

Stock Code : 4807

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

**REGAL HOLDING CO., LTD. AND ITS
SUBSIDIARIES**

Consolidated Interim Financial Statements

**With Independent Auditor's Review Report
September 30, 2024 and 2023**

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Independent Auditors' Review Report

To the Board of Directors of
Regal Holding Co., Ltd.:

Preface

We have reviewed the accompanying consolidated balance sheets of Regal Holding Co., Ltd. and its subsidiaries as of September 30, 2024 and 2023, the consolidated statements of comprehensive income for the years ended September 30, 2024 and 2023, and the consolidated statements of changes in equity and cash flows for the years ended September 30, 2024 and 2023, and notes to the consolidated financial statements, including the summary of significant accounting policies. It is the responsibility of management to prepare consolidated financial statements that present fairly the financial position of the Company in accordance with the Guidelines Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, "Interim Financial Reporting", as endorsed by the Financial Supervisory Commission and issued by the Financial Supervisory Commission. Our responsibility is to express a conclusion on the consolidated financial statements based on our review.

Scope of Review

We conducted our review in accordance with Statement of Auditing Standards No. 2410, "Review of Financial Statements". The procedures applied in reviewing consolidated financial statements include making inquiries (primarily of persons responsible for financial and accounting matters), analytical procedures and other review procedures. A review is substantially less in scope than an audit and consequently we may not be able to identify all of the significant matters that might be identified by an audit and hence cannot express an opinion.

Conclusion

Based on our review, no material deviations in the above-mentioned consolidated financial report were found in accordance with the Guidelines Governing the Preparation of Financial Reports and the International Accounting Standard No. 34 "Interim Financial Reporting", which made it impossible to properly express the consolidated financial position of Regal Holding Co., Ltd. and its subsidiaries on September 30, 2024 and 2023, the consolidated financial performance from January 1, 2024 to September 30, 2024 and January 1, 2023 to September 30, 2023, and the consolidated cash flow from January 1, 2024 to September 30, 2024 and January 1, 2023 to September 30, 2023.

The engagement partners on the reviews resulting in this independent auditors' review report are Chun-I Chang and Min-Ju Chao.

KPMG

Taipei, Taiwan (Republic of China)

November 14, 2024

REGAL HOLDING CO., LTD. AND ITS SUBSIDIARIES**Consolidated Balance Sheets****September 30, 2024, December 31, 2023 and September 30, 2023****(Expressed in Thousands of New Taiwan Dollars)**

		September 30, 2024		December 31, 2023		September 30, 2023				September 30, 2024		December 31, 2023		September 30, 2023	
Assets		Amount	%	Amount	%	Amount	%	Liabilities and Equity		Amount	%	Amount	%	Amount	%
11xx	Current assets:							21xx	Current liabilities:						
1100	Cash and cash equivalents (note 6(a))	\$ 38,313	2	139,418	11	253,691	19	2100	Short-term loans (note 6(i) and note 8)	\$ 621,835	38	243,459	20	255,838	19
1170	Trade receivables, net (note 6(b) and 6(p))	563,824	34	224,675	18	234,248	17	2150	Notes payables	234	-	87	-	2,275	-
1200	Other receivables (note 6(c))	9,013	1	7,367	1	7,643	-	2170	Trade payables	20,714	1	14,671	1	31,269	2
1220	Current tax assets	10,604	1	14,260	1	12,341	1	2200	Other payables	67,658	5	68,625	6	68,391	5
130x	Inventories (note 6(d))	508,993	31	392,382	31	417,123	31	2280	Current lease liabilities (note 6(k))	630	-	177	-	700	-
1470	Other current assets	22,954	1	27,369	2	32,317	2	2321	Bonds payable, current portion (note 6(j))	-	-	-	-	88,381	7
1476	Other current assets – current (note 8)	15,057	1	-	-	-	-	2322	Long-term loans, current portion (note 6(i))	4,145	-	3,787	-	3,061	-
	Total current assets	1,168,758	71	805,471	64	957,363	70	2399	Other current liabilities (note 6(p))	3,939	-	2,055	-	12,613	1
15xx	Non-current assets:								Total current liabilities	719,155	44	332,861	27	462,528	34
1600	Property, plant and equipment (note 6(f) 、note 8 and 9)	380,550	23	370,050	29	355,716	26	25xx	Non-current liabilities:						
1755	Right-of-use assets (note 6(g) and 6(k))	1,083	-	372	-	928	-	2540	Long-term loans (note 6(i))	14,407	1	7,783	1	-	-
1780	Intangible assets (note 6(h))	18,447	1	16,695	1	16,228	1	2570	Deferred tax liabilities	26,674	2	34,034	3	32,636	3
1840	Deferred tax assets	61,715	4	56,393	5	19,604	2	2580	Non-current lease liabilities (note 6(k))	434	-	222	-	261	-
1984	Other financial assets – non-current (note 8)	11,255	1	10,208	1	9,972	1	2640	Net defined benefit liabilities – non-current	37,061	2	30,543	2	27,225	2
	Total non-current assets	473,050	29	453,718	36	402,448	30	2645	Guarantee deposits received	4,789	-	4,437	-	4,394	-
									Total non-current liabilities	83,365	5	77,019	6	64,516	5
								2xxx	Total liabilities	802,520	49	409,880	33	527,044	39
								31xx	Equity attributable to owners of the Company (note 6(e) 、6(j) and 6(n)) :						
								3100	Common stock	383,960	23	383,960	30	383,960	28
								3200	Capital surplus	375,499	23	375,499	30	375,499	28
								33xx	Retained earnings:						
								3310	Legal reserve	86,840	5	86,840	7	86,840	6
								3320	Special reserve	121,175	7	121,175	10	121,175	9
								3350	Undistributed earnings (loss to be covered)	(233,380)	(13)	(150,630)	(12)	(146,063)	(11)
									Total retained earnings	(25,365)	(1)	57,385	5	61,952	4
									Other equity:						
								3410	Exchange differences on translation of foreign financial statements	28,518	2	(37,109)	(3)	(55,412)	(4)
								3420	Losses from investments in equity instruments measured at fair value through other comprehensive income	(12,200)	(1)	(12,200)	(1)	(12,200)	(1)
									Total other equity	16,318	1	(49,309)	(4)	(67,612)	(5)
									Total equity attributable to owners of the Company	750,412	46	767,535	61	753,799	55
								36xx	Non-controlling interests (note 6(e) and 6(n))	88,876	5	81,774	6	78,968	6
								3xxx	Total equity	839,288	51	849,309	67	832,767	61
1xxx	Total assets	\$ 1,641,808	100	1,259,189	100	1,359,811	100	2-3xxx	Total liabilities and equity	\$ 1,641,808	100	1,259,189	100	1,359,811	100

See accompanying notes to consolidated interim financial statements.

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

REGAL HOLDING CO., LTD. AND ITS SUBSIDIARIES

Consolidated Statements of Comprehensive Income

For the three months and nine months ended at September 30, 2024 and 2023

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

	<u>For the three months ended at September 30</u>				<u>For the nine months ended at September 30</u>				
	<u>2024</u>		<u>2023</u>		<u>2024</u>		<u>2023</u>		
	<u>Amount</u>	<u>%</u>	<u>Amount</u>	<u>%</u>	<u>Amount</u>	<u>%</u>	<u>Amount</u>	<u>%</u>	
4000	Operating revenues (note 6(p))	\$ 571,798	100	323,395	100	1,215,499	100	808,790	100
5000	Operating costs (note 6(d) 、6(f) 、6(g) 、6(h) 、6(k) 、6(l) and note 12)	500,208	87	286,920	89	1,066,543	88	817,500	101
5900	Gross profit (losses)	71,590	13	36,475	11	148,956	12	(8,710)	(1)
6000	Operating expenses (note 6(b) 、6(f) 、6(g) 、6(h) 、6(k) 、6(l) 、6(q) 、note 7 and note 12):								
6100	Selling expenses	22,866	4	21,186	7	61,833	5	49,099	6
6200	Administrative expenses	41,905	8	30,794	9	119,279	9	97,226	12
6300	Research and development expenses	17,472	3	17,319	5	47,934	4	49,492	6
6450	Expected credit impairment losses (reversal gains)	10	-	(302)	-	(116)	-	(618)	-
	Total operating expenses	82,253	15	68,997	21	228,930	18	195,199	24
6900	Operating income (losses)	(10,663)	(2)	(32,522)	(10)	(79,974)	(6)	(203,909)	(25)
7000	Non-operating income and expenses (note 6(j) 、6(k) and 6(r)):								
7100	Interest income	68	-	1,339	-	596	-	4,397	-
7010	Other income	718	-	997	-	4,911	-	5,706	1
7020	Other gains and losses	(14,493)	(2)	8,507	3	(5,969)	-	17,410	2
7050	Finance costs	(4,248)	(1)	(2,086)	-	(8,940)	(1)	(5,550)	(1)
	Total non-operating income and expenses	(17,955)	(3)	8,757	3	(9,402)	(1)	21,963	2
7900	Profit (losses) before income tax	(28,618)	(5)	(23,765)	(7)	(89,376)	(7)	(181,946)	(23)
7950	Less: income tax expenses (benefits) (note 6(m))	(685)	-	(1,940)	(1)	(6,063)	-	(16,913)	(2)
8200	Profit (losses) for the period	(27,933)	(5)	(21,825)	(6)	(83,313)	(7)	(165,033)	(21)
8300	Other comprehensive income :								
8360	Items that may be reclassified subsequently to profit or loss								
8361	Exchange differences on translation of foreign operations	87,802	16	1,479	-	73,292	6	(10,265)	(1)
8399	Less: income tax related to items that may be reclassified subsequently to profit or loss	-	-	-	-	-	-	-	-
8300	Other comprehensive income	87,802	16	1,479	-	73,292	6	(10,265)	(1)
8500	Total comprehensive income	\$ 59,869	11	(20,346)	(6)	(10,021)	(1)	(175,298)	(22)
8600	Profit (losses) attributable to (note 6(n)):								
8610	Owners of the Company	\$ (29,652)	(5)	(20,551)	(6)	(82,750)	(7)	(159,122)	(20)
8620	Non-controlling interests	1,719	-	(1,274)	-	(563)	-	(5,911)	(1)
		\$ (27,933)	(5)	(21,825)	(6)	(83,313)	(7)	(165,033)	(21)
8700	Comprehensive income attributable to (note 6(n)):								
8710	Owners of the Company	\$ 49,125	9	(19,177)	(6)	(17,123)	(1)	(168,165)	(21)
8720	Non-controlling interests	10,744	2	(1,169)	-	7,102	-	(7,133)	(1)
		\$ 59,869	11	(20,346)	(6)	(10,021)	(1)	(175,298)	(22)
	Earnings (losses) per share (New Taiwan Dollars) (note 6(o))								
9750	Basic earnings (losses) per share	\$ (0.77)		(0.54)		(2.16)		(4.14)	
9850	Diluted earnings (losses) per share	\$ (0.77)		(0.54)		(2.16)		(4.14)	

See accompanying notes to consolidated interim financial statements.

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

REGAL HOLDING CO., LTD. AND ITS SUBSIDIARIES

Consolidated Statements of Changes in Equity

For the nine months ended at September 30, 2024 and 2023

(Expressed in Thousands of New Taiwan Dollars)

	Equity attributable to owners of the Company						Other equity		Total	Total equity attributable to owners of the Company	Non-controlling interests	Total equity
	Retained Earnings			Unappropriated retained earnings			Exchange differences on translation of foreign operations	Unrealized gains or losses on financial assets measured at fair value through other comprehensive income				
	Common Stock	Capital Surplus	Legal Reserve	Special Reserve	Unappropriated retained earnings	Total retained earnings	Exchange differences on translation of foreign operations	Unrealized gains or losses on financial assets measured at fair value through other comprehensive income	Total	Total equity attributable to owners of the Company	Non-controlling interests	Total equity
Balance at January 1, 2023	\$ 383,960	375,499	83,469	121,175	33,708	238,352	(46,369)	(12,200)	(58,569)	939,242	101,226	1,040,468
Appropriation and distribution of retained earnings:												
Provision of legal reserve	-	-	3,371	-	(3,371)	-	-	-	-	-	-	-
Provision of special reserve	-	-	-	-	(17,278)	(17,278)	-	-	-	(17,278)	-	(17,278)
Losses for the period	-	-	-	-	(159,122)	(159,122)	-	-	-	(159,122)	(5,911)	(165,033)
Other comprehensive income	-	-	-	-	-	-	(9,043)	-	(9,043)	(9,043)	(1,222)	(10,265)
Total comprehensive income	-	-	-	-	(159,122)	(159,122)	(9,043)	-	(9,043)	(168,165)	(7,133)	(175,298)
Increases in non-controlling interests	-	-	-	-	-	-	-	-	-	-	5	5
Cash dividends distributed by subsidiaries to non-controlling interests	-	-	-	-	-	-	-	-	-	-	(15,130)	(15,130)
Balance at September 30, 2023	\$ 383,960	375,499	86,840	121,175	(146,063)	61,952	(55,412)	(12,200)	(67,612)	753,799	78,968	832,767
Balance at January 1, 2024	\$ 383,960	375,499	86,840	121,175	(150,630)	57,385	(37,109)	(12,200)	(49,309)	767,535	81,774	849,309
Profit (losses) for the period	-	-	-	-	(82,750)	(82,750)	-	-	-	(82,750)	(563)	(83,313)
Other comprehensive income	-	-	-	-	-	-	65,627	-	65,627	65,627	7,665	73,292
Total comprehensive income	-	-	-	-	(82,750)	(82,750)	65,627	-	65,627	(17,123)	7,102	(10,021)
Balance at September 30, 2024	\$ 383,960	375,499	86,840	121,175	(233,380)	(25,365)	28,518	(12,200)	16,318	750,412	88,876	839,288

See accompanying notes to consolidated interim financial statements.

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

REGAL HOLDING CO., LTD. AND ITS SUBSIDIARIES

Consolidated Statements of Cash Flows

For the nine months ended at September 30, 2024 and 2023

(Expressed in Thousands of New Taiwan Dollars)

	For the nine months ended September 30	
	2024	2023
Cash flows from (used in) operating activities:		
Profit (losses) before tax	\$ (89,376)	(181,946)
Adjustments:		
Adjustments to reconcile profit (losses):		
Depreciation expenses	46,195	47,137
Amortization expenses	2,960	2,483
Expected credit impairment losses (reversal gains)	(116)	(618)
Interest expenses	8,940	5,550
Interest income	(596)	(4,397)
Losses (gains) on disposal of property, plant and equipment	544	(467)
Losses on disposal of intangible assets	134	-
Unrealized foreign exchange gains (losses)	3,189	(4,481)
Transfer of intangible assets to expenses	69	363
Gains on lease modification	(26)	-
Transfer of construction in progress to expenses	-	60
Total adjustments to reconcile profit (losses)	61,293	45,630
Changes in operating assets and liabilities:		
Trade receivables	(342,758)	149,774
Other receivables	(1,646)	305
Inventories	(116,611)	(89,625)
Other current assets	4,471	(6,612)
Total changes in operating assets	(456,544)	53,842
Notes payables	147	2,212
Trade payables	6,429	12,151
Other payables	(945)	(14,285)
Other current liabilities	1,884	8,032
Net defined benefit liabilities	3,326	1,942
Total changes in operating liabilities	10,841	10,052
Total changes in operating assets and liabilities	(445,703)	63,894
Total adjustments	(384,410)	109,524
Cash outflows generated from operations	(473,786)	(72,422)
Interest received	596	4,393
Interest paid	(8,890)	(4,230)
Income tax refund (paid)	3,222	(7,090)
Net cash flows from operating activities	(478,858)	(79,349)
Cash flows from (used in) investing activities:		
Acquisition of property, plant and equipment	(24,213)	(45,557)
Proceeds from disposal of property, plant and equipment	130	816
Acquisition of intangible assets	(3,331)	(9,682)
Acquisition of right-of-use assets	(26)	-
Increase in other financial assets—current	(15,057)	-
Increase in other financial assets—non-current	(1,047)	(101)
Net cash flows used in investing activities	(43,544)	(54,524)
Cash flows from (used in) financing activities:		
Increase (decrease) in short-term loans	326,758	63,084
Long-term loans	8,230	3,127
Payments of long-term loans	(2,843)	-
Increase (decrease) in guarantee deposits received	352	(212)
Payments of lease liabilities	(281)	(769)
Payments of cash dividends	-	(17,278)
Changes in non-controlling interests	-	5
Cash dividends paid to non-controlling interests	-	(15,130)
Net cash flows used in financing activities	332,216	32,827
Effect of exchange rate changes on cash and cash equivalents	89,081	(9,121)
Net increase (decrease) in cash and cash equivalents	(101,105)	(110,167)
Cash and cash equivalents at the beginning of period	139,418	363,858
Cash and cash equivalents at the end of period	\$ 38,313	253,691

See accompanying notes to consolidated interim financial statements.

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

REGAL HOLDING CO., LTD. AND ITS SUBSIDIARIES

Notes to the Consolidated Interim Financial Statements

September 30, 2024 and 2023

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

(1) Company history

Regal Holding Co., Ltd. (the "Company") was established in the Cayman Islands in October 2014. The main purpose of the establishment was to restructure its group entities for application to list on Taiwan Stock Exchange ("TWSE") in the Republic of China. The Company became the holding company of Regal Jewelry Manufacture Co., Ltd. ("R.JM") by using share swaps with previous shareholders of RJM to restructure the group. The Company's shares have been listed and traded on the TWSE since June 26, 2017. The main business of the Company and subsidiaries are designing, manufacturing, electroplating and selling jewelry gems. Please refer to note 6(p).

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

The consolidated financial statements were approved by the Board of Directors on November 14, 2024.

(3) New standards, amendments and interpretations adopted:

- (a) The impact of adopting the International Financial Reporting Standards ("IFRSs") endorsed by the Financial Supervisory Commission (FSC), R.O.C.

The Group has initially adopted the following new amendments, which do not have a significant impact on its consolidated financial statements, from January 1, 2024:

- Amendments to IAS 1, "Classification of Liabilities as Current or Noncurrent"
- Amendments to IAS 1, "Non-current Liabilities with Contractual Provisions"
- Amendments to IAS 7 and IFRS 7, "Supplier Finance Arrangement"
- Amendments to IFRS 16, "Lease Liability in a Sale and Leaseback"

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

The Group assesses that the application of the following newly amended IFRS, which are effective as of January 1, 2025, will not have a material impact on the consolidated financial statements:

- Amendments to IAS 21, "Lack of Exchangeability"

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

The standards and interpretations that have been issued and amended by IASB but not yet been endorsed by FSC, and may be relevant to the Company are as follows:

<u>New or Revised Standards</u>	<u>Major amendments</u>	Effective Date Published by IASB
IFRS 18, "Presentation and Disclosure in Financial Statements"	<p>The new standard introduces three categories of income and expense, two income statement subtotals and a single note on management performance measures. These three amendments, together with enhanced guidance on how information should be broken down in the financial statements, provide the basis for better and more consistent information for users and will affect all companies.</p> <ul style="list-style-type: none"> · More structured income statement: Under the current standard, companies used different formats to present their operating results, making it difficult for investors to compare financial performance between companies. The new standard adopts a more structured income statement, introduces a new definition of the "operating profit" sub-total, and requires that all revenues and expenses will be categorized into three new categories based on the company's principal operating activities. · Management Performance Measurement (MPM): The new standard introduces a definition of management performance measurement and requires companies to explain in a separate note to the financial statements, for each measure, why it provides useful information, how it is calculated and how it reconciles the measure to the amounts recognized under IFRS accounting standards. · More disaggregated information: The new standard includes guidance on how companies can enhance the disaggregation of information in the financial statements. This includes guidance on whether information should be included in the primary financial statements or further disaggregated in the notes. 	January 1, 2027

The Company is continuously evaluating the impact of the above standards and interpretations on the presentation and disclosure of the Company's financial position and operating results, and the related impact will be disclosed when the evaluation is completed.

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

- Amendments to IFRS 10 and IAS 28, "Disposal of or Contribution to Assets between an Investor and its Affiliates or Joint Ventures"
- IFRS 17 "Insurance Contracts" and related amendments
- IFRS 19 "Subsidiaries without Public Accountability: Disclosures"
- Amendments to IFRS 9 and IFRS 7, "Amendments to the Classification and Measurement of Financial Instruments"
- Annual Improvements to IFRS Accounting Standards

(4) Summary of significant accounting policies:

Except as described below, the significant accounting policies used in this consolidated financial statements are the same as those used in the 2023 consolidated financial statements. For related information, please refer to Note 4 of it.

(a) Statement of compliance

The consolidated financial statements have been prepared in accordance with the "Regulations Governing the Preparation of Financial Reports by Securities Issuers" (Regulations) and International Accounting Standard 34, "Interim Financial Reporting", as endorsed by FSC and in effect. These consolidated financial reports do not include all information that is required to be disclosed in annual consolidated financial report prepared in accordance with International Financial Reporting Standards, International Accounting Standards, Interpretations and Explanatory Notes as endorsed and issued by FSC.

(b) Basis of consolidation

The principles of preparation of the consolidated financial statements are consistent with those of the consolidated financial statements for fiscal year 2023. For related information, please refer to Note 4(c) of the 2023 consolidated financial statements.

REGAL HOLDING CO., LTD. AND ITS SUBSIDIARIES
Notes to the Consolidated Interim Financial Statements

1. List of subsidiaries in the consolidated financial statements

Name of investor	Name of subsidiary	Main business	Percentage of ownership (%)		
			September 30, 2024	December 31, 2023	September 30, 2023
The Company	Regal Jewelry Manufacture Co., Ltd. (RJM)	Designing, manufacturing and selling jewelry and gems	99.99%	99.99%	99.99%
The Company	GIO VAN GOGH (International) Jewelry Ltd. (GVG Hon Kong)	Investment activities	-	-	100.00%
				(Note 4)	(Note 4)
The Company	Regal Management Solution Co., Ltd. (RMS) (Note 6)	Technical services and resources consulting	99.90%	99.90%	99.90%
			(Note 1)	(Note 1)	(Note 1)
The Company	Reunite Inspiring Creation Co., Ltd. (RIC) (Note 6)	Selling jewelry and gems	100.00%	100.00%	100.00%
				(Note 5)	
RJM	Regal Plating Co., Ltd. (RGP)	Plating jewelry and gems	51.00%	51.00%	51.00%
RJM	Regal Precious Metal Innovation Co., Ltd. (RPM)	Metal recycling	99.90%	99.90%	99.90%
				(Note 2)	
RJM	Linden Integrated Co., Ltd. (Linden) (Note 3 and 6)	Selling jewelry and gems	49.00%	49.00%	49.00%

Note 1 : On March 29, 2023, June 20, 2023, August 2023 and October 2023, the Company all increased its capital by 1,998 thousand Thai Baht.

Note 2 : RJM injected its capital into RPM by 39,960 thousand Thai Baht on October 12, 2023.

Note 3 : Linden's administration, key managements, business activities and locations, and products are all assigned or provided by the Company or RJM, and therefore have substantial control over it.

Note 4 : The Company's Board of Directors resolved to terminate the operation of this subsidiary on March 11, 2022, and GVG Hong Kong obtained a certificate of deregistration on October 20, 2023. In 2023, due to the disposal of this company, the Company recognized a loss of \$1,406 thousand, and it was accounted for other gains and losses.

Note 5 : On February 23, 2023, the Board of Directors resolved that RIC reduced its capital by NT\$25,000 thousand to cover its losses and increased its capital by NT\$2,500 thousand in cash. The capital reduction was registered in June 2023, and the paid-in capital after the capital reduction and increase amounted to NT\$22,500 thousand, which was divided into 2,250 thousand shares at NT\$10 per share.

Note 6 : The Company's Board of Directors resolved to terminate the operations of the subsidiary on November 12, 2023, of which the Company has obtained the approval from the Department of Investment Review of the Ministry of Economic Affairs for RIC's dissolution application on January 22, 2024, and the relevant liquidation procedures are still in progress.

All subsidiaries of the Company are included in the consolidated financial statements.

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(c) Employee benefits

Defined benefit pensions plan for the interim period are calculated using actuarially determined pension cost rates as of the end of the prior fiscal year, based on the beginning of the year through the end of the current period, adjusted for significant market fluctuations and significant curtailments, liquidations or other significant one-time events after that end date.

(d) Income taxes

Income tax expense is measured by multiplying net income before income taxes for the period under review by management's best estimate of the estimated effective tax rate for the full year and is recognized as income tax expense in current period.

Income tax expense recognized directly in equity or other comprehensive income is measured at the tax rates that are expected to apply when the related assets and liabilities are realized or settled, based on temporary differences between their carrying amounts for financial reporting purposes and their tax bases.

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

The preparation of the consolidated financial statements in conformity with the "Regulations Governing the Preparation of Financial Reports by Securities Issuers" and International Accounting Standard 34, "Interim Financial Reporting," as endorsed by the FSC, requires managements to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, revenues and expenses. Actual results may differ from these estimates.

The significant judgments made by managements in the adoption of the Group's accounting policies and the key sources of estimation uncertainty in the preparation of the consolidated financial statements are consistent with Note 5 in 2023 consolidated financial statements.

(6) Explanation of significant accounts

Except for the following disclosures, there is no significant difference as compared with those disclosed in the consolidated financial statements for the year ended December 31, 2023. Please refer to Note 6 of the 2023 annual consolidated financial statements.

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(a) Cash and cash equivalents

	September 30, 2024	December 31, 2023	September 30, 2023
Cash	\$ 618	618	637
Demand deposits	37,640	125,062	146,048
Checking deposits	55	52	53
Fixed deposits	-	13,686	106,953
Cash and cash equivalents in consolidated statement of cash flows	<u>\$ 38,313</u>	<u>139,418</u>	<u>253,691</u>

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

(b) Trade receivables

	September 30, 2024	December 31, 2023	September 30, 2023
Trade receivables	\$ 563,936	224,893	234,318
Less: allowance for loss	(112)	(218)	(70)
	<u>\$ 563,824</u>	<u>224,675</u>	<u>234,248</u>

The Group applies the simplified approach to assess its expected credit losses, i.e. the use of lifetime expected loss provision for all receivables. To measure the expected credit losses, trade receivables have been grouped based on shared credit risk characteristics and the days past due, as well as incorporated forward looking information, including macroeconomic and relevant industry information.

The Group's analysis on the expected credit loss of its trade receivables in the region of Thailand were as follows:

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	September 30, 2024		
	Book value of trade receivables	Lifetime expected credit loss rate (%)	Allowance for lifetime expected credit loss
Not yet due	\$ 301,661	-	-
Past due 1~30 days	81,466	-	-
Past due 31~60 days	5	-	-
	\$ 383,132		-
	December 31, 2023		
	Book value of trade receivables	Lifetime expected credit loss rate (%)	Allowance for lifetime expected credit loss
Not yet due	\$ 103,573	-	-
Past due 1~30 days	29,992	-	-
Past due 31~60 days	194	-	-
	\$ 133,759		-
	September 30, 2023		
	Book value of trade receivables	Lifetime expected credit loss rate (%)	Allowance for lifetime expected credit loss
Not yet due	\$ 93,957	-	-
Past due 1~30 days	30,464	-	-
Past due 31~60 days	49	-	-
Past due 91~180 days	25	-	-
Past due 181~365 days	13	-	-
	\$ 124,508		-

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The Group's analysis on the expected credit loss of its trade receivables in other regions were as follows:

	September 30, 2024		
	Book value of trade receivables	Lifetime expected credit loss rate (%)	Allowance for lifetime expected credit loss
Not yet due	\$ 170,719	-	-
Past due 1~30 days	8,680	-	-
Past due 31~60 days	963	2.57	25
Past due 61~90 days	251	15.53	38
Past due 91~180 days	180	23.65	43
Past due 181~365 days	11	50.27	6
	\$ 180,804		112
	December 31, 2023		
	Book value of trade receivables	Lifetime expected credit loss rate (%)	Allowance for lifetime expected credit loss
Not yet due	\$ 59,537	-	-
Past due 1~30 days	25,108	-	-
Past due 31~60 days	6,109	2.57	157
Past due 61~90 days	359	15.53	56
Past due 91~180 days	21	23.65	5
	\$ 91,134		218
	September 30, 2023		
	Book value of trade receivables	Lifetime expected credit loss rate (%)	Allowance for lifetime expected credit loss
Not yet due	\$ 99,419	-	-
Past due 1~30 days	9,213	-	-
Past due 31~60 days	983	2.57	25
Past due 61~90 days	16	15.53	2
Past due 91~180 days	179	23.65	43
	\$ 109,810		70

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The movements of the allowance for loss for trade receivables were as follows:

	For the nine months ended September 30	
	2024	2023
Balance at the beginning	\$ 218	684
Impairment losses recognized (reversal gains)	(116)	(618)
Foreign currency translation effects	10	4
Balance at the end	\$ 112	70

(c) Other receivables

	September 30, 2024	December 31, 2023	September 30, 2023
Other receivables	\$ 27,105	23,899	23,817
Less: allowance for loss	(18,092)	(16,532)	(16,174)
	\$ 9,013	7,367	7,643

The movements of the allowance for loss for other receivables were as follows:

	For the nine months ended September 30	
	2024	2023
Balance at the beginning	\$ 16,532	16,393
Foreign currency translation effects	1,560	(219)
Balance at the end	\$ 18,092	16,174

Group did not have any past due other receivables as of September 30, 2024, December 31, 2023 and September 30, 2023.

For further credit risk information, please refer to Note 6(s).

(d) Inventories

	September 30, 2024		
	Cost	Allowance for devaluation and obsolescence	Net realizable value
Raw materials	\$ 350,920	64,723	286,197
Work in process	203,131	23,734	179,397
Finished goods	45,552	6,549	39,003
Supplies and spare parts	9,117	4,721	4,396
	\$ 608,720	99,727	508,993

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	December 31, 2023		
	Cost	Allowance for devaluation and obsolescence	Net realizable value
Raw materials	\$ 324,295	62,638	261,657
Work in process	100,201	8,399	91,802
Finished goods	39,240	5,208	34,032
Supplies and spare parts	9,671	4,780	4,891
	\$ 473,407	81,025	392,382

	September 30, 2023		
	Cost	Allowance for devaluation and obsolescence	Net realizable value
Raw materials	\$ 341,460	57,131	284,329
Work in process	114,357	7,741	106,616
Finished goods	29,547	8,763	20,784
Supplies and spare parts	10,193	4,799	5,394
	\$ 495,557	78,434	417,123

The movements of the allowance for devaluation and obsolescence in inventories were as follows:

	For the nine months ended September 30	
	2024	2023
Balance at the beginning	\$ 81,025	67,071
Current provision (reversal)	9,388	12,503
Foreign currency translation effects	9,314	(1,140)
Balance at the end	\$ 99,727	78,434

In addition to the regular costs of goods sold, the following profit and loss were the components included in the Group's operating costs:

	For the three months ended September 30		For the nine months ended September 30	
	2024	2023	2024	2023
Allowance for price decline in inventory (reversal gains)	\$ (6,890)	6,468	9,388	12,503
Revenue from sales of scrap	(27,844)	(15,652)	(53,416)	(36,987)
Unallocated costs	7,744	-	36,006	-
	\$ (26,990)	(9,184)	(8,022)	(24,484)

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As of September 30, 2024, December 31, 2023 and September 30, 2023, the Group did not pledge the inventories as collateral.

(e) Subsidiaries with material non-controlling interests

The non-controlling interests of subsidiaries that are material to the Group were as follows:

Subsidiary	Main operation place / country of incorporation	Percentage of non-controlling interests		
		September 30, 2024	December 31, 2023	September 30, 2023
Regal Plating Co., Ltd.	Thailand	49.00%	49.00%	49.00%

The following information of the aforementioned subsidiary has been prepared in accordance with the IFRS endorsed by the FSC, and the intra-group transactions were not eliminated in this information.

The collective financial information of the Regal Plating Co., Ltd. was as follows:

	September 30, 2024	December 31, 2023	September 30, 2023
Current assets	\$ 200,167	158,403	155,128
Non-current assets	9,967	13,779	12,948
Current liabilities	(28,678)	(5,448)	(7,424)
Non-current liabilities	(1,879)	(1,517)	(1,437)
Net assets	\$ 179,577	165,217	159,215
Non-controlling interests	\$ 87,993	80,956	78,015

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	<u>For the three months ended September 30</u>		<u>For the nine months ended September 30</u>	
	2024	2023	2024	2023
Sales revenue	<u>\$ 110,993</u>	<u>50,396</u>	<u>195,047</u>	<u>127,465</u>
Net income (losses)	3,516	(2,597)	(1,129)	(11,992)
Other comprehensive income	18,235	213	15,487	(2,469)
	<u>\$ 21,751</u>	<u>(2,384)</u>	<u>14,358</u>	<u>(14,641)</u>
Profit (losses) for current period attributable to non-controlling interests	<u>\$ 1,723</u>	<u>(1,272)</u>	<u>(553)</u>	<u>(5,876)</u>
Total comprehensive income attributable to non-controlling interests	<u>\$ 10,658</u>	<u>(1,168)</u>	<u>7,035</u>	<u>(7,086)</u>
Net cash flows from operating activities			\$ (47,441)	14,052
Net cash flows used in investing activities			(15,385)	(203)
Net cash flows used in financing activities			-	(30,877)
Net increase (decrease) in cash and cash equivalents			<u>\$ (62,826)</u>	<u>(17,028)</u>
Dividends paid to non-controlling interests			<u>\$ -</u>	<u>(15,130)</u>

(f) Property, plant and equipment

The cost, depreciation, and impairment losses of the property, plant and equipment of the Group of the six months ended at September 30, 2024 and 2023 were as follows:

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	Land	Buildings	Machinery and equipment	Transportation equipment	Office equipment	Land improvement	Unfinished work and Equipment to be inspected	Total
Cost or deemed as cost:								
Balance at January 1, 2024	\$ 157,534	273,533	347,745	23,518	157,087	11,914	19,440	990,771
Additions	-	371	5,223	14	5,825	274	12,549	24,256
Disposals	-	(620)	(9,496)	(286)	(2,132)	(156)	-	(12,690)
Reclassification	-	5,133	-	-	3,710	-	(8,843)	-
Foreign currency translation effect	14,868	26,272	32,419	2,195	15,464	1,115	2,181	94,514
Balance at September 30, 2024	<u>\$ 172,402</u>	<u>304,689</u>	<u>375,891</u>	<u>25,441</u>	<u>179,954</u>	<u>13,147</u>	<u>25,327</u>	<u>1,096,851</u>
Balance at January 1, 2023	\$ 156,207	250,199	326,196	23,306	145,199	10,285	27,796	939,188
Additions	-	1,768	14,364	16	14,682	444	14,283	45,557
Disposals	-	-	(13,000)	(2)	(7,218)	(181)	-	(20,401)
Reclassification	-	19,584	17,067	-	1,596	168	(38,475)	(60)
Foreign currency translation effect	(2,080)	(3,780)	(4,730)	(311)	(2,116)	(141)	140	(13,018)
Balance at September 30, 2023	<u>\$ 154,127</u>	<u>267,771</u>	<u>339,897</u>	<u>23,009</u>	<u>152,143</u>	<u>10,575</u>	<u>3,744</u>	<u>951,266</u>
Accumulated depreciation and impairment losses:								
Balance at January 1, 2024	\$ -	204,182	265,300	17,515	123,789	9,935	-	620,721
Depreciation	-	9,744	21,576	1,913	12,721	403	-	45,907
Disposals	-	(426)	(9,212)	(286)	(1,956)	(136)	-	(12,016)
Foreign currency translation effect	-	20,140	26,192	1,805	12,601	951	-	61,689
Balance at September 30, 2024	<u>\$ -</u>	<u>233,640</u>	<u>303,856</u>	<u>20,947</u>	<u>146,705</u>	<u>11,153</u>	<u>-</u>	<u>716,301</u>
Balance at January 1, 2023	\$ -	189,947	247,892	14,328	115,649	9,673	-	577,489
Depreciation	-	9,534	22,507	2,377	11,702	224	-	46,344
Disposals	-	-	(12,774)	(3)	(7,149)	(126)	-	(20,052)
Foreign currency translation effect	-	(2,729)	(3,505)	(240)	(1,629)	(128)	-	(8,231)
Balance at September 30, 2023	<u>\$ -</u>	<u>196,752</u>	<u>254,120</u>	<u>16,462</u>	<u>118,573</u>	<u>9,643</u>	<u>-</u>	<u>595,550</u>
Carrying amount:								
Balance at January 1, 2024	<u>\$ 157,534</u>	<u>69,351</u>	<u>82,445</u>	<u>6,003</u>	<u>33,298</u>	<u>1,979</u>	<u>19,440</u>	<u>370,050</u>
Balance at September 30, 2024	<u>\$ 172,402</u>	<u>71,049</u>	<u>72,035</u>	<u>4,494</u>	<u>33,249</u>	<u>1,994</u>	<u>25,327</u>	<u>380,550</u>
Balance at September 30, 2023	<u>\$ 154,127</u>	<u>71,019</u>	<u>85,777</u>	<u>6,547</u>	<u>33,570</u>	<u>932</u>	<u>3,744</u>	<u>355,716</u>

Please refer to Note 8 for the disclosure of assets pledged as collateral for loans.

(g) Right-of-use assets

The information for the cost and depreciation about the leases for which the Group as lessee was as follows:

	<u>Buildings</u>
Cost:	
Balance at January 1, 2024	\$ 536
Additions	1,299
Reductions (early termination)	(537)
Foreign currency translation effect	<u>2</u>
Balance at September 30, 2024	<u>\$ 1,300</u>
Balance at January 1, 2023	\$ 2,087
Additions	536
Foreign currency translation effect	<u>(11)</u>
Balance at September 30, 2023	<u>\$ 2,612</u>

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Accumulated depreciation:

Balance at January 1, 2024	\$	164
Depreciation		288
Reductions (early termination)		(236)
Foreign currency translation effect		<u>1</u>
Balance at September 30, 2024	\$	<u>217</u>
Balance at January 1, 2023	\$	894
Depreciation		793
Foreign currency translation effect		<u>(3)</u>
Balance at September 30, 2023	\$	<u>1,684</u>

Carrying amount

Balance at January 1, 2024	\$	<u>372</u>
Balance at September 30, 2024	\$	<u>1,083</u>
Balance at September 30, 2023	\$	<u>928</u>

(h) Intangible assets

The cost, amortization and impairment losses of the intangible assets of the Group for the nine months ended at September 30, 2024 and 2023 were as follows:

	Computer software	Trademark	Total
Costs:			
Balance at January 1, 2024	\$ 70,899	785	71,684
Additions	3,329	2	3,331
Disposal	(1,466)	-	(1,466)
Reclassification	(81)	12	(69)
Foreign currency translation effect	<u>6,808</u>	<u>75</u>	<u>6,883</u>
Balance at September 30, 2024	<u>\$ 79,489</u>	<u>874</u>	<u>80,363</u>
Balance at January 1, 2023	\$ 60,147	1,331	61,478
Additions	9,667	15	9,682
Reclassification	(96)	(267)	(363)
Foreign currency translation effect	<u>(973)</u>	<u>(12)</u>	<u>(985)</u>
Balance at September 30, 2023	<u>\$ 68,745</u>	<u>1,067</u>	<u>69,812</u>

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Amortization and impairment loss:

Balance at January 1, 2024	\$	54,704	285	54,989
Amortization		2,900	60	2,960
Disposal		(1,332)	-	(1,332)
Foreign currency translation effect		5,267	32	5,299
Balance at September 30, 2024	\$	61,539	377	61,916
Balance at January 1, 2023	\$	51,673	145	51,818
Amortization		2,260	223	2,483
Foreign currency translation effect		(711)	(6)	(717)
Balance at September 30, 2023	\$	53,222	362	53,584

Carrying amount:

Balance at January 1, 2024	\$	16,195	500	16,695
Balance at September 30, 2024	\$	17,950	497	18,447
Balance at September 30, 2023	\$	15,523	705	16,228

(i) Long-term and short-term loans

1. Short-term loans

	September 30, 2024	December 31, 2023	September 30, 2023
Credit loans	\$ 29,604	-	44,110
Guaranteed bank loans	592,231	243,459	211,728
Total	\$ 621,835	243,459	255,838
Unused credit lines	\$ 517,919	744,876	714,466
Interest rate (%)	3.10~4.10	3.12~3.13	2.90~3.05

2. Long-term loans

	September 30, 2024		
	Interest rate (%)	Maturity year	Amount
Unguaranteed bank loans	2.00~4.50	2028	\$ 18,552
Less: portion due within one year			(4,145)
Total			\$ 14,407
Unused credit lines			\$ -

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December 31, 2023			
	Interest rate (%)	Maturity year	Amount
Unguaranteed bank loans	2.00~4.50	2028	\$ 11,570
Less: portion due within one year			(3,787)
Total			\$ 7,783
Unused credit lines			\$ 9,169

September 30, 2023			
	Interest rate (%)	Maturity year	Amount
Unguaranteed bank loans	2.00~4.50	117	\$ 3,061
Less: portion due within one year			(3,061)
Total			\$ -
Unused credit lines			\$ 17,229

(j) Corporate bonds payable

1. The information on the issuance of corporate bonds was as follows:

	September 30, 2024	December 31, 2023	September 30, 2023
Total convertible corporate bonds issued	\$ -	250,000	250,000
Unamortized discount amount on corporate bonds payable	-	-	(319)
Cumulative redemption amount	-	(249,700)	(161,000)
Cumulative conversion amount	-	(300)	(300)
Balance of corporate bonds payable at year-end	\$ -	-	88,381
Equity component – conversion rights (recorded as capital surplus - stock options)	\$ -	-	3,820
	<small>For the three months ended September 30</small>	<small>For the nine months ended September 30</small>	
	2024	2023	2024
Interest expenses	\$ -	478	-
			1,410

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The Group did not issue, repurchase or repay the corporate bonds payables for the nine months ended at September 30, 2024 and 2023. For more information, please refer to Note 6(j) of the consolidated financial report for the year 2023. From July 16, 2023, the price of the Company's convertible corporate bonds was adjusted from NT\$27.8 dollar per share to NT\$27.2 dollar per share, the aforesaid bonds payable to the Company were due for repayment on December 2, 2023.

2. The equity components were recorded as Capital surplus—stock options, and the information were as follows:

	September 30, 2024	December 31, 2023	September 30, 2023
Balance at the beginning	\$ -	3,820	3,820
Less: redemption in the period	-	(3,820)	-
Balance at the end	<u>\$ -</u>	<u>-</u>	<u>3,820</u>

(k) Lease liabilities

The lease liabilities of the Group were as follows:

	September 30, 2024		
	Future minimum lease payments	Interests	Present value of minimum lease payments
Less than one year	\$ 660	30	630
Between one to five year	440	6	434
	<u>\$ 1,100</u>	<u>36</u>	<u>1,064</u>
Current	<u>\$ 660</u>	<u>30</u>	<u>630</u>
Non-current	<u>\$ 440</u>	<u>6</u>	<u>434</u>

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	December 31, 2023		
	Future minimum lease payments	Interests	Present value of minimum lease payments
Less than one year	\$ 198	21	177
Between one to five year	231	9	222
	\$ 429	30	399
Current	\$ 198	21	177
Non-current	\$ 231	9	222

	September 30, 2023		
	Future minimum lease payments	Interests	Present value of minimum lease payments
Less than one year	\$ 727	27	700
Between one to five year	274	13	261
	\$ 1,001	40	961
Current	\$ 727	27	700
Non-current	\$ 274	13	261

The amounts recognized in profit or losses were as follows:

	For the three months ended September 30		For the nine months ended September 30	
	2024	2023	2024	2023
Interests on lease liabilities	\$ 11	11	21	32
Expenses related to short-term leases	\$ 125	130	744	446
Expenses related to leases of low-value assets (excluding short-term leases of low-value assets)	\$ 100	154	305	440

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

	For the nine months ended September 30	
	2024	2023
Total cash outflow for leases	\$ 1,351	1,687

1. Leases about buildings

The Group leases buildings for its office space, which typically run for a period of 2 to 3 years. Some leases include an option to renew the lease for an additional period of the same duration after the end of the contract.

2. Other leases

The Group leases printers and other office equipment with contract terms of one to five years. These leases are short-term leases or leases of low-value items. The Group has chosen not to recognize as right-of-use assets and lease liabilities for these leases.

(1) Employee benefits

1. Defined benefit plans

Since there were no material market fluctuations, material reductions, liquidations or other material one-off events after the end of the previous fiscal year, the Group adopted the pension plan calculated on December 31, 2023 and 2022 to measure and disclose in interim periods.

The details of the Group's costs and expenses were as follows:

	For the three months ended September 30		For the nine months ended September 30	
	2024	2023	2024	2023
Operating costs	\$ 764	657	2,280	1,959
Operating expenses	360	334	1,046	1,166
	\$ 1,124	991	3,326	3,125

2. Defined contribution plans

The Group allocates 6% of each employee's monthly wages to the labor pension personal account at the Bureau of Labor Insurance in accordance with the provisions of the Labor Pension Act. Under these defined contribution plans, the Group allocates a fixed amount to the Bureau of Labor Insurance without additional legal or deductive obligation.

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The pension costs incurred from the contributions to the Bureau of Labor Insurance amounted to \$41 thousand and \$149 thousand for the three months ended September 30, 2024 and 2023; and amounted to \$108 thousand and \$434 thousand for the nine months ended September 30, 2024 and 2023, respectively.

(m) Income taxes

1. The Company is incorporated in the Cayman Islands, where corporate income tax is not required to be paid. In the Group, RJM, RGP, RMS, Linden and RIC's statutory income tax rate are 20%.
2. The information for the income tax expenses (benefits) of the Group were as follows:

	For the three months ended September 30		For the nine months ended September 30	
	2024	2023	2024	2023
Current period tax expense (benefits)				
Current period tax expense (benefits)	\$ (699)	(1,940)	(6,292)	(16,707)
Adjustment of current income tax for prior periods	14	-	229	(206)
Income tax expense (benefits)	\$ (685)	(1,940)	(6,063)	(16,913)

3. Situation of levy and approval of income tax

The Company is not required to pay income tax in the country where it is incorporated.

In Thailand, where RJM, RGP, RMS, Linden and RPM are operating, the corporate income tax declarations are examined by the tax authority without issuing official approval certificates. Income taxes paid in prior years have received income tax receipts up to 2023. Corporate income tax declarations submitted by the Company's Taiwan branch and RIC had been approved by the tax authority department through 2021. As mentioned in Note 4(b), the RIC has entered into the liquidation process and the relevant filing was completed in January 2024.

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(n) Capital and other equity

Except for the following, there were no significant changes in the Group's capital and other equity during the nine months ended September 30, 2024 and 2023. For the relevant information, please refer to Note 6(n) of the consolidated financial statements for 2023.

Reconciliation of shares outstanding and issued of the Group for the nine months ended September 30, 2024 and 2023 were as follows:

(Unit: thousand shares)

	Common Stock	
	For the nine months ended	
	September 30	
	2024	2023
Balance of outstanding shares on January 1 and June 30 (Balance of total shares issued on September 30)	38,396	38,396

As of September 30, 2024, December 31, 2023 and September 30, 2023, the total value of authorized ordinary shares of the Group were all amount to \$600,000 thousand, with a par value of \$10 per share. The paid-in capital at September 30, 2024, December 31, 2023 and September 30, 2023 were all \$383,960 thousand.

1. Capital surplus

The balance of capital surplus of the Group was as follows:

	September 30, 2024	December 31, 2023	September 30, 2023
Share premium on stock issuance	\$ 354,846	354,846	354,846
Restricted shares for employees	9,899	9,899	9,899
Convertible bond options	-	-	3,820
Convertible bond options - lapsed	10,754	10,754	6,934
	\$ 375,499	375,499	375,499

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2. Earnings distribution

The earnings distribution proposal for the year 2023 was resolved by the shareholders' meeting on May 30, 2024, and the dividend distributed to the shareholders were \$0 thousand.

The earnings distribution proposal for the year 2022 was resolved by the shareholders' meeting on May 26, 2023, and the dividend distributed to the shareholders were as follows:

	2022	
	Amount per share	Total Amount
Dividends distributed to shareholders:		
Cash	\$ 0.450	\$ 17,278

The information resolved about earnings distribution by the shareholders' meeting of the Company would be available on the website of Market Observation Post System.

3. Other equity, net of tax

	Exchange differences on translation of foreign financial statements	Unrealized gains (losses) from financial assets measured at fair value through profit or loss	Total
Balance at January 1, 2024	\$ (37,109)	(12,200)	(49,309)
Exchange differences from the translation of net assets of foreign operation institutions	65,627	-	65,627
Balance at September 30, 2024	\$ 28,518	(12,200)	16,318
Balance at January 1, 2023	\$ (46,369)	(12,200)	(58,569)
Exchange differences from the translation of net assets of foreign operation institutions	(9,043)	-	(9,043)
Balance at September 30, 2023	\$ (55,412)	(12,200)	(67,612)

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4. Non-controlling interests, net of tax

	For the nine months ended September 30	
	2024	2023
Balance at the beginning	\$ 81,774	101,226
Share attributable to non-controlling interests:		
Net income (losses)	(563)	(5,911)
Exchange differences on foreign operations	7,665	(1,222)
Changes in non-controlling interests	-	5
Subsidiaries distributed cash dividends to non-controlling interests	-	(15,130)
	\$ 88,876	78,968

(o) Earnings (losses) per share

The information about basic and diluted earnings per share was as follows:

	(Unit: thousand shares)			
	For the three months ended September 30		For the nine months ended September 30	
	2024	2023	2024	2023
Basic losses per share / Diluted losses per share:				
Net losses attributable to common stocks	\$ (29,652)	(20,551)	(82,750)	(159,122)
Weighted-average number of common stock outstanding	38,396	38,396	38,396	38,396
Basic / Diluted losses per share (New Taiwan Dollar)	\$ (0.77)	(0.54)	(2.16)	(4.14)

(p) Revenue from contracts with customers

1. Disaggregation of revenue

	For the three months ended September 30		For the nine months ended September 30	
	2024	2023	2024	2023
Primary markets:				
Thailand	\$ 268,038	92,086	563,583	287,854
United States	35,784	61,110	127,346	131,825
France	33,846	36,583	106,903	106,957
United Kingdom	38,666	41,043	99,922	76,428
Canada	43,975	43,942	83,059	85,326

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Australia	106,227	16,899	152,547	41,102
Others	45,262	31,732	82,139	79,298
	<u>\$ 571,798</u>	<u>323,395</u>	<u>1,215,499</u>	<u>808,790</u>

<u>For the three months ended September 30</u>	<u>For the nine months ended September 30</u>
<u>2024</u>	<u>2023</u>
<u>2024</u>	<u>2023</u>

Main products/service lines:

Designing, manufacturing and selling jewelry and gems	\$ 485,026	301,536	1,084,061	757,627
Electroplating	86,772	21,859	131,438	51,163
	<u>\$ 571,798</u>	<u>323,395</u>	<u>1,215,499</u>	<u>808,790</u>

2. Remaining balance of contracts

	<u>September 30,</u> <u>2024</u>	<u>December 31,</u> <u>2023</u>	<u>September 30,</u> <u>2023</u>
Trade receivables	\$ 563,936	224,893	234,318
Less: allowance for loss	(112)	(218)	(70)
Total	<u>\$ 563,824</u>	<u>224,675</u>	<u>234,248</u>
Contract liabilities (recorded as other current liabilities)	<u>\$ 2,506</u>	<u>976</u>	<u>11,166</u>

For details on trade receivables and impairments, please refer to Note 6(b).

The opening balances of contract liabilities on January 1, 2024 and January 1, 2023 which were recognized as income during the three months ended September 30, 2024, and September 30, 2023; and during the nine months ended September 30, 2024, and September 30, 2023 were \$18 thousand, \$52 thousand, \$644 thousand and \$1,796 thousand, respectively.

The change in contract liabilities was mainly due to the difference between the point at which the Company transfers goods or services to customers to satisfy its obligations and the point at which customers pay.

(q) Employees' and directors' compensation

According to the amendment of the Company's Articles of Incorporation which was approved during the shareholders' meeting at May 20, 2016, no less than 1% of the current-year profit before tax, shall be distributed as employee compensation, and no more than 3% of the current-year profit before tax as remuneration to directors. However, if the Company has an accumulated deficit, the profit should first be used to offset the deficit. The compensation and remuneration shall be made by way of cash or stock, or a combination of both, wherein the recipients may include the employees of the Company's affiliated companies who meet certain conditions decided by the Board of Directors of the

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Company.

There were all net losses for the periods of January 1, 2024 to September 30, 2024 and January 1, 2023 to September 30, 2023; therefore, employees' compensation and directors' remuneration did not be estimated. If there is a difference between the actual distribution amount in the next year and the estimated amount, it will be treated according to the change in accounting estimates, and the difference will be recognized as the profit or loss of the following year. If the Board of Directors decides to pay employees in stock, the basis for calculating the number of shares for stock compensation is based on the closing price on the day before the decision of the Board of Directors.

The Company's employees' compensation approved by the Board of Directors for the year 2023 and year 2022 were \$0 thousand and \$437 thousand, respectively, and the directors' remuneration were all \$0 thousand. The amount of compensation distributed did not differ from the resolution by the Board of Directors. The employees' compensation and directors' remuneration information would be available on the website of Market Observation Post System.

(r) Non-operating income and expenses

1. Interest income

The details of interest income of the Group were as follows:

	<u>For the three months ended September 30</u>		<u>For the nine months ended September 30</u>	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Interest income from bank deposits	<u>\$ 68</u>	<u>1,339</u>	<u>596</u>	<u>4,397</u>

2. Other income

The details of other income of the Group were as follows:

	<u>For the three months ended September 30</u>		<u>For the nine months ended September 30</u>	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Others	<u>\$ 718</u>	<u>997</u>	<u>4,911</u>	<u>5,706</u>

3. Other gains and losses

The details of other gains or losses of the Group were as follows:

	<u>For the three months ended September 30</u>		<u>For the nine months ended September 30</u>	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Gains (losses) on disposal of	<u>\$ (430)</u>	<u>(76)</u>	<u>(544)</u>	<u>467</u>

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property, plant and equipment				
Losses on disposal of intangible assets	-	-	(134)	-
Gains on lease modification	1	-	26	-
Foreign exchange gains (losses)	(14,064)	8,583	(5,317)	16,943
Total	<u>\$ (14,493)</u>	<u>8,507</u>	<u>(5,969)</u>	<u>17,410</u>

4. Financial costs

The details of financial costs of the Group were as follows:

	<u>For the three months ended September 30</u>		<u>For the nine months ended September 30</u>	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Interest expenses from bank loans	\$ 4,237	1,597	8,919	4,108
Corporate bonds payable	-	478	-	1,410
Interest expenses from lease liabilities	11	11	21	32
	<u>\$ 4,248</u>	<u>2,086</u>	<u>8,940</u>	<u>5,550</u>

(s) Financial instruments

Except for the following, there were no significant changes in the fair value of the Group's financial instruments and exposure to credit risk, liquidity risk and market risk due to financial instruments. For relevant information, please refer to Note 6(s) of the 2023 consolidated financial statements.

1. Credit risk

(1) Credit risk exposure

The carrying amount of financial assets represents the maximum amount exposed to credit risk.

(2) Concentration of credit risk

The Group's exposure to credit risk is influenced mainly by the individual characteristics of each customer. However, the managements also consider the statistical information on the Group's customer base, including the default risk of the industry and country in which customers operate. These factors may have an influence on credit risk. The Group's trade receivables were obviously concentrated on three main customers, which accounted for 80%, 78% and 66% of the total amount of trade receivables as of September 30, 2024, December 31, 2023 and September 30, 2023. As of September 30, 2024, December 31, 2023 and September 30, 2023, the Group's trade receivables concentrated on three main customers were \$451,744 thousand, \$174,632 thousand and \$155,595 thousand, respectively.

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(3) Credit risk of receivables

For information about credit risk of trade receivables, and details about other receivables, please refer to Note 6(b) and Note 6(c) respectively.

2. Liquidity risk

The following table shows the contractual maturities of financial liabilities, excluding the effect of estimated interests:

	<u>Carrying amount</u>	<u>Contractual cash flows</u>	<u>Less than 1 year</u>	<u>1-2 years</u>	<u>More than 2 years</u>
September 30, 2024					
Non-derivative financial liabilities					
Short-term loans	\$ 621,835	621,835	621,835	-	-
Payables	88,606	88,606	88,606	-	-
Lease liabilities	1,064	1,064	630	434	-
Long-term loans	18,552	18,552	4,145	4,145	10,262
Guarantee deposits received	4,789	4,789	-	-	4,789
	\$ 734,846	734,846	715,216	4,579	15,051
December 31, 2023					
Non-derivative financial liabilities					
Short-term loans	\$ 243,459	243,459	243,459	-	-
Payables	83,383	83,383	83,383	-	-
Lease liabilities	399	399	177	222	-
Long-term loans	11,570	11,570	3,787	3,787	3,996
Guarantee deposits received	4,437	4,437	-	-	4,437
	\$ 343,248	343,248	330,806	4,009	8,433
September 30, 2023					
Non-derivative financial liabilities					
Short-term loans	\$ 255,838	255,838	255,838	-	-
Payables	101,935	101,935	101,935	-	-
Lease liabilities	961	961	700	261	-
Corporate bonds payable (including embedded derivative financial instruments)	88,381	88,381	88,381	-	-
Long-term loans (including due within 1 year)	3,061	3,061	3,061	-	-
Guarantee deposits received	4,394	4,394	-	-	4,394
	\$ 454,570	454,570	449,915	261	4,394

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

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3. Currency risk

(1) Currency risk exposure

The Group's financial assets and liabilities which exposed to significant foreign currency exchange rate risk were as follows:

	September 30, 2024			December 31, 2023			September 30, 2023		
	Foreign currency (in thousand dth)	Exchange rate	Amount	Foreign currency (in thousand dth)	Exchange rate	Amount	Foreign currency (in thousand dth)	Exchange rate	Amount
<u>Financial assets</u>									
<u>Monetary items</u>									
USD	\$ 5,710	31.65	180,722	3,533	30.71	108,488	7,216	32.27	232,873
<u>Financial liabilities</u>									
<u>Monetary items</u>									
USD	240	31.65	7,590	216	30.71	6,643	36	32.27	1,153

(2) Sensitivity analysis

The Group's exposure to foreign currency risk mainly arises from the translation of the foreign currency exchange gains or losses on bank deposits, trade receivables, accounts payables and accrued expenses, which are denominated in foreign currency.

With all other factors held constant, a weakening (strengthening) of the TWD against the USD for 1% as of September 30, 2024 and 2023 would have decreased (increased) losses before tax for the nine months ended September 30, 2024 and 2023, by \$1,731 thousand and \$2,317 thousand, respectively. The analysis is performed on the same basis.

(3) Exchange gains or losses of monetary items

Due to the different types of functional currency of the Group, the Group disclosed its exchange gains or losses of monetary items aggregately. Foreign currency exchange gains or losses for the Group (including both realized and unrealized) from July 1 to September 30, 2024, July 1 to September 30, 2023, January 1 to September 30, 2024 and January 1 to September 30, 2023 were \$(14,064) thousand, \$8,583 thousand, \$(5,317) thousand and \$16,943 thousand, respectively.

4. Interest rate analysis

The interest rate risk exposure of the Group's financial assets and financial liabilities would be described in "Liquidity risk management" in this Note.

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If the interest rate increases / decreases by 1%, the Group's losses before tax will increase / decrease by \$4,803 thousand and \$2,558 thousand for the nine months ended September 30, 2024 and 2023 with all other variable factors remaining constant. This was mainly due to the Group's borrowing at variable rate.

5. Information about fair value

(1) Categories and fair value of financial instrument

The carrying amounts and fair values of the Group's financial assets and financial liabilities (including fair value hierarchy information, except that if the carrying amounts of financial instruments not carried at fair value are a reasonable approximation of fair value, disclosure of fair value information is not required by regulation) were as follows:

	Carrying amount	September 30, 2024			Total
		Level 1	Level 2	Level 3	
Financial assets measured at amortized cost					
Cash and cash equivalents	\$ 38,313	-	-	-	-
Trade receivables	563,824	-	-	-	-
Other receivables	9,013	-	-	-	-
Other financial assets—current	15,057	-	-	-	-
Other financial assets—non-current	11,255	-	-	-	-
Total	\$ 637,462	-	-	-	-
Financial liabilities measured at amortized cost					
Short-term loans	\$ 621,835	-	-	-	-
Notes and accounts payables	20,948	-	-	-	-
Other payables	67,658	-	-	-	-
Lease liabilities	1,064	-	-	-	-
Long-term loans (including due within 1 year)	18,552	-	-	-	-
Guarantee deposits received	4,789	-	-	-	-
Total	\$ 734,846	-	-	-	-

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	December 31, 2023				
	Carrying amount	Fair value			Total
		Level 1	Level 2	Level 3	
Financial assets measured at amortized cost					
Cash and cash equivalents	\$ 139,418	-	-	-	-
Trade receivables	224,675	-	-	-	-
Other receivables	7,367	-	-	-	-
Other financial assets — non-current	10,208	-	-	-	-
Total	\$ 381,668	-	-	-	-
Financial liabilities measured at amortized cost					
Short-term loans	\$ 243,459	-	-	-	-
Notes and accounts payables	14,758	-	-	-	-
Other payables	68,625	-	-	-	-
Lease liabilities	399	-	-	-	-
Long-term loans (including due within 1 year)	11,570	-	-	-	-
Guarantee deposits received	4,437	-	-	-	-
Total	\$ 343,248	-	-	-	-

	September 30, 2023				
	Carrying amount	Fair value			Total
		Level 1	Level 2	Level 3	
Financial assets measured at amortized cost					
Cash and cash equivalents	\$ 253,691	-	-	-	-
Trade receivables	234,248	-	-	-	-
Other receivables	7,643	-	-	-	-
Other financial assets — non-current	9,972	-	-	-	-
Total	\$ 505,554	-	-	-	-
Financial liabilities measured at amortized cost					
Short-term loans	\$ 255,838	-	-	-	-
Notes and accounts payables	33,544	-	-	-	-
Other payables	68,391	-	-	-	-
Lease liabilities	961	-	-	-	-
Bonds payables	88,381	-	-	-	-
Long-term loans (including those due within one year)	3,061	-	-	-	-

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Guarantee deposits received	4,394	-	-	-	-
Total	\$ 454,570	-	-	-	-

(2) The Group seeks to use market observable inputs when measuring the fair values of assets and liabilities. Different levels of the fair value hierarchy to be used in determining the fair value of financial instruments, and the classifications are as follows:

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: other than quoted prices included within Level 1, inputs are observable for assets or liabilities, either directly (i.e. such as prices) or indirectly (i.e. derived from calculation of prices).
- Level 3: inputs for assets or liabilities are not based on observable market data (unobservable inputs).

(3) Valuation techniques for financial instruments measured at fair value — non-derivative financial instruments

The fair value of unlisted equity instruments that the Group possesses are estimated and calculated by using the comparable company approach with the Liquidity Discount Model to adjust prices.

(4) Evaluation of derivative financial instruments

The put options and call options of the corporate bonds payables are based on Binomial Pricing Model to estimate the fair value.

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

Quantified information of significant unobservable inputs was as follows:

Item	Valuation technique	Significant unobservable inputs	Relationship between significant unobservable inputs and fair value measurement
Financial assets at fair value through other comprehensive income — equity investments	Comparable company method	· Discount for lack of market liquidity	· The estimated fair value would decrease if liquidity discount were higher

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without active markets

Financial liabilities at fair value through profit or loss – non-current

Binomial pricing model · Volatility

· The higher the volatility, the higher the fair value

(6) Fair value measurement in Level 3 – sensitivity analysis of reasonably possible alternative assumptions

The Group's fair value measurement of financial instruments is reasonable, but the use of different valuation models or valuation parameters may result in different valuation results. For financial instruments classified as Level 3, the significant unobservable inputs to the fair value were mainly the lack of market liquidity discount. However, since the potential changes in the lack of market liquidity discount would not result in a significant potential financial impact, the Group is not intended to disclose its sensitivity analysis.

(t) Financial risk management

There were no significant changes in the Group's financial risk management objectives and the policies from those disclosed in Note 6(t) of the 2023 consolidated financial statements.

(u) Capital management

The Group's capital management objectives, policies and procedures are consistent with those disclosed in the 2023 consolidated financial statements, and there were no significant changes in the aggregated quantitative information for capital management. For related information, please refer to Note 6(u) of the 2023 consolidated financial statements.

(v) Investing and financing activities not affecting cash flows

The reconciliation of the Group's liabilities from financing activities for the nine months ended September 30, 2024 and 2023 was as follows:

	January 1, 2024	Cash flows	Non-cash changes		Foreign exchange movement	September 30, 2024
			New lease	Cancel lease		
Short-term loans	\$ 243,459	326,758	-	-	51,618	621,835
Long-term loans	11,570	5,387	-	-	1,595	18,552
Lease liabilities	399	(281)	1,273	(327)	-	1,064
Total liabilities from financing activities	\$ 255,428	331,864	1,273	(327)	53,213	641,451

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	January 1, 2023	Cash flows	Non-cash changes			September 30, 2023
			New / Cancel lease	Discount amortization	Foreign exchange movement	
Short-term loans	\$ 196,702	63,084	-	-	(3,948)	255,838
Long-term loans	-	3,127	-	-	(66)	3,061
Lease liabilities	1,204	(769)	536	-	(10)	961
Corporate bonds payables	86,971	-	-	1,410	-	88,381
Total liabilities from financing activities	\$ 284,877	65,442	536	1,410	(4,024)	348,241

(7) Related-party transactions:

The compensation of main management personnel included:

	For the three months ended September 30		For the nine months ended September 30	
	2024	2023	2024	2023
Short-term employee benefits	\$ 4,155	3,974	13,218	12,994
Post-employment benefits	64	52	186	155
	\$ 4,219	4,026	13,404	13,149

The cost of short-term employee benefits excluding the cars provided to chairman of Board of Directors, the general manager and the vice president from January 1 to September 30, 2024 and January 1 to September 30, 2023 totaled \$7,077 thousand and \$6,327 thousand, respectively. The carrying amount of these assets totaled \$3,298 thousand, \$3,984 thousand and \$4,216 thousand at September 30, 2024, December 31, 2023 and September 30, 2023, respectively, and is recorded in property, plant and equipment.

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(8) Pledged assets:

<u>Pledged assets</u>	<u>Object</u>	<u>September 30, 2024</u>	<u>December 31, 2023</u>	<u>September 30, 2023</u>
Property, plant and equipment:				
Land	Short-term loans	\$ 140,941	128,786	126,001
Buildings	Short-term loans	6,201	8,563	9,330
Other financial assets – current:				
Restricted bank deposits	Short-term loans	15,057	-	-
Other financial assets – non-current:				
Fixed deposits	Guarantee for electricity supply and fuel cards	4,760	4,325	4,221
		<u>\$ 166,959</u>	<u>141,674</u>	<u>139,552</u>

(9) Commitments and contingencies:

(a) The guarantee amount provided by the bank for the Company was as follows:

	<u>September 30, 2024</u>	<u>December 31, 2023</u>	<u>September 30, 2023</u>
Electricity guarantee	<u>\$ 4,489</u>	<u>4,078</u>	<u>3,980</u>

(b) The Company entered into contracts for the purchase of property, plant and equipment for the purpose of the equipment renewal project, and the total contract prices as of September 30, 2024, December 31, 2023, and September 30, 2023 were \$25,369 thousand, \$23,182 thousand, and \$22,680 thousand, respectively; and the prices paid accumulated until each of those years were \$23,710 thousand, \$12,999 thousand, and \$3,179 thousand, respectively, which were recorded as property, plant and equipment of the Company.

(10) Losses due to major disasters: None

(11) Subsequent events: None

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(12) Other:

(a) The summary of personnel costs, depreciation, depletion, and amortization by function was as follows:

Function Account	For the three months ended September 30					
	2024			2023		
	Operating cost	Operating expenses	Total	Operating cost	Operating expenses	Total
Personnel costs						
Salaries	100,604	47,625	148,229	89,065	38,460	127,525
Health insurance	-	112	112	-	207	207
Pension	764	401	1,165	657	483	1,140
Other personnel expense	5,604	3,324	8,928	6,797	3,897	10,694
Depreciation	11,721	4,239	15,960	11,381	4,514	15,895
Amortization	35	1,062	1,097	270	453	723

Function Account	For the nine months ended September 30					
	2024			2023		
	Operating cost	Operating expenses	Total	Operating cost	Operating expenses	Total
Personnel costs						
Salaries	254,008	135,104	389,112	277,529	110,616	388,145
Health insurance	-	267	267	-	623	623
Pension	2,280	1,154	3,434	1,959	1,600	3,559
Other personnel expense	18,156	10,077	28,233	22,327	11,303	33,630
Depreciation	33,684	12,511	46,195	34,337	12,800	47,137
Amortization	96	2,864	2,960	767	1,716	2,483

(b) Seasonality of operation

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

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(13) Other disclosures:

(a) Information on significant transactions

Information regarding significant transactions that the Group should disclosed in accordance with "Regulations Governing the Preparation of Financial Reports by Securities Issuers" for the period from January 1, 2024 to September 30, 2024 was as follows:

1. Lending to other parties: None
2. Guarantees and endorsements for other parties:

(In Thousand Dollars)

No. (Note 1)	Endorser Company Name	Endorsed Parties		Endorsement Limit for Single Enterprise (Note 3)	Maximum Endorsement Balance for the Period (Note 4)	Endorsement Balance in End of Period (Note 5)	Actual Expenditure for Current Period	Endorsement Amount Guaranteed by Property	Cumulative Endorsement Amount as Percentage of Net Value of the Most Recent Financial Statements	Maximum Endorsement Amount (Note 3)	Endorsement by Parent Company to Subsidiary	Endorsement by Subsidiary to Parent Company	Endorsement for Mainland China
		Company Name	Relation (Note 2)										
1	RJM	RPM	4	75,041	29,604 (THB30,000)	29,604 (THB30,000)	-	-	3.95	75,041	Y	N	N
2	RJM	RPM	4	75,041	19,736 (THB20,000)	19,736 (THB20,000)	-	-	2.63	75,041	Y	N	N
3	RJM	RPM	4	75,041	19,736 (THB20,000)	-	-	-	-	75,041	Y	N	N

Note 1: The number is filled out as follows:

1. The Company is numbered as 0.
2. The investee companies are numbered according to their order, starting with the number 1.

Note 2: The relationship between the endorser and the endorsed party can be divided into the following seven categories:

1. Companies with businesses.
2. Companies in which the Company directly or indirectly holds more than 50% of the voting shares.
3. Companies that directly or indirectly holds more than 50% of the voting shares.
4. Between companies that the Company directly and indirectly holds more than 90% of the voting shares.
5. Companies that guarantee each other in accordance with the contract between peers or joint builders based on the need to contract projects.
6. Companies that are endorsed and guaranteed by all of the shareholders in accordance with their shareholding ratios due to a joint investment relationship.
7. Inter-companies guarantees for pre-sale contracts in accordance with the Consumer Protection Act.

Note 3: Inter-company endorsement and guarantee is allowed for companies in which the Company directly and indirectly holds 90% or more of the voting shares, and the amount of endorsement and guarantee shall not exceed 10% of the Company's net worth; however, intercompany endorsement and guarantee is not limited to this rule for companies in which the Company directly and indirectly owns 100% of the voting shares.

Note 4: The maximum balance of endorsement and guarantees for others until the current year of the reporting month.

3. Information about securities held at the reporting date (excluding subsidiaries, associates and joint ventures)

(In Thousands of New Taiwan Dollars)

Name of holder	Category and name of security	Relationship with company	Account	Ending balance				Note
				Shares (unit: thousands)	Carrying amount	Percentage of ownership (%)	Fair value	
RIC	SELF PICK INC.	-	Financial assets at fair value through other comprehensive income - non current	2,400	-	14.58	-	

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RIC	SELF TOKEN INC.	-	Financial assets at fair value through other comprehensive income - non current	500	-	6.25	-	
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4. Information regarding purchase or sale of same securities for the period exceeding \$300 million or 20% of the Company's paid-in capital: None
5. Information on acquisition of real estate with purchase amount exceeding \$300 million or 20% of the Company's paid-in capital: None
6. Information regarding receivables from disposal of real estate exceeding \$300 million or 20% of the Company's paid-in capital: None
7. Information regarding related-parties purchases and/or sales exceeding \$100 million or 20% of the Company's paid-in capital: None
8. Information regarding receivables from related-parties exceeding \$100 million or 20% of the Company's paid-in capital: None
9. Information regarding trading in derivative financial instruments: None.
10. Significant transactions and business relationship between the parent company and its subsidiaries:

(In Thousands of New Taiwan Dollars)

No. (Note 1)	Name of company	Name of counterparty	Relationship (Note 2)	Transactions			
				Account	Amount	Trading terms	Percentage of the consolidated revenue or total assets
1	RGP	RJM	1	Operating revenues	63,609	The price is based on mutually agreed prices. 45~60 days	5.22%
1	RGP	RJM	1	Trade receivables	25,872		1.58%

Note 1: The number is filled out as follows:

No.1 represents RGP.

Note 2: The type of relationship with the counterparty is indicated as follows:

No.1 represents a subsidiary to the parent company.

Note 3: Disclosure is made for accounts that are balance sheet accounts and account for more than 1% of total consolidated assets and profit or loss accounts that account for more than 1% of total consolidated revenue.

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(b) Related information on investee companies:

Information on investees for the period from January 1, 2024 to September 30, 2024 was as follows:

(In Thousands of New Taiwan Dollars)

Name of investor	Name of investee	Location	Main business and products	Original investment amount		Balance as of September 30, 2024			Net income (losses) of investee (Note 1)	Investment income or loss recognized in the period (Note 1 and Note 2)	Note
				September 30, 2024 (Note 2)	December 31, 2023	Shares (thousand)	Percentage of ownership	Carrying amount (Note 1)			
The Company	RJM	Thailand	Designing, manufacturing, and selling jewelry and gems	300,000	300,000	4,549,998	99.99%	770,031	(76,469)	(76,469)	Eliminated in the consolidated financial statements
The Company	RMS	Thailand	Investment activities	33,810	33,810	7,392,600	99.90%	1,049	(300)	(300)	"
The Company	RIC	Taiwan	Selling jewelry and gems	22,500	22,500	2,250,000	100.00%	3,625	(343)	(343)	"
RJM	RGP	Thailand	Plating jewelry and gems	12,582 (THB12,750)	11,497 (THB12,750)	127,500	51.00%	91,572 (THB92,796)	(1,129) (THB(1,250))	(578) (THB(640))	"
RJM	Linden	Thailand	Selling jewelry and gems	3,868 (THB3,920)	3,535 (THB3,920)	392,000	49.00%	764 (THB774)	(13) (THB(14))	(6) (THB(7))	"
RJM	RPM	Thailand	Metal recycling	98,581 (THB99,900)	90,080 (THB99,900)	999,000	99.90%	88,278 (THB89,459)	(3,045) (THB(3,373))	(3,071) (THB(3,402))	"

Note 1: Investment gains (losses) were based on the investee's financial statements audited by the Company's certified public accountants.

Note 2: The above amounts of paid-in capital of subsidiaries invested by the Company were calculated based on historical exchange rates; the amount of paid-in capital of subsidiaries invested by RJM were calculated based on the exchange rate as of September 30, 2024 (the closing rate of THB: NTD=1:0.9868), and the remaining amounts were calculated based on the average rate (THB: NTD=1:0.9026).

(c) Information on investments in China: None.

(d) Information about major shareholders:

Shareholder's name	Shareholding	Shares	Percentage
Solar Jewelers Group Corp.		13,760,000	35.83%
Bank SinoPac as Custodian for Arianna Investment Co., Ltd. Investment Account		2,549,559	6.64%

Note: (1) The major shareholders information in the table above contains a listing of shareholders with 5% or more ownership of the Company. The ownership information was calculated by Taiwan Depository & Clearing Corporation at the last trading date in each quarter using the number of common stocks (including treasury stocks) and preferred stocks issued in paperless form. There might be a difference between share capital on the financial report and the actual share that have completed non-physical delivered due to different basis of calculation.

(2) Shareholders who transferred their shares to trustees are disclosed by each settler of the

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trustee accounts. The ownership information disclosed by shareholders with ownership above 10% include their own shares and those shares that they transfer to trustees while retains the power to decide the allocation of trust property. Information on insider ownership declaration is available on the website of Market Observation Post System.

(14) Segment information:

July 1, 2024 to September 30, 2024				
	Manufacturing and selling jewelry and gems department	Electroplating department	Adjustments and eliminations	Total
Revenues:				
Revenues from external customers	\$ 485,026	86,772	-	571,798
Inter-segment revenues	-	24,221	(24,221)	-
Total revenues	<u>\$ 485,026</u>	<u>110,993</u>	<u>(24,221)</u>	<u>571,798</u>
Profit or loss of reportable segment	<u>\$ (32,120)</u>	<u>3,502</u>	<u>-</u>	<u>(28,618)</u>
July 1, 2023 to September 30, 2023				
	Manufacturing and selling jewelry and gems department	Electroplating department	Adjustments and eliminations	Total
Revenues:				
Revenues from external customers	\$ 301,536	21,859	-	323,395
Inter-segment revenues	-	28,536	(28,536)	-
Total revenues	<u>\$ 301,536</u>	<u>50,395</u>	<u>(28,536)</u>	<u>323,395</u>
Profit or loss of reportable segment	<u>\$ (21,167)</u>	<u>(2,598)</u>	<u>-</u>	<u>(23,765)</u>

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	January 1, 2024 to September 30, 2024			
	Manufacturing and selling jewelry and gems department	Electroplating department	Adjustments and eliminations	Total
Revenues:				
Revenues from external customers	\$ 1,084,061	131,438	-	1,215,499
Inter-segment revenues	-	63,609	(63,609)	-
Total revenues	<u>\$ 1,084,061</u>	<u>195,047</u>	<u>(63,609)</u>	<u>1,215,499</u>
Profit or loss of reportable segment	<u>\$ (88,018)</u>	<u>(1,358)</u>	<u>-</u>	<u>(89,376)</u>

	January 1, 2023 to September 30, 2023			
	Manufacturing and selling jewelry and gems department	Electroplating department	Adjustments and eliminations	Total
Revenues:				
Revenue from external customers	\$ 757,627	51,163	-	808,790
Inter-segment revenues	-	76,301	(76,301)	-
Total revenues	<u>\$ 757,627</u>	<u>127,464</u>	<u>(76,301)</u>	<u>808,790</u>
Profit or loss of reportable segment	<u>\$ (169,748)</u>	<u>(12,198)</u>	<u>-</u>	<u>(181,946)</u>

The eliminating inter-segment revenues from total reportable segment revenues for the periods of July 1 to September 30, 2024, July 1 to September 30, 2023, January 1 to September 30, 2024 and January 1 to September 30, 2023 were \$24,221 thousand, \$28,536 thousand, \$63,609 thousand and \$76,301 thousand, respectively.