All shareholding ladies and gentlemen：

Thank you for sparing time to attend the shareholders' meeting this year.

The consolidated revenue for the year 2025 was NTD1,515,005 thousand, an decrease of NTD 110,974 thousand than the year 2024. The consolidated gross profit for the year 2025 was NTD 100,204 thousand, a increase of NTD 108,287 thousand than the year 2024. The consolidated operating loss for the year 2025 was NTD 50,238 thousand, a decrease of NTD 113,038 thousand than the year 2024. The net profit after tax attributable to the Company for the year 2025 was loss NTD31,815 thousand, an decrease of NTD 133,267 thousand than the year 2024.

In 2025, as the impact of the pandemic gradually subsided and the economy began to recover, the overall industry showed positive development and niche opportunities. Benefiting from the strong demand driven by the 2026 Winter Olympics and the FIFA World Cup, the global economy strived for recovery. However, the AI chip war ignited by the two superpowers, the US and China, the ever-present geopolitical tensions, the US tariff barriers on various countries, and the sluggish growth of Chinese consumption and unstable employment, along with the worsening of structural economic problems, all acted like a butterfly effect, touching sensitive nerves worldwide and bringing concerns about the global economic outlook. In the global textile market, the economies of Europe and the United States showed resilience, and in 2026, the textile markets in Europe and the Americas exhibited a trend of "overall caution with localized bursts." Due to major international sporting events and the transformation of sustainability regulations, the market maintained an upward growth trend.

Looking forward to 2026, after a turbulent and critical year, Tah Tong Textile will continue to optimize its product mix, with a focus on developing special yarn products, to reduce the proportion of cotton yarn and increase gross profit margin. Meanwhile, the Company will vertically integrate the supply chain, deepen the services provided by Fabrics Division, enhance marketing and sales, mainly serve brand customers, and expand the customer base of Fabrics Division, in the hope of effectively increasing the Group's overall revenue. Overall, the Company's operating strategy will gradually yield results.

The Company will adhere to its core values of "Integrity and Ethics, Self-transcendence, Unity of Excellence, and Outstanding Contributions", continue the established business strategies , and commit to provide customers with high-quality, diversified and innovative products for stable growth and profitability.

The business results for 2025 and the 2026 business plan are summarized as follows：

I. Business results for 2025

(I) Implementation results of the business plan：

Unit： NT$ thousand	2024	2025	Difference	%
Consolidated revenue	1,625,979	1,515,005	-110,974	-6.83%
Consolidated gross profit (loss)	-8,083	100,204	108,287	-1339.69%
Consolidated operating income (loss)	-163,276	-50,238	113,038	-69.23%
Consolidated net income (loss) after tax	101,452	-31,815	-133,267	-131.36%
Net income (loss) after tax attributed to the Company	112,419	-31,314	-143,733	-127.85%
Earnings (loss) per share (NT$)	1.63	-0.45	-2.08	-127.61%

(II) Achievement of budget：

KNTD	Actual sales	Budget sales	Achievement rate
Yarn	251,139	522,447	48.07%
Fabrics	799,539	877,221	91.14%

(III) Financial revenue and expense and profitability analysis

Unit： NT$ thousand; %

Item		2024	2025
Financial revenue	Operating revenue	1,625,979	1,515,005
	Gross profit (loss)	(8,083)	100,204
	Net operating profit (loss)	(163,276)	(50,238)
	Net income (loss) after tax	101,452	(31,815)
	Attributed to the parent company	112,419	(31,314)
	Non-controlling interests	(10,967)	(501)
Profitability analysis	Gross margin %	(0.50)	6.61
	Net profit margin (%)	6.24	(2.1)
	Return on equity (%)	22.03	(6.86)
	Earnings per share (NT$)	1.63	(0.45)

Note 1： The aforesaid financial data for each year have been audited by CPAs

(IV) Research and development

R&D expenses for 2025

Unit： NT$ thousand

Item	Amount
Research and development expenses	4,307
Net operating revenue	1,515,005
In net operating revenue (%)	0.28%

II. Summary of the 2025 business plan

In the face of the ever-changing post-epidemic era, there are many uncertainties and risks in the market. Dadong Textile still insists on continuously optimizing its product portfolio, focusing on special product development, and improving gross profit margin.

The company's 2025 business strategy and important production and sales policies are presented as follows：

(I) Operating strategy

Focus on product development in the textile industry and deepen cooperation with the industrial supply chain.

(1) Yarn Business Division

1. Continue to improve product quality, win strategic customers to place orders, and raise profitability.
2. Concentrate production capacity for environmental yarn, blended yarn and special yarn, and emphasizes differentiation in order to improve profitability.

(2) Fabrics Business Division

1. Continue to strengthen supply chain management strengths and increase orders from brand customers.
2. Strengthen research and development, provide better product mix, and expand market share.
3. Target new customers for business development, and cut to niche products.

(II) Expected sales amt

MillionNTD	Budgeted sales
Yarn	349
Fabrics	1,144

(III) Important production and sales policy

As textile products are developing towards functionality and comfort, the Yarn Business Division will continue to expand new markets and develop functional and special yarn types; the Fabric Business Division will develop customized products and services based on the needs of brand customers and develop the functional knitted fabrics.

III. How the Company's development strategy is affected by the competitive environment, the regulatory environment and the overall business environment is analyzed in the following aspects：

(I) Price of raw materials：

The international raw cotton price still accounts for a large proportion of the Company's product costs. Fluctuation in international raw cotton prices will have a significant impact on the Company's production costs. Therefore, the Company will continue to increase the proportion of blended yarn products to reduce the consumption of raw cotton and cope with the uncertain price fluctuations.

(II) Price of energy：

Fluctuations in international crude oil prices will affect the industrial electricity price and directly affect manufacturing costs.

(III) The downstream consumer market：

The Company's yarn and fabric products are mainly supplied in the from of semi-finished products to customers in Taiwan, Japan, Europe, America, mainland China, and the ASEAN, who will produce garments for sale in the global market.

We must pay more attention and observe the international political and economic situation, especially whether the US, mainland China, ASEAN, and the EU can maintain economic growth. Each country's political and economic situation, monetary policy and global inflation situation may affect the Company's sales and operating profit.

(IV) Competition with mainland China and ASEAN countries：

Functional fabrics produced in Mainland China and neighboring countries in Asia have significantly improved quality in recent years, posing competition with the Company's products. In order to differentiate in the market, the Company is currently developing higher value-added and special products to minimize the impact on the yearn supply chain system.

(V) ASEAN and CPTPP：

Under the framework of a FTA, member states of regional economies are entitled to trade liberalization and tariff reduction and exemption. Led by Japan, the Comprehensive and Progressive Agreement for Trans-Pacific Partnership (CPTPP) was signed on March 8, 2018 by 11 countries including Vietnam and came into effect in 2019. Due to the advantages in infrastructure and an open policy to attract foreign investment, Vietnam will enjoy higher competitiveness among regional economies in the future. The Company has invested and expanded in Vietnam, and can expect reduced operating costs, more opportunities for export expansion, and industrial upgrades with preferential tariffs competitiveness.

Looking at 2026, the overall business environment remains complex. The Company will respond to changes in the external environment and make even harder efforts to expand operating results and gain sustainable operation competitiveness.

With regard to the 2025 Business Report and a summary of the 2026 Business Plan, I would like to thank all shareholders for their support. All of the Company's employees will also do their utmost to forge better operating strength than before and repay the shareholders' support with performance. In the future, I still hope that all shareholders will show your continued support and encouragement to the Company and let's create a brighter future together. We wish all shareholders good health and best of luck!

Tah Tong Textile Co., Ltd.

Chairman Chen, Shiou-Chung