35,000	35,000	2.33%	2	-	"	-	"	-	48,157 (Note 4)	48,157 (Note 4)
12	GOMO PET FOOD CO., LTD.	Great Wall Enterprise Co., Ltd.	"	Yes	55,000	55,000	55,000	1.93%	2	-	"	-	"	-	202,716 (Note 4)	202,716 (Note 4)
13	GREAT WALL GRAINS INTERNATIONAL LIMITED (GWGI)	Great Wall International (Holdings) Limited	"	Yes	327,850	327,850	137,697	- %	2	-	"	-	"	-	686,813 (Note 5)	686,813 (Note 5)
14	FOODCHINA COMPANY	Great Wall Enterprise Co., Ltd.	"	Yes	40,000	40,000	40,000	2.33%	-	-	-	-	-	-	209,614 (Note 4)	209,614 (Note 4)
14	FOODCHINA COMPANY	MAY LAN LEI CO., LTD. May Lan Lei Company Limited	"	Yes	40,000	40,000	40,000	2.33%	-	-	-	-	-	-	209,614 (Note 4)	209,614 (Note 4)

Note 1: Explanation to nature of loan:

- "1" denotes business transaction.
- "2" denotes short-term financing.

Note 2: Loans to external parties are capped at 40% of the Company's net worth overall, and 20% of the Company's net worth per borrower.

Note 3: The above loans and transactions between related parties have been eliminated.

Note 4: Aggregate and single-party lending limits for subsidiaries to external parties are capped at 40% of lender's net worth, as shown in the latest financial statements.

Note 5: The loan limit of the subsidiary, Great Wall Grains International Ltd., to the overseas subsidiary directly or indirectly held by the Company shall not exceed three times the net worth of the Company, and the loan period shall not exceed 10 years.

Note 6: The Company's total financing limit and loans to a single enterprise are both 40% of the net worth; however, the amount of loans to the foreign subsidiaries Great Wall Enterprise Co., Ltd. with 100% shares directly and indirectly held shall not exceed twice the Company's net worth, each loan period shall not exceed 10 years, and each loan extension shall not be more than 10 times.

2. Endorsements/guarantees to external parties:

No.	Name of endorser/guarantor	The endorsed/guaranteed		Endorsement/guarantee limit per company	Highest balance of endorsements/guarantees in the current year	Closing balance of endorsements/guarantees	Actual amount drawn	Amount of endorsements/guarantees secured by property	Cumulative amount of endorsement / guarantee as a percentage of net worth stated in the latest financial statements	Endorsement/guarantee limit	Parent company's guarantee/endorsement to subsidiary	Subsidiary's guarantee/endorsement to parent company	Guarantee/endorsement to the Mainland area
		Company name	Relationship Note 1.										
1	Great Wall International (holdings) Co., Ltd (GWIH)	Great Wall Milling Company Limited	2	11,143,670 (Note 3)	393,420	393,420	112,092	-	3.53%	22,287,340 (Note 3)	Y	N	N
1	"	Seafood International Limited.	2	11,143,670 (Note 3)	327,850	327,850	11,573	-	2.95%	22,287,340 (Note 3)	Y	N	N
1	"	Great Wall Grains International, Ltd.	2	11,143,670 (Note 3)	1,771,375	1,147,475	-	-	10.31%	22,287,340 (Note 3)	Y	N	N
1	"	Dachan Liangyu Food (Shanghai) Company Limited	6	11,143,670 (Note 3)	321,160	-	-	-	- %	22,287,340 (Note 3)	N	N	Y

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

No.	Name of endorser/guarantor	The endorsed/guaranteed		Endorsement /guarantee limit per company	Highest balance of endorsement s/guarantees in the current year	Closing balance of endorsements/ guarantees	Actual amount drawn	Amount of endorsements/guarantees secured by property	Cumulative amount of endorsement / guarantee as a percentage of net worth stated in the latest financial statements	Endorsement/guarantee limit	Parent company's guarantee/endorsement to subsidiary	Subsidiary's guarantee/endorsement to parent company	Guarantee/endorsement to the Mainland area
		Company name	Relationship Note 1.										
2	GREAT WALL AGRITECH (LIAONING) CO LTD (INCORPORATED IN HK)	DaChan Food (Hebei) Company Limited	4	775,580	38,539	38,311	907	38,311	2.47%	1,525,131 (Note 5)	N	N	Y
2	"	Great Wall Agri (Hei Long Jiang) Company Limited	4	775,580 (Note 5)	22,940	22,804	-	22,804	1.47%	1,525,131 (Note 5)	N	N	Y
2	"	Great Wall Agri (Hei Long Jiang) Company Limited		775,580 (Note 5)	91,220	91,216	20,775	91,216	5.88%	1,525,131 (Note 5)	N	N	Y
3	Dachan Food(Asia) Limited	BENGBU DACHAN FOOD CO LTD	4	4,923,572 (Note 4)	2,064,600	2,052,369	1,528,211	-	20.84%	9,847,144 (Note 4)	Y	N	Y
4	TAIXU & DACHAN FOODS (DALIAN) CO., LTD.	TAIXU & DACHAN FOODS (BUBANG) CO LTD	4	314,954 (Note 6)	45,840	45,608	45,608	-	14.48%	314,954 (Note 6)	Y	N	Y

Note 1: Relationship with the endorsed/guaranteed is classified into the 7 categories below, denoted with numbers:

1. Business that the Company has business dealing with.
2. A company in which the Company holds, directly or indirectly, more than 50% of the voting shares.
3. The company directly or indirectly holds more than 50% of the voting shares of the company.
4. Between companies in which the Company directly or indirectly holds more than 90% of the voting shares.
5. Companies that require mutual guarantees of companies in the same industry or co-builders in accordance with the contract for the needs of contracting projects.
6. A company to which all contributing shareholders endorse and guarantee in accordance with their shareholding ratios for joint investment.
7. Peer of a property pre-sale contract for which the Company has issued performance guarantee in accordance with the Consumer Protection Act.

Note 2: Sum of guarantees/endorsements offered to all external parties is capped at the Company's net worth; sum of guarantees/endorsements offered to individual counterparties is capped at 50% of the Company's net worth.

Note 3: Sum of guarantees/endorsements by subsidiaries to external parties is capped at 200% of net worth of the guaranteeing/endorsing subsidiary, and may not exceed the Company's net worth; sum of guarantees/endorsements offered to individual counterparties is capped at the net worth of the guaranteeing/endorsing subsidiary, and may not exceed 50% of the Company's net worth.

Note 4: The total amount of endorsements/guarantees between DaChan Food (Asia) Limited and its subsidiaries as a whole to all endorsements/guarantees is capped at the net worth of DaChan Food (Asia) Limited. The amount of endorsements/guarantees made by DaChan Food (Asia) Limited to a single company is limited to 50% of the net worth of DaChan Food (Asia) Limited.

Note 5: The total amount of external endorsements/guarantees of GREAT WALL AGRITECH (LIAONING) CO LTD (INCORPORATED IN HK) is limited to the net assets of GREAT WALL AGRITECH (LIAONING) CO LTD (INCORPORATED IN HK); the amount of endorsement and guarantee to individual entities is limited to 50% of the net worth of GREAT WALL AGRITECH (LIAONING) CO LTD (INCORPORATED IN HK).

Note 6: The total amount of external endorsements/guarantees provided by TAIXU & DACHAN FOODS (DALIAN) CO., LTD. is limited to the net assets of TAIXU & DACHAN FOODS (DALIAN) CO., LTD. The amount of endorsements/guarantees made to individual counterparties is limited to the net worth of TAIXU & DACHAN FOODS (DALIAN) CO., LTD.

3. Holding of securities at the end of the period (excluding the portion held due to investment in a subsidiary or an associate, and the portion held due to an interest in a joint venture):

Companies in possession	Type and name of marketable securities	Relationship with the securities issuer	Presentation account	End of period				Highest shareholding or contribution in the interim	Note
				Number of shares	Carrying amount:	Shareholding percentage (%)	Fair value		
Great Wall Enterprise Co., Ltd.	Common stock - Lien Hwa Industrial Holdings Corp.	Corporate director of the Company	Financial assets measured at fair value through profit or loss - current	57,242	2,902	-	2,902	-	%
	Common stock - TTET UNION CORPORATION	The Company is a director of that company	Financial assets measured at fair value through other comprehensive income - non-current	15,416,960	2,266,293	9.64	2,266,293	9.64%	
	Common stock - CHINA TRADE AND DEVELOPMENT CORPORATION	-	"	20,004	199	0.03	199	0.03%	
	Common stock - DA CHIANG INTERNATIONAL CO., LTD.	The Company is a director of that company	"	7,889,655	56,615	3.94	56,615	3.94%	
	Common stock - Zhong Zheng Co., Ltd.	-	"	92,352	923	3.64	923	3.64%	
	Common stock - YOHO BEACH RESORT CO., LTD.	-	"	1,848,000	16,800	1.81	16,800	1.81%	
	Common stock - YAHSEN FROZEN FOODS CO., LTD.	The Company is a director of that company	"	-	-	0.80	-	0.80%	
Huang-Ho Invest. Company Limited	Common stock - HSIN TUNG YANG CO., LTD.	-	"	137,000	1,480	0.16	1,480	0.16%	
	Great Wall Enterprise Co., Ltd.	The Company	Treasury stock	21,277,637	1,095,798	2.38	1,095,798	2.38%	
	DA CHIANG INTERNATIONAL CO., LTD.	The Company is a director of that company	Financial assets measured at fair value through other comprehensive income - non-current	1,724,138	12,500	0.86	12,500	0.86%	Note 2
City Chain Company Limited	Common stock - TTET UNION CORPORATION	The Company is a director of that company	"	2,457,997	361,326	1.54	361,326	1.54%	
	Great Wall Enterprise Co., Ltd.	The Company	Treasury stock	27,781,834	1,430,764	3.10	1,430,764	3.10%	

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

Companies in possession	Type and name of marketable securities	Relationship with the securities issuer	Presentation account	End of period				Highest shareholding or contribution in the interim	Note
				Number of shares	Carrying amount:	Shareholding percentage (%)	Fair value		
Oriental Best Foods Company Limited	CASHBOX PARTYWORLD CO., LTD.	-	Financial assets measured at fair value through other comprehensive income - non-current	84,800	1,055	-	1,055	- %	
Route 66 Fast Food Ltd.	Beijing Hengtaifeng Catering Co., Ltd.	-	"	-	7,868	9.09	7,868	9.09%	
Great Wall Food (Hong Kong) Co., Ltd.	Dynasty Club	-	"	-	401	-	401	- %	

Note 1: The market price is the average closing price on the balance sheet date if there is an open market price.

Note 2: The shares of the Company held by the subsidiaries are treated as treasury stock.

- Aggregate purchases or sales of the same securities reaching NT\$300 million or 20 percent of paid-in capital or more: None.
- Acquisition of real estate reaching NT\$300 million or 20 percent of paid-in capital or more: None.
- Disposal of real estate reaching NT\$300 million or 20 percent of paid-in capital or more: None.
- Purchases or sales of goods from or to related parties reaching NT\$100 million or 20 percent of paid-in capital or more:

Purchasing (selling) company	Counterparty of the transaction	Relationship	Transaction status				Circumstances and reasons for the difference between the transaction conditions and general transactions		Notes/Accounts Receivable (Payable)		Note
			Purchase (sale) of goods	Amount	Percentage of total purchase (sales)	Credit period	Unit price	Credit period	Balance	Percentage of total notes and accounts receivable (payable)	
Great Wall Enterprise Co., Ltd.	May Lan Lei Company Limited	Parent and Subsidiary	Sales revenue	(1,748,076)	2%	Same as general customers	-		-	- %	
"	"	"	Cost of goods sold	4,072,775	4%	"	-		(444,811)	7 %	
"	FOODCHINA COMPANY	"	Sales revenue	(385,685)	1%	"	-		121,534	2 %	
"	"	"	Cost of goods sold	424,665	1%	"	-		(25,144)	- %	
"	Total Nutrition Technology Company Limited	"	Sales revenue	(97,867)	- %	"	-		7,442	- %	
"	"	"	Cost of goods sold	429,489	- %	"	-		(35,686)	- %	
"	Zhong Yi Food Company Limited	"	Sales revenue	(1,322,175)	1%	"	-		309,421	4 %	
"	Great Wall Grains International Ltd.	"	Cost of goods sold	167,523	- %	"	-		-	- %	
May Lan Lei Company Limited	TTET Union Corporation	Other related party	Cost of goods sold	420,549	- %	"	-		-	- %	
FOODCHINA COMPANY	Great Wall Grains International Ltd.	Between subsidiaries	Cost of goods sold	493,552	- %	"	-		-	- %	
Asia Nutrition Technologies (LA) Co., Ltd.	Dachan(VN) Company Limited	"	Cost of goods sold	1,450,748	1%	"	-		-	- %	
Asia Nutrition Technologies (VN) Co., Ltd.	"	"	Cost of goods sold	196,532	- %	"	-		-	- %	
Fresh Aqua Limited	PT. Misaja Mitra	"	Cost of goods sold	521,629	1%	"	-		-	- %	
Global Seafood Limited	"	"	Cost of goods sold	488,054	- %	"	-		-	- %	
Great Wall Grains International Ltd.	FOODCHINA COMPANY	"	Sales revenue	(629,253)	1%	"	-		-	- %	
PT. Misaja Mitra	Fresh Aqua Limited	"	Sales revenue	(518,290)	1%	"	-		-	- %	
"	Global Seafood Limited	"	Sales revenue	(485,396)	- %	"	-		-	- %	

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

Purchasing (selling) company	Counterparty of the transaction	Relationship	Transaction status				Circumstances and reasons for the difference between the transaction conditions and general transactions		Notes/Accounts Receivable (Payable)		Note
			Purchase (sale) of goods	Amount	Percentage of total purchase (sales)	Credit period	Unit price	Credit period	Balance	Percentage of total notes and accounts receivable (payable)	
PT. Mustika Minanusa Aurora	Seafood International Limited	Between subsidiaries	Sales revenue	(377,138)	- %	Same as general customers	-		-	- %	
"	Universal Food Limited	"	Sales revenue	(279,889)	- %	"	-		-	- %	
DaChan Food (Hebei) Company Limited	GREAT WALL AGRITECH (LIAONING) CO LTD (INCORPORATED IN HK)	"	Cost of goods sold	461,819	- %	"	-		-	- %	
"	Miyasun-Great Wall Foods (Dailian) Company Limited	"	Cost of goods sold	422,478	- %	"	-		-	- %	
"	Tuizhou Anxian Farm Food Co., Ltd.	"	Cost of goods sold	272,123	- %	"	-		-	- %	
"	BENGBU DACHAN FOOD CO LTD	"	Sales revenue	(2,340,951)	2%	"	-		-	- %	
"	DACHAN WANDA (TIANJIN) CO LTD.	"	Cost of goods sold	737,746	1%	"	-		-	- %	
Miyasun-Great Wall Foods (Dailian) Company Limited	DaChan Food (Hebei) Company Limited	"	Sales revenue	(422,478)	- %	"	-		-	- %	
"	TAIXU & DACHAN FOODS (DALIAN) CO., LTD.	"	Sales revenue	(229,410)	- %	"	-		-	- %	
DACHAN WANDA (TIANJIN) CO LTD.	DaChan Food (Hebei) Company Limited	"	Sales revenue	(737,746)	1%	"	-		-	- %	
Great Wall Agri (Tieling) Company Limited	BENGBU DACHAN FOOD CO LTD	"	Cost of goods sold	115,874	- %	"	-		-	- %	
"	GREAT WALL AGRITECH (LIAONING) CO LTD (INCORPORATED IN HK)	"	Cost of goods sold	835,836	1%	"	-		-	- %	
TAIXU & DACHAN FOODS (DALIAN) CO. LTD.	BENGBU DACHAN FOOD CO LTD	"	Sales revenue	(679,952)	1%	"	-		-	- %	
"	Miyasun-Great Wall Foods (Dailian) Company Limited	"	Cost of goods sold	229,410	- %	"	-		-	- %	
TAIXU & DACHAN FOODS (BENGBU) CO LTD	BENGBU DACHAN FOOD CO LTD	"	Sales revenue	(1,541,554)	1%	"	-		-	- %	
Tuizhou Anxian Farm Food Co., Ltd.	DaChan Food (Hebei) Company Limited	"	Sales revenue	(272,123)	- %	"	-		-	- %	
BENGBU DACHAN FOOD CO LTD	"	"	Cost of goods sold	2,340,951	2%	"	-		-	- %	
"	TAIXU & DACHAN FOODS (DALIAN) CO., LTD.	"	Cost of goods sold	679,952	1%	"	-		-	- %	
"	TAIXU & DACHAN FOODS (BENGBU) CO LTD	"	Cost of goods sold	1,541,554	1%	"	-		-	- %	
GREAT WALL AGRITECH (LIAONING) CO LTD (INCORPORATED IN HK)	Great Wall Agri (Tieling) Company Limited	"	Sales revenue	(835,836)	1%	"	-		-	- %	
"	DaChan Food (Hebei) Company Limited	"	Sales revenue	(461,819)	- %	"	-		-	- %	

Note: The write-off between the parent company and its affiliates has been completed.

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

8. Accounts receivable from related parties reaching NT\$100 million or 20 percent of paid-in capital or more:

Company with receivables accounted	Counterparty of the transaction	Relationship	Balance of receivables from related parties	Turnover rate	Overdue receivables from related parties		Subsequent recovery amount of receivables from related parties	Amount of Loss Allowance
					Amount	Processing method		
Great Wall Enterprise Co., Ltd.	FOODCHINA COMPANY	Parent and Subsidiary	121,534 Notes 1, 3	1.32%	-		85,009	-
	Zhong Yi Food Company Limited	"	309,421 Notes 1, 3	1.80%	-		309,421	-
	May Lan Lei Company Limited	Parent and Subsidiary	115,000 Notes 2, 3	-%	-		115,000	-
Dongbei (Beijing) Consultant Company Limited	ZHENGLANQI DACHAN ECO-RANCH CO LTD	Between subsidiaries	209,126 Notes 2, 3	-%	-		20,798	-
Great Wall Agri (Yingkou) Company Limited	Miyasun-Great Wall Foods (Dailian) Company Limited	"	434,739 Notes 2 and 3	-%	-		-	-
TAIXU & DACHAN FOODS (BENGBU) CO LTD	BENGBU DACHAN FOOD CO LTD	"	115,041 Notes 1 and 3	6.58%	-		115,041	-
DaChan Food (Hebei) Company Limited	BENGBU DACHAN FOOD CO LTD	"	200,655 Notes 1 and 3	5.11%	-		200,655	-
Great Wall Northeast Asia Corporation (NAC)	Dachan Food(Asia) Limited	"	852,931 Notes 2 and 3	-%	-		-	-
"	Dachan Wanda(HK) Limited	"	411,687 Notes 2 and 3	-%	-		-	-
"	Great Wall Agritech (Liaoning) Co., Limited	"	407,400 Notes 2 and 3	-%	-		-	-
"	DACHAN WANDA (TIANJIN) CO LTD.	"	721,270 Notes 2 and 3	-%	-		-	-
"	Great Wall Agri (Tieling) Company Limited	"	228,041 Notes 2 and 3	-%	-		-	-
"	GREAT WALL AGRITECH (LIAONING) CO LTD (INCORPORATED IN HK)	"	364,866 Notes 2 and 3	-%	-		-	-
"	BENGBU DACHAN FOOD CO LTD	"	319,257 Notes 2 and 3	-%	-		-	-
Great Wall International (Holdings) Limited	Great Wall FeedTech(Holdings) Ltd.	"	259,545 Notes 2 and 3	-%	-		-	-
"	Tianjin Food Investment Co., Ltd.	"	255,723 Notes 2 and 3	-%	-		-	-
Dachan Food(Asia) Limited	DACHAN WANDA (TIANJIN) CO LTD.	"	1,540,895 Notes 2 and 3	-%	-		-	-
"	Miyasun-Great Wall Foods (Dailian) Company Limited	"	114,748 Notes 2 and 3	-%	-		-	-
"	Great Wall Agri (Yingkou) Company Limited	"	524,560 Notes 2 and 3	-%	-		-	-
Great Wall Grains International Ltd.	Great Wall International (Holdings) Limited	"	137,697 Notes 2 and 3	9.52%	-		137,697	-
TAIXU & DACHAN FOODS CO LTD	TAIXU & DACHAN FOODS (BENGBU) CO LTD	"	148,227 Notes 2 and 3	-%	-		-	-

Note 1: Refers to accounts receivable and notes receivable.

Note 2: Other receivables.

Note 3: The write-off between the parent company and its subsidiaries has been completed.

9. Engagement in derivative transactions:

Please refer to Note 6(2).

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

10. Business relationships and important transactions between the parent company and its subsidiaries:

Significant transactions that have been written off between Dachan Company and its subsidiaries in 2024.

No.	Trader's Name	Trading counterpart	Relationship with the counterparty	Account Titles	Transactions with each other		As a percentage of consolidated total revenue or total assets
					Amount	Trading terms and conditions	
0	Great Wall Enterprise Co., Ltd.	May Lan Lei Company Limited	1	Sales revenue	1,748,076	Same as general terms and conditions	2%
0	Great Wall Enterprise Co., Ltd.	May Lan Lei Company Limited	1	Cost of goods sold	4,072,775	Same as general terms and conditions	5%
0	Great Wall Enterprise Co., Ltd.	May Lan Lei Company Limited	1	Accounts payable	173,707	Same as general terms and conditions	- %
0	Great Wall Enterprise Co., Ltd.	May Lan Lei Company Limited	1	Notes payable	271,104	Same as general terms and conditions	- %
0	Great Wall Enterprise Co., Ltd.	May Lan Lei Company Limited	1	Receivables from transactions with peers	115,000	Same as general terms and conditions	- %
0	Great Wall Enterprise Co., Ltd.	FOODCHINA COMPANY	1	Sales revenue	385,685	Same as general terms and conditions	1%
0	Great Wall Enterprise Co., Ltd.	FOODCHINA COMPANY	1	Cost of goods sold	424,665	Same as general terms and conditions	1%
0	Great Wall Enterprise Co., Ltd.	FOODCHINA COMPANY	1	Accounts payable	25,144	Same as general terms and conditions	- %
0	Great Wall Enterprise Co., Ltd.	FOODCHINA COMPANY	1	Accounts receivable	121,534	Same as general terms and conditions	- %
0	Great Wall Enterprise Co., Ltd.	Total Nutrition Technology Company Limited	1	Sales revenue	97,867	Same as general terms and conditions	- %
0	Great Wall Enterprise Co., Ltd.	Total Nutrition Technology Company Limited	1	Cost of goods sold	429,489	Same as general terms and conditions	- %
0	Great Wall Enterprise Co., Ltd.	Zhong Yi Food Company Limited	1	Sales revenue	1,322,175	Same as general terms and conditions	1%
0	Great Wall Enterprise Co., Ltd.	Zhong Yi Food Company Limited	1	Accounts receivable	309,421	Same as general terms and conditions	1%
0	Great Wall Enterprise Co., Ltd.	Great Wall Grains International Ltd.	1	Cost of goods sold	167,523	Same as general terms and conditions	- %
1	Asia Nutrition Technologies (LA) Co., Ltd.	Dachan(VN) Company Limited	3	Cost of goods sold	1,450,748	Same as general terms and conditions	1%
2	Asia Nutrition Technologies (VN) Co., Ltd.	Dachan(VN) Company Limited	3	Cost of goods sold	196,532	Same as general terms and conditions	- %
3	FOODCHINA COMPANY	Great Wall Grains International Ltd.	2	Cost of goods sold	493,552	Same as general terms and conditions	1%
4	PT. Misaja Mitra	Fresh Aqua Limited	3	Sales revenue	518,290	Same as general terms and conditions	1%
4	PT. Misaja Mitra	Global Seafood Limited	3	Sales revenue	485,396	Same as general terms and conditions	- %
5	PT. Mustika Minanusa Aurora	Seafood International Limited	3	Sales revenue	377,138	Same as general terms and conditions	- %
5	PT. Mustika Minanusa Aurora	Universal Food Limited	3	Sales revenue	279,889	Same as general terms and conditions	- %
6	DaChan Food (Hebei) Company Limited	GREAT WALL AGRITECH (LIAONING) CO LTD (INCORPORATED IN HK)	3	Cost of goods sold	461,819	Same as general terms and conditions	- %
6	DaChan Food (Hebei) Company Limited	Miyasun-Great Wall Foods (Dailian) Company Limited	3	Cost of goods sold	422,478	Same as general terms and conditions	- %
6	DaChan Food (Hebei) Company Limited	Tuizhou Anxian Farm Food Co., Ltd.	3	Cost of goods sold	272,123	Same as general terms and conditions	- %
6	DaChan Food (Hebei) Company Limited	BENGBU DACHAN FOOD CO LTD	3	Sales revenue	2,340,951	Same as general terms and conditions	2%
6	DaChan Food (Hebei) Company Limited	DACHAN WANDA (TIANJIN) CO LTD.	3	Cost of goods sold	737,746	Same as general terms and conditions	1%

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

No.	Trader's Name	Trading counterpart	Relationship with the counterparty	Account Titles	Transactions with each other		As a percentage of consolidated total revenue or total assets
					Amount	Trading terms and conditions	
6	DaChan Food (Hebei) Company Limited	BENGBU DACHAN FOOD CO LTD	3	Accounts receivable	200,655	Same as general terms and conditions	- %
7	Miyasun-Great Wall Foods (Dailian) Company Limited	DaChan Food (Hebei) Company Limited	3	Sales revenue	422,478	Same as general terms and conditions	- %
7	Miyasun-Great Wall Foods (Dailian) Company Limited	TAIXU & DACHAN FOODS (DALIAN) CO., LTD.	3	Sales revenue	229,410	Same as general terms and conditions	- %
8	DACHAN WANDA (TIANJIN) CO LTD.	DaChan Food (Hebei) Company Limited	3	Sales revenue	737,746	Same as general terms and conditions	1%
9	Great Wall Agri (Tieling) Company Limited	BENGBU DACHAN FOOD CO LTD	3	Cost of goods sold	115,874	Same as general terms and conditions	1%
10	Great Wall Agri (Tieling) Company Limited	GREAT WALL AGRITECH (LIAONING) CO LTD (INCORPORATED IN HK)	3	Cost of goods sold	835,836	Same as general terms and conditions	1%
11	TAIXU & DACHAN FOODS (DALIAN) CO., LTD.	BENGBU DACHAN FOOD CO LTD	3	Sales revenue	679,952	Same as general terms and conditions	1%
11	TAIXU & DACHAN FOODS (DALIAN) CO., LTD.	Miyasun-Great Wall Foods (Dailian) Company Limited	3	Cost of goods sold	229,410	Same as general terms and conditions	- %
12	TAIXU & DACHAN FOODS (BENGBU) CO LTD	BENGBU DACHAN FOOD CO LTD	3	Cost of goods sold	1,541,554	Same as general terms and conditions	2%
12	TAIXU & DACHAN FOODS (BENGBU) CO LTD	BENGBU DACHAN FOOD CO LTD	3	Accounts payable	115,041	Same as general terms and conditions	- %
13	Dongbei (Beijing) Consultant Company Limited	ZHENGLANQI DACHAN ECO-RANCH CO LTD	3	Accounts receivable	209,126	Same as general terms and conditions	- %
14	Great Wall Agri (Yingkou) Company Limited	Miyasun-Great Wall Foods (Dailian) Company Limited	3	Accounts receivable	434,739	Same as general terms and conditions	- %
15	Great Wall International (Holdings) Limited	Great Wall FeedTech (Holdings) Ltd.	1	Receivables from transactions with peers	259,545	Same as general terms and conditions	- %
15	Great Wall International (Holdings) Limited	Tianjin Food Investment Co., Ltd.	1	Receivables from transactions with peers	255,723	Same as general terms and conditions	- %
16	Dachan Food(Asia) Limited	DACHAN WANDA (TIANJIN) CO LTD.	1	Receivables from transactions with peers	1,540,895	Same as general terms and conditions	2%
16	Dachan Food(Asia) Limited	Miyasun-Great Wall Foods (Dailian) Company Limited	1	Receivables from transactions with peers	114,748	Same as general terms and conditions	- %
16	Dachan Food(Asia) Limited	Great Wall Agri (Yingkou) Company Limited	1	Receivables from transactions with peers	524,560	Same as general terms and conditions	1%
17	Great Wall Northeast Asia Corporation (NAC)	DACHAN WANDA (TIANJIN) CO LTD.	1	Receivables from transactions with peers	721,270	Same as general terms and conditions	1%
17	Great Wall Northeast Asia Corporation (NAC)	Great Wall Agri (Tieling) Company Limited	1	Receivables from transactions with peers	228,041	Same as general terms and conditions	- %
17	Great Wall Northeast Asia Corporation (NAC)	GREAT WALL AGRITECH (LIAONING) CO LTD (INCORPORATED IN HK)	1	Receivables from transactions with peers	364,866	Same as general terms and conditions	- %
17	Great Wall Northeast Asia Corporation (NAC)	BENGBU DACHAN FOOD CO LTD	1	Receivables from transactions with peers	319,257	Same as general terms and conditions	- %
18	TAIXU & DACHAN FOODS CO LTD	TAIXU & DACHAN FOODS (BENGBU) CO LTD	3	Receivables from transactions with peers	148,227	Same as general terms and conditions	- %
19	Great Wall Grains International Ltd.	Great Wall International (Holdings) Limited	2	Receivables from transactions with peers	137,697	Same as general terms and conditions	- %

Note 1. The method of filling in the serial number is as follows:

1.0 for the parent company.

2. Subsidiaries are numbered sequentially starting from 1 according to the company type.

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

Note 2: Relationships with counterparties are indicated as follows:

1. The parent company to the subsidiary (sub-subsidiary).
2. Subsidiary to parent company.
3. Subsidiary to subsidiary

Note 3: Transactions between the parent company and its subsidiaries have been written off.

(II) Information on the reinvestment business:

The Company's reinvestment for the period in 2024 is as follows:

Unit: NTD Thousand

Name of Investment Company	Name of investee	Location	Main business activities	Initial investment amount		Held at end of period			Highest shareholding or contribution in the interim	Investee profit (loss) for the current period	Investment income (loss) recognized in the current period	Remarks
				End of current period	End of last year	Number of shares	Ratio	Carrying amount:				
Great Wall Enterprise Co., Ltd.	Total Nutrition Technology Company Limited	Taiwan	Feeds	314,006	314,006	48,149,500	100.00%	948,766	100.00%	52,320	52,320	
	Huang-Ho Invest. Company Limited	"	Investment business	314,395	314,395	14,500,000	100.00%	387,921	100.00%	11,381	11,381	
	Great Wall International (Holdings) Limited	Hong Kong	Holding company	2,817,798	2,817,798	95,490,813	100.00%	11,087,450	100.00%	1,005,495	1,005,495	
	City Chain Company Limited	Taiwan	Fast food chain restaurants	856,496	856,496	202,321,110	100.00%	665,783	100.00%	41,516	41,516	
	May Lan Lei Company Limited	"	Feed manufacturing, trading and research	120,010	120,010	48,000,000	100.00%	2,602,652	100.00%	772,545	772,545	
	Kouchan Mill Company Limited	"	Production and sale of flour	373,799	373,799	33,550,000	55.00%	520,001	55.00%	69,988	38,493	
	Oriental Best Foods Company Limited	"	Food processing and trading	161,405	161,405	80,067	100.00%	120,299	100.00%	(20,284)	(20,284)	
	An Hsin Chiao Chu Company Limited	"	Sales of fresh meat products	5,000	5,000	5,500,000	100.00%	(3,139)	100.00%	1,110	1,110	
	Neo Foods Company Limited	"	Manufacturing and sale of food	150,000	150,000	7,000,000	100.00%	55,056	100.00%	(30,944)	(30,944)	
	Great Wall FeedTech Enterprise	"	Feed manufacturing, trading and research	37,274	37,274	340,000	100.00%	5,476	100.00%	13	13	
	Company Limited Wonder Vax	"	Manufacturing and sale of pharmaceuticals	200,000	200,000	20,000,000	100.00%	120,394	100.00%	(34,800)	(34,800)	
	Company Limited	"	Production and sale of eggs	1,105,000	780,000	110,500,000	65.00%	1,314,480	65.00%	192,631	125,210	
	Zhong Yi Food Company Limited	"	Slaughter	66,469	66,469	1,116,000	40.00%	83,073	40.00%	12,525	5,009	
	SAN INN ABATTOIR CORPORATION	"	Feeds	325,000	50,000	32,500,000	65.00%	204,240	65.00%	5,005	(122,330)	
	GOMO PET FOOD CO., LTD.	"	Health food manufacturing and trading	5,000	5,000	500,000	100.00%	5,638	100.00%	638	638	
	Kangneng Biomedical Co., Ltd.	"	Shopping mall operation	80,000	-	8,000,000	100.00%	85,567	100.00%	5,567	5,567	
	Food City Sanzong Co., Ltd.	"	Holding company	805,036	-	25,000,000	100.00%	724,517	100.00%	8,503	8,503	
	Dachan(USA), Inc.	USA	Bakery Food	68,459	68,459	4,364,652	67.29%	27,762	67.29%	13,574	9,134	
	City Chain Company Limited	Taiwan	Japanese catering service	39,000	39,000	2,000,000	50.00%	91,900	50.00%	43,023	21,512	
	Saboten Company Limited	British Virgin Islands	Investment holding company	1,356,187	1,070,607	38,608,337	100.00%	425,776	100.00%	23,873	23,873	
Total Nutrition Technology Company Limited	Expressway 66 Food Co., Ltd., British Virgin Islands	"	Investment holding company	40,981	40,981	1,550,000	55.36%	47,104	50.00%	(1,330)	(736)	
	Saboten Restaurant (China) Co., Ltd.	"	Chinese and western fast food chain	22,950	22,950	700,000	40.00%	15,794	40.00%	(880)	(352)	
	Dacheng Xin Yeh	"	Chinese and western fast food chain	2,200	11,000	220,000	55.00%	5,225	55.00%	4,724	2,598	
	Honolulu Chain Food & Beverage Co., Ltd.	Taiwan	Japanese catering service	32,500	-	3,250,000	50.00%	30,443	50.00%	(4,115)	(2,057)	
	Niao Gui Cheng Co., LTD.	"	Investment holding company	429,811	429,811	13,110,000	100.00%	296,937	100.00%	(17,620)	(17,620)	
	TNT Biotechnology Company Limited	Hong Kong	Bakery Food	4,954	4,954	2,121,959	32.71%	13,495	32.71%	13,574	4,430	
	NISSSHI CHAIN CO., LTD.	Taiwan	Manufacturing and sale of food	786,840	-	20,000	80.00%	691,686	80.00%	49,633	8,457	
	Amy Food, Inc.	USA	Investment holding company	242,345	242,345	6,690,472	100.00%	1,492,017	100.00%	39,713	39,713	
	Asia Nutrition Technologies Corporation	Hong Kong	Investment holding company	263,783	263,783	5,422,000	100.00%	(2,519)	100.00%	(236)	(236)	
	Great Wall Food Investment Co., Ltd.	British Virgin Islands	Investment holding company	2,110	2,110	50,000	100.00%	(42,919)	100.00%	(7,946)	(7,946)	
Great Wall International (Holdings) Limited	Great Wall Food (H.K.) Co., Ltd. Foodchina Inc.	Hong Kong	Wholesale of food	332,097	332,097	34,830,000	94.39%	658,078	94.39%	95,968	90,583	

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

Name of Investment Company	Name of investee	Location	Main business activities	Initial investment amount		Held at end of period			Highest shareholding or contribution in the interim	Investee profit (loss) for the current period	Investment income (loss) recognized in the current period	Remarks
				End of current period	End of last year	Number of shares	Ratio	Carrying amount:				
Great Wall International (Holdings) Limited	Tianjin Food Investment Co., Ltd.	British Virgin Islands	Investment holding company	318,979	318,979	9,500,000	78.40%	866,477	78.40%	24,724	19,384	
	Waverley Star Ltd.	"	Investment holding company	956,039	956,039	(29,160,858)	100.00%	3,646,953	100.00%	116,506	116,506	
	Great Wall FeedTech (Holdings) Ltd.	"	Investment holding company	348,505	348,505	10,760,000	100.00%	467,656	100.00%	(8,972)	(8,972)	
	Clydebridge Limited	"	Investment holding company	116,190	116,190	3,744,000	94.66%	485,237	94.66%	67,314	63,720	
	Gallant / Dachan Seafood Company Limited	Vietnam	Processing and sale of fishery products	114,748	114,748	3,500,000	50.00%	204,912	50.00%	57,761	28,880	
	Dachan (Asia-Pacific) Limited	Hong Kong	Investment holding company	367,192	367,192	11,200,000	70.00%	229,182	70.00%	60,710	42,497	
	Fresh Aqua Limited	"	Fishery trade	42	42	1,282	100.00%	31,203	100.00%	940	940	
	Great Wall Grains International Limited	"	Bulk trade	32,785	32,785	1,000,000	100.00%	228,938	100.00%	8,375	8,375	
	Global Seafood Limited	Hong Kong	Fishery trade	42	42	1,282	100.00%	19,099	100.00%	334	334	
	Pacific Harvest Limited	"	Fishery trade	42	42	1,282	100.00%	23,371	100.00%	7,771	7,771	
Great Wall International (Holdings) Limited	Seafood International Limited	"	Fishery trade	42	42	1,282	100.00%	40,505	100.00%	30,836	30,836	
	Universal Food Limited	"	Fishery trade	42	42	1,282	100.00%	44,623	100.00%	12,883	12,883	
	Myint Dachan Co., Ltd.	Myanmar	Production and sale of animal feed	344,049	344,049	10,494,097	51.00%	-	51.00%	-	-	
	Asia Nutrition Technologies (VN) Investment Co., Ltd.	Vietnam	Sale of chickens	1,716,475	1,716,475	4,988,973	65.51%	2,427,188	65.51%	1,148,000	752,055	
	Marksville Corporation	British Virgin Islands	Production and sale of animal feed	193,013	193,013	1	100.00%	203,846	100.00%	8,722	8,722	
	Dachan Food(Asia) Limited	Cayman Islands	Investment holding company	956,039	956,039	375,899,946	36.99%	3,656,546	36.99%	278,066	102,857	
	Asia Nutrition Technologies Corporation	"	Investment holding company	188,823	188,823	152,924,906	15.05%	1,481,995	15.05%	278,066	41,849	
	Great Wall Feedtech (Holdings) Ltd.	"	Investment holding company	244,731	101,030	91,245,740	8.98%	884,196	3.65%	278,066	-	
	Asia Nutrition Technologies (VN) Investment Co., Ltd.	"	Investment holding company	26,228	26,228	800,000	5.00%	16,370	5.00%	60,710	3,035	
	Dachan Food(Asia) Foodchina Inc.	"	Investment holding company	9,836	9,836	400,000	1.08%	9,836	1.08%	95,968	-	
Waverley Star Ltd.	Taiwan International Genetics Co., Ltd.	Vietnam	Sales of breeding pigs	29,507	29,507	900,000	30.00%	29,506	30.00%	-	-	
	Yung Huo(China) Co., Ltd.	Hong Kong	Investment holding company	121,753	121,753	3,730,000	79.03%	(13,529)	79.03%	14,832	11,721	
	Almighty Winbond Co., Ltd.	Hong Kong	Investment holding company	45,412	45,412	1,110,000	100.00%	38,369	100.00%	(75)	(75)	

Note: Foreign currency figures shown on this chart are converted into NTD using exchange rate as at the reporting date of financial statements; profit and loss figures are converted into NTD using monthly weighted average exchange rate for the year.

(III) Information on investments in Mainland China:

1. Information on investments in Mainland China:

Unit: NTD Thousand

Name of investee in Mainland China (Note 4)	Main business activities	Paid-up capital	Method of investment (Note 1)	Opening cumulative balance of investment capital invested from Taiwan	Investment capital contributed or recovered during the current period		Closing cumulative balance of investment capital invested from Taiwan	Current period profit/loss of the investee	The Company's direct or indirect holding percentage	Highest shareholding or contribution in the interim	Investment gains (losses) recognized in the current period (Note 4)	Closing investment book value	Investment gains recovered back to Taiwan to date
					Contributed	Recovered							
Great Wall Food (Tianjin) Company Limited	Production and sale of flour-related products.	238,593	2	53,112	-	-	53,112	31,325	78.40%	78.40%	24,559 2.(2)	961,962	-
Miyasun-Great Wall Foods (Dailian) Company Limited	Production and sale of chicken products.	323,639	-	-	-	-	-	45,525	61.02%	61.02%	27,779 2.(2)	268,385	-
TAIXU & DACHAN FOODS (DALIAN) CO., LTD.	Production and sale of poultry and feed.	872,081	-	315,764	-	-	315,764	172,673	36.61%	36.61%	63,218 2.(2)	720,896	-
Liaoning Great Wall Agri-Industrial Co., Ltd.	Production and sale of feed.	629,510	-	229,495	-	-	229,495	45,246	61.02%	61.02%	27,609 2.(2)	946,505	-
Great Wall Agri (Hei Long Jiang) Company Limited	Production and sale of feed.	215,161	-	-	-	-	-	20,695	61.02%	61.02%	12,628 2.(2)	326,221	-

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

Name of investee in Mainland China (Note 4)	Main business activities	Paid-up capital	Method of investment (Note 1)	Opening cumulative balance of investment capital invested from Taiwan	Investment capital contributed or recovered during the current period		Closing cumulative balance of investment capital invested from Taiwan	Current period profit/loss of the investee	The Company's direct or indirect holding percentage	Highest shareholding or contribution in the interim	Investment gains (losses) recognized in the current period (Note 4)	Closing investment book value	Investment gains recovered back to Taiwan to date
					Contributed	Recovered							
Great Wall Agri (Yingkou) Company Limited	Production and sale of feed.	586,409	-	57,787	-	-	57,787	(17,150)	61.02%	61.02%	(10,465) 2.(2)	(7,039)	-
Great Wall Agri (Tieling) Company Limited	Production and sale of poultry and feed.	463,940	-	84,616	-	-	84,616	(17,373)	61.02%	61.02%	(10,601) 2.(2)	706,638	-
DACHAN WANDA (TIANJIN) CO LTD.	Production and sale of poultry and feed.	2,640,989	-	-	-	-	-	(51,007)	61.02%	61.02%	(31,124) 2.(2)	745,739	-
Dongbei (Beijing) Consultant Company Limited	Management and consultancy service.	16,393	-	-	-	-	-	(4,974)	61.02%	61.02%	(3,035) 2.(1)	(16,823)	-
Beijing Foodchina Online Information & Technology Co., Ltd.	Food Dealers, wholesale of animal products, and retail sale of feeds and agricultural products.	832	-	-	-	-	-	-	95.05%	95.05%	(1) 2.(2)	771	-
Dongbei Agri (Changchun) Company Limited	Production and sale of feed.	36,410	-	-	-	-	-	2,060	61.02%	61.02%	1,257 2.(2)	127,473	-
Great Wall Gourmet (Shanghai) Company Limited	Production and sale of poultry, pork, precooked frozen food.	227,528	-	81,963	-	-	81,963	10,777	61.02%	61.02%	6,576 2.(1)	104,160	-
Dachan Showa Foods (Tianjin) Company Limited	Production and sale of flour-related products.	293,426	-	26,146	-	-	26,146	7,467	57.72%	57.72%	4,310 2.(2)	205,155	-
DaChan (Hunan) Feed Technologies Company Limited	Production and sale of feed.	73,242	-	-	-	-	-	5,178	61.02%	61.02%	3,160 2.(1)	32,338	-
DaChan Food (Hebei) Company Limited	Production and sale of feed.	1,762,740	-	-	-	-	-	96,961	61.02%	61.02%	59,165 2.(2)	161,836	-
Dachan Liangyu Food (Shanghai) Company Limited	Production and sale of flour-related products.	912,164	-	-	-	-	-	(122,507)	43.00%	43.00%	(52,678) 2.(2)	107,119	-
Great Wall Agrotech Huludao Company Limited	Production and sale of feed.	124,583	-	-	-	-	-	246	61.02%	61.02%	150 2.(1)	60,218	-
Great Wall FeedTech (Tianjin) Company Limited	Production and sale of feed.	476,550	-	-	-	-	-	(988)	100.00%	100.00%	(988) 2.(2)	707,322	-
Shanghai Universal Chain Food Company Limited	Italian cuisine, bakery, and catering service management.	101,634	-	101,634	-	-	101,634	(1,658)	100.00%	100.00%	(1,658) 2.(1)	146,042	-
Great Wall Yung Huo Food (Beijing) Company Limited	Chinese fast food chain.	72,762	-	44,627	-	-	44,627	247	79.03%	79.03%	195 2.(1)	(14,865)	-
Teng Cheng Catering Management (Nanjing) Co., Ltd.	Rendering of catering service.	95,805	2	40,097	-	-	40,097	10,932	100.00%	100.00%	10,932 2.(1)	95,563	-
Kunshan Teng Cheng Restaurant Management Co., Ltd.	Rendering of catering service.	36,487	-	-	-	-	-	3,158	70.00%	70.00%	1,579 2.(1)	46,762	-
Beijing Universal Chain Food Company Limited	Italian cuisine and bakery.	182,940	-	114,092	-	-	114,092	(4,635)	100.00%	100.00%	(4,635) 2.(1)	41,173	-
Saboten (Beijing) Limited	Japanese cuisine and catering service management	81,963	-	50,817	-	-	50,817	3,102	50.00%	50.00%	1,551 2.(1)	66,844	118,464
Shanghai Xunshi Foods Company Limited	Chinese fast food chain.	9,114	-	-	-	-	-	-	100.00%	100.00%	- 2.(1)	(8,493)	-
Beijing Dingfenggang Co., Ltd.	Chinese fast food chain.	25,085	-	32,457	-	-	32,457	677	75.00%	75.00%	508 2.(1)	7	-
Beijing Duxiaoyue Catering Management Co., Ltd.	Chinese fast food chain.	6,841	-	54,979	-	-	54,979	(22,161)	70.00%	70.00%	(15,513) 2.(1)	16,756	-
Tianjin Fast Food Limited	Food processing.	1,202,074	-	190,153	-	-	190,153	17,059	100.00%	100.00%	17,059 2.(1)	(17,773)	-
Biotechnology (Tianjin) Co. Ltd.	Feeds.	380,367	-	321,319	-	-	321,319	(16,725)	100.00%	100.00%	(16,725) 2.(1)	256,630	-
Shanghai Quanhucheng Catering Management Co., Ltd.	Chinese and western fast food chain.	45,608	-	-	-	-	-	(6,342)	50.00%	50.00%	(3,171) 2.(1)	12,654	-
TAIXU & DACHAN FOODS (DALIAN) CO., LTD.	Production and sale of pork.	707,990	-	-	-	-	-	3,983	24.41%	24.41%	972 2.(2)	78,166	-
SHANDONG DACHAN BIOTECHNOLOGY CO LTD	Production and sale of feed.	98,355	-	-	-	-	-	4,569	61.02%	61.02%	2,788 2.(2)	(31,849)	-
ZHENGLANQI DACHAN ECO-RANCH CO LTD	Food service, animal breeding and sales.	456	-	-	-	-	-	(9,982)	61.02%	61.02%	(6,091) 2.(2)	(86,960)	-
BENGBU DACHAN FOOD CO LTD	Production and sale of poultry and feed.	1,673,183	-	-	-	-	-	62,674	61.02%	61.02%	38,243 2.(2)	1,306,826	-
TIANJIN DACHAN PROSPECT RESEARCH AND DEVELOPMENT CO LTD	Research and development	456	-	-	-	-	-	(21,315)	61.02%	61.02%	(13,006) 2.(2)	(70,120)	-
Mengou Hui Autonomous County DaChan Animal Husbandry Development Co., Ltd.	Construction and leasing of poultry farms	4,561	-	-	-	-	-	(19,195)	24.41%	24.41%	(4,685) 2.(2)	(5,972)	-
DACHAN AGRICULTURAL TECHNOLOGIES (SICHUAN) CO LTD	Sale of feed.	91,216	-	-	-	-	-	8,832	61.02%	61.02%	5,389 2.(1)	68,068	-
TAIXU & DACHAN FOODS CO LTD	Processing and sale of meat products.	1,311,400	-	-	-	-	-	414	24.41%	24.41%	101 2.(2)	93,708	-
Tai Ji Food Co., Ltd.	Food processing, production, and sale.	136,058	-	53,794	-	-	53,794	14,328	100.00%	100.00%	14,328 2.(1)	(85,201)	-
Advent Prosperity Real Estate Development Co., Ltd.	Real estate.	1,986,237	-	-	-	-	-	(32,812)	33.54%	33.54%	38,081 2.(2)	1,209,790	-
DaChan Xin Ye Restaurant Management (Beijing) Co., Ltd.	Chinese and western fast food chain.	54,751	-	21,900	-	-	21,900	(124)	40.00%	40.00%	(49) 2.(1)	2,197	-
Shanghai Guangcheng Restaurant Co., Ltd.	Chinese cuisine.	22,277	2	-	-	-	-	(16,140)	20.68%	20.68%	(3,337) 2.(1)	64,461	-

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

Name of investee in Mainland China (Note 4)	Main business activities	Paid-up capital	Method of investment (Note 1)	Opening cumulative balance of investment capital invested from Taiwan	Investment capital contributed or recovered during the current period		Closing cumulative balance of investment capital invested from Taiwan	Current period profit/loss of the investee	The Company's direct or indirect holding percentage	Highest shareholding or contribution in the interim	Investment gains (losses) recognized in the current period (Note 4)	Closing investment book value	Investment gains recovered back to Taiwan to date
					Contributed	Recovered							
Hechai Restaurant Management (Beijing) Co., Ltd.	Chinese cuisine.	27,365	-	-	-	-	-	(14,801)	20.00%	20.00%	(2,960) 2.(1)	10	-
TIANJIN HAI REI FOOD LIMITED	Food processing.	22,779	-	-	-	-	-	(5,358)	24.41%	24.41%	(2,143) 2.(1)	-	-
Great Wall Food (Tianjin) Company Limited	Research and development of feeds.	228,041	-	-	-	-	-	70,940	24.41%	24.41%	28,376 2.(1)	74,891	-
Great Wall Agri (Hebei) Company Limited	Production and sale of feed.	-	-	-	-	-	-	-	61.02%	61.02%	-	-	-
Tuizhou Anxian Farm Food Co., Ltd.	Production and sale of feed, farming and trading of poultry and livestock, trading of meat and meat products	(Note 5) 228,041	-	-	-	-	-	(4,143)	61.02%	61.02%	2.(2) (2,528) 2.(1)	4,415	-

Note 1: Method of investment is distinguished between the four categories below, and presented in category name only:

- Investment into Mainland company was wire-transferred through a third location.
- Investment into Mainland company was made through new entity established at a third location.
- Investment into Mainland company was made through existing entity established at a third location.
- Direct investment into Mainland company.
- Other method.

Note 2: Foreign currency figures shown on this chart are converted into NTD using exchange rate as at the reporting date of financial statements; profit and loss figures are converted into NTD using monthly weighted average exchange rate for the year.

Note 3: This amount does not include capitalized earnings.

Note 4: Columns of investment gains and losses recognized for the current period:

- If the investment is in preparation and has no investment profit or loss, it should be specified.
- The recognition basis of investment gains and losses are divided into the following three, which should be specified.
 - Financial reports audited by international accounting firms by cooperating with their CPA firm in R.O.C..
 - Financial reports audited by the parent company's CPA in Taiwan.
 - The recognition basis is recognized based on the financial statements provided by the investee company that has not been audited by a CPA.

Note 5: Great Wall Agri Hebei Company Limited has not contributed capital as of the financial reporting date.

2. Approved limit on Mainland investments:

Unit: U.S. dollars/NTD thousands

Company name	Closing cumulative balance of investment capital transferred from Taiwan into the Mainland	Investment limit authorized by the Investment Commission, Ministry of Economic Affairs	Limits authorized by the Investment Commission, Ministry of Economic Affairs, for investing into Mainland China
Great Wall Enterprise Co., Ltd.	(USD 57,183,178) \$ 1,874,751	(USD 216,726,102) \$ 7,105,365	15,390,170

Note: Converted to NTD based on the exchange rate at the date of financial reporting.

3. Major transactions with Mainland investees: None.

(IV) Information of major shareholders:

Name of major shareholder	Shareholding	Number of shares held	Shareholding ratio
Fu-Ju Investment Company Limited		78,081,528	8.72%

Note: (1) The major shareholder information in this table is based on the Taiwan Depository & Clearing Corporation's calculated on the last business day of each quarter, the total number of ordinary and special shares that have completed dematerialized registration/delivery (including treasury shares) reaching 5% and above. The share capital reported in the financial report and the actual number of shares that have completed the dematerialized registration/delivery may be different due to different calculation bases.

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

- (2) If the above information is related to the transfer of shares to the trust by the shareholder, it shall be disclosed by the individual trustee who opened the trust account. As for the insider declaration of more than 10% shareholding in accordance with the Securities and Exchange Act, the shareholding includes the shares held by the owner and the shares entrusted to the trust for which the person has the right to use the trust property. For information on insider declaration of equity, please refer to Market Observation Post System.

XIV. Segment information

The consolidated company has six reportable segments, which are the consolidated company's strategic operating units as described below. Each strategic business unit provides different products and services and is managed separately due to the different technologies and marketing strategies they require. The consolidated company's chief operating decision-maker shall review the internal management report of each strategic operating unit at least quarterly.

- (I) Grain Segment: It manufactures and sells feed, flour, fermented soybean meal, pork and eggs by vertically integrated production and sales.
- (II) Meat Segment: Vertically integrated production and sales of white broiler and local chicken in Taiwan.
- (III) Food Segment: It manufactures and sells processed foods.
- (IV) Dining and shopping mall service business group: Engages in dining service and shopping mall operation.
- (V) Southeast Asia Segment: It produces and sells aquatic products in Southeast Asia.
- (VI) East Asia Segment: Listed entities listed in Hong Kong.

Other operating activities include investment in various businesses and operation and management consulting services. These sectors did not meet any quantitative thresholds as reportable sectors in 2024 and 2023.

Information and adjustments of the operating segments of the consolidated company are as follows:

	2024								Total
	Grain Segment	Meat Segment	Food Segment	Catering and Shopping Malls Segment	Southeast Asia Segment	East Asia Segment	Others	Reconciliation and Elimination	
Revenue from external customers	\$ 52,326,897	13,310,663	4,627,092	3,096,257	2,819,551	26,275,897	292,706	-	102,749,063
Inter-segment revenue	7,229,150	1,836,430	225,924	3,065	-	-	-	(9,294,569)	-
Interest revenue	113,304	1,372	313	8,226	5,036	15,461	139	(12,903)	130,949
Total revenue	<u>\$ 59,669,351</u>	<u>15,148,465</u>	<u>4,853,329</u>	<u>3,107,548</u>	<u>2,824,587</u>	<u>26,291,358</u>	<u>292,845</u>	<u>(9,307,472)</u>	<u>102,880,012</u>
Interest expense	(443,898)	(35,113)	(9,617)	(7,620)	(32,549)	(104,292)	-	13,137	(619,952)
Depreciation and amortization	1,269,946	256,005	54,948	233,495	61,031	768,413	4,031	-	2,647,869
Share of profit or loss of affiliated companies and joint ventures accounted for using the equity method	-	-	-	-	-	-	-	30,595	30,595
Profit or loss before tax for the reportable segment	<u>\$ 3,989,182</u>	<u>608,822</u>	<u>38,868</u>	<u>147,614</u>	<u>209,739</u>	<u>500,770</u>	<u>215,894</u>	<u>(91,231)</u>	<u>5,619,658</u>

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

	2023								
	Grain Segment	Meat Segment	Food Segment	Catering and Shopping Malls Segment	Southeast Asia Segment	East Asia Segment	Others	Reconciliation and Elimination	Total
Revenue from external customers	\$ 57,778,949	15,142,220	4,099,323	3,067,995	2,623,630	28,342,524	54,288	-	111,108,929
Inter-segment revenue	10,404,854	1,751,911	207,602	3,447	-	-	-	(12,367,814)	-
Interest revenue	113,465	393	161	3,685	2,953	47,112	53	(31,675)	136,147
Total revenue	<u>\$ 68,297,268</u>	<u>16,894,524</u>	<u>4,307,086</u>	<u>3,075,127</u>	<u>2,626,583</u>	<u>28,389,636</u>	<u>54,341</u>	<u>(12,399,489)</u>	<u>111,245,076</u>
Interest expense	(490,770)	(64,360)	(8,062)	(6,444)	(36,647)	(78,551)	-	32,338	(652,496)
Depreciation and amortization	1,346,388	237,019	43,332	280,270	73,617	562,576	-	-	2,543,202
Share of profit or loss of affiliated companies and joint ventures accounted for using the equity method	-	-	-	-	-	-	-	(39,541)	(39,541)
Profit or loss before tax for the reportable segment	<u>\$ 3,621,943</u>	<u>1,915,415</u>	<u>(266,610)</u>	<u>147,898</u>	<u>187,666</u>	<u>328,054</u>	<u>62,332</u>	<u>(28,099)</u>	<u>5,968,599</u>

(I) Information by product and service

Name of product and service	2024	2023
Feeds	\$ 53,300,579	54,008,833
Commodity oils and fats	7,084,818	14,809,060
Meat	18,235,628	21,029,459
Consumer food	19,277,103	17,424,242
Others	4,850,935	3,837,335
Total	<u>\$ 102,749,063</u>	<u>111,108,929</u>

(II) Financial information by region

The information of the consolidated company by location is as follows. The revenue is classified according to the location of the customer, while the non-current assets are classified according to the location of the assets.

Revenue from external customers:

Location of business	2024	2023
Taiwan	\$ 52,073,363	58,175,807
China	29,265,442	31,087,524
Vietnam	18,036,294	18,981,313
Other regions (all less than 10%)	3,373,964	2,864,285
Total operating revenue	<u>\$ 102,749,063</u>	<u>111,108,929</u>

Notes to the consolidated financial statements of Great Wall Enterprise Co., Ltd. and Subsidiaries (continued)

Non-current assets		
	Location of business	2024 2023
Taiwan	\$	19,079,103 17,659,321
China		10,851,907 8,230,821
Vietnam		3,465,859 4,353,458
Other regions (all less than 10%)		<u>740,072</u> <u>190,098</u>
Total non-current assets	\$	<u>34,136,941</u> <u>30,433,698</u>

Non-current assets include property, plant and equipment, right-of-use assets, investment property, goodwill, biological assets - non-current and other non-current assets - others, but exclude financial instruments, investments accounted for using the equity method, deferred income tax assets, and net defined benefit assets.

(III) Information on major customers

The consolidated company did not have customers whose revenue accounted for more than 10% of the revenue in the income statement of 2024 and 2023.