

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

**EVERGREEN AVIATION TECHNOLOGIES  
CORPORATION**

**Financial Statements**

**With Independent Auditors' Review Report  
For the Three Months Ended March 31, 2025 and 2024**

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The independent auditors' review report and the accompanying financial statements are the English translation of the Chinese version prepared and used in the Republic of China. If there is any conflict between, or any difference in the interpretation of the English and Chinese language independent auditors' review report and financial statements, the Chinese version shall prevail.

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## Independent Auditors' Review Report

To the Board of Directors of Evergreen Aviation Technologies Corporation:

### Introduction

We have reviewed the accompanying balance sheets of Evergreen Aviation Technologies Corporation (“the Company”) as of March 31, 2025 and 2024, and the related statements of comprehensive income, changes in equity and cash flows for the three months ended March 31, 2025 and 2024, and notes to the financial statements, including a summary of significant accounting policies. Management is responsible for the preparation and fair presentation of the financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, “Interim Financial Reporting” endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China. Our responsibility is to express a conclusion on the financial statements based on our reviews.

### Scope of Review

We conducted our reviews in accordance with the Standard on Review Engagements 2410, “Review of Interim Financial Information Performed by the Independent Auditor of the Entity” of the Republic of China. A review of the financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with the Standards on Auditing of the Republic of China and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

### Conclusion

Based on our reviews, nothing has come to our attention that causes us to believe that the accompanying financial statements do not present fairly, in all material respects, the financial position of Evergreen Aviation Technologies Corporation as of March 31, 2025 and 2024, and of its financial performance and its cash flows for the three months ended March 31, 2025 and 2024 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, “Interim Financial Reporting” endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

The engagement partners on the reviews resulting in this independent auditors' review report are Chen, Ya-Ling and Cheng, Po-Jen.

KPMG

Taipei, Taiwan (Republic of China)  
May 12, 2025

#### Notes to Readers

The accompanying financial statements are intended only to present the financial position, financial performance and cash flows in accordance with the accounting principles and practices generally accepted in the Republic of China and not those of any other jurisdictions. The standards, procedures and practices to review such financial statements are those generally accepted and applied in the Republic of China.

The independent auditors' review report and the accompanying financial statements are the English translation of the Chinese version prepared and used in the Republic of China. If there is any conflict between, or any difference in the interpretation of the English and Chinese language independent auditors' review report and financial statements, the Chinese version shall prevail.

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

## EVERGREEN AVIATION TECHNOLOGIES CORPORATION

## Balance Sheets

March 31, 2025, December 31, 2024, and March 31, 2024

(Expressed in Thousands of New Taiwan Dollars)

| Assets   | March 31, 2025       |            | December 31, 2024 |            | March 31, 2024    |            | Liabilities and Equity  | March 31, 2025       |            | December 31, 2024 |            | March 31, 2024    |            |
|--|----------------------|------------|-------------------|------------|-------------------|------------|---|----------------------|------------|-------------------|------------|-------------------|------------|
|  | Amount               | %          | Amount            | %          | Amount            | %          |   | Amount               | %          | Amount            | %          | Amount            | %          |
| <b>Current assets:</b>   |                      |            |                   |            |                   |            |   |                      |            |                   |            |                   |            |
| 1100 Cash and cash equivalents (note 6(a))                                 | \$ 5,186,617         | 22         | 4,471,379         | 19         | 6,082,899         | 26         | 2130 Contract liabilities-current (note 6(q))                 | \$ 44,073            | -          | 1,318             | -          | 6,407             | -          |
| 1140 Contract assets-current (note 6(q))                                   | 692,479              | 3          | 635,875           | 3          | 598,195           | 3          | 2280 Current lease liabilities (note 6(l))                    | 131,223              | 1          | 133,588           | 1          | 109,949           | 1          |
| 1170 Notes and accounts receivable, net (notes 6(b) and (q))               | 2,835,815            | 12         | 2,560,603         | 11         | 2,167,703         | 9          | 2170 Accounts payable   | 883,276              | 4          | 948,897           | 4          | 763,437           | 3          |
| 1180 Accounts receivable from related parties, net (notes 6(b), (q) and 7) | 1,157,630            | 5          | 1,338,868         | 6          | 827,006           | 3          | 2180 Accounts payable to related parties (note 7)             | 46,628               | -          | 41,010            | -          | 36,456            | -          |
| 1200 Other receivables (note 6(c))   | 39,382               | -          | 29,926            | -          | 17,722            | -          | 2200 Other payables (notes 6(p) and (s))                      | 2,336,415            | 10         | 560,718           | 2          | 2,308,189         | 10         |
| 1210 Other receivables from related parties (notes 6(c) and 7)             | 22,927               | -          | 25,006            | -          | 9,679             | -          | 2220 Other payables to related parties (note 7)               | 13,561               | -          | 22,711            | -          | 34,722            | -          |
| 130X Inventories (notes 6(d) and (f))                                      | 2,597,346            | 11         | 2,582,223         | 11         | 2,328,278         | 10         | 2230 Current tax liabilities                                  | 518,620              | 2          | 383,387           | 2          | 582,653           | 3          |
| 1470 Other current assets (note 6(j))                                      | 140,110              | 1          | 138,109           | 1          | 119,983           | -          | 2320 Long-term borrowings, current portion (notes 6(k) and 8) | 1,280,052            | 6          | 1,129,559         | 5          | 1,021,178         | 4          |
| <b>Total current assets</b>  | <b>12,672,306</b>    | <b>54</b>  | <b>11,781,989</b> | <b>51</b>  | <b>12,151,465</b> | <b>51</b>  | <b>2399 Other current liabilities</b>                         | <b>24,449</b>        | <b>-</b>   | <b>81,865</b>     | <b>-</b>   | <b>16,843</b>     | <b>-</b>   |
| <b>Non-current assets:</b>   |                      |            |                   |            |                   |            | <b>Total current liabilities</b>                              | <b>5,278,297</b>     | <b>23</b>  | <b>3,303,053</b>  | <b>14</b>  | <b>4,879,834</b>  | <b>21</b>  |
| 1550 Investments accounted for using equity method (notes 6(e) and 7)      | 1,348,962            | 6          | 1,536,767         | 7          | 2,035,894         | 9          | 2540 Long-term borrowings (notes 6(k) and 8)                  | 4,001,809            | 17         | 4,235,289         | 18         | 5,031,800         | 21         |
| 1600 Property, plant and equipment (notes 6(f), 7 and 8)                   | 5,755,797            | 24         | 5,836,578         | 26         | 6,059,613         | 26         | 2570 Deferred tax liabilities                                 | 5,605                | -          | 5,605             | -          | -                 | -          |
| 1755 Right-of-use assets (note 6(g))                                       | 2,240,845            | 10         | 2,277,628         | 10         | 1,948,473         | 8          | 2580 Non-current lease liabilities (note 6(l))                | 2,186,447            | 9          | 2,217,260         | 10         | 1,901,275         | 8          |
| 1760 Investment property (notes 6(h) and 8)                                | 972,311              | 4          | 983,768           | 4          | 1,018,137         | 5          | 2645 Guarantee deposits received                              | 624                  | -          | 624               | -          | 824               | -          |
| 1780 Intangible assets (note 6(i))   | 25,842               | -          | 28,145            | -          | 34,816            | -          | <b>Total non-Current liabilities</b>                          | <b>6,194,485</b>     | <b>26</b>  | <b>6,458,778</b>  | <b>28</b>  | <b>6,933,899</b>  | <b>29</b>  |
| 1840 Deferred income tax assets  | 266,965              | 1          | 266,965           | 1          | 236,910           | 1          | <b>Total liabilities</b>                                      | <b>11,472,782</b>    | <b>49</b>  | <b>9,761,831</b>  | <b>42</b>  | <b>11,813,733</b> | <b>50</b>  |
| 1975 Net defined benefit assets  | 229,716              | 1          | 238,548           | 1          | 106,901           | -          | <b>Equity (notes 6(e) and (p)):</b>                           |                      |            |                   |            |                   |            |
| 1900 Other non-current assets (notes 6(f), (j) and 8)                      | 70,867               | -          | 50,036            | -          | 37,475            | -          | 3100 Ordinary shares  | 3,745,709            | 16         | 3,745,709         | 16         | 3,745,709         | 16         |
| <b>Total non-current assets</b>  | <b>10,911,305</b>    | <b>46</b>  | <b>11,218,435</b> | <b>49</b>  | <b>11,478,219</b> | <b>49</b>  | 3200 Capital surplus  | 2,131,649            | 9          | 2,131,649         | 10         | 2,131,649         | 9          |
| <b>Total assets</b>  | <b>\$ 23,583,611</b> | <b>100</b> | <b>23,000,424</b> | <b>100</b> | <b>23,629,684</b> | <b>100</b> | 3300 Retained earnings  | 6,197,425            | 26         | 7,325,172         | 32         | 5,921,272         | 25         |
|  |                      |            |                   |            |                   |            | 3400 Other equity   | 36,046               | -          | 36,063            | -          | 17,321            | -          |
|  |                      |            |                   |            |                   |            | <b>Total equity</b>   | <b>12,110,829</b>    | <b>51</b>  | <b>13,238,593</b> | <b>58</b>  | <b>11,815,951</b> | <b>50</b>  |
|  |                      |            |                   |            |                   |            | <b>Total liabilities and equity</b>                           | <b>\$ 23,583,611</b> | <b>100</b> | <b>23,000,424</b> | <b>100</b> | <b>23,629,684</b> | <b>100</b> |

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**EVERGREEN AVIATION TECHNOLOGIES CORPORATION****Statements of Comprehensive Income****For the three months ended March 31, 2025 and 2024****(Expressed in Thousands of New Taiwan Dollars, except Earnings Per Share)**

|      | <b>For the three months ended March 31</b>  |          |                   |             |
|------|---|----------|-------------------|-------------|
|      | <b>2025</b>   |          | <b>2024</b>       |             |
|      | <b>Amount</b>   | <b>%</b> | <b>Amount</b>     | <b>%</b>    |
| 4000 | <b>Operating revenue (notes 6(q) and 7)</b>   |          | \$ 4,189,652      | 100         |
| 5000 | <b>Operating costs (notes 6(d), (f), (g), (i), (n), (s), 7 and 12)</b>  |          | (3,190,440)       | (76)        |
|      | <b>Gross profit from operations</b>   |          | <u>999,212</u>    | <u>24</u>   |
|      | <b>Operating expenses (notes 6(b), (f), (g), (i), (l), (n), (s), 7 and 12):</b>   |          |                   |             |
| 6200 | Selling and administrative expenses   |          | (154,077)         | (4)         |
| 6300 | Research and development expenses   |          | (12,279)          | -           |
| 6450 | Expected credit gains   |          | <u>206</u>        | <u>-</u>    |
|      | <b>Total operating expenses</b>   |          | <u>(166,150)</u>  | <u>(4)</u>  |
|      | <b>Net operating income</b>   |          | <u>833,062</u>    | <u>20</u>   |
|      | <b>Non-operating income and expenses (notes 6(e), (f), (h), (l), (m), (t) and 7):</b>   |          |                   |             |
| 7010 | Other income  |          | 5,461             | -           |
| 7100 | Interest income   |          | 30,069            | 1           |
| 7020 | Other gains and losses  |          | 56,087            | 1           |
| 7050 | Finance costs   |          | (35,143)          | (1)         |
| 7060 | Share of profit (loss) of associates accounted for using equity method  |          | <u>(192,258)</u>  | <u>(5)</u>  |
|      | <b>Total non-operating income and expenses</b>  |          | <u>(135,784)</u>  | <u>(4)</u>  |
| 7900 | <b>Profit before tax</b>  |          | 697,278           | 16          |
| 7951 | <b>Income tax expense (note 6(o))</b>   |          | <u>(139,456)</u>  | <u>(3)</u>  |
|      | <b>Profit</b>   |          | <u>557,822</u>    | <u>13</u>   |
| 8300 | <b>Other comprehensive income (notes 6(e) and (p)): Components of other comprehensive income that will be reclassified to profit or loss</b>                              |          |                   |             |
| 8360 | Share of other comprehensive income of associates accounted for using equity method, components of other comprehensive income that will be reclassified to profit or loss |          | (17)              | -           |
| 8370 |   |          |                   | 33,676      |
| 8399 | Income tax related to components of other comprehensive income that will be reclassified to profit or loss  |          | <u>-</u>          | <u>-</u>    |
|      | <b>Total components of other comprehensive income that will be reclassified to profit or loss</b>   |          | <u>(17)</u>       | <u>-</u>    |
| 8300 | <b>Other comprehensive income, net of tax</b>   |          | <u>(17)</u>       | <u>-</u>    |
|      | <b>Total comprehensive income</b>   |          | <u>\$ 557,805</u> | <u>13</u>   |
|      | <b>Earnings per share (note 6(r))</b>   |          |                   |             |
| 9750 | <b>Basic earnings per share (in New Taiwan Dollars)</b>   |          | \$ <u>1.49</u>    | <u>1.36</u> |
| 9850 | <b>Diluted earnings per share (in New Taiwan Dollars)</b>   |          | \$ <u>1.48</u>    | <u>1.35</u> |

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**EVERGREEN AVIATION TECHNOLOGIES CORPORATION****Statements of Changes in Equity****For the three months ended March 31, 2025 and 2024****(Expressed in Thousands of New Taiwan Dollars)**

|  | Ordinary<br>shares | Capital surplus | Retained earnings |                 |                                     | Total retained<br>earnings | Other equity  |              |
|--|--------------------|-----------------|-------------------|-----------------|-------------------------------------|----------------------------|---|--------------|
|  |                    |                 | Legal reserve     | Special reserve | Unappropriated<br>retained earnings |                            | Exchange differences on<br>translation of foreign<br>financial statements | Total equity |
| <b>Balance on January 1, 2024</b>                    | \$ 3,745,709       | 2,131,649       | 1,896,657         | 16,716          | 5,184,548                           | 7,097,921                  | (16,355)  | 12,958,924   |
| Appropriation and distribution of retained earnings: |                    |                 |                   |                 |                                     |                            |   |              |
| Cash dividends of ordinary share                     | -                  | -               | -                 | -               | (1,685,569)                         | (1,685,569)                | -   | (1,685,569)  |
| -  | -                  | -               | -                 | -               | (1,685,569)                         | (1,685,569)                | -   | (1,685,569)  |
| Profit   | -                  | -               | -                 | -               | 508,920                             | 508,920                    | -   | 508,920      |
| Other comprehensive income                           | -                  | -               | -                 | -               | -                                   | -                          | 33,676  | 33,676       |
| Total comprehensive income                           | -                  | -               | -                 | -               | 508,920                             | 508,920                    | 33,676  | 542,596      |
| <b>Balance on March 31, 2024</b>                     | \$ 3,745,709       | 2,131,649       | 1,896,657         | 16,716          | 4,007,899                           | 5,921,272                  | 17,321  | 11,815,951   |
| <b>Balance on January 1, 2025</b>                    | \$ 3,745,709       | 2,131,649       | 2,072,720         | 16,355          | 5,236,097                           | 7,325,172                  | 36,063  | 13,238,593   |
| Appropriation and distribution of retained earnings: |                    |                 |                   |                 |                                     |                            |   |              |
| Cash dividends of ordinary share                     | -                  | -               | -                 | -               | (1,685,569)                         | (1,685,569)                | -   | (1,685,569)  |
| -  | -                  | -               | -                 | -               | (1,685,569)                         | (1,685,569)                | -   | (1,685,569)  |
| Profit   | -                  | -               | -                 | -               | 557,822                             | 557,822                    | -   | 557,822      |
| Other comprehensive income                           | -                  | -               | -                 | -               | -                                   | -                          | (17)  | (17)         |
| Total comprehensive income                           | -                  | -               | -                 | -               | 557,822                             | 557,822                    | (17)  | 557,805      |
| <b>Balance on March 31, 2025</b>                     | \$ 3,745,709       | 2,131,649       | 2,072,720         | 16,355          | 4,108,350                           | 6,197,425                  | 36,046  | 12,110,829   |

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**EVERGREEN AVIATION TECHNOLOGIES CORPORATION****Statements of Cash Flows****For the three months and March 31, 2025 and 2024****(Expressed in Thousands of New Taiwan Dollars)**

|   | <b>For the three months ended March 31</b> |                         |
|---|--|-------------------------|
|   | <b>2025</b>                                | <b>2024</b>             |
| <b>Cash flows from operating activities:</b>                                      |  |                         |
| <b>Profit before tax</b>  | \$ 697,278                                 | 636,150                 |
| <b>Adjustments:</b>   |  |                         |
| <b>Adjustments to reconcile profit:</b>   |  |                         |
| Depreciation expense  | 179,122                                    | 177,118                 |
| Amortization expense  | 3,705                                      | 3,769                   |
| Expected credit gains   | (206)                                      | (140)                   |
| Net gains on financial assets or liabilities at fair value through profit or loss | (68)                                       | (171)                   |
| Interest expense  | 35,143                                     | 33,950                  |
| Interest income   | (30,069)                                   | (26,543)                |
| Shares of loss of associates accounted for using the equity method                | 192,258                                    | 58,148                  |
| Losses (gains) on disposal of property, plant and equipment                       | (1,008)                                    | 28                      |
| Others  | 6,987                                      | (4,310)                 |
| Total adjustments to reconcile profit   | <u>385,864</u>                             | <u>241,849</u>          |
| Changes in operating assets and liabilities:                                      |  |                         |
| Changes in operating assets:  |  |                         |
| Contract assets   | (56,604)                                   | (115,731)               |
| Notes and accounts receivable, including related parties                          | (93,768)                                   | 190,552                 |
| Other receivables, including related parties                                      | (5,851)                                    | (3,296)                 |
| Inventories   | (14,997)                                   | (19,692)                |
| Other current assets  | (2,001)                                    | (54,449)                |
| Net defined benefit assets  | 8,832                                      | 9,795                   |
| Total changes in operating assets   | <u>(164,389)</u>                           | <u>7,179</u>            |
| Changes in operating liabilities:   |  |                         |
| Contract liabilities  | 42,755                                     | (13,189)                |
| Accounts payable, including related parties                                       | (60,003)                                   | 50,400                  |
| Other payables, including related parties   | 91,758                                     | 142,855                 |
| Other current liabilities   | (57,416)                                   | (49,269)                |
| Total changes in operating liabilities  | <u>17,094</u>                              | <u>130,797</u>          |
| Total changes in operating assets and liabilities                                 | <u>(147,295)</u>                           | <u>137,976</u>          |
| Total adjustments   | <u>238,569</u>                             | <u>379,825</u>          |
| Cash inflow generated from operations   | 935,847                                    | 1,015,975               |
| Income taxes paid   | (4,223)                                    | (2,696)                 |
| <b>Net cash flows from operating activities</b>                                   | <u>931,624</u>                             | <u>1,013,279</u>        |
| <b>Cash flows generated from (used in) investing activities:</b>                  |  |                         |
| Acquisition of financial assets at fair value through profit or loss              | (200,000)                                  | (290,000)               |
| Proceeds from disposal of financial assets at fair value through profit or loss   | 200,068                                    | 290,171                 |
| Acquisition of property, plant and equipment                                      | (54,664)                                   | (62,571)                |
| Proceeds from disposal of property, plant and equipment                           | 1,319                                      | 178                     |
| Acquisition of intangible assets  | (1,402)                                    | -                       |
| Decrease in other non-current assets  | 1,071                                      | 50                      |
| Increase in prepayments for business facilities                                   | (39,915)                                   | (14,347)                |
| Interest received   | 28,543                                     | 27,514                  |
| <b>Net cash flow used in investing activities</b>                                 | <u>(64,980)</u>                            | <u>(49,005)</u>         |
| <b>Cash flows generated from (used in) financing activities:</b>                  |  |                         |
| Proceeds from long-term borrowings  | 200,000                                    | 500,000                 |
| Repayments of long-term borrowings  | (282,987)                                  | (650,007)               |
| Payments of lease liabilities   | (33,178)                                   | (27,260)                |
| Interest paid   | (35,241)                                   | (34,142)                |
| <b>Net cash flow used in financing activities</b>                                 | <u>(151,406)</u>                           | <u>(211,409)</u>        |
| <b>Net increase in cash and cash equivalents</b>                                  | <u>715,238</u>                             | <u>752,865</u>          |
| <b>Cash and cash equivalents at the beginning of period</b>                       | <u>4,471,379</u>                           | <u>5,330,034</u>        |
| <b>Cash and cash equivalents at the end of period</b>                             | <u><b>\$ 5,186,617</b></u>                 | <u><b>6,082,899</b></u> |

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**EVERGREEN AVIATION TECHNOLOGIES CORPORATION**

**Notes to the Financial Statements**

**March 31, 2025 and 2024**

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

**(1) Company history**

Evergreen Aviation Technologies Corporation (the “Company”) was incorporated on November 10, 1997, as a corporation limited by shares under the Company Act of the Republic of China (R.O.C.).

The business activities of the Company are

- maintenance, repair and overhaul of airframes, aircraft engines and accessories;
- manufacture, conversion and sale of airframes and engine parts;
- technical and management consulting for the preceding items;
- import and export of the preceding items;
- civil aviation personnel training.

**(2) Approval date and procedures of the financial statements**

The financial statements were authorized for issue by the Board of Directors on May 12, 2025.

**(3) New standards, amendments and interpretations adopted**

- (a) The impact of the IFRS Accounting Standards endorsed by the Financial Supervisory Commission, R.O.C. which have already been adopted.

The Company has initially adopted the following new amendments, which do not have a significant impact on its financial statements, from January 1, 2025:

- Amendments to IAS21 “Lack of Exchangeability”
- (b) The impact of IFRS Accounting Standards endorsed by the FSC but not yet effective

The Company assesses that the adoption of the following new amendments, effective for annual period beginning on January 1, 2026, would not have a significant impact on its financial statements:

- Amendments to IFRS 9 and IFRS 7 “Amendments to the Classification and Measurement of Financial Instruments” regarding the application guidance requirements for Section 4.1 of IFRS 9 and the related disclosure requirements of IFRS 7.

(Continued)

**EVERGREEN AVIATION TECHNOLOGIES CORPORATION**  
**Notes to Financial Statements**

**(c) The impact of IFRS Accounting Standards issued by IASB but not yet endorsed by the FSC**

The following new and amended standards, which may be relevant to the Company, have been issued by the International Accounting Standards Board (IASB), but have yet to be endorsed by the FSC:

| <b>Standards or Interpretations</b>                           | <b>Content of amendment</b>   | <b>Effective date per IASB</b> |
|---|---|--------------------------------|
| IFRS 18 “Presentation and Disclosure in Financial Statements” | <p>The new standard introduces three categories of income and expenses, two income statement subtotals and one single note on management performance measures. The three amendments, combined with enhanced guidance on how to disaggregate information, set the stage for better and more consistent information for users, and will affect all the entities.</p> <ul style="list-style-type: none"> <li>● A more structured income statement: under current standards, companies use different formats to present their results, making it difficult for investors to compare financial performance across companies. The new standard promotes a more structured income statement, introducing a newly defined ‘operating profit’ subtotal and a requirement for all income and expenses to be allocated between three new distinct categories based on a company’s main business activities.</li> <li>● Management performance measures (MPMs): the new standard introduces a definition for management performance measures, and requires companies to explain in a single note to the financial statements why the measure provides useful information, how it is calculated and reconcile it to an amount determined under IFRS Accounting Standards.</li> </ul> | January 1, 2027                |

**EVERGREEN AVIATION TECHNOLOGIES CORPORATION**  
**Notes to Financial Statements**

| <b>Standards or Interpretations</b>                           | <b>Content of amendment</b>  | <b>Effective date per IASB</b> |
|---|--|--------------------------------|
| IFRS 18 “Presentation and Disclosure in Financial Statements” | <ul style="list-style-type: none"> <li>● Greater disaggregation of information: the new standard includes enhanced guidance on how companies group information in the financial statements. This includes guidance on whether information is included in the primary financial statements or is further disaggregated in the notes.</li> </ul> | January 1, 2027                |

The Company is evaluating the impact on its financial position and financial performance upon the initial adoption of the abovementioned standards or interpretations. The results thereof will be disclosed when the Company completes its evaluation.

The Company does not expect the following other new and amended standards, which have yet to be endorsed by the FSC, to have a significant impact on its financial statements:

- Amendments to IFRS 10 and IAS 28 “Sale or Contribution of Assets Between an Investor and Its Associate or Joint Venture”
- IFRS 17 “Insurance Contracts” and amendments to IFRS 17 “Insurance Contracts”
- IFRS 19 “Subsidiaries without Public Accountability: Disclosures”
- Amendments to IFRS 9 and IFRS 7 “Amendments to the Classification and Measurement of Financial Instruments” regarding the application guidance requirements for Sections 3.1 and 3.3 of IFRS 9 and the related disclosure requirements of IFRS 7.
- Annual Improvements to IFRS Accounting Standards—Volume 11
- Amendments to IFRS 9 and IFRS 7 “Contracts Referencing Nature-dependent Electricity”

**(4) Summary of material accounting policies**

Except the following accounting policies mentioned below, the significant accounting policies adopted in the financial statements are the same as those in the financial statement for the year ended December 31, 2024. For the related information, please refer to note 4 of the financial statements for the year ended December 31, 2024.

**(a) Statement of compliance**

These financial statements have been prepared in accordance with the preparation and guidelines of IAS 34 “Interim Financial Reporting” which are endorsed and issued into effect by FSC, and do not include all of the information required by the Regulations and International Financial Reporting Standards, International Accounting Standards, IFRIC Interpretations and SIC Interpretations endorsed and issued into effect by the FSC (hereinafter referred to IFRS Accounting Standards endorsed by the FSC) for a complete set of the annual financial statements.

**EVERGREEN AVIATION TECHNOLOGIES CORPORATION**  
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**(b) Employee benefits**

The pension cost in the interim period was calculated and disclosed on a year-to-date basis by using the actuarially determined pension cost rate at the end of the prior fiscal year, adjusted for significant market fluctuations since that time and for significant curtailments, settlements, or other significant one-time events.

**(c) Income taxes**

The income tax expenses have been prepared and disclosed in accordance with paragraph B12 of International Financial Reporting Standards 34, Interim Reporting.

Income tax expenses for the period are best estimated by multiplying pre-tax income for the interim reporting period using the effective annual tax rate as forecasted by the management. This should be recognized fully as tax expense for the current period (and allocated to current and deferred taxes based on its proportionate size).

Temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and their respective tax bases shall be measured based on the tax rates that have been enacted or substantively enacted at the time of the asset or liability is recovered or settled, and be recognized directly in equity or other comprehensive income as tax expense.

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

The preparation of the financial statements in conformity with the Regulations and IAS 34 “Interim Financial Reporting” endorsed by the FSC requires management to make judgments, and estimates about the future, including climate-related risks and opportunities, that affect the application of the accounting policies and the reported amount of assets, liabilities, income and expenses. Actual results may differ from these estimates.

The preparation of the interim financial statements, estimates and underlying assumptions are reviewed on an ongoing basis which are in conformity with the financial statements for the year ended December 31, 2024. For the related information, please refer to note 5 of the financial statements for the year ended December 31, 2024.

**(6) Explanation of significant accounts**

Except for the following disclosures, there were no material differences in the disclosures of significant accounts between the interim financial statements for the current period and the 2024 financial statements. Please refer to note 6 to the 2024 annual financial statements.

**EVERGREEN AVIATION TECHNOLOGIES CORPORATION**  
**Notes to Financial Statements**

(a) Cash and cash equivalents

|                           | <b>March 31,<br/>2025</b>  | <b>December 31,<br/>2024</b> | <b>March 31,<br/>2024</b> |
|---------------------------|----------------------------|------------------------------|---------------------------|
| Cash on hand              | \$ 1,365                   | 1,381                        | 1,574                     |
| Cash in bank              | 324,232                    | 422,523                      | 641,325                   |
| Time deposits             | <u>4,861,020</u>           | <u>4,047,475</u>             | <u>5,440,000</u>          |
| Cash and cash equivalents | <u><b>\$ 5,186,617</b></u> | <u><b>4,471,379</b></u>      | <u><b>6,082,899</b></u>   |

Please refer to note 6(u) for the currency risk and sensitivity analysis of the financial instruments of the Company.

(b) Notes and accounts receivable

|   | <b>March 31,<br/>2025</b>  | <b>December 31,<br/>2024</b> | <b>March 31,<br/>2024</b> |
|---|----------------------------|------------------------------|---------------------------|
| Notes receivable                                | \$ 329                     | -                            | 209                       |
| Accounts receivable (including related parties) | 3,993,192                  | 3,899,753                    | 2,994,565                 |
| Less: loss allowance                            | <u>(76)</u>                | <u>(282)</u>                 | <u>(65)</u>               |
|   | <u><b>\$ 3,993,445</b></u> | <u><b>3,899,471</b></u>      | <u><b>2,994,709</b></u>   |

The Company applies the simplified approach to provide for its expected credit losses, i.e. the use of lifetime expected loss provision for all notes and accounts receivable. To measure the expected credit losses, notes and accounts receivable have been grouped based on shared credit risk characteristics and the days past due, as well as incorporated forward-looking information. The loss allowances were determined as follows:

|  | <b>March 31, 2025</b>  |  |   |
|--|--|--|---|
|  | <b>Notes and accounts<br/>receivable (including<br/>related parties)<br/>carrying amount</b> | <b>Weighted-<br/>average loss rate</b> | <b>Loss<br/>allowance<br/>provision</b> |
| Current                                | \$ 3,827,611   | 0.00%                                  | -                                       |
| Overdue 1~30 days                      | 157,864  | 0.00%                                  | -                                       |
| Overdue 31~60 days                     | 4,612  | 0.00%                                  | -                                       |
| Overdue 61 days but less than one year | 3,361  | 0.10%                                  | 3                                       |
| Overdue more than one year             | <u>73</u>  | <u>100%</u>                            | <u>73</u>                               |
|  | <u><b>\$ 3,993,521</b></u>   |  | <u><b>76</b></u>                        |

**EVERGREEN AVIATION TECHNOLOGIES CORPORATION**  
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| <b>December 31, 2024</b>               |  |  |   |
|--|--|--|---|
|  | <b>Notes and accounts<br/>receivable (including<br/>related parties)<br/>carrying amount</b> | <b>Weighted-<br/>average loss rate</b> | <b>Loss<br/>allowance<br/>provision</b> |
| Current                                | \$ 3,696,131   | 0.00%                                  | 58                                      |
| Overdue 1~30 days                      | 165,310  | 0.04%                                  | 62                                      |
| Overdue 31~60 days                     | 37,544   | 0.23%                                  | 86                                      |
| Overdue 61 days but less than one year | 696  | 0.57%                                  | 4                                       |
| Overdue more than one year             | 72   | 100%                                   | 72                                      |
|  | <b>\$ 3,899,753</b>  |  | <b>282</b>                              |

| <b>March 31, 2024</b>                  |  |  |   |
|--|--|--|---|
|  | <b>Notes and accounts<br/>receivable (including<br/>related parties)<br/>carrying amount</b> | <b>Weighted-<br/>average loss rate</b> | <b>Loss<br/>allowance<br/>provision</b> |
| Current                                | \$ 2,961,634   | 0.00%                                  | 46                                      |
| Overdue 1~30 days                      | 31,747   | 0.04%                                  | 12                                      |
| Overdue 31~60 days                     | 1,304  | 0.23%                                  | 3                                       |
| Overdue 61 days but less than one year | 89   | 0.57%~72.66%                           | 4                                       |
|  | <b>\$ 2,994,774</b>  |  | <b>65</b>                               |

The movements in the allowance for notes and accounts receivable were as follows:

|                              | <b>For the three<br/>months ended<br/>March 31, 2025</b> | <b>For the three<br/>months ended<br/>March 31, 2024</b> |
|------------------------------|--|--|
| Balance at January 1         | \$ 282   | 103,848  |
| Impairment losses recognized | (206)  | (140)  |
| Amounts written off          | -  | (103,643)  |
| Balance at March 31          | <b>\$ 76</b>   | <b>65</b>  |

As of March 31, 2025, December 31 and March 31, 2024, the notes and accounts receivable were not pledged as collateral for borrowings.

For other credit risk information, please refer to note 6(u).

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(c) Other receivables

|                                   | <b>March 31,<br/>2025</b> | <b>December 31,<br/>2024</b> | <b>March 31,<br/>2024</b> |
|-----------------------------------|---------------------------|------------------------------|---------------------------|
| Other receivables                 | \$ 39,382                 | 29,926                       | 17,722                    |
| Other receivables-related parties | 22,927                    | 25,006                       | 9,679                     |
| Less: loss allowance              | -                         | -                            | -                         |
|                                   | <b><u>\$ 62,309</u></b>   | <b><u>54,932</u></b>         | <b><u>27,401</u></b>      |

As of March 31, 2025, December 31 and March 31, 2024, the aforementioned financial assets were not pledged as collateral for borrowings. For other credit risk information, please refer to note 6(u).

For the three months ended March 31, 2025 and 2024, there were no impairment losses recognized for other receivables.

(d) Inventories

(i) The components were as follows:

|                            | <b>March 31,<br/>2025</b>  | <b>December 31,<br/>2024</b> | <b>March 31,<br/>2024</b> |
|----------------------------|----------------------------|------------------------------|---------------------------|
| Spares and expendable part | \$ 531,288                 | 560,765                      | 507,051                   |
| Raw material               | 1,078,472                  | 1,064,051                    | 917,248                   |
| Work-in-progress           | 828,748                    | 727,972                      | 723,629                   |
| Finished goods             | 158,838                    | 229,435                      | 180,350                   |
|                            | <b><u>\$ 2,597,346</u></b> | <b><u>2,582,223</u></b>      | <b><u>2,328,278</u></b>   |

(ii) Except for cost of goods sold and inventories recognized as expense, the gains or losses which were recognized as operating costs were as follows:

|  | <b>For the three<br/>months ended<br/>March 31, 2025</b> | <b>For the three<br/>months ended<br/>March 31, 2024</b> |
|--|--|--|
| Write-down of inventories                | \$ 19,241  | 5,894  |
| Unallocated fixed manufacturing overhead | 64,060   | 60,731   |
| Scrap income                             | (1,219)  | (511)  |
|  | <b><u>\$ 82,082</u></b>                                  | <b><u>66,114</u></b>                                     |

(iii) As of March 31, 2025, December 31 and March 31, 2024, these inventories were not pledged as collateral for borrowings.

**EVERGREEN AVIATION TECHNOLOGIES CORPORATION**  
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(e) Investments accounted for using the equity method

(i) The components of investments accounted for using the equity method were as follows:

|            | <b>March 31,<br/>2025</b>  | <b>December 31,<br/>2024</b> | <b>March 31,<br/>2024</b> |
|------------|----------------------------|------------------------------|---------------------------|
| Associates | <u><u>\$ 1,348,962</u></u> | <u><u>1,536,767</u></u>      | <u><u>2,035,894</u></u>   |

(ii) Associates

| <b>Name of associates</b>                       | <b>Nature of relationship<br/>with the Company</b> | <b>Main operating location/<br/>registered country<br/>of the Company</b> | <b>Percentage of shareholding voting rights</b> |                              |                           |
|---|--|---|---|------------------------------|---------------------------|
|   |  |   | <b>March 31,<br/>2025</b>                       | <b>December 31,<br/>2024</b> | <b>March 31,<br/>2024</b> |
| GE Evergreen Engine Services Corp.              | Maintenance of aircraft engines and engine parts.  | R.O.C.  | 49.00 %   | 49.00 %                      | 49.00 %                   |
| Spirit Evergreen Aftermarket Solution Co., Ltd. | Maintenance of aircraft components.                | R.O.C.  | 49.00 %   | 49.00 %                      | 49.00 %                   |
| Ever Superior Technologies Corporation          | Chemical surface treatment of metal products.      | R.O.C.  | 35.00 %   | 35.00 %                      | 35.00 %                   |

The summarized financial information of the abovementioned associates which is material to the Company is as follows. The financial information has been prepared in accordance with the IFRS endorsed by the FSC. The amounts included in the IFRS financial statements of the associates have been adjusted to reflect the adjustments made by the entity when using the equity method, such as fair value adjustments made at the time of acquisition and adjustments for differences in accounting policies.

The summarized financial information of GE Evergreen Engine Services Corp. was as follows:

|                         | <b>March 31,<br/>2025</b>  | <b>December 31,<br/>2024</b> | <b>March 31,<br/>2024</b> |
|-------------------------|----------------------------|------------------------------|---------------------------|
| Current assets          | <u><u>\$ 7,554,282</u></u> | <u><u>6,984,676</u></u>      | <u><u>5,212,524</u></u>   |
| Non-current assets      | <u><u>3,188,894</u></u>    | <u><u>3,284,273</u></u>      | <u><u>3,329,060</u></u>   |
| Current liabilities     | <u><u>(6,956,950)</u></u>  | <u><u>(6,052,573)</u></u>    | <u><u>(3,149,567)</u></u> |
| Non-current liabilities | <u><u>(645,038)</u></u>    | <u><u>(671,773)</u></u>      | <u><u>(700,541)</u></u>   |
| Net assets              | <u><u>\$ 3,141,188</u></u> | <u><u>3,544,603</u></u>      | <u><u>4,691,476</u></u>   |

|                                 | <b>For the three<br/>months ended<br/>March 31, 2025</b> | <b>For the three<br/>months ended<br/>March 31, 2024</b> |
|---------------------------------|--|--|
| Operating revenue               | <u><u>\$ 1,609,744</u></u>                               | <u><u>2,814,347</u></u>                                  |
| Loss from continuing operations | <u><u>\$ (403,380)</u></u>                               | <u><u>(119,433)</u></u>                                  |
| Other comprehensive income      | <u><u>(34)</u></u>                                       | <u><u>68,728</u></u>                                     |
| Total comprehensive income      | <u><u>\$ (403,414)</u></u>                               | <u><u>(50,705)</u></u>                                   |

**EVERGREEN AVIATION TECHNOLOGIES CORPORATION**  
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|   | <b>For the three months ended<br/>March 31, 2025</b> | <b>For the three months ended<br/>March 31, 2024</b> |
|---|--|--|
| Share of net assets of associates as of January 1 | \$ 1,736,855   | 2,323,665  |
| Comprehensive income attributable to the Company  | (197,673)  | (24,845)   |
| Share of net assets of associates as of March 31  | 1,539,182  | 2,298,820  |
| Less: downstream transaction unrealized gain      | (336,330)  | (388,169)  |
| Ending balance of associates owned by the Company | <b>\$ 1,202,852</b>                                  | <b>1,910,651</b>                                     |

The Company's financial information for investments accounted for using the equity method that are individually insignificant was as follows:

|  | <b>March 31,<br/>2025</b> | <b>December 31,<br/>2024</b> | <b>March 31,<br/>2024</b> |
|--|---------------------------|------------------------------|---------------------------|
| Carrying amount of individually insignificant associates' equity | <b>\$ 146,110</b>         | <b>140,712</b>               | <b>125,243</b>            |

Attributable to the Company:

|                                   | <b>For the three months ended<br/>March 31, 2025</b> | <b>For the three months ended<br/>March 31, 2024</b> |
|-----------------------------------|--|--|
| Profit from continuing operations | \$ 5,398   | 15,843   |
| Other comprehensive income        | -  | -  |
| Comprehensive income              | <b>\$ 5,398</b>                                      | <b>15,843</b>  |

(iii) Pledge

As of March 31, 2025, December 31 and March 31, 2024, the Company did not provide any investment accounted for using the equity method as collateral for borrowings.

(f) Property, plant and equipment

The movements in cost and accumulated depreciation of property, plant and equipment were as follows:

|                               | <b>Land</b>       | <b>Buildings and structures</b> | <b>Machinery and equipment</b> | <b>Unfinished construction</b> | <b>Total</b>      |
|-------------------------------|-------------------|---------------------------------|--------------------------------|--------------------------------|-------------------|
| <b>Cost:</b>                  |                   |                                 |                                |                                |                   |
| Balance as of January 1, 2025 | \$ 759,534        | 8,727,902                       | 5,998,088                      | 17,346                         | 15,502,870        |
| Additions                     | -                 | -                               | 49,448                         | 5,216                          | 54,664            |
| Disposals                     | -                 | -                               | (67,916)                       | -                              | (67,916)          |
| Reclassification (Note)       | -                 | -                               | 7,046                          | -                              | 7,046             |
| Balance as of March 31, 2025  | <b>\$ 759,534</b> | <b>8,727,902</b>                | <b>5,986,666</b>               | <b>22,562</b>                  | <b>15,496,664</b> |

(Continued)

**EVERGREEN AVIATION TECHNOLOGIES CORPORATION**  
**Notes to Financial Statements**

|                                  | <b>Land</b>              | <b>Buildings and structures</b> | <b>Machinery and equipment</b> | <b>Unfinished construction</b> | <b>Total</b>             |
|----------------------------------|--------------------------|---------------------------------|--------------------------------|--------------------------------|--------------------------|
| Balance as of January 1, 2024    | \$ 759,534               | 8,727,902                       | 5,773,418                      | 7,403                          | 15,268,257               |
| Additions                        | -                        | -                               | 46,830                         | 15,741                         | 62,571                   |
| Disposals                        | -                        | -                               | (13,694)                       | -                              | (13,694)                 |
| Reclassification (Note)          | -                        | -                               | 11,302                         | -                              | 11,302                   |
| Balance as of March 31, 2024     | <b><u>759,534</u></b>    | <b><u>8,727,902</u></b>         | <b><u>5,817,856</u></b>        | <b><u>23,144</u></b>           | <b><u>15,328,436</u></b> |
| <b>Accumulated depreciation:</b> |                          |                                 |                                |                                |                          |
| Balance as of January 1, 2025    | \$ -                     | 5,088,693                       | 4,577,599                      | -                              | 9,666,292                |
| Depreciation                     | -                        | 73,088                          | 69,251                         | -                              | 142,339                  |
| Disposals                        | -                        | -                               | (67,605)                       | -                              | (67,605)                 |
| Reclassification (Note)          | -                        | -                               | (159)                          | -                              | (159)                    |
| Balance as of March 31, 2025     | <b><u>\$ -</u></b>       | <b><u>5,161,781</u></b>         | <b><u>4,579,086</u></b>        | <b><u>-</u></b>                | <b><u>9,740,867</u></b>  |
| Balance as of January 1, 2024    | \$ -                     | 4,792,605                       | 4,342,221                      | -                              | 9,134,826                |
| Depreciation                     | -                        | 76,768                          | 70,766                         | -                              | 147,534                  |
| Disposals                        | -                        | -                               | (13,488)                       | -                              | (13,488)                 |
| Reclassification (Note)          | -                        | -                               | (49)                           | -                              | (49)                     |
| Balance as of March 31, 2024     | <b><u>\$ -</u></b>       | <b><u>4,869,373</u></b>         | <b><u>4,399,450</u></b>        | <b><u>-</u></b>                | <b><u>9,268,823</u></b>  |
| <b>Carrying amounts:</b>         |                          |                                 |                                |                                |                          |
| Balance as of January 1, 2025    | <b><u>\$ 759,534</u></b> | <b><u>3,639,209</u></b>         | <b><u>1,420,489</u></b>        | <b><u>17,346</u></b>           | <b><u>5,836,578</u></b>  |
| Balance as of March 31, 2025     | <b><u>\$ 759,534</u></b> | <b><u>3,566,121</u></b>         | <b><u>1,407,580</u></b>        | <b><u>22,562</u></b>           | <b><u>5,755,797</u></b>  |
| Balance as of January 1, 2024    | <b><u>\$ 759,534</u></b> | <b><u>3,935,297</u></b>         | <b><u>1,431,197</u></b>        | <b><u>7,403</u></b>            | <b><u>6,133,431</u></b>  |
| Balance as of March 31, 2024     | <b><u>\$ 759,534</u></b> | <b><u>3,858,529</u></b>         | <b><u>1,418,406</u></b>        | <b><u>23,144</u></b>           | <b><u>6,059,613</u></b>  |

Note: Reclassifications are mainly the transfers of the inventories and prepayment for equipment being reclassified to/from property, plant and equipment.

(i) Pledge

As of March 31, 2025, December 31 and March 31, 2024, the Company's property, plant and equipment have been pledged for long-term borrowings and lines of credit, please refer to note 8.

(ii) In 2015, the Company purchased a piece of agricultural land on Puxin, Dayuan Dist., Taoyuan City for car park lot amounting to \$60,558 thousand. The purchase was in the name of EGAT's director. The Company has implemented adequate safeguard procedures by setting mortgage for the agricultural land mentioned above.

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**(g) Right-of-use assets**

The Company leases many assets including land and buildings. Information about leases for which the Company has been a lessee was presented below:

|  | <b>Land</b>         | <b>Buildings and structures</b> | <b>Total</b>     |
|--|---------------------|---------------------------------|------------------|
| <b>Cost:</b>   |                     |                                 |                  |
| Balance at March 31, 2025 (same as beginning at January 1, 2025) | \$ <u>2,914,475</u> | <u>30,499</u>                   | <u>2,944,974</u> |
| Balance at March 31, 2024 (same as beginning at January 1, 2024) | <u>2,479,771</u>    | <u>30,499</u>                   | <u>2,510,270</u> |
| <b>Accumulated depreciation:</b>                                 |                     |                                 |                  |
| Balance at January 1, 2025                                       | \$ 647,014          | 20,332                          | 667,346          |
| Depreciation   | <u>34,241</u>       | <u>2,542</u>                    | <u>36,783</u>    |
| Balance at March 31, 2025  | <u>681,255</u>      | <u>22,874</u>                   | <u>704,129</u>   |
| Balance at January 1, 2024                                       | \$ 522,047          | 10,166                          | 532,213          |
| Depreciation   | <u>27,042</u>       | <u>2,542</u>                    | <u>29,584</u>    |
| Balance at March 31, 2024  | <u>549,089</u>      | <u>12,708</u>                   | <u>561,797</u>   |
| <b>Carrying amount:</b>  |                     |                                 |                  |
| Balance at January 1, 2025                                       | <u>2,267,461</u>    | <u>10,167</u>                   | <u>2,277,628</u> |
| Balance at March 31, 2025  | <u>2,233,220</u>    | <u>7,625</u>                    | <u>2,240,845</u> |
| Balance at January 1, 2024                                       | <u>1,957,724</u>    | <u>20,333</u>                   | <u>1,978,057</u> |
| Balance at March 31, 2024  | <u>1,930,682</u>    | <u>17,791</u>                   | <u>1,948,473</u> |

**(h) Investment property**

Investment property comprises land and buildings that are leased to third parties under operating leases, including properties, as well as properties that are owned by the Company. The leases of investment properties contain an initial non-cancellable lease term of 10 years. Some leases provide the lessees with options to extend at the end of the term.

For all investment property leases, the rental income is fixed under the contracts.

The movements of investment property were as follows:

|  | <b>Land</b>       | <b>Buildings and structures</b> | <b>Total</b>     |
|--|-------------------|---------------------------------|------------------|
| <b>Cost:</b>   |                   |                                 |                  |
| Balance at March 31, 2025 (same as beginning at January 1, 2025) | \$ <u>354,061</u> | <u>791,923</u>                  | <u>1,145,984</u> |
| Balance at March 31, 2024 (same as beginning at January 1, 2024) | <u>354,061</u>    | <u>791,923</u>                  | <u>1,145,984</u> |

(Continued)

**EVERGREEN AVIATION TECHNOLOGIES CORPORATION**  
**Notes to Financial Statements**

|                                  | <b>Land</b>              | <b>Buildings and structures</b> | <b>Total</b>            |
|----------------------------------|--------------------------|---------------------------------|-------------------------|
| <b>Accumulated depreciation:</b> |                          |                                 |                         |
| Balance at January 1, 2025       | \$ -                     | 162,216                         | 162,216                 |
| Depreciation                     | - -                      | 11,457                          | 11,457                  |
| Balance at March 31, 2025        | <u><u>\$ -</u></u>       | <u><u>173,673</u></u>           | <u><u>173,673</u></u>   |
| Balance at January 1, 2024       | \$ - -                   | 116,390                         | 116,390                 |
| Depreciation                     | - -                      | 11,457                          | 11,457                  |
| Balance at March 31, 2024        | <u><u>\$ -</u></u>       | <u><u>127,847</u></u>           | <u><u>127,847</u></u>   |
| <b>Carrying amount:</b>          |                          |                                 |                         |
| Balance at January 1, 2025       | <u><u>\$ 354,061</u></u> | <u><u>629,707</u></u>           | <u><u>983,768</u></u>   |
| Balance at March 31, 2025        | <u><u>\$ 354,061</u></u> | <u><u>618,250</u></u>           | <u><u>972,311</u></u>   |
| Balance at January 1, 2024       | <u><u>\$ 354,061</u></u> | <u><u>675,533</u></u>           | <u><u>1,029,594</u></u> |
| Balance at March 31, 2024        | <u><u>\$ 354,061</u></u> | <u><u>664,076</u></u>           | <u><u>1,018,137</u></u> |
| <b>Fair value:</b>               |                          |                                 |                         |
| Balance at March 31, 2025        |                          |                                 | \$ 1,664,912            |
| Balance at January 1, 2025       |                          |                                 | \$ 1,664,912            |
| Balance at March 31, 2024        |                          |                                 | \$ 1,500,459            |
| Balance at January 1, 2024       |                          |                                 | \$ 1,500,459            |

The fair value of investment properties (as measured or disclosed in the financial statements) was based on a valuation by a qualified independent appraiser who has recent valuation experience in the location and category of the investment property being valued. The inputs of levels of fair value hierarchy in determining the fair value is classified to Level 3.

Fair value was measured using the cost approach and market approach.

As of March 31, 2025, December 31 and March 31, 2024, the Company's investment property, plant and equipment had been pledged for long-term borrowings and lines of credit; please refer to note 8.

(i) Intangible assets

The movements cost and amortization of the intangible assets of the Company were as follows:

|   | <b>Computer software</b> | <b>Specialized technology</b> | <b>Total</b>          |
|---|--------------------------|-------------------------------|-----------------------|
| <b>Cost:</b>  |                          |                               |                       |
| Balance as of January 1, 2025                                       | \$ 227,277               | 21,139                        | 248,416               |
| Additions   | 1,402                    | - -                           | 1,402                 |
| Balance as of March 31, 2025  | <u><u>\$ 228,679</u></u> | <u><u>21,139</u></u>          | <u><u>249,818</u></u> |
| Balance as of March 31, 2024 (same as beginning at January 1, 2024) | <u><u>\$ 226,374</u></u> | <u><u>21,139</u></u>          | <u><u>247,513</u></u> |

(Continued)

**EVERGREEN AVIATION TECHNOLOGIES CORPORATION**  
**Notes to Financial Statements**

|                                  | <b>Computer<br/>software</b> | <b>Specialized<br/>technology</b> | <b>Total</b>          |
|----------------------------------|------------------------------|-----------------------------------|-----------------------|
| <b>Accumulated amortization:</b> |                              |                                   |                       |
| Balance as of January 1, 2025    | \$ 211,816                   | 8,455                             | 220,271               |
| Amortization                     | <u>2,649</u>                 | <u>1,056</u>                      | <u>3,705</u>          |
| Balance as of March 31, 2025     | <u><u>\$ 214,465</u></u>     | <u><u>9,511</u></u>               | <u><u>223,976</u></u> |
| Balance as of January 1, 2024    | \$ 204,700                   | 4,228                             | 208,928               |
| Amortization                     | <u>2,713</u>                 | <u>1,056</u>                      | <u>3,769</u>          |
| Balance as of March 31, 2024     | <u><u>\$ 207,413</u></u>     | <u><u>5,284</u></u>               | <u><u>212,697</u></u> |
| <b>Carrying amount:</b>          |                              |                                   |                       |
| Balance as of January 1, 2025    | <u><u>\$ 15,461</u></u>      | <u><u>12,684</u></u>              | <u><u>28,145</u></u>  |
| Balance as of March 31, 2025     | <u><u>\$ 14,214</u></u>      | <u><u>11,628</u></u>              | <u><u>25,842</u></u>  |
| Balance as of January 1, 2024    | <u><u>\$ 21,674</u></u>      | <u><u>16,911</u></u>              | <u><u>38,585</u></u>  |
| Balance as of March 31, 2024     | <u><u>\$ 18,961</u></u>      | <u><u>15,855</u></u>              | <u><u>34,816</u></u>  |

(i) Amortization

For the three months ended March 31, 2025 and 2024, the amortization of intangible assets is included under operating costs and operating expenses in the statement of comprehensive income.

(ii) Pledge

The aforementioned intangible assets were not pledged as collateral for borrowings.

(j) Other current assets and other non-current assets

The details of the Company's other current assets were as follows:

|                | <b>March 31,<br/>2025</b> | <b>December 31,<br/>2024</b> | <b>March 31,<br/>2024</b> |
|----------------|---------------------------|------------------------------|---------------------------|
| Prepayments    | \$ 108,245                | 138,109                      | 99,433                    |
| Tax refundable | <u>31,865</u>             | <u>-</u>                     | <u>20,550</u>             |
|                | <u><u>\$ 140,110</u></u>  | <u><u>138,109</u></u>        | <u><u>119,983</u></u>     |

**EVERGREEN AVIATION TECHNOLOGIES CORPORATION**  
**Notes to Financial Statements**

The details of the Company's other non-current assets were as follows:

|                           | <b>March 31,<br/>2025</b> | <b>December 31,<br/>2024</b> | <b>March 31,<br/>2024</b> |
|---------------------------|---------------------------|------------------------------|---------------------------|
| Pledged time deposits     | \$ 1,694                  | 1,694                        | 1,690                     |
| Guarantee deposits        | 384                       | 406                          | 609                       |
| Prepayments for equipment | 67,339                    | 45,437                       | 35,176                    |
| Others                    | <u>1,450</u>              | <u>2,499</u>                 | -                         |
|                           | <b><u>\$ 70,867</u></b>   | <b><u>50,036</u></b>         | <b><u>37,475</u></b>      |

(k) Long-term borrowings

The details, conditions and terms of the Company's long-term borrowings were as follows:

|                       | <b>March 31, 2025</b> |                      |                            |
|-----------------------|-----------------------|----------------------|----------------------------|
|                       | <b>Currency</b>       | <b>Interest rate</b> | <b>Year due</b>            |
| Unsecured loans       | NTD                   | 1.78%~2.05%          | 2025~2029                  |
| Secured loans         | NTD                   | 1.83%~1.92%          | 2025~2037                  |
| Subtotal              |                       |                      | 5,281,861                  |
| Less: current portion |                       |                      | <u>1,280,052</u>           |
| Total                 |                       |                      | <b><u>\$ 4,001,809</u></b> |

|                       | <b>December 31, 2024</b> |                      |                            |
|-----------------------|--------------------------|----------------------|----------------------------|
|                       | <b>Currency</b>          | <b>Interest rate</b> | <b>Year due</b>            |
| Unsecured loans       | NTD                      | 1.78%~2.04%          | 2025~2029                  |
| Secured loans         | NTD                      | 1.83%~1.92%          | 2025~2037                  |
| Subtotal              |                          |                      | 5,364,848                  |
| Less: current portion |                          |                      | <u>1,129,559</u>           |
| Total                 |                          |                      | <b><u>\$ 4,235,289</u></b> |

|                       | <b>March 31, 2024</b> |                      |                            |
|-----------------------|-----------------------|----------------------|----------------------------|
|                       | <b>Currency</b>       | <b>Interest rate</b> | <b>Year due</b>            |
| Unsecured loans       | NTD                   | 1.60%~2.03%          | 2024~2029                  |
| Secured loans         | NTD                   | 1.70%~1.95%          | 2024~2037                  |
| Subtotal              |                       |                      | 6,052,978                  |
| Less: current portion |                       |                      | <u>1,021,178</u>           |
| Total                 |                       |                      | <b><u>\$ 5,031,800</u></b> |

**EVERGREEN AVIATION TECHNOLOGIES CORPORATION**  
**Notes to Financial Statements**

As of March 31, 2025, the details of the future repayment periods and amounts of the Company's long-term borrowings were as follows:

| <b>Period</b>             | <b>Amount</b>              |
|---------------------------|----------------------------|
| 2025/04/01~2026/03/31     | \$ 1,280,052               |
| 2026/04/01~2027/03/31     | 1,410,779                  |
| 2027/04/01~2028/03/31     | 399,845                    |
| 2028/04/01~2029/03/31     | 856,416                    |
| 2029/04/01~2030/03/31     | 880,077                    |
| 2030/04/01 and thereafter | <u>454,692</u>             |
|                           | <b><u>\$ 5,281,861</u></b> |

Information on the Company's exposure to interest rate risk, currency risk and liquidity risk is disclosed in note 6(u).

(i) Pledge for borrowings

The pledge for borrowings is disclosed in note 8.

(ii) Unused lines of credit

As of March 31, 2025, December 31 and March 31, 2024, the unused credit lines for short-term and long-term borrowings amounted to \$1,550,000 thousand, \$1,850,000 thousand and \$2,480,000 thousand, respectively.

(l) Lease liabilities

The Company's amounts of lease liabilities were as follows:

|             | <b>March 31,<br/>2025</b> | <b>December 31,<br/>2024</b> | <b>March 31,<br/>2024</b> |
|-------------|---------------------------|------------------------------|---------------------------|
| Current     | <u>\$ 131,223</u>         | <u>133,588</u>               | <u>109,949</u>            |
| Non-current | <u>\$ 2,186,447</u>       | <u>2,217,260</u>             | <u>1,901,275</u>          |

For the maturity analysis, please refer to note 6(u).

The amounts recognized in profit or loss were as follows:

|  | <b>For the three<br/>months ended<br/>March 31, 2025</b> | <b>For the three<br/>months ended<br/>March 31, 2024</b> |
|--|--|--|
| Interest on lease liabilities          | <u>\$ 9,919</u>  | <u>6,574</u>   |
| Expenses relating to short-term leases | <u>\$ 7,333</u>  | <u>8,310</u>   |

**EVERGREEN AVIATION TECHNOLOGIES CORPORATION**  
**Notes to Financial Statements**

The amounts recognized in the statement of cash flows by the Company were as follows:

|                               | <b>For the three<br/>months ended<br/>March 31, 2025</b> | <b>For the three<br/>months ended<br/>March 31, 2024</b> |
|-------------------------------|--|--|
| Total cash outflow for leases | <u><u>\$ 50,430</u></u>                                  | <u><u>42,144</u></u>                                     |

The lease of land, buildings and structures:

The Company leases land which typically run for a period of 35 years, and of buildings and structures for 3 years. Some leases include an option to extend the lease for the same duration at the end of the contract term.

(m) Operating lease

The Company leases out its investment property. The Company has classified these leases as operating leases, because it does not transfer substantially all of the risks and rewards incidental to the ownership of the assets. Please refer to note 6(h) for information on the operating leases of investment property.

A maturity analysis of lease payments showing the undiscounted lease payments to be received after the reporting date was as follows:

|                                   | <b>March 31,<br/>2025</b> | <b>December 31,<br/>2024</b> | <b>March 31,<br/>2024</b> |
|-----------------------------------|---------------------------|------------------------------|---------------------------|
| Less than one year                | \$ 22,346                 | 22,012                       | 21,334                    |
| One to two years                  | 22,552                    | 22,216                       | 21,531                    |
| Two to three years                | 22,760                    | 22,421                       | 21,730                    |
| Three to four years               | 22,971                    | 22,628                       | 21,931                    |
| Four to five years                | 23,183                    | 22,837                       | 22,134                    |
| More than five years              | <u>315,175</u>            | <u>316,921</u>               | <u>326,031</u>            |
| Total undiscounted lease payments | <u><u>\$ 428,987</u></u>  | <u><u>429,035</u></u>        | <u><u>434,691</u></u>     |

The rent revenue for investment property were as follows:

|              | <b>For the three<br/>months ended<br/>March 31, 2025</b> | <b>For the three<br/>months ended<br/>March 31, 2024</b> |
|--------------|--|--|
| Rent revenue | <u><u>\$ 5,461</u></u>                                   | <u><u>5,194</u></u>                                      |

**EVERGREEN AVIATION TECHNOLOGIES CORPORATION**  
**Notes to Financial Statements**

(n) Employee benefits

(i) Defined benefit plans

Management believes that there was no material volatility of the market, no material reimbursement and settlement or other material one-time events since prior fiscal year. As a result, the pension cost in the accompanying interim period was measured and disclosed according to the actuarial report as of December 31, 2024 and 2023.

The expenses recognized in profit or loss for the Company were as follows:

|                              | <b>For the three<br/>months ended<br/>March 31, 2025</b> | <b>For the three<br/>months ended<br/>March 31, 2024</b> |
|------------------------------|--|--|
| Operating costs and expenses | <u>\$ 2,488</u>  | <u>3,857</u>   |

(ii) Defined contribution plans

The Company's expenses under the pension plan cost to the Bureau of Labor Insurance were as follows:

|                              | <b>For the three<br/>months ended<br/>March 31, 2025</b> | <b>For the three<br/>months ended<br/>March 31, 2024</b> |
|------------------------------|--|--|
| Operating costs and expenses | <u>\$ 40,630</u>   | <u>35,661</u>  |

(o) Income tax

(i) Income tax expenses

The components of income tax were as follows:

|                      | <b>For the three<br/>months ended<br/>March 31, 2025</b> | <b>For the three<br/>months ended<br/>March 31, 2024</b> |
|----------------------|--|--|
| Current tax expenses | <u>\$ 139,456</u>  | <u>127,230</u>   |

- (ii) For the three months ended March 31, 2025 and 2024, there were no income tax expense recognized in other comprehensive income.
- (iii) The Company's income tax returns for the years through 2023 were assessed by the local tax authorities.

**EVERGREEN AVIATION TECHNOLOGIES CORPORATION**  
**Notes to Financial Statements**

(p) Capital and other equity

Except for the following disclosure, there was no significant change in capital and other equity for the three months ended March 31, 2025 and 2024. For the related information, please refer to note 6(p) of the financial statements for the year ended December 31, 2024.

(i) Retained earnings

The Company's Article of Incorporation stipulates that the Company's net earnings should first be used to offset the prior years' deficits, if any, after paying any income taxes. Of the remaining balance, 10% is to be appropriated as legal reserve, and then any remaining profit together with any undistributed retained earnings shall be distributed according to the distribution plan proposed by the Board of Directors and submitted to the stockholders' meeting for approval. The dividends can be distributed wholly or partly in cash only after a resolution has been adopted by a majority vote at a meeting of the board of directors attended by two-thirds of the total number of directors; and in addition thereto a report of such distribution shall be submitted to the shareholders' meeting.

1) Legal reserve

When a company incurs no loss, it may, pursuant to a resolution by a shareholders' meeting, distribute its legal reserve by issuing new shares or by distributing cash, and only the portion of legal reserve which exceeds 25% of capital may be distributed.

2) Earnings distribution

As the Company is in its growth phase, the Board of Directors has adopted the following principles in the appropriation of earnings, in order to meet its operational plan and guarantee shareholders' right:

- a) The annual appropriation of not less than 50% of the current after-tax net income as the shareholder's dividend.
- b) The dividends may be distributed either in full cash, or in the form of cash dividends of at least 50% of the total dividends.

On March 10, 2025 and March 11, 2024, the board of directors' meeting resolved to distribute the 2024 and 2023 earnings. The relevant dividend distributions to shareholders were as follows:

|   | 2024             |                  | 2023             |                  |
|---|------------------|------------------|------------------|------------------|
|   | Amount per share | Total amount     | Amount per share | Total amount     |
| Dividends distributed to ordinary shareholders: |                  |                  |                  |                  |
| Cash  | \$ 4.50          | <u>1,685,569</u> | 4.50             | <u>1,685,569</u> |

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**EVERGREEN AVIATION TECHNOLOGIES CORPORATION**  
**Notes to Financial Statements**

(ii) Other equity

|   | <b>Exchange differences on<br/>translation of foreign<br/>financial statements</b> |
|---|--|
| Beginning at January 1, 2025  | \$ 36,063  |
| Exchange differences on associates<br>accounted for using equity method | (17)   |
| Balance at March 31, 2025   | <u><u>\$ 36,046</u></u>  |
| Balance at January 1, 2024  | \$ (16,355)  |
| Exchange differences on associates<br>accounted for using equity method | 33,676   |
| Balance at March 31, 2024   | <u><u>\$ 17,321</u></u>  |

(q) Revenue from contracts with customers

(i) Disaggregation of revenue

|  | <b>For the three<br/>months ended<br/>March 31, 2025</b> | <b>For the three<br/>months ended<br/>March 31, 2024</b> |
|--|--|--|
| Primary geographical markets:                                |  |  |
| Taiwan   | \$ 1,705,960   | 1,406,735  |
| Asia   | 569,667  | 665,100  |
| North America  | 1,594,347  | 1,376,008  |
| Europe   | 319,678  | 250,441  |
|  | <u><u>\$ 4,189,652</u></u>                               | <u><u>3,698,284</u></u>                                  |
| Type of contract:  |  |  |
| Maintenance of aircrafts and other                           | \$ 3,369,785   | 2,874,218  |
| Manufacturing and selling of aircrafts related<br>components | 819,867  | 824,066  |
|  | <u><u>\$ 4,189,652</u></u>                               | <u><u>3,698,284</u></u>                                  |

(ii) Contract balances

|  | <b>March 31,<br/>2025</b>  | <b>December 31,<br/>2024</b> | <b>March 31,<br/>2024</b> |
|--|----------------------------|------------------------------|---------------------------|
| Notes and accounts receivable<br>(including related parties) | \$ 3,993,521               | 3,899,753                    | 2,994,774                 |
| Less: loss allowance   | (76)                       | (282)                        | (65)                      |
| Total  | <u><u>\$ 3,993,445</u></u> | <u><u>3,899,471</u></u>      | <u><u>2,994,709</u></u>   |
| Contract assets-maintenance service                          | <u><u>\$ 692,479</u></u>   | <u><u>635,875</u></u>        | <u><u>598,195</u></u>     |
| Contract liabilities   | <u><u>\$ 44,073</u></u>    | <u><u>1,318</u></u>          | <u><u>6,407</u></u>       |

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**EVERGREEN AVIATION TECHNOLOGIES CORPORATION**  
**Notes to Financial Statements**

For details on notes and accounts receivable (including related parties) and loss allowance, please refer to note 6(b).

The amount of revenue recognized for the three months ended March 31, 2025 and 2024 that were included in the contract liability balance at the beginning of the period were \$1,236 thousand and \$19,596 thousand, respectively.

The contract asset primarily relates to the amount of revenue that has been recognized for the maintenance but not completed at the reporting date. The contract assets are transferred to receivables when the rights to consideration become unconditional.

The contract liabilities primarily relate to the advance consideration received from customer for the maintenance but has not yet completed and the advance consideration received for goods but the goods have not been transferred to customers, for which revenue is recognized when the products or the services are delivered to customer.

The major change in the balance of contract assets and contract liabilities is the difference between the time frame in the performance obligation to be satisfied and the payment to be received.

The contract of maintenance services has an original expected duration of less than one year, thus the Company applies the practical expedient of IFRS 15 and does not disclose information about the transaction price allocated to the remaining performance obligations of the contract.

(r) Earnings per share (“EPS”)

For the three months ended March 31, 2025 and 2024, basic earnings per share and diluted earnings per share were calculated as follows:

|   | <u>For the three months ended March 31, 2025</u> | <u>For the three months ended March 31, 2024</u> |
|---|--|--|
| <b>Basic earnings per share:</b>  |  |  |
| Profit attributable to ordinary shareholders of the Company   | \$ 557,822                                       | 508,920  |
| Weighted-average number of shares outstanding during the period (thousand shares)   | <u>374,571</u>                                   | <u>374,571</u>                                   |
| Basic earnings per share (in New Taiwan Dollars)  | <u>\$ 1.49</u>                                   | <u>1.36</u>                                      |
| <b>Diluted earnings per share:</b>  |  |  |
| Profit attributable to ordinary shareholders of the Company   | \$ 557,822                                       | 508,920  |
| Weighted-average number of shares outstanding during the period (thousand shares)   | 374,571  | 374,571  |
| Effect of the potentially dilutive common stock effect of employee compensation (thousand shares)                                       | 1,703  | 1,302  |
| Weighted-average number of shares outstanding during the period (After adjusting the potential dilutive common stock) (thousand shares) | <u>376,274</u>                                   | <u>375,873</u>                                   |
| Diluted earnings per share (in New Taiwan Dollars)  | <u>\$ 1.48</u>                                   | <u>1.35</u>                                      |

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**EVERGREEN AVIATION TECHNOLOGIES CORPORATION**  
**Notes to Financial Statements**

(s) Remunerations to employees and directors

According to the Company's Articles of Incorporation, once the Company has an annual earnings, a minimum of 1% will be distributed as employees' remuneration and a maximum of 2% will be allotted for directors' remuneration. However, if the Company has accumulated losses, the earnings shall first be offset against any deficit.

The Company estimated its employees' and directors' remuneration as follows:

|                         | <b>For the three<br/>months ended<br/>March 31, 2025</b> | <b>For the three<br/>months ended<br/>March 31, 2024</b> |
|-------------------------|--|--|
| Employees' remuneration | \$ 44,323  | 21,458   |
| Directors' remuneration | 1,750  | 1,750  |
|                         | <b>\$ 46,073</b>   | <b>23,208</b>  |

The differences between the actual distributed amounts as determined by the Board of Directors and those recognized in the financial statements, if any, shall be accounted for as changes in accounting estimates and recognized in profit or loss in the following year.

For the year ended December 31, 2024 and 2023, the Company accrued and recognized its employees' remuneration of \$175,692 thousand and \$152,388 thousand, respectively, and the director's remuneration of \$7,000 thousand, respectively. There were no differences between the actual distributed amounts as determined by Board of Directors and those recognized. The related information mentioned can be found on Market Observation Post System website.

(t) Non-operating income and expenses

(i) Other income

|             | <b>For the three<br/>months ended<br/>March 31, 2025</b> | <b>For the three<br/>months ended<br/>March 31, 2024</b> |
|-------------|--|--|
| Rent income | <b>\$ 5,461</b>  | <b>5,222</b>   |

(ii) Interest income

|                                   | <b>For the three<br/>months ended<br/>March 31, 2025</b> | <b>For the three<br/>months ended<br/>March 31, 2024</b> |
|-----------------------------------|--|--|
| Interest income from bank deposit | <b>\$ 30,069</b>   | <b>26,543</b>  |

**EVERGREEN AVIATION TECHNOLOGIES CORPORATION**  
**Notes to Financial Statements**

(iii) Other gains and losses

|   | <b>For the three months ended<br/>March 31, 2025</b> | <b>For the three months ended<br/>March 31, 2024</b> |
|---|--|--|
| Gains (losses) on disposal of property, plant and equipment | \$ 1,008   | (28)   |
| Foreign exchange gains (losses), net                        | 55,044   | 117,221  |
| Others  | <u>35</u>  | <u>6,975</u>   |
|   | <b>\$ 56,087</b>                                     | <b>124,168</b>                                       |

(iv) Finance costs

|                                    | <b>For the three months ended<br/>March 31, 2025</b> | <b>For the three months ended<br/>March 31, 2024</b> |
|------------------------------------|--|--|
| Interest expense-bank borrowings   | \$ 25,224  | 27,376   |
| Interest expense-lease liabilities | <u>9,919</u>   | <u>6,574</u>   |
|                                    | <b>\$ 35,143</b>                                     | <b>33,950</b>  |

(u) Financial instruments

Except for the contention mentioned below, there was no significant change in the fair value of the Company's financial instruments and degree of exposure to credit risk, liquidity risk and market risk arising from financial instruments. For related information, please refer to note 6(v) of the financial statements for the year ended December 31, 2024.

(i) Credit risk

1) Credit risk exposure

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

2) Circumstances of concentration of credit risk

The Company's primary potential credit risk is from accounts receivable and similar financial instruments. The Company concentrates on transactions with a few customers. In order to reduce credit risk, the Company also assesses the financial condition of customers regularly and asks for their reimbursement plan. The Company evaluates the credit losses and recognizes impairment provision regularly. The impairment losses were under the expected by management. As of March 31, 2025, December 31 and March 31, 2024, 71%, 60% and 56% of accounts receivable were 3, 2 and 2 major customers, respectively.

**EVERGREEN AVIATION TECHNOLOGIES CORPORATION**  
**Notes to Financial Statements**

3) Credit risk of receivables and debt securities

For credit risk exposure of notes and accounts receivable, please refer to note 6(b).

Other financial assets at amortized cost include other receivables and time deposits.

All of these financial assets are considered to have low risk, and thus, the impairment provision recognized during the period was limited to 12-month expected credit losses. Regarding how the financial instruments are considered to have low credit risk, please refer to note 4(f) of the financial statement for the year ended December 31, 2024.

(ii) Liquidity risk

The following were the contractual maturities of financial liabilities, including estimated interest payments:

|  | <u>Carrying amount</u> | <u>Contractual cash flows</u> | <u>Within 1 year</u> | <u>1-5 years</u> | <u>Over 5 years</u> |
|--|------------------------|-------------------------------|----------------------|------------------|---------------------|
| <b>As of March 31, 2025</b>                      |                        |                               |                      |                  |                     |
| Non-derivative financial liabilities             |                        |                               |                      |                  |                     |
| Long-term borrowings (including current portion) | \$ 5,281,861           | 5,556,949                     | 1,369,629            | 3,704,899        | 482,421             |
| Lease liabilities                                | 2,317,670              | 2,714,227                     | 169,448              | 642,487          | 1,902,292           |
| Accounts payable (including related parties)     | 929,904                | 929,904                       | 929,904              | -                | -                   |
| Other payables (including related parties)       | 2,349,976              | 2,349,976                     | 2,349,976            | -                | -                   |
| Guarantee deposit received                       | 624                    | 624                           | -                    | 624              | -                   |
| <b>Total</b>                                     | <b>\$ 10,880,035</b>   | <b>11,551,680</b>             | <b>4,818,957</b>     | <b>4,348,010</b> | <b>2,384,713</b>    |
| <b>As of December 31, 2024</b>                   |                        |                               |                      |                  |                     |
| Non-derivative financial liabilities             |                        |                               |                      |                  |                     |
| Long-term borrowings (including current portion) | \$ 5,364,848           | 5,648,868                     | 1,220,722            | 3,906,159        | 521,987             |
| Lease liabilities                                | 2,350,848              | 2,757,324                     | 172,390              | 642,487          | 1,942,447           |
| Accounts payable (including related parties)     | 989,907                | 989,907                       | 989,907              | -                | -                   |
| Other payables (including related parties)       | 583,429                | 583,429                       | 583,429              | -                | -                   |
| Guarantee deposit received                       | 624                    | 624                           | -                    | 624              | -                   |
| <b>Total</b>                                     | <b>\$ 9,289,656</b>    | <b>9,980,152</b>              | <b>2,966,448</b>     | <b>4,549,270</b> | <b>2,464,434</b>    |
| <b>As of March 31, 2024</b>                      |                        |                               |                      |                  |                     |
| Non-derivative financial liabilities             |                        |                               |                      |                  |                     |
| Long-term borrowings (including current portion) | \$ 6,052,978           | 6,365,852                     | 1,124,101            | 4,569,182        | 672,569             |
| Lease liabilities                                | 2,011,224              | 2,297,916                     | 135,334              | 503,090          | 1,659,492           |
| Accounts payable (including related parties)     | 799,893                | 799,893                       | 799,893              | -                | -                   |
| Other payables (including related parties)       | 2,342,911              | 2,342,911                     | 2,342,911            | -                | -                   |
| Guarantee deposit received                       | 824                    | 824                           | 200                  | 624              | -                   |
| <b>Total</b>                                     | <b>\$ 11,207,830</b>   | <b>11,807,396</b>             | <b>4,402,439</b>     | <b>5,072,896</b> | <b>2,332,061</b>    |

The Company is not expecting that the cash flows including the maturity analysis could occur significantly earlier or at significantly different amounts.

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(iii) Currency risk

1) Exposure to foreign currency risk

The Company's significant exposure to foreign currency risk was as follows:

|                              | March 31, 2025                  |               |                  | December 31, 2024               |               |                  | March 31, 2024                  |               |                  |
|------------------------------|---------------------------------|---------------|------------------|---------------------------------|---------------|------------------|---------------------------------|---------------|------------------|
|                              | Foreign currency (in thousands) | Exchange rate | NTD              | Foreign currency (in thousands) | Exchange rate | NTD              | Foreign currency (in thousands) | Exchange rate | NTD              |
| <b>Financial assets</b>      |                                 |               |                  |                                 |               |                  |                                 |               |                  |
| <u>Monetary items</u>        |                                 |               |                  |                                 |               |                  |                                 |               |                  |
| USD                          | \$ 134,427                      | 33.205        | <u>4,463,649</u> | 118,308                         | 32.785        | <u>3,878,728</u> | 95,456                          | 32.000        | <u>3,054,592</u> |
| <u>Non-monetary items</u>    |                                 |               |                  |                                 |               |                  |                                 |               |                  |
| USD                          | \$ 36,225                       | 33.205        | <u>1,202,852</u> | 42,582                          | 32.785        | <u>1,396,055</u> | 59,708                          | 32.000        | <u>1,910,651</u> |
| <b>Financial liabilities</b> |                                 |               |                  |                                 |               |                  |                                 |               |                  |
| <u>Monetary items</u>        |                                 |               |                  |                                 |               |                  |                                 |               |                  |
| USD                          | \$ 9,942                        | 33.205        | <u>330,124</u>   | 10,879                          | 32.785        | <u>356,668</u>   | 7,760                           | 32.000        | <u>248,320</u>   |

2) Sensitivity analysis

The Company's exposure to foreign currency risk arises from the translation of the foreign currency exchange gains and losses on cash and cash equivalents, notes receivable, accounts receivable (including related parties), accounts payable (including related parties) and other payables that are denominated in foreign currency. A strengthening (weakening) of 1% of the NTD against the USD as of March 31, 2025 and 2024, would have decreased / increased the profit before tax by \$41,335 thousand and \$28,063 thousand, respectively. Equity would have decreased / increased the profit before tax by \$12,029 thousand and \$19,107 thousand, respectively. The analysis is performed on the same basis for 2025 and 2024.

Due to the variety of the Company's currency, the Company discloses its exchange gains and losses of monetary items collectively. For the three months ended March 31, 2025 and 2024, the Company's foreign exchange gains, net (including realized and unrealized of monetary items) amounted to \$55,044 thousand, \$117,221 thousand, respectively.

(iv) Interest rate analysis

Please refer to the notes on liquidity management and interest exposure of the Company's financial liabilities.

The following sensitivity analysis is based on the exposure to interest rate risk of the non-derivative financial instruments on the reporting date. For variable-rate instruments, the sensitivity analysis assumes the variable-rate liabilities are outstanding for the whole year on the reporting date. The Company's internal department reported the increases/decreases in the interest rates and the exposure to changes in interest rates on 0.25% to the Company's key management so as to allow key management to assess the reasonableness of the changes in the interest rates.

If the interest rate increases / decreases by 0.25%, all other variable factors remaining constant,

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**EVERGREEN AVIATION TECHNOLOGIES CORPORATION**  
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the profit of the Company will decrease / increase by \$3,301 thousand and \$3,783 thousand for the three months ended March 31, 2025 and 2024, respectively due to the Company's floating-interest borrowings.

(v) Fair value

1) Categories and fair values of financial instruments

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy. It shall not include fair value information of the financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of the fair value and investments in equity instruments which do not have any quoted price in an active market in which the fair value cannot be reasonably measured.

|  | <b>March 31, 2025</b>  |                   |                |              |          |
|--|------------------------|-------------------|----------------|--------------|----------|
|  | <b>Carrying amount</b> | <b>Fair value</b> |                |              |          |
|  | <b>Level 1</b>         | <b>Level 2</b>    | <b>Level 3</b> | <b>Total</b> |          |
| <b>Financial assets measured at amortized cost</b>                                 |                        |                   |                |              |          |
| Cash and cash equivalents  | \$ 5,186,617           | -                 | -              | -            | -        |
| Notes and accounts receivable and other receivables<br>(including related parties) | 4,055,754              | -                 | -              | -            | -        |
| Other non-current assets   | 2,078                  | -                 | -              | -            | -        |
| <b>Total</b>   | <b>\$ 9,244,449</b>    | <b>-</b>          | <b>-</b>       | <b>-</b>     | <b>-</b> |
| <b>Financial liabilities measured at amortized cost</b>                            |                        |                   |                |              |          |
| Long-term borrowings (including current portion)                                   | \$ 5,281,861           | -                 | -              | -            | -        |
| Lease liabilities  | 2,317,670              | -                 | -              | -            | -        |
| Accounts payable (including related parties)                                       | 929,904                | -                 | -              | -            | -        |
| Other payables (including related parties)   | 2,349,976              | -                 | -              | -            | -        |
| Guarantee deposit received   | 624                    | -                 | -              | -            | -        |
| <b>Total</b>   | <b>\$ 10,880,035</b>   | <b>-</b>          | <b>-</b>       | <b>-</b>     | <b>-</b> |
|  |                        |                   |                |              |          |
| <b>December 31, 2024</b>   |                        |                   |                |              |          |
|  | <b>Carrying amount</b> | <b>Fair value</b> |                |              |          |
|  | <b>Level 1</b>         | <b>Level 2</b>    | <b>Level 3</b> | <b>Total</b> |          |
| <b>Financial assets measured at amortized cost</b>                                 |                        |                   |                |              |          |
| Cash and cash equivalents  | \$ 4,471,379           | -                 | -              | -            | -        |
| Notes and accounts receivable and other receivables<br>(including related parties) | 3,954,403              | -                 | -              | -            | -        |
| Other non-current assets   | 2,100                  | -                 | -              | -            | -        |
| <b>Total</b>   | <b>\$ 8,427,882</b>    | <b>-</b>          | <b>-</b>       | <b>-</b>     | <b>-</b> |

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**EVERGREEN AVIATION TECHNOLOGIES CORPORATION**  
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|   | December 31, 2024    |          |          |          |            |
|---|----------------------|----------|----------|----------|------------|
|   | Carrying amount      | Level 1  | Level 2  | Level 3  | Fair value |
|   | Total                |          |          |          |            |
| <b>Financial liabilities measured at amortized cost</b>                         |                      |          |          |          |            |
| Long-term borrowings (including current portion)                                | \$ 5,364,848         | -        | -        | -        | -          |
| Lease liabilities   | 2,350,848            | -        | -        | -        | -          |
| Accounts payable (including related parties)                                    | 989,907              | -        | -        | -        | -          |
| Other payables (including related parties)                                      | 583,429              | -        | -        | -        | -          |
| Guarantee deposit received  | 624                  | -        | -        | -        | -          |
| <b>Total</b>  | <b>\$ 9,289,656</b>  | <b>-</b> | <b>-</b> | <b>-</b> | <b>-</b>   |
| <br><b>March 31, 2024</b>   |                      |          |          |          |            |
|   | Carrying amount      | Level 1  | Level 2  | Level 3  | Fair value |
|   | Total                |          |          |          |            |
| <b>Financial assets measured at amortized cost</b>                              |                      |          |          |          |            |
| Cash and cash equivalents   | \$ 6,082,899         | -        | -        | -        | -          |
| Notes and accounts receivable and other receivables (including related parties) | 3,022,110            | -        | -        | -        | -          |
| Other non-current assets  | 2,299                | -        | -        | -        | -          |
| <b>Total</b>  | <b>\$ 9,107,308</b>  | <b>-</b> | <b>-</b> | <b>-</b> | <b>-</b>   |
| <b>Financial liabilities measured at amortized cost</b>                         |                      |          |          |          |            |
| Long-term borrowings (including current portion)                                | \$ 6,052,978         | -        | -        | -        | -          |
| Lease liabilities   | 2,011,224            | -        | -        | -        | -          |
| Accounts payable (including related parties)                                    | 799,893              | -        | -        | -        | -          |
| Other payables (including related parties)                                      | 2,342,911            | -        | -        | -        | -          |
| Guarantee deposit received  | 824                  | -        | -        | -        | -          |
| <b>Total</b>  | <b>\$ 11,207,830</b> | <b>-</b> | <b>-</b> | <b>-</b> | <b>-</b>   |

2) Valuation techniques and assumptions used in fair value determination

a) Non-derivative financial instruments

The fair value of financial instruments traded in an active market is based on the quoted market prices. The quotations, which is published by the main exchange center or that which was deemed to be a public bond by the Treasury Bureau of Central Bank, is included in the fair value of the listed securities instruments and the debt instruments in active markets with open bid.

A financial instrument is regarded as being quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency and those prices represent actual and regularly occurring market transactions on an arm's-length basis. Whether transactions are taking place 'regularly' is a matter of judgment and depends on the facts and circumstances of the market for the instrument.

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Quoted market prices may not be indicative of the fair value of an instrument if the activity in the market is infrequent, the market is not well-established, only small volumes are traded, or bid-ask spreads are very wide. Determining whether a market is active involves judgment.

For financial instruments traded in active markets, their fair values are listed below by types and attributes:

- The stocks of publicly traded companies are financial assets which are traded in active markets under standard terms and conditions. The fair value of the abovementioned stocks is based on quoted market prices.

Measurements of fair value of financial instruments without an active market are based on a valuation technique. Fair value measured by a valuation technique can be extrapolated from the fair value of similar financial instruments, the discounted cash flow method, or other valuation techniques.

For financial instruments not traded in active markets, their fair values are listed below by types and attributes:

- Equity instruments with no quoted market prices: the Company takes the quoted market prices and the price-book ratios of similar publicly traded companies into consideration by using the market comparison approach. The estimates had been adjusted by the depreciation from lack of market liquidity.

b) Derivative financial instruments

Measurement of the fair value of derivative instruments is based on the valuation techniques generally accepted by market participants such as the discounted cash flow and option pricing models. Fair value of forward currency is usually determined by the forward currency exchange rate.

3) Transfer between Level 1 and Level 2: None.

4) Changes between Level 3: None.

(v) Management of financial risk

There were no significant changes in the Company's financial risk management and policies as disclosed in note 6(w) of the financial statements for the year ended December 31, 2024.

**EVERGREEN AVIATION TECHNOLOGIES CORPORATION**  
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**(w) Capital management**

Management believes that the objectives, policies and processes of capital management of the Company have been applied consistently with those described in the financial statements for the year ended December 31, 2024. Also, management believes that there were no significant changes in the Company's capital management information as disclosed for the year ended December 31, 2024. Please refer to note 6(x) of the financial statements for the year ended December 31, 2024 for further details.

**(x) Investing and financing activities not affecting current cash flow**

- (i) For right-of-use assets under leases, please refer to note 6(g).
- (ii) The Company's financing activities which did not affect the current cash flow in the three months ended March 31, 2025 and 2024, were as follows:

|  | <b>January 1,<br/>2025</b> | <b>Cash flows</b> | <b>Non-cash changes</b> | <b>March 31,<br/>2025</b> |
|--|----------------------------|-------------------|-------------------------|---------------------------|
|  | <b>Right-of-use assets</b> |                   |                         |                           |
| Long-term borrowings                               | \$ 5,364,848               | (82,987)          | -                       | 5,281,861                 |
| Lease liabilities                                  | 2,350,848                  | (33,178)          | -                       | 2,317,670                 |
| Guarantee deposit received                         | 624                        | -                 | -                       | 624                       |
| <b>Total liabilities from financing activities</b> | <b>\$ 7,716,320</b>        | <b>(116,165)</b>  | <b>-</b>                | <b>7,600,155</b>          |

  

|  | <b>January 1,<br/>2024</b> | <b>Cash flows</b> | <b>Non-cash changes</b> | <b>March 31,<br/>2024</b> |
|--|----------------------------|-------------------|-------------------------|---------------------------|
|  | <b>Right-of-use assets</b> |                   |                         |                           |
| Long-term borrowings                               | \$ 6,202,985               | (150,007)         | -                       | 6,052,978                 |
| Lease liabilities                                  | 2,038,484                  | (27,260)          | -                       | 2,011,224                 |
| Guarantee deposit received                         | 824                        | -                 | -                       | 824                       |
| <b>Total liabilities from financing activities</b> | <b>\$ 8,242,293</b>        | <b>(177,267)</b>  | <b>-</b>                | <b>8,065,026</b>          |

**(7) Related-party transactions**

**(a) Parent company and ultimate controlling company**

EVA Airways Corp. is both the parent company and the ultimate controlling party of the Company. As of March 31, 2025, December 31 and March 31, 2024, it owns 55.05% of all shares outstanding of the Company. EVA Airways Corp. has issued the consolidated financial statements available for public use.

**EVERGREEN AVIATION TECHNOLOGIES CORPORATION**  
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**(b) Name and relationship with the Company**

| <b>Name</b>                                       | <b>Relationship with the Company</b> |
|---|--------------------------------------|
| EVA Airways Corp.                                 | Parent company                       |
| Uni Airways Corp.                                 | Juristic person shareholder          |
| GE Evergreen Engine Services Corp.                | Associates                           |
| Spirit Evergreen Aftermarket Solutions Co., Ltd.  | Associates                           |
| Ever Superior Technologies Corporation            | Associates                           |
| Evergreen Airline Services Corp.                  | Other related parties                |
| Evergreen Sky Catering Corp.                      | Other related parties                |
| Evergreen Air Cargo Services Corp.                | Other related parties                |
| Evergreen Security Corp.                          | Other related parties                |
| Evergreen Logistics Corporation                   | Other related parties                |
| EverFun Travel Service Corp.                      | Other related parties                |
| Evergreen International Corp.                     | Other related parties                |
| Evergreen International Storage & Transport Corp. | Other related parties                |
| Evergreen Marine Corp.                            | Other related parties                |
| Ever Accord Construction Corp.                    | Other related parties                |
| Everfamily International Foods Corporation        | Other related parties                |
| Super Max Engineering Enterprise CO., LTD.        | Other related parties                |
| Trade-van Information Services Co.                | Other related parties                |
| Chang Yung-Fa Foundation                          | Other related parties                |

**(c) Significant transactions with related parties**

**(i) Operating revenue**

Significant sales to related parties were as follows:

|   | <b>For the three months ended<br/>March 31, 2025</b> | <b>For the three months ended<br/>March 31, 2024</b> |
|---|--|--|
| Parent company-EVA Airways Corp.              | \$ 1,401,736   | 1,051,160  |
| Juristic person shareholder-Uni Airways Corp. | 120,334  | 82,263   |
| Associates-GE Evergreen Engine Services Corp. | 67,105   | 181,672  |
| Associates-others                             | 18,266   | 16,801   |
|   | <b>\$ 1,607,441</b>                                  | <b>1,331,896</b>                                     |

The prices for sales to related parties are not materially different from those to the third-parties sales. The payment terms are within 1~4 months, which do not materially differ from those of third-party transactions. There was no collateral on the accounts receivable from related parties.

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**EVERGREEN AVIATION TECHNOLOGIES CORPORATION**  
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(ii) Operating costs

Significant operating costs from transactions with related parties of the Company were as follows:

|   | <b>For the three<br/>months ended<br/>March 31, 2025</b> | <b>For the three<br/>months ended<br/>March 31, 2024</b> |
|---|--|--|
| Parent company-EVA Airways Corp.              | \$ 18,840  | 16,861   |
| Juristic person shareholder-Uni Airways Corp. | 903  | 56   |
| Associates                                    | 1,804  | 553  |
| Other related parties:                        |  |  |
| Evergreen Airline Services Corp.              | 23,680   | 20,714   |
| Evergreen Sky Catering Corp.                  | 23,772   | 23,308   |
| Evergreen Logistics Corporation               | 29,726   | 18,673   |
| Others  | <u>31,381</u>  | <u>29,137</u>  |
|   | <b>\$ 130,106</b>  | <b>109,302</b>   |

The terms and pricing of purchase transactions with related parties were not significantly different from those offered by other vendors. The payment terms ranged from one to two months, which were no different from the payment terms given by other vendors.

(iii) Operating expenses

Significant operating expenses from transactions with related parties of the Company were as follows:

|   | <b>For the three<br/>months ended<br/>March 31, 2025</b> | <b>For the three<br/>months ended<br/>March 31, 2024</b> |
|---|--|--|
| Parent company-EVA Airways Corp.                  | \$ 1,932   | 1,845  |
| Other related parties:                            |  |  |
| Evergreen Sky Catering Corp.                      | 1,473  | 1,429  |
| Evergreen Security Corp.                          | 522  | 773  |
| Evergreen International Storage & Transport Corp. | 681  | 614  |
| Others  | <u>1,177</u>   | <u>1,580</u>   |
|   | <b>\$ 5,785</b>  | <b>6,241</b>   |

The terms and pricing of purchase transactions with related parties were not significantly different from those offered by other vendors. The payment terms ranged from one to two months, which were no different from the payment terms given by other vendors.

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(iv) Property transaction

- 1) The acquisition of property, plant and equipment and spare parts from related parties were as follows:

|   | <b>For the three months ended<br/>March 31, 2025</b> | <b>For the three months ended<br/>March 31, 2024</b> |
|---|--|--|
| Parent company-EVA Airways Corp.              | \$ 7,114   | 23,003   |
| Juristic person shareholder-Uni Airways Corp. | 385  | 162  |
| Other related parties                         |  |  |
| Ever Accord Construction Corp.                | 6,008  | 61   |
| Others  | -  | 155  |
|   | <b>\$ 13,507</b>                                     | <b>23,381</b>  |

- 2) Other

In December 2019, the Company sold the buildings, which were located in No. 87 and No. 110, Zhongzheng Section, Dayuan District, Taoyuan City, as well as machinery and other equipment to GE Evergreen Engine Services Corp.. Gains of disposal were deferred, the amounts were as follows:

|                                    | <b>Deferred gains (note)</b> |                              |                           |
|------------------------------------|------------------------------|------------------------------|---------------------------|
|                                    | <b>March 31,<br/>2025</b>    | <b>December 31,<br/>2024</b> | <b>March 31,<br/>2024</b> |
| GE Evergreen Engine Services Corp. | <b>\$ 336,330</b>            | <b>340,800</b>               | <b>388,169</b>            |

Note: The deferred gains were included in investments accounted for using the equity method.

(v) Leases

The Company leased the facilities to its associate, GE Evergreen Engine Services Corp., and the rent income received monthly is based on the nearby factories rental rate. The amounts of rent income were \$5,461 thousand and \$5,194 thousand for the three months ended March 31, 2025 and 2024, respectively. The preceding rent payment has been received.

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**(vi) Receivables from related parties**

Receivables from related parties of the Company were as follows:

| <b>Account</b>      | <b>Class of related parties</b>               | <b>March 31,<br/>2025</b> | <b>December 31,<br/>2024</b> | <b>March 31,<br/>2024</b> |
|---------------------|---|---------------------------|------------------------------|---------------------------|
| Accounts receivable | Parent company-EVA Airways Corp.              | \$ 918,218                | 1,110,934                    | 683,652                   |
| Accounts receivable | Juristic person shareholder-Uni Airways Corp. | 122,122                   | 116,123                      | 69,031                    |
| Accounts receivable | Associates-others                             | 117,290                   | 111,811                      | 74,323                    |
| Subtotal            |   | 1,157,630                 | 1,338,868                    | 827,006                   |
| Other receivables   | Parent company-EVA Airways Corp.              | \$ 852                    | 1,239                        | 1,366                     |
| Other receivables   | Juristic person shareholder-Uni Airways Corp. | 186                       | 417                          | 211                       |
| Other receivables   | Associates-GE Evergreen Engine Services Corp. | 20,795                    | 22,214                       | 6,502                     |
| Other receivables   | Associates-others                             | 1,007                     | 884                          | 1,485                     |
| Other receivables   | Other related parties                         | 87                        | 252                          | 115                       |
| Subtotal            |   | 22,927                    | 25,006                       | 9,679                     |
|                     |   | <u>\$ 1,180,557</u>       | <u>1,363,874</u>             | <u>836,685</u>            |

**(vii) Payables to related parties**

Payables to related parties of the Company were as follows:

| <b>Account</b>   | <b>Class of related parties</b>               | <b>March 31,<br/>2025</b> | <b>December 31,<br/>2024</b> | <b>March 31,<br/>2024</b> |
|------------------|---|---------------------------|------------------------------|---------------------------|
| Accounts payable | Parent company-EVA Airways Corp.              | \$ 18,675                 | 14,099                       | 7,098                     |
| Accounts payable | Juristic person shareholder-Uni Airways Corp. | 919                       | 37                           | 35                        |
| Accounts payable | Associates                                    | 394                       | 554                          | -                         |
| Accounts payable | Other related parties:                        |                           |                              |                           |
|                  | Evergreen Airline Services Corp.              | 8,304                     | 8,214                        | 9,357                     |
|                  | Evergreen Sky Catering Corp.                  | 8,146                     | 7,240                        | 7,781                     |
|                  | Others  | 10,190                    | 10,866                       | 12,185                    |
| Subtotal         |   | <u>46,628</u>             | <u>41,010</u>                | <u>36,456</u>             |

(Continued)

**EVERGREEN AVIATION TECHNOLOGIES CORPORATION**  
**Notes to Financial Statements**

| Account        | Class of related parties                      | March 31,<br>2025       | December 31,<br>2024 | March 31,<br>2024    |
|----------------|---|-------------------------|----------------------|----------------------|
| Other payables | Parent company-EVA Airways Corp.              | \$ 6,578                | 10,253               | 25,733               |
| Other payables | Juristic person shareholder-Uni Airways Corp. | -                       | -                    | 165                  |
| Other payables | Associates                                    | 129                     | 6                    | 85                   |
| Other payables | Other related parties:                        |                         |                      |                      |
|                | Evergreen Airline Services Corp.              | 1,624                   | 1,413                | 1,297                |
|                | Evergreen Sky Catering Corp.                  | 1,589                   | 863                  | 828                  |
|                | Evergreen Logistics Corporation               | 2,972                   | 6,341                | 3,651                |
|                | Others  | 669                     | 3,835                | 2,963                |
|                | Subtotal                                      | <u>13,561</u>           | <u>22,711</u>        | <u>34,722</u>        |
|                |   | <u><u>\$ 60,189</u></u> | <u><u>63,721</u></u> | <u><u>71,178</u></u> |

(d) Key management personnel compensation

(i) Key management personnel compensation comprised:

|                              | <b>For the three months ended<br/>March 31, 2025</b> | <b>For the three months ended<br/>March 31, 2024</b> |
|------------------------------|--|--|
| Short-term employee benefits | \$ 11,979  | 12,692   |
| Post-employment benefits     | <u>69</u>  | <u>10,526</u>  |
|                              | <u><u>\$ 12,048</u></u>                              | <u><u>23,218</u></u>                                 |

**(8) Assets pledged as security**

The carrying values of pledged assets were as follows:

| Pledged assets                 | Object  | March 31,<br>2025          | December 31,<br>2024    | March 31,<br>2024       |
|--------------------------------|---|----------------------------|-------------------------|-------------------------|
| Property, plant, and equipment | Long-term borrowing                                   | <u><u>\$ 3,016,168</u></u> | <u><u>3,055,309</u></u> | <u><u>3,172,730</u></u> |
| Investment property            | Long-term borrowing                                   | <u><u>\$ 972,311</u></u>   | <u><u>983,768</u></u>   | <u><u>1,018,137</u></u> |
| Time deposit—non-current asset | Guarantees for customs bonded warehouse establishment | \$ 1,594                   | 1,594                   | 1,590                   |
| "                              | Guarantees for Taiwan Air Cargo Terminal Logistics    | <u><u>100</u></u>          | <u><u>100</u></u>       | <u><u>100</u></u>       |
|                                |   | <u><u>\$ 1,694</u></u>     | <u><u>1,694</u></u>     | <u><u>1,690</u></u>     |

(Continued)

**EVERGREEN AVIATION TECHNOLOGIES CORPORATION**  
**Notes to Financial Statements**

**(9) Commitments and contingencies**

Unused letters of credit for the Company were as follows:

|                          | <b>March 31,<br/>2025</b> | <b>December 31,<br/>2024</b> | <b>March 31,<br/>2024</b> |
|--------------------------|---------------------------|------------------------------|---------------------------|
| Unused letters of credit | <u><u>\$ 225,997</u></u>  | <u><u>226,567</u></u>        | <u><u>189,580</u></u>     |

**(10) Losses due to major disasters: None.**

**(11) Subsequent events: None.**

**(12) Others**

(a) A summary of employee benefits, depreciation, and amortization, by function, is as follows:

| By function<br><br>By item | For the three months ended<br>March 31, 2025 |                       |         | For the three months ended<br>March 31, 2024 |                       |         |
|----------------------------|--|-----------------------|---------|--|-----------------------|---------|
|                            | Operating<br>costs                           | Operating<br>expenses | Total   | Operating<br>costs                           | Operating<br>expenses | Total   |
| Employee benefits          |  |                       |         |  |                       |         |
| Salary                     | 830,831                                      | 58,932                | 889,763 | 782,304                                      | 57,465                | 839,769 |
| Labor and health insurance | 70,572                                       | 4,474                 | 75,046  | 63,887                                       | 4,144                 | 68,031  |
| Pension                    | 39,236                                       | 3,882                 | 43,118  | 36,961                                       | 2,557                 | 39,518  |
| Remuneration of directors  | -  | 4,153                 | 4,153   | -  | 3,891                 | 3,891   |
| Others                     | 72,349                                       | 3,069                 | 75,418  | 70,612                                       | 3,035                 | 73,647  |
| Depreciation               | 151,718                                      | 27,404                | 179,122 | 151,125                                      | 25,993                | 177,118 |
| Amortization               | 2,538  | 1,167                 | 3,705   | 2,429  | 1,340                 | 3,769   |

(b) Seasonality of operations

The Company's operations were not affected by seasonality or cyclical factors.

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**EVERGREEN AVIATION TECHNOLOGIES CORPORATION**

**Notes to Consolidated Financial Statements**

**(13) Other disclosures**

**(a) Information on significant transactions:**

The following is the information on the Company's significant transactions required by the "Regulations Governing the Preparation of Financial Reports by Securities Issuers" for the three months ended March 31, 2025:

- (i) Loans to other parties: None.
- (ii) Guarantees and endorsements for other parties: None.
- (iii) Significant securities held as of March 31, 2025 (excluding investment in subsidiaries, associates and joint ventures): None.
- (iv) Related-party transactions for purchases and sales with amounts exceeding the lower of NT\$100 million or 20% of the capital stock:

| Name of company                       | Related party     | Nature of relationship      | Transaction details |           |                                     |               | Transactions with terms different from others |               | Notes/accounts receivable (payable) | Percentage of total notes/accounts receivable (payable) | Note |
|---------------------------------------|-------------------|-----------------------------|---------------------|-----------|-------------------------------------|---------------|---|---------------|-------------------------------------|---|------|
|                                       |                   |                             | Purchases / sales   | Amount    | Percentage of total purchases/sales | Payment terms | Unit price                                    | Payment terms |                                     |   |      |
| Evergreen Aviation Technologies Corp. | EVA Airways Corp. | Parent company              | Sales               | 1,401,736 | 33.46                               | 60 days       | -   |               | 918,218                             | 22.99   |      |
| "                                     | Uni Airways Corp. | Juristic person shareholder | Sales               | 120,334   | 2.87                                | 60 days       | -   |               | 122,122                             | 3.06  |      |

- (v) Receivables from related parties with amounts exceeding the lower of NT\$100 million or 20% of the capital stock:

| Name of company                       | Related party                      | Nature of relationship      | Ending balance | Turnover rate | Overdue |              | Amounts received in subsequent period | Allowance for impairment loss |
|---------------------------------------|------------------------------------|-----------------------------|----------------|---------------|---------|--------------|---------------------------------------|-------------------------------|
|                                       |                                    |                             |                |               | Amount  | Action taken |                                       |                               |
| Evergreen Aviation Technologies Corp. | EVA Airways Corp.                  | Parent company              | 919,070        | 5.52          | -       | -            | 919,070                               | -                             |
| "                                     | Uni Airways Corp.                  | Juristic person shareholder | 122,308        | 4.03          | -       | -            | 96,676                                | -                             |
| "                                     | GE Evergreen Engine Services Corp. | Associates                  | 128,257        | 2.14          | -       |              | 49,378                                | -                             |

- (vi) Business relationships and significant inter-company transactions : None.

**(b) Information on investees:**

The following is the information on investees for the three months ended March 31, 2025 (excluding information on investees in Mainland China):

| Name of investor                      | Name of investee                                 | Location   | Main businesses and products                      | Original investment amount |                   | Balance as of March 31, 2025 |                 |            | Net income (losses) of investee | Share of profits/losses of investee | (In Thousands) Note |
|---------------------------------------|--|--|---|----------------------------|-------------------|------------------------------|-----------------|------------|---------------------------------|-------------------------------------|---------------------|
|                                       |  |  |   | March 31, 2025             | December 31, 2024 | Shares (In thousands)        | Ratio of shares | Book value |                                 |                                     |                     |
| Evergreen Aviation Technologies Corp. | GE Evergreen Engine Services Corp.               | No. 8, Hangzhan S. Rd., Dayuan Dist., Taoyuan City 337041, Taiwan (R.O.C.)                   | Maintenance of aircraft engines and engine parts. | 2,032,845                  | 2,032,845         | 203,285                      | 49.00 %         | 1,202,852  | (403,380)                       | (197,656)                           | Note 1              |
| "                                     | Spirit Evergreen Aftermarket Solutions Co., Ltd. | 4 F., No. 2, Hangzhan S. Rd., Puxin Vil., Dayuan Dist., Taoyuan City 337041, Taiwan (R.O.C.) | Maintenance of aircraft components.               | 111,552                    | 111,552           | 11,155                       | 49.00 %         | 137,119    | 16,280                          | 7,977                               | Note 1              |
| "                                     | Ever Superior Technologies Corporation           | 2F, No. 528, Sec. 1, Chenggong Rd., Guanyin Dist., Taoyuan City 328453, Taiwan (R.O.C.)      | Chemical surface treatment of metal products.     | 63,000                     | 63,000            | 6,300                        | 35.00 %         | 8,991      | (7,368)                         | (2,579)                             | Note 1              |

Note 1: Investee company accounted for under the equity method.

**(c) Information on investment in mainland China: None.**

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**Notes to Consolidated Financial Statements**

**(14) Segment information**

There were no significant changes in the Company's division, as well as the profit and loss measurement basis, as disclosed in the note 14 in the financial statements for the year ended December 31, 2024.

The Company's operating segment information and reconciliation are as follows:

|  | <b>For the three months ended March 31, 2025</b> |                              |                                       |                  |
|--|--|------------------------------|---------------------------------------|------------------|
|  | <b>Maintenance segment</b>                       | <b>Manufacturing segment</b> | <b>Reconciliation and elimination</b> | <b>Total</b>     |
| Revenue from external customers          | \$ 3,369,785                                     | 819,867                      | -                                     | 4,189,652        |
| Intersegment revenue                     | 2,006  | 1,164                        | (3,170)                               | -                |
| Total revenue                            | <b>\$ 3,371,791</b>                              | <b>821,031</b>               | <b>(3,170)</b>                        | <b>4,189,652</b> |
| <b>Reportable segment profit or loss</b> | <b>\$ 730,867</b>                                | <b>(33,589)</b>              | <b>-</b>                              | <b>697,278</b>   |

Total reportable segment revenue for the three months ended March 31, 2025, was deducted the intersegment revenue by \$3,170 thousand.

|  | <b>For the three months ended March 31, 2024</b> |                              |                                       |                  |
|--|--|------------------------------|---------------------------------------|------------------|
|  | <b>Maintenance segment</b>                       | <b>Manufacturing segment</b> | <b>Reconciliation and elimination</b> | <b>Total</b>     |
| Revenue from external customers          | \$ 2,874,218                                     | 824,066                      | -                                     | 3,698,284        |
| Intersegment revenue                     | 2,794  | 652                          | (3,446)                               | -                |
| Total revenue                            | <b>\$ 2,877,012</b>                              | <b>824,718</b>               | <b>(3,446)</b>                        | <b>3,698,284</b> |
| <b>Reportable segment profit or loss</b> | <b>\$ 603,960</b>                                | <b>32,190</b>                | <b>-</b>                              | <b>636,150</b>   |

Total reportable segment revenue for the three months ended March 31, 2024, was deducted the intersegment revenue by \$3,446 thousand.