

Run Long Construction Co., Ltd.

Affiliation Report

December 31, 2024

Company address: 8F., No. 267, Lequn 2nd Rd., Zhongshan
Dist., Taipei City 104, Taiwan (R.O.C.)

Telephone: (02)8501-5696

Notice to Readers

For the convenience of readers, the affiliation report has been translated into English from the original Chinese version prepared and used in the Republic of China. If there is any conflict between the English version and the original Chinese version or any difference in the interpretation of the two versions, the Chinese-language affiliation report shall prevail.

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Declaration

The Affiliation Reports of Run Long Construction Co., Ltd. (hereinafter "the Company") for the year ended December 31, 2024, have been prepared in accordance with the "Criteria Governing Preparation of Affiliation Reports, Consolidated Business Reports, and Consolidated Financial Statements of Affiliated Enterprises." The disclosed information is consistent in all material respects with the relevant information disclosed in the notes to the financial statements for the same period.

Sincerely,

Company Name: Run Long Construction Co., Ltd.

Chairman: CHIU, PING-TSE

March 10, 2025

Independent Auditor's Review Opinion on the Affiliation Report

To. Run Long Construction Co., Ltd.

We have reviewed the Affiliation Reports of Run Long Construction Co., Ltd. for the year ended December 31, 2024, in accordance with the provisions of Jin-Guan-Zheng-Shen-1130382569 dated June 26, 2024, and have completed the review accordingly. This review was conducted to determine whether the Affiliation Reports of Run Long Construction Co., Ltd. for the year ended December 31, 2024, were prepared in accordance with the "Criteria Governing Preparation of Affiliation Reports, Consolidated Business Reports, and Consolidated Financial Statements of Affiliated Enterprises," and whether the information disclosed therein is materially consistent with the relevant information disclosed in the notes to the financial statements for the same period, which were reviewed by us on March 10, 2025.

Based on our review, we have not identified any instances indicating that the preparation of the aforementioned Affiliation Reports is not in compliance with the "Criteria Governing Preparation of Affiliation Reports, Consolidated Business Reports, and Consolidated Financial Statements of Affiliated Enterprises." Furthermore, no material inconsistencies have come to our attention between the information disclosed in the aforementioned Affiliation Reports and the relevant information disclosed in the notes to the financial statements for the same period.

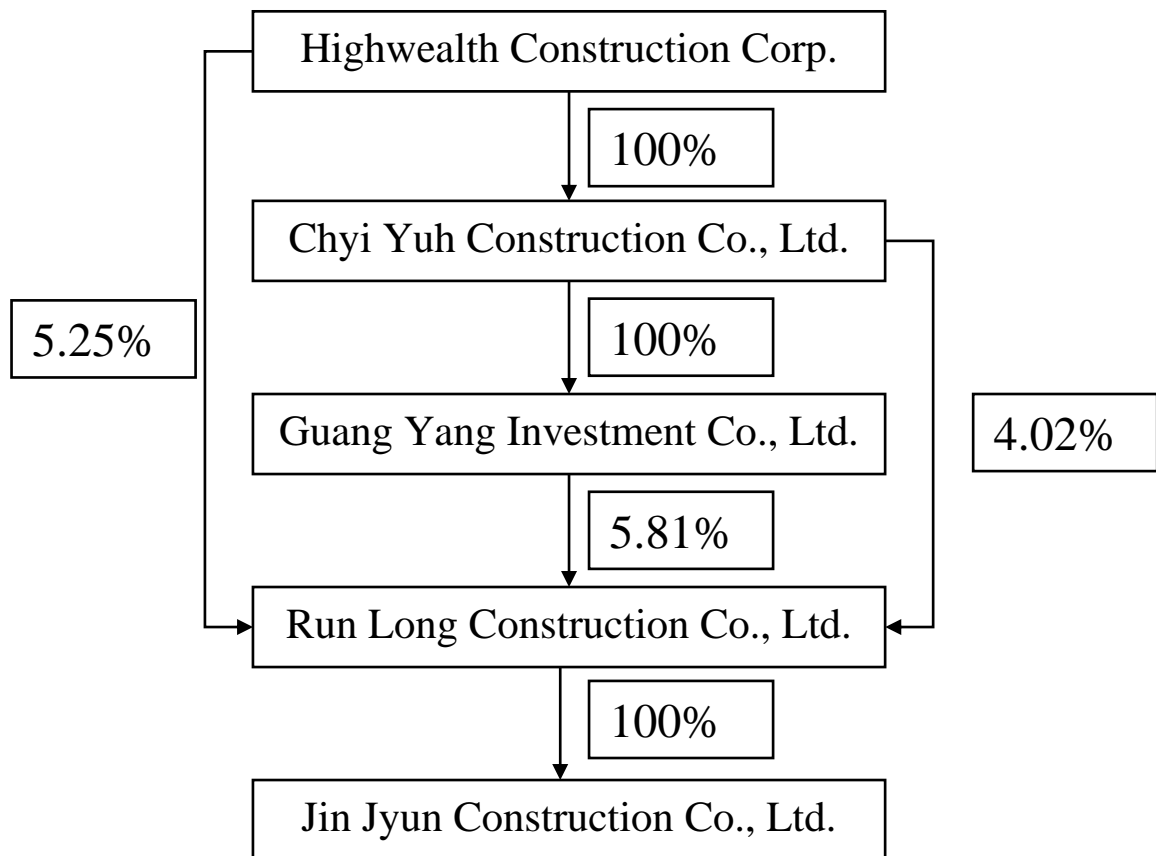
KPMG

Taipei, Taiwan (Republic of China)

March 10, 2025

Run Long Construction Co., Ltd.

(I)Organizational Chart of Affiliates



(II) Overview of the relationship between the subordinate company and the controlling company

Name of Controlling Company	Reason of Control	Details of Shareholding and Pledge of the Controlling Company			Details of the Controlling Company appointing personnel as directors, supervisors, or managerial officers	
		Number of Shares Held	Shareholding Percentage	Number of pledged shares	Position	Name
Highwealth Construction Corp.	Holding 100% equity in Chyi Yuh Construction Co., Ltd.	439,200,000	100%	-	The legal representative (Chairman) of Chyi Yuh Construction Co., Ltd.	CHENG, CHUN-MIN
					The legal representative (Director) of Chyi Yuh Construction Co., Ltd.	HSIUNG, MENG-CHI
					The legal representative (Director) of Chyi Yuh Construction Co., Ltd.	FAN, HUA-CHUN
Chyi Yuh Construction Co., Ltd.	Holding 100% equity in Guang Yang Investment Co., Ltd.	29,900,000	100%	-	The legal representative (Chairman) of Guang Yang Investment Co., Ltd.	CHENG, CHUN-MIN
Guang Yang Investment Co., Ltd.	Parent company of the Company	57,737,026	5.81%	14,200,000	-	-

(III) Business transactions between the subordinate company and the controlling company are as below.

A Details on purchase/sale of goods:

Unit: NTD thousand

Business transactions with controlling company				Transaction terms and conditions with controlling company		Ordinary transaction terms and conditions		Reasons for discrepancy	Accounts/notes receivable (payable)		Overdue Accounts Receivable			Note
Purchase (Sale)	Amount	Percentage accounted for of total purchase (sale) transactions	Gross profit on sales	Unit price (NTD)	Credit conditions	Unit price (NTD)	Credit conditions		Ending Balance	Percentage accounted for of total accounts/notes receivable (payable)	Amount	Methods of treatment	Allowances for bad debts	
Purchase	1,386	0.01%	—	—	Equivalent to ordinary	—	Equivalent to ordinary	—	—	—	—	—	—	—

B Details on property transactions: None.

C Details on financing: None.

D Details on asset leasing:

Unit: NTD thousand

Leasing object	Type of transaction (lessee/lessor)	Object leased		Lease period	Nature of leasing	Basis for determining leasing price	Collection (payment) method	Comparison with ordinary leasing price levels	Total leasing price for the current period	Collection /payment status	Other special stipulations
		Name	Location								
Guang Yang Investment Co., Ltd.	Lessor	Building	8F-6., No. 267, Lequn 2nd Rd., Zhongshan Dist., Taipei City	2023.07.01 to 2024.06.30	Operating lease	According to local market conditions	Monthly collection	Equivalent	57	57	None
				2024.07.01 to 2025.06.30							
Highwealth Construction Corp.	Lessee	Building	20F., No. 1507-2, Yucheng Rd., Gushan Dist., Kaohsiung City	2023.08.01 to 2024.07.31	Operating lease	According to local market conditions	Monthly payment	Equivalent	57	57	None
				2024.08.01 to 2025.07.31							
Chyi Yuh Construction Co., Ltd.	Lessee	Building	9F., No. 267, Lequn 2nd Rd., Zhongshan Dist., Taipei City 104, Taiwan (R.O.C.)	2024.01.01 to 2024.12.31	Operating lease	According to local market conditions	Monthly payment	Equivalent	1,739	1,739	None

E Details on other material transactions:

- (A) Run Long Construction Co., Ltd and its subsidiaries (“the Group”) paid a total of NTD 11,429 thousand to Chyi Yuh Construction Co., Ltd for management consulting and other fees.
- (B) In relation to the lease agreement, the Group paid a refundable deposit of NTD 215 thousand, and the imputed interest on rent deposit from Chyi Yuh Construction Co., Ltd. was NTD 3 thousand.
- (C) In connection with the joint construction agreement, the Group paid a refundable deposit of NTD 100,000 thousand and paid refundable notes amounting to NTD 100,000 thousand to Highwealth Construction Corp.

II Endorsements and guarantees: None.

III Other matters with a significant effect on finances and business: None.