

# Tofu Restaurant Co., Ltd. and Subsidiaries

## Consolidated Financial Statements for the Nine Months Ended September 30, 2025 and 2024 and Independent Auditors' Review Report

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## Independent Auditors' Review Report

The Board of Directors and Shareholders

Tofu Restaurant Co., Ltd.

### **Foreword**

We have reviewed the consolidated balance sheets of Tofu Restaurant Co., Ltd. and its subsidiaries as of September 30, 2025 and 2024, and the related consolidated statements of comprehensive income for the three-month periods from July 1 to September 30, 2025 and 2024, and for the nine-month periods from January 1 to September 30, 2025 and 2024, as well as the consolidated statements of changes in equity, consolidated statements of cash flows for the nine-month periods then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies. Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with the "Regulations Governing the Preparation of Financial Reports by Securities Issuers" and International Accounting Standard 34, *Interim Financial Reporting*, as endorsed and issued by the Financial Supervisory Commission of the Republic of China (Taiwan). Our responsibility is to express a conclusion on these consolidated financial statements based on our review.

### **Scope of the report**

Except as described in the Basis for Qualified Conclusion paragraph, we conducted our review in accordance with Statement of Auditing Standards No. 2410, Review of Financial Information.

A review of consolidated financial statements consists of making inquiries, principally of persons responsible for financial and accounting matters, and applying analytical and other review procedures.

A review is substantially less in scope than an audit conducted in accordance with generally accepted auditing standards, and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

### **Basis for Qualified Conclusion**

As described in Note 12 to the consolidated financial statements, the financial statements of certain non-significant subsidiaries included in the consolidated financial statements were not reviewed by independent auditors.

As of September 30, 2025 and 2024, the total assets of these subsidiaries amounted to NT\$249,800 thousand and NT\$236,011 thousand, representing 11.03% and 10.87% of the consolidated total assets, respectively, and their total liabilities amounted to NT\$46,670 thousand and NT\$46,559 thousand, representing 4.84% and 5.10% of the consolidated total liabilities, respectively.

For the three-month periods from July 1 to September 30, 2025 and 2024, and for the nine-month periods from January 1 to September 30, 2025 and 2024, the total comprehensive income of these subsidiaries amounted to NT\$2,043 thousand, NT\$3,364 thousand, NT\$8,742

thousand, and NT\$3,364 thousand, representing 1.74%, 3.58%, 2.91%, and 1.13% of the consolidated total comprehensive income, respectively.

### **Conclusion with a Qualified Opinion**

Based on our review, except for the possible effects of any adjustments that might have been determined to be necessary had the financial statements of the non-significant subsidiaries described in the Basis for Qualified Conclusion paragraph been reviewed, nothing has come to our attention that causes us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of Tofu Restaurant Co., Ltd. and its subsidiaries as of September 30, 2025 and 2024, and their consolidated financial performance for the three months ended September 30, 2025 and 2024, and for the nine months ended September 30, 2025 and 2024, and their consolidated cash flows for the nine months ended September 30, 2025 and 2024, in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, Interim Financial Reporting, as endorsed and issued by the Financial Supervisory Commission of the Republic of China.

The engagement partners on the audits resulting in this independent auditors' report are Bi-Yu Chuang and Ming-Yen Chien.

Deloitte & Touche

November 12, 2025

#### Notice to Readers

*The accompanying consolidated financial statements are intended only to present the consolidated financial position, financial performance and cash flows in accordance with accounting principles and practices generally accepted in the Republic of China and not those of any other jurisdictions. The standards, procedures and practices to audit such consolidated financial statements are those generally applied in the Republic of China. For the convenience of readers, the independent auditors' report and the accompanying consolidated financial statements have been translated into English from the original Chinese version prepared and used in the Republic of China. If there is any conflict between the English version and the original Chinese version or any difference in the interpretation of the two versions, the Chinese-language independent auditors' report and consolidated financial statements shall prevail.*

Tofu Restaurant Co., Ltd. and Subsidiaries  
Consolidated Balance Sheet  
September 30, 2025 and December 31 and September 30, 2024

Unit: NTD thousand

Code	Assets	September 30, 2025		December 31, 2024		September 30, 2024		Code	Liabilities and equity	September 30, 2025		December 31, 2024		September 30, 2024	
		Amount	%	Amount	%	Amount	%			Amount	%	Amount	%	Amount	%
	<b>Current assets</b>								<b>Current liabilities</b>						
1100	Cash (Note 6)	\$ 455,006	20	\$ 376,144	16	\$ 476,379	22	2100	Short-term borrowings (Note 17)	\$ -	-	\$ 5,000	-	\$ 5,000	-
1110	Financial assets at fair value through profit or loss – current (Note 7)	38,526	2	41,333	2	40,593	2	2170	Notes and accounts payable	100,557	5	104,721	4	85,475	4
1136	Financial assets measured at amortized cost – current (Note 9)	308,215	14	454,215	19	225,000	10	2180	Accounts payable – related parties (Note 29)	4,919	-	5,732	-	4,653	-
1170	Account receivable (Notes 10 & 22)	261,804	12	283,768	12	261,488	12	2213	Payables for equipment	9,337	1	14,769	1	2,048	-
1180	Accounts receivable - related parties (Note 10, 22 & 29)	2	-	42	-	122	-	2219	Other payables (Notes 18 & 29)	209,555	9	226,860	10	210,855	10
130X	Inventories (Note 11)	58,661	3	63,890	2	51,762	2	2230	Current income tax liabilities (Notes 4 & 24)	28,561	1	48,533	2	23,688	1
1410	Prepayments	11,610	-	8,138	-	12,109	1	2280	Lease liabilities – current (Note 14)	165,880	7	140,873	6	140,325	6
1470	Other current assets (Note 29)	11,459	-	3,306	-	4,676	-	2322	Current portion of long-term borrowings (Notes 17 & 30)	16,607	1	15,184	1	12,303	1
11XX	Total current assets	<u>1,145,283</u>	<u>51</u>	<u>1,230,836</u>	<u>51</u>	<u>1,072,129</u>	<u>49</u>	2399	Other current liabilities (Note 22)	24,359	1	20,879	1	18,503	1
	<b>Non-current assets</b>							21XX	Total current liabilities	<u>559,775</u>	<u>25</u>	<u>582,551</u>	<u>25</u>	<u>502,850</u>	<u>23</u>
1510	Financial assets at fair value through profit or loss – non-current (Note 7)	93,474	4	94,978	4	76,052	4		<b>Non-Current liabilities</b>						
1520	Financial assets at fair value through other comprehensive income (Note 8)	4,396	-	4,809	-	7,625	-	2540	Long-term borrowings (Notes 17 & 30)	176,290	8	186,027	8	190,317	9
1535	Financial assets measured at amortized cost – non-current (Notes 9 & 30)	748	-	748	-	748	-	2550	Provisions – non-current (Note 19)	6,893	-	5,933	-	5,253	-
1600	Property, plant and equipment (Notes 13 & 30)	463,474	20	505,414	21	486,157	23	2580	Lease liabilities – non-current (Note 14)	220,662	10	243,068	10	214,964	10
1755	Right-of-use assets (Note 14)	386,163	17	384,173	16	355,277	16	2640	Net defined benefit liability – non-current	14	-	-	-	-	-
1805	Goodwill (Note 15)	91,830	4	91,830	4	91,830	4	25XX	Total non-current liabilities	<u>403,859</u>	<u>18</u>	<u>435,028</u>	<u>18</u>	<u>410,534</u>	<u>19</u>
1821	Other intangible assets (Note 16)	63,326	3	63,940	3	64,145	3	2XXX	Total liabilities	<u>963,634</u>	<u>43</u>	<u>1,017,579</u>	<u>43</u>	<u>913,384</u>	<u>42</u>
1840	Deferred income tax assets (Note 24)	-	-	81	-	81	-		<b>Equity (Notes 21 &amp; 27)</b>						
1915	Prepayments for equipment	1,388	-	293	-	1,831	-	3110	Common stock	266,939	12	266,939	11	266,939	12
1920	Refundable deposits	15,636	1	16,280	1	15,940	1	3200	Capital surplus	483,986	21	483,986	20	483,986	22
15XX	Total non-current assets	<u>1,120,435</u>	<u>49</u>	<u>1,162,546</u>	<u>49</u>	<u>1,099,686</u>	<u>51</u>		Retained earnings						
	<b>Total assets</b>	<u>\$2,265,718</u>	<u>100</u>	<u>\$2,393,382</u>	<u>100</u>	<u>\$2,171,815</u>	<u>100</u>	3310	Legal reserves	206,945	9	165,521	7	165,521	8
								3320	Special reserves	3,528	-	114	-	114	-
								3350	Undistributed earnings	326,574	14	446,581	19	327,317	15
								3400	Other equity	(4,128)	-	(3,528)	-	(672)	-
								31XX	Total equity attributable to owners of the Company	1,283,844	56	1,359,613	57	1,243,205	57
								36XX	Non-controlling interests	18,240	1	16,190	-	15,226	1
								3XXX	Total equity	<u>1,302,084</u>	<u>57</u>	<u>1,375,803</u>	<u>57</u>	<u>1,258,431</u>	<u>58</u>
									Total liabilities and equity	<u>\$2,265,718</u>	<u>100</u>	<u>\$2,393,382</u>	<u>100</u>	<u>\$2,171,815</u>	<u>100</u>

The accompanying notes are an integral part of the consolidated financial statements.  
(Please refer to the review report issued by Deloitte & Touche on November 12, 2025.)

**Tofu Restaurant Co., Ltd. and Subsidiaries**  
**Consolidated Statements of Comprehensive Income**  
For the three and nine months ended September 30, 2025 and 2024

Unit: NTD thousand  
(Except for earnings per share which is in NTD)

Code		Three months ended September 30				Nine months ended September 30			
		2025		2024		2025		2024	
		Amount	%	Amount	%	Amount	%	Amount	%
4100	Operating revenue (Notes 22 & 29)	\$ 1,045,482	100	\$ 961,922	100	\$ 3,004,576	100	\$ 2,678,360	100
5110	Operating costs (Notes 11, 23 & 29)	<u>503,095</u>	<u>48</u>	<u>464,559</u>	<u>48</u>	<u>1,450,232</u>	<u>48</u>	<u>1,274,742</u>	<u>47</u>
5900	Gross profit	<u>542,387</u>	<u>52</u>	<u>497,363</u>	<u>52</u>	<u>1,554,344</u>	<u>52</u>	<u>1,403,618</u>	<u>53</u>
	Operating expenses (Notes 23 & 29)								
6100	Selling and marketing expenses	358,547	35	328,208	34	1,041,210	35	906,244	34
6200	General and administrative expenses	42,859	4	42,131	5	127,054	4	131,008	5
6300	Research and development expenses	<u>1,523</u>	<u>-</u>	<u>1,653</u>	<u>-</u>	<u>4,415</u>	<u>-</u>	<u>4,680</u>	<u>-</u>
6000	Total operating expenses	<u>402,929</u>	<u>39</u>	<u>371,992</u>	<u>39</u>	<u>1,172,679</u>	<u>39</u>	<u>1,041,932</u>	<u>39</u>
6900	Income from operations	<u>139,458</u>	<u>13</u>	<u>125,371</u>	<u>13</u>	<u>381,665</u>	<u>13</u>	<u>361,686</u>	<u>14</u>
	Non-operating income and expenses (Note 23, 29 & 32)								
7100	Interest income	1,895	-	2,266	-	6,234	-	7,354	-
7010	Other income	418	-	637	-	3,810	-	1,772	-
7020	Other gains and losses	4,808	1	( 6,302 )	-	( 6,206 )	-	5,449	-
7050	Finance costs	( <u>2,417</u> )	<u>-</u>	( <u>2,577</u> )	<u>-</u>	( <u>7,336</u> )	<u>-</u>	( <u>6,733</u> )	<u>-</u>
7000	Total non-operating income and expenses	<u>4,704</u>	<u>1</u>	( <u>5,976</u> )	<u>-</u>	( <u>3,498</u> )	<u>-</u>	<u>7,842</u>	<u>-</u>
7900	Income before income tax	144,162	14	119,395	13	378,167	13	369,528	14
7950	Income tax expense (Notes 4 & 24)	( <u>27,315</u> )	( <u>3</u> )	( <u>25,484</u> )	( <u>3</u> )	( <u>77,393</u> )	( <u>3</u> )	( <u>72,285</u> )	( <u>3</u> )
8200	Net income	<u>116,847</u>	<u>11</u>	<u>93,911</u>	<u>10</u>	<u>300,774</u>	<u>10</u>	<u>297,243</u>	<u>11</u>
	Other Comprehensive Income Items that will not be reclassified to profit or loss								
8316	Unrealized gains (losses) on equity instruments measured at fair value through other comprehensive income	172	-	-	-	( 413 )	-	( 599 )	-
8360	Items that may be reclassified subsequently to profit or loss								
8361	Exchange differences on translation of financial statements of foreign operations	<u>96</u>	<u>-</u>	( <u>4</u> )	<u>-</u>	( <u>366</u> )	<u>-</u>	<u>81</u>	<u>-</u>
8300	Other comprehensive income for the period	<u>268</u>	<u>-</u>	( <u>4</u> )	<u>-</u>	( <u>779</u> )	<u>-</u>	( <u>518</u> )	<u>-</u>
8500	Total comprehensive income in the current period	<u>\$ 117,115</u>	<u>11</u>	<u>\$ 93,907</u>	<u>10</u>	<u>\$ 299,995</u>	<u>10</u>	<u>\$ 296,725</u>	<u>11</u>
	Net Income Attributable to:								
8610	Owners of the Company	\$ 115,770	11	\$ 93,434	10	\$ 298,545	10	\$ 294,972	11
8620	Non-controlling interests	<u>1,077</u>	<u>-</u>	<u>477</u>	<u>-</u>	<u>2,229</u>	<u>-</u>	<u>2,271</u>	<u>-</u>
8600		<u>\$ 116,847</u>	<u>11</u>	<u>\$ 93,911</u>	<u>10</u>	<u>\$ 300,774</u>	<u>10</u>	<u>\$ 297,243</u>	<u>11</u>
	Total Comprehensive Income Attributable to:								
8710	Owners of the Company	\$ 115,990	11	\$ 93,432	10	\$ 297,945	10	\$ 294,414	11

8720	Non-controlling interests	<u>1,125</u>	<u>-</u>	<u>475</u>	<u>-</u>	<u>2,050</u>	<u>-</u>	<u>2,311</u>	<u>-</u>
8700		<u>\$ 117,115</u>	<u>11</u>	<u>\$ 93,907</u>	<u>10</u>	<u>\$ 299,995</u>	<u>10</u>	<u>\$ 296,725</u>	<u>11</u>
	Earnings Per Share (Note 25)								
	From continuing operations								
9710	Basic	<u>\$ 4.34</u>		<u>\$ 3.52</u>		<u>\$ 11.18</u>		<u>\$ 11.19</u>	
9810	Diluted	<u>\$ 4.34</u>		<u>\$ 3.52</u>		<u>\$ 11.18</u>		<u>\$ 11.19</u>	

The accompanying notes are an integral part of the consolidated financial statements.  
(Please refer to the review report issued by Deloitte & Touche on November 12, 2025.)

Tofu Restaurant Co., Ltd. and Subsidiaries  
Consolidated Statements of Changes in Equity  
Nine months ended September 30, 2025 and 2024

Unit: NT\$ thousands,  
unless otherwise stated

Code		Equity attributable to owners of the Company						Other equity items		Total	Non-controlling interests	Total equity
		Common stock		Capital surplus	Retained earnings			Exchange differences on translation of financial statements of foreign operations	Unrealized Gain (loss) on Financial Assets At Fair Value Through Other Comprehensive Income			
		Shares (in thousands)	Amount		Legal reserves	Special reserves	Unappropriated earnings					
A1	Balance as of January 1, 2024	26,267	\$ 262,674	\$ 376,727	\$ 126,235	\$ 67	\$ 421,034	( \$ 114 )	\$ -	\$ 1,186,623	\$ 12,915	\$ 1,199,538
	Appropriation and distribution of 2023 earnings											
B1	Legal reserves	-	-	-	39,286	-	( 39,286 )	-	-	-	-	-
B3	Special reserves	-	-	-	-	47	( 47 )	-	-	-	-	-
B5	Cash dividends	-	-	-	-	-	( 349,356 )	-	-	( 349,356 )	-	( 349,356 )
D1	Net profit or the nine months ended September 30, 2024	-	-	-	-	-	294,972	-	-	294,972	2,271	297,243
D3	Other comprehensive income (loss), net of tax, for the nine months ended September 30, 2024	-	-	-	-	-	-	41	( 599 )	( 558 )	40	( 518 )
D5	Total comprehensive income for the nine months ended September 30, 2024	-	-	-	-	-	294,972	41	( 599 )	294,414	2,311	296,725
H1	Issuance of new shares as consideration for the merger	427	4,265	107,259	-	-	-	-	-	111,524	-	111,524
Z1	Balance at September 30, 2024	26,694	\$ 266,939	\$ 483,986	\$ 165,521	\$ 114	\$ 327,317	( \$ 73 )	( \$ 599 )	\$ 1,243,205	\$ 15,226	\$ 1,258,431
A1	Balance at January 1, 2025	26,694	\$ 266,939	\$ 483,986	\$ 165,521	\$ 114	\$ 446,581	( \$ 113 )	( \$ 3,415 )	\$ 1,359,613	\$ 16,190	\$ 1,375,803
	Appropriation of 2024 earnings											
B1	Legal reserves	-	-	-	41,424	-	( 41,424 )	-	-	-	-	-
B3	Special reserves	-	-	-	-	3,414	( 3,414 )	-	-	-	-	-
B5	Cash dividends	-	-	-	-	-	( 373,714 )	-	-	( 373,714 )	-	( 373,714 )
D1	Net profit or the nine months ended September 30, 2025	-	-	-	-	-	298,545	-	-	298,545	2,229	300,774
D3	Other comprehensive income (loss), net of tax, for the nine months ended September 30, 2025	-	-	-	-	-	-	( 187 )	( 413 )	( 600 )	( 179 )	( 779 )
D5	Total comprehensive income for the nine months ended September 30, 2025	-	-	-	-	-	298,545	( 187 )	( 413 )	297,945	2,050	299,995
Z1	Balance at September 30, 2025	26,694	\$ 266,939	\$ 483,986	\$ 206,945	\$ 3,528	\$ 326,574	( \$ 300 )	( \$ 3,828 )	\$ 1,283,844	\$ 18,240	\$ 1,302,084

The accompanying notes are an integral part of the consolidated financial statements.  
(Please refer to the review report issued by Deloitte & Touche on November 12, 2025.)

Tofu Restaurant Co., Ltd. and Subsidiaries  
Consolidated Statements of Cash Flows  
Nine months ended September 30, 2025 and 2024

Unit: NTD thousand

Code		Nine months ended September 30	
		2025	2024
	Cash flows from operating activities		
A10000	Current net profit before tax	\$ 378,167	\$ 369,528
	Items of Income and Expense:		
A20100	Depreciation expenses	233,825	192,556
A20200	Amortization expenses	614	626
A20400	Net (gain) loss on financial assets at fair value through profit or loss	4,311	( 5,537)
A20900	Finance costs	7,336	6,733
A21300	Dividend income	( 2,219)	-
A21200	Interest income	( 6,234)	( 7,354)
A22500	Loss on disposal of property, plant and equipment	539	15
A29900	Gain on lease modification	( 18)	-
A30000	Net changes in operating assets and liabilities:		
A31150	Accounts receivable	21,964	25,561
A31160	Accounts receivable – related parties	40	369
A31190	Other receivables – related parties	( 284)	100
A31200	Inventories	5,229	( 5,111)
A31230	Prepayments	( 3,472)	( 5,182)
A31240	Other current assets	( 7,218)	3,541
A32150	Notes and accounts payable	( 4,164)	( 67,503)
A32160	Accounts payable – related parties	( 813)	( 5,758)
A32180	Other payables	( 17,278)	( 364)
A32190	Other payables – related parties	( 27)	( 206)
A32200	Provisions	960	( 50)
A32230	Other current liabilities	3,494	( 5,132)
A33000	Cash generated from operations	614,752	496,832
A33100	Interest received	6,234	7,354
A33300	Interest paid	( 7,336)	( 6,733)
A33500	Income tax paid	( 97,935)	( 113,947)
AAAA	Net cash flows from operating activities	515,715	383,506

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Code		Nine months ended September 30	
		2025	2024
	<b>Cash Flows from Investing Activities</b>		
B00040	Acquisition of financial assets measured at amortized cost	(\$ 251,000)	\$ -
B00060	Proceeds from maturity of financial assets measured at amortized cost	397,000	302,186
B02200	Net cash outflow from acquisition of subsidiaries	-	( 42,800)
B02700	Payments for acquisition of property, plant and equipment	( 59,264)	( 130,215)
B03700	Increase in refundable deposits	( 974)	( 2,262)
B03800	Decrease in refundable deposits	1,618	406
B07100	Increase in prepayments for equipment	( 1,388)	( 12,123)
B07600	Dividends received	<u>2,219</u>	<u>-</u>
BBBB	Net cash used in investing activities	<u>88,211</u>	<u>115,192</u>
	<b>Cash Flows from Financing Activities</b>		
C00200	Decrease in Short-term Borrowings	( 5,000)	-
C01600	Proceeds from long-term borrowings	( 8,314)	15,000
C01700	Repayments of long-term borrowings	-	( 4,197)
C03800	Decrease in other payables – related parties	-	( 9,800)
C04020	Repayments of lease liabilities	( 137,670)	( 109,230)
C04500	Cash dividends paid	( <u>373,714</u> )	( <u>349,356</u> )
CCCC	Net cash used in financing activities	( <u>524,698</u> )	( <u>457,583</u> )
DDDD	Effect of Exchange Rate Changes on Cash	( <u>366</u> )	<u>81</u>
EEEE	Net increase in cash	78,862	41,196
E00100	Cash at beginning of period	<u>376,144</u>	<u>435,183</u>
E00200	Cash at end of period	<u>\$ 455,006</u>	<u>\$ 476,379</u>

The accompanying notes are an integral part of the consolidated financial statements.  
(Please refer to the review report issued by Deloitte & Touche on November 12, 2025.)

Tofu Restaurant Co., Ltd. and Subsidiaries  
Notes to Consolidated Financial Statements  
Nine months ended September 30, 2025 and 2024  
(Amounts in Thousands of New Taiwan Dollars, Unless Specified Otherwise)

1. Organization and Operations

Tofu Restaurant Co., Ltd. (hereinafter referred to as the “Company”) was incorporated in January 2008 in Taipei City. The Company is primarily engaged in the operation of restaurants, food and food manufacturing businesses.

The Company’s shares have been listed on the Taipei Exchange (TPEX) since September 25, 2019.

The consolidated financial statements are presented in New Taiwan Dollars, which is the Company’s functional currency.

2. Approval of the Financial Statements

The consolidated financial statements were approved by the board of directors on November 12, 2025.

3. Application of Newly Issued and Amended Standards and Interpretations

(1) Initial application of the amendments to the “Regulations Governing the Preparation of Financial Reports by Securities Issuers” and the International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), IFRIC Interpretations (IFRIC), and SIC Interpretations (SIC) (collectively, the “IFRS Accounting Standards”) endorsed and issued into effect by the Financial Supervisory Commission (FSC).

Amendments to IAS 21 – Lack of Exchangeability

Amendments to IAS 21, Lack of Exchangeability, is not expected to result in a material change to the accounting policies of the consolidated companies.

(2) IFRS Accounting Standards endorsed by FSC that are applicable from 2026 onwards

New/ Revised/ Amended Standards and Interpretations	Effective Date Issued by IASB
Amendments to IFRS 9 and IFRS 7 “Amendments to the Classification and Measurement of Financial Instruments”	January 1, 2026
Amendments to IFRS 9 and IFRS 7 “Contracts Referencing Nature-dependent Electricity”	January 1, 2026
“Annual Improvements to IFRS Accounting Standards - Volume 11”	January 1, 2026
IFRS 17 “Insurance Contracts” (including amendments in 2020 and 2021)	January 1, 2023

As of the date the consolidated financial statements were authorized for issue, the Group is still in the process of assessing the potential impact of these

amendments on its financial position and financial performance. The relevant effects will be disclosed once the assessment is completed.

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

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

Note 1: Unless otherwise specified, the above-mentioned new/ revised/ amended standards or interpretations will take effect during the annual reporting period beginning on or after each date.

Note 2: The FSC announced on September 25, 2025, that enterprises in Taiwan should apply IFRS 18 starting from January 1, 2028, and may also elect to apply IFRS 18 in advance after the FSC endorses the standard.

IFRS 18 – Presentation and Disclosure in Financial Statements

IFRS 18 will replace IAS 1 “Presentation of Financial Statements.” Key changes include:

- The income statement shall present profit and loss items by category: operating, investing, financing, income tax, and discontinued operations.
- Subtotals such as “Operating Profit,” “Profit Before Financing and Tax,” and “Net Profit or Loss” must be reported.
- Additional guidance is provided to enhance aggregation and disaggregation. The Company must identify assets, liabilities, equity, income, expenses, and cash flows arising from individual transactions and events and classify them based on shared characteristics. Items lacking shared characteristics must be disaggregated and presented separately in the primary financial statements and notes. The label “other” shall only be used when no more informative description can be provided.
- Disclosure is required for management-defined performance measures: When the Company communicates management’s perspective of financial performance externally, such measures must be disclosed in a single note, including definitions, calculation methods, reconciliations to IFRS-defined subtotals/totals, and the related tax and non-controlling interest impacts.

Other than the above, as of the approval date of these parent company only financial statements, the Company continues to evaluate the potential impacts of

the newly issued or amended standards and will disclose any material effects upon completion of such assessment.

#### 4. Summary of Significant Accounting Policies

##### (1) Statement of compliance

This consolidated financial statement has been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and IAS 34 “Interim Financial Reporting” approved and issued by the FSC. The consolidated financial statements do not include all the disclosure information required by IFRS Accounting Standards for a full annual consolidated financial report.

##### (2) Basis of Preparation

Except for financial instruments measured at fair value, the consolidated financial statements have been prepared on a historical cost basis.

Fair value measurements are categorized into three levels based on the observability and significance of the inputs used in the valuation techniques, as follows:

Level 1 inputs: Quoted (unadjusted) prices in active markets for identical assets or liabilities that the entity can access at the measurement date.

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

Level 3 inputs: Unobservable inputs for the asset or liability.

##### (3) Basis of consolidation

The consolidated financial statements incorporate the financial statements of the Company and the entities controlled by the Company (i.e., its subsidiaries). The financial statements of subsidiaries have been adjusted to ensure the accounting policies are line with those of the Group. All intra-group transactions, balances, income, and expenses are eliminated in full upon consolidation.

The total comprehensive income of subsidiaries is attributed to the owners of the parent and to non-controlling interests, even if this results in the non-controlling interests having a deficit balance.

For details of the subsidiaries, including the percentage of ownership and principal business activities, please refer to Note 12 and Schedule 5.

##### (4) Other significant accounting policies

In addition to the following descriptions, please refer to the Summary of Significant Accounting Policies in the 2024 consolidated financial statement.

##### Income tax expense

The income tax expense represents the sum of the current income tax and deferred tax. Income tax for the interim period is assessed on an annual basis and is calculated on the interim pre-tax profit at the tax rate applicable to the expected total annual earnings.

5. Critical Accounting Judgments and Key Sources of Estimation and Uncertainty

Please refer to the disclosures of critical accounting judgments, key assumptions and sources of estimation uncertainty in the consolidated financial statements for the year ended December 31, 2024.

6. Cash

	September 30, 2025	December 31, 2024	September 30, 2024
Cash on hand and revolving funds	\$ 3,596	\$ 3,429	\$ 3,352
Demand deposits in banks	<u>451,410</u>	<u>372,715</u>	<u>473,027</u>
	<u>\$ 455,006</u>	<u>\$ 376,144</u>	<u>\$ 476,379</u>

The interest rate ranges for bank deposits as of the balance sheet dates were as follows:

	September 30, 2025	December 31, 2024	September 30, 2024
Bank deposits	0.050%~0.705%	0.002%~1.150%	0.010%~1.000%

7. Financial Assets at Fair Value Through Profit or Loss (FVTPL)

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Current</u>			
Domestic investments			
Listed (or OTC-listed) Stocks	\$ 3,098	\$ 3,262	\$ 3,611
Overseas investments			
Funds	<u>35,428</u>	<u>38,071</u>	<u>36,982</u>
	<u>\$ 38,526</u>	<u>\$ 41,333</u>	<u>\$ 40,593</u>
<u>Non-current</u>			
Domestic investments			
Limited partnerships	\$ 40,931	\$ 43,457	\$ 42,370
Overseas investments			
Limited partnerships	<u>52,543</u>	<u>51,521</u>	<u>33,682</u>
	<u>\$ 93,474</u>	<u>\$ 94,978</u>	<u>\$ 76,052</u>

8. Financial Assets at Fair Value Through Other Comprehensive Income (FVTOCI)

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Non-current</u>			
Domestic Investments			
Unlisted Equity Instruments:			
Micro Electricity Co. Ltd.	\$ 3,446	\$ 2,908	\$ 5,724
Genesis Lavie Hospitality & Catering Management Consulting Co., Ltd.	<u>950</u>	<u>1,901</u>	<u>1,901</u>
	<u>\$ 4,396</u>	<u>\$ 4,809</u>	<u>\$ 7,625</u>

The Group invested in Micro Electricity Co., Ltd. and Genesis Lavie Hospitality & Catering Management Consulting Co., Ltd. for medium- to long-term strategic purposes and expects to generate returns through long-term holdings. As the management of the Group believes that recognizing short-term fair value fluctuations of these investments in profit or loss would not align with the aforementioned long-term investment strategy, the Group has designated these investments as measured at fair value through other comprehensive income (FVOCI).

9. Financial Assets Measured at Amortized Cost

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Current</u>			
Time deposits with original maturities over three month	\$ 308,214	\$ 454,215	\$ 225,000
<u>Non-current</u>			
Pledged time deposits	\$ 748	\$ 748	\$ 748

(1)As of September 30, 2025, December 31, 2024, and September 30, 2024, the annual interest rates for time deposits ranged from 0.77% to 3.82%, 0.77% to 3.82%, and 0.77% to 1.676%, respectively.

(2)For information on financial assets measured at amortized cost that have been pledged, please refer to Note 30.

10. Accounts Receivable

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Accounts receivable at amortized cost</u>			
Total carrying amount	\$ 261,804	\$ 283,768	\$ 261,488
Less: Allowance for impairment loss	-	-	-
	261,804	283,768	261,488
<u>Accounts receivable – Related parties</u>			
	2	42	122
	\$ 261,806	\$ 283,810	\$ 261,610

The Group primarily collects payments from customers in cash or by credit card. Trade receivables mainly arise from collaboration with retail stores or department stores, where credit terms are based on mutual agreements. The average credit period is 15 to 30 days from the end of the month, and no interest is charged on trade receivables.

To mitigate credit risk, the Group has established credit and accounts receivable management policies to ensure that appropriate actions are taken to recover overdue receivables. At each balance sheet date, the Group reviews the recoverability of each receivable individually to ensure that adequate impairment losses are recognized for

receivables that are deemed uncollectible. Accordingly, the management of the Group believes that credit risk has been significantly reduced.

The Group recognizes a loss allowance for trade receivables based on lifetime expected credit losses. Lifetime expected credit losses are calculated using a provision matrix that considers the historical default records and current financial condition of customers, the economic environment of the industry, and industry outlook. As historical experience has shown no significant differences in the loss patterns among different customer groups, the Group does not further segment the receivables by customer group in the provision matrix but determines the expected credit loss rates based solely on the number of days past due. When there is objective evidence that the counterparty is experiencing significant financial difficulty and the Group does not reasonably expect to recover the outstanding amount, the Group writes off the related trade receivable. Nevertheless, collection efforts will continue, and any subsequent recoveries are recognized in profit or loss.

The loss allowance for receivables measured by the Group based on the provision matrix is as follows:

September 30, 2025

	Not past due	1-60 days past due	61-90 days past due	Over 90 days past due	Total
Total Carrying Amount (including related parties)	\$ 241,037	\$ 20,752	\$ 1	\$ 16	\$ 261,806
Allowance for losses (Lifetime Expected Credit Losses)	-	-	-	-	-
Amortized cost	<u>\$ 241,037</u>	<u>\$ 20,752</u>	<u>\$ 1</u>	<u>\$ 16</u>	<u>\$ 261,806</u>

December 31, 2024

	Not past due	1-60 days past due	61-90 days past due	Over 90 days past due	Total
Total Carrying Amount (including related parties)	\$ 249,206	\$ 34,604	\$ -	\$ -	\$ 283,810
Allowance for losses (Lifetime Expected Credit Losses)	-	-	-	-	-
Amortized cost	<u>\$ 249,206</u>	<u>\$ 34,604</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 283,810</u>

September 30, 2024

	Not past due	1-60 days past due	61-90 days past due	Over 90 days past due	Total
Total Carrying	\$ 257,710	\$ 3,900	\$ -	\$ -	\$ 261,610

Amount (including related parties)					
Allowance for losses (Lifetime Expected Credit Losses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Amortized cost	<u>\$ 257,710</u>	<u>\$ 3,900</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 261,610</u>

#### 11. Inventories

	September 30, 2025	December 31, 2024	September 30, 2024
Merchandise	\$ 1,520	\$ 1,560	\$ 1,847
Raw materials	56,806	61,204	48,799
Work in process	142	510	1,016
Semi-finished Goods	<u>193</u>	<u>616</u>	<u>100</u>
	<u>\$ 58,661</u>	<u>\$ 63,890</u>	<u>\$ 51,762</u>

The nature of cost of goods sold is as follows:

	Three months ended September 30		Nine months ended September 30	
	2025	2024	2025	2024
Cost of inventories sold	<u>\$ 490,899</u>	<u>\$ 464,559</u>	<u>\$ 1,438,036</u>	<u>\$ 1,274,742</u>

#### 12. Subsidiaries

The reporting entity of this consolidated financial report comprises the following:

Investor	Subsidiary	Nature of Business	Ownership Percentage			Remarks
			September 30, 2025	December 31, 2024	September 30, 2024	
The Company	VNT International Co., Ltd.	Investment holding	51%	51%	51%	—
	TSA International Co., Ltd. (TSA)	Investment holding	100%	100%	100%	—
	TAROKO FOOD TAIWAN CO., LTD. (TAROKO)	Food & beverage sales	100%	100%	100%	1, 2 & 4
	Taroko Cuisine Ltd. (Taroko Cuisine)	Food & beverage sales	-	-	100%	1, 3 & 4
VNT International Co., Ltd.	VT1 International Co., Ltd.	Investment holding	100%	100%	100%	—
TSA	Safe Foods Co., Ltd. (Safe Foods)	Food manufacturing	51%	51%	51%	—
	Duofu Co., Ltd. (Duofu)	Trading	100%	100%	100%	—

A. This is a non-significant subsidiary, and its financial statements were not reviewed by independent auditors.

B. On April 10, 2024, the Company's board of directors resolved to acquire 100% of the equity interest in TAROKO FOOD TAIWAN CO., LTD. (TAROKO) through a share

swap and cash consideration. On May 31, 2024, the board further resolved that the effective date of the share swap and cash settlement would be August 1, 2024. For related information, please refer to Note 27.

C. On August 1, 2024, the Company acquired 100% of the equity interest in Taroko Cuisine Ltd. (Taroko) through a cash transaction. For details, please refer to Note 27.

D. In order to reduce operating costs and improve efficiency, TAROKO and Taroko entered into a short-form merger under the Company Act and Business Mergers and Acquisitions Act. TAROKO is the surviving entity, and Taroko is the dissolved entity. The merger was carried out through the issuance of new shares by TAROKO at a share exchange ratio of 1 share of TAROKO common stock for every 9.058 shares of Taroko common stock. The new shares were issued by TAROKO to shareholders of Taroko, and the merger effective date was set as December 31, 2024.

### 13. Property, Plant and Equipment

	Land	Buildings	Restaurant Decoration	Kitchen Equipment	Office Equipment	Transportatio n Equipment	Other Equipment	Storage Equipment	Total
<u>Cost</u>									
Balance as of January 1, 2025	\$ 206,912	\$ 78,737	\$ 493,814	\$ 125,839	\$ 28,342	\$ 919	\$ 14,865	\$ 36,771	\$ 986,199
Additions	-	-	40,614	9,745	2,365	-	840	268	53,832
Disposals	-	-	( 1,287)	( 853)	( 412)	( 171)	( 161)	-	( 2,884)
Reclassifications	-	-	242	51	-	-	-	-	293
Balance as of September 30, 2025	\$ 206,912	\$ 78,737	\$ 533,383	\$ 134,782	\$ 30,295	\$ 748	\$ 15,544	\$ 37,039	\$1,037,440
<u>Accumulated</u>									
<u>Depreciation</u>									
Balance as of January 1, 2025	\$ -	\$ 15,785	\$ 329,338	\$ 89,778	\$ 18,994	\$ 891	\$ 7,779	\$ 18,220	\$ 480,785
Depreciation Expense	-	2,954	67,156	14,078	3,700	28	3,239	4,371	95,526
Disposals	-	-	( 811)	( 803)	( 399)	( 171)	( 161)	-	( 2,345)
Balance as of September 30, 2025	\$ -	\$ 18,739	\$ 395,683	\$ 103,053	\$ 22,295	\$ 748	\$ 10,857	\$ 22,591	\$ 573,966
Carrying amount at September 30, 2025	\$ 206,912	\$ 59,998	\$ 137,700	\$ 31,729	\$ 8,000	\$ -	\$ 4,687	\$ 14,448	\$ 463,474
Carrying amount as of December 31, 2024 and January 1, 2025	\$ 206,912	\$ 62,952	\$ 164,476	\$ 36,061	\$ 9,348	\$ 28	\$ 7,086	\$ 18,551	\$ 505,414
<u>Cost</u>									
Balance as of January 1, 2024	\$ 206,912	\$ 77,833	\$ 364,149	\$ 99,254	\$ 21,998	\$ 705	\$ 11,911	\$ 35,245	\$ 818,007
Additions	-	-	83,193	18,463	4,799	-	2,219	1,563	110,237
Acquired through business combinations	-	-	689	261	228	214	-	-	1,392
Disposals	-	-	-	( 839)	( 205)	-	( 47)	-	( 1,091)
Reclassifications	-	-	8,598	1,529	207	-	-	-	10,334
Balance as of September 30, 2024	\$ 206,912	\$ 77,833	\$ 456,629	\$ 118,668	\$ 27,027	\$ 919	\$ 14,083	\$ 36,808	\$ 938,879
<u>Accumulated</u>									
<u>Depreciation</u>									
Balance as of January 1, 2024	\$ -	\$ 11,847	\$ 252,238	\$ 73,639	\$ 15,903	\$ 705	\$ 4,165	\$ 12,797	\$ 371,294
Depreciation Expense	-	2,954	57,084	12,569	3,084	74	2,675	4,064	82,504
Disposals	-	-	-	( 830)	( 199)	-	( 47)	-	( 1,076)
Balance as of September 30, 2024	\$ -	\$ 14,801	\$ 309,322	\$ 85,378	\$ 18,788	\$ 779	\$ 6,793	\$ 16,861	\$ 452,722
Carrying amount at September 30, 2024	\$ 206,912	\$ 63,032	\$ 147,307	\$ 33,290	\$ 8,239	\$ 140	\$ 7,290	\$ 19,947	\$ 486,157

No impairment losses were recognized or reversed for the periods from January 1 to September 30, 2025 and 2024. Depreciation expense is calculated on a straight-line basis over the following estimated useful lives:

Buidlings	20 years
Restaurant Renovations	1-7 years
Kitchen Equipment	2-7 years

Office Equipment	1-3 years
Transportation Equipment	3-5 years
Other Equipment	2-5 years
Storage Equipment	3-7 years

For property, plant and equipment pledged as collateral for borrowings, please refer to Note 30.

#### 14. Lease Agreements

##### (1) Right-of-use Assets

	September 30, 2025	December 31, 2024	September 30, 2024
Carrying amount of right-of-use assets			
Buildings	<u>\$ 386,163</u>	<u>\$ 384,173</u>	<u>\$ 355,277</u>
	Three months ended September 30	Nine months ended September 30	
	2025	2024	2025
			2024
Additions to right-of-use assets			<u>\$ 141,503</u>
Depreciation of right-of-use assets			<u>\$ 180,849</u>
Buildings	<u>\$ 48,281</u>	<u>\$ 41,040</u>	<u>\$ 138,299</u>
			<u>\$ 110,052</u>

Except for the additions and depreciation recognized as mentioned above, there were no significant subleases or impairment of right-of-use assets during the periods from January 1 to September 30, 2025 and 2024.

##### (2) Lease Liabilities

	September 30, 2025	December 31, 2024	September 30, 2024
Carrying amount			
Current	<u>\$ 165,880</u>	<u>\$ 140,873</u>	<u>\$ 140,325</u>
Non-current	<u>\$ 220,662</u>	<u>\$ 243,068</u>	<u>\$ 214,964</u>

Ranges of discount rates for lease liabilities are as follows:

	September 30, 2025	December 31, 2024	September 30, 2024
Buildings	1.40%~2.62%	1.40%~2.62%	1.40%~2.62%

##### (3) Material lease-in activities and terms

The Group leases certain retail spaces for use as store locations, with lease terms ranging from 1 to 12 years. Some store leases include both fixed lease payments and variable lease payments based on a specified percentage of the store's sales revenue.

(4) Other leasing information

	Three months ended September 30		Nine months ended September 30	
	2025	2024	2025	2024
Short-term lease expenses	\$ 5,629	\$ 4,851	\$ 16,437	\$ 14,402
Variable lease payments not included in the measurement of lease liabilities	\$ 68,807	\$ 66,563	\$ 199,163	\$ 188,999
Total cash outflows for leases			(\$ 357,338)	(\$ 315,802)

The Group has elected to apply the recognition exemption for short-term leases relating to buildings and kitchen equipment. Accordingly, no right-of-use assets or lease liabilities have been recognized for these leases.

15. Goodwill

	September 30, 2025	December 31, 2024	September 30, 2024
Goodwill	\$ 91,830	\$ 91,830	\$ 91,830

The Group recognized goodwill of NT\$5,820 thousand arising from the merger with Dopu Co., Ltd. on September 30, 2017. In addition, goodwill of NT\$86,010 thousand was recognized in connection with the merger with TAROKO FOOD TAIWAN CO., LTD. and Taroko Cuisine Ltd. on August 1, 2024 (please refer to Note 27). The goodwill primarily represents the expected benefits from future revenue growth of the brand.

The Group obtained a valuation report during 2025, which is within the one-year measurement period from the acquisition date. Based on this valuation report, the fair value of the trademark rights of the subsidiaries, TAROKO FOOD TAIWAN CO., LTD. and Taroko Cuisine Ltd., as of the acquisition date amounted to NT\$62,700 thousand in aggregate. Accordingly, the Group has retrospectively adjusted the provisional amounts and the original accounting treatment from the acquisition date, and the comparative information has been restated. The effects of the retrospective adjustments on the related items in the consolidated balance sheets are summarized as follows:

	<u>September 30, 2025</u>	<u>Acquisition Date</u>
Adjustment to goodwill	(\$ 62,700)	(\$ 62,700)
Other intangible assets	<u>\$ 62,700</u>	<u>\$ 62,700</u>

#### 16. Other Intangible Assets

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Trademark Rights	\$ 62,700	\$ 62,700	\$ 62,700
Franchise Rights	466	1,061	1,258
Computer Software	<u>160</u>	<u>179</u>	<u>187</u>
	<u>\$ 63,326</u>	<u>\$ 63,940</u>	<u>\$ 64,145</u>

There were no significant additions, disposals, or impairments of the Group's other intangible assets for the periods from January 1 to September 30, 2025 and 2024, respectively.

For information regarding the brand franchise agreements entered into by the Group, please refer to Note 31.

Amortization expenses are recognized on a straight-line basis over the following useful lives:

Franchise Rights	6 years
Computer Software	3 to 5 years

#### 17. Borrowings

##### (1) Short-term Borrowings

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
<u>Unsecured Borrowings</u>			
Credit Line Borrowings	<u>\$ -</u>	<u>\$ 5,000</u>	<u>\$ 5,000</u>

The annual interest rate for short-term bank borrowings was 2.85% as of December 31, 2024 and September 30, 2024, respectively.

##### (2) Long-term Borrowings

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Secured borrowings			
Bank loan (Note A)	\$ 103,723	\$ 108,027	\$ 109,436
Bank loan (Note B)	77,861	78,184	78,184
Unsecured Borrowings			
Bank loan (Note C)	11,312	15,000	15,000
Less: Portion Due Within			
One Year	( <u>16,606</u> )	( <u>15,184</u> )	( <u>12,303</u> )
Long-term Borrowings	<u>\$ 176,290</u>	<u>\$ 186,027</u>	<u>\$ 190,317</u>

- A. The bank loan is secured by a mortgage over the Company’s land and buildings (please refer to Note 30). The maturity date of the loan as of September 30, 2025, December 31, 2024 and September 30, 2024 is November 10, 2040, and the annual interest rates were 2.05%, 2.24% and 2.24%, respectively.
- B. The bank loan is secured by a mortgage over the Company’s land and buildings (please refer to Note 30). The maturity date of the loan as of September 30, 2025, December 31, 2024 and September 30, 2024 is June 25, 2041, and the annual interest rates were 2.10%, 2.36% and 2.36%, respectively.
- C. The maturity date of the bank loan as of September 30, 2025, December 31, 2024 and September 30, 2024 is March 5, 2027, and the annual interest rates were 2.22%, 0.50% and 0.50%, respectively.

18. Other Payables

	September 30, 2025	December 31, 2024	September 30, 2024
Salaries and bonuses payable	\$ 132,807	\$ 149,352	\$ 148,475
Labor and health insurance premiums payable	20,643	20,591	18,553
Business tax payable	13,694	17,420	8,095
Pension payable	13,849	13,441	12,750
Others	<u>28,562</u>	<u>26,056</u>	<u>22,982</u>
	<u>\$ 209,555</u>	<u>\$ 226,860</u>	<u>\$ 210,855</u>

19. Provisions

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Non-Current</u> Decommissioning liability reserve	<u>\$ 6,893</u>	<u>\$ 5,933</u>	<u>\$ 5,253</u>

The Group leases operating premises from lessors. In accordance with the lease agreements, the Group is required to restore the leased assets to their original condition at the commencement of the lease upon termination. Accordingly, a decommissioning liability reserve has been recognized based on the estimated cost of such restoration work.

20. Post-Employment Benefit Plans

The pension plan under the “Labor Pension Act” adopted by the Group is a government-managed defined contribution plan. The Group contributes 6% of each employee’s monthly wages to the individual pension accounts at the Bureau of Labor Insurance.

## 21. Equity

### (1) Common Stock

	September 30, 2025	December 31, 2024	September 30, 2024
Authorized shares (in thousands)	<u>60,000</u>	<u>60,000</u>	<u>60,000</u>
Authorized capital	<u>\$ 600,000</u>	<u>\$ 600,000</u>	<u>\$ 600,000</u>
Issued and fully paid shares (in thousands)	<u>26,694</u>	<u>26,694</u>	<u>26,694</u>
Issued capital	<u>\$ 266,939</u>	<u>\$ 266,939</u>	<u>\$ 266,939</u>

### (2) Capital Surplus

	September 30, 2025	December 31, 2024	September 30, 2024
<u>May be used to offset a deficit, distributed as cash dividends, or transferred to share capital (Note)</u>			
Share premium	<u>\$ 483,986</u>	<u>\$ 483,986</u>	<u>\$ 483,986</u>

Note: This category of capital surplus may be used to offset accumulated deficits and, when the Company has no accumulated deficit, may also be distributed as cash dividends or capitalized to increase share capital; however, when capitalized, the amount is subject to an annual limit based on a certain percentage of the paid-in capital, in accordance with applicable laws and regulations.

### (3) Retained Earnings and Dividend Policy

On May 30, 2024, the Company's shareholders resolved to amend its Articles of Incorporation. According to the amended earnings distribution policy, if the Company recognizes net income in its annual final accounts, the income shall first be used to pay taxes in accordance with applicable laws and to offset accumulated deficits. Thereafter, 10% of the remaining earnings shall be appropriated as legal reserve. However, if the legal reserve has reached the amount of the Company's paid-in capital, the appropriation may be discontinued. Any remaining earnings shall then be appropriated or reversed as special reserve in accordance with applicable laws or operating requirements. The resulting amount, combined with unappropriated retained earnings from prior years, shall be the cumulative distributable earnings. After setting aside a portion of earnings as necessary, the Board of Directors shall draft a distribution proposal and submit it to the shareholders' meeting for approval of dividends and bonuses to shareholders.

No less than 30% of the cumulative distributable earnings shall be distributed as shareholders' dividends and bonuses each year, of which cash dividends shall not be less than 20% of the total dividends and bonuses distributed to shareholders. Furthermore, if the distribution of dividends, bonuses, legal reserve, or capital reserve (in whole or in part) is made in the form of cash, the Board of Directors is authorized to resolve such distribution with the attendance of at least two-thirds of the directors and the approval of a majority of the attending directors, and report the distribution to the shareholders' meeting.

According to the earnings distribution policy under the Company's previous Articles of Incorporation, if the Company recognized net income in its annual final accounts, the income was to be used first to pay taxes in accordance with applicable laws and to offset accumulated deficits. Thereafter, 10% of the remaining earnings was to be appropriated as legal reserve, unless the legal reserve had reached the amount of the Company's paid-in capital, in which case the appropriation could be discontinued. Any remaining earnings were to be appropriated or reversed as special reserve in accordance with applicable laws or operating requirements. The resulting amount, together with unappropriated retained earnings from previous years, constituted the cumulative distributable earnings. After retaining a portion of the earnings as needed, the Board of Directors would propose a distribution plan and submit it to the shareholders' meeting for approval of dividends and bonuses to shareholders. In addition, if the Company distributes dividends, bonuses, or all or part of the statutory legal reserve or capital surplus in cash, the distribution shall be authorized by the Board of Directors with the attendance of at least two-thirds of the directors and the approval of more than one-half of the directors present, and shall subsequently be reported to the shareholders' meeting.

The Company's policies regarding the distribution of employees' compensation and directors' remuneration as stipulated in its Articles of Incorporation are disclosed in Note 23(7), Employees' Compensation and Directors' Remuneration.

The statutory legal reserve shall be appropriated until its balance reaches the total paid-in capital of the Company. The statutory legal reserve may be used to offset accumulated deficits. When the Company has no accumulated deficit, the portion of the statutory legal reserve in excess of 25% of the paid-in capital may, in addition to being capitalized to increase share capital, also be distributed in cash.

The appropriations of earnings for the years ended December 31, 2024 and 2023 were as follows:

	2024	2023
Legal reserve	<u>\$ 41,424</u>	<u>\$ 39,286</u>
Special Reserve	<u>\$ 3,414</u>	<u>\$ 47</u>
Cash dividends	<u>\$373,714</u>	<u>\$349,356</u>
Cash dividend per share (NT\$)	\$ 14	\$ 13.3

The aforementioned cash dividends were resolved by the Board of Directors on March 11, 2025 and March 8, 2024, respectively. The remaining items of earnings

distribution were approved by the shareholders at their meetings on May 28, 2025 and May 30, 2024, respectively.

(4) Other Equity Items

A. Exchange Differences on Translation of Foreign Operations

	Nine months ended September 30	
	2025	2024
Beginning balance	(\$ 113)	(\$ 114)
Arising during the period		
Exchange differences on translation of financial statements of foreign operations	( 187 )	41
Ending balance	<u>(\$ 300)</u>	<u>(\$ 73)</u>

B. Unrealized valuation gain (loss) on financial assets at FVTOCI

	Nine months ended September 30	
	2025	2024
Beginning balance	(\$ 3,415)	\$ -
Arising during the period		
Unrealized gain (loss)	( 413 )	( 599 )
Ending balance	<u>(\$ 3,828)</u>	<u>(\$ 599)</u>

(5) Non-Controlling Interests

	Nine months ended September 30	
	2025	2024
Beginning balance	\$ 16,190	\$ 12,915
Net income for the period	2,229	2,271
Other comprehensive income for the period		
Exchange differences on translation of financial statements of foreign operations	( 179 )	40
Ending balance	<u>\$ 18,240</u>	<u>\$ 15,226</u>

22. Revenue

	Three months ended September 30		Nine months ended September 30	
	2025	2024	2025	2024
Restaurant revenue	\$ 992,347	\$ 959,516	\$ 2,946,060	\$ 2,671,241
Other revenue	53,135	2,406	58,516	7,119
	<u>\$ 1,045,482</u>	<u>\$ 961,922</u>	<u>\$ 3,004,576</u>	<u>\$ 2,678,360</u>

(1) Description of Customer Contracts

A. Restaurant revenue is derived from the sale of food and beverage services at the Group's store locations and is recognized at the point of sale.

B. Other revenue mainly represents revenue from the sale of seasonal gift boxes and other goods, recognized at the point of customer purchase.

(2) Contract Balances

	September 30, 2025	December 31, 2024	September 30, 2024	January 1, 2024
Accounts receivable (Note 10)	\$ 261,804	\$ 283,768	\$ 261,488	\$ 273,887
Accounts receivable – related parties	\$ 2	\$ 42	\$ 122	\$ 491
Contract liabilities (included in other current liabilities)	\$ 12,543	\$ 9,975	\$ 7,916	\$ 6,353

Contract liabilities mainly consist of customer loyalty programs and advance receipts. Revenue recognized in the current year that was included in the contract liabilities at the beginning of the year is as follows:

	Nine months ended September 30	
	2025	2024
<u>From contract liabilities at the beginning of the period</u>		
Sale of goods	\$ 5	\$ 27

23. Profit from Continuing Operations

(1) Interest Income

	Three months ended September 30		Nine months ended September 30	
	2025	2024	2025	2024
Bank deposits	\$ 1,867	\$ 2,254	\$ 6,173	\$ 7,320
Imputed interest on deposits	28	12	61	34
	<u>\$ 1,895</u>	<u>\$ 2,266</u>	<u>\$ 6,234</u>	<u>\$ 7,354</u>

(2) Other Income

	Three months ended September 30		Nine months ended September 30	
	2025	2024	2025	2024

Dividend income	\$ -	\$ -	\$ 2,219	\$ -
Government grants (Note 26)	-	10	20	18
Lease modification gain	13	-	18	-
Others	<u>405</u>	<u>627</u>	<u>1,553</u>	<u>1,754</u>
	<u>\$ 418</u>	<u>\$ 637</u>	<u>\$ 3,810</u>	<u>\$ 1,772</u>

(3) Other Gains and Losses

	Three months ended September 30		Nine months ended September 30	
	2025	2024	2025	2024
Net gain (loss) on financial assets at fair value through profit or loss	\$ 5,395	(\$ 6,454)	(\$ 4,311)	\$ 5,537
Net foreign exchange loss or profit	( 415)	153	( 1,354)	( 87)
Others	<u>( 172)</u>	<u>( 1)</u>	<u>( 541)</u>	<u>( 1)</u>
	<u>\$ 4,808</u>	<u>(\$ 6,302)</u>	<u>(\$ 6,206)</u>	<u>\$ 5,449</u>

(4) Finance Costs

	Three months ended September 30		Nine months ended September 30	
	2025	2024	2025	2024
Interest on lease liabilities	\$ 1,403	\$ 1,316	\$ 4,068	\$ 3,171
Interest on bank borrowings	<u>1,014</u>	<u>1,261</u>	<u>3,268</u>	<u>3,562</u>
	<u>\$ 2,417</u>	<u>\$ 2,577</u>	<u>\$ 7,336</u>	<u>\$ 6,733</u>

(5) Depreciation and Amortization

	Three months ended September 30		Nine months ended September 30	
	2025	2024	2025	2024
Depreciation expenses by function				
Operating costs	\$ 15,157	\$ 13,539	\$ 44,167	\$ 36,592
Operating expenses	<u>64,468</u>	<u>57,823</u>	<u>189,658</u>	<u>155,964</u>
	<u>\$ 79,625</u>	<u>\$ 71,362</u>	<u>\$ 233,825</u>	<u>\$ 192,556</u>
Amortization expenses by function:				
Operating expenses	<u>\$ 205</u>	<u>\$ 204</u>	<u>\$ 614</u>	<u>\$ 626</u>

(6) Employee Benefits Expense

	Three months ended September 30		Nine months ended September 30	
	2025	2024	2025	2024
Short-term employee benefits	\$ 324,742	\$ 298,682	\$ 950,526	\$ 838,347
Post-employment benefits (Note 20)				
Defined contribution plans	<u>14,004</u>	<u>12,648</u>	<u>41,847</u>	<u>35,404</u>
Total employee benefits	<u>\$ 338,746</u>	<u>\$ 311,330</u>	<u>\$ 992,373</u>	<u>\$ 873,751</u>
By function				
Operating costs	\$ 135,744	\$ 121,224	\$ 394,894	\$ 333,625
Operating expenses	<u>203,002</u>	<u>190,106</u>	<u>597,479</u>	<u>540,126</u>
	<u>\$ 338,846</u>	<u>\$ 311,330</u>	<u>\$ 992,373</u>	<u>\$ 873,751</u>

(7) Remuneration to Employees and Directors

In accordance with the Company's Articles of Incorporation, employee remuneration and director remuneration shall be appropriated at not less than 0.5% and not more than 5%, respectively, of profit before tax, before deducting such remuneration.

Pursuant to the amendment to the Securities and Exchange Act in August 2024, the Company's shareholders approved the amendment to the Articles of Incorporation at the shareholders' meeting in 2025, stipulating that not less than 0.2% of profit before tax, before deducting employee and director remuneration, shall be allocated as remuneration to rank-and-file employees.

The estimated amounts of employee remuneration (including remuneration to rank-and-file employees) and director remuneration for the nine months ended September 30, 2025 and 2024 are as follows:

Estimated Rate

	Nine months ended September 30	
	2025	2024
Employee compensation	0.5%	0.5%
Directors' remuneration	-	-

Amount

	Three months ended September 30		Nine months ended September 30	
	2025	2024	2025	2024
Employee compensation	\$ 723	\$ 592	\$ 1,871	\$ 1,842
Directors' remuneration	\$ -	\$ -	\$ -	\$ -

If the amounts are subsequently changed after the approval and issuance of the annual consolidated financial statements, such changes shall be accounted for as changes in accounting estimates and recognized in the following year.

The employee and director remuneration for 2024 and 2023 were approved by the Board of Directors on March 11, 2025 and March 8, 2024, respectively, as follows:

Amount

	2024	2023
	Cash	Cash
Employee compensation	\$ 2,577	\$ 2,456
Directors' remuneration	\$ 2,577	\$ 2,456

The distribution of employee and director remuneration for 2024 is yet to be distributions.

The actual distributions of employee and director remuneration for 2023 was consistent with the amounts recognized in the consolidated financial statements.

For details regarding the employee and director remuneration as approved by the Board of Directors, please refer to the Market Observation Post System (MOPS) of the Taiwan Stock Exchange.

24. Income Taxes

(1) Income Tax Recognized in Profit or Loss

The main components of income tax expense are as follows:

	Three months ended September 30		Nine months ended September 30	
	2025	2024	2025	2024
Current income tax Incurred in the current period	\$ 27,289	\$ 25,484	\$ 77,367	\$ 72,259
Current year Adjustments for prior years	26	-	26	26
Total income tax expense recognized in profit or loss	\$ 27,315	\$ 25,484	\$ 77,393	\$ 72,285

## (2) Income Tax Assessment

The Company's income tax returns have been assessed and approved by the tax authorities through the year ended 2023.

## 25. Earnings Per Share

	Unit: NT\$ per share			
	Three months ended September 30		Nine months ended September 30	
	2025	2024	2025	2024
Basic earnings per share	\$ 4.34	\$ 3.52	\$ 11.18	\$ 11.19
Diluted earnings per share	\$ 4.34	\$ 3.52	\$ 11.18	\$ 11.19

The net income and weighted-average number of ordinary shares used to calculate earnings per share were as follows:

## Net Income for the Period

	Three months ended September 30		Nine months ended September 30	
	2025	2024	2025	2024
	Net income attributable to owners of the Company	\$ 115,770	\$ 93,434	\$ 298,545
Net income used in basic and diluted EPS calculation	\$ 115,770	\$ 93,434	\$ 298,545	\$ 294,972

## Shares

	Unit: Thousands of shares			
	Three months ended September 30		Nine months ended September 30	
	2025	2024	2025	2024
Weighted-average number of ordinary shares for basic EPS	\$ 26,694	\$ 26,546	\$ 26,694	\$ 26,361
Effect of potentially dilutive ordinary shares:				
Employee compensations	9	7	12	9
Weighted-average number of ordinary shares for diluted EPS	\$ 26,703	\$ 26,553	\$ 26,706	\$ 26,370

If the Company has the option to settle employee compensation in shares or in cash, it shall be assumed, for the purpose of calculating diluted earnings per share, that the compensation will be settled in shares. The resulting potential ordinary shares shall be included in the weighted average number of shares outstanding, provided the effect is dilutive. The dilutive effect of such potential ordinary shares shall continue to be considered in the calculation of diluted earnings per share until the number of shares to be distributed to employees is resolved at the shareholders' meeting in the subsequent year.

## 26. Government Grants

In January and February 2025, the Group received employment incentives under the “Taoyuan Youth Employment Stability Program” from the Department of Labor, Taoyuan City Government, with an approved government grant amounting to NT\$20 thousand. As of September 30, 2025, the amount was recognized under other income.

In April 2024, the Group received a government grant of NT\$8 thousand under the “Stable Employment Program” from the Ministry of Labor. In addition, in August 2024, the Group received employment incentive subsidies of NT\$10 thousand under the “Taoyuan Youth Employment Stability Program” from the Department of Labor, Taoyuan City Government. As of September 30, 2024, the aforementioned amounts, totaling NT\$18 thousand, were recognized under other income.

## 27. Business Combinations

### (1) Acquisition of Subsidiaries

	Principal Activities	Acquisition Date	Ownership Interest / Voting Rights (%)	Consideration Transferred
TAROKO FOOD TAIWAN CO., LTD.	Provision of food and beverage services	August 1, 2024	100	<u>\$ 167,573</u>
Taroko Cuisine Ltd.	Provision of food and beverage services	August 1, 2024	100	<u>\$ 18,500</u>

On August 1, 2024, the Company acquired 100% equity interest in TAROKO FOOD TAIWAN CO., LTD. and Taroko Cuisine Ltd. For further details, please refer to Note 12.

### (2) Consideration Transferred

	TAROKO FOOD TAIWAN CO., LTD.	Taroko Cuisine Ltd.
Cash	\$ 56,049	\$ 18,500
Issuance of equity instruments	<u>111,524</u>	-
Total	<u>\$167,573</u>	<u>\$ 18,500</u>

### Issuance of Equity Instruments

The Company issued 427 thousand new ordinary shares with a par value of NT\$10 each as part of the consideration for acquiring Taroko Food Taiwan Co., Ltd. The fair value of these ordinary shares, determined based on the closing price on the acquisition date, amounted to NT\$111,524 thousand.

### (3) Assets Acquired and Liabilities Assumed on Acquisition Date

	<u>TAROKO FOOD TAIWAN CO., LTD.</u>	<u>Taroko Cuisine Ltd.</u>
Current Assets		
Cash and cash equivalents	\$ 24,341	\$ 7,408
Accounts receivable	11,840	1,322
Inventories	7,894	183
Other current assets	4,494	924
Non-current Assets		
Property, plant and equipment	1,392	-
Right-of-use assets	29,661	2,628
Intangible assets	57,800	4,900
Refundable deposits	3,020	433
Deferred income tax assets	81	-
Other financial assets – non-current	748	-
Current Liabilities		
Accounts payable	(\$ 3,032)	(\$ 565)
Notes payable	( 4,269)	( 1,521)
Other current liabilities	( 12,047)	( 5,076)
Lease liabilities	( 15,384)	( 1,754)
Non-current Liabilities		
Lease liabilities	( <u>14,467</u> )	( <u>891</u> )
	<u>\$ 92,072</u>	<u>\$ 7,991</u>

### (4) Goodwill Arising from the Acquisition

	<u>TAROKO FOOD TAIWAN CO., LTD.</u>	<u>Taroko Cuisine Ltd.</u>
Consideration transferred	\$167,573	\$ 18,500
Less: Fair value of net identifiable assets acquired	( <u>92,072</u> )	( <u>7,991</u> )
Goodwill arising from the acquisition	<u>\$ 75,501</u>	<u>\$ 10,509</u>

The goodwill generated from the acquisition of TAROKO FOOD TAIWAN CO., LTD. and Taroko Cuisine Ltd. primarily represents control premiums. The consideration paid reflects the anticipated synergies, revenue growth, future market developments, and the value of employees of TAROKO FOOD TAIWAN CO., LTD. and Taroko Cuisine Ltd. However, these benefits do not meet the criteria for

recognition as separately identifiable intangible assets and are therefore not recognized separately.

(5) Net Cash Outflow Arising from Acquisition of Subsidiaries

	<u>TAROKO FOOD TAIWAN CO., LTD.</u>	<u>Taroko Cuisine Ltd.</u>
Cash consideration paid	\$ 56,049	\$ 18,500
Less: Cash and cash equivalents acquired	( 24,341)	( 7,408)
	<u>\$ 31,708</u>	<u>\$ 11,092</u>

28. Financial Instruments

(1) Fair value of financial instruments not measured at fair value

The management of the Group considers that the carrying amounts of financial assets and financial liabilities not measured at fair value approximate their fair values.

(2) Fair value of financial instruments measured at fair value on a recurring basis

A. Fair value hierarchy

September 30, 2025

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
<u>Financial assets at fair value through profit or loss</u>				
Limited partnerships	\$ -	\$ -	\$ 93,474	\$ 93,474
Mutual funds	35,428	-	-	35,428
Equity instruments				
Domestic listed (OTC) shares	<u>3,098</u>	<u>-</u>	<u>-</u>	<u>3,098</u>
	<u>\$ 38,526</u>	<u>\$ -</u>	<u>\$ 93,474</u>	<u>\$ 132,000</u>

Financial assets at fair value through other comprehensive income

Equity instruments				
Domestic unlisted (non-OTC) shares	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,396</u>	<u>\$ 4,396</u>

December 31, 2024

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
<u>Financial assets at fair value through profit or loss</u>				
Limited partnerships	\$ -	\$ -	\$ 94,978	\$ 94,978
Mutual funds	38,071	-	-	38,071

Equity instruments				
Domestic listed				
(OTC) shares	3,262	-	-	3,262
	<u>\$ 41,333</u>	<u>\$ -</u>	<u>\$ 94,978</u>	<u>\$ 136,311</u>

Financial assets at fair value through other comprehensive income

Equity instruments				
Domestic unlisted				
(non-OTC)				
shares	-	-	4,809	4,809
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,809</u>	<u>\$ 4,809</u>

September 30, 2024

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
<u>Financial assets at fair value through profit or loss</u>				
Limited partnerships	\$ -	\$ -	\$ 76,052	\$ 76,052
Mutual funds	36,982	-	-	36,982
Equity instruments				
Domestic listed				
(OTC) shares	3,611	-	-	3,611
	<u>\$ 40,593</u>	<u>\$ -</u>	<u>\$ 76,052</u>	<u>\$ 116,645</u>
<u>Financial assets at fair value through other comprehensive income</u>				
Equity instruments				
Domestic unlisted				
(non-OTC)				
shares	-	-	7,625	7,625
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,625</u>	<u>\$ 7,625</u>

There were no transfers between Level 1 and Level 2 fair value measurements for the nine months ended September 30, 2025 and 2024.

B. Valuation Techniques and Inputs Used for Level 3 Fair Value Measurements

<u>Types of financial instruments</u>	<u>Valuation techniques and inputs</u>
Limited partnerships	Asset-based approach: Fair value is determined based on the aggregate value of underlying assets and liabilities. A significant unobservable input is a discount for lack of marketability.
Unlisted equity investments	Market approach: Valuation is based on

(domestic)

observable transaction prices of comparable companies. Inputs include financial metrics such as price-to-book (P/B) ratios adjusted for differences between the investee and comparable companies. An increase in P/B ratio or a decrease in liquidity discount would result in a higher fair value.

(3) Categories of Financial Instruments

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Financial assets</u>			
Financial assets at fair value through profit or loss:			
Limited partnerships	\$ 93,474	\$ 94,978	\$ 76,052
Mutual funds	35,428	38,071	36,982
Equity instruments	3,098	3,262	3,611
Financial assets measured at amortized cost			
Cash	\$ 455,006	\$ 376,144	\$ 476,379
Financial assets measured at amortized cost			
Accounts receivable	308,962	454,963	225,748
Accounts receivable – related parties	2	42	122
Other receivables (classified under other current assets)	143	66	115
Other receivables – related parties (classified under other current assets)	319	35	36
Refundable deposits	15,636	16,280	15,940
Financial assets at fair value through other comprehensive income	4,396	4,809	7,625
<u>Financial Liabilities</u>			
Financial liabilities measured at amortized cost			
Short-term borrowings	-	5,000	5,000
Notes and accounts payable	100,557	104,721	85,475
Accounts payable –	4,919	5,732	4,653

related parties			
Other payables (including related parties)	24,998	18,445	18,683
Payables for equipment	9,337	14,769	2,048
Long-term borrowings (including current portion)	192,897	201,211	202,620

#### (4) Financial Risk Management Objectives and Policies

The main financial instruments of the Group include cash, accounts receivable, notes and accounts payable, short-term and long-term borrowings and lease liabilities. The Group's finance department provides services to business units and coordinates access to domestic financial markets. It monitors and manages the financial risks relating to the Group's operations through internal risk reports that analyze exposure by degree and magnitude of risks. These risks include market risk (including interest rate risk), credit risk, and liquidity risk.

##### A. Market Risk

The Group's operating activities expose it primarily to interest rate risk (see (A) below). There have been no changes in the Group's exposure to market risks or the manner in which such risks are managed and measured.

##### (A) Interest Rate Risk

The carrying amounts of the Group's interest rate-sensitive financial instruments as of the balance sheet date are as follows:

	September 30, 2025	December 31, 2024	September 30, 2024
Fair value interest rate risk			
- Financial assets	\$ 238,962	\$ 149,963	\$ 29,748
- Financial liabilities	397,854	398,941	355,289
Cash flow interest rate risk			
- Financial assets	521,410	677,715	668,412
- Financial liabilities	181,584	191,211	207,620

##### Sensitivity Analysis

The following sensitivity analysis is determined based on the interest rate risk exposure of non-derivative instruments as of the balance sheet date. For floating-rate financial assets, the analysis is prepared on the assumption that

the amount of such assets outstanding at the balance sheet date was outstanding for the entire reporting period.

If interest rates had increased or decreased by 0.1%, with all other variables held constant, the Company's profit before tax for the nine months ended September 30, 2025 and 2024 would have increased or decreased by NT\$255 thousand and NT\$346 thousand, respectively.

#### (B) Other Price Risk

The Group is exposed to price risk arising from its investments in funds and equity securities. The Group's management manages this risk by holding a diversified investment portfolio. Investments in unlisted equity instruments are not held for trading purposes and are regarded as strategic investments, and the Group does not actively trade these investments.

#### Sensitivity Analysis

The following sensitivity analysis is determined based on the exposure to securities price risk as of the balance sheet date.

If the fair value of financial assets measured at fair value through profit or loss had increased or decreased by 5%, the profit before tax for the nine months ended September 30, 2025 and 2024 would have increased or decreased by NT\$6,600 thousand and NT\$5,832 thousand, respectively, due to the change in the fair value of financial assets measured at fair value through profit or loss.

If the fair value of financial assets measured at fair value through other comprehensive income had increased or decreased by 5%, the other comprehensive income before tax for the nine months ended September 30, 2025 and 2024 would have increased or decreased by NT\$220 thousand and NT\$381 thousand, respectively, due to the change in the fair value of financial assets measured at fair value through other comprehensive income.

#### B. Credit Risk

Credit risk refers to the risk that a counterparty will default on its contractual obligations, resulting in a financial loss to the Group. As of the balance sheet date, the Group's maximum exposure to credit risk, which would arise if the counterparty failed to perform its obligations, primarily represents the carrying amounts of the financial assets recognized in the consolidated balance sheets.

In order to mitigate credit risk, the Group has established credit and accounts receivable management policies to ensure that appropriate actions are taken for the collection of overdue receivables. In addition, the Group reviews the recoverable amounts of receivables individually as of the balance sheet date to ensure that adequate impairment losses are recognized for receivables that are not recoverable. Accordingly, management believes that the Group's credit risk has been significantly reduced.

The Group's accounts receivable are diversified among a large number of customers. The Group continuously evaluates the financial condition of its customers.

The Group does not have any significant credit risk exposure to any single counterparty or any group of counterparties with similar characteristics.

### C. Liquidity Risk

The Group manages liquidity risk by maintaining adequate levels of cash and cash equivalents to fund its operations and to mitigate the effects of cash flow fluctuations.

#### (A) Liquidity and Interest Rate Risk Table for Non-Derivative Financial Liabilities

The following table details the Group's remaining contractual maturities for its non-derivative financial liabilities based on the earliest date on which the Group could be required to repay. The amounts presented are the undiscounted cash flows, including principal and estimated interest. Accordingly, borrowings that are callable by banks at any time are classified in the earliest time band regardless of the likelihood of early repayment. All other financial liabilities are based on their contractual maturity dates.

#### September 30, 2025

	<u>Less than 3 months</u>	<u>3 to 12 months</u>	<u>1-5 years</u>	<u>More than 5 years</u>
<u>Non-derivative financial liabilities</u>				
Non-interest-bearing liabilities	\$ 324,368	\$ -	\$ -	\$ -
Lease liabilities	50,035	120,416	197,629	29,886
Floating-rate instruments	2,399	10,387	55,752	145,349
Fixed-rate instruments	<u>1,919</u>	<u>5,756</u>	<u>3,837</u>	<u>-</u>
	<u>\$ 378,721</u>	<u>\$ 136,559</u>	<u>\$ 257,218</u>	<u>\$ 175,235</u>

#### Additional breakdown of contractual maturities:

	<u>Within 1 Year</u>	<u>1–5 Years</u>	<u>5–10 Years</u>	<u>10–15 Years</u>	<u>15–20 Years</u>	<u>Over 20 Years</u>
Lease liabilities	\$ 170,451	\$ 197,629	\$ 25,228	\$ 4,658	\$ -	\$ -
Floating rate instruments	12,786	55,752	69,764	69,764	5,821	-
Fixed-rate instruments	<u>7,675</u>	<u>3,837</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>\$ 190,912</u>	<u>\$ 257,218</u>	<u>\$ 94,992</u>	<u>\$ 74,422</u>	<u>\$ 5,821</u>	<u>\$ -</u>

December 31, 2024

	Less than 3 months	3 to 12 months	1-5 years	More than 5 years
<u>Non-derivative financial liabilities</u>				
Non-interest-bearing liabilities	\$ 352,082	\$ -	\$ -	\$ -
Lease liabilities	45,210	98,725	217,097	33,610
Floating-rate instruments	3,462	15,349	55,195	153,979
Fixed-rate instruments	20	5,756	9,593	-
	<u>\$ 400,774</u>	<u>\$ 119,830</u>	<u>\$ 281,885</u>	<u>\$ 187,589</u>

Additional breakdown of contractual maturities:

	Within 1 Year	1–5 Years	5–10 Years	10–15 Years	15–20 Years	Over 20 Years
Lease liabilities	\$ 143,935	\$ 217,097	\$ 29,497	\$ 4,113	\$ -	\$ -
Floating rate instruments	18,811	55,195	68,995	68,995	15,989	-
Fixed-rate instruments	5,776	9,593	-	-	-	-
	<u>\$ 168,522</u>	<u>\$ 281,885</u>	<u>\$ 98,492</u>	<u>\$ 73,108</u>	<u>\$ 15,989</u>	<u>\$ -</u>

September 30, 2024

	Less than 3 months	3 to 12 months	1-5 years	More than 5 years
<u>Non-derivative financial liabilities</u>				
Non-interest-bearing liabilities	\$ 303,026	\$ -	\$ -	\$ -
Lease liabilities	43,201	101,681	200,574	19,294
Floating-rate instruments	2,535	19,217	66,708	157,429
	<u>\$ 348,762</u>	<u>\$ 120,898</u>	<u>\$ 267,282</u>	<u>\$ 176,723</u>

Additional breakdown of contractual maturities:

	Within 1 Year	1–5 Years	5–10 Years	10–15 Years	15–20 Years	Over 20 Years
Lease liabilities	\$ 144,882	\$ 200,574	\$ 16,203	\$ 3,091	\$ -	\$ -
Floating-rate instruments	21,752	66,708	68,995	68,995	19,439	-
	<u>\$ 166,634</u>	<u>\$ 267,282</u>	<u>\$ 85,198</u>	<u>\$ 72,086</u>	<u>\$ 19,439</u>	<u>\$ -</u>

(B) Financing Facilities

	September 30, 2025	December 31, 2024	September 30, 2024
Unsecured Bank Loan Facilities			
– Amount utilized	\$ 11,312	\$ 5,000	\$ 20,000
– Amount unutilized	-	-	-

	<u>\$ 11,312</u>	<u>\$ 5,000</u>	<u>\$ 20,000</u>
Secured Bank Loan Facilities			
– Amount utilized	\$ 181,584	\$ 191,817	\$ 187,620
– Amount unutilized	<u>-</u>	<u>-</u>	<u>-</u>
	<u>\$ 181,584</u>	<u>\$ 191,817</u>	<u>\$ 187,620</u>

## 29. Related Party Transactions

Transactions, account balances, revenues, and expenses between the Company and its subsidiaries (which are related parties) have been eliminated in full upon consolidation and are therefore not disclosed in this note.

Unless disclosed in other notes, the major transactions between the Group and other related parties are as follows.

### (1) Names of Related Parties and Their Relationships with the Company

<u>Name of Related Party</u>	<u>Relationship with the Group</u>
TIEN PENG FOOD CORP. (“TIEN PENG FOOD”)	Substantial related party
Share Food Co., Ltd. (“Share Food”)	Substantial related party

### (2) Sales

<u>Category / Name of Related Party</u>	<u>Three months ended September 30</u>		<u>Nine months ended September 30</u>	
	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>
Substantial related party	<u>\$ 2</u>	<u>\$ 236</u>	<u>\$ 66</u>	<u>\$ 403</u>

### (3) Purchases

<u>Category / Name of Related Party</u>	<u>Three months ended September 30</u>		<u>Nine months ended September 30</u>	
	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>
Substantial related party				
TIEN PENG FOOD	\$ 13,586	\$ 12,973	\$ 39,096	\$ 36,796
Share Food	<u>2,622</u>	<u>1,830</u>	<u>5,991</u>	<u>5,329</u>
	<u>\$ 16,208</u>	<u>\$ 14,803</u>	<u>\$ 45,087</u>	<u>\$ 42,125</u>

The purchase prices for transactions between the Group and related parties are determined based on contractual agreements, as there are no comparable arm’s length transactions available. The payment terms are similar to those with unrelated parties.

(4) Processing Fees

Account title	Category of Related Party	Three months ended September 30		Nine months ended September 30	
		2025	2024	2025	2024
Operating costs	Substantial related party	<u>\$ 2,830</u>	<u>\$ 2,912</u>	<u>\$ 8,078</u>	<u>\$ 8,283</u>

The Group engaged related parties to provide food processing services and other miscellaneous services. As there were no comparable transactions with third-party vendors for similar types of food processing, the fees were determined based on contractual terms. The payment terms were comparable to those with unrelated parties.

(5) Operating Expenses

Account title	Category of Related Party	Three months ended September 30		Nine months ended September 30	
		2025	2024	2025	2024
Selling expenses	Substantial related party	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 500</u>
Administrative expenses	Substantial related party	<u>\$ 210</u>	<u>\$ 210</u>	<u>\$ 630</u>	<u>\$ 638</u>
Research and development expenses	Substantial related party	<u>\$ -</u>	<u>\$ 2</u>	<u>\$ -</u>	<u>\$ 5</u>

The above primarily represents rental and other payments to related parties. The transaction prices were determined through negotiations between both parties, and there were no comparable transactions with unrelated parties.

(6) Receivables from Related Parties

Account title	Category of Related Party	September 30, 2025	December 31, 2024	September 30, 2024
Accounts receivable - related parties	Substantial related party	<u>\$ 2</u>	<u>\$ 42</u>	<u>\$ 122</u>
Other receivables - related parties	Substantial related party	<u>\$ 319</u>	<u>\$ 35</u>	<u>\$ 36</u>

Accounts receivable primarily represent sales to related parties, while other receivables mainly represent advances paid on behalf of related parties. The settlement terms were comparable to those with unrelated parties.

(7) Payables to Related Parties

<u>Account title</u>	<u>Category of Related Party</u>	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Accounts payable - related parties	Substantial related party	<u>\$ 4,919</u>	<u>\$ 5,732</u>	<u>\$ 4,653</u>
Other Payables - related parties	Substantial related party	<u>\$ 1,049</u>	<u>\$ 1,076</u>	<u>\$ 1,073</u>

(8) Other Transactions with Related Parties

<u>Account title</u>	<u>Category of Related Party</u>	<u>Three months ended September 30</u>		<u>Nine months ended September 30</u>	
		<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>
Rental income	Substantial related party	<u>\$ -</u>	<u>\$ 100</u>	<u>\$ 33</u>	<u>\$ 257</u>

(9) Compensation of Key Management Personnel

	<u>Three months ended September 30</u>		<u>Nine months ended September 30</u>	
	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>
Short-term employee benefits	<u>\$ 3,070</u>	<u>\$ 2,961</u>	<u>\$ 9,097</u>	<u>\$ 8,413</u>

The remuneration of the directors and other key management personnel is determined based on individual performance and prevailing market conditions.

30. Assets Pledged as Collateral

The following assets have been pledged as collateral for the Group's bank borrowings:

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Land	<u>\$ 206,912</u>	<u>\$ 206,912</u>	<u>\$ 206,912</u>
Buildings	<u>59,998</u>	<u>62,951</u>	<u>63,032</u>
Time deposits pledged (classified as non-current financial assets measured at amortized cost)	<u>748</u>	<u>748</u>	<u>748</u>
	<u>\$ 267,658</u>	<u>\$ 270,611</u>	<u>\$ 270,692</u>

31. Significant

The Group entered into a franchise agreement with the Thai cuisine brand Baan Phadthai, acquiring the exclusive rights for franchise operations in Taiwan. The contract term is six

years.

The Group also entered into a franchise agreement with Ah Da Shi Beef Noodles.

### 32. Supplementary Disclosures

#### (1) Significant Transactions:

- A. Loans to other parties (Schedule 1)
- B. Endorsements and guarantees provided (Schedule 2)
- C. Holding of marketable securities at year-end (excluding investments in subsidiaries) (Schedule 3)
- D. Purchase or sale of goods with related parties amounting to NT\$100 million or 20% of paid-in capital or more: None
- E. Receivables from related parties amounting to NT\$100 million or 20% of paid-in capital or more: None
- F. Others: Business relationships and significant intercompany transactions between the parent company and its subsidiaries, as well as among subsidiaries. (Refer to Schedule 4)

#### (2) Information on Investments in Subsidiaries and Affiliates (Schedule 5)

#### (3) Investment in Mainland China:

- A. Information on investee companies in Mainland China, including name, principal business activities, paid-in capital, investment method, remittance of funds, ownership percentage, investment gain or loss, carrying amount at year-end, amount of earnings repatriated to Taiwan, and the ceiling on investment in Mainland China: None
- B. Significant transactions with investee companies in Mainland China conducted directly or indirectly through a third area, including pricing, payment terms, and unrealized gains or losses: None

### 33. Segment Information

Information reported to the chief operating decision maker for the purposes of allocating resources and assessing segment performance is focused on individual operating segments. The Group's operating segments consist of the food and beverage segment and other segments.

Information reported to the chief operating decision maker for the purposes of allocating resources and assessing segment performance is focused on the nature of each product or service delivered or provided. The services provided by the Group are food and beverage operations. The chief operating decision maker regards the Group as a single operating segment. The measure of segment information reviewed by the chief operating decision maker is the same as that used in the financial statements. Accordingly, the reportable segment revenues and operating results for the three months and nine months ended September 30, 2025 and 2024 are presented in the consolidated statements of comprehensive income for the three months and nine months ended September 30, 2025 and 2024, and the reportable segment assets as of September 30,

2025, December 31, 2024 and September 30, 2024 are presented in the consolidated balance sheets as of those dates.

Tofu Restaurant Co., Ltd. and Subsidiaries  
Loans to Other Parties  
Nine months ended September 30, 2025

Schedule 1

Unit: NTD thousand

NO.	Lending Company	Borrower	Account Name	Maximum Balance for the Period	Ending Balance	Amount Actually Drawn	Interest Rate Range	Nature of Financing	Transaction Amount	Reason for Short-term Financing Needs	Allowance for Bad Debt	Collateral		Ceiling for Loans to Individual Counterpart	Total Loan Ceiling	Remarks
												Name	Value			
0	The Company	Safe Foods Co., Ltd.	Other receivables – related parties	\$ 10,000	\$ 10,000	\$ 10,000	At market rates	Necessary for short-term liquidity	\$ -	Operating funding	\$ -	None	\$ -	\$ 128,384	\$ 513,537	(Note)

Note: The ceiling on loans to a single entity shall not exceed 10% of the lending company's net worth. The total ceiling on loans to others shall not exceed 40% of the lending company's net worth.

Tofu Restaurant Co., Ltd. and Subsidiaries  
Endorsements and Guarantees Provided  
Nine months ended September 30, 2025

Schedule 2

Unit: NTD thousand

No.	Guarantor Company	Guaranteed Party		Guarantee Limit for a Single Entity (Note 2)	Maximum Balance for the Period	Ending Balance	Amount Actually Utilized	Secured by Collateral	% of Net Worth	Maximum Guarantee Limit (Note 2)	Parent to Subsidiary	Subsidiary to Parent	Guarantee for Mainland China
		Company Name	Relationship										
0	The Company	Safe Foods Co., Ltd.	Note 1	\$ 385,153	\$ 40,800	\$ -	\$ -	\$ -	-	\$ 641,922	Yes	No	No

Note 1: The guarantor holds, directly or indirectly, more than 50% of the voting shares of the guaranteed party.

Note 2: The ceiling for guarantees provided to a single entity shall not exceed 30% of the guarantor's net worth as per the latest financial statements.

The aggregate ceiling for guarantees to all parties shall not exceed 50% of the guarantor's net worth.

Tofu Restaurant Co., Ltd. and Subsidiaries  
Securities Held at the End of the Period  
September 30, 2025

Schedule 3

Unit: NT\$ thousands, unless otherwise specified

Holding Entity	Type and Name of Security	Relationship with Issuer	Account Title	End of the period				Remarks
				Number of Shares	Carrying amount	Ownership (%)	Fair Value (Note 2)	
The Company	<u>Mutual funds</u> UI-Hansabay Blossom Fund Q	—	Financial assets at fair value through profit or loss – current	8,710	\$ 35,428	-	\$ 35,428	
	<u>Limited partnerships</u> Pu Shi Jin Hua Limited partnerships	—	Financial assets at fair value through profit or loss – non-current	-	40,931	3% (Note 1)	40,931	
	Andra Global Technology Growth Fund LP	—	Financial assets at fair value through profit or loss – non-current	-	49,380	1% (Note 1)	93,474	
TSA	<u>Stocks</u> TCI CO., LTD.	Investee company	Financial assets at fair value through profit or loss – current	22,000	2,585	-	2,585	
	RFD Micro Electricity Co. Ltd.	Investee company	Financial assets at fair value through other comprehensive income – non-current	57,238	3,446	-	3,446	

Note 1: The shareholding percentage is calculated based on the capital contribution as of September 30, 2025.

Note 2: The amount is measured at fair value as of September 30, 2025.

Note 3: The securities listed in this table are disclosed by the Company based on the principle of materiality.

Note 4: For information regarding investments in subsidiaries, please refer to Schedule 5.

Tofu Restaurant Co., Ltd. and Subsidiaries  
Business Relationships and Significant Transactions Between Parent and Subsidiaries  
Nine months ended September 30, 2025

Schedule 4

Unit: NTD thousand

No.	Transacting Party	Counterparty	Relationship with Transacting Party (Note 1)	Transaction Details			
				Account	Amount	Transaction Terms (Note 2)	Account
0	The Company	Safe Foods Co., Ltd.	1	Other receivables – related parties	\$ 10,000	—	-
				Accounts payable – related parties	6,089	—	-
		Duofu Co., Ltd. TAROKO FOOD TAIWAN CO., LTD.	1	Purchases	48,883	—	2%
				Sales	1,534	—	-
				Other receivables – related parties	7,453	—	-

Note 1: Represents transactions between the parent company and its subsidiaries.

Note 2: Except for loans of funds, other transactions between the Company and related parties are conducted in accordance with general commercial terms.

Note 3: The disclosure of significant intercompany transactions in this table is determined by the Company based on the principle of materiality.

Tofu Restaurant Co., Ltd. and Subsidiaries  
Information, Location... and Other Related Information of Subsidiaries  
Nine months ended September 30, 2025

Schedule 5

Unit: NT\$ thousands, unless otherwise specified

Investor	Name of Investee	Region	Principal Business Activities	Original Investment Amount		Balance at end of period			Profit (Loss) of Investee for the Period (Note 2)	Recognized Investment Gain (Loss) for the Period (Note 1 & 2)	Remarks
				Ending Balance for the Current Period	Ending Balance for the Prior Year	Shares	Percentage	Book Value (Note 1 & 2)			
The Company	VNT International Co., Ltd.	Samoa	Investment holding	\$ 2,369	\$ 2,369	76,500	51%	\$ 1,695	(\$ 62)	(\$ 32)	—
	TSA	Taiwan	Investment holding	29,000	29,000	2,900,000	100%	37,736	2,253	2,253	—
	TAROKO FOOD TAIWAN CO., LTD.	Taiwan	Food and beverage sales and services	186,073	186,073	261,040	100%	195,485	9,812	9,812	—
VNT International Co., Ltd.	VT1 International Co., Ltd.	Vietnam	Investment holding	3,092	3,092	100,000	100%	2,461	( 24)	( 24)	—
TSA	Safe Foods Co., Ltd.	Taiwan	Food manufacturing and related businesses	12,750	12,750	1,275,000	51%	17,290	4,612	2,352	—
	Duofu	Taiwan	Trading	1,000	1,000	100,000	100%	1,322	43	43	—

Note 1: The carrying amounts and the investment income or loss recognized for the current period have been fully eliminated in the preparation of the consolidated financial statements.

Note 2: The amounts were calculated based on the unaudited financial statements of the investees for the corresponding periods.