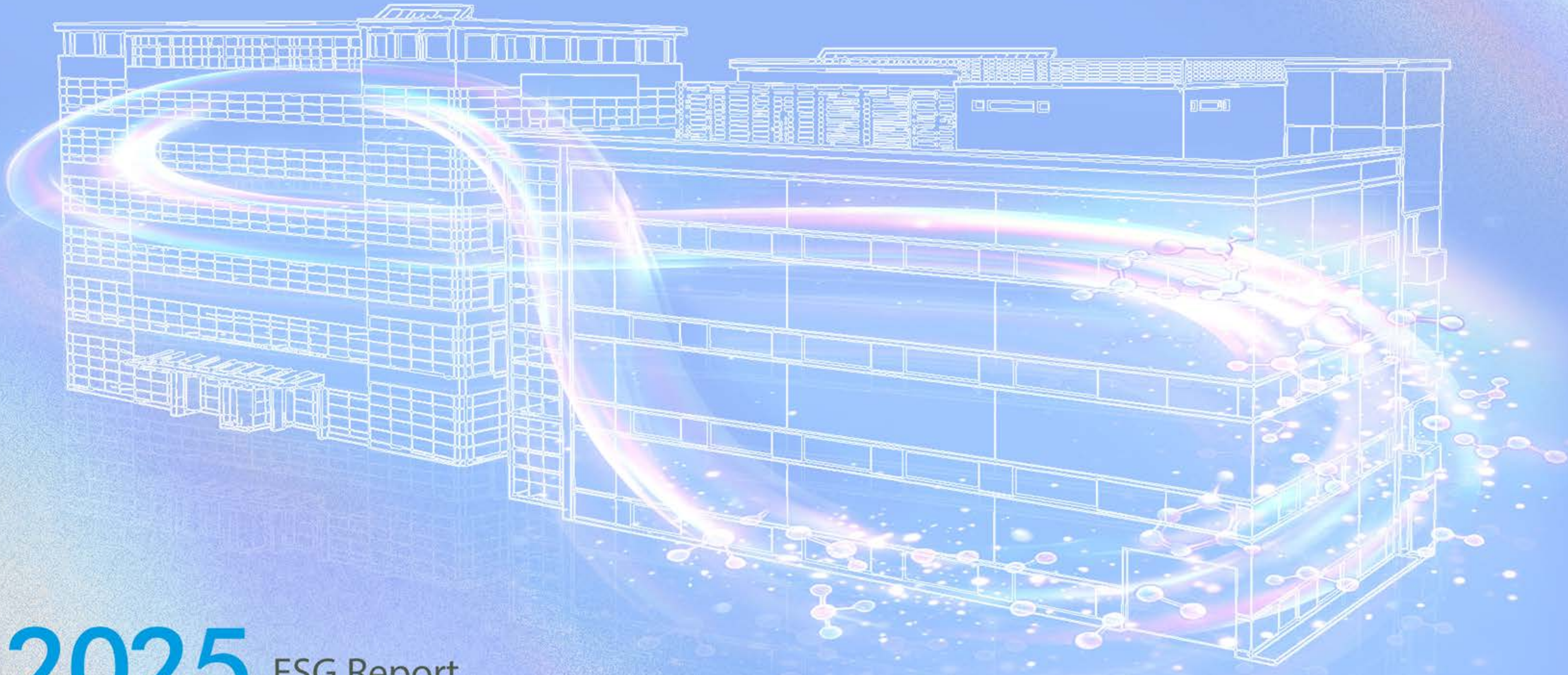
DAXIN

A Materials Design House, and More.



2025 ESG Report

Appendix

Appendix 1: GRI Index

Daxin Materials has reported on ESG information for the period January 1 to December 31, 2025 in accordance with GRI Standards. This report has been prepared in accordance with GRI 1: Foundation 2021.

General Disclosure Items

Disclosure Item	Chapter in the Report	Page
GRI 2: General Disclosures 2021		
The Organization and Its Reporting Practices		
2-1 Organization details	About Daxin	7
2-2 Entities included in the organization's sustainability reporting	About The Report	3
2-3 Reporting period, frequency and contact point	About The Report	3
2-4 Restatements of information	About The Report	3
2-5 External assurance	About The Report	3
Activities and Workers		
2-6 Activities, value chain and other business relationships	About Daxin	7
2-7 Employees	5.1 Talent Sustainability	74
2-8 Workers who are not employees	5.1 Talent Sustainability	74
Governance		
2-9 Governance structure and composition	2.1 Corporate Governance	16
2-10 Nomination and selection of the highest governance body	2.1 Corporate Governance	16
2-11 Chair of the highest governance body	2.1 Corporate Governance	16
2-12 Role of the highest governance body in overseeing the management of impacts	1.1 Sustainability Organization & Operations	9
2-13 Delegation of responsibility for managing impacts	1.1 Sustainability Organization & Operations	9
2-14 Role of the highest governance body in sustainability reporting	1.1 Sustainability Organization & Operations	9
2-15 Conflicts of interest	2.1 Corporate Governance	16
2-16 Communication of critical concerns	2.1 Corporate Governance	16
2-17 Collective knowledge of the highest governance body	2.1 Corporate Governance	16
2-18 Evaluation of the performance of the highest governance body	2.1 Corporate Governance	16
2-19 Remuneration policies	2.1 Corporate Governance	16
2-20 Process to determine remuneration	2.1 Corporate Governance	16
2-21 Annual total compensation ratio	5.1 Talent Sustainability	74

Disclosure Item	Chapter in the Report	Page
GRI 2：General Disclosure 2021		
Strategy, Policies and Practices		
2-22 Statement on sustainable development strategy	Letter from Our Chairman	4
2-23 Policy commitments	2.3 Business Integrity	21
	5.1 Talent Sustainability	74
2-24 Embedding policy commitments	2.3 Business Integrity	21
	5.1 Talent Sustainability	74
2-25 Processes to remediate negative impacts	1.2 Stakeholder Engagement	10
	2.4 Risk Management	23
	5.1 Talent Sustainability	74
2-26 Mechanisms for seeking advice and raising concerns	2.3 Business Integrity	21
	5.1 Talent Sustainability	74
2-27 Compliance with laws and regulations	2.3 Business Integrity	21
	5.1 Talent Sustainability	74
2-28 Membership associations	About Daxin	7
Stakeholder Engagement		
2-29 Approach to stakeholder engagement	1.2 Stakeholder Engagement	10
2-30 Collective bargaining agreements	5.1 Talent Sustainability	74
GRI 3：Major Topics 2021		
Material Topics		
3-1 Process to determine material topics	1.3 Material Topic Analysis	12
3-2 List of material topics	1.3 Material Topic Analysis	12

Material Topic Disclosure

Standard	Disclosure Item	Chapter in the Report	Page
Specific Topic: Economic Aspect			
Procurement Practices			
3-3 Management of material topics		2.6 Supply Chain Management	28
GRI 204：Procurement Practices 2016	204-1 Proportion of spending on local suppliers	2.6 Supply Chain Management	28
Specific Topic: Environmental Aspect			
Energy			
3-3 Management of material topics		4 Green Manufacturing	43
GRI 302: Energy 2016	302-1 Energy consumption within the organization	4.3 Energy Management	59
	302-3 Energy intensity	4.3 Energy Management	59
	302-4 Reduction of energy consumption	4.3 Energy Management	59
	302-5 Reductions in energy requirements of products and services	4.3 Energy Management	59
Emissions			
3-3 Management of material topics		4 Green Manufacturing	43
GRI 305: Emissions 2016	305-1 Direct (Scope 1) GHG emissions	4.2 Greenhouse Gas Management	51
	305-2 Energy indirect (Scope 2) GHG emissions	4.2 Greenhouse Gas Management	51
	305-3 Other indirect (Scope 3) GHG emissions	4.2 Greenhouse Gas Management	51
	305-4 GHG emissions intensity	4.2 Greenhouse Gas Management	51
	305-5 Greenhouse Gas Emissions Reduction	4.2 Greenhouse Gas Management	51
	305-7 Nitrogen oxides (NOx), sulfur oxides (SOx), and other significant air emissions	4.4 Pollution Prevention and Control	63
Waste			
3-3 Management of material topics		4 Green Manufacturing	43
GRI 306: Waste 2020	306-1 Waste generation and significant waste-related impacts	4.5 Resource Circularity	65
	306-2 Management of significant waste-related impacts	4.5 Resource Circularity	65
	306-3 Waste generated	4.5 Resource Circularity	65
	306-4 Waste diverted from disposal	4.5 Resource Circularity	65
	306-5 Waste directed to disposal	4.5 Resource Circularity	65

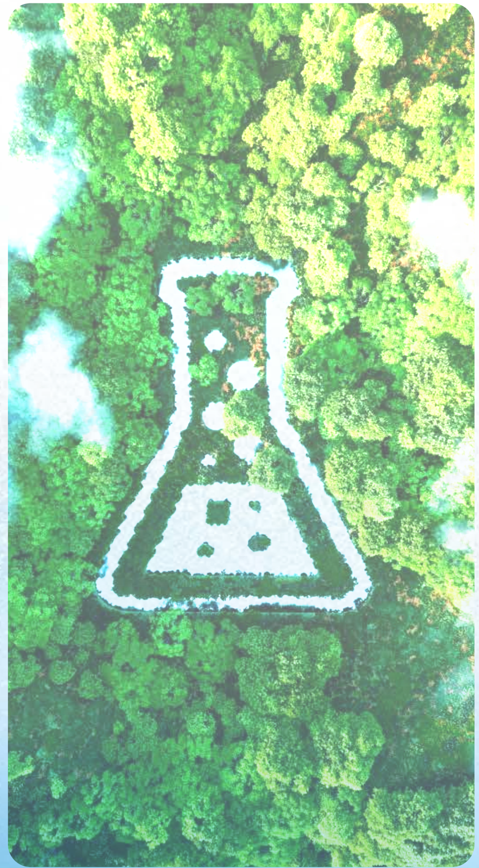
Standard	Disclosure Item	Chapter in the Report	Page
Supplier Environmental Assessment			
3-3 Management of material topics		2.6 Supply Chain Management	28
GRI 308: Supplier Environmental Assessment 2016	308-1 New suppliers that were screened using environmental criteria	2.6 Supply Chain Management	28
	308-2 Negative environmental impacts in the supply chain and actions taken	2.6 Supply Chain Management	28
Specific Topic: Social Aspect			
Employment			
3-3 Management of material topics		5.1 Talent Sustainability	74
GRI 401: Employment 2016	401-1 New employee hires and employee turnover	5.1 Talent Sustainability	74
	401-2 Benefits provided to full-time employees that are not provided to temporary or part-time employees	5.1 Talent Sustainability	74
	401-3 Parental leave	5.1 Talent Sustainability	74
Labor/Management Relations			
3-3 Management of material topics		5.1 Talent Sustainability	74
GRI 402: Labor/ Management Relations2016	402-1 Minimum notice periods regarding operational changes	All major operational notifications of the company are handled in accordance with local laws and regulations.	–
Occupational Safety and Health			
3-3 Management of material topics		5.3 Health and Safety	98
GRI 403	403-1 Occupational health and safety management system	5.3 Health and Safety	98
	403-2 Hazard identification, risk assessment, and incident investigation	5.3 Health and Safety	98
	403-3 Occupational health services	5.1 Talent Sustainability	74
	403-4 Worker participation, consultation, and communication on occupational health and safety	5.3 Health and Safety	98
	403-5 Worker training on occupational health and safety	5.3 Health and Safety	98
	403-6 Promotion of worker health	5.1 Talent Sustainability	74
	403-7 Prevention and mitigation of occupational health and safety impacts directly linked by business relationships	5.3 Health and Safety	98
	403-8 Workers covered by an occupational health and safety management system	5.3 Health and Safety	98
	403-9 Work-related injuries	5.3 Health and Safety	98
	403-10 Work-related ill health	5.1 Talent Sustainability	74

Standard	Disclosure Item	Chapter in the Report	Page
Training and Education			
3-3 Management of material topics		5.1 Talent Sustainability	74
GRI 404: Training and Education 2016	404-1 Average hours of training per year per employee	5.1 Talent Sustainability	74
	404-2 Programs for upgrading employee skills and transition assistance programs	5.1 Talent Sustainability	74
	404-3 Percentage of employees receiving regular performance and career development reviews	5.1 Talent Sustainability	74
Diversity and Equal Opportunity			
3-3 Management of material topics		5.1 Talent Sustainability	74
GRI 405：Diversity and Equal Opportunity 2016	405-1 Diversity of governance bodies and employees	2.1 Corporate Governance	16
		5.1 Talent Sustainability	74
	405-2 Ratio of basic salary and remuneration of women to men	5.1 Talent Sustainability	74
Local Communities			
3-3 Management of material topics		5.2 Social Engagement	92
GRI 413: Local Communities 2016	413-1 Operations with local community engagement, impact assessments, and development programs	5.2 Social Engagement	92
	413-2 Operations with significant actual and potential negative impacts on local communities	No significant negative impact operational activities during the reporting year	–
Supplier Social Assessment			
3-3 Management of material topics		2.6 Supply Chain Management	28
GRI 414: Supplier Social Assessment 2016	414-1 New suppliers that were screened using social criteria	2.6 Supply Chain Management	28
	414-2 Negative social impacts in the supply chain and actions taken	2.6 Supply Chain Management	28
Research and Innovation			
3-3 Management of material topics		3 Research and Innovation	36
Customer Service			
3-3 Management of material topics		2.5 Customer Service	26

Specific Topic Disclosure Items

Standard	Disclosure Item	Chapter in the Report	Page
Other Topics			
Economic Performance			
GRI 201: Economic Performance 2016	201-1 Direct economic value generated and distributed	2.2 Financial Performance	19
	201-2 Financial implications and other risks and opportunities due to climate change	4.1 Climate Action	45
	201-3 Defined benefit plan obligations and other retirement plans	5.1 Talent Sustainability	74
Anti-Corruption			
GRI 205: Anti-corruption 2016	205-2 Communication and training about anti-corruption policies and procedures	2.3 Business Integrity	21
	205-3 Confirmed incidents of corruption and actions taken	2.3 Business Integrity	21
Tax			
GRI 207: Tax 2019	207-1 Approach to tax	2.2 Financial Performance	19
	207-2 Tax governance, control, and risk management	2.2 Financial Performance	19
Material			
GRI 301: Materials 2016	301-1 Materials used by weight or volume	4.5 Resource Circularity	65
	301-2 Recycled input materials used	4.5 Resource Circularity	65
	301-3 Reclaimed products and their packaging materials	4.5 Resource Circularity	65
Water and Effluent			
GRI 303: Water and Effluents 2018	303-1 Interactions with water as a shared resource	4.5 Resource Circularity	65
	303-2 Management of water discharge-related impacts	4.5 Resource Circularity	65
	303-3 Water withdrawal	4.5 Resource Circularity	65
	303-4 Water discharge	4.5 Resource Circularity	65
	303-5 Water consumption	4.5 Resource Circularity	65
Non-discrimination			
GRI 406: Non-discrimination 2016	406-1 Incidents of discrimination and corrective actions taken	5.1 Talent Sustainability	74

Standard	Disclosure Item	Chapter in the Report	Page
Freedom of Association and Collective Bargaining			
GRI 407: Freedom of Association and Collective Bargaining 2016	407-1 Operations and suppliers in which the right to freedom of association and collective bargaining may be at risk	5.1 Talent Sustainability	74
Child Labor			
GRI 408: Child Labor 2016	408-1 Operations and suppliers at significant risk for incidents of child labor	5.1 Talent Sustainability	74
Forced or Compulsory Labor			
GRI 409: Forced or Compulsory Labor 2016	409-1 Operations and suppliers at significant risk for incidents of forced or compulsory labor	5.1 Talent Sustainability	74
Security Practices			
GRI 410: Security Practices 2016	410-1 Security personnel trained in human rights policies or procedures	5.1 Talent Sustainability	74
Public Policy			
GRI 415: Public Policy 2016	415-1 Political contributions	No political donations for the reporting year.	–
Marketing and Labeling			
GRI 417: Marketing and Labeling 2016	417-1 Requirements for product and service information and labeling	2.5 Customer Service	26
	417-2 Incidents of non-compliance concerning product and service information and labeling	2.5 Customer Service	26
	417-3 Incidents of non-compliance concerning marketing communications	2.5 Customer Service	26
Customer Privacy			
GRI 418：Customer Privacy 2016	418–1 Substantiated complaints concerning breaches of customer privacy and losses of customer data	No complaints regarding infringement of customer privacy or loss of customer data were received during the reporting year.	–



Appendix 2: SASB Standards Index Table

Daxin Materials has reported on ESG information for the period January 1 to December 31, 2025 in accordance with SASB Standards.

SASB Industry: RT-CH

SASB Indicator	Disclosure Items	Report Content or Description
Greenhouse Gas Emissions		
RT-CH-110a.1	Gross global Scope 1 emissions	673 tCO_2e
	Percentage covered under emissions-limiting regulations	0%
RT-CH-110a.2	Discussion of long- and short-term strategy or plan to manage Scope 1 emissions, emissions reduction targets, and an analysis of performance against those targets	Please refer to 4.2 Greenhouse Gas Management
Air Emissions		
RT-CH-120a.1	Nitrogen oxides (NOx)	1.386 metric tons
	Sulfur oxides (SOx)	0.616 metric tons
	Volatile organic compounds (VOCs)	5.781 metric tons
	Hazardous air pollutants (HAPs)	The stationary source operating permits for Daxin's Chungke and Chungkang plants do not include HAPs as a required monitoring item.
Energy Management		
RT-CH-130a.1 Note1	Total energy consumed	47,997 GJ
	Percentage grid electricity	98%
	Percentage renewable energy	2.50%
	Total self-generated energy	671 GJ
	Daxin has installed solar PV systems with a total capacity of 453.59 kW. In 2025, energy-saving improvement projects were implemented, including replacement of high-energy-consuming equipment, to improve energy efficiency. Please refer to 4.3 Energy Management.	

SASB Indicator	Disclosure Items	Report Content or Description
Water Management		
RT-CH-140a.1	Total water withdrawn; percentage in regions with high or extremely high baseline water stress	152 thousand cubic meters; 0%
	Total water consumed; percentage in regions with high or extremely high baseline water stress	65 thousand cubic meters; 0%
RT-CH-140a.2	Number of incidents of non-compliance associated with water quality permits, standards and regulations	0 incidents
RT-CH-140a.3	Description of water management risks and discussion of strategies and practices to mitigate those risks	Please refer to 4.5 Resource Circularity
Hazardous Waste Management		
RT-CH-150a.1	Amount of hazardous waste generated	896 metric tons
	Percentage recycled	69%
Community Relations		
RT-CH-210a.1	Discussion of engagement processes to manage risks and opportunities associated with community interests	All plant sites are not adjacent to any communities; not applicable.
Worker Health & Safety		
RT-CH-320a.1	Total recordable incident rate (TRIR) — direct employees	0.23
	Fatality rate — direct employees	0
	Total recordable incident rate (TRIR) — contract employees	0
	Fatality rate — contract employees	0
RT-CH-320a.2	Description of efforts to assess, monitor, and reduce exposure of employees and contract workers to long-term (chronic) health risks	Please refer to 5.3 Health and Safety
Product Design for Use-Phase Efficiency		
RT-CH-410a.1	Revenue from products designed for use-phase resource efficiency	Non-end product; not applicable.

SASB Indicator	Disclosure Items	Report Content or Description
Genetically Modified Organisms		
RT-CH-410b.1	Percentage of products by revenue that contain GHS Category 1 and 2 Health and Environmental Hazardous Substances	97%
	Percentage of such products that have undergone a hazard assessment	100%
RT-CH-410b.2	Discussion of strategy to manage chemicals of concern and develop alternatives with reduced human and/or environmental impact	A management method for hazardous substances in green products has been established, and high-concern chemicals are classified as regulated chemicals for assessment and control.
Genetically Modified Organisms		
RT-CH-410c.1	Percentage of products by revenue that contain genetically modified organisms (GMOs)	Our company has no genetically modified products; not applicable.
Management of Legal & Regulatory Environment		
RT-CH-530a.1	Discussion of corporate positions related to government regulations and/or policy proposals that address environmental and social factors affecting the industry	In compliance with government environmental policies, Daxin adheres to carbon reduction and pollution prevention regulations and participates in relevant communications and consultations as appropriate.
Operational Safety, Emergency Preparedness & Response		
RT-CH-540a.1 Note 2	Process Safety Incidents Count (PSIC)	0 incidents
	Process Safety Total Incident Rate (PSTIR)	0
	Process Safety Incident Severity Rate (PSISR)	0
RT-CH-540a.2 Note 3	Number of transport incidents	No transportation accidents occurred.

Note 1: RT-CH-130a.1 — Efforts to reduce energy consumption and/or improve energy efficiency during the production process.

Note 2: RT-CH-540a.1 — Should describe incidents of severity level 1 or 2, including root causes, outcomes, and corrective actions taken.

Note 3: RT-CH-540a.2 — Should describe significant transportation incidents, including root causes, outcomes, and corrective actions taken.

SASB Industry: TC-HW

SASB Indicator	Disclosure Items	Report Content or Description
Product Safety		
TC-HW-230a.1	Description of approach to identifying and addressing data security risks in products	The Company's products are upstream chemical materials for optoelectronics and semiconductors; not applicable.
Employee Diversity & Inclusion		
TC-HW-330a.1	Percentage of gender and racial/ethnic group representation for (1) management, (2) technical staff, and (3) all other employees Note 4	Please refer to 5.1 Talent Sustainability
Product Lifecycle Management		
TC-HW-410a.1	Percentage of products by revenue that contain IEC 62474 declarable substances Note 5	Non-end product; not applicable.
TC-HW-410a.2	Percentage of eligible products, by revenue, meeting the requirements for EPEAT registration or equivalent Note 6	
TC-HW-410a.3	Percentage of eligible products, by revenue, certified to an energy efficiency certification	
TC-HW-410a.4	Weight of end-of-life products and e-waste recovered; percentage recycled	
Supply Chain Management		
TC-HW-430a.1	Percentage of Tier 1 supplier facilities audited in the RBA Validated Audit Process (VAP) or equivalent, by (a) all facilities and (b) high-risk facilities	Referring to RBA standards, Daxin promotes the supplier sustainability management self-assessment system. Please refer to 2.6 Supply Chain Management.
TC-HW-430a.2	Tier 1 suppliers' (1) non-conformance rate with the RBA Validated Audit Process (VAP) or equivalent, and (2) associated corrective action rate for (a) priority non-conformances and (b) other non-conformances	
Materials Sourcing		
TC-HW-440a.1	Description of the management of risks associated with the use of critical materials	Please refer to 2.6 Supply Chain Management

Note 4: TC-HW-330a.1 - Description of the company's policies and programs to promote employee equality.

Note 5: TC-HW-410a.1 - Should include management methods for the use of IEC 62474 declarable substances.

Note 6: TC-HW-410a.2 - Should include an explanation of incorporating environmental protection principles into product design.

Appendix 3: TWSE Sustainability Disclosure Index – Optoelectronics Industry

Code	Activity Metrics	Category	Annual Disclosure	Unit	Note
1	**Amount of total energy consumed, percentage grid electricity, and percentage renewable energy**	Quantitative	Total energy consumption: 47,997 GJ; Percentage of purchased electricity: 98%; Renewable energy usage rate: 2.5%	Gigajoules (GJ), Percentage (%)	Audited by KPMG Limited Assurance
2	**Amount of total water withdrawn and total water consumed**	Quantitative	Total water withdrawn: 152 thousand cubic meters; Total water consumed: 65 thousand cubic meters	Thousand cubic meters (1,000 m³)	
3	**Amount of hazardous waste generated, percentage recycled**	Quantitative	Weight of hazardous waste generated: 896 metric tons; Percentage of hazardous waste recycled: 94%	Metric ton (t), Percentage (%)	
4	**Description of the type, number, and rate of work-related injuries**	Quantitative	Number of occupational accidents: 1; Type of occupational injury: laceration; Occupational accident rate: 1.14 [Note 1]	Quantity, Rate	
5	**Description of the management of product lifecycle, weight of end-of-life products and e-waste recovered, percentage recycled**	Quantitative	Not applicable	Metric ton (t), Percentage (%)	–
6	**Description of the management of risks associated with the use of critical materials**	Qualitative	To implement the management requirements for suppliers not to use conflict minerals, written or on-site audits are conducted for Key and Critical Raw Material Suppliers. In 2025, all audited suppliers completed a 100% guarantee of non-use of conflict minerals.	Not applicable	–
7	**Total amount of monetary losses as a result of legal proceedings associated with anticompetitive behavior regulations**	Quantitative	0	Reporting currency	–
8	**Number of units produced by product category**	Quantitative	The products manufactured by the Company are customized according to customer specifications and flexibly adjusted based on customer requirements. Production volume data is therefore not comparable and not applicable.	Varies by product type	–

Note 1: Refers to the Frequency Rate (FR) of disabling injuries, calculated as (the number of recordable occupational injuries, including fatalities and cases of severe occupational injury) / (work hours) * 1,000,000

Appendix 4: TWSE-listed & OTC-listed Companies' Climate Information

Item	Chapter in the Report /Response	Page
1. Description of the Board of Directors and management's supervision and governance of climate-related risks and opportunities.	4.1 Climate Action	45
2. Describe how the identified climate risks and opportunities affect the company's business, strategy, and finances (short-term, mid-term, long-term).		
3. Describe the impact of extreme climate events and transition actions on finances.		
4. Describe how the identification, assessment, and management process of climate risks is integrated into the overall risk management system.		
5. If scenario analysis is used to assess resilience to climate change risks, the scenarios, parameters, assumptions, analytical factors, and main financial impacts should be described.		
6. If there are transition plans to address the management of climate-related risks, describe the content of the plan, as well as the indicators and targets used to identify and manage physical risks and transition risks.		
7. If internal carbon pricing is used as a planning tool, the basis for price setting should be explained.	Included in future long-term planning	–
8. If climate-related goals are set, information on the covered activities, GHG emission categories, planning period, and annual progress should be provided. If carbon offsets or Renewable Energy Certificates (RECs) are used to achieve these goals, the source and quantity of the offset carbon reductions or the number of RECs should be specified.	4.1 Climate Action	45
9. GHG inventory and verification situation	4.2 Greenhouse Gas Management	51

Appendix 5: UN Global Compact Comparison Table

Category	Principle	Corresponding Section	Page
Human rights	Businesses should support and respect the protection of internationally proclaimed human rights.	5.1 Talent Sustainability	74
	Make sure that they are not complicit in human rights abuses.		
Labor	Businesses should uphold the freedom of association and the effective recognition of the right to collective bargaining.	5.1 Talent Sustainability	74
	The elimination of all forms of forced and compulsory labor.		
	The effective abolition of child labor.		
	The elimination of discrimination in respect of employment and occupation.		
Environment	Businesses should support a precautionary approach to environmental challenges.	4 Green Manufacturing	43
	Undertake initiatives to promote greater environmental responsibility.		
	Encourage the development and diffusion of environmentally friendly technologies.		
Anti-corruption	Businesses should work against corruption in all its forms, including extortion and bribery.	2.3 Business Integrity	21

Appendix 6: ISO 26000 Comparison Table

Topic	Principle	Corresponding Section	Page
Governance Organization	Decision and implementation system for execution of objectives	2.1 Corporate Governance	16
Human Rights	Compliance audit	2.3 Business Integrity	21
	Risk situation of human rights	5.1 Talent Sustainability	74
	Complicit relationship prevention direct, interested and implied complicit relationships	2.1 Corporate Governance	16
		2.3 Business Integrity	21
	Resolve labor complaints	5.1 Talent Sustainability	74
	Discriminated and disadvantaged groups	5.1 Talent Sustainability	74
	Citizen and political rights	5.1 Talent Sustainability	74
	Economic society and culture rights	5.1 Talent Sustainability	74
	Basic rights of working	5.1 Talent Sustainability	74
Labor Practice	Employment and employment relationship	5.1 Talent Sustainability	74
	Working criteria and social protection	5.1 Talent Sustainability	74
	Social dialogue	5.1 Talent Sustainability	74
	Work health and safety	5.3 Health and Safety	98
	Personnel development and training	5.1 Talent Sustainability	74

Topic	Principle	Corresponding Section	Page
Environment	Pollution prevention	4.4 Pollution Prevention and Control	63
	Sustainable resource utilization	4.5 Resource Circularity	65
	Lessening and adapting to climate change	4.1 Climate Action	45
	Protection and restoration of the natural environment	4 Green Manufacturing	43
Fair Operating Practices	Anti-corruption	2.3 Business Integrity	21
	Responsible political participation	Did not participate in political activities during the reporting year	–
	Fair Competition	2.3 Business Integrity	21
	Promoting Social Responsibility in the Value Chain	2.6 Supply Chain Management	28
	Respect intellectual property rights	3.2 Intellectual Property Strategy	40
Consumer Issues	Fair Marketing, Information, and Contract Practices	2.5 Customer Service	26
	Protecting consumers' health and safety	2.5 Customer Service	26
	Consumer services, support, complaints, and dispute resolution	2.5 Customer Service	26
	Consumer Data Protection and Privacy	2.4 Risk Management	23
	Provide necessary services	2.5 Customer Service	26

Topic	Principle	Corresponding Section	Page
Social Participation and Development	Community Engagement	5.2 Social Engagement	92
	Education and Culture	5.2 Social Engagement	92
	Creating Employment and Technological Development	3.1 Technological Innovation	36
	Technological Development	3.1 Technological Innovation	36
	Create wealth and income	2.2 Financial Performance	19
	Health	5.1 Talent Sustainability	74
	Social Investment	5.2 Social Engagement	92

Greenhouse Gas Verification Statement

DNV

Independent Verification Opinion

Verification Opinion No.: C843557-2025-AG-TWN-DNV
Issued Place and Date: Taipei, 29 March, 2026
Page 1 of 2

This is to verify initiate reporting of Greenhouse Gas Inventory Management Report (2025) of

DAXIN MATERIALS CORPORATION

Scope of Verification

DNV Business Assurance (DNV) has been commissioned by DAXIN MATERIALS CORPORATION (hereafter "the Organization") to perform a verification of the greenhouse gas statements of Greenhouse Gas Inventory Management Report (2025) (hereafter the "Inventory Report") in Taiwan, R.O.C. with respect to the sites listed as below.

Site	Address
Headquarters (Chungke Plant)	No. 15 Keyuan 1st Rd., Central Taiwan Science Park, Taichung City, Taiwan
Chungkang Branch (ChungKang Plant)	No.2, Jian 8th Rd., Wuqi Dist. Taichung City, Taiwan
Northern Area Branch*	Rm. 85023, 5F.-2, No. 185, Kewang Rd., Longtan Dist., Taoyuan City, Taiwan
Frontier Materials (Samoa) Corporation*	Vistra Corporate Services Centre, Ground Floor NPF Building, Beach road, Apia, Samoa

Following the requirements of the Financial Supervisory Commission, establish a 5% exclusion threshold and exclude the quantified greenhouse gas emissions of branches and subsidiaries.
*Site 3: Northern Branch Office was established for trading and service purposes and does not involve any actual production activities.
*Site 4: The subsidiary company, Frontier, had no actual operations in 2025, resulting in no production activities or carbon emissions.

The Reporting Boundary for the verification including direct GHG emissions and removals, indirect GHG emissions from imported energy, indirect GHG emissions from transportation and indirect GHG emissions from products used by the Organization. The further descriptions for the Reporting Boundary listed in Appendix A.

Verification Criteria and GHG Programme

The verification was performed on the basis of Financial Supervisory Commission Sustainable Development Roadmap Scheme and ISO 14064-1:2018, CNS 14064-1:2021 as well as criteria given to provide for consistent GHG emission identification, calculation, monitoring and reporting. The verification was conducted in accordance with ISO 14066:2023, ISO 14065:2020, ISO14064-3:2019.

Verification Opinion

It is DNV's opinion that the Inventory Report (2025), which was published on March 20, 2026 (Ver. 3), is free from material discrepancies in accordance with the verification criteria identified as stated above. The opinion is decided based on the following approaches,

- For the Direct (Category 1) GHG emissions and Indirect GHG emissions from imported energy (Category 2), the reliability of the information within the Inventory Report (2025) was verified with reasonable level of assurance.
- For the other indirect GHG emissions, the involved information was verified with limited level of assurance.

GHG Verifier:
Jia Hong Jesse Wu

For the issuing office:
DNV Business Assurance Co., Ltd.

Management Representative

The Appendix forms an integral part of this Certificate, which shall be invalid when used without the Appendix.
Lack of fulfilment of conditions as set out in the Verification Agreement may render this Verification invalid. This Verification Opinion is based on the information made available to us and the engagement conditions detailed above. Hence, DNV cannot guarantee the accuracy or correctness of the information. DNV cannot be held liable by any party relying or acting upon this Verification Opinion.
The issuing office : 29Fl, No. 293, Sec. 3, Wenhua Rd., Banqiao District, New Taipei City 220, Taiwan Tel.: +886-2-82537800. https://www.dnv.com/tw/
DNV ZNATW-OP-F50, Rev.14, 2025-03

DNV

Verification Opinion No.: C843557-2025-AG-TWN-DNV
Issued Place and Date: Taipei, 29 March, 2026
Page 2 of 2

Supplement to Verification Opinion

Process and Methodology

The reviews of the Inventory Report and relevant documents, and the subsequent follow-up interviews have provided DNV with sufficient evidence to determine the fulfilment of stated criteria.

Quantification of Greenhouse Gas Emission

The Inventory Report covering the period 1st January, 2025 to 31st December, 2025, it is DNV's opinion that GHG emissions and removals identified within the Reporting Boundary has been included in the Inventory Report as claimed in accordance with the verification criteria identified as stated above, and results in quantification of GHG emissions that are real, transparent and measurable.

Organizational Boundary of Verification

☐ Financial Management Control; ☒ Operational Management Control; ☐ Equity Share

GHGs Verified

☒CO_2 ☒CH_4 ☒N_2O ☒HFCs ☒PFCs ☒SF_6 ☒NF_3

Quantification of Emissions (in tonnes CO2e)

The Global Warming Potential (GWP) defined in IPCC AR6(2021) has been chosen and correctly referred by the Organization.

Category		Chungke Plant	Chungkang Plant	Total Emission (ton CO2e)
Category 1	Direct GHG emissions and removals	355.388	317.318	672.707
1.1	Stationary combustion	0.000	0.000	0.000
1.2	Mobile combustion	14.298	3.104	17.402
1.3	Industrial processes	-	-	-
1.4	Fugitive emissions	341.090	314.125	655.215
Category 2	Indirect GHG emissions from imported energy	2,367.916	3,771.107	6,138.023
Total greenhouse gas emissions in Category 1 & 2		2,723.304	4,088.426	6,811.730
Category 3	Indirect GHG emissions from transportation	80.776	272.329	353.105
3.1	Upstream transport and distribution for goods	15.829	176.476	192.305
3.2	Downstream transport and distribution for goods	17.087	82.550	99.637
3.5	Business travels	44.204	-	44.204
3.6	Transport and distribution for solid waste	3.656	13.303	16.959
Category 4	Indirect GHG emissions from products used by an organization	1,510.034	18,139.461	19,649.495
4.1	Purchased goods and services	842.303	16908.819	17751.122
4.3	Disposal of solid and liquid waste	108.988	346.538	455.526
4.6	Fuel and energy related activities	558.743	884.104	1442.847
Total greenhouse gas emissions in Category 3 & 4		1,590.810	18,411.790	20,002.600
Total				26,814.330

(The Imported Energy Indirect Emissions was calculated based on 2024 electricity emission factor of 0.474 kg CO_2e/kwh, which was announced by Energy Administration, Ministry of Economic Affairs. The Global Warming Potential (GWP) defined in IPCC AR6 (2021) has been chosen and correctly referred by the Organization.)

Type of Opinion

☒ unmodified ☐ modified ☐ adverse

The Appendix forms an integral part of this Certificate, which shall be invalid when used without the Appendix.
Lack of fulfilment of conditions as set out in the Verification Agreement may render this Verification invalid. This Verification Opinion is based on the information made available to us and the engagement conditions detailed above. Hence, DNV cannot guarantee the accuracy or correctness of the information. DNV cannot be held liable by any party relying or acting upon this Verification Opinion.
The issuing office : 29Fl, No. 293, Sec. 3, Wenhua Rd., Banqiao District, New Taipei City 220, Taiwan Tel.: +886-2-82537800. https://www.dnv.com/tw/
DNV ZNATW-OP-F50, Rev.14, 2025-03

TWSAE 3000 Assurance Statement

Independent Limited Assurance Report

To Daxin Materials Corporation:

We were engaged by Daxin Materials Corporation ("Daxin") to provide limited assurance over the selected information ("the Subject Matter Information") on the 2025 Sustainability Report of Daxin ("the Report") for the year ended December 31, 2025.

Applicable Criteria of the Subject Matter Information

Daxin shall prepare the Subject Matter Information in accordance with applicable criteria required by Article 4 of the Taiwan Stock Exchange Corporation Rules Governing the Preparation and Filing of Sustainability Reports by TWSE Listed Companies ("the Regulation"), the Global Reporting Initiative Standards ("GRI Standards") issued by the Global Sustainability Standards Board ("GSSB"), and the Sustainability Accounting Standards Board ("SASB") Standards — Chemicals (RT-CH) industry indicators, as set forth in Appendix I.

Management's Responsibilities

Daxin is responsible for determining its objectives with respect to sustainable development performance and reporting, including the identification of stakeholders and material aspects, and using the applicable criteria to fairly prepare and present the Subject Matter Information. Daxin is also responsible for establishing and maintaining internal controls relevant to the preparation and presentation of the Subject Matter Information that is free from material misstatement, whether due to fraud or error.

Our Responsibilities

We performed our work in accordance with the Standard on Assurance Engagements TWSAE 3000 "Assurance Engagements Other than Audits or Reviews of Historical Financial Information" issued by the Accounting Research and Development Foundation in Taiwan and to issue a limited assurance conclusion on whether the Subject Matter Information is free from material misstatement. Also, we have considered appropriate limited assurance procedures according to the understanding of relevant internal controls in the circumstances, but not for the purposes of expressing a conclusion as to the effectiveness of the internal control over the design or implementation of the Report.

Independence and Standards on Quality Management

We have complied with the independence and other ethical requirements of the Code of Professional Ethics for Certified Public Accountant in the Republic of China, which is founded on the fundamental principles of integrity, objectivity, professional competence and due care, confidentiality, and professional behavior. In addition, we applied Standards on Quality Management. Accordingly, we maintained a comprehensive system of quality management, including documented policies and procedures regarding compliance with ethical requirements and professional standards as well as applicable legal and regulatory requirements.

Summary of Work Performed

As stated in applicable criteria of the Subject Matter Information paragraph, our main work on the selected information included:

- Reading the 2025 Report of Daxin;
- Inquiries with responsible management level and non-management level personnel to understand the operational processes and information systems used to collect and process the Subject Matter Information.
- On the basis of the understanding obtained mentioned above, perform analytical procedures on the Subject Matter Information and if necessary, inspect related documents to gather sufficient and appropriate evidence in a limited assurance engagement.

The work described above is based on professional judgment and consideration of the level of assurance and our assessment of the risk of material misstatement of the Subject Matter Information, whether due to fraud or error. We believe that the work performed and evidence we have obtained are sufficient and appropriate to provide a basis of our conclusion. However, the work performed in a limited assurance engagement varies in nature and timing from, and is less in extent than for, a reasonable assurance engagement. Consequently, the level of assurance obtained in a limited assurance engagement is substantially lower than the assurance that would have been obtained had a reasonable assurance engagement been performed.

Inherent limitations

The Report for the year ended December 31, 2025 includes the disclosures of non-financial information that involved significant judgments, assumptions and interpretations by the management of Daxin. Therefore, the different stakeholders may have different interpretations of such information.

Conclusion

Based on the work we have performed and the evidence we have obtained, as described above, nothing has come to our attention that causes us to believe that the Subject Matter Information has not been properly prepared, in all material aspects, in accordance with the applicable criteria.

Other Matters

We shall not be responsible for conducting any further assurance work for any change of the subject matter information or the criteria applied after the issuance date of this report.

KPMG

Taipei, Taiwan (Republic of China)

Aug. 12, 2025

Notes to readers

The limited assurance report and the accompanying selected information 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 limited assurance report and the selected information, the Chinese version shall prevail.

Appendix I：Summary of the Subject Matter Information

No.	Corresponding Section	Subject Matter Information	Applicable Criteria
1	4.3 Energy Management / Appendix 3: TWSE Sustainability Disclosure Index – Optoelectronics Industry	Total energy consumption: 47,997 GJ Percentage of purchased electricity: 98% Renewable energy usage rate: 2.5% Self-generated energy: 671 GJ Daxin has installed solar PV systems with a total capacity of 453.59 kW. In 2025, energy-saving improvement projects were implemented, including replacement of high-energy-consuming equipment, to improve energy efficiency.	Taiwan Stock Exchange Corporation Rules Table 1-10 No.1 Total energy consumption, percentage of purchased electricity, and renewable energy SASB RT-CH-130a.1: (1) Total energy consumed, (2) percentage grid electricity, (3) percentage renewable energy, and (4) total self-generated energy.
2	4.5 Resource Circularity / Appendix 3: TWSE Sustainability Disclosure Index – Optoelectronics Industry/ Appendix 2: SASB Standards Index Table	Total water withdrawn: 152 thousand cubic meters Percentage in regions with high or extremely high baseline water stress: 0% Total water consumed: 65 thousand cubic meters Percentage in regions with high or extremely high baseline water stress: 0%	Taiwan Stock Exchange Corporation Rules Table 1-10 No.2 Total water withdrawn, total water consumed SASB RT-CH-140a.1: (1) Total water withdrawn, percentage in regions with high or extremely high baseline water stress; (2) total water consumed, percentage in regions with high or extremely high baseline water stress.
3	4.5 Resource Circularity / Appendix 3: TWSE Sustainability Disclosure Index – Optoelectronics Industry	Total amount of hazardous industrial wastes generated：896 metric tons Rate of hazardous industrial wastes：94 %	Taiwan Stock Exchange Corporation Rules Table 1-10 No.3 Total amount of hazardous wastes generated and percentage recycled.
4	5.3 Health and Safety / Appendix 3: TWSE Sustainability Disclosure Index – Optoelectronics Industry	Number of employees in occupational accidents：1 Type of employees in occupational accidents：Laceration Rate of occupational accidents：1.14 (Note) Note：Refers to the Disability Injury Frequency Rate (FR), calculated as: (Number of recordable occupational injuries — including fatalities and severe occupational injuries — divided by total work hours) × 1,000,000.	Taiwan Stock Exchange Corporation Rules Table 1-10 No.4 Number, types, and incidence rate of occupational accidents among employees
5	4.4 Pollution Prevention and Control	Volatile Organic Compounds (VOCs): 5,781 kg Total Suspended Particles (TSP): 116 kg Sulfur Oxides (SOx): 616 kg Nitrogen Oxides (NOx): 1,386 kg Note 1: Air pollutant emissions represent combined totals from Chungke and Chungkang plant. Note 2: Emission data is sourced from the Ministry of Environment's Public Information Platform for Stationary Pollution Source Management. Note 3: VOC emissions were recalculated in 2025 in response to regulatory authority requirements, and air pollutant data for 2023 and 2024 has been updated accordingly. This information is disclosed in the Major Disclosure Revisions section and on the Ministry of Environment's platform, and has not been subject to re-examination under limited assurance.	GRI 305-7: Nitrogen oxides (NOx), sulfur oxides (SOx), and other significant air emissions

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