

USI CORPORATION AND SUBSIDIARIES

Consolidated Financial Statements and Independent Auditors' Review Report

For the Three Months Ended March 31, 2023 and 2022

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Independent Auditors' Review Report

TO USI Corporation

Introduction

We have reviewed the consolidated balance sheets of USI Corporation and its subsidiaries (the Group) for the three months ended March 31, 2023 and 2022, and the Consolidated Statements of Comprehensive Income, Consolidated Statements of Changes in Equity, Consolidated Statements of Cash Flows and Notes to the Consolidated Financial Statements (including the Summary of Significant Accounting Policies) for the three months ended March 31 of 2023 and 2022. Management is responsible for the preparation and fair presentation of the consolidated 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 consolidated financial statements based on our reviews.

Scope of Review

Except as explained in the following paragraph, we conducted our reviews in accordance with the Standards on Review Engagements No. 2410 “Review of Financial Information Performed by the Independent Auditor of the Entity”. A review of consolidated 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 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.

Basis for Qualified Conclusion

As mentioned in Notes 12 and 13 to the consolidated financial statements, the financial statements of some non-essential subsidiaries and investments using the equity method for the same period included in the above consolidated financial statements have not been reviewed by

us. The total assets and the balance of investment by equity method as of March 31, 2023 and March 31, 2022 were NT\$24,418,549 thousand and NT\$29,429,200 thousand, respectively, accounting for 31.48% and 35.05% of the total consolidated assets, respectively. The total liabilities were NT\$5,294,690 thousand and NT\$3,461,333 thousand, accounting for 19.70% and 13.08% of the total consolidated liabilities, respectively; The total comprehensive income and the share of the income from associates and joint venture accounted for using the equity method for the periods for the three months ended March 31, 2023 and 2022 were a loss of NT\$1,333,914 thousand and a gain of NT\$967,079 thousand, accounting for 298.03% and (51.98)% of the total comprehensive income, respectively. In addition, the information related to the aforesaid subsidiary and investment in other notes and schedules to the consolidated financial statements has not been reviewed by auditors.

Qualified Conclusion

According to the results of the auditor's review, except that the financial statements of some of the non-significant subsidiaries and investments accounted for using the equity method mentioned in the basic paragraph of the reserved conclusions may affect the adjustment of the consolidated financial statements if they are reviewed by the auditor, we were not aware that the above consolidated financial statements have not been prepared in all material respects in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and the International Accounting Standards NO.34 "Interim Financial Reporting" as endorsed and promulgated by the Financial Supervisory Commission, making it impossible to properly express the consolidated financial position of the Group as of March 31, 2023 and 2022, and the consolidated financial performance and consolidated cash flow for the periods for the three months ended March 31, 2023 and 2022.

The engagement partner on the audit resulting in this independent auditors' report are Pi-Yu Chuang and Chun-Hung Chen.

Deloitte & Touche
Taipei, Taiwan
Republic of China

May 4, 2023

Notice to Readers

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

For the convenience of readers, the independent auditors' report and the accompanying consolidated financial statements have been translated into English from the original Chinese version prepared and used in the Republic of China. If there is any conflict between the English version and the original Chinese version or any difference in the interpretation of the two versions, the Chinese-language independent auditors' report and consolidated financial statements shall prevail.

USI CORPORATION AND SUBSIDIARIES
Consolidated Balance Sheets
March 31, 2023 and December 31 and March 31, 2022

(In Thousands of New Taiwan Dollars)

Assets	March 31, 2023 (Reviewed)		December 31, 2022 (Audited)		March 31, 2022 (Reviewed)	
	Amount	%	Amount	%	Amount	%
Current assets						
Cash and cash equivalents (Note 6)	\$ 11,920,883	15	\$ 11,498,415	15	\$ 11,066,344	13
Financial assets at fair value through profit or loss(FVTPL) - current (Note 7)	3,436,832	4	2,724,497	3	5,359,993	6
Financial assets at fair value through other comprehensive income (FVTOCI) - current (Note 8)	100,084	-	97,183	-	121,800	-
Financial assets at amortized cost - current (Notes 9 and 35)	376,431	1	439,929	1	377,909	1
Notes receivable, net (Notes 10 and 26)	492,419	1	544,546	1	628,657	1
Accounts receivable, net (Notes 10 and 26)	5,743,672	7	7,395,035	10	7,058,701	8
Other receivables (Notes 10 and 34)	375,813	1	259,201	-	430,169	1
Current tax assets (Notes 4 and 28)	25,151	-	18,802	-	16,482	-
Inventories (Note 11)	7,486,112	10	7,199,654	9	8,135,069	10
Prepayments	1,143,000	1	1,220,781	2	1,020,594	1
Other current assets (Note 14)	242,479	-	216,907	-	258,971	-
Total current assets	31,342,876	40	31,614,950	41	34,474,689	41
NON-CURRENT ASSETS						
Financial assets at fair value through other comprehensive income (FVTOCI) - non-current (Note 8)	2,126,392	3	2,060,835	3	2,437,646	3
Financial assets at amortized cost - non-current (Notes 9 and 36)	354,757	1	358,679	-	362,952	-
Investments accounted for using the equity method (Note 13)	12,366,356	16	13,611,385	17	18,921,105	23
Property, plant and equipment (Notes 14 and 35)	25,666,292	33	25,520,104	33	24,719,667	29
Right-of-use assets (Notes 15 and 35)	2,489,470	3	1,634,654	2	737,876	1
Investment properties, net (Note 16)	615,091	1	624,562	1	709,760	1
Goodwill (Note 17)	270,211	-	270,211	-	270,211	-
Other intangible assets, net (Note 17)	46,382	-	48,274	-	42,849	-
Deferred tax assets (Notes 4 and 28)	1,521,113	2	1,341,378	2	598,398	1
Other non-current assets (Note 35)	779,689	1	656,537	1	689,446	1
Total non-current assets	46,235,753	60	46,126,619	59	49,489,910	59
Total Assets	\$ 77,578,629	100	\$ 77,741,569	100	\$ 83,964,599	100
Liabilities and Equity						
CURRENT LIABILITIES						
Short-term borrowings (Notes 18 and 35)	\$ 2,388,609	3	\$ 2,400,326	3	\$ 1,416,690	2
Short-term notes payable (Note 18)	139,939	-	290,613	1	149,956	-
Financial liabilities at fair value through profit or loss (FVTPL) - current (Note 7)	4,421	-	27,839	-	43,994	-
Trade payables (Note 20)	3,023,379	4	3,349,040	4	3,484,947	4
Other payables (Notes 21 and 34)	1,815,897	2	2,262,374	3	1,899,862	2
Current tax liabilities (Notes 4 and 28)	1,857,631	3	1,647,045	2	2,923,073	4
Lease liability - current (Note 15)	154,380	-	102,435	-	72,708	-
Current portion of long-term borrowings (Notes 18, 19 and 35)	-	-	-	-	2,326,268	3
Refund liabilities - current (Note 21)	21,554	-	28,247	-	25,170	-
Other current liabilities (Note 26)	563,258	1	667,938	1	713,577	1
Total current liabilities	9,969,068	13	10,775,857	14	13,056,245	16
NON-CURRENT LIABILITIES						
Bonds payable (Note 19)	5,992,845	8	5,992,228	8	5,990,385	7
Long-term borrowings (Notes 18 and 35)	6,449,853	8	6,366,223	8	4,283,148	5
Provisions - non-current (Notes 22 and 36)	136,375	-	136,375	-	136,375	-
Deferred tax liabilities (Notes 4 and 28)	1,410,820	2	1,395,175	2	1,438,710	2
Lease liabilities - non-current (Note 15)	2,065,132	3	1,262,591	1	386,031	1
Net defined benefit liabilities - non-current (Notes 4 and 23)	710,021	1	754,722	1	1,061,945	1
Other non-current liabilities (Note 24)	144,958	-	133,513	-	101,612	-
Total non-current liabilities	16,910,004	22	16,040,827	20	13,398,206	16
Total Liabilities	26,879,072	35	26,816,684	34	26,454,451	32
Equity attributable to owners of the Company (Notes 8, 12, 25 and 28)						
Share capital	11,887,635	15	11,887,635	15	11,887,635	14
Capital surplus	448,224	1	449,960	1	366,184	-
Retained earnings						
Legal reserve	3,872,190	5	3,872,190	5	3,343,086	4
Special reserve	375,127	-	375,127	-	375,127	1
Unappropriated earnings	8,227,152	11	8,377,890	11	10,415,973	12
Total retained earnings	12,474,469	16	12,625,207	16	14,134,186	17
Other equity	93,897	-	8,896	-	605,114	1
Treasury shares	(475,606)	(1)	(475,606)	-	(475,606)	(1)
Total equity attributable to owners of the Company	24,428,619	31	24,496,092	32	26,517,513	31
Non-controlling Interests	26,270,938	34	26,428,793	34	30,992,635	37
Total equity	50,699,557	65	50,924,885	66	57,510,148	68
Total liabilities and equity	\$ 77,578,629	100	\$ 77,741,569	100	\$ 83,964,599	100

The accompanying notes are an integral part of the consolidated financial statements.

USI CORPORATION AND SUBSIDIARIES
Consolidated Statements of Comprehensive Income
For the Three Months Ended March 31, 2023 and 2022
(Reviewed, Not Audited)

(Thousands of New Taiwan Dollars, Except
Earnings (losses) per share)

	For the Three Months Ended March 31, 2023		For the Three Months Ended March 31, 2022	
	Amount	%	Amount	%
OPERATING REVENUE (Note 26)	\$ 13,175,556	100	\$ 17,097,921	100
COST OF GOODS SOLD (Notes 11, 14, 15, 17, 23, 27 and 34)	<u>11,426,806</u>	<u>87</u>	<u>13,968,597</u>	<u>82</u>
GROSS PROFIT	<u>1,748,750</u>	<u>13</u>	<u>3,129,324</u>	<u>18</u>
OPERATING EXPENSES (Notes 10, 14, 15, 17, 23, 27 and 34)				
Selling and marketing expenses	559,840	4	984,727	6
Administrative expenses	332,724	2	376,703	2
Research and development expenses	118,155	1	99,615	-
Expected credit profit reversed on accounts receivable	(<u>225</u>)	<u>-</u>	(<u>6</u>)	<u>-</u>
Total operating expenses	<u>1,010,494</u>	<u>7</u>	<u>1,461,039</u>	<u>8</u>
PROFIT FROM OPERATIONS	<u>738,256</u>	<u>6</u>	<u>1,668,285</u>	<u>10</u>
NON-OPERATING INCOME AND EXPENSES				
Interest income (Note 27)	57,959	-	15,718	-
Other income (Notes 24, 27 and 34)	75,259	1	307,248	2
Other gains and losses (Notes 16, 27 and 38)	(48,436)	-	168,708	1
Finance costs (Notes 18, 19 and 27)	(64,248)	(1)	(36,826)	-
Share of loss of associates and joint ventures accounted for using the equity method (Note 13)	(<u>1,315,181</u>)	(<u>10</u>)	(<u>1,135,180</u>)	(<u>7</u>)
Total non-operating income and expenses	(<u>1,294,647</u>)	(<u>10</u>)	(<u>680,332</u>)	(<u>4</u>)

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	For the Three Months Ended March 31, 2023		For the Three Months Ended March 31, 2022					
	Amount	%	Amount	%				
Net (loss) profitbefore tax	(\$ 556,391)	(4)	\$ 987,953	6				
Income tax expense (Notes 4 and 28)	<u>31,632</u>	<u>-</u>	<u>257,577</u>	<u>2</u>				
Net (loss) income for the period	(<u>588,023</u>)	(<u>4</u>)	<u>730,376</u>	<u>4</u>				
OTHER COMPREHENSIVE INCOME (LOSS)								
Items that will not be reclassified subsequently to profit or loss:								
Unrealized gain on equity instruments at FVTOCI (Note 25)					69,055	-	123,684	1
Income tax relating to items that will not be reclassified (Notes 4, 25 and 28)					(<u>754</u>)	<u>-</u>	(<u>1,169</u>)	<u>-</u>
					<u>68,301</u>	<u>-</u>	<u>122,515</u>	<u>1</u>
Items that may be reclassified subsequently to profit or loss:								
Exchange differences on translating the financial statements of foreign operations (Note 25)					73,848	1	1,148,084	7
Income tax relating to items that may be reclassified subsequently to profit or loss (Notes 4, 25 and 28)					(<u>1,705</u>)	<u>-</u>	(<u>140,658</u>)	(<u>1</u>)
					<u>72,143</u>	<u>1</u>	<u>1,007,426</u>	<u>6</u>
Other comprehensive income for the period, net of income tax					<u>140,444</u>	<u>1</u>	<u>1,129,941</u>	<u>7</u>
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD					(\$ <u>447,579</u>)	(<u>3</u>)	\$ <u>1,860,317</u>	<u>11</u>
NET (LOSS) PROFIT ATTRIBUTABLE TO								
Owners of the Company					(\$ 96,523)	(1)	\$ 534,759	3
Non-controlling Interests					(<u>491,500</u>)	(<u>3</u>)	<u>195,617</u>	<u>1</u>
					(<u>588,023</u>)	(<u>4</u>)	<u>730,376</u>	<u>4</u>

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	For the Three Months Ended March 31, 2023		For the Three Months Ended March 31, 2022	
	Amount	%	Amount	%
TOTAL COMPREHENSIVE INCOME				
ATTRIBUTABLE TO				
Owners of the Company	(\$ 11,522)	-	\$ 1,055,515	6
Non-controlling Interests	(<u>436,057</u>)	(<u>3</u>)	<u>804,802</u>	<u>5</u>
	<u>(\$ 447,579)</u>	<u>(3)</u>	<u>\$ 1,860,317</u>	<u>11</u>
(LOSSES) EARNINGS PER SHARE				
(Note 29)				
Basic	(<u>0.09</u>)		<u>0.50</u>	
Diluted	(<u>0.09</u>)		<u>0.50</u>	

The accompanying notes are an integral part of the consolidated financial statements.

USI CORPORATION AND SUBSIDIARIES
Consolidated Statements of Changes in Equity
For the Three Months Ended March 31, 2023, and 2022
(Reviewed, Not Audited)

(In Thousands of New Taiwan Dollars)

	Equity attributable to owners of the Company							Other Equity			Total	Non-controlling Interests (Notes 8, 12 and 25)	Total equity
	Share capital (Note 25)	Treasury share transactions (Note 25)	Capital surplus		Retained earnings			Exchange differences on translating the financial statements of foreign operations (Notes 25 and 28)	Unrealized gain on financial assets at FVTOCI (Notes 8, 25 and 28)	Treasury shares (Note 25)			
			Changes in capital surplus of subsidiaries and joint ventures recognized using the equity method (Notes 12 and 25)	Others (Note 25)	Legal reserve (Note 25)	Special reserve (Note 25)	Unappropriated earnings (Notes 12 and 25)						
Balance as of January 1, 2022	\$ 11,887,635	\$ 302,976	\$ 41,902	\$ 21,307	\$ 3,343,086	\$ 375,127	\$ 9,881,214	(\$ 710,973)	\$ 795,331	(\$ 475,606)	\$ 25,461,999	\$ 30,182,962	\$ 55,644,961
Net profit for the Three Months Ended March 31, 2022	-	-	-	-	-	-	534,759	-	-	-	534,759	195,617	730,376
Other comprehensive income after tax for the Three Months Ended March 31, 2022	-	-	-	-	-	-	-	406,999	113,757	-	520,756	609,185	1,129,941
Total comprehensive income for the Three Months Ended March 31, 2022	-	-	-	-	-	-	534,759	406,999	113,757	-	1,055,515	804,802	1,860,317
Changes in equity of subsidiaries recognized by equity method	-	-	(1)	-	-	-	-	-	-	-	(1)	(3)	(4)
Change in non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	4,874	4,874
Balance as of March 31, 2022	<u>\$ 11,887,635</u>	<u>\$ 302,976</u>	<u>\$ 41,901</u>	<u>\$ 21,307</u>	<u>\$ 3,343,086</u>	<u>\$ 375,127</u>	<u>\$ 10,415,973</u>	(<u>\$ 303,974</u>)	<u>\$ 909,088</u>	(<u>\$ 475,606</u>)	<u>\$ 26,517,513</u>	<u>\$ 30,992,635</u>	<u>\$ 57,510,148</u>
Balance as of January 1, 2023	\$ 11,887,635	\$ 387,301	\$ 39,947	\$ 22,712	\$ 3,872,190	\$ 375,127	\$ 8,377,890	(\$ 371,193)	\$ 380,089	(\$ 475,606)	\$ 24,496,092	\$ 26,428,793	\$ 50,924,885
Net loss for the Three Months Ended March 31, 2023	-	-	-	-	-	-	(96,523)	-	-	-	(96,523)	(491,500)	(588,023)
Other comprehensive profit and loss after tax for the Three Months Ended March 31, 2023	-	-	-	-	-	-	-	22,647	62,354	-	85,001	55,443	140,444
Total comprehensive profit and loss for the Three Months Ended March 31, 2023	-	-	-	-	-	-	(96,523)	22,647	62,354	-	(11,522)	(436,057)	(447,579)
Changes in equity of subsidiaries recognized by equity method	-	-	(1,736)	-	-	-	(54,215)	-	-	-	(55,951)	55,932	(19)
Change in non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	222,270	222,270
Balance as of March 31, 2023	<u>\$ 11,887,635</u>	<u>\$ 387,301</u>	<u>\$ 38,211</u>	<u>\$ 22,712</u>	<u>\$ 3,872,190</u>	<u>\$ 375,127</u>	<u>\$ 8,227,152</u>	(<u>\$ 348,546</u>)	<u>\$ 442,443</u>	(<u>\$ 475,606</u>)	<u>\$ 24,428,619</u>	<u>\$ 26,270,938</u>	<u>\$ 50,699,557</u>

The accompanying notes are an integral part of the consolidated financial statements.

USI CORPORATION AND SUBSIDIARIES

Consolidated Statements of Cash Flows

For the Three Months Ended March 31, 2023, and 2022

(Reviewed, Not Audited)

(In Thousands of New Taiwan Dollars)

	For the Three Months Ended March 31, 2023	For the Three Months Ended March 31, 2022
CASH FLOWS FROM OPERATING ACTIVITIES		
Net (loss) profit before tax for the period	(\$ 556,391)	\$ 987,953
Income (expenses) items		
Depreciation expenses	614,767	577,804
Amortization expense	14,983	13,134
Expected credit profit reversed on accounts receivable	(225)	(6)
Net (gain) loss on financial assets and liabilities at FVTPL	(1,086)	41,066
Finance costs	64,248	36,826
Interest income	(57,959)	(15,718)
Dividend income	(11,371)	(16,014)
Share of loss of associates and joint ventures accounted for using the equity method	1,315,181	1,135,180
Gain of disposal and scrapping of property, plant and equipment	(2,464)	(1,012)
(Reversal) provision for write-downs of inventories and obsolescence losses	(109,025)	25,842
(Reversal) recognition of refund liabilities	(4,969)	1,896
Changes in operating assets and liabilities		
(Increase) decrease in financial assets and liabilities mandatorily classified as at FVTPL	(734,667)	381,821
Decrease in notes receivable	52,127	247,088
Decrease in accounts receivable	1,651,573	1,456,340
(Increase) decrease in other receivables	(107,595)	83,009
Increase in inventories	(177,325)	(564,043)
Decrease (increase) in prepayments	77,781	(16,953)
Increase in other current assets	(25,572)	(15,749)
Decrease in accounts payable	(325,661)	(44,051)
Decrease in other payables	(519,743)	(978,237)
Decrease in provisions	(1,724)	(5,356)
Decrease in net defined benefit liabilities	(44,701)	(89,064)
Increase (decrease) in other current liabilities	(104,680)	148,315
Cash generated from operations	1,005,502	3,390,071
Interest received	52,791	30,279
Interest paid	(60,506)	(31,935)
Income tax (refunded) paid	6,102	(27,387)
Net cash generated from operating activities	<u>1,003,889</u>	<u>3,361,028</u>

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	For the Three Months Ended March 31, 2023	For the Three Months Ended March 31, 2022
Cash flows from investing activities		
Disposal (purchase) of financial assets at amortized cost	\$ 61,362	(\$ 29,188)
Acquisitions of property, plant and equipment	(742,022)	(781,432)
Proceeds from disposal of property, plant and equipment	12,397	11,294
Increase in refundable deposits	(11,128)	(2,145)
Acquisition of other intangible assets	(106)	(192)
Acquisition of investment properties	(529)	(1,590)
Increase in other non-current assets	(9,893)	(27,113)
Dividends received	<u>7,522</u>	<u>-</u>
Net cash used in investing activities	(<u>682,397</u>)	(<u>830,366</u>)
CASH FLOWS FROM FINANCING ACTIVITIES		
Decrease in short-term borrowings	(11,717)	(1,081,351)
Decrease in short-term notes payable	(151,000)	(130,000)
Repayments of bonds	-	(1,000,000)
Proceeds from mid- to long-term borrowings	3,735,512	5,178,000
Repayments of mid- to long-term borrowings	(3,644,000)	(5,083,935)
(Decrease) increase in guarantee deposits received	(1,304)	10,422
Repayments of the principal portion of lease liabilities	(35,834)	(19,147)
Increase (decrease) in other non-current liabilities	12,749	(3,581)
Change in non-controlling interests	<u>222,270</u>	<u>4,874</u>
Net cash inflow (outflow) in financing activities	<u>126,676</u>	(<u>2,124,718</u>)
EFFECTS OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH AND CASH EQUIVALENTS HELD IN FOREIGN CURRENCIES	(<u>25,700</u>)	<u>295,047</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS FOR THE PERIOD	422,468	700,991
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	<u>11,498,415</u>	<u>10,365,353</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	<u>\$ 11,920,883</u>	<u>\$ 11,066,344</u>

The accompanying notes are an integral part of the consolidated financial statements.

USI CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements
For the Three Months Ended March 31, 2023, and 2022
(Reviewed, Not Audited)
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

1. GENERAL INFORMATION

USI Corporation ("USI", the "Company" or the "parent company") was incorporated in May 1965. The Company mainly produces and sells polyethylene. In May 1972, the Company's shares have been listed on the Taiwan Stock Exchange ("TWSE").

The consolidated financial statements of the Company and its subsidiaries (collectively referred to as "the Group") are presented in the Company's functional currency, the New Taiwan dollar.

2. APPROVAL OF FINANCIAL STATEMENTS

The consolidated financial statements were reported to and issued by the Company's board of directors on May 4, 2023.

3. APPLICATION OF NEW, AMENDED AND REVISED STANDARDS AND INTERPRETATIONS

a. Initial application of the International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), IFRIC Interpretations (IFRIC), and SIC Interpretations (SIC) (collectively, the "IFRSs") endorsed and issued into effect by the Financial Supervisory Commission (FSC).

The initial application of IFRSs endorsed and issued into effect by the FSC would not have any material impact on the Group's accounting policies.

b. IFRSs issued by IASB but not endorsed and issued by FSC

<u>New/Revised/Amended Standards and Interpretations</u>	<u>Effective Date Announced by IASB (Note 1)</u>
Amendments to IFRS 10 and IAS 28 "Sale or Contribution of Assets between an Investor and Its Associate or Joint Venture"	To be determined
Amendments to IFRS 16 "Lease Liability in a Sale and Leaseback"	January 1, 2024 (Note 2)
IFRS 17 "Insurance Contracts"	January 1, 2023
Amendments to IFRS 17	January 1, 2023
Amendment to IFRS 17 "Initial Application of IFRS 17 and IFRS 9 - Comparative Information"	January 1, 2023
Amendments to IAS 1 "Classification of Liabilities as Current or Non-Current"	January 1, 2024
Amendments to IAS 1 "Non-current Liabilities with	January 1, 2024

Note 1: Unless stated otherwise, the above New/Revised/Amended Standards and Interpretations are effective for annual reporting periods beginning on or after their respective effective dates.

Note 2: The seller, who is also the lessee, should retrospectively apply the amendments to IFRS 16 for a sale and leaseback transaction entered into after the date of the initial application of IFRS 16.

As of the date the consolidated financial statements were authorized for issue, the Group is continuously assessing the possible impact that the application of other standards and interpretations will have on the Group’s consolidated financial position and financial performance and will disclose the relevant impact when the assessment is completed.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a. Statement of compliance

The consolidated financial statements have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and IAS 34 “Interim Financial Reporting” as endorsed and issued into effect by the FSC. Disclosure information included in these interim consolidated financial statements is less than the disclosure information required in a complete set of annual consolidated financial statements.

b. Basis of preparation

The consolidated financial statements have been prepared on the historical cost basis except for financial instruments which are measured at fair value and net defined benefit liabilities which are measured at the present value of the defined benefit obligation less the fair value of plan assets.

The fair value measurements are grouped into Levels 1 to 3 based on the degree to which the fair value measurement inputs are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

- 1) Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities on measurement day.

- 2) Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for an asset or liability, either directly (i.e., prices) or indirectly (i.e., derived from prices).
- 3) Level 3 inputs are unobservable inputs for an asset or liability.

c. Basis of consolidation

The consolidated financial statements incorporate the financial statements of the Company and the entities controlled by the Company (i.e., its subsidiaries). Income and expenses of subsidiaries acquired or disposed of during the period are included in the consolidated statement of comprehensive income from the effective dates of acquisitions up to the effective dates of disposals, as appropriate. When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those used by the Group. All intra-group transactions, balances, income and expenses are eliminated in full upon consolidation. The total comprehensive income of subsidiaries is attributed to the owners of the Company and the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

Changes in the Group's ownership interests in subsidiaries that do not result in the Group losing control over the subsidiaries are accounted for as equity transactions. The carrying amounts of the interests of the Group and the non-controlling interests are adjusted to reflect the changes in their relative interests in the subsidiaries. Any difference between the amount by which the non-controlling interests are adjusted and the fair value of the consideration paid or received is recognized directly in equity and attributed to the owners of the Company.

When the Group loses control of a subsidiary, a gain or loss is recognized in profit or loss and is calculated as the difference between (i) the aggregate of the fair value of the consideration received and any investment retained in the former subsidiary at its fair value at the date when control is lost and (ii) the assets (including any goodwill) and liabilities and any non-controlling interests of the former subsidiary at their carrying amounts at the date when control is lost. The Group accounts for all amounts recognized in other comprehensive income in relation to that subsidiary on the same basis as would be required if the Group had directly disposed of the related assets or liabilities.

Please refer to Note 12, Tables 7 and 8 for detailed information on subsidiaries, percentages of ownership and main businesses.

d. Other significant accounting policies

Except for the following, for the accounting policies applied to these interim consolidated financial statements, please refer to the consolidated financial statements for the year ended December 31, 2022.

1) Defined benefit plan

Pension cost for an interim period is calculated 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 significant plan amendments, settlements, or other significant one-off events.

2) Taxation

Income tax expense represents the sum of the tax currently payable and deferred tax. Interim period income taxes are assessed on an annual basis and calculated by applying to an interim period's pre-tax income the tax rate that would be applicable to expected total annual earnings.

5. CRITICAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION AND UNCERTAINTY

In the application of the Group's accounting policies, management is required to make judgments, estimations and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experiences and other factors that are considered relevant. Actual results may differ from these estimates.

The Group will incorporate the recent developments of the COVID-19 pandemic and its possible impact on the economic environment into accounting estimates. Management will continue to review the estimates and underlying assumptions. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods. For others, please refer to the statement of major sources of uncertainty of significant accounting judgments, estimates and assumptions in the consolidated financial statements for the years ended December 31, 2022.

6. CASH AND CASH EQUIVALENTS

	March 31, 2023	December 31, 2022	March 31, 2022
Cash on hand and petty cash	\$ 3,960	\$ 4,560	\$ 68,868
Checking accounts and demand deposits	2,858,444	3,232,891	4,221,703

	March 31, 2023	December 31, 2022	March 31, 2022
Cash equivalents			
Time deposits	\$ 6,397,054	\$ 6,606,811	\$ 5,651,994
Reserve repurchase agreements collateralized by bonds	<u>2,661,425</u>	<u>1,654,153</u>	<u>1,123,779</u>
	<u>\$ 11,920,883</u>	<u>\$ 11,498,415</u>	<u>\$ 11,066,344</u>

The range of market interest rates for time deposits and reserve repurchase agreements collateralized by bonds on the balance sheet date are as follows:

	March 31, 2023	December 31, 2022	March 31, 2022
Time deposits	1.00%~5.02%	0.88%~4.91%	0.02%~2.50%
Reserve repurchase agreements collateralized by bonds	1.05%~4.40%	1.05%~4.23%	0.35%~1.00%

7. FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS - CURRENT

	March 31, 2023	December 31, 2022	March 31, 2022
<u>Financial assets mandatorily at FVTPL</u>			
Derivative financial assets (not under hedge accounting)			
- Foreign exchange forward contracts	\$ <u>1,790</u>	\$ <u>2,121</u>	\$ <u>14,103</u>
Non-derivative financial assets			
- Domestic listed (OTC) shares	185,094	228,677	691,594
- Fund beneficiary certificates	2,983,945	2,259,780	4,405,959
- Beneficiary securities	265,929	233,828	248,184
- Overseas listed shares	<u>74</u>	<u>91</u>	<u>153</u>
Sub-total	<u>3,435,042</u>	<u>2,722,376</u>	<u>5,345,890</u>
	<u>\$ 3,436,832</u>	<u>\$ 2,724,497</u>	<u>\$ 5,359,993</u>
<u>Financial liabilities held for trading</u>			
Derivative financial assets (not under hedge accounting)			
- Foreign exchange forward contracts	\$ <u>4,421</u>	\$ <u>27,839</u>	\$ <u>43,994</u>

At the end of the balance sheet date, outstanding foreign exchange forward contracts not under hedge accounting were as follows:

	Currency	Maturity date	Contract Amount (In Thousands)	
<u>March 31, 2023</u>				
Sell	RMB/NTD	2023.04.06-2023.06.29	RMB 208,200 /NTD	919,247
Sell	USD/MYR	2023.05.26-2023.09.18	USD 1,200 /MYR	5,258
Buy	JPY/USD	2023.04.20-2023.05.26	JPY 120,000 /USD	913
Buy	NTD/USD	2023.04.17-2023.05.24	NTD 330,998 /USD	10,880
<u>December 31, 2022</u>				
Sell	RMB/NTD	2023.01.09-2023.03.30	RMB 511,100 /NTD	2,236,999
Sell	USD/MYR	2023.03.13	USD 100 /MYR	440
Sell	EUR/MYR	2023.03.17-2023.03.31	EUR 270 /MYR	1,254
Buy	NTD/USD	2023.01.03-2023.02.23	NTD 672,391 /USD	21,620
Buy	JPY/USD	2023.01.20-2023.02.24	JPY 120,000 /USD	862
<u>March 31, 2022</u>				
Sell	RMB/NTD	2022.04.01-2022.06.21	RMB 256,400 /NTD	1,122,626
Sell	USD/MYR	2022.08.30-2022.12.20	USD 1,950 /MYR	8,215
Sell	USD/NTD	2022.04.01-2022.06.29	USD 29,310 /NTD	824,409
Buy	JPY/USD	2022.04.22-2022.06.24	JPY 90,000 /USD	767
Buy	NTD/USD	2022.04.01-2022.06.27	NTD 746,508 /USD	26,540

The Group entered into foreign exchange forward contracts to manage exposures to exchange rate fluctuations of foreign currency denominated assets and liabilities. However, those contracts did not meet the criteria of hedge effectiveness, and therefore, the Group did not apply hedge accounting treatments for derivative contracts.

8. FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

	March 31, 2023	December 31, 2022	March 31, 2022
<u>Current</u>			
Investments in equity instruments			
Domestic investments			
Listed (OTC) shares	<u>\$ 100,084</u>	<u>\$ 97,183</u>	<u>\$ 121,800</u>
<u>Non-current</u>			
Investments in equity instruments			
Domestic investments			
Listed (OTC) shares	\$ 1,597,680	\$ 1,531,870	\$ 1,859,463
Emerging market shares	-	-	27,192
Unlisted shares	<u>353,861</u>	<u>359,548</u>	<u>380,788</u>
	<u>1,951,541</u>	<u>1,891,418</u>	<u>2,267,443</u>
Overseas investments			
Listed (OTC) shares	29,097	30,041	39,045
Unlisted shares	<u>145,754</u>	<u>139,376</u>	<u>131,158</u>
	<u>174,851</u>	<u>169,417</u>	<u>170,203</u>
	<u>\$ 2,126,392</u>	<u>\$ 2,060,835</u>	<u>\$ 2,437,646</u>

The Group invested the listed shares and over-the-counter shares, emerging market shares and unlisted shares for medium- to long-term strategic purposes. Accordingly, the management elected to designate these investments in equity instruments as at FVTOCI as it believes that recognizing short-term fluctuations in these investments' fair value in profit or loss would not be consistent with the Group's strategy of holding these investments for long-term purposes.

The Group recognized dividend income of NT\$10,202 thousand for the period for the three months ended March 31, 2023 (January 1 to March 31, 2022: None).

9. FINANCIAL ASSETS AT AMORTIZED COST

	March 31, 2023	December 31, 2022	March 31, 2022
<u>Current</u>			
Pledged time deposits	\$ 362,769	\$ 424,685	\$ 363,282
Constricted bank deposits	<u>13,662</u>	<u>15,244</u>	<u>14,627</u>
	<u>\$ 376,431</u>	<u>\$ 439,929</u>	<u>\$ 377,909</u>
<u>Non-current</u>			
Constricted bank deposits	<u>\$ 354,757</u>	<u>\$ 358,679</u>	<u>\$ 362,952</u>
Range of Interest Rates			
Pledged time deposits	0.29%~2.60%	0.19%~2.60%	0.04%~1.85%

Restricted bank deposit means the subsidiary's earning repatriation and for Taiwan Water Corporation's petition of provisional attachment with the court due to gas explosion case. The Group's filed applying to the Management, Utilization and Taxation for Patriated Offshore Funds Act was approved to repatriate the funds by the Ministry of Finance in 2020 and deposited the net value after tax to foreign exchange deposit account. The deposit is limited for free utilization by laws and regulations that three-year withdrawal is not permitted until five years of the deposit, except for financial investment or physical investments with partially free utilization by law.

Please refer to Note 35 for the information related to financial assets at amortized cost pledged as security.

10. NOTES RECEIVABLE, ACCOUNTS RECEIVABLE AND OTHER RECEIVABLES

	March 31, 2023	December 31, 2022	March 31, 2022
<u>Notes receivable (a)</u>			
Measured at amortized cost			
Gross carrying amount	<u>\$ 492,419</u>	<u>\$ 544,546</u>	<u>\$ 628,657</u>

	March 31, 2023	December 31, 2022	March 31, 2022
<u>Accounts receivable (a)</u>			
Measured at amortized cost			
Gross carrying amount	\$ 5,830,041	\$ 7,481,614	\$ 7,144,521
Less: allowance for loss	(86,369)	(86,579)	(85,820)
	<u>\$ 5,743,672</u>	<u>\$ 7,395,035</u>	<u>\$ 7,058,701</u>
<u>Other receivables (b)</u>			
Tax refund receivable	\$ 303,845	\$ 200,055	\$ 378,993
Lent material fees receivable	-	-	4,417
Others	<u>71,968</u>	<u>59,146</u>	<u>46,759</u>
	<u>\$ 375,813</u>	<u>\$ 259,201</u>	<u>\$ 430,169</u>

a. Notes and accounts receivable

The average credit period of sales of goods was 10 to 150 days. No interest was charged on the receivables.

In order to minimize credit risk, the management of the Group has delegated a team responsible for determining credit limits, credit approvals and other monitoring procedures to ensure that follow-up action is taken to recover overdue debts. Before accepting a new customer, the Group surveys the customers' credit history and measures the potential customer's credit quality to grant a credit term. A customer's credit term and rating are reviewed annually. In addition, the Group reviews the recoverable amount of each individual trade debt on the balance sheet date to ensure that adequate allowance is made for possible irrecoverable amounts. In this regard, the management believes the Group's credit risk was significantly reduced.

The Group measures the loss allowance for accounts receivable at an amount equal to lifetime ECLs. Expected credit losses over the life period are calculated using a reserve matrix, which takes into account the customer's past default record and current financial condition, industry economic situation and industry outlook.

The Group writes off accounts receivable when there is information indicating that the debtor is experiencing severe financial difficulty and there is no realistic prospect of recovery. For accounts receivable that have been written off, the Group continues to engage in enforcement activity to attempt to recover the due receivables. Where recoveries are made, they are recognized in profit or loss.

The following table details the loss allowance of notes receivables and accounts receivable based on the Group's allowance matrix.

March 31, 2023

Based on the number of days past due

	<u>Up to 60 Days</u>	<u>61~90 Days</u>	<u>Over 91 Days</u>	<u>Total</u>
Gross carrying amount	\$ 3,215,421	\$ 4	\$ 5,501	\$ 3,220,926
Loss allowance (Lifetime ECLs)	(11,851)	-	(4,172)	(16,023)
Amortized cost	<u>\$ 3,203,570</u>	<u>\$ 4</u>	<u>\$ 1,329</u>	<u>\$ 3,204,903</u>

Based on credit quality

	<u>Credit Rating A</u>	<u>Credit Rating B</u>	<u>Credit Rating C</u>	<u>Others</u>	<u>Total</u>
Gross carrying amount	\$ 302,834	\$ 759,957	\$ 249,218	\$ 1,789,525	\$ 3,101,534
Loss allowance (Lifetime ECLs)	-	(3,758)	(3,924)	(62,664)	(70,346)
Amortized cost	<u>\$ 302,834</u>	<u>\$ 756,199</u>	<u>\$ 245,294</u>	<u>\$ 1,726,861</u>	<u>\$ 3,031,188</u>

December 31, 2022

Based on the number of days past due

	<u>Up to 60 Days</u>	<u>61~90 Days</u>	<u>Over 91 Days</u>	<u>Total</u>
Gross carrying amount	\$ 4,888,004	\$ 391	\$ 3,624	\$ 4,892,019
Loss allowance (Lifetime ECLs)	(11,842)	(391)	(3,615)	(15,848)
Amortized cost	<u>\$ 4,876,162</u>	<u>\$ -</u>	<u>\$ 9</u>	<u>\$ 4,876,171</u>

Based on credit quality

	<u>Credit Rating A</u>	<u>Credit Rating B</u>	<u>Credit Rating C</u>	<u>Others</u>	<u>Total</u>
Gross carrying amount	\$ 235,721	\$ 768,055	\$ 301,535	\$ 1,828,830	\$ 3,134,141
Loss allowance (Lifetime ECLs)	-	(4,374)	(5,025)	(61,332)	(70,731)
Amortized cost	<u>\$ 235,721</u>	<u>\$ 763,681</u>	<u>\$ 296,510</u>	<u>\$ 1,767,498</u>	<u>\$ 3,063,410</u>

March 31, 2022

Based on the number of days past due

	<u>Up to 60 Days</u>	<u>61~90 Days</u>	<u>Over 91 Days</u>	<u>Total</u>
Gross carrying amount	\$ 3,561,578	\$ 165,091	\$ 115,686	\$ 3,842,355
Loss allowance (Lifetime ECLs)	(12,535)	(518)	(4,297)	(17,350)
Amortized cost	<u>\$ 3,549,043</u>	<u>\$ 164,573</u>	<u>\$ 111,389</u>	<u>\$ 3,825,005</u>

Based on credit quality

	<u>Credit Rating A</u>	<u>Credit Rating B</u>	<u>Credit Rating C</u>	<u>Others</u>	<u>Total</u>
Gross carrying amount	\$ 298,139	\$ 847,364	\$ 365,614	\$ 2,419,706	\$ 3,930,823
Loss allowance (Lifetime ECLs)	-	(4,237)	(6,836)	(57,397)	(68,470)
Amortized cost	<u>\$ 298,139</u>	<u>\$ 843,127</u>	<u>\$ 358,778</u>	<u>\$ 2,362,309</u>	<u>\$ 3,862,353</u>

The aging schedule of notes and accounts receivable with loss reserve measured based on credit quality was as follows:

	March 31, 2023	December 31, 2022	March 31, 2022
Not past due	\$ 3,004,345	\$ 2,922,962	\$ 3,766,273
Up to 60 days	39,619	147,336	109,169
Over 61 days	<u>57,570</u>	<u>63,843</u>	<u>55,381</u>
	<u>\$ 3,101,534</u>	<u>\$ 3,134,141</u>	<u>\$ 3,930,823</u>

The above aging schedule was based on the number of days past due from the end of the credit term.

Changes in the allowance for impairment loss recognized on notes and accounts receivable were as follows:

	For the Three Months Ended March 31, 2023	For the Three Months Ended March 31, 2022
Beginning balance	\$ 86,579	\$ 85,384
Impairment losses reversed for the period	(225)	(6)
Foreign exchange translation gains and losses	<u>15</u>	<u>442</u>
Ending Balance	<u>\$ 86,369</u>	<u>\$ 85,820</u>

b. Other receivables

Other receivables mainly consisted of tax refund receivable, lent material fees receivable, etc. The average aging of other receivables was less than 60 days based on the number of days past due from the invoice date, and an impairment loss was assessed based on the expected credit losses. There were no other overdue receivables with an unrecognized allowance for doubtful accounts in the Group as of March 31, 2023 and December 31 and March 31, 2022.

11. INVENTORIES

	March 31, 2023	December 31, 2022	March 31, 2022
Finished goods	\$ 4,486,975	\$ 4,213,873	\$ 4,268,443
Work in progress	564,652	750,562	622,585
Raw materials	1,986,017	1,810,162	2,720,328
Supplies	402,722	394,092	452,881
Inventory in transit	<u>45,746</u>	<u>30,965</u>	<u>70,832</u>
	<u>\$ 7,486,112</u>	<u>\$ 7,199,654</u>	<u>\$ 8,135,069</u>

The cost of inventories recognized as the cost of goods sold for the three months ended March 31, 2023 and 2022, were NT\$11,426,806 thousand and NT\$13,968,597 thousand, respectively.

The gain of NT\$109,025 thousand and the loss of NT\$25,842 thousand from January 1, 2023 and March 31, 2023, respectively, on the net realized value of inventories included in cost of goods sold were mainly due to the destocking.

12. SUBSIDIARY

a. Subsidiaries included in the consolidated financial statements

The consolidated financial statements are prepared by the following subjects:

Investor	Investee	Nature of Activities	Proportion of Ownership			Remark
			March 31, 2023	December 31, 2022	March 31, 2022	
The Company	USI Investment Co., Ltd. (USII)	Investment business	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	Swanlake Traders Ltd.(Swanlake)	Trading and investment	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	USI (Hong Kong) Company Ltd.	Trading and investment	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	USI Management Consulting Corp. (UM)	Providing management services	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	Chong Loong Trading Co., Ltd. (CLT)	Import and export trade	<u>100.0%</u>	<u>100.0%</u>	<u>99.9%</u>	7.
	Union Polymer International Investment Corporation (UPIIC)	Investment business	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	INOMA Corporation (INOMA)	Optical products and fire protection materials	<u>94.4%</u>	<u>94.4%</u>	<u>94.4%</u>	
	USIG (Shanghai) Co., Ltd. (USIG)	Import and distribution of various types of chemical raw materials and products	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	USI Green Energy Corporation (USIGE)	Solar power generation business	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
The Company	Taiwan United Venture Capital Corp. (TUVC)	Venture capital	70.0%	70.0%	70.0%	
Asia Polymer Corporation (APC)			8.3%	8.3%	8.3%	
			<u>78.3%</u>	<u>78.3%</u>	<u>78.3%</u>	
The Company	Swanson Plastics Corporation (SPC)	Production and marketing of stretch film, embossed film and industrial use multi-layer wrap	40.6%	40.6%	40.6%	
Asia Polymer Corporation			8.0%	8.0%	8.0%	
USIFE Investment Co., Ltd.			6.4%	6.4%	6.0%	1.
			<u>55.0%</u>	<u>55.0%</u>	<u>54.6%</u>	
The Company	Acme Electronics Corp. (ACME)	Production and marketing of manganese-zinc soft ferrite powder	29.0%	26.9%	26.9%	
China General Plastics Corporation			1.7%	1.7%	1.7%	
USIFE Investment Co., Ltd.			9.5%	9.3%	9.3%	
Asia Polymer Corporation			3.2%	3.3%	3.3%	
Taita Chemical Company, Ltd.			2.3%	2.4%	2.4%	
APC Investment Corporation			1.5%	1.0%	1.0%	
			<u>47.2%</u>	<u>44.6%</u>	<u>44.6%</u>	8 and 10
The Company	USI Optronics Corporation (USIO)	Manufacturing and marketing of sapphire crystal	50.9%	50.9%	50.9%	
Acme Electronics Corp.			34.0%	34.0%	34.0%	
Asia Polymer Corporation			9.2%	9.2%	9.2%	
USIFE Investment Co., Ltd.			0.2%	0.2%	0.2%	
			<u>94.3%</u>	<u>94.3%</u>	<u>94.3%</u>	
Acme Electronics Corp.	ACME Electronics (Cayman) Corp. (ACME (Cayman))	Reinvestment business	51.3%	51.3%	51.3%	
Swanlake Traders Ltd.			23.1%	23.1%	16.7%	2.
APC (BVI) Holding Co., Ltd.			16.6%	16.6%	16.6%	
TAITA (BVI) Holding Co.,Ltd.			5.4%	5.4%	5.4%	
			<u>96.4%</u>	<u>96.4%</u>	<u>90.0%</u>	

(Continued)

(Continued)

Investor	Investee	Nature of Activities	Proportion of Ownership			Remark
			March 31, 2023	December 31, 2022	March 31, 2022	
Acme Electronics Corp.	Golden Amber Enterprises Limited	Reinvestment business	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
ACME Electronics (Cayman) Corp.	Acme Electronics (Kunshan) Co., Ltd.	Manufacturing and marketing of manganese-zinc soft ferrite core	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	ACME Components (Malaysia) Sdn.Bhd.	Reinvestment business	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
Golden Amber Enterprises Limited	Acme Electronics (Guang-Zhou) Co., Ltd.	Manufacturing and marketing of manganese-zinc soft ferrite core	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
Union Polymer International Investment Corporation	Asia Polymer Corporation (APC)	Production and marketing of low-density polyethylene, medium-density polyethylene, ethylene vinyl acetate and importing and marketing of linear low-density polyethylene and high-density polyethylene	36.1%	36.1%	36.1%	
China General Terminal & Distribution Corporation			0.9%	0.9%	0.9%	
USIFE Investment Co., Ltd.			0.3%	0.3%	0.3%	
Taiwan VCM Corporation			-	-	-	
			<u>37.3%</u>	<u>37.3%</u>	<u>37.3%</u>	10.
Asia Polymer Corporation	APC (BVI) Holding Co., Ltd. (APC (BVI))	Reinvestment business	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
Asia Polymer Corporation	USI International Corporation	Reinvestment business	70.0%	70.0%	70.0%	
APC (BVI) Holding Co., Ltd.			<u>30.0%</u>	<u>30.0%</u>	<u>30.0%</u>	
			<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
Asia Polymer Corporation	APC Investment Corporation (APCIC)	Investment business	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
APC (BVI) Holding Co., Ltd.	USI Trading (Shanghai) Co., Ltd.	Management of chemical products, equipment and plastic products and whole sale of electronic materials, commission agency services and related supporting import and export services	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
Union Polymer International Investment Corporation	Taita Chemical Company, Ltd. (TTC)	Production and marketing of polystyrene, acrylonitrile, butadiene, ABS resin, SAN resin, glass wool insulation products and plastic materials	36.8%	36.8%	36.8%	
China General Terminal & Distribution Corporation			0.6%	0.6%	0.6%	
USIFE Investment Co., Ltd.			0.4%	0.4%	0.4%	
			<u>37.8%</u>	<u>37.8%</u>	<u>37.8%</u>	10.
Taita Chemical Company, Ltd.	TAITA (BVI) Holding Co, Ltd.(TTCBVI)	Reinvestment business	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
TTCBVI Holding Co, Ltd.	Taita Chemical (Zhong Shan) Co., Ltd. (TTC (ZS))	Production and marketing of polystyrene derivatives	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	Taita Chemical (Tianjin) Co., Ltd. (TTC (TJ))	Production and marketing of polystyrene derivatives	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	4.
	Zhangzhou Taita Chemical Company, Limited (TTCZZ)	Production and marketing of polystyrene derivatives	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	3.
Swanlake Traders Ltd.	Zhangzhou USI Trading Co., Ltd. (USIZZ)	Sales of chemical products	70.0%	70.0%	-	
APC (BVI) Holding Co., Ltd.			<u>30.0%</u>	<u>30.0%</u>	-	
			<u>100.0%</u>	<u>100.0%</u>	-	5.
Union Polymer International Investment Corporation	China General Plastics Corporation (CGPC)	Production and marketing of plastic cloths, plastic skins, plastic tubes, plastic pellets, plastic powder and other related products	25.0%	25.0%	25.0%	
Asia Polymer Corporation			8.0%	8.0%	8.0%	

(Continued)

(Continued)

Investor	Investee	Nature of Activities	Proportion of Ownership			Remark
			March 31, 2023	December 31, 2022	March 31, 2022	
Taita Chemical Company, Ltd.			2.0%	2.0%	2.0%	
China General Terminal & Distribution Corporation			0.5%	0.5%	0.5%	
USIFE Investment Co., Ltd.			<u>0.1%</u>	<u>0.1%</u>	<u>0.1%</u>	
			<u>35.6%</u>	<u>35.6%</u>	<u>35.6%</u>	10.
China General Plastics Corporation	Taiwan VCM Corporation (TVCM)	Manufacturing and marketing of vinyl chloride monomer and related petrochemical products	<u>87.3%</u>	<u>87.3%</u>	<u>87.3%</u>	
	CGPC (BVI) Holding Co., Ltd.	Reinvestment business	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	CGPC America Corporation	Marketing of PVC two- or three-time processed products	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	CGPC Polymer Corporation (CGPCPOL)	Manufacturing and marketing of PVC powder	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
Taiwan VCM Corporation	Global Green Technology Corporation (GGT)	Environmental detection services	<u>100.0%</u>	<u>100.0%</u>	<u>-</u>	6.
CGPC (BVI) Holding Co., Ltd.	China General Plastics (ZhongShan) Co., Ltd. (CGPC (ZS))	Manufacturing and marketing of PVC film and third-time processed products	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	CGPC Consumer Products Corporation	Manufacturing and marketing of PVC film and third-time processed products	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
China General Plastics Corporation	China General Terminal & Distribution Corporation (CGTD)	Warehousing petrochemical raw materials	33.3%	33.3%	33.3%	
Taita Chemical Company, Ltd.			33.3%	33.3%	33.3%	
Asia Polymer Corporation			<u>33.4%</u>	<u>33.4%</u>	<u>33.4%</u>	
			<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
USIFE Investment Co., Ltd.	Taiwan United Venture Management Corp. (TUVM)	Business management consulting	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
ACME Components (Malaysia) Sdn.Bhd.	ACME Ferrite Products Sdn.Bhd	Manufacturing and marketing of soft ferrite core	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
Swanson Plastics Corporation	Forever Young Company Ltd.	Trading and agency businesses	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	Swanson Plastics (Singapore) Pte., Ltd.	Production and marketing of plastic products	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	Swanson International Ltd.	Import and export trade	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
Swanson Plastics Corporation	PT. Swanson Plastics Indonesia Ltd.	Production and marketing of plastic products	1.0%	1.0%	1.0%	
Swanson Plastics (Singapore) Pte., Ltd.			<u>99.0%</u>	<u>99.0%</u>	<u>99.0%</u>	
			<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
Swanson Plastics Corporation	Swanson Technologies Corporation (STC)	Production, marketing and development of EVA packaging film and other value added plastic products	70.0%	70.0%	70.0%	
APC Investment Corporation			15.0%	15.0%	15.0%	
USIFE Investment Co., Ltd.			<u>15.0%</u>	<u>15.0%</u>	<u>15.0%</u>	
			<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
Swanson Plastics (Singapore) Pte., Ltd.	Swanson Plastics (Malaysia) Sdn. Bhd.	Production and marketing of plastic products	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	Swanson Plastics (India) Private Limited	Production and marketing of plastic products	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	Swanson Plastics (Tianjin) Co., Ltd.	Production, marketing and development of multi-functional film and light-solution film	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
Swanson International Ltd.	A.S.Holdings (UK) Limited	Reinvestment business	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	

(Continued)

(Continued)

Investor	Investee	Nature of Activities	Proportion of Ownership			Remark
			March 31, 2023	December 31, 2022	March 31, 2022	
	Swanson Plastics (Kunshan) Co., Ltd.	Production, marketing and development of multi-functional film and light-solution film	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
A.S. Holdings (UK) Limited	ASK-Swanson (Kunshan) Co., Ltd.	Production and sales of PE release film and other release products	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
The Company	Ever Conquest Global Limited (ECGL)	Investment business	59.1%	59.1%	59.1%	
Asia Polymer Corporation			<u>40.9%</u>	<u>40.9%</u>	<u>40.9%</u>	
			<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	9.
Ever Conquest Global Limited	Ever Victory Global Limited(EVGL)	Investment business	<u>67.4%</u>	<u>67.4%</u>	<u>67.4%</u>	9 and 10
Ever Victory Global Limited	Dynamic Ever Investments Limited(DEIL)	Investment business	<u>85.0%</u>	<u>85.0%</u>	<u>85.0%</u>	9.
Taita Chemical Company, Ltd.			2.0%	2.0%	2.0%	

- 1) USII acquired 0.4% equity from external shareholders of SPC in 2022 based on medium- and long-term investment strategy, thus acquired a price of NT\$7,925 thousand.
- 2) On September 1, 2022, Swanlake acquired 6.47% equity from the external shareholders of ACME (Cayman) approved by the Investment Commission, MOEA with the purchase price of USD2,879 thousand. After the purchase of equity, the proportion of equity held by the Group in ACME (Cayman) increased from 89.95% to 96.42%. As these transactions did not change the Group's control over the subsidiary, it is deemed as an equity transaction. Differences generated from the aforementioned equity transaction were adjusted to decrease in capital surplus of NT\$4,071 thousand and retained earnings of NT\$1,662 thousand, respectively.
- 3) The board of directors of TTC decided on December 3, 2020 to invest RMB 314,000 thousand through TTCBVI to establish TTCZZ. The company completed the establishment registration on June 28, 2021, and TTCBVI has injected capital of RMB 306,950 thousand on March 8, 2022.
- 4) The management of TTC decided to suspend the main production of expanded polystyrene (EPS) by TTC (TJ) from April 2019 due to the assessment of the demand reduction of its subsidiary TTC (TJ) in the local market. Please refer to Note 14 for relevant explanation.
- 5) In order to sell the products produced by Gulei, the Company and APC resolved on August 13, 2020 and August 12, 2020, respectively, to establish a joint venture company, USIZZ in Fujian Province, China. The company completed registration on March 12, 2022 and the capital was invested by Swanlake and APC (BVI) on

May 20, 2022 in the amount of RMB7,000 thousand and RMB3,000 thousand, respectively.

- 6) In order to plan for future pollution remediation, testing and other related businesses and public works/public institution projects to be conducted by an independent company, TVCM invested in GGT as a single corporate shareholder and acquired 100% of the shares for NT\$50,000 thousand. The case was approved by the competent authority for registration on February 11, 2022, with a registered capital of NT\$168,880 thousand.
- 7) The Company acquired 0.1% equity from the external shareholders of CLT in October 2022 based on the medium- and long-term investment strategy, thus acquired a price of NT\$23 thousand.
- 8) On June 14, 2022, the Board of Directors of ACME resolved to issue 3,000 thousand new shares at NT\$10 each for cash. The aforementioned cash capital increase was approved and reported by the FSC on July 22, 2022, with an issue price of NT\$20 per share and a capital increase base date of January 16, 2023. The Group participated in the cash capital increase of 18,702 thousand shares of ACME with an amount of NT\$374,033 thousand, and its shareholding increased from 44.6% to 47.2% after the cash capital increase. As these transactions did not change the Group's control over the subsidiary, it is deemed as an equity transaction. Differences generated from the aforementioned equity transaction were adjusted to decrease in capital surplus of NT\$1,736 thousand and retained earnings of NT\$54,215 thousand, respectively.
- 9) As of March 31, 2023, the Company and APC invested capital amounted to USD 246,670 thousand (around NT\$7,645,981 thousand) and USD 170,475 thousand (around NT\$5,255,587 thousand) in ECGL, respectively, and reinvested in EVGL via ECGL as well as in DEIL. The total ownership percentage of the Group in EVGL is 67.4%. For more detailed explanation, please refer to Note 13.
- 10) This is a subsidiary of a material non-controlling interests.
The financial statements of major subsidiaries CGPC, TTC, UPIIC, ECGL, EVGL and DEIL and some non-major subsidiaries as ACEM, ACME (Cayman), TVCM, CGPCPOL, APC and TAITA (ZS) and TAITA (TJ) included in the consolidated financial statements for the three months ended March 31, 2023 and 2022 have been reviewed by the auditors, and the financial statements of the remaining subsidiaries were reviewed by auditors.

b. Details of subsidiaries that have material non-controlling interests

Name of Subsidiary	Proportion of Ownership and Voting Rights Held by Non-controlling Interests		
	March 31, 2023	December 31, 2022	March 31, 2022
CGPC	64.4%	64.4%	64.4%
TTC	62.2%	62.2%	62.2%
ACME	52.8%	55.4%	55.4%
APC	62.7%	62.7%	62.7%
EVGL	32.6%	32.6%	32.6%

Please refer to Tables 7 and 8 for the information on places of incorporation and principal places of business.

Name of Subsidiary	Profit (Loss) Allocated to Non-controlling Interests		Non-controlling Interests		
	For the three months ended March 31, 2023	For the three months ended March 31, 2022	March 31, 2023	December 31, 2022	March 31, 2022
	CGPC	<u>\$ 152,769</u>	<u>\$ 296,421</u>	<u>\$ 6,154,079</u>	<u>\$ 6,001,047</u>
TTC	<u>(\$ 45,408)</u>	<u>\$ 163,947</u>	<u>\$ 4,480,902</u>	<u>\$ 4,470,523</u>	<u>\$ 4,925,511</u>
ACME	<u>(\$ 33,052)</u>	<u>\$ 6,752</u>	<u>\$ 1,008,300</u>	<u>\$ 758,748</u>	<u>\$ 760,213</u>
APC	<u>(\$ 16,999)</u>	<u>\$ 156,155</u>	<u>\$ 9,080,260</u>	<u>\$ 8,791,329</u>	<u>\$ 9,581,467</u>
EVGL	<u>(\$ 360,361)</u>	<u>(\$ 316,024)</u>	<u>\$ 3,828,795</u>	<u>\$ 4,173,312</u>	<u>\$ 5,637,647</u>

The summarized financial information in respect of each of the Group's subsidiaries below represents amounts before intra-group eliminations:

CGPC and CGPC's subsidiaries

	March 31, 2023	December 31, 2022	March 31, 2022
Current assets	\$ 6,976,542	\$ 6,755,051	\$ 7,947,706
Non-current assets	10,112,345	9,928,728	9,246,044
Current liabilities	(2,671,173)	(3,108,612)	(2,692,590)
Non-current liabilities	<u>(4,123,208)</u>	<u>(3,533,939)</u>	<u>(2,157,877)</u>
Equity	<u>\$ 10,294,506</u>	<u>\$ 10,041,228</u>	<u>\$ 12,343,283</u>
Equity attributable to:			
Owners of CGPC	\$ 3,524,233	\$ 3,445,725	\$ 4,259,480
Non-controlling interests of CGPC	6,154,079	6,001,047	7,363,298
Non-controlling interests of CGPC's subsidiaries	<u>616,194</u>	<u>594,456</u>	<u>720,505</u>
	<u>\$ 10,294,506</u>	<u>\$ 10,041,228</u>	<u>\$ 12,343,283</u>

	For the Three Months Ended March 31, 2023	For the Three Months Ended March 31, 2022
Revenue	<u>\$ 3,780,066</u>	<u>\$ 5,307,072</u>
Net profit for the period	\$ 254,078	\$ 499,029
Other comprehensive (loss) income	(2,140)	<u>8,990</u>
Total comprehensive income	<u>\$ 251,938</u>	<u>\$ 508,019</u>
Net profit attributable to:		
Owners of CGPC	\$ 79,582	\$ 154,413
Non-controlling interests of CGPC	152,769	296,421
Non-controlling interests of CGPC's subsidiaries	<u>21,727</u>	<u>48,195</u>
	<u>\$ 254,078</u>	<u>\$ 499,029</u>
Total comprehensive income attributable to:		
Owners of CGPC	\$ 78,104	\$ 159,709
Non-controlling interests of CGPC	152,096	300,097
Non-controlling interests of CGPC's subsidiaries	<u>21,738</u>	<u>48,213</u>
	<u>\$ 251,938</u>	<u>\$ 508,019</u>
Cash Flows		
Operating activities	\$ 19,354	\$ 777,172
Investing activities	(226,588)	(379,495)
Financing activities	476,871	(169,499)
Effects of exchange rate changes	<u>364</u>	<u>2,974</u>
Net cash inflow	<u>\$ 270,001</u>	<u>\$ 231,152</u>

TTC and TTC's subsidiaries

	March 31, 2023	December 31, 2022	March 31, 2022
Current assets	<u>\$ 5,933,233</u>	<u>\$ 6,006,957</u>	<u>\$ 6,919,321</u>
Non-current assets	3,318,420	3,233,919	3,427,933
Current liabilities	(1,566,248)	(1,357,962)	(1,907,652)
Non-current liabilities	<u>(470,665)</u>	<u>(676,700)</u>	<u>(450,654)</u>
Equity	<u>\$ 7,214,740</u>	<u>\$ 7,206,214</u>	<u>\$ 7,988,948</u>
Equity attributable to:			
Owners of TTC	\$ 2,733,838	\$ 2,735,691	\$ 3,063,437
Non-controlling interests of TTC	<u>4,480,902</u>	<u>4,470,523</u>	<u>4,925,511</u>
	<u>\$ 7,214,740</u>	<u>\$ 7,206,214</u>	<u>\$ 7,988,948</u>

	For the Three Months Ended March 31, 2023	For the Three Months Ended March 31, 2022
Revenue	<u>\$ 3,575,071</u>	<u>\$ 4,535,929</u>
(Loss) profit for the period	(\$ 71,705)	\$ 258,890
Other comprehensive income	<u>78,304</u>	<u>68,245</u>
Total comprehensive income	<u>\$ 6,599</u>	<u>\$ 327,135</u>
Net (loss) profit attributable to:		
Owners of TTC	(\$ 26,297)	\$ 94,943
Non-controlling interests of TTC	(<u>45,408</u>)	<u>163,947</u>
	<u>(\$ 71,705)</u>	<u>\$ 258,890</u>
 Total comprehensive income attributable to:		
Owners of TTC	(\$ 862)	\$ 118,277
Non-controlling interests of TTC	<u>7,461</u>	<u>208,858</u>
	<u>\$ 6,599</u>	<u>\$ 327,135</u>
 Cash Flows		
Operating activities	\$ 107,740	\$ 446,421
Investing activities	(59,195)	(18,703)
Financing activities	(201,632)	(500,959)
Effects of exchange rate changes	<u>10,203</u>	<u>57,170</u>
Net cash outflow	<u>(\$ 142,884)</u>	<u>(\$ 16,071)</u>

ACME and ACME's subsidiaries

	March 31, 2023	December 31, 2022	March 31, 2022
Current assets	<u>\$ 2,211,952</u>	<u>\$ 2,355,001</u>	<u>\$ 2,384,563</u>
Non-current assets	2,520,500	2,423,891	2,115,229
Current liabilities	(954,414)	(1,182,908)	(1,507,199)
Non-current liabilities	<u>(1,264,121)</u>	<u>(1,607,905)</u>	<u>(970,856)</u>
Equity	<u>\$ 2,513,917</u>	<u>\$ 1,988,079</u>	<u>\$ 2,021,737</u>
Equity attributable to:			
Owners of ACME	\$ 908,081	\$ 618,955	\$ 634,782
Non-controlling interests of ACME	1,008,300	758,748	760,213
Non-controlling interests of ACME's subsidiaries	<u>597,536</u>	<u>610,376</u>	<u>626,742</u>
	<u>\$ 2,513,917</u>	<u>\$ 1,988,079</u>	<u>\$ 2,021,737</u>

	For the Three Months Ended March 31, 2023	For the Three Months Ended March 31, 2022
Revenue	\$ 634,587	\$ 729,216
(Loss) profit for the period	(\$ 73,909)	\$ 18,093
Other comprehensive income	1,948	68,502
Total comprehensive income	(\$ 71,961)	\$ 86,595
Net (loss) profit attributable to:		
Owners of ACME	(\$ 29,218)	\$ 5,391
Non-controlling interests of ACME	(33,052)	6,752
Non-controlling interests of ACME's subsidiaries	(11,639)	5,950
	(\$ 73,909)	\$ 18,093
Total comprehensive income attributable to:		
Owners of tACME	(\$ 27,740)	\$ 26,615
Non-controlling interests of ACME	(31,381)	33,339
Non-controlling interests of ACME's subsidiaries	(12,840)	26,641
	(\$ 71,961)	\$ 86,595
Cash Flows		
Operating activities	\$ 73,800	(\$ 151,443)
Investing activities	(147,486)	(115,640)
Financing activities	56,705	109,042
Effects of exchange rate changes	(663)	37,288
Net cash outflow	(\$ 17,644)	(\$ 120,753)

APC and APC's subsidiaries

	March 31, 2023	December 31, 2022	March 31, 2022
Current assets	\$ 3,791,925	\$ 3,784,733	\$ 3,803,852
Non-current assets	12,898,751	12,605,336	14,803,358
Current liabilities	(1,330,278)	(1,550,109)	(1,444,158)
Non-current liabilities	(688,188)	(623,002)	(1,366,463)
Equity	\$ 14,672,210	\$ 14,216,958	\$ 15,796,589
Equity attributable to:			
Owners of APC	\$ 5,591,950	\$ 5,425,629	\$ 6,215,122
Non-controlling interests of APC	9,080,260	8,791,329	9,581,467
	\$ 14,672,210	\$ 14,216,958	\$ 15,796,589

	For the Three Months Ended March 31, 2023	For the Three Months Ended March 31, 2022
Revenue	<u>\$ 1,569,177</u>	<u>\$ 2,141,616</u>
(Loss) profit for the period	(\$ 25,127)	\$ 230,820
Other comprehensive income	<u>487,600</u>	<u>103,720</u>
Total comprehensive income	<u>\$ 462,473</u>	<u>\$ 334,540</u>
Net (loss) profit attributable to:		
Owners of APC	(\$ 8,128)	\$ 74,665
Non-controlling interests of APC	(<u>16,999</u>)	<u>156,155</u>
	<u>(\$ 25,127)</u>	<u>\$ 230,820</u>
Total comprehensive income attributable to:		
Owners of APC	\$ 167,542	\$ 137,200
Non-controlling interests of APC	<u>294,931</u>	<u>197,340</u>
	<u>\$ 462,473</u>	<u>\$ 334,540</u>
Cash Flows		
Operating activities	(\$ 5,128)	\$ 800,335
Investing activities	(139,068)	(59,063)
Financing activities	67,924	(705,500)
Effects of exchange rate changes	(<u>236</u>)	<u>9,157</u>
Net cash (outflow) inflow	<u>(\$ 76,508)</u>	<u>\$ 44,929</u>

EVGL and EVGL's subsidiaries

	March 31, 2023	December 31, 2022	March 31, 2022
Current assets	\$ 1,380,082	\$ 1,384,612	\$ 1,288,000
Non-current assets	12,284,573	13,527,463	18,921,105
Current liabilities	(<u>11,400</u>)	(<u>14,868</u>)	(<u>13,177</u>)
Equity	<u>\$ 13,653,255</u>	<u>\$ 14,897,207</u>	<u>\$ 20,195,928</u>
Equity attributable to:			
Owners of EVGL	\$ 7,916,938	\$ 8,629,305	\$ 11,657,163
Non-controlling interests of EVGL	3,828,795	4,173,312	5,637,647
Non-controlling interests of EVGL's subsidiaries	<u>1,907,522</u>	<u>2,094,590</u>	<u>2,901,118</u>
	<u>\$ 13,653,255</u>	<u>\$ 14,897,207</u>	<u>\$ 20,195,928</u>

	For the Three Months Ended March 31, 2023	For the Three Months Ended March 31, 2022
Loss for the period	(\$ 1,302,527)	(\$ 1,140,654)
Other comprehensive income	<u>58,575</u>	<u>762,879</u>
Total comprehensive income	(\$ <u>1,243,952</u>)	(\$ <u>377,775</u>)
Loss attributable to:		
Owners of EVGL	(\$ 745,130)	(\$ 653,455)
Non-controlling interests of EVGL	(360,361)	(316,024)
Non-controlling interests of EVGL's subsidiaries	(<u>197,036</u>)	(<u>171,175</u>)
	(\$ <u>1,302,527</u>)	(\$ <u>1,140,654</u>)
 Total comprehensive income attributable to:		
Owners of EVGL	(\$ 712,368)	(\$ 213,531)
Non-controlling interests of EVGL	(344,516)	(103,267)
Non-controlling interests of EVGL's subsidiaries	(<u>187,068</u>)	(<u>60,977</u>)
	(\$ <u>1,243,952</u>)	(\$ <u>377,775</u>)
 Cash Flows		
Operating activities	\$ 16,490	\$ 5,525
Effects of exchange rate changes	(<u>11,578</u>)	<u>42,147</u>
Net cash inflow	\$ <u>4,912</u>	\$ <u>47,672</u>

13. INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

	March 31, 2023	December 31, 2022	March 31, 2022
Investments in joint ventures			
Associates that are individually material			
Fujian Gulei Petrochemical Co., Ltd. (Gulei)	\$ 12,284,573	\$ 13,527,463	\$ 18,921,105
Investments in associates			
Investments in associates that are not individually material			
Delmind Inc. (Delmind)	<u>81,783</u>	<u>83,922</u>	<u>-</u>
	\$ <u>12,366,356</u>	\$ <u>13,611,385</u>	\$ <u>18,921,105</u>

The aforementioned investments are accounted for using the equity method.

a. Associates that are individually material - Gulei

The Company and APC entered into a joint venture contract for an investment of Fujian Gulei Petrochemical Co., Ltd. on April 17, 2014. The related entities of the contract or commitments are Ho Tung Chemical Corporation, LCY Chemical Corporation, HsinTay Petroleum Company Limited, Chenery Global Corporation and Lien Hwa Industrial Corporation. The main contents of the contract and commitments include: (a) the shareholders shall establish Ever Victory Global Limited (hereinafter referred to as "EVGL") and agree to pass the establishment of the 100%-owned company named Dynamic Ever Investments Limited (hereinafter referred to as "DEIL") in Hong Kong, which purpose is to build oil refineries and produce seven products such as ethylene on the Gulei Peninsula in Zhangzhou, Fujian Province, as approved by the competent authorities of the Republic of China and according to the business operation permitted by the Joint Venture's board of directors; and (b) DEIL established a joint venture company with Fujian Petrochemical Chemical Co., Ltd. to operate the target business in Gulei Industrial Park, Zhangzhou, Fujian Province (hereinafter referred to as "Gulei") in accordance with the laws and regulations of the People's Republic of China and acquired 50% of the issued shares of Gulei as the basis for the joint investment.

DEIL and Fujian Refining and Chemical Co. signed "Fujian Gulei Petrochemical Corporation Limited Joint Venture Contract" which stipulated an increase in the investment amount, and this contract led to part of the original related contract entities being unable to keep their respective investment ratios as provided by the original contract or to participate in the subsequent capital increase procedures. In order to meet the business requirement of the original contract, the Company and APC resigned the joint venture contract on September 30, 2016 and added a new contractually promised related entity, CTCI Corp. On December 18, 2019, the Company and APC again resigned the joint venture contract and added new contractually promised related entities, Fubon Financial Holding Venture Capital Corporation and Hongfu Investment Co., Ltd.

In order to enrich the working capital of Gulay, EVGL signed a joint venture agreement with the Hong Kong-based company DOR PO INVESTMENT COMPANY LIMITED (hereinafter referred to as "DOR PO") on June 5, 2019 to jointly invest in Xutent. In accordance with the terms of the joint venture agreement, DOR PO shall contribute USD109,215 thousand to increase the capital of DEIL, of which

USD103,915 thousand has been contributed as of March 31, 2023 to acquire 15% equity in DEIL.

As of March 31, 2023, the Company and APC cumulatively invested USD 246,670 thousand (approximately NT\$7,645,981 thousand) and USD 170,475 thousand (approximately NT\$5,255,587 thousand) in ECGL, respectively, and reinvested in EVGL via ECGL as well as in DEIL. The Company and APC together hold 67.4% shares in EVGL in total. DEIL has invested capital amounted to RMB 4,657,200 thousand in Gulei.

The percentage of the Group's ownership and voting rights were all 50% of the outstanding shares of Gulei as of March 31, 2023 and December 31 and March 31, 2022.

For the scope of business operations, the location and national information of Gulei's registry of joint venture, please refer to Table 8.

The summary of financial information below represents amounts shown in the joint venture's financial statements prepared in accordance with IFRSs adjusted by the Group for equity accounting purposes.

	March 31, 2023	December 31, 2022	March 31, 2022
Cash	<u>\$ 4,615,458</u>	<u>\$ 8,680,668</u>	<u>\$ 6,005,852</u>
Current assets	\$ 19,572,420	\$ 23,308,566	\$ 27,281,217
Non-current assets	103,735,766	103,732,189	107,592,133
Current liabilities	(35,570,498)	(37,477,886)	(36,029,394)
Non-current liabilities	(63,168,542)	(62,507,943)	(61,001,746)
Equity	24,569,146	27,054,926	37,842,210
Proportion of the Group's ownership	<u>50%</u>	<u>50%</u>	<u>50%</u>
Equity attributable to the Group	<u>\$ 12,284,573</u>	<u>\$ 13,527,463</u>	<u>\$ 18,921,105</u>
Investment Carrying amount	<u>\$ 12,284,573</u>	<u>\$ 13,527,463</u>	<u>\$ 18,921,105</u>
	For the Three Months Ended March 31, 2023	For the Three Months Ended March 31, 2022	
Revenue	<u>\$ 15,858,667</u>	<u>\$ 19,329,281</u>	
Net loss for the period/total comprehensive loss	(<u>\$ 2,626,084</u>)	(<u>\$ 2,270,359</u>)	

The share of profit and loss and other comprehensive loss of a joint venture and the Group using the equity method for the Three Months Ended March 31, 2023 and 2022 shall be calculated on the basis of the financial statements which have not been reviewed by auditors.

b. Associates that are not individually material - Delmind Inc.

The Company considered the needs of the transformation of the petrochemical industry in the future, and in line with the trend of energy saving, carbon reduction, and sustainable development, and it established a joint venture of DataWise Tech. Co., LTD. (DataWise) with Delta Electronics, Inc. through integration and connection knowledge and technology of both parties. It invests in assisting petrochemical and continuous process industries to develop and promote digital transformation, so as to improve industrial efficiency and continue to strengthen the industrial value of green and intelligent production. In April 2022, the Company has invested NT\$90,000 thousand to acquire 9,000 thousand shares of DataWise, with a shareholding ratio of 30%.

The summary of financial information below represents amounts shown in the associate's financial statements prepared in accordance with IFRSs adjusted by the Group for equity accounting purposes.

	For the Three Months Ended March 31, 2023	For the Three Months Ended March 31, 2022
The Group's share of:		
Loss for the period	(<u>\$ 2,139</u>)	<u>\$ -</u>

The share of profit and loss and other comprehensive income of an affiliate and the Group using the equity method for the Three Months Ended March 31, 2023 and 2022 shall be calculated on the basis of the financial statements which have not been reviewed by auditors.

The Company's board of directors approved the establishment of Cuem Union Renewable Energy Corporation (CURE), a joint venture with Chang Chun Petrochemical Co., Ltd. and Chimei Corporation on November 3, 2022. CURE will purchase offshore wind power in an integrated manner to achieve the Group's carbon neutrality plan. The Company planned to contribute NT\$10,000 thousand (accounted into other non-current assets) on December 1, 2022. On April 13, 2012, the Company

completed the registration of the establishment of CURE with a registered capital of NT\$30,000 thousand and the Company holds 33.3% of the shares of CURE.

14. PROPERTY, PLANT AND EQUIPMENT - FOR SELF-USE

	March 31, 2023	December 31, 2022	March 31, 2022
Freehold Land	\$ 4,715,293	\$ 4,715,293	\$ 4,682,237
Land improvements	21,138	22,029	8,278
Buildings and Improvements	3,742,728	3,829,355	3,784,840
Machinery and Equipment	11,541,253	11,119,442	10,882,286
Transportation equipment	40,029	42,634	33,881
Other equipment	302,794	319,771	286,242
Construction in progress and equipment under installation	<u>5,303,057</u>	<u>5,471,580</u>	<u>5,041,903</u>
	<u>\$ 25,666,292</u>	<u>\$ 25,520,104</u>	<u>\$ 24,719,667</u>

In accordance with the New Taipei City Government Letter Development No. 1072133080 dated November 7, 2018, the land and buildings of the Company located in Linkou are within the scope of "Urban Land Redeveloping Zone at 1st Industrial Park in Linkou District". The land has been submitted for redeveloping and returned on May 2, 2023.

In cooperation with the Taiwan International Ports Corporation, Ltd. (Ports Co.), Ministry of Transportation and Communications, to relocate the petrochemical oil storage tank facilities of the old port area operators, CGTD leased the port facilities and storage areas of the Kaohsiung Port Intercontinental Container Center Second Phase Petrochemical Oil Storage and Transportation Center from Ports Co., the lease period being from August 1, 2017 to July 31, 2042, rent paid quarterly. In addition, the boards of directors of the Company, CGTD, APC and TVCM, resolved in 2019 to build the second phase of the Intercontinental Petrochemical Oil Products Center. As of March 31, 2023, the Group had paid NT\$2,445,206 thousand for the project, which was accounted for under construction in progress.

Due to shrinking demand of EPS in the local market, the main product of TAITA (TJ), the management decided to suspend the production of TAITA (TJ) starting from April 2019. TAITA (TJ) determined the recoverable amounts of the property, plant and equipment (including right -of-use assets), on the basis of fair values less costs of disposal. The fair value was measured by Level 3 inputs as at December 31, 2022 and 2021 by an independent appraisal company. The assessment was a revaluation of the replacement cost and economic useful life of the property, plant and equipment within the assessment scope. As evaluated

by the management of the Group, there was no significant change in fair value as of March 31, 2023 and 2022, compared to December 31, 2022 and 2021

No impairment or reversal was made on the property, plant and equipment of the Group for the three months ended March 31, 2023 and 2022.

SPC has completed the construction and acceptance of the plant before the end of 2022, which is expected to be sold and transferred in the future, thus transferring NT\$175,646 thousand of relevant buildings and structures to non-current assets available for sale. As the expected selling price exceeds the carrying amount of the assets to be sold, the buildings and structures are classified as a non-current assets available for sale (accounted for other current assets), without impairment loss to be recognized.

The property, plant and equipment of the Group are depreciated on a straight-line basis over their estimated useful lives as follows:

Freehold Land - land improvements	7-20 years
Buildings and improvements	
Plant, machine room and improvements	2-55 years
Office building, labs and improvements	20-50 years
General plants and improvements	3-60 years
Others	3-15 years
Machinery and equipment	2-26 years
Transportation equipment	2-10 years
Other equipment	2-25 years

For property, plant and equipment pledged as collateral for bank borrowings, please refer to Note 35.

For the related capitalized interest, please refer to Note 27 (d) finance costs.

15. LEASE ARRANGEMENTS

a. Right-of-use assets

	<u>March 31, 2023</u>	<u>December 31, 2022</u>	<u>March 31, 2022</u>
Carrying amount of right-of-use assets			
Leasehold land	\$ 1,930,132	\$ 1,090,942	\$ 152,694
Land use rights	387,297	388,680	405,288
Buildings	102,991	82,699	94,861
Machinery and Equipment	67,968	71,104	83,362
Transportation equipment	1,082	1,229	1,671
	<u>\$ 2,489,470</u>	<u>\$ 1,634,654</u>	<u>\$ 737,876</u>

	For the Three Months Ended March 31, 2023	For the Three Months Ended March 31, 2022
Addition for right-of-use assets	<u>\$ 889,807</u>	<u>\$ 13,958</u>
Depreciation expense of right-of-use assets		
Leasehold land	\$ 23,308	\$ 4,341
Land use rights	4,485	4,357
Buildings	6,982	6,383
Machinery and Equipment	3,497	3,470
Transportation equipment	<u>147</u>	<u>147</u>
	<u>\$ 38,419</u>	<u>\$ 18,698</u>

Except for the addition and recognition of depreciation expense, the Group's right-of-use assets did not experience significant sub-lease or impairments for the three months ended March 31, 2023 and 2022.

The Group leases the office in Taipei and sublets it to another company on an operating lease basis. The related right-of-use assets are presented as investment properties, and please refer to Note 16. The amounts disclosed above with respect to the right-of-use assets do not include right-of-use assets that meet the definition of investment properties.

The Group's right-of-use assets pledged as collateral for bank borrowings are set out in Notes 18 and 35.

b. Lease liabilities

	March 31, 2023	December 31, 2022	March 31, 2022
Carrying amount of lease liabilities			
Current	<u>\$ 154,380</u>	<u>\$ 102,435</u>	<u>\$ 72,708</u>
Non-current	<u>\$ 2,065,132</u>	<u>\$ 1,262,591</u>	<u>\$ 386,031</u>

Range of discount rate for lease liabilities was as follows:

	March 31, 2023	December 31, 2022	March 31, 2022
Leasehold land	0.83%~9.25%	0.83%~9.25%	0.83%~9.25%
Buildings	0.83%~4.75%	0.83%~4.75%	1.04%~1.25%
Machinery and Equipment	1.11%~1.93%	1.11%	1.04%~1.25%
Transportation equipment	1.06%~1.25%	1.06%~1.25%	1.04%~1.25%

c. Material lease-in activities and terms

The Group leases buildings for use as factories, offices, dormitories and R&D centers with lease terms of 3 to 14 years. The Group has options to lease office at the end of the lease terms.

d. Other lease information

For lease arrangements under operating leases for leasing out of investment properties, please refer to Note 16. For details of lease information, please refer to the following table (the Group as lessee).

	For the Three Months Ended March 31, 2023	For the Three Months Ended March 31, 2022
Expenses relating to short-term leases	<u>\$ 11,568</u>	<u>\$ 11,496</u>
Expenses relating to low-value asset leases	<u>\$ 679</u>	<u>\$ 38</u>
Expenses relating to variable lease payments not included in the measurement of lease liabilities	<u>\$ 16,732</u>	<u>\$ 17,338</u>
Total cash (outflow) for leases	<u>(\$ 74,201)</u>	<u>(\$ 49,715)</u>

The Group leases certain buildings, cars and low-value assets which qualify as short-term leases. The Group has elected to apply the recognition exemption and thus, did not recognize right-of-use assets and lease liabilities for these leases.

16. INVESTMENT PROPERTIES

	March 31, 2023	December 31, 2022	March 31, 2022
Completed investment properties			
Land	\$ 199,289	\$ 198,760	\$ 204,284
Buildings	285,946	291,878	357,303
Right-of-use assets	<u>129,856</u>	<u>133,924</u>	<u>148,173</u>
	<u>\$ 615,091</u>	<u>\$ 624,562</u>	<u>\$ 709,760</u>

	Land	Buildings	Right-of-use assets	Total
<u>Cost</u>				
Balance as of January 1, 2023	\$ 202,729	\$ 693,434	\$ 206,337	\$ 1,102,500
Additions	529	-	-	529
Reclassification	-	-	168	168
Net foreign currency exchange differences	-	643	480	1,123
Balance as of March 31, 2023	<u>\$ 203,258</u>	<u>\$ 694,077</u>	<u>\$ 206,985</u>	<u>\$ 1,104,320</u>

(Continued)

(Continued)

	Land	Buildings	Right-of-use assets	Total
<u>Accumulated depreciation and impairment</u>				
Balance as of January 1, 2023	\$ 3,969	\$ 401,556	\$ 72,413	\$ 477,938
Depreciation expense	-	5,731	4,569	10,300
Reclassification	-	-	83	83
Net foreign currency exchange differences	-	844	64	908
Balance as of March 31, 2023	<u>\$ 3,969</u>	<u>\$ 408,131</u>	<u>\$ 77,129</u>	<u>\$ 489,229</u>
Net on March 31, 2023	<u>\$ 199,289</u>	<u>\$ 285,946</u>	<u>\$ 129,856</u>	<u>\$ 615,091</u>
<u>Cost</u>				
Balance as of January 1, 2022	\$ 207,993	\$ 732,677	\$ 203,304	\$ 1,143,974
Additions	260	1,330	-	1,590
Net foreign currency exchange differences	-	14,653	3,693	18,346
Balance as of March 31, 2022	<u>\$ 208,253</u>	<u>\$ 748,660</u>	<u>\$ 206,997</u>	<u>\$ 1,163,910</u>
<u>Accumulated depreciation and impairment</u>				
Balance as of January 1, 2022	\$ 3,969	\$ 374,732	\$ 53,928	\$ 432,629
Depreciation expense	-	6,217	4,484	10,701
Net foreign currency exchange differences	-	10,408	412	10,820
Balance as of March 31, 2022	<u>\$ 3,969</u>	<u>\$ 391,357</u>	<u>\$ 58,824</u>	<u>\$ 454,150</u>
Net on March 31, 2022	<u>\$ 204,284</u>	<u>\$ 357,303</u>	<u>\$ 148,173</u>	<u>\$ 709,760</u>

Right-of-use assets included in investment properties are units of office space located in Taipei and subleased under operating leases to other companies. The investment properties were leased out for 2 to 6 years, with an option to extend. The lease contracts contain market review clauses in the event that the lessees exercise their options to extend.

Total rents receivable of investment properties under operating lease as of March 31, 2023 and December 31 and March 31, 2022 are as follows:

	March 31, 2023	December 31, 2022	March 31, 2022
Year 1	\$ 77,027	\$ 74,738	\$ 88,627
Year 2	33,601	42,284	62,597
Year 3	19,441	21,461	35,415
Year 4	14,859	14,859	19,247
Year 5	10,970	11,942	14,665
More than 5 years	13,713	16,455	24,246
	<u>\$ 169,611</u>	<u>\$ 181,739</u>	<u>\$ 244,797</u>

Except for the recognition of depreciation expense, there is no significant addition, disposal or impairment of the investment properties of the Group for the three months ended March 31, 2023 and 2022.

The above items of investment properties are depreciated on a straight-line basis over their estimated useful lives as follows:

Buildings	5-50 years
Right-of-use assets	4-50 years

Part of the Group's investment properties is located in the Toufen and Linyuan Industrial District. As these districts are designated for industrial use, the information on comparable market transactions are uncommon and alternative reliable measurements of the fair value estimates are not available. Hence, the Group determined that the fair value of these investment properties cannot be reliably determined. The fair values of the remaining investment properties were not assessed by independent appraisers; instead, they were arrived at by using the valuation model that most market participants would use in determining fair value by using Level 3 inputs, with reference to the transaction prices of similar properties in the vicinity. The fair value of right-of-use assets was determined by adding back the amount of related lease liabilities recognized to the net amount of the expected lease income after deducting all the expected payments.

The fair values of investment properties as of March 31, 2023 and December 31 and March 31, 2022 were as follows:

	March 31, 2023	December 31, 2022	March 31, 2022
Fair Value	<u>\$ 1,733,154</u>	<u>\$ 1,555,675</u>	<u>\$ 1,585,987</u>

In order to improve the efficiency of asset management, the Group provided 10 parcels of land accounted for investment properties located in the third sub-section of Yanji Section, Songshan District, Taipei, and participated in the urban renewal plan of Huaku Development Co., Ltd. in cooperation with neighboring areas in the form of right transformation. The urban renewal plan was completed in 2022. It has obtained a license for the right of use and completed the transfer of property rights of the land and buildings in exchange.

17. GOODWILL AND OTHER INTANGIBLE ASSETS

	March 31, 2023	December 31, 2022	March 31, 2022
Goodwill a.	<u>\$ 270,211</u>	<u>\$ 270,211</u>	<u>\$ 270,211</u>
Other intangible assets b.			
Technology royalties and patent right	\$ 433	\$ 533	\$ 833
Computer software	14,104	15,082	6,914
Plant design fee	1,601	2,001	3,201
Field project	<u>30,244</u>	<u>30,658</u>	<u>31,901</u>
	<u>\$ 46,382</u>	<u>\$ 48,274</u>	<u>\$ 42,849</u>

a. Goodwill

No impairment assessment was performed periodically as there was no indication of impairment on March 31, 2023 and 2022.

b. Other intangible assets

Except for the recognition of amortization expense, the Group's investment properties did not significant additions, disposals, and impairments for thr three months ended March 31, 2023 and 2022.

The above-mentioned intangible assets with limited service life are amortized on a straight-line basis over their estimated useful lives as follows:

Technology royalties and patent right	3 - 10 years
Computer software	1 - 5 years
Field project	20 years
Others	3 - 10 years

18. BORROWINGS

a. Short-term borrowings

	March 31, 2023	December 31, 2022	March 31, 2022
<u>Unsecured borrowings</u>			
- Line of credit borrowings	<u>\$ 2,388,609</u>	<u>\$ 2,400,326</u>	<u>\$ 1,416,690</u>
Range of Interest Rates	1.06%~7.65%	1.06%~7.62%	0.52%~2.32%

b. Short-term bills payable

	March 31, 2023	December 31, 2022	March 31, 2022
Commercial note payable	\$ 140,000	\$ 291,000	\$ 150,000
Less: Unamortized discount on bills payable	(<u>61</u>)	(<u>387</u>)	(<u>44</u>)
	<u>\$ 139,939</u>	<u>\$ 290,613</u>	<u>\$ 149,956</u>
Range of Interest Rates	1.45%~1.85%	1.66%~1.85%	0.95%

c. Long-term borrowings

	March 31, 2023	December 31, 2022	March 31, 2022
Secured loans	\$ 1,000,000	\$ 1,000,000	\$ 727,000
Credit borrowings	<u>5,449,853</u>	<u>5,366,223</u>	<u>3,743,148</u>
Sub-total	<u>6,449,853</u>	<u>6,366,223</u>	<u>4,470,148</u>
Commercial note payable	-	-	140,000
Unamortized discount on bills payable	<u>-</u>	<u>-</u>	(<u>197</u>)
Sub-total	<u>-</u>	<u>-</u>	<u>139,803</u>
	6,449,853	6,366,223	4,609,951
Less: Portion due within one year	<u>-</u>	<u>-</u>	(<u>326,803</u>)
Long-term borrowings	<u>\$ 6,449,853</u>	<u>\$ 6,366,223</u>	<u>\$ 4,283,148</u>
Range of Interest Rates			
Secured loans	1.55%	1.45%	0.83%~0.96%
Credit borrowings	0.89%~1.95%	0.76%~1.96%	0.10%~1.12%
Commercial note payable	-	-	0.99%

The Company entered into medium- and long-term credit contracts with banks to replenish the medium- and long-term working capital. The contract will be effective up to October 2025 with a total credit limit of NT\$5,000,000 thousand, which is used cyclically during the validity period. As of March 31, 2023, the Company had borrowed NT\$300,000 thousand.

UPIIC entered into medium- and long-term credit contracts with banks to replenish the medium- and long-term working capital. The contract will be effective up to November 2025 with a total credit limit of NT\$1,600,000 thousand, which is used cyclically during the validity period. As of March 31, 2023, UPIIC has not made any drawdown from the line of credit.

CGPC entered into medium- and long-term credit contracts with banks to replenish the medium- and long-term working capital. The contract will be effective up to September 2025 with a total credit limit of NT\$1,300,000 thousand, which is used cyclically during the validity period. As of March 31, 2023, CGPC had borrowed NT\$200,000 thousand.

CGPCPOL entered into medium- and long-term credit contracts with banks to replenish the medium- and long-term working capital. The contract will be effective up to September 2025 with a total credit limit of NT\$400,000 thousand, which is used cyclically during the validity period. As of March 31, 2023, CGPCPOL has not made any drawdown from the line of credit.

TVCM entered into medium- and long-term credit contracts with banks to replenish the medium- and long-term working capital. The contract will be effective up to November 2025 with a total credit limit NT\$300,000 thousand, which is used cyclically during the validity period. As of March 31, 2023, TVCM has not made any rawdown from the line of credit.

TTC entered into medium- and long-term credit contracts with banks to replenish the medium- and long-term working capital. The contract will be effective up to September 2025 with a total credit limit of NT\$2,777,248 thousand, which is used cyclically during the validity period. As of March 31, 2023, TTC had borrowed NT\$100,000 thousand.

APC entered into medium- and long-term credit contracts with banks to replenish the medium- and long-term working capital. The contract will be effective up to December 2025 with a total credit limit of NT\$6,000,000 thousand, which is used cyclically during the validity period. As of March 31, 2023, APC has not made any drawdown from the line of credit.

ACME entered into medium- and long-term credit contracts with banks to replenish the medium- and long-term working capital. The contract will be effective up to March 2027 with a total credit limit of NT\$1,900,000 thousand, which is used cyclically during the validity period. As of March 31, 2023, ACME had borrowed NT\$1,025,100 thousand.

SPC entered into medium- and long-term credit contracts with banks to replenish the medium- and long-term working capital. The contract will be effective up to November 2025 with a total credit limit of NT\$1,550,000 thousand, which is used

cyclically during the validity period. As of March 31, 2023, SPC had borrowed NT\$650,000 thousand.

USIGE entered into medium- and long-term credit contracts with banks to replenish the medium- and long-term working capital. The contract will be effective up to October 2025 with a total credit limit of NT\$1,300,000 thousand, which is used cyclically during the validity period. As of March 31, 2023, USIGE had borrowed NT\$250,000 thousand.

According to the loan contracts of part of subsidiaries, the current ratio, bank loan ratio, debt ratio, and interest protection multiples should not be less than the specified percentage. The subsidiaries should provide improvements to the bank if the requirements were not met. As of March 31, 2023, the subsidiaries did not violate the requirements.

The Group has acquired a special low-interest bank loan line of NT\$6,586,000 thousand in accordance with the “Action Plan for Accelerated Investment by Domestic Corporations” and “Action Plan for Accelerated Investment by SMEs”, and has used NT\$3,975,100 thousand in March 2023, recognized and measured the loan at the market interest rate of. The difference between the market interest rate and the actual preferential repayment rate is recognized as government subsidy.

19. BONDS PAYABLE

	March 31, 2023	December 31, 2022	March 31, 2022
Domestic unsecured bonds 106-1 - issuance on October 27, 2017, 5 years, total amount NT\$2,000,000 thousand, coupon rate 1.10%, bullet repayment	\$ -	\$ -	\$ 2,000,000
Domestic unsecured bonds 108-1 - issuance on April 26, 2019, 5 years, total amount NT\$2,000,000 thousand, coupon rate 0.98%, bullet repayment	2,000,000	2,000,000	2,000,000
Domestic unsecured bonds A 110-1 - issuance on June 23 2021, 5 years, total amount NT\$1,000,000 thousand, coupon rate 0.63%, bullet repayment, repaid NT\$500,000 thousand in the 4th and 5th years respectively from the issuance date	1,000,000	1,000,000	1,000,000

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	March 31, 2023	December 31, 2022	March 31, 2022
Domestic unsecured bonds B 110-1 - issuance on June 23 2021, 7 years, total amount NT\$1,000,000 thousand, coupon rate 0.73%, bullet repayment, repaid NT\$500,000 thousand in the 6th and 7th years respectively from the issuance date	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000
Domestic unsecured bonds A 110-2 - issuance on October 26, 2021, 5 years, total amount NT\$700,000 thousand, coupon rate 0.63%, repaid NT\$350,000 thousand in the 4th and 5th years respectively from the issuance date	700,000	700,000	700,000
Domestic unsecured bonds B 110-2 - issuance on October 26, 2021, 7 years, total amount NT\$1,300,000 thousand, coupon rate 0.77%, repaid NT\$650,000 thousand in the 6th and 7th years respectively from the issuance date	<u>1,300,000</u> 6,000,000	<u>1,300,000</u> 6,000,000	<u>1,300,000</u> 8,000,000
Discounts on bonds payable	(<u>7,155</u>) 5,992,845	(<u>7,772</u>) 5,992,228	(<u>10,150</u>) 7,989,850
Less: Portion due within one year	<u>-</u>	<u>-</u>	(<u>1,999,465</u>)
	<u>\$ 5,992,845</u>	<u>\$ 5,992,228</u>	<u>\$ 5,990,385</u>

In December 2014, the Company applied for the first issuance of unsecured ordinary corporate bonds issued in 2015 with the amount of NT\$2,000,000 thousand in order to reimburse the due bonds and to increase working capital. The unsecured ordinary corporate bonds with a 5-7-year maturity, due for repayment, were all issued in February 2015. The Company repaid due in February 2020 and February 2022, respectively.

In October 2017, the Company applied for the first issuance of unsecured ordinary corporate bonds issued in 2017 with the amount of NT\$2,000,000 thousand in order to reimburse the bank loans, and the unsecured ordinary corporate bonds with a 5-year maturity, due for repayment, were all issued in October 2017. The Company repaid due in October 2022.

In April 2019, the Company applied for the first issuance of unsecured ordinary corporate bonds issued in 2019 with the amount of NT\$2,000,000 thousand in order to reimburse the bank loans, and the unsecured ordinary corporate bonds with a 5-year maturity, due for repayment, were all issued in April 2019.

In June 2021, the Company applied for the first issuance of unsecured ordinary corporate bonds issued in 2021 with the amount of NT\$2,000,000 thousand in order to reimburse the bank loans, and the unsecured ordinary corporate bonds with a 5-to-7-year maturity, due for repayment, were all issued in June 2021.

In October 2021, the Company applied for the second issuance of unsecured ordinary corporate bonds issued in 2021 with the amount of NT\$2,000,000 thousand in order to reimburse the bank loans, and the unsecured ordinary corporate bonds with a 5-to-7-year maturity, due for repayment, were all issued in October 2021.

In March 2022, the Company applied for the first issuance of unsecured ordinary corporate bonds issued in 2022 with the amount of NT\$2,000,000 thousand in order to reimburse the bank loans as approved by resolution of the board of directors. As of the date the consolidated financial statements were authorized for issue, the unsecured ordinary corporate bonds have not yet been issued.

20. ACCOUNTS PAYABLE

	March 31, 2023	December 31, 2022	March 31, 2022
<u>Operating</u>			
Accounts payable	<u>\$ 3,023,379</u>	<u>\$ 3,349,040</u>	<u>\$ 3,484,947</u>

The average credit period of the Group is between 1 and 3 months. The Group has financial risk management policies to ensure that all payables are paid within the credit terms.

21. OTHER LIABILITIES

	March 31, 2023	December 31, 2022	March 31, 2022
<u>Current</u>			
Other payables			
Payables for salaries and bonuses	\$ 455,520	\$ 910,720	\$ 452,792
Payables for purchases of equipment	355,258	292,673	275,690
Payables for utilities and fuel fees	258,725	273,101	218,069
Payables for fares	143,217	184,562	267,031

(Continued)

(Continued)

	March 31, 2023	December 31, 2022	March 31, 2022
Payables for insurance	\$ 41,162	\$ 40,077	\$ 37,970
Payables for interests	40,923	30,242	46,651
Payable for taxes	38,550	36,932	48,520
Dividends payable	27,153	27,294	20,341
Others	<u>455,389</u>	<u>466,773</u>	<u>532,798</u>
	1,815,897	2,262,374	1,899,862
Other liabilities			
Refund liabilities	<u>21,554</u>	<u>28,247</u>	<u>25,170</u>
	<u>\$ 1,837,451</u>	<u>\$ 2,290,621</u>	<u>\$ 1,925,032</u>

The provision for customer returns and rebates is based on historical experience, management's judgments and other known reasons for which estimated product returns and rebates may occur in the reporting period. The provision is recognized as a reduction of operating income in the periods in which the related goods are sold.

22. PROVISIONS

	March 31, 2023	December 31, 2022	March 31, 2022
<u>Non-current</u>			
Litigation provision	<u>\$ 136,375</u>	<u>\$ 136,375</u>	<u>\$ 136,375</u>

Litigation provision is a result of the first-instance judgment and reconciliation of the Kaohsiung gas explosion case on July 31, 2014 for which cash outflows may be recognized in the near future. Please refer to Note 36 for the explanation related to the provision.

23. RETIREMENT BENEFIT PLANS

For the three months ended March 31, 2023 and 2022, the pension costs associated with the defined benefit plan are calculated at the pension cost rates as determined by actuarial calculations as of December 31, 2022 and 2021 and are separately recognized as the following items:

	For the Three Months Ended March 31, 2023	For the Three Months Ended March 31, 2022
Operating costs	\$ 5,058	\$ 5,155
Selling and marketing expenses	534	569
Administrative expenses	589	649
R&D expenses	<u>249</u>	<u>227</u>
	<u>\$ 6,430</u>	<u>\$ 6,600</u>

24. GOVERNMENT SUBSIDY

Acme Electronics (KS) reached an agreement with Kunshan Zhoushizhen People's Government in 2006 in which Acme Electronics (Kunshan) Co., Ltd. promised to relocate its new plant and raise its investment amount. Furthermore, Kunshan Zhoushizhen People's Government subsidized Acme Electronics (KS)'s acquisition of the land for its new plant and the external line project for high voltage power during the relocation process. As of March 31, 2023 and December 31 and March 31, 2022, the amount of unamortized deferred revenues (recorded as other non-current liabilities) were RMB7,170 thousand (NT\$31,722 thousand), RMB7,303 thousand (NT\$32,201 thousand) and RMB7,700 thousand (NT\$34,722 thousand), respectively.

25. EQUITY

	March 31, 2023	December 31, 2022	March 31, 2022
Share capital	\$ 11,887,635	\$ 11,887,635	\$ 11,887,635
Capital surplus	448,224	449,960	366,184
Retained earnings	12,474,469	12,625,207	14,134,186
Other equity	93,897	8,896	605,114
Treasury shares	(475,606)	(475,606)	(475,606)
Non-controlling Interests	<u>26,270,938</u>	<u>26,428,793</u>	<u>30,992,635</u>
	<u>\$ 50,699,557</u>	<u>\$ 50,924,885</u>	<u>\$ 57,510,148</u>

a. Share capital

	March 31, 2023	December 31, 2022	March 31, 2022
Number of shares authorized (in thousands)	<u>1,342,602</u>	<u>1,342,602</u>	<u>1,342,602</u>
Share capital authorized	<u>\$ 13,426,024</u>	<u>\$ 13,426,024</u>	<u>\$ 13,426,024</u>
Number of shares issued and fully paid (in thousands)	<u>1,188,763</u>	<u>1,188,763</u>	<u>1,188,763</u>
Share capital issued	<u>\$ 11,887,635</u>	<u>\$ 11,887,635</u>	<u>\$ 11,887,635</u>

Fully paid ordinary shares, which have a par value of NT\$10, carry one vote per share and carry a right to dividends.

b. Capital surplus

The capital surplus generated from donations and the excess of the issuance price over the par value of share capital (including the issuance of ordinary shares in excess of par value, the capital stock premium of shares issued due to merger, and treasury stock

trading, etc) may be used to offset a deficit; in addition, when the Company has no deficit, such capital surplus may be distributed as cash dividends or share dividends up to a certain percentage of the Company's paid-in capital. The capital surplus arising from investments accounted for using the equity method and from dividends had not been received during the given period by stockholders are used to offset a deficit only.

c. Retained earnings and dividends policy

In accordance with the dividends policy as set forth in the Company's Articles of Incorporation, where there is a profit in a fiscal year, the profit after tax shall be first utilized for offsetting losses of previous years, setting aside as a legal reserve 10% of the remaining profit, setting aside or reversing a special reserve in accordance with the laws and regulations, and then any remaining profit together with any undistributed retained earnings shall be used by the Company's board of directors as the basis for proposing a distribution plan, which should be resolved in the shareholders' meeting for the distribution of dividends and bonuses to shareholders. For the policies on the distribution of employees' compensation and remuneration of directors after the amendment, please refer to "employees' compensation and remuneration of directors" in Note 27(g).

The industry that the Company operates in is in the maturity stage. Consequently, in order to take R&D needs and diversification into consideration, shareholders' dividends shall be no less than 10% of the distributable earnings in the current year, of which the cash dividends not be no less than 10% of the total dividends. However, dividends may be stopped if the distributable profit per share in the current fiscal year is less than NT\$0.1.

The appropriation of earnings to the legal reserve shall be made until the legal reserve equals the Company's paid-in capital. The legal reserve may be used to offset deficits. If the Company has no deficit and the legal reserve has exceeded 25% of the Company's paid-in capital, the excess may be transferred to capital or distributed in cash.

At the Board of Directors' Meeting held on March 7, 2023 and the Annual Shareholders' Meeting held on May 31, 2022, the Company proposed and resolved the following distribution of earnings for 2022 and 2021, respectively:

	Appropriation of Earnings		Dividends Per Share (NT\$)	
	2022	2021	2022	2021
Legal reserve	\$ 164,106	\$ 529,104		
Cash dividends	<u>832,134</u>	<u>2,615,280</u>	\$ 0.7	\$ 2.2
	<u>\$ 996,240</u>	<u>\$ 3,144,384</u>		

The appropriations of earnings for the year ended December 31, 2022 are subject to the resolution of the shareholders' meeting to be held on May 31, 2023.

d. Other equity

1) Exchange differences on translating the financial statements of foreign operations

	For the Three Months Ended March 31, 2023	For the Three Months Ended March 31, 2022
Beginning balance	<u>(\$ 371,193)</u>	<u>(\$ 710,973)</u>
Generated during the period		
Exchange differences on translating the financial statements of foreign operations	24,471	496,603
Related income tax of the profits and losses on translating the financial statements of foreign operations	(<u>1,824</u>)	(<u>89,604</u>)
Ending Balance	<u>(\$ 348,546)</u>	<u>(\$ 303,974)</u>

2) Unrealized gain (loss) on financial assets at FVTOCI

	For the Three Months Ended March 31, 2023	For the Three Months Ended March 31, 2022
Beginning balance	<u>\$ 380,089</u>	<u>\$ 795,331</u>
Generated during the period		
Unrealized gains (losses)		
Equity instruments	62,598	114,135
Related income tax	(<u>244</u>)	(<u>378</u>)
Ending Balance	<u>\$ 442,443</u>	<u>\$ 909,088</u>

e. Non-controlling Interests

	For the Three Months Ended March 31, 2023	For the Three Months Ended March 31, 2022
Beginning balance	\$ 26,428,793	\$ 30,182,962
Profit (loss) for the period	(491,500)	195,617
Other comprehensive income (loss) for the period		
Exchange differences on translating the financial statements of foreign operations	49,377	651,481
Income tax relating to exchange difference on translating foreign operations	119	(51,054)
Unrealized gain (loss) on financial assets at FVTOCI	6,457	9,549
Income tax relating to unrealized gain (loss) on financial assets at FVTOCI	(510)	(791)
Adjustments relating to changes accounted for using the equity method	55,932	(3)
Change in non-controlling interests	<u>222,270</u>	<u>4,874</u>
Ending Balance	<u>\$ 26,270,938</u>	<u>\$ 30,992,635</u>

f. Treasury shares

Purpose of Buy-Back	Number of Shares, Beginning (In Thousands of Shares)	Increase During the Period	Decrease During the Period	Number of Shares, Ending (In Thousands of Shares)
<u>For the Three Months</u>				
<u>Ended March 31, 2023</u>				
Transfer from investment shares to treasury held by subsidiaries under equity method	<u>116,466</u>	=====	=====	<u>116,466</u>
<u>For the Three Months</u>				
<u>Ended March 31, 2022</u>				
Transfer from investment shares to treasury held by subsidiaries under equity method	<u>116,466</u>	=====	=====	<u>116,466</u>

The Company's shares held by its subsidiaries at the balance sheet date were as follows:

Name of Subsidiary	Number of Shares Held (In Thousands of Shares)	Carrying Amount	Market Price
<u>March 31, 2023</u>			
APC	101,356	\$ 1,377,381	\$ 2,685,925
TTC	15,110	<u>81,875</u>	<u>400,412</u>
		<u>\$ 1,459,256</u>	<u>\$ 3,086,337</u>
 <u>December 31, 2022</u>			
APC	101,356	\$ 1,377,381	\$ 2,239,960
TTC	15,110	<u>81,875</u>	<u>333,929</u>
		<u>\$ 1,459,256</u>	<u>\$ 2,573,889</u>
 <u>March 31, 2022</u>			
APC	101,356	\$ 1,377,381	\$ 3,050,806
TTC	15,110	<u>81,875</u>	<u>454,808</u>
		<u>\$ 1,459,256</u>	<u>\$ 3,505,614</u>

The Company's shares held by subsidiaries are regarded as treasury shares. Investments accounted for using the equity method are reclassified as treasury shares. The Company's shares held by APC and TTC were carried as unrealized gain (loss) on financial assets at FVTOCI and valued at the closing price of March 31, 2023 and December 31, and March 31, 2022. The carrying amounts of investments accounted for using the equity method and unrealized the gain on financial assets at FVTOCI were NT\$540,122 thousand, NT\$371,473 thousand and NT\$678,107 thousand, respectively.

26. REVENUE

	For the Three Months Ended March 31, 2023	For the Three Months Ended March 31, 2022
Revenue from the sale of goods		
Plastic raw materials	\$ 12,407,698	\$ 16,232,354
Electronic materials	519,565	703,432
Others	<u>248,293</u>	<u>162,135</u>
	<u>\$ 13,175,556</u>	<u>\$ 17,097,921</u>

Product sales revenue of the Group mainly comes from selling polyethylene plastic and other related products.

Contract balances

	March 31, 2023	December 31, 2022	March 31, 2022	January 1, 2022
Notes and accounts receivables (Note 10)	<u>\$ 6,236,091</u>	<u>\$ 7,939,581</u>	<u>\$ 7,687,358</u>	<u>\$ 9,391,222</u>
Contract liabilities (presented in other current liabilities)				
Merchandise sales	<u>\$ 457,005</u>	<u>\$ 404,236</u>	<u>\$ 429,668</u>	<u>\$ 363,049</u>

27. PROFIT (LOSS) FOR THE PERIOD

Net profit (loss) for the period includes the following:

a. Interest income

	For the Three Months Ended March 31, 2023	For the Three Months Ended March 31, 2022
Cash and cash equivalents	<u>\$ 55,218</u>	<u>\$ 14,489</u>
FINANCIAL ASSETS AT AMORTIZED COST	585	362
Others	<u>2,156</u>	<u>867</u>
	<u>\$ 57,959</u>	<u>\$ 15,718</u>

b. Other income

	For the Three Months Ended March 31, 2023	For the Three Months Ended March 31, 2022
Rental income	<u>\$ 33,297</u>	<u>\$ 36,621</u>
Dividend income	11,371	16,014
Income from management services (Note 34)	9,816	8,249
Income from grants (Note 24)	9,017	1,322
Settlement income	14	241,086
Others	<u>11,744</u>	<u>3,956</u>
	<u>\$ 75,259</u>	<u>\$ 307,248</u>

c. Other gains and losses

	For the Three Months Ended March 31, 2023	For the Three Months Ended March 31, 2022
Net gain (loss) on disposal of property, plant and equipment - net	\$ 2,464	\$ 1,012
Foreign exchange gain (loss) - net	(14,131)	239,459
Gain (loss) on financial assets and liabilities at FVTPL - net	1,086	(41,066)

	For the Three Months Ended March 31, 2023	For the Three Months Ended March 31, 2022
Depreciation expense	(\$ 11,975)	(\$ 11,237)
Other gains and losses	(25,880)	(19,460)
	<u>(\$ 48,436)</u>	<u>\$ 168,708</u>

d. Finance costs

	For the Three Months Ended March 31, 2023	For the Three Months Ended March 31, 2022
Interest on bank loans	\$ 43,892	\$ 15,299
Interest on bonds payable	12,522	19,857
Other interest expense	151	652
Interest on lease liabilities	9,388	1,696
Less: Capitalized interest (presented under construction in progress)	(1,705)	(678)
	<u>\$ 64,248</u>	<u>\$ 36,826</u>

Information about capitalized interest is as follows:

	For the Three Months Ended March 31, 2023	For the Three Months Ended March 31, 2022
Capitalized interest	\$ 1,705	\$ 678
Capitalization rate	0.84% ~ 1.55%	0.50% ~ 1.03%

e. Depreciation and amortization

	For the Three Months Ended March 31, 2023	For the Three Months Ended March 31, 2022
Property, plant and equipment	\$ 566,048	\$ 548,405
Right-of-use assets	38,419	18,698
Investment properties	10,300	10,701
Intangible assets	2,060	1,526
Others	12,923	11,608
	<u>\$ 629,750</u>	<u>\$ 590,938</u>

An analysis of depreciation by
function

Operating costs	\$ 560,219	\$ 529,029
Operating expenses	42,573	37,538
Other gains and losses	11,975	11,237
	<u>\$ 614,767</u>	<u>\$ 577,804</u>

An analysis of amortization by

	For the Three Months Ended March 31, 2023	For the Three Months Ended March 31, 2022
function		
Operating costs	\$ 12,923	\$ 11,630
Selling and marketing expenses	538	-
Administrative expenses	1,398	1,404
Research and development expenses	<u>124</u>	<u>100</u>
	<u>\$ 14,983</u>	<u>\$ 13,134</u>

f. Employee benefits expense

	For the Three Months Ended March 31, 2023	For the Three Months Ended March 31, 2022
Retirement benefits		
Defined contribution plans	\$ 43,536	\$ 44,022
Defined benefit plans (Note 23)	<u>6,430</u>	<u>6,600</u>
	49,966	50,622
Other employee benefits	<u>1,138,421</u>	<u>1,215,255</u>
Total employee benefits expenses	<u>\$ 1,188,387</u>	<u>\$ 1,265,877</u>
An analysis of employee benefits expense by function		
Operating costs	\$ 816,372	\$ 850,767
Operating expenses	<u>372,015</u>	<u>415,110</u>
	<u>\$ 1,188,387</u>	<u>\$ 1,265,877</u>

g. Employees' compensation and remuneration of directors

The Company accrued employees' compensation and remuneration of directors at the rate of no less than 1% and no higher than 1%, respectively, of net profit before income tax.

Employees' compensation and remuneration of directors were not estimated due to losses for the three months ended March 31, 2023.

Employees' compensation and remuneration of directors are estimated as follows for the three months ended March 31, 2022:

	For the Three Months Ended March 31, 2022	
	Accrual rates	Amount
Employees' compensation	1.00%	<u>\$ 5,927</u>
Remuneration of Directors	0.13%	<u>\$ 750</u>

If there is a change in the amounts after the annual consolidated financial statements are authorized for issue, the differences are recorded as a change in the accounting estimate and recognized in the next year.

The employees' compensation and remuneration of directors for the years ended December 31, 2022 and 2021 were approved by the Company's board of directors on March 7, 2023 and March 10, 2022, respectively, as follows:

	<u>2022</u>	<u>2021</u>
Employees' compensation	\$ <u>19,543</u>	\$ <u>59,332</u>
Remuneration of Directors	\$ <u>3,000</u>	\$ <u>3,000</u>

There was no difference between the actual amounts of employees' compensation and remuneration of directors for the years ended December 31, 2022 and 2021 paid and the amounts recognized in the consolidated financial statements for the years ended December 31, 2022 and 2021.

Information on the employees' compensation and remuneration of directors resolved by the Company's board of directors is available at the "Market Observation Post System" website of the Taiwan Stock Exchange.

h. Foreign exchange gains and losses

	<u>For the Three Months Ended March 31, 2023</u>	<u>For the Three Months Ended March 31, 2022</u>
Foreign exchange gains	\$ 108,957	\$ 335,708
Foreign exchange losses	(<u>123,088</u>)	(<u>96,249</u>)
Net profit (loss)	(<u>\$ 14,131</u>)	\$ <u>239,459</u>

28. INCOME TAX

a. Income tax recognized in profit or loss

The major components of income tax expense were as follows:

	<u>For the Three Months Ended March 31, 2023</u>	<u>For the Three Months Ended March 31, 2022</u>
Current tax		
In respect of the current period	\$ 217,965	\$ 342,897
Adjustments for prior years	(<u>13,896</u>)	(<u>16,437</u>)
	<u>204,069</u>	<u>326,460</u>
Deferred tax		
In respect of the current period	(161,484)	(68,881)
Adjustments for prior years	(<u>10,953</u>)	(<u>2</u>)
	(<u>172,437</u>)	(<u>68,883</u>)

Income tax expense recognized in profit or loss	\$ <u>31,632</u>	\$ <u>257,577</u>
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The income tax rate of the Company and its domestic subsidiaries is 20%. The income tax rate of subsidiaries in China is 25%. The tax amount generate by other jurisdictions is calculated based on the applicable tax rate in each relevant jurisdictions.

b. Income tax recognized in other comprehensive income

	For the Three Months Ended March 31, 2023	For the Three Months Ended March 31, 2022
<u>Deferred tax</u>		
Generated during the period		
- Translation of foreign operations	(\$ 1,705)	(\$ 140,658)
- Unrealized gain (loss) on financial assets at FVTOCI	(<u>754</u>)	(<u>1,169</u>)
Income tax recognized in other comprehensive expenses	(\$ <u>2,459</u>)	(\$ <u>141,827</u>)

c. Income tax assessments

The income tax return of ACME, CGPCPOL, UM, USII, TUV C, TUV M, CLT, UPIIC, SPC and STC as of December 31, 2020 has been assessed by the tax authorities; the income tax return of the Company, USIO, TTC, CGPC, TVCM, APC, APC Investment Corporation, INOMA, CGTD and USIGE as of December 31, 2019 has been assessed by the tax authorities.

29. EARNINGS (LOSSES) PER SHARE

	Unit: NT\$ Per Share	
	For the Three Months Ended March 31, 2023	For the Three Months Ended March 31, 2022
Basic earnings (losses) per share	(\$ <u>0.09</u>)	\$ <u>0.50</u>
Diluted earnings (losses) per share	(\$ <u>0.09</u>)	\$ <u>0.50</u>

The earnings (losses) and weighted average number of ordinary shares outstanding in the computation of earnings (losses) per share were as follows:

Profit (loss) for the period

	<u>For the Three Months Ended March 31, 2023</u>	<u>For the Three Months Ended March 31, 2022</u>
Net (loss) income attributable to owners of the Company (used to calculate the net income (loss) from basic and diluted earnings (losses) per share)	(\$ <u>96,523</u>)	<u>\$ 534,759</u>

Number of Shares Unit: In Thousands of Shares

	<u>For the Three Months Ended March 31, 2023</u>	<u>For the Three Months Ended March 31, 2022</u>
Weighted average number of ordinary shares used in the computation of basic earnings per share	1,072,298	1,072,298
Effect of potentially dilutive ordinary shares:		
Employees' compensation	<u>-</u>	<u>1,802</u>
Weighted average number of ordinary shares used in the computation of diluted earnings per share	<u>1,072,298</u>	<u>1,074,100</u>

If the Group offered to settle remuneration paid to employees in cash or shares, the Group assumed the entire amount of the compensation would be settled in shares, and the resulting potential shares were included in the weighted average number of shares outstanding used in the computation of diluted earnings per share, as the effect is dilutive. Such dilutive effect of the potential shares is included in the computation of diluted earnings per share until the number of shares to be distributed to employees is resolved in the following year.

The Company's net loss for the period for the three months ended March 31, 2023 is not included in the calculation of diluted earnings per share because the effect of dilutive potential common shares from employee compensation is anti-dilutive.

30. SHARE-BASED PAYMENT ARRANGEMENTS

USIO didn't issue employee share options for the three months ended March 31, 2022. Information on employee share options which were issued was as follows (for the three months ended March 31, 2023: None):

Employee share options	For the Three Months Ended March 31, 2022	
	Unit	Weighted average Exercise Price (NT\$)
Outstanding at beginning and ending	<u>133</u>	\$ 10.8
Exercisable at ending	<u>133</u>	10.8

As of the years ended March 31, 2022 (for the year ended March 31, 2023: None), the information related to employee share options outstanding and USIO is as follows:

March 31, 2022	
Scope of Exercise Price (NT\$)	Weighted average contract term before expired (year)
\$ 10.8	0.2

31. CASH FLOW INFORMATION

a. Non-cash transactions

Except as disclosed in other notes, the following non-cash investing and financing activities of the Group for the three months ended March 31, 2023 and 2022 were as follows:

- 1) As of March 31, 2023, December 31, 2022 and March 31, 2022, the amounts of payables for purchases of equipment were NT\$355,258 thousand, NT\$292,673 thousand and NT\$275,690 thousand, respectively.
- 2) As of March 31, 2023, December 31, 2022 and March 31, 2022, the amounts of payables for dividends declared but not issued were NT\$27,153 thousand, NT\$27,294 thousand and NT\$20,341 thousand, respectively

b. Changes in liabilities arising from financing activities

	January 1, 2023	Cash Flows	Non-cash Changes				March 31, 2023
			New Leases	Amortization of Finance Costs	Changes in Foreign Currency Exchange Rates	Others	
Short-term borrowings	\$ 2,400,326	(\$ 11,717)	\$ -	\$ -	\$ -	\$ -	\$ 2,388,609
Short-term bills payable	290,613	(151,000)	-	-	-	326	139,939
Bonds payable (including those due within 1 year)	5,992,228	-	-	617	-	-	5,992,845
Long-term borrowings (including those due within 1 year)	6,366,223	91,512	-	(7,882)	-	-	6,449,853
Guarantee deposits received	46,189	(1,304)	-	-	-	-	44,885
Lease liabilities (including those due within 1 year)	1,365,026	(35,834)	889,807	9,388	513	(9,388)	2,219,512
Other non-current liabilities	87,324	12,749	-	-	-	-	100,073
	<u>\$ 16,547,929</u>	<u>(\$ 95,594)</u>	<u>\$ 889,807</u>	<u>\$ 2,123</u>	<u>\$ 513</u>	<u>(\$ 9,062)</u>	<u>\$ 17,335,716</u>

	January 1, 2022	Cash Flows	Non-cash Changes				March 31, 2022
			New Leases	Amortization of Finance Costs	Changes in Foreign Currency Exchange Rates	Others	
Short-term borrowings	\$ 2,498,041	(\$ 1,081,351)	\$ -	\$ -	\$ -	\$ -	\$ 1,416,690
Short-term bills payable	279,635	(130,000)	-	-	-	321	149,956
Bonds payable (including those due within 1 year)	8,988,972	(1,000,000)	-	878	-	-	7,989,850
Long-term borrowings (including those due within 1 year)	4,513,240	94,065	-	-	-	2,646	4,609,951
Guarantee deposits received	29,528	10,422	-	-	-	-	39,950
Lease liabilities (including those due within 1 year)	460,567	(19,147)	13,958	1,696	3,361	(1,696)	458,739
Other non-current liabilities	65,243	(3,581)	-	-	-	-	61,662
	<u>\$ 16,835,226</u>	<u>(\$ 2,129,592)</u>	<u>\$ 13,958</u>	<u>\$ 2,574</u>	<u>\$ 3,361</u>	<u>\$ 1,271</u>	<u>\$ 14,726,798</u>

32. CAPITAL MANAGEMENT

The Group manages its capital to ensure that entities in the Group will be able to continue as going concern while maximizing the return to stakeholders through the optimization of the debt and equity balance. The Group's overall management strategy remains unchanged from the past year. The capital structure of the Group consists of its net debt and equity.

Key management personnel of the Group review the capital structure periodically.

As part of this review, the key management personnel consider the cost of capital and the risks associated with each class of capital. Based on recommendations of the key management personnel, in order to balance the overall capital structure, the Group may adjust the amount of dividends paid to shareholders, and the amount of new debt issued or existing debt redeemed.

33. FINANCIAL INSTRUMENTS

a. Fair value of financial instruments not measured at fair value

March 31, 2023

	Carrying Amount	Fair Value			
		Level 1	Level 2	Level 3	Total
<u>Financial liabilities</u>					
Financial liabilities at amortized cost					
- Domestic corporate bonds	<u>\$ 5,992,845</u>	<u>\$ -</u>	<u>\$ 5,915,679</u>	<u>\$ -</u>	<u>\$ 5,915,679</u>

December 31, 2022

	Carrying Amount	Fair Value			
		Level 1	Level 2	Level 3	Total
<u>Financial liabilities</u>					
Financial liabilities at amortized cost					
- Domestic corporate bonds	<u>\$ 5,992,228</u>	<u>\$ -</u>	<u>\$ 5,950,888</u>	<u>\$ -</u>	<u>\$ 5,950,888</u>

March 31, 2022

	Carrying Amount	Fair Value			Total
		Level 1	Level 2	Level 3	
<u>Financial liabilities</u>					
Financial liabilities at amortized cost					
- Domestic corporate bonds	<u>\$ 7,989,850</u>	<u>\$ -</u>	<u>\$ 8,010,794</u>	<u>\$ -</u>	<u>\$ 8,010,794</u>

Expect for the above, the management of the Group considers that the carrying amounts of financial assets and financial liabilities recognized in the consolidated financial statements approximate their fair values. Otherwise, the fair values cannot be reliably measured.

b. Fair value of financial instruments measured at fair value on a recurring basis

1) Fair value hierarchy

March 31, 2023

	Level 1	Level 2	Level 3	Total
<u>Financial assets at FVTPL</u>				
Derivatives	\$ -	\$ 1,790	\$ -	\$ 1,790
Domestic listed (OTC) shares	185,094	-	-	185,094
Fund beneficiary certificates	2,983,945	-	-	2,983,945
Beneficiary securities	265,929	-	-	265,929
Foreign listed stocks	74	-	-	74
Total	<u>\$ 3,435,042</u>	<u>\$ 1,790</u>	<u>\$ -</u>	<u>\$ 3,436,832</u>
<u>Financial assets at FVTOCI</u>				
Investments in equity instruments				
- Domestic listed (OTC) shares	\$ 1,697,764	\$ -	\$ -	\$ 1,697,764
- Domestic unlisted shares and emerging market shares	-	-	353,861	353,861
- Foreign listed (OTC) shares	29,097	-	-	29,097
-Overseas unlisted equity investments	-	-	145,754	145,754
Total	<u>\$ 1,726,861</u>	<u>\$ -</u>	<u>\$ 499,615</u>	<u>\$ 2,226,476</u>
<u>Financial liabilities at FVTPL</u>				
Derivatives	<u>\$ -</u>	<u>\$ 4,421</u>	<u>\$ -</u>	<u>\$ 4,421</u>

December 31, 2022

	Level 1	Level 2	Level 3	Total
<u>Financial assets at FVTPL</u>				
Derivatives	\$ -	\$ 2,121	\$ -	\$ 2,121
Domestic listed (OTC) shares	228,677	-	-	228,677
Fund beneficiary certificates	2,259,780	-	-	2,259,780
Beneficiary securities	233,828	-	-	233,828
Foreign listed stocks	91	-	-	91
Total	<u>\$ 2,722,376</u>	<u>\$ 2,121</u>	<u>\$ -</u>	<u>\$ 2,724,497</u>
<u>Financial assets at FVTOCI</u>				
Investments in equity instruments				
- Domestic listed (OTC) shares	\$ 1,629,053	\$ -	\$ -	\$ 1,629,053
- Domestic unlisted shares and emerging market shares	-	-	359,548	359,548
- Foreign listed (OTC) shares	30,041	-	-	30,041
-Overseas unlisted equity investments	-	-	139,376	139,376
Total	<u>\$ 1,659,094</u>	<u>\$ -</u>	<u>\$ 498,924</u>	<u>\$ 2,158,018</u>
<u>Financial liabilities at FVTPL</u>				
Derivatives	<u>\$ -</u>	<u>\$ 27,839</u>	<u>\$ -</u>	<u>\$ 27,839</u>

March 31, 2022

	Level 1	Level 2	Level 3	Total
<u>Financial assets at FVTPL</u>				
Derivatives	\$ -	\$ 14,103	\$ -	\$ 14,103
Domestic listed (OTC) shares	691,594	-	-	691,594
Fund beneficiary certificates	4,405,959	-	-	4,405,959
Beneficiary securities	248,184	-	-	248,184
Foreign listed stocks	153	-	-	153
Total	<u>\$ 5,345,890</u>	<u>\$ 14,103</u>	<u>\$ -</u>	<u>\$ 5,359,993</u>
<u>Financial assets at FVTOCI</u>				
Investments in equity instruments				
- Domestic listed (OTC) shares	\$ 1,981,263	\$ -	\$ -	\$ 1,981,263
- Domestic emerging stocks	-	-	27,192	27,192
- Domestic unlisted shares and emerging market shares	-	-	380,788	380,788
- Foreign listed (OTC) shares	39,045	-	-	39,045
-Overseas unlisted equity investments	-	-	131,158	131,158
Total	<u>\$ 2,020,308</u>	<u>\$ -</u>	<u>\$ 539,138</u>	<u>\$ 2,559,446</u>
<u>Financial liabilities at FVTPL</u>				
Derivatives	<u>\$ -</u>	<u>\$ 43,994</u>	<u>\$ -</u>	<u>\$ 43,994</u>

There were no transfers between Levels 1 and 2 fair value measurement for the three months ended March 31, 2023 and 2022.

2) Reconciliation of Level 3 fair value measurements of financial instruments

	For the Three Months Ended March 31, 2023	For the Three Months Ended March 31, 2022
<u>Financial assets at FVTOCI</u>		
Beginning balance	\$ 498,924	\$ 573,021
Recognized in other comprehensive income (included in unrealized gain (loss) on financial assets at FVTOCI)	<u>690</u>	<u>(33,883)</u>
Ending Balance	<u>\$ 499,614</u>	<u>\$ 539,138</u>

3) Valuation techniques and inputs applied for Level 2 fair value measurement

<u>Categories of financial instruments</u>	<u>Valuation Techniques and Inputs</u>
Financial liabilities – domestic corporate bonds	The corporate bond interest rate announced by Taipei Exchange, of which per-hundred price is calculated according to the credit rating and the expiration date through interpolation method.
Derivatives - foreign exchange forward contracts	Discounted cash flow: Future cash flows are estimated based on observable forward exchange rates at the end of the reporting period and contract forward rates, discounted at a rate that reflects the credit risk of various counterparties.

4) Valuation techniques and inputs applied for Level 3 fair value measurement

The Group applied the valuation techniques and inputs for Level 3 fair value measurement for its independent fair value authentication of financial instruments which was carried out by the financial department. Through information from independent resources, the Group keeps the results close to the market state and reviews such results periodically to ensure that they are reasonable. The fair values of domestic and foreign unlisted equity securities were determined using the asset-based approach. In this approach, the fair value is determined by the latest net value of the investee company and the financial and business conditions of its observable company. If the discount for the lack of marketability decreases, the fair value of investments will increase. When the discount for lack of marketability increases/decreases by 10%, the fair value would have

decreased/increased by NT\$49,961 thousand and NT\$53,914 thousand, respectively for the three months ended March 31, 2023 and 2022.

c. Categories of financial instruments

	March 31, 2023	December 31, 2022	March 31, 2022
<u>Financial assets</u>			
Financial assets at FVTPL			
Financial assets mandatorily classified as at FVTPL	\$ 3,436,832	\$ 2,724,497	\$ 5,359,993
Financial assets at Amortized Cost			
Cash and cash equivalents	\$11,920,883	\$11,498,415	\$11,066,344
Pledged time and demand deposits	731,188	798,608	740,861
Notes receivable	492,419	544,546	628,657
Accounts receivable	5,743,672	7,395,035	7,058,701
Other receivables (including related parties)	71,968	59,146	51,176
Refundable deposits	233,333	222,205	175,539
Financial assets at FVTOCI – investments in equity instruments			
	2,226,476	2,158,018	2,559,446
<u>Financial liabilities</u>			
Financial liabilities at FVTPL - held for trading			
	4,421	27,839	43,994
Measured at amortized cost			
Short-term borrowings	2,388,609	2,400,326	1,416,690
Short-term bills payable	139,939	290,613	149,956
Accounts payable	3,023,379	3,349,040	3,484,947
Other payables (not including salaries payable or taxes payable)	1,321,827	1,314,722	1,398,550
Current portion of long-term borrowings	-	-	2,326,268
BONDS PAYABLE	5,992,845	5,992,228	5,990,385
Long-term borrowings	6,449,853	6,366,223	4,283,148
Guarantee deposits received	44,885	46,189	39,950

d. Financial Risk Management Objectives and Policies

The Group's conduct of risk controlling and hedging strategy is influenced by the operational environment. The Group monitors and manages the financial risk by business nature and risk dispersion. These risks include market risk (including foreign currency risk, interest rate risk and other price risks), credit risk and liquidity risk.

1) Market risk

The Group's activities exposed it primarily to the financial risks of changes in foreign currency exchange rates, interest rates and other price risks.

There has been no change to the Group's exposure to market risks or the manner in which these risks were managed and measured.

a) Foreign currency risk

The Group had conducted foreign currency sales and purchases, which exposed the Group to foreign currency risk. In order to avoid the impact of foreign currency exchange rate changes, which lead to deductions in foreign currency denominated assets and fluctuations in their future cash flows, the Group used foreign exchange forward contracts to eliminate foreign currency exposure and thus mitigate the impact of the risk. The use of foreign exchange forward contracts was governed by the Group's policies approved by the board of directors. Compliance with policies and exposure limits was reviewed by internal auditors on a continuous basis. The Group did not engage in any derivative transactions for speculative purposes.

For the carrying amount of monetary assets and monetary liabilities denominated in non-functional currencies of the Group as of the balance sheet date, please refer to Note 38. For carrying amount of derivatives exposed to exchange rate risk, please refer to Note 7.

Sensitivity analysis

The sensitivity analysis of foreign currency risk mainly focuses on the computation of foreign currency monetary items at the end of the financial reporting period (U.S. dollar and RMB denominated items). When the functional currency of the entities of the Group relative to the USD and RMB appreciates/depreciates by 3%, the Group's profit before tax for the three months ended March 31, 2023 and 2022 would have

decreased/increased by NT\$108,815 thousand and NT\$142,913 thousand, respectively.

Since this sensitivity analysis is based on the computation of foreign currency exposure at balance sheet date, the management concedes that this analysis cannot properly reflect the mid-year exposures.

b) Interest rate risk

The Group was exposed to the fair value risk of interest rate fluctuations for the fixed interest rate bearing financial assets and financial liabilities; the Group was exposed to the cash flow risk of interest rate fluctuations for the floating interest rate bearing financial assets and financial liabilities. The Group's management regularly monitors the fluctuations in market rates and then adjusted its balance of floating rate bearing financial liabilities to make the Group's interest rates more closely approach market rates in response to the interest rate risk.

The carrying amount of the Group's financial assets and financial liabilities with exposure to interest rates at the end of the reporting period were as follows:

	March 31, 2023	December 31, 2022	March 31, 2022
Fair value interest rate risk			
- Financial assets	\$ 9,600,362	\$ 9,261,151	\$ 7,513,983
- Financial liabilities	10,729,795	10,608,268	10,463,546
Cash flow interest rate risk			
- Financial assets	2,560,338	2,921,919	3,969,055
- Financial liabilities	6,460,963	5,806,148	4,161,640

Sensitivity analysis

Regarding the sensitivity analysis of interest risk, the Group's computation was based on financial assets and financial liabilities with cash flow interest rate risk. A 0.5% increase/decrease of market interest was used when reporting interest rate risk internally to key management personnel and represents management's assessment of the reasonably possible change in interest rate. If interest rates had been 0.5% higher/lower and all other variables were held constant, the Group's loss before tax for the three months ended March 31, 2023 will decrease/increase by NT\$4,876

thousand; and the Group's benefit before tax for the three months ended March 31, 2023 will decrease/increase by NT\$241 thousand.

c) Other price risk

The Group was exposed to the equity price risk through its investments in domestic and foreign listed (OTC) shares, fund beneficiary certificates and other investments. The Group manages this exposure by maintaining a portfolio of investments with different risks. In addition, the Group has appointed a special team to monitor the price risk.

Sensitivity analysis

The following sensitivity analysis was determined based on the price of equity securities on the balance sheet date. However, the fund beneficiary certificates held by the Group are mainly money market funds, which have very low price volatility risk, so it is not included in sensitivity analysis.

If the equity price fluctuates by 5%, the pre-tax profit for the three months ended March 31, 2023 and 2022 would have increased/decreased by NT\$23,556 thousand and NT\$46,997 thousand, respectively, as a result of the changes in fair value of financial assets at FVTPL (excluding fund beneficiary certificates). The pre-tax other comprehensive income for the three months ended March 31, 2023 and 2022 would have increased/decreased by NT\$111,324 thousand and NT\$127,972 thousand, respectively, as a result of the changes in fair value of financial assets at FVTOCI.

2) Credit risk

Credit risk refers to the risk that a counterparty will default on its contractual obligations and result in financial loss to the Group. As of the balance sheet date, the Group's maximum exposure to credit risk, which would cause a financial loss to the Group due to the failure of the counterparty to discharge its obligation, could arise from:

- a) The carrying amount of the financial assets recognized in the consolidated balance sheets; and

The maximum amount payable by the Group due to financial guarantees provided by the Group.

The Group adopted a policy of only dealing with creditworthy counterparties as a means of mitigating the risk of financial loss from defaults. The Group's exposure and the credit ratings of its counterparties are continuously monitored.

The counterparties of the Group's accounts receivable included numerous clients distributed over a variety of areas and were not centered on a single client or location. Furthermore, the Group continuously assesses the financial condition of its clients, and then the Group's credit risk was limited. On the balance sheet date, the Group's maximum exposure to credit risk is approximately the carrying amounts respective recognized financial assets as stated in the balance sheet.

3) Liquidity risk

The Group operations and mitigate the effects of the Group's operating cash flow fluctuations by managing and maintaining sufficient cash and cash equivalents.

a) Liquidity of non-derivative financial liabilities and interest risk table

The following table details the Group's remaining contractual maturity for its non-derivative financial liabilities with agreed repayment periods based on the probable earliest dates on which the Group can be required to pay. The table has been drawn up based on the undiscounted cash flows of financial liabilities, including the cash flows of interests and principals.

March 31, 2023

	Weighted Average Interest Rate (%)	On Demand or Less than 1 Year	1 - 5 years	More than 5 years
<u>Non-derivative financial liabilities</u>				
Non-interest bearing liabilities		\$ 4,345,206	\$ -	\$ -
Lease liabilities	0.83-9.25	200,021	673,163	1,880,525
Floating interest rate liabilities	0.89-7.65	1,091,280	5,644,881	-
Fixed interest rate liabilities	0.63-1.85	<u>1,579,555</u>	<u>5,948,258</u>	<u>1,153,832</u>
		<u>\$ 7,216,062</u>	<u>\$ 12,266,302</u>	<u>\$ 3,034,357</u>

Additional information about the maturity analysis for lease liabilities:

	Less than 1 Year	1-5 years	5~10 years	10~15 years	15~20 years	More than 20 years
Lease liabilities	<u>\$ 200,021</u>	<u>\$ 673,163</u>	<u>\$ 625,225</u>	<u>\$ 607,243</u>	<u>\$ 557,462</u>	<u>\$ 90,595</u>

December 31, 2022

	Weighted Average Interest Rate (%)	On Demand or Less than 1 Year	1 - 5 years	More than 5 years
<u>Non-derivative</u>				
<u>financial liabilities</u>				
Non-interest bearing liabilities		\$ 4,663,762	\$ -	\$ -
Lease liabilities	0.83-9.25	126,352	441,267	1,143,962
Floating interest rate liabilities	0.76-7.62	1,054,236	4,985,850	-
Fixed interest rate liabilities	0.63-1.96	<u>1,771,843</u>	<u>6,509,349</u>	<u>1,155,996</u>
		<u>\$ 7,616,193</u>	<u>\$ 11,936,466</u>	<u>\$ 2,299,958</u>

Additional information about the maturity analysis for lease liabilities:

	Less than 1 Year	1-5 years	5-10 years	10-15 years	15-20 years	More than 20 years
Lease liabilities	<u>\$ 126,352</u>	<u>\$ 441,267</u>	<u>\$ 361,156</u>	<u>\$ 354,805</u>	<u>\$ 337,406</u>	<u>\$ 90,595</u>

March 31, 2022

	Weighted Average Interest Rate (%)	On Demand or Less than 1 Year	1 - 5 years	More than 5 years
<u>Non-derivative</u>				
<u>financial liabilities</u>				
Non-interest bearing liabilities		\$ 4,883,497	\$ -	\$ -
Lease liabilities	0.83-9.25	78,861	247,064	285,623
Floating interest rate liabilities	0.16-2.32	1,033,814	3,216,588	-
Fixed interest rate liabilities	0.63-1.10	<u>3,104,180</u>	<u>4,806,105</u>	<u>2,315,622</u>
		<u>\$ 9,100,352</u>	<u>\$ 8,269,757</u>	<u>\$ 2,601,245</u>

Additional information about the maturity analysis for lease liabilities:

	Less than 1 Year	1-5 years	5~10 years	10~15 years	15~20 years	More than 20 years
Lease liabilities	<u>\$ 78,861</u>	<u>\$ 247,064</u>	<u>\$ 66,106</u>	<u>\$ 63,866</u>	<u>\$ 57,501</u>	<u>\$ 98,150</u>

b) Liquidity and interest rate risk tables for derivative financial liabilities

Liquidity analysis of derivative financial instruments with gross delivery is prepared on the basis of undiscounted gross cash inflows and outflows. When the amount payable or receivable is not fixed, the amount disclosed is determined by the expected interest rate derived from the yield curve on the balance sheet date.

March 31, 2023

	On Demand or Less than 1 Month	1 to 3 months	3 Months to 1 Year
<u>Gross settled</u>			
Foreign exchange forward contracts			
- Inflows	\$ 418,017	\$ 877,554	\$ 17,571
- Outflows	(416,909)	(882,389)	(18,270)
	<u>\$ 1,108</u>	<u>(\$ 4,835)</u>	<u>(\$ 699)</u>

December 31, 2022

	On Demand or Less than 1 Month	1 to 3 months	3 Months to 1 Year
<u>Gross settled</u>			
Foreign exchange forward contracts			
- Inflows	\$ 1,188,165	\$ 1,750,606	\$ -
- Outflows	(1,197,036)	(1,768,780)	-
	<u>(\$ 8,871)</u>	<u>(\$ 18,174)</u>	<u>\$ -</u>

March 31, 2022

	On Demand or Less than 1 Month	1 to 3 months	3 Months to 1 Year
<u>Gross settled</u>			
Foreign exchange forward contracts			
- Inflows	\$ 1,044,564	\$ 1,684,131	\$ 53,693
- Outflows	(1,068,590)	(1,694,258)	(55,819)
	<u>(\$ 24,026)</u>	<u>(\$ 10,127)</u>	<u>(\$ 2,126)</u>

c) Financing facilities

The Group relies on bank loans as a significant source of liquidity. As of the balance sheet date, the unused amounts of bank loan facilities were as follows:

	<u>March 31, 2023</u>	<u>December 31, 2022</u>	<u>March 31, 2022</u>
Bank loan facilities			
- Amount unused	<u>\$ 47,639,316</u>	<u>\$ 46,856,940</u>	<u>\$ 40,887,769</u>

34. RELATED PARTY TRANSACTIONS

Balances and transactions between the Company and its subsidiaries, which are related parties of the Company, have been eliminated on consolidation and are not disclosed in this note. Besides information disclosed elsewhere in other notes, details of transactions between the Group and its related parties are disclosed below:

a. Name of the related party and their relationship

<u>Name of the related party</u>	<u>Relationship with the Group</u>
Fujian Gulei Petrochemical Co., Ltd.	Joint ventures
Delmind Inc.	Associate
USI Educational Foundation (USIF)	Other related parties

b. Purchase (classified as cost of goods sold)

<u>Related Party Category/Name</u>	<u>For the Three Months Ended March 31, 2023</u>	<u>For the Three Months Ended March 31, 2022</u>
Joint ventures	<u>\$ 882,452</u>	<u>\$ 597,669</u>

Purchases from related parties had no material difference from those of general purchase transactions.

c. Donation (classified as administrative expenses)

<u>Related Party Category/Name</u>	<u>For the Three Months Ended March 31, 2023</u>	<u>For the Three Months Ended March 31, 2022</u>
Other related parties		
USIF	<u>\$ 10,000</u>	<u>\$ 20,000</u>

d. Management services income (classified as other income)

<u>Related Party Category/Name</u>	<u>For the Three Months Ended March 31, 2023</u>	<u>For the Three Months Ended March 31, 2022</u>
Joint ventures	\$ 8,625	\$ 8,249
Associate	<u>1,190</u>	<u>-</u>
	<u>\$ 9,815</u>	<u>\$ 8,249</u>

e. Rental income (classified as other income)

<u>Related Party Category/Name</u>	<u>For the Three Months Ended March 31, 2023</u>	<u>For the Three Months Ended March 31, 2022</u>
Associate	<u>\$ 84</u>	<u>\$ -</u>

The Group lease the office buildings to the associates and the rental income was received monthly according to the contract. The associates has no rights to ease at the end of the lease terms.

f. Other receivables

Related Party Category/Name	March 31, 2023	December 31, 2022	March 31, 2022
Joint ventures	<u>\$ 9,031</u>	<u>\$ 15,819</u>	<u>\$ 7,659</u>

g. Other payables

Related Party Category/Name	March 31, 2023	December 31, 2022	March 31, 2022
Other related parties			
USIF	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,000</u>

h. Compensation of key management personnel

Remuneration of directors and the key management personnel was as follows:

	For the Three Months Ended March 31, 2023	For the Three Months Ended March 31, 2022
Short-term employee benefits	\$ 9,084	\$ 8,682
Retirement benefits	<u>330</u>	<u>332</u>
	<u>\$ 9,414</u>	<u>\$ 9,014</u>

The compensation of directors and key executives was determined by the remuneration committee based on the performance of individuals and market trends.

35. COLLATERALIZED ASSETS

The following assets of the Group have been pledged as collateral for material purchase, outward documentary bill, long-term and short-term financing facilities:

	March 31, 2023	December 31, 2022	March 31, 2022
Pledged time deposits (classified as financial assets measured at amortized cost)	\$ 362,769	\$ 424,685	\$ 363,282
Property, plant and equipment	225,322	225,314	157,629
Land use right (classified as right-of-use assets)	19,997	20,099	21,168
Refundable deposits (classified as other non-current assets)	<u>128,963</u>	<u>127,211</u>	<u>126,757</u>
	<u>\$ 737,051</u>	<u>\$ 797,309</u>	<u>\$ 668,836</u>

36. SIGNIFICANT CONTINGENT LIABILITY AND UNRECOGNIZED CONTRACTUAL COMMITMENTS

- a. As of March 31, 2023, December 31, 2022 and March 31, 2022, the Group's unused letters of credit amounted to NT\$3,795,754 thousand, NT\$2,952,429 thousand and NT\$4,268,289 thousand, respectively.
- b. As of March 31, 2023 and December 31, 2022, the amount of performance guarantee provided by the bank for the application made by ACME to the Taiwan government for the Industrial Upgrading Platform Innovation Counseling Program was NT\$11,000 thousand.
- c. Regarding the Company's associate, China General Terminal & Distribution Corporation ("CGTD"), who was commissioned to operate the propylene pipeline of LCY Chemical Corp. ("LCY") resulting in a gas explosion on July 31, 2014, the appeal was dismissed by the Supreme Court on September 15, 2021, and all three employees of CGTD were innocent.

On February 12, 2015, CGTD entered into an agreement with the Kaohsiung City Government to provide the Kaohsiung City Government with pledge right set of a bank deposit certificate of NT\$228,904 thousand (including interests) as the guarantee for the loss caused by the gas explosion. Kaohsiung City Government has also filed civil lawsuits against LCY, CGTD and CPC Corporation. Taiwan Power Company applied for provisional attachment against CGTD's property on August 27 and November 26, 2015. CGTD had deposited cash of NT\$99,207 thousand to the court to avoid provisional attachment. Taiwan Water Corporation also applied for provisional attachment against CGTD's property on February 3 and March 2, 2017. As of April 25, 2023, the provisionally attached properties were worth NT\$10,866 thousand.

For the victims of the gas explosion, CGTD, LCY and the Kaohsiung City Government signed a tripartite agreement for severe injuries on July 17, 2015 agreeing to negotiate the compensation first with the 32 severely injured victims, agreeing to negotiate compensation in advance for all the heirs and claimants of the 32 victims (hereinafter referred to as "the families of the victims"), paying the families of the victims NT\$12,000 thousand for each victim, with a total settlement of NT\$384,000 thousand. LCY paid the compensation first and also represented the three parties in the settlement negotiation and the signing of settlement agreements with the family of the deceased. In addition, according to the tripartite agreement, CGTD has paid NT\$157,347 thousand to LCY on August 10, 2022 according to the proportion of fault

liability, 30%, in the first-instance judgments of this case. Follow-up still awaits the determination of the civil lawsuit, and then make up for it according to the determined liability proportion.

For the severely injured, CGTD, LCY and the Kaohsiung City Government signed a tripartite agreement for severe injuries on October 25, 2017 agreeing to negotiate the compensation first with the 65 severely injured victims. The compensation was paid by CGTD and the Kaohsiung City Government, and CGTD was in charge of negotiating the compensation with the seriously injured victims' families and signing the settlement agreement on behalf of the three parties with the 64 seriously injured victims' families.

As of April 25, 2023, the victims and victims' families had written letters or filed civil lawsuits (including criminal lawsuits) against LCY, CGTD and CPC Corporation for compensation claims. To reduce the lawsuit costs, CGTD came to a compromise and reduced the original claim of NT\$46,677 thousand and settled for a compensation amount of NT\$4,519 thousand instead. Along with the case still under litigation and the above-mentioned compensation, the accumulated amount of compensation is NT\$3,856,447 thousand. The first-instance judgments of some of the above-mentioned civil cases (with a total amount of compensation of approximately NT\$1,470,793 thousand) have been gradually announced, starting from June 22, 2018. The proportion of fault liability of the Kaohsiung City Government, LCY and CGTD is 4:3:3 in most judgments. The total amount of compensation that CGTD, LCY and the other defendants should pay is around NT\$401,979 thousand. (In particular, CGTD was exempted to pay NT\$6,194 thousand according to the court's judgment.) For the civil cases that have been sentenced but not settled, CGTD has filed an appeal and has started the second trial procedure one after another. The remaining cases are still pending in the Court of First Instance (the amount claimed is approximately NT\$1,882,829 thousand). CGTD and its insurance company signed a settlement agreement, covering the proportion of the liability for negligence determined in the first-instance judgment, the estimated amount of the settlement with the victims and the severely injured, and the amount of compensation in civil cases (including cases that have been settled); after the maximum insurance claims is deducted, the estimated amount that should be borne by CGTD and has been recognized is NT\$136,375 thousand. However, the actual amount of the aforementioned relevant settlements and

compensation will not be confirmed until the proportion of the liabilities that should be borne by CGTD is determined in the civil case judgment in the future.

37. SIGNIFICANT CONTRACTS

a. TVCM signed a dichloroethane purchase contract with CPC Corporation, Formosa Plastics Corporation and Mitsui Corp. The purchase price was negotiated by both parties according to a pricing formula.

b. Key operation contracts

CGTD is commissioned to operate the storage and transportation of any items of petrochemical raw materials; operating service charges are calculated in accordance with the actual operation quantities and at the rate stated in the contracts. The insurance expenses of petrochemical raw materials are borne by individual commissioned companies.

<u>Commissioning Company</u>	<u>Operation Contract Period</u>
Taita Chemical Company, Ltd.	2023.01.01-2023.12.31
Taiwan VCM Corporation	2023.01.01-2023.12.31
USI Corporation	2023.01.01-2023.12.31
Asia Polymer Corporation	2023.01.01-2023.12.31
LCY Chemical Corp.	2023.01.01-2023.06.30
TSRC Corporation	2023.01.01-2023.06.30
Nantex Industry Co., Ltd.	2023.01.01-2025.12.31
Xin Long Guang Plastics Co., Ltd.	2023.01.01-2023.06.30
Oriental Union Chemical Corporation	2023.01.01-2023.12.31
Formosa Plastics Corporation	2023.01.01-2023.12.31
LCY Grit Corp.	2023.01.01-2023.06.30
Shin Foong Specialty And Applied Materials Co., Ltd.	2023.01.01-2023.06.30

The aforesaid operation contracts may be renewed upon expiration.

38. SIGNIFICANT FINANCIAL ASSETS AND LIABILITIES DENOMINATED IN FOREIGN CURRENCIES

The Group entities' significant financial assets and liabilities denominated in foreign currencies and aggregated by foreign currencies other than functional currencies and the related exchange rates between foreign currencies and respective functional currencies were as follows:

Unit: Foreign and Functional Currencies in Thousands

March 31, 2023					
	Foreign Currency	Exchange Rate (In Single Dollars)		Functional Currencies	NT\$
<u>Foreign currency assets</u>					
<u>Monetary items</u>					
USD	\$ 138,128	30.45	(USD/NTD)	\$ 4,206,027	\$ 4,206,027
USD	3,502	6.87	(USD/RMB)	24,061	106,617
USD	4,940	4.60	(USD/MYR)	22,731	150,430
RMB	281,358	4.43	(RMB/NTD)	1,246,744	1,246,744
RMB	3,671	0.15	(RMB/USD)	534	16,255
AUD	563	20.33	(AUD/NTD)	11,454	11,454
EUR	1,012	33.15	(EUR/NTD)	33,560	33,560
<u>Non-monetary items</u>					
Joint ventures accounted for using the equity method					
RMB	2,772,279	0.15	(RMB/USD)	403,434	12,284,573
Derivatives					
Purchase USD		30.45	(USD/NTD)		
Sell RMB	34,600	4.43	(RMB/NTD)	1,067	1,067
Sell USD	800	4.60	(USD/MYR)	74	491
Purchase JPY	120,000	0.01	(JPY/USD)	8	232
<u>Foreign currency liabilities</u>					
<u>Monetary items</u>					
USD	47,466	30.45	(USD/NTD)	1,445,347	1,445,347
USD	19,027	6.87	(USD/RMB)	130,745	579,358
USD	1,219	4.60	(USD/MYR)	5,606	37,103
RMB	8,369	4.43	(RMB/NTD)	37,083	37,083
<u>Non-monetary items</u>					
Derivatives					
Purchase USD	10,880	30.45	(USD/NTD)	570	570
Sell USD	400	4.60	(USD/MYR)	9	59
Sell RMB	173,600	4.43	(RMB/NTD)	3,792	3,792
December 31, 2022					
	Foreign Currency	Exchange Rate (In Single Dollars)		Functional Currencies	NT\$
<u>Foreign currency assets</u>					
<u>Monetary items</u>					
USD	\$ 161,638	30.71	(USD/NTD)	\$ 4,963,909	\$ 4,963,909
USD	4,274	6.96	(USD/RMB)	29,764	131,242
USD	4,612	4.58	(USD/MYR)	21,141	141,621
RMB	604,397	4.41	(RMB/NTD)	2,665,028	2,665,028
RMB	3,542	0.14	(RMB/USD)	508	15,607

(Continued)

(Continued)

December 31, 2022					
	Foreign Currency	Exchange Rate (In Single Dollars)		Functional Currencies	NT\$
<u>Foreign currency assets</u>					
AUD	\$ 707	20.83	(AUD/NTD)	\$ 14,732	\$ 14,732
EUR	851	32.72	(EUR/NTD)	27,839	27,839
<u>Non-monetary items</u>					
Joint ventures accounted for using the equity method					
RMB	3,067,840	0.14	(RMB/USD)	440,490	13,527,463
Derivatives					
Sell USD	3,220	30.71	(USD/NTD)	40	40
Sell USD	100	4.58	(USD/MYR)	8	51
Sell RMB	82,900	4.41	(RMB/NTD)	1,631	1,631
Sell EUR	270	4.88	(EUR/MYR)	60	399
Foreign currency liabilities					
<u>Monetary items</u>					
USD	69,686	30.71	(USD/NTD)	2,140,067	2,140,067
USD	19,924	6.96	(USD/RMB)	139,213	613,091
USD	1,659	4.58	(USD/MYR)	7,607	50,958
RMB	12,295	4.41	(RMB/NTD)	54,214	54,214
<u>Non-monetary items</u>					
Derivatives					
Purchase USD	18,400	30.71	(USD/NTD)	9,529	9,529
Sell RMB	428,200	4.41	(RMB/NTD)	16,781	16,781
Purchase JPY	120,000	0.01	(JPY/USD)	862	1,529

March 31, 2022					
	Foreign Currency	Exchange Rate (In Single Dollars)		Functional Currencies	NT\$
<u>Foreign currency assets</u>					
<u>Monetary items</u>					
USD	\$ 194,600	28.63	(USD/NTD)	\$ 5,570,448	\$ 5,570,448
USD	4,892	6.35	(USD/RMB)	31,059	140,052
USD	4,090	4.38	(USD/MYR)	17,911	117,068
RMB	339,616	4.51	(RMB/NTD)	1,531,387	1,531,387
RMB	3,200	0.16	(RMB/USD)	504	14,435
AUD	652	21.42	(AUD/NTD)	13,969	13,969
EUR	995	31.92	(EUR/NTD)	31,747	31,747
<u>Non-monetary items</u>					
Joint ventures accounted for using the equity method					
RMB	4,196,156	0.16	(RMB/USD)	660,999	18,921,105
Derivatives					
Purchase USD	24,760	28.63	(USD/NTD)	12,990	12,990
Sell USD	1,670	28.63	(USD/NTD)	29	29
Sell USD	1,650	4.38	(USD/MYR)	45	295
Purchase JPY	90,000	0.01	(JPY/USD)	28	789

(Continued)

(Continued)

	March 31, 2022				
	Foreign Currency	Exchange Rate (In Single Dollars)		Functional Currencies	NT\$
Foreign currency liabilities					
<u>Monetary items</u>					
USD	\$ 65,216	28.63	(USD/NTD)	\$ 1,866,828	\$ 1,866,828
USD	20,165	6.35	(USD/RMB)	128,008	577,215
USD	1,940	4.38	(USD/MYR)	8,498	55,545
RMB	24,401	4.51	(RMB/NTD)	110,028	110,028
Derivatives					
Purchase USD	51,129	28.63	(USD/NTD)	256	256
Sell USD	27,640	28.63	(USD/NTD)	14,000	14,000
Sell USD	250	4.38	(USD/MYR)	2	11
Sell RMB	256,400	4.51	(RMB/NTD)	29,727	29,727

The net realized and unrealized foreign exchange gain or loss of the Group for the three months ended March 31, 2023 and 2022 were NT\$14,131 thousand (loss) and NT\$239,459 thousand (gain), respectively. Due to the wide variety of foreign currency transactions and functional currencies of the Group's individual entities, thus the exchange gains and losses were not disclosed by currency of significant impact.

39. SEPARATELY DISCLOSED ITEMS

- a. Information on significant transactions and (2) reinvestment business:
 - 1) Financing provided to others. (Table 1)
 - 2) Endorsements/guarantees provided. (Table 2)
 - 3) Marketable securities held (excluding investment in subsidiaries, and joint ventures). (Table 3)
 - 4) Marketable securities acquired or disposed of at costs or prices of at least NT\$300 million or 20% of the paid-in capital. (Table 4)
 - 5) Acquisitions of individual real estate at costs of at least NT\$300 million or 20% of the paid-in capital. (None)
 - 6) Disposals of individual real estate at prices of at least NT\$300 million or 20% of the paid-in capital. (None)
 - 7) Total purchases from or sales to related parties amounting to at least NT\$100 million or 20% of the paid-in capital. (Table 5)
 - 8) Receivables from related parties amounting to at least NT\$100 million or 20% of the paid-in capital. (Table 6)
 - 9) Trading in derivative instruments. (Notes 7 and 33)

- 10) Others: The Business Relationships and Significant Transactions and Amounts between Parent and Subsidiaries and between Subsidiaries. (Table 9)
- 11) Information on investees. (Table 7)
- c. Information on Investments in Mainland China:
 - 1) Information on investee company in mainland China, including the company names, major business activities, paid-in capital, method of investment, inward and outward remittance of funds, ownership percentage, current profit and loss and recognized investment income or loss, carrying amount of the investment at the end of the period, repatriations of investment income, and limit on the amount of investment in the mainland China. (Table 8)
 - 2) Any of the following significant transactions with investee companies in mainland China, either directly or indirectly through a third party, and their prices, payment terms, and unrealized gains or losses:
 - a) The amount and percentage of purchases and the balance and percentage of the related payables at the end of the period: Tables 5 and 9.
 - b) The amount and percentage of sales and the balance and percentage of the related receivables at the end of the period: Tables 5 and 9.
 - c) The amount of property transactions and the amount of the resultant gains or losses: None.
 - d) The balance of negotiable instrument endorsements or guarantees or pledges of collateral at the end of the period and the purposes: Table 2.
 - e) The highest balance during the period, the end of period balance, the interest rate range, and total current period interest with respect to the financing of funds: Table 1.
 - f) Other transactions that have a material effect on the profit or loss for the period or on the financial position, such as the rendering or receipt of services: None.
- d. Information on major shareholders: Name, number of shares held, and shareholding percentage of shareholders with shareholding percentage exceeding 5%. (Table 10)

40. SEGMENT INFORMATION

Information reported to the chief operating decision maker for the purpose of resource allocation and assessment of segment performance focuses on the financial information of each individual company. The following was the information of the Group's reporting segments:

a. Profit or Loss of Reporting Segment

	For the Three Months Ended March 31, 2023						
	USI	CGPC and CGPC's subsidiaries	TTC and TTC's subsidiaries	ACME and ACME's subsidiaries	APC and APC's subsidiaries	Others	Total
Segment revenue	\$ 2,998,577	\$ 3,780,066	\$ 3,575,071	\$ 634,587	\$ 1,569,177	\$ 1,079,311	\$ 13,636,789
Interest income	2,733	4,939	11,390	2,453	3,805	32,639	57,959
Finance costs	(15,194)	(14,537)	(2,909)	(14,170)	(2,241)	(17,425)	(66,476)
Depreciation and amortization	(164,148)	(179,605)	(52,902)	(67,892)	(77,827)	(95,630)	(638,004)
Pre-tax (loss) profit of reporting segment	(130,905)	359,645	(91,624)	(87,656)	(33,357)	(1,322,958)	(1,306,855)
Income tax profits (expenses) of reporting segment	34,382	(105,567)	19,919	13,747	8,230	(2,343)	(31,632)
Net (loss) profit of reporting segment	(96,523)	254,078	(71,705)	(73,909)	(25,127)	(1,325,301)	(1,338,487)

	For the Three Months Ended March 31, 2022						
	USI	CGPC and CGPC's subsidiaries	TTC and TTC's subsidiaries	ACME and ACME's subsidiaries	APC and APC's subsidiaries	Others	Total
Segment revenue	\$ 3,777,726	\$ 5,307,072	\$ 4,535,929	\$ 729,216	\$ 2,141,616	\$ 1,197,331	\$ 17,688,890
Interest income	1,138	1,325	8,232	1,634	872	2,558	15,759
Finance costs	(20,354)	(2,888)	(800)	(5,025)	(3,131)	(5,847)	(38,045)
Depreciation and amortization	(158,584)	(176,286)	(52,232)	(53,954)	(75,349)	(83,723)	(600,128)
Pre-tax profit of reporting segment	585,990	564,128	320,541	29,739	273,493	(824,058)	949,833
Income tax (expenses) profits of reporting segment	(51,231)	(65,099)	(61,651)	(11,646)	(42,673)	(25,277)	(257,577)
Net profit (loss) of reporting segment	534,759	499,029	258,890	18,093	230,820	(849,335)	692,256

b. Profit and loss of reporting segment and other major adjustments

1) Segment revenue and results

	For the Three Months Ended March 31, 2023	For the Three Months Ended March 31, 2022
Pre-tax profit of reporting segment	\$ 16,103	\$ 1,773,891
Income tax (expenses) profits of reporting segment	(29,289)	(232,300)
Total of net after-tax profit (loss) of reporting segment	(13,186)	1,541,591
Loss of other non-reporting segments	(1,325,301)	(849,335)
Deduction of inter-segment loss	750,464	38,120
Consolidated net after-tax profit	(\$ 588,023)	\$ 730,376

2) Other significant items reconciliation

	For the Three Months Ended March 31, 2023							
	USI	CGPC and CGPC's subsidiaries	TTC and TTC's subsidiaries	ACME and ACME's subsidiaries	APC and APC's subsidiaries	Others	Adjustments	Total
Interest income	\$ 2,733	\$ 4,939	\$ 11,390	\$ 2,453	\$ 3,805	\$ 32,639	\$ -	\$ 57,959
Finance costs	(15,194)	(14,537)	(2,909)	(14,170)	(2,241)	(17,425)	523	(65,953)
Depreciation and amortization	(164,148)	(179,605)	(52,902)	(67,892)	(77,827)	(95,630)	8,254	(629,750)

	For the Three Months Ended March 31, 2022							
	USI	CGPC and CGPC's subsidiaries	TTC and TTC's subsidiaries	ACME and ACME's subsidiaries	APC and APC's subsidiaries	Others	Adjustments	Total
Interest income	\$ 1,138	\$ 1,325	\$ 8,232	\$ 1,634	\$ 872	\$ 2,558	(\$ 41)	\$ 15,718
Finance costs	(20,354)	(2,888)	(800)	(5,025)	(3,131)	(5,847)	541	(37,504)
Depreciation and amortization	(158,584)	(176,286)	(52,232)	(53,954)	(75,349)	(83,723)	9,190	(590,938)

Since the Group's individual segment assets were not included in the segment information provided chief operating decision-maker, the measured amount of operating segment assets was not disclosed herein.

USI CORPORATION AND SUBSIDIARIES
China General Plastics Corporation
FINANCING PROVIDED TO OTHERS
For the Three Months Ended March 31, 2023

Table 1:

(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

No.	Lender	Borrower	Financial Statement Account	Related Party (Yes/No)	Highest Balance for the Period	Ending Balance	Actual Borrowing Amount	Range of Interest Rates (%)	Nature of Financing	Business Transaction Amounts	Reasons for Short-term Financing	Allowance for Bad-debt Amount	Collateral		Financing Limit for Each Borrower (Note 1)	Aggregate Financing Limit (Note 1)	Remark
													Item	Value			
0	China General Plastics Corporation	CGPC Polymer Corporation	Other receivables from related parties	Yes	\$ 300,000	\$ 300,000	\$ -	-	Short-term financing fund	\$ -	Business turnover	\$ -	-	-	\$ 3,871,325	\$ 3,871,325	

Note 1: The most recent audited or reviewed financial statements of CGPC were 40% of the net value.

Note 2: All the transactions were written off when preparing the consolidated financial statements.

USI CORPORATION AND SUBSIDIARIES
Swanson Plastics Corporation
Financing provided to others
For the Three Months Ended March 31, 2023

Table 1-1:

(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

No.	Lender	Borrower	Financial Statement Account	Related Party (Yes/No)	Highest Balance for the Period	Ending Balance (Note 3)	Actual Borrowing Amount (Notes 3 and 4)	Range of Interest Rates (%)	Nature of Financing (Note 2)	Business Transaction Amounts	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		for Each Borrower Financing Limit (Note 1)	Aggregate Financing Limit (Note 1)	Remark
													Item	Value			
2	ASK-Swanson (Kunshan) Co., Ltd.	Swanson Plastics (Tianjin) Co., Ltd.	Other receivables	Yes	\$ 175,491	\$ 175,032	\$ 175,032	3.65	2	\$ -	Business turnover	\$ -	—	—	\$ 566,748	\$ 566,748	

Note 1: The limits of financing provided to others based on the total amount of funds lending to others and the limits of individual objects set by the companies.

Note 2: The nature of financing is provided as follows:

- (1) Business relationship is coded "1".
- (2) Short-term financing is coded "2".

Note 3: The calculation was based on the spot exchange rate of Marh 31, 2023.

Note 4: All the transactions were written off when preparing the consolidated financial statements.

USI CORPORATION AND SUBSIDIARIES
 ENDORSEMENTS/GUARANTEES PROVIDED
 For the Three Months Ended March 31, 2023

Table 2:

(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

No.	Endorser/Guarantor	Endorsee/Guarantee		Limits on Endorsement/ Guarantee Made for Each Party (Note 1)	Maximum Amount Endorsed/ Guaranteed During the Period (Note 2)	Outstanding Endorsement/ Guarantee at the End of the Period (Note 2)	Actual Borrowing Amount	Amount Endorsed/ Guaranteed by Collateral	Ratio of Accumulated Endorsement/ Guarantee to Net Equity in Latest Financial Statements (%)	Aggregate Endorsement/ Guarantee Limit (Note 1)	Endorsement/ Guarantee Made by Parent for Subsidiaries	Endorsement/ Guarantee Made by Subsidiaries for Parent	Endorsement/ Guarantee Made for Companies in Mainland China	Remark
		Company Name	Relationship											
0	USI Corporation	Union Polymer International Investment Corporation	Subsidiary which directly held more than 50% of ordinary shares	\$ 12,214,310	\$ 2,600,000	\$ 2,600,000	\$ -	\$ -	10.64	\$ 14,657,171	Yes	No	No	
0	USI Corporation	USI Green Energy Corporation	Subsidiary which directly held more than 50% of ordinary shares	12,214,310	1,300,000	1,300,000	250,000	-	5.32	14,657,171	Yes	No	No	
0	USI Corporation	Chong Loong Trading Co., Ltd.	Subsidiary which directly held more than 50% of ordinary shares	12,214,310	322,250 (USD 5,000 thousand) (NTD 170,000 thousand)	322,250 (USD 5,000 thousand) (NTD 170,000 thousand)	35,489	-	1.32	14,657,171	Yes	No	No	

Note 1: The total amount of guarantee that may be provided by the Company shall not exceed 60% of the Company's net worth stated on its latest financial statements; the total amount of guarantee provided by the Company to any individual entity shall not exceed 50% of the Company's net worth stated on its latest financial statements.

Note 2: The calculation was based on the spot exchange rate of Marh 31, 2023.

USI CORPORATION AND SUBSIDIARIES

Acme Electronics Corporation

Endorsements/Guarantees Provided

For the Three Months Ended March 31, 2023

Table 2-1:

Unit: In Thousands of New Taiwan Dollars, Unless Stated Otherwise

No.	Endorser/Guarantor	Endorsee/Guarantee		Limits on Endorsement/ Guarantee Made for Each Party (Note 2)	Maximum Amount Endorsed/ Guaranteed During the Period	Outstanding Endorsement/ Guarantee at the End of the Period (Note 3)	Actual Borrowing Amount (Note 3)	Amount Endorsed/ Guaranteed by Collateral	Ratio of Accumulated Endorsement/ Guarantee to Net Equity in Latest Financial Statements (Note 1)	Aggregate Endorsement/ Guarantee Limit (Note 2)	Endorsement/ Guarantee Made by Parent for Subsidiaries	Endorsement/ Guarantee Made by Subsidiaries for Parent	Endorsement/ Guarantee Made for Companies in Mainland China	Remark
		Company Name	Relationship											
0	Acme Electronics Corporation	Acme Electronics (Kunshan) Co., Ltd.	Subsidiary of ACME (Cayman)	\$ 2,874,572	\$ 778,716 (USD 18,500 thousand RMB 49,000 thousand)	\$ 658,654 (USD 14,500 thousand RMB 49,000 thousand)	\$ 228,375 (USD 7,500 thousand)	None	34.37	\$ 3,832,762	No	No	Yes	
		Acme Electronics (Guang-Zhou) Co., Ltd.	Subsidiary of GAEL	2,874,572	60,960 (USD 2,000 thousand)	60,900 (USD 2,000 thousand)	-	None	3.18	3,832,762	No	No	Yes	
		ACME Electronics (Cayman) Corp.	ACME's subsidiaries	2,874,572	304,800 (USD 10,000 thousand)	304,500 (USD 10,000 thousand)	252,735 (USD 8,300 thousand)	None	15.89	3,832,762	No	No	No	
1	ACME Components (Malaysia) Sdn.Bhd.	ACME Ferrite Products Sdn. Bhd	ACME(MA)'s subsidiaries	490,546	63,427 (MYR 9,584 thousand)	63,427 (MYR 9,584 thousand)	-	None	9.05	560,624	No	No	No	

Note 1: The rate was calculated by net value as of March 31, 2023.

Note 2: The maximum amount of total endorsement/guarantee shall not exceed 200% of the equity attributable to owners of ACME. The maximum amount of endorsement/guarantee for an individual entity shall not exceed 150% of the equity attributable to owners of ACME. The maximum amount of endorsement/guarantee was calculated based on the equity of the endorser/guarantor as of March 31, 2023.

The total amount of ACME (MA)'s external endorsement guarantee shall not exceed 80% of its net worth; the limit of ACME (MA)'s endorsement guarantee for a single company shall not exceed 70% of its net worth. The maximum amount of endorsement/guarantee was calculated based on the equity of the endorser/guarantor as of March 31, 2023.

Note 3: The foreign currency amount was calculated based on the spot exchange rate of March 31, 2023.

USI CORPORATION AND SUBSIDIARIES

Swanson Plastics Corporation

Endorsements/Guarantees Provided

For the Three Months Ended March 31, 2023

Table 2-2:

(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

No.	Endorser/Guarantor	Endorsee/Guarantee		Limits on Endorsement/ Guarantee Made for Each Party (Note 1)	Maximum Amount Endorsed/ Guaranteed During the Period	Outstanding Endorsement/ Guarantee at the End of the Period (Note 2)	Actual Borrowing Amount (Note 2)	Amount Endorsed/ Guaranteed by Collateral	Ratio of Accumulated Endorsement/ Guarantee to Net Equity in Latest Financial Statements (%)	Aggregate Endorsement/ Guarantee Limit (Note 2)	Endorsement/ Guarantee Made by Parent for Subsidiaries	Endorsement/ Guarantee Made by Subsidiaries for Parent	Endorsement/ Guarantee Made for Companies in Mainland China	Remark
		Company Name	Relationship											
0	Swanson Plastics Corporation	Forever Young Company Limited	Subsidiary	\$ 5,176,028	\$ 1,307,592	\$ 1,306,305	\$ -	\$ -	50.48	\$ 6,470,035	No	No	No	
0	Swanson Plastics Corporation	Swanson Plastics (Singapore) Pte., Ltd.	Subsidiary	5,176,028	54,559	54,506	-	-	2.11	6,470,035	No	No	No	
0	Swanson Plastics Corporation	Swanson Plastics (Malaysia) Sdn. Bhd.	Sub-subsiary	5,176,028	36,576	36,540	-	-	1.41	6,470,035	No	No	No	
0	Swanson Plastics Corporation	Swanson Plastics (Kunshan) Co., Ltd.	Sub-subsiary	5,176,028	90,105	60,900	-	-	2.35	6,470,035	No	No	Yes	
0	Swanson Plastics Corporation	Swanson Technologies Corporation	Subsidiary	5,176,028	408,698	408,379	43,500	-	15.78	6,470,035	No	No	No	
0	Swanson Plastics Corporation	Swanson Plastics (Tianjin) Co., Ltd.	Sub-subsiary	5,176,028	30,480	30,450	-	-	1.18	6,470,035	No	No	Yes	
0	Swanson Plastics Corporation	PT. Swanson Plastics Indonesia	Subsidiary	5,176,028	60,960	60,900	-	-	2.35	6,470,035	No	No	No	

Note 1: The amount of endorsements/guarantees for an individual entity shall not exceed 200% of SPC's equity stated on the latest financial statements. The maximum amount of total endorsements/guarantees shall not exceed 250% of SPC's equity stated on the latest financial statements.

Note 2: The calculation was based on the spot exchange rate of December 31, 2023.

USI CORPORATION AND SUBSIDIARIES
China General Plastics Corporation
ENDORSEMENTS/GUARANTEES PROVIDED
For the Three Months Ended March 31, 2023

Table 2-3:

(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

No.	Endorser/Guarantor	Endorsee/Guarantee		Limits on Endorsement/ Guarantee Made for Each Party (Note 2)	Maximum Amount Endorsed/ Guaranteed During the Period	Outstanding Endorsement/ Guarantee at the End of the Period	Actual Borrowing Amount	Amount Endorsed/ Guaranteed by Collateral	Ratio of Accumulated Endorsement/ Guarantee to Net Equity in Latest Financial Statements (Note 1)	Aggregate Endorsement/ Guarantee Limit (Note 2)	Endorsement /Guarantee Made by Parent for Subsidiaries	Endorsement /Guarantee Made by Subsidiaries for Parent	Endorsement/ Guarantee Made for Companies in Mainland China	Remark
		Company Name	Relationship											
0	China General Plastics Corporation	CGPC Polymer Corporation	Subsidiary	\$ 5,806,987	\$ 600,000	\$ 600,000	\$ -	\$ -	6.20	\$ 9,678,312	No	No	No	

Note 1: The ratio was calculated by the equity of the Japan Company as of March 31, 2023.

Note 2: The total amount of guarantee that may be provided by CGPC shall not exceed 100% of the net worth of shareholders' equity stated on the latest financial statements. The amount of guarantee that may be provided to any individual entity shall not exceed 60% of the net worth of shareholders' equity stated on the latest financial statements.

USI CORPORATION AND SUBSIDIARIES
Taita Chemical Company, Ltd.
Endorsements/Guarantees Provided
For the Three Months Ended March 31, 2023

Table 2-4:

(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

No.	Endorser/Guarantor	Endorsee/Guarantee		Limits on Endorsement/ Guarantee Made for Each Party (Note 2)	Maximum Amount Endorsed/ Guaranteed During the Period (Note 1)	Outstanding Endorsement/ Guarantee at the End of the Period (Note 1)	Actual Borrowing Amount	Amount Endorsed/ Guaranteed by Collateral	Ratio of Accumulated Endorsement/ Guarantee to Net Equity in Latest Financial Statements	Aggregate Endorsement/ Guarantee Limit (Note 2)	Endorsement/ Guarantee Made by Parent for Subsidiaries	Endorsement/ Guarantee Made by Subsidiaries for Parent	Endorsement/ Guarantee Made for Companies in Mainland China	Remark
		Company Name	Relationship											
0	Taita Chemical Company, Ltd.	TAITA (BVI) Holding Co., Ltd.	Subsidiaries that the Company holds 100% of common equity directly	\$ 7,214,740	\$ 182,700 (USD 6,000 thousand)	\$ 182,700 (USD 6,000 thousand)	\$ -	\$ -	2.53	\$ 10,822,110	No	No	No	
0	Taita Chemical Company, Ltd.	Taita Chemical (Zhongshan) Co., Ltd.	Subsidiaries that the Company's subsidiaries hold 100% of common equity directly	7,214,740	354,496 (RMB 80,000 thousand)	354,496 (RMB 80,000 thousand)	-	-	4.91	10,822,110	No	No	Yes	

Note 1: The calculation was based on the spot exchange rate of December 31, 2023.

Note 2: The total amount of guarantee that may be provided by TTC shall not exceed 150% of TTC's net worth stated on its latest financial statements; the total amount of guarantee provided by TTC to any individual entity shall not exceed 100% of TTC's net worth stated on its latest financial statements.

The total amount of guarantee that may be provided by TTC and its subsidiaries shall not exceed 200% of TTC's net worth stated on the latest financial statements; the total amount of guarantee provided by TTC and its subsidiaries to any individual entity shall not exceed 150% of TTC's net worth stated on the latest financial statements.

USI CORPORATION AND SUBSIDIARIES

MARKETABLE SECURITIES HELD

March 31, 2023

Table 3:

(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Holding Company Name	Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	Ending			Fair Value	Remark
				Unit/Share	Carrying Amount	Percentage of Ownership (%)		
USI Corporation	Shares							
	CTCI Corporation	—	Financial assets at FVTOCI – non-current	15,130,656	\$ 633,974	1.90	\$ 633,974	
	KHL IB Venture Capital Co., Ltd.	—	"	9,954,950	132,867	11.90	132,867	
	AU Optronics Corporation	—	"	6,811,204	125,326	0.09	125,326	
	UPC Technology Corporation	—	Financial assets at FVTPL - current	290,000	4,176	-	4,176	
	Hon Hai Precision Industry Co., Ltd.	—	"	100,000	10,400	-	10,400	
	China Steel Corporation	—	"	350,000	10,815	-	10,815	
	Tungsho Steel Corporation	—	"	219,500	12,292	-	12,292	
	Teratech Corporation	—	Financial assets at FVTPL - non-current	110,000	-	0.65	-	
	Fund beneficiary certificates							
	Taishin Ta-Chong Money Market Fund	—	Financial assets at FVTPL - current	13,839,873	200,338	-	200,338	
	Yuanta De-Li Money Market Fund	—	"	15,687,178	260,664	-	260,664	
	Taishin 1699 Money Market Fund	—	"	23,965,382	330,948	-	330,948	
	Fubon Chih-hsiang Money-market Fund	—	"	7,531,869	120,180	-	120,180	
Beneficiary securities								
Cathay No. 1 Real Estate Investment Trust	—	Financial assets at FVTPL - current	3,800,000	66,728	-	66,728		
Union Polymer International Investment Corporation	Shares							
	Asia Polymer Corporation	Investments accounted for using the equity method	Financial assets at FVTOCI – non-current	22,182,486	639,965	3.74	639,965	
	China General Plastics Corporation	"	"	4,469,307	117,543	0.77	117,543	
	Taita Chemical Company, Ltd.	"	"	434,527	9,673	0.11	9,673	
	Fund beneficiary certificates							
Taishin 1699 Money Market Fund	—	Financial assets at FVTPL - current	726,718	10,036	-	10,036		

(Continued)

(Continued)

Holding Company Name	Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	Ending				Remark
				Unit/Share	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Swanlake Traders Ltd.	Shares							
	SOHOware Inc.	—	Financial assets at FVTOCI – non-current	1,150,000	\$ -	1.05	\$ -	Note
	TGF Linux Communications Inc. Neurosky Inc. Preferred Stock D	— —	" "	300,000 2,397,364	- -	2.14 0.70	- -	Note
USIFE Investment Co., Ltd.	Shares							
	AU Optronics Corporation	—	Financial assets at FVTOCI - current	1,012,849	18,636	0.01	18,636	
	AU Optronics Corporation	—	Financial assets at FVTOCI – non-current	1,012,849	18,636	0.01	18,636	
	Wafer Works Corporation	—	"	1,502,433	72,868	0.28	72,868	
	Solargiga Energy Holdings Limited	—	"	11,876,111	12,483	0.37	12,483	
	Dah Chung Bills Finance Corp.	—	"	482,757	6,957	0.10	6,957	
	Swanson Plastics Corporation	Same chairman	"	9,809,497	139,295	6.36	139,295	
	USI Optronics Corporation	"	"	165,279	132	0.25	132	
	Digimax Inc.	—	"	23,234	-	0.05	-	
	Silicon Technology Investment (Cayman) Corp.	—	"	911,849	64,778	1.77	64,778	
	China General Plastics Corporation	Same chairman	Financial assets at FVTPL - current	550,722	14,484	0.09	14,484	
	Asia Polymer Corporation	"	"	1,714,180	49,454	0.29	49,454	
	Taita Chemical Company, Ltd.	"	"	1,415,368	30,006	0.36	30,006	
	UPC Technology Corporation	—	"	127,000	1,829	0.01	1,829	
	China Steel Corporation	—	"	175,000	5,407	-	5,407	
	Tunggho Steel Corporation	—	"	112,250	6,286	0.02	6,286	
	Hon Hai Precision Industry Co., Ltd.	—	"	50,000	5,200	-	5,200	
	Acme Electronics Corporation	Same chairman	"	500,000	13,525	0.24	13,525	
	Superactive Group Company Limited	—	"	678,000	74	-	74	
	Fund beneficiary certificates							
Yuanta De-Li Money Market Fund	—	Financial assets at FVTPL - current	3,707,988	61,613	-	61,613		
Fuh Hwa Money Market	—	"	3,440,659	50,457	-	50,457		
Cathay Taiwan Money Market Fund	—	"	5,844,200	73,946	-	73,946		

(Continued)

(Continued)

Holding Company Name	Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	Ending				Remark
				Unit/Share	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Taiwan United Venture Capital Corp.	Fund beneficiary certificates							
	Fuh Hwa Money Market	—	Financial assets at FVTPL - current	3,399,556	\$ 49,853	-	\$ 49,853	
	Cathay Taiwan Money Market Fund	—	"	4,391,849	55,570	-	55,570	
	Shares							
	Innovation & Infinity Global Corp.	—	Financial assets at FVTPL - non-current	720,804	-	0.73	-	
	Teratech Corporation	—	"	90,000	-	0.58	-	
	MiTAC Holdings Corporation	—	Financial assets at FVTOCI - current	2,062,000	56,292	0.17	56,292	
	Leadwell Cnc Machines Mfg., Corp.	—	Financial assets at FVTOCI - non-current	419,753	13,520	0.68	13,520	
	Digimax Inc.	—	"	518,898	-	1.18	-	
	Hexawave Inc.	—	"	109,109	655	0.27	655	
	Uranus Chemicals Co., Ltd.	—	"	15,351	491	0.03	491	
	Neuro Sky, Inc. Preferred Stock A	—	"	10,000,000	-	1.42	-	
Neuro Sky, Inc. Preferred Stock B	—	"	12,595,523	-	1.78	-		
Neuro Sky, Inc. Preferred Stock C	—	"	4,532,823	-	0.64	-		
Taiwan United Venture Management Corporation	Fund beneficiary certificates							
	Fuh Hwa Money Market	—	Financial assets at FVTPL - current	91,730	1,345	-	1,345	
INOMA Corporation	Fund beneficiary certificates							
Taishin 1699 Money Market Fund	—	Financial assets at FVTPL - current	208,476	2,879	-	2,879		
Chong Loong Trading Co., Ltd.	Fund beneficiary certificates							
	Fubon Chih-hsiang Money-market Fund	—	Financial assets at FVTPL - current	1,065,417	17,000	-	17,000	

(Continued)

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Holding Company Name	Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	Ending				Remark
				Unit/Share	Carrying Amount	Percentage of Ownership (%)	Fair Value	
USI Optronics Corporation	Fund beneficiary certificates							
	Taishin Ta-Chong Money Market Fund	—	Financial assets at FVTPL - current	555,412	\$ 8,040	-	\$ 8,040	
	Taishin 1699 Money Market Fund	—	"	887,541	12,256	-	12,256	
	Yuanta De-Bao Money Market Fund	—	"	73,127	895	-	895	

Note 1: All securities in the table include stocks, bonds, beneficiary certificates and the securities derived from the items above which are regulated by IFRS 9 "Financial Instruments".

Note 2: The amount is already recognized as impairment losses.

Note 3: Please refer to Tables 7 and 8 for detailed information on subsidiaries and associates.

USI CORPORATION AND SUBSIDIARIES

China General Plastics Corporation

MARKETABLE SECURITIES HELD

March 31, 2023

Table 3-1:

(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Holding Company Name	Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	Ending			Fair Value	Remark
				Unit/Share	Carrying Amount	Percentage of Ownership (%)		
China General Plastics Corporation	Beneficiary securities							
	Cathay No. 1 Real Estate Investment Trust	—	Financial assets at FVTPL - current	3,794,000	\$ 66,623	-	\$ 66,623	Note 1
	Fund beneficiary certificates							
	Taishin 1699 Money Market Fund	—	Financial assets at FVTPL - current	6,173,182	85,248	-	85,248	Note 1
	Prudential Money Market Fund	—	"	1,862,117	30,000	-	30,000	Note 1
	Shares							
	China Steel Corporation	—	Financial assets at FVTPL - current	350,000	10,815	-	10,815	Note 1
	Hon Hai Precision Industry Co., Ltd.	—	"	100,000	10,400	-	10,400	Note 1
	Tungsho Steel Corporation	—	"	95,500	5,348	-	5,348	Note 1
KHL IB Venture Capital Co., Ltd.	—	Financial assets at FVTOCI - non-current	4,977,475	66,449	5.95	66,449	Note 1	
Taiwan VCM Corporation	Fund beneficiary certificates							
	SinoPac TWD Money Market Fund	—	Financial assets at FVTPL - current	10,591,899	150,049	-	150,049	Note 1
	Taishin 1699 Money Market Fund	—	"	7,252,315	100,150	-	100,150	Note 1
	Hua Nan Phoenix Money Market Fund	—	"	3,980,174	65,947	-	65,947	Note 1
	Yuanta De-Li Money Market Fund	—	"	3,010,452	50,023	-	50,023	Note 1
	Taishin Ta-Chong Money Market Fund	—	"	3,454,900	50,011	-	50,011	Note 1
	Yuanta De-Bao Money Market Fund	—	"	4,086,370	50,001	-	50,001	Note 1
	CTBC Hwa-Win Money Market Fund	—	"	3,568,879	40,009	-	40,009	Note 1
	UPAMC James Bond Money Market Fund	—	"	2,353,855	40,000	-	40,000	Note 1

(Continued)

(Continued)

Holding Company Name	Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	Ending			Fair Value	Remark
				Unit/Share	Carrying Amount	Percentage of Ownership (%)		
CGPC Polymer Corporation CGPC (BVI) Holding Co., Ltd.	Taiwan Cooperative Bank Money Market Fund Shares	—	"	968,720	\$ 10,002	-	\$ 10,002	Note 1
	Asia Polymer Corporation	With the same main shareholders as CGPC	Financial assets at FVTOCI – non-current	130,244	3,758	0.02	3,758	Note 1
	Fund beneficiary certificates							
	Taishin Ta-Chong Money Market Fund Shares	—	Financial assets at FVTPL - current	2,074,460	30,029	-	30,029	Note 1
	Teratech Corporation	—	Financial assets at FVTPL - non-current	112,000	-	0.67	-	Notes 1 and 3
	SOHOware, Inc - preferred shares	—	"	100,000	-	-	-	Notes 1, 2, and 3

Note 1: No guarantees, pledged loans, or other restrictions on the use of the contract were provided.

Note 2: The preferred shares are not used in the calculation of the shareholding ratio and equity net worth.

Note 3: As of the year ended March 31, 2023, CGPC evaluated the fair value of equity investment in the company as NT\$0.

Note 4: For information about investments in subsidiaries and associated enterprises, please refer to Table 7-3 and 8-3.

USI CORPORATION AND SUBSIDIARIES

Taita Chemical Company, Ltd.

Marketable Securities Held

March 31, 2023

Table 3-2:

(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Holding Company Name	Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	Ending			Fair Value	Remark
				Unit/Share	Carrying Amount	Percentage of Ownership (%)		
Taita Chemical Company, Ltd.	Shares							
	USI Corporation	Ultimate parent company	Financial assets at FVTOCI – non-current	15,109,901	\$ 400,412	1.27	\$ 400,412	Note 1
	Harbinger Venture Capital Corp.	—	"	990	7	0.50	7	Note 3
	UPC Technology Corporation	—	Financial assets at FVTPL - current	282,000	4,061	0.02	4,061	Note 1
	China Steel Corporation	—	"	350,000	10,815	-	10,815	Note 1
	Tungho Steel Corporation	—	"	91,500	5,124	0.01	5,124	Note 1
	Hon Hai Precision Industry Co., Ltd.	—	"	100,000	10,400	-	10,400	Note 1
	Fund beneficiary certificates							
Taishin 1699 Money Market Fund	—	Financial assets at FVTPL - current	5,801,193	80,111	-	80,111	Note 2	
TAITA (BVI) Holding Co., Ltd.	Beneficiary securities							
	Cathay No. 1 Real Estate Investment Trust	—	Financial assets at FVTPL - current	3,750,000	65,850	-	65,850	Note 1
	Shares							
Budworth Investment Ltd.	—	Financial assets at FVTOCI – non-current	20,219	6	2.22	6	Note 3	
Teratech Corporation	—	Financial assets at FVTPL - non-current	112,000	-	0.73	-	Note 4	
Sohoware Inc. - Preferred Shares	—	"	100,000	-	-	-	Note 4	

Note 1: The fair value was based on the Taiwan Stock Exchange closing price on the last trading day of March 2023.

Note 2: The fair value was calculated based on the net asset value on the last trading day of March 2023.

Note 3: The fair value is evaluated by the asset method, and is determined by referring to the most recent net worth of the investee company and its observable financial and operating status.

Note 4: As of March 31, 2023, the fair value of equity investment was evaluated by TTC as 0.

Note 5: Please refer to Tables 7-4 and 8-4 for detailed information on subsidiaries and associates.

USI CORPORATION AND SUBSIDIARIES

Asia Polymer Corporation

MARKETABLE SECURITIES HELD

March 31, 2023

Table 3-3:

(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Holding Company Name	Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	Ending				Remark
				Unit/Share	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Asia Polymer Corporation	Shares							
	Harbinger Venture Capital Corp.	—	Financial assets at FVTOCI – non-current	2,377	\$ 16	1.20	\$ 16	
	KHL IB Venture Capital Co., Ltd.	—	"	9,954,950	132,899	11.90	132,899	
	USI Corporation	Ultimate parent company	"	101,355,673	2,685,925	8.53	2,685,925	
	CTCI Corporation	—	"	14,446,107	605,292	1.82	605,292	
	AU Optronics Corporation	—	"	7,694,812	141,584	0.10	141,584	
	Wafer Works Corporation	—	Financial assets at FVTOCI - current	518,668	25,156	0.10	25,156	
	Hon Hai Precision Industry Co., Ltd.	—	Financial assets at FVTPL - current	100,000	10,400	-	10,400	
	Tungho Steel Corporation	—	"	219,500	12,292	0.03	12,292	
	China Steel Corporation	—	"	350,000	10,815	-	10,815	
	UPC Technology Corporation	—	"	293,000	4,219	0.02	4,219	
	Beneficiary securities							
	Cathay No. 1 Real Estate Investment Trust	—	"	3,800,000	66,728	-	66,728	
	Fund beneficiary certificates							
	Jih Sun Money Market Fund	—	"	9,317,246	140,812	-	140,812	
	Taishin 1699 Money Market Fund	—	"	11,395,946	157,371	-	157,371	
	Taishin Ta-Chong Money Market Fund	—	"	16,967,999	245,619	-	245,619	
	Yuanta De-Li Money Market Fund	—	"	3,016,264	50,119	-	50,119	
	Fubon Chih-hsiang Money-market Fund	—	"	9,102,494	145,241	-	145,241	
	Cathay Taiwan Money Market Fund	—	"	792,927	10,033	-	10,033	
Hua Nan Phoenix Money Market Fund	—	"	605,752	10,037	-	10,037		
SinoPac TWD Money Market Fund	—	"	10,639,735	150,727	-	150,727		

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Holding Company Name	Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	Ending				Remark
				Number of Shares/Unit	Carrying Amount	Percentage of Ownership (%)	Fair Value	
APC (BVI) Holding Co., Ltd.	Shares							
	Budworth Investment Ltd.	—	Financial assets at FVTOCI – non-current	40,467	\$ 6	4.45	\$ 6	
	Silicon Technology Investment (Cayman) Corp. - Preferred Shares	—	"	1,139,776	80,964	2.21	80,964	
	Neurosky Inc. - Preferred Stock D	—	"	2,397,364	-	0.37	-	Note 1
	Solargiga Energy Holdings Ltd.	—	"	15,863,333	16,614	0.48	16,614	
	Teratech Corporation	—	"	112,000	-	0.67	-	Note 1
	TGF Linux Communication, Inc. - Preferred Shares	—	Financial assets at FVTPL - non-current	300,000	-	-	-	Note 1
	Sohoware Inc. Preferred Shares	—	"	450,000	-	-	-	Note 1
Boldworks, Inc. - Preferred Shares	—	"	689,266	-	-	-	Note 1	
APC Investment Corporation	Shares							
	USI Corporation	Ultimate parent company	Financial assets at FVTPL - current	44,808	1,188	-	1,188	
	Hon Hai Precision Industry Co., Ltd.	—	"	50,000	5,200	-	5,200	
	UPC Technology Corporation	—	"	116,000	1,670	0.01	1,670	
	China Steel Corporation	—	"	175,000	5,408	-	5,408	
	Tungho Steel Corporation	—	"	112,250	6,286	0.02	6,286	
	Fund beneficiary certificates Cathay Taiwan Money Market Fund	—	Financial assets at FVTPL - current	1,292,518	16,354	-	16,354	

Note 1: As a result of the recognition of investment losses over the years, the carrying amount of APC's long-term equity investments in the company is 0.

Note 2: Please refer to Tables 7-5 and 8-5 for detailed information on subsidiaries and associates.

USI CORPORATION AND SUBSIDIARIES
China General Terminal & Distribution Corporation
MARKETABLE SECURITIES HELD

March 31, 2023

Table 3-4:

(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Holding Company Name	Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	Ending				Remark
				Unit/Share	Carrying Amount	Percentage of Ownership (%)	Fair Value	
China General Terminal & Distribution Corporation	Shares							
	Asia Polymer Corporation	Investee Companies Using Equity Method for CGTD	Financial assets at FVTOCI – non-current	5,290,482	\$ 152,630	0.89	\$ 152,630	Note 1
	China General Plastics Corporation	"	"	2,940,788	77,343	0.51	77,343	Note 1
	Taita Chemical Company, Ltd.	"	"	2,278,217	48,298	0.57	48,298	Note 1
	China Steel Corporation	—	Financial assets at FVTPL - current	499,552	15,436	-	15,436	Note 2
	Fund beneficiary certificates Taishin 1699 Money Market Fund	—	Financial assets at FVTPL - current	1,405,621	20,032	-	20,032	

Note 1: No guarantees, pledged loans, or other restrictions on the use of the contract were provided.

Note 2: 257,000 shares were provided to Taiwan Water Corporation as a provisional attachment.

USI CORPORATION AND SUBSIDIARIES

MARKETABLE SECURITIES ACQUIRED OR DISPOSED OF AT COSTS OR PRICES OF AT LEAST NT\$300 MILLION OR 20% OF THE PAID-IN CAPITAL

For the Three Months Ended March 31, 2023

Table 4:

(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Buyer/Seller	Type and Name of Marketable Securities	Financial Statement Account	Counterparty	Relationship	Beginning (Note)		Acquisition		Sell				Ending (Note)	
					Unit/Share	Amount	Unit/Share	Amount	Unit/Share	Selling price	Carrying Cost	Gain on disposal	Unit/Share	Amount
USI Corporation	Shares Acme Electronics Corporation	Investments accounted for using the equity method	—	Subsidiary	49,250,733	\$ 355,454	12,432,234	\$ 248,645	-	\$ -	\$ -	\$ -	61,682,967	\$ 539,644
USIFE Investment Co., Ltd.	Fund beneficiary certificates Yuanta De-Li Money Market Fund	Financial assets at FVTPL - current	—	—	4,907,988	80,284	-	-	1,200,000	19,904	19,630	274	3,707,988	60,654
	Shares Acme Electronics Corporation	Investments accounted for using the equity method	—	—	16,424,242	133,125	3,355,988	67,119	-	-	-	-	19,780,230	187,442
USI Corporation	Optronics Fund beneficiary certificates Fubon Chih-hsiang Money-market Fund	Financial assets at FVTPL - current	—	—	417,233	6,000	138,179	2,000	-	-	-	-	555,412	8,000

Note 1: The beginning and ending amounts of investments accounted for by the equity method include the original acquisition cost, investment income or loss recognized by the equity method, exchange rate translation and adjustments for changes in net worth.

Note 2: The ending amount of fund beneficiary certificates denotes the original acquisition cost.

USI CORPORATION AND SUBSIDIARIES

China General Plastics Corporation

MARKETABLE SECURITIES ACQUIRED OR DISPOSED OF AT COSTS OR PRICES OF AT LEAST NT\$300 MILLION OR 20% OF THE PAID-IN CAPITAL

For the Three Months Ended March 31, 2023

Table 4-1:

(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Buyer/Seller	Type and Name of Marketable Securities	Financial Statement Account	Counterparty	Relationship	Beginning (Note)		Acquisition		Sell			Ending (Note)		
					Unit/Share	Amount	Unit/Share	Amount	Unit/Share	Selling price	Carrying Cost	Gain on disposal	Unit/Share	Amount
China General Plastics Corporation	Shares													
	Acme Electronics Corporation	Investments accounted for using the equity method	—	—	3,176,019	\$ 23,911	-	\$ -	-	\$ -	\$ -	\$ -	3,556,526	\$ 32,089
	Fund beneficiary certificates													
	Hua Nan Phoenix Money Market Fund	Financial assets at FVTPL - current	—	—	-	-	10,271,210	170,000	10,271,210	170,090	170,000	90	-	-
	Yuanta De-Li Money Market Fund	"	—	—	3,019,311	50,000	6,029,036	100,000	9,048,347	150,104	150,000	104	-	-
Taiwan VCM Corporation	Taishin Ta-Chong Money Market Fund	"	—	—	-	-	6,920,176	100,000	6,920,176	100,028	100,000	28	-	-
	Taishin 1699 Money Market Fund	"	—	—	9,445,668	130,000	5,442,592	75,000	8,715,078	120,195	120,000	195	6,173,182	85,000
	Fund beneficiary certificates													
	Fubon Chih-hsiang Money-market Fund	Financial assets at FVTPL - current	—	—	-	-	9,411,058	150,000	9,411,058	150,126	150,000	126	-	-
	Hua Nan Phoenix Money Market Fund	"	—	—	2,119,619	35,000	7,854,472	130,000	5,993,917	99,169	99,115	54	3,980,174	65,885
CGPC Polymer Corporation	Yuanta De-Li Money Market Fund	"	—	—	6,037,918	100,000	3,010,452	50,000	6,037,918	100,122	100,000	122	3,010,452	50,000
	Taishin Ta-Chong Money Market Fund	"	—	—	8,593,337	123,800	3,454,900	50,000	8,593,337	124,089	123,800	289	3,454,900	50,000
	Taishin 1699 Money Market Fund	"	—	—	8,735,968	120,000	7,252,315	100,000	8,735,968	120,429	120,000	429	7,252,315	100,000
	Fund beneficiary certificates													
	Yuanta De-Li Money Market Fund	Financial assets at FVTPL - current	—	—	1,811,091	30,000	-	-	1,811,091	30,053	30,000	53	-	-
	Taishin Ta-Chong Money Market Fund	"	—	—	-	-	19,716,800	285,000	17,642,340	255,082	255,000	82	2,074,460	30,000

Note 1: The beginning and ending amounts of investments accounted for by the equity method include the original acquisition cost, investment income or loss recognized by the equity method, exchange rate translation and adjustments for changes in net worth.

Note 2: The ending amount of fund beneficiary certificates denotes the original acquisition cost.

USI CORPORATION AND SUBSIDIARIES

Taita Chemical Company, Ltd.

MARKETABLE SECURITIES ACQUIRED OR DISPOSED OF AT COSTS OR PRICES OF AT LEAST NT\$300 MILLION OR 20% OF THE PAID-IN CAPITAL

For the Three Months Ended March 31, 2023

Table 4-2:

(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Buyer/Seller	Type and Name of Marketable Securities	Financial Statement Account	Counterparty	Relationship	Beginning (Note)		Acquisition		Sell				Ending (Note)	
					Unit/Share	Amount	Unit/Share	Amount	Unit/Share	Selling price	Carrying Cost	Gain on disposal	Unit/Share	Amount
Taita Chemical Company, Ltd.	Shares													
	Acme Electronics Corporation	Investments accounted for using the equity method	—	—	4,445,019	\$ 33,446	546,537	\$ 10,931	-	\$ -	\$ -	\$ -	4,991,556	\$ 44,911
	Fund beneficiary certificates													
	Hua Nan Phoenix Money Market Fund	Financial assets at FVTPL - current	—	—	1,816,596	30,000	-	-	1,816,596	30,040	30,000	40	-	-
	Yuanta De-Li Money Market Fund	"	—	—	3,018,303	50,000	-	-	3,018,303	50,077	50,000	77	-	-
	Taishin Ta-Chong Money Market Fund	"	—	—	3,465,868	50,000	-	-	3,465,868	50,087	50,000	87	-	-
	Taishin 1699 Money Market Fund	"	—	—	6,539,203	90,000	6,526,342	90,000	7,264,352	100,172	100,000	172	5,801,193	80,000

Note 1: The beginning and ending amounts of investments accounted for by the equity method include the original acquisition cost, investment income or loss recognized by the equity method, exchange rate translation and adjustments for changes in net worth.

Note 2: The ending amount of fund beneficiary certificates denotes the original acquisition cost.

USI CORPORATION AND SUBSIDIARIES

Asia Polymer Corporation

MARKETABLE SECURITIES ACQUIRED OR DISPOSED OF AT COSTS OR PRICES OF AT LEAST NT\$300 MILLION OR 20% OF THE PAID-IN CAPITAL

For the Three Months Ended March 31, 2023

Table 4-3:

(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Buyer/Seller	Type and Name of Marketable Securities	Financial Statement Account	Counterparty	Relationship	Beginning (Note)		Acquisition		Sell				Ending (Note)	
					Unit/Share	Amount	Unit/Share	Amount	Unit/Share	Selling price	Carrying Cost	Gain on disposal	Unit/Share	Amount
Asia Polymer Corporation	Shares													
	Acme Electronics Corporation	Investments accounted for using the equity method	—	—	6,056,623	\$ 45,599	744,692	\$ 14,894	-	\$ -	\$ -	\$ -	6,801,315	\$ 61,194
	APC Investment Corporation	Investments accounted for using the equity method	—	—	1,884,548	14,188	1,231,714	24,634	-	-	-	-	3,116,262	28,028
	Fund beneficiary certificates													
	Fubon Chih-hsiang Money-market Fund	Financial assets at FVTPL - current	—	—	-	-	9,102,494	145,000	-	-	-	-	9,102,494	145,000
	Hua Nan Phoenix Money Market Fund	"	—	—	605,752	10,000	-	-	-	-	-	-	605,752	10,000
	Yuanta De-Li Money Market Fund	"	—	—	-	-	3,016,264	50,000	-	-	-	-	3,016,264	50,000
	Taishin Ta-Chong Money Market Fund	"	—	—	4,519,224	65,000	12,448,775	180,000	-	-	-	-	16,967,999	245,000
	Taishin 1699 Money Market Fund	"	—	—	726,470	10,000	10,669,476	147,000	-	-	-	-	11,395,946	157,000

Note 1: The beginning and ending amounts of investments accounted for by the equity method include the original acquisition cost, investment income or loss recognized by the equity method, exchange rate translation and adjustments for changes in net worth.

Note 2: The ending amount of fund beneficiary certificates denotes the original acquisition cost.

USI CORPORATION AND SUBSIDIARIES

TOTAL PURCHASES FROM OR SALES TO RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL

For the Three Months Ended March 31, 2023

Table 5:

(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Buyer/Seller	Counterparty	Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts Receivable (Payable)		Remark
			Purchase (Sale)	Amount	Ratio to Total Purchase (Sale) (%)	Credit Terms	Unit Price	Credit Terms	Ending Balance	Ratio to Total Notes or Accounts Receivable (Payable) (%)	
USI Corporation	Asia Polymer Corporation	Subsidiary	Purchase	\$ 207,388	10.53	Within 60 days after purchasing on credit	No significant difference	No significant difference	(\$ 137,826)	(16.12)	Note
	Asia Polymer Corporation	Subsidiary	Sale	(32,701)	(1.09)	Within 60 days after selling on credit	"	"	20,426	1.44	Note
	Fujian Gulei Petrochemical Co., Ltd.	Joint ventures	Purchase	290,113	14.73	Current Letter of Credit	"	"	-	-	
	USI (Hong Kong) Company Ltd.	Subsidiary	Sale	(31,065)	(1.04)	Within 60 days after selling on credit	"	"	8,809	0.62	Note
	USI Trading (Shanghai) Co., Ltd.	Subsidiary	Sale	(34,723)	(1.16)	Within 60 days after selling on credit	"	"	28,922	2.03	Note
	Forever Young Company Limited	Subsidiary	Sale	(46,278)	(1.54)	Within 60 days after selling on credit	"	"	46,391	3.26	Note
USI (Hong Kong) Company Ltd.	USI Corporation	Parent company	Purchase	31,065	1.58	Within 60 days after purchasing on credit	"	"	(8,809)	(1.03)	Note
USI Trading (Shanghai) Co., Ltd.	USI Corporation	Parent company	Purchase	34,723	1.38	Within 60 days after purchasing on credit	"	"	(28,922)	(3.38)	Note
Forever Young Company Limited	USI Corporation	Parent company	Purchase	46,278	1.84	Within 60 days after purchasing on credit	"	"	(46,391)	(5.42)	Note

Note: If the transactions were written off when preparing the consolidated financial statements.

USI CORPORATION AND SUBSIDIARIES

China General Plastics Corporation

Total Purchases from or Sales to Related Parties Amounting to at Least NT\$100 Million or 20% Of the Paid-in Capital

For the Three Months Ended March 31, 2023

Table 5-1:

(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Buyer/Seller	Counterparty	Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts Receivable (Payable)		Remark
			Purchase (Sale)	Amount	Ratio to Total Purchase (Sale)	Credit Terms	Unit Price	Credit Terms	Ending Balance	Ratio to Total Notes or Accounts Receivable (Payable)	
Taiwan VCM Corporation	China General Plastics Corporation	Parent company	Sale	(\$ 1,115,800)	(45)	45天	No significant difference	No significant difference	\$ 693,001	42	Note
	CGPC Polymer Corporation	Fellow company	Sale	(1,122,714)	(45)	45天	"	"	776,534	47	Note
	Fujian Gulei Petrochemical Co., Ltd.	Related party in substance	Purchase	394,753	21	Current Letter of Credit	"	"	-	-	-

Note: If the transactions were written off when preparing the consolidated financial statements.

USI CORPORATION AND SUBSIDIARIES

Asia Polymer Corporation

Total Purchases from or Sales to Related Parties Amounting to at Least NT\$100 Million or 20% Of the Paid-in Capital

For the Three Months Ended March 31, 2023

Table 5-2:

(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Buyer/Seller	Counterparty	Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts Receivable (Payable)		
			Purchase (Sale)	Amount	Ratio to Total Purchase (Sale)	Credit Terms	Unit Price	Credit Terms	Ending Balance		Ratio to Total Notes or Accounts Receivable (Payable)
Asia Polymer Corporation	USI Corporation	Ultimate parent company	Sale	(\$ 207,321)	(13.21)	60 days	No significant difference	No significant difference	Accounts receivable - related parties	\$ 140,939	25.24
	Fujian Gulei Petrochemical Co., Ltd.	Associate	Purchase	197,585	22.42	Letter of Credit	"	"	—	-	-

Note: All the transactions were written off when preparing the consolidated financial statements.

USI CORPORATION AND SUBSIDIARIES

Swanson Plastics Corporation

RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL

March 31, 2023

Table 6:

(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Company Name	Counterparty	Relationship	Financial Statement Account and Ending Balance (Note 3)	Turnover Rate (%)	Overdue		Amounts Received in Subsequent Period (Note 2)	Allowance for Impairment Loss
					Amount	Actions Taken		
ASK-Swanson (Kunshan) Co., Ltd.	Swanson Plastics (Tianjin) Co., Ltd.	Have the same ultimate parent company	Other receivables \$ 177,335 (RMB 40,020 thousand)	-	\$ -	—	\$ -	Note 1

Note 1: It is assessed that no allowance for impairment loss is needed.

Note 2: The subsequent period refers to the period from April 1 to May 3, 2023.

Note 3: All the transactions were written off when preparing the consolidated financial statements.

USI CORPORATION AND SUBSIDIARIES

China General Plastics Corporation

RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL

March 31, 2023

Table 6-1:

(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Company Name	Counterparty	Relationship	Financial Statement Account and Ending Balance	Turnover Rate	Overdue		Amounts Received in Subsequent Period (Note 2)	Allowance for Impairment Loss
					Amount	Actions Taken		
China General Plastics Corporation	CGPC America Corporation	Subsidiary	Accounts receivables - related parties <u>\$ 124,402</u>	2.42	\$ -	—	\$ 47,112	Note 1
Taiwan VCM Corporation	China General Plastics Corporation	Parent company	Accounts receivables - related parties <u>\$ 693,001</u>	6.02	-	—	394,740	Note 1
	CGPC Polymer Corporation	Fellow company	Accounts receivables - related parties <u>\$ 776,534</u>	5.95	-	—	398,911	Note 1

Note 1: It is assessed that no allowance for impairment loss is needed.

Note 2: The subsequent period refers to the period from April 1 to May 3, 2023.

Note 3: All the transactions were written off when preparing the consolidated financial statements.

USI CORPORATION AND SUBSIDIARIES

Taita Chemical Company, Ltd.

RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL

March 31, 2023

Table 6-2:

(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Company Name	Counterparty	Relationship	Financial Statement Account and Ending Balance (Note 3)	Turnover Rate (%)	Overdue		Amounts Received in Subsequent Period (Note 2)	Allowance for Impairment Loss
					Amount	Actions Taken		
Taita Chemical Company, Ltd.	Taita Chemical (Tianjin) Co., Ltd.	Sub-subsidiary	Other receivables \$ 279,476 (USD 9,178 thousand) (Notes 1 and 3)	-	\$ 279,476	Continuous Collection	\$ -	\$ -

Note 1: The other receivables of Taita Chemical Co., Ltd. are from selling raw materials to Taita Chemical (Tianjin) Co., Ltd., and transferred to other receivables since it had exceeded the normal credit term by a certain period.

Note 2: There was no amount received as of May 3, 2023.

Note 3: All the transactions were written off when preparing the consolidated financial statements.

USI CORPORATION AND SUBSIDIARIES

Asia Polymer Corporation

RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL

March 31, 2023

Table 6-3:

(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Company Name	Counterparty	Relationship	Financial Statement Account and Ending Balance		Turnover Rate	Overdue		Amounts Received in Subsequent Period (Note 2)	Allowance for Impairment Loss
						Amount	Actions Taken		
Asia Polymer Corporation	USI Corporation	Ultimate parent company	Accounts receivable - related parties	\$ 140,939	5.04	\$ -	—	\$ 75,567	Note 1
			Other receivables from related parties	89		-	—	89	Note 1

Note 1: It is assessed that no allowance for impairment loss is needed.

Note 2: The subsequent period refers to the period from April 1 to May 3, 2023.

USI CORPORATION AND SUBSIDIARIES
INFORMATION ON INVESTEEES
For the Three Months Ended March 31, 2023

Table 7:

(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Investor	Investee	Location	Main Businesses and Products	Original Investment Amount		Hold at End of Period			Net Income (Loss) of the Investee for the period	Investment (loss) income for the period	Remark
				Ending Balance for Current Period	December 31, 2022	Number of Shares	Percentage (%)	Carrying Amount			
USI Corporation	USIFE Investment Co., Ltd.	12F., No. 37, Jihu Rd., Taipei City	Investments in production, transportation, warehousing, construction, banking, securities investment companies and trading companies	\$ 550,000	\$ 550,000	89,647,000	100.00	\$ 966,261	(\$ 3,489)	(\$ 3,489)	Subsidiary
	Swanlake Traders Ltd.	Citco Building, Wickhamo Cay, P.O. Box 662, Road Town, Tortola, British Virgin Islands	Trading and investment	728,439	728,439	30,000,000	100.00	1,393,812	3,075	3,075	Subsidiary
	USI (Hong Kong) Company Ltd.	6/F., Caltex House, 258 Hennessy Road, Hong Kong	Trading and investment	63,482	63,482	159,999	100.00	67,082	(1,289)	(1,289)	Subsidiary
	Union Polymer International Investment Corporation	12F., No. 37, Jihu Rd., Taipei City	Investment (focused on "production and service industry")	3,490,255	3,490,255	897,354,122	100.00	10,340,973	21,706	21,706	Subsidiary
	Taiwan United Venture Capital Corp.	10F., No. 37, Jihu Rd., Taipei City	Venture capital (focused on "high technology industry")	471,800	471,800	25,900,000	70.00	183,918	1,694	1,186	Subsidiary
	Chong Loong Trading Co., Ltd.	12F., No. 37, Jihu Rd., Taipei City	Import and export trade	28,323	28,323	5,749,062	99.96	76,689	2,885	2,884	Subsidiary
	Swanson Plastics Corporation	12F., No. 37, Jihu Rd., Taipei City	Production and marketing of stretch film, embossed film and industrial-use multilayer wrap	171,210	171,210	62,616,299	40.58	1,041,606	(25,103)	(10,186)	Subsidiary
	Acme Electronics Corporation	8F., No. 39, Jihu Rd., Neihsu Dist., Taipei City, Taiwan (R.O.C.)	Production and marketing of manganese-zinc soft ferrite powder	470,158	221,513	61,682,967	28.96	539,644	(62,270)	(18,033)	Subsidiary
	INOMA Corporation	12F., No. 37, Jihu Rd., Taipei City	Optical products and fire protection materials	250,354	250,354	9,243,369	94.37	12,985	(384)	(362)	Subsidiary
	USI Management Consulting Corp.	12F., No. 37, Jihu Rd., Taipei City	Providing management services	1,000	1,000	671,400	100.00	3,212	-	-	Subsidiary
	Ever Conquest Global Limited	Vistra Corporate Services Centre, Wickhams Cay II, Road Town, Tortola VG1110	Investment	7,645,980	7,645,980	246,670,000	59.13	4,681,516	(745,131)	(440,617)	Subsidiary
	USI Optronics Corporation	12F., No. 37, Jihu Rd., Taipei City	Manufacturing and marketing of sapphire single crystal	330,000	330,000	33,000,000	50.85	31,145	(5,631)	(2,863)	Subsidiary
	USI Green Energy Corporation	12F., No. 37, Jihu Rd., Taipei City	Solar power generation business	70,100	70,100	7,259,418	100.00	109,565	(1,580)	(1,994)	Subsidiary
Delmind Inc.	No.18, Xinglong Rd., Taoyuan Dist., Taoyuan City	Manufacturing of machinery and equipment	90,000	90,000	9,000,000	30.00	81,783	(7,130)	(2,139)	Associate	
Ever Conquest Global Limited	Ever Victory Global Limited	Vistra Corporate Services Centre, Wickhams Cay II, Road Town, Tortola VG1110	Investment business	12,702,065 (USD 417,145 thousand)	12,702,065 (USD 417,145 thousand)	417,145,000	67.40	7,916,937 (USD 259,998 thousand)	(1,105,491) (USD -36,371 thousand)		Sub-subsiidiary

(Continued)

(Continued)

Investor	Investee	Location	Main Businesses and Products	Original Investment Amount		Hold at End of Period			Net Income (Loss) of the Investee for the period	Investment (loss) income for the period	Remark
				Ending Balance for Current Period	December 31, 2022	Number of Shares	Percentage (%)	Carrying Amount			
Ever Victory Global Limited	Dynamic Ever Investments Limited	6/F, Caltex House, 258 Hennessy Road, Hong Kong	Investment business	17,930,483 (USD 588,850 thousand)	17,930,483 (USD 588,850 thousand)	588,850,000	85.00	10,809,262 (USD 354,984 thousand)	(1,313,571) (USD -43,217 thousand)		Sub-subsidiary
	China General Plastics Corporation	12F., No. 37, Jihu Rd., Taipei City	Production and marketing of plastic cloths, plastic skins, plastic tubes, plastic pellets, plastic powder and other related products	1,320,045	1,320,045	140,609,929	24.20	2,471,755	232,350		Sub-subsidiary
Union Polymer International Investment Corporation	Taita Chemical Company, Ltd.	12F., No. 37, Jihu Rd., Taipei City	Production and marketing of polystyrene, propylene, butadiene, ABS resin, SAN resin, glass wool insulation products and plastic materials	1,749,212	1,749,212	145,807,007	36.67	2,858,860	(71,705)		Sub-subsidiary
	Asia Polymer Corporation	12F., No. 37, Jihu Rd., Taipei City	Production and marketing of low-density polyethylene, medium-density polyethylene, ethylene vinyl acetate and importing and marketing of linear low-density polyethylene and high-density polyethylene	1,965,437	1,965,437	192,063,336	32.35	5,245,617	(25,127)		Sub-subsidiary
USIFE Investment Co., Ltd.	Acme Electronics Corporation	8F., No. 39, Jihu Rd., Neihu Dist., Taipei City, Taiwan (R.O.C.)	Production and marketing of manganese-zinc soft ferrite powder	\$ 222,752	\$ 155,632	19,780,230	9.29	\$ 187,442	(\$ 5,783)		Subsidiary
	Swanson Technologies Corporation	12F., No. 37, Jihu Rd., Taipei City	Planting agriculture, marketing, research and development of agricultural products, production, sale, and development of EVA packaging films and other high value-added plastic products	22,500	22,500	2,250,015	15.00	(1,731)	(9,346)		Sub-subsidiary
Swanlake Traders Ltd.	Taiwan United Venture Management Corporation	12F., No. 37, Jihu Rd., Taipei City	Corporate management consulting	8,000	8,000	800,000	100.00	15,752	239		Sub-subsidiary
	ACME Electronics (Cayman) Corp.	Ugland House P.O. Box 309 George Town, Grand Cayman, Cayman Islands	Corporate investments	261,526 (USD 8,589 thousand)	261,526 (USD 8,589 thousand)	11,553,462	23.12	282,472 USD 9,277 thousand	(25,261) (USD -831 thousand)		Sub-subsidiary

Note 1: Please refer to Table 8 for relevant information on mainland investee companies.

Note 2: Except for the Delmind Inc., the carrying amount of other investee companies and the recognized investment gain (loss) for the period have been fully written off when preparing the consolidated financial statements.

USI CORPORATION AND SUBSIDIARIES

Acme Electronics Corporation

INFORMATION ON INVESTEEES

For the Three Months Ended March 31, 2023

Table 7-1:

(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Investor	Investee	Location	Main Businesses and Products	Original Investment Amount (Note 2)		Hold at End of Period			Net Income (Loss) of the Investee for the Period (Note 3)	Investment profit and loss recognized in current year (Note 3)	Remark
				Ending Balance for Current Period	December 31, 2022	Number of Shares	Percentage	Carrying Amount			
Acme Electronics Corporation	ACME Electronics (Cayman) Corp.	Ugland House P.O. Box 309 George Town, Grand Cayman, Cayman Islands	Corporate investments	\$ 605,182	\$ 605,182	25,621,692	51.27	\$ 660,935	(\$ 25,261) (USD -831 thousand)	(\$ 2,113) (USD -70 thousand)	Note 1
	Golden Amber Enterprises Limited	CITCO Building, Wickhams Cay Road Town, Tortola, British Virgin Islands	Corporate investments	669,072	669,072	20,800,000	100.00	1,064,521	(8,055)	(6,212)	Note 1
	USI Optronics Corporation	12F., No. 37, Jihu Rd., Neihu Dist., Taipei City	Manufacturing and marketing of sapphire single crystal	646,200	646,200	22,064,224	34.00	20,824	(5,632)	(1,915)	
ACME Electronics (Cayman) Corp.	ACME Components (Malaysia) Sdn. Bhd.	Plot 15,Jalan Industri 6 Kawasan Perindustrian Jelapang II(ZPB) Jelapang 30020 Ipoh, Perak, Malaysia.	Corporate investments	362,081 (USD 11,891 thousand)	362,081 (USD 11,891 thousand)	42,600,000	100.00	710,457 (USD 23,332 thousand)	10,164 (MYR 1,529 thousand)		Note 1
ACME Components (Malaysia) Sdn. Bhd.	ACME Ferrite Products Sdn. Bhd.	Plot 15,Jalan Industri 6 Kawasan Perindustrian Jelapang II(ZPB) Jelapang 30020 Ipoh, Perak, Malaysia.	Manufacturing and marketing of manganese-zinc soft ferrite core	251,246 (MYR 37,964 thousand)	251,246 (MYR 37,964 thousand)	9,120,000	100.00	701,145 (MYR 105,945 thousand)	10,309 (MYR 1,551 thousand)		Note 1

Note 1: The carrying amount and the recognized investment gain (loss) for the period have been fully written off when preparing the consolidated financial statements.

Note 2: The foreign currency amount was calculated based on the spot exchange rate of March 31, 2023.

Note 3: The amount is calculated based on the average exchange rate during the period from January 1 and March 31, 2023.

Note 4: Please refer to Table 8-1 for relevant information on mainland investee companies.

USI CORPORATION AND SUBSIDIARIES

Swanson Plastics Corporation

INFORMATION ON INVESTEEES

For the Three Months Ended March 31, 2023

Table 7-2:

Unit: In Thousands of New Taiwan Dollars
, Unless Stated Otherwise

Investor	Investee	Location	Main Businesses and Products	Original Investment Amount		Hold at End of Period			Net Income (Loss) of the Investee for the period (Note 3)	Investment (loss) income for the period (Note 3)	Remark
				Ending Balance for Current Period (Note 1)	December 31, 2022 (Note 1)	Number of Shares (In Thousands of Shares)	Percentage (%)	Carrying Amount (Note 2)			
Swanson Plastics Corporation	Swanson Plastics (Singapore) Pte. Ltd.	2 Venture Drive Vision Exchange #12-10 Singapore 608526	Production and marketing of plastic products	\$ 808,506	\$ 808,506	36,863	100	1,789,919	7,184	7,184	
	Forever Young Company Limited	Flemming House, Wickhams Cay, P.O. Box 662, Road Town, Tortola, British Virgin Islands. VG1110	Trading and agency businesses	1,297	1,297	50	100	38,954	1,191	1,191	
	Swanson International Ltd.	PO Box 309 Ugland House Grand Cayman KY1-1104 Cayman Islands	Investment	499,996	499,996	16,041	100	1,647,967	(3,237)	(3,237)	
	Swanson Technologies Corporation	12F., No. 37, Jihu Rd., Neihu Dist., Taipei City	Planting agriculture, marketing, research and development of agricultural products, production, sale, and development of EVA packaging films and other high value-added plastic products	245,000	245,000	10,500	70	(8,080)	(9,346)	(6,542)	
	PT. Swanson Plastics Indonesia	Ngoro Industrial Park Blok D2-3 Ds. Lolawang Kec. Ngoro Kab. Mojokerto	Manufacturing and marketing of plastic products	7,979	7,979	261	1	7,819	4,663	47	
Swanson Plastics (Singapore) Pte. Ltd.	Swanson Plastics (Malaysia) Sdn. Bhd.	Plot 505, Tingkat Perusahaan 4A, Kawasan Perusahaan Perai, Zon Perdagangan Bebas, 13600 Perai, Seberang Perai, Pulau Pinang, Malaysia.	Manufacturing and marketing of plastic products	200,769 (USD 6,593 thousand)	200,769 (USD 6,593 thousand)	20,000	100	493,265 USD 16,199 thousand	6,258 USD 206 thousand		
	Swanson Plastics (India) Private Ltd.	Phase II, Plot No.2, GIDC, Bhuipal Honda, Sattari, Goa (India) 403 530,	Manufacturing and marketing of plastic products	502,755 (USD 16,511 thousand)	502,755 (USD 16,511 thousand)	107,351	100	277,428 USD 9,111 thousand	(1,209) (INR 3,274 thousand)		
	PT. Swanson Plastics Indonesia	Ngoro Industrial Park Blok D2-3 Ds. Lolawang Kec. Ngoro Kab. Mojokerto	Manufacturing and marketing of plastic products	786,829 (USD 25,840 thousand)	786,829 (USD 25,840 thousand)	25,840	99	774,057 USD 25,421 thousand	4,663 IDR 2,331,253 thousand		
Swanson International Ltd.	A.S. Holdings (UK) Limited	5TH Floor 7-10 Chandos Street London W1G 9DQ	Investment	216,015 (USD 7,094 thousand)	216,015 (USD 7,094 thousand)	3,157	100	573,433 USD 18,832 thousand	6,087 USD 200 thousand		

Note 1: The carrying amount and the recognized investment gain (loss) for the period have been fully written off when preparing the consolidated financial statements.

Note 2: Original investment amount and book amounts were calculated using the spot exchange rate of March 31, 2023.

Note 3: The amount is calculated based on the average exchange rate during the period from January 1 and March 31, 2023.

Note 4: Please refer to Table 8-2 for relevant information on mainland investee companies.

USI CORPORATION AND SUBSIDIARIES

China General Plastics Corporation

INFORMATION ON INVESTEEES

For the Three Months Ended March 31, 2023

Table 7-3:

Unit: In Thousands of New Taiwan Dollars, Unless Stated Otherwise

Investor	Investee	Location	Main Businesses and Products	Original Investment Amount		Hold at End of Period			Net income (loss) of the Investee for the period	Investment income (loss) recognized for the period	Remark
				Ending Balance for Current Period	Ending Balance for Prior Period	Number of Shares	Percentage	Carrying Amount			
China General Plastics Corporation	Taiwan VCM Corporation	No. 1, Gongye 1st Rd., Linyuan Dist., Kaohsiung City 832, Taiwan (R.O.C.)	Manufacturing and marketing of VCM	\$ 2,933,648	\$ 2,933,648	259,591,005	87.27	\$ 4,225,943	\$ 332,249	\$ 149,013	Subsidiary
	CGPC Polymer Corporation	12F., No. 37, Jihu Rd., Taipei City	Manufacturing and marketing of PVC resins	800,000	800,000	100,000,000	100	701,514	(193)	(193)	Subsidiary
	CGPC (BVI) Holding Co., Ltd.	Citco Building, Wickhams Cay, P.O. Box 662, Road Town, Tortola, British Virgin Islands	Reinvestment	1,073,906	1,073,906	16,308,258	100	338,283	4,075	4,075	Subsidiary
	China General Terminal & Distribution Corporation	No. 1, Jianji St., Qianzhen Dist., Kaohsiung City, Taiwan (R.O.C.)	Warehousing and transportation of petrochemical raw materials	41,106	41,106	23,892,872	33.33	353,654	(6,284)	(2,095)	Associate accounted for using the equity method
	CGPC America Corporation	4 Latitude Way, Suite 108 Corona, CA 92881	Marketing of PVC two- or three-time processed products	648,931	648,931	100	100	198,656	(7,383)	(7,383)	Subsidiary
	Acme Electronics Corporation	8F., No. 39, Jihu Rd., Neihu Dist., Taipei City, Taiwan (R.O.C.)	Manufacturing & marketing of Mn-Zn and Ni-Zn ferrite cores	41,805 (Note 1)	33,995	3,566,526	1.67	32,089	(62,270)	(1,042)	Associate accounted for using the equity method
Taiwan VCM Corporation	Global Green Technology Corporation	12F., No. 37, Jihu Rd., Taipei City	Environmental detection services	50,000	50,000	5,000,000	100	54,179	1,536	-	Subsidiary

Note 1: CGPC failed to subscribe for the cash capital increase of ACME in proportion to its shareholding, resulting in a decrease in its shareholding from 1.74% to 1.67%.

Note 2: All the transactions were written off when preparing the consolidated financial statements.

Note 3: Please refer to Table 8-3 for relevant information of mainland investee companies.

USI CORPORATION AND SUBSIDIARIES
Taita Chemical Company, Ltd.
INFORMATION ON INVESTEES
For the Three Months Ended March 31, 2023

Table 7-4:

(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Investor	Investee	Location	Main Businesses and Products	Original Investment Amount		Hold at End of Period			Net Income (Loss) of the Investee for the period	Investment (loss) income for the period	Remark
				Ending Balance for Current Period	Ending Balance for Prior Period	Number of Shares	Percentage	Carrying Amount			
Taita Chemical Company, Ltd.	TAITA (BVI) Holding Co., Ltd.	British Virgin Islands	Reinvestment	\$ 2,732,522 (USD 89,738 thousand)	\$ 2,732,522 (USD 89,738 thousand)	89,738,000	100.00%	\$ 3,159,883 (USD 103,773 thousand)	\$ 964 (USD 32 thousand)	\$ 964 (Profit USD 32 thousand)	Subsidiary (Notes 1 and 3)
	China General Plastics Corporation	Taipei City	Production and marketing of PVC tape and other plastic products	65,365	65,365	11,516,174	1.98%	191,820	232,350	4,605	Investments accounted for using the equity method (Note 1)
	China General Terminal & Distribution Corporation	Taipei City	Warehousing of petrochemical raw materials	41,082	41,082	23,892,871	33.33%	353,653	(6,284)	(2,095)	Investments accounted for using the equity method (Note 2)
	Acme Electronics Corporation	Taipei City	Production and marketing of manganese-zinc soft ferrite powder	55,702	44,771	4,991,556	2.34%	44,911	(62,270)	(1,460)	Investments accounted for using the equity method (Note 1)
TAITA (BVI) Holding Co., Ltd.	ACME Electronics (Cayman) Corp.	British Cayman Islands	Reinvestment	51,766 (USD 1,700 thousand)	51,766 (USD 1,700 thousand)	2,695,619	5.39%	65,906 (USD 2,164 thousand)	(25,261) (USD -831 thousand)	-	Investments accounted for using the equity method (Note 1)

Note 1: The calculation is based on the financial statements of the investee company during the same period which have been audited by CPAs.

Note 2: The calculation is based on the financial statements of the investee company during the same period which have not been audited by CPAs.

Note 3: All the transactions were written off when preparing the consolidated financial statements.

Note 4: Please refer to Table 8-4 for relevant information on mainland investee companies.

USI CORPORATION AND SUBSIDIARIES

Asia Polymer Corporation

INFORMATION ON INVESTEEES

For the Three Months Ended March 31, 2023

Table 7-5:

(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Investor	Investee	Location	Main Businesses and Products	Original Investment Amount		Hold at End of Period			Net Income (Loss) of the Investee for the period	Investment (loss) income for the period	Remark
				Ending of the current year	Ending of the prior year	Number of Shares	Percentage	Carrying Amount			
Asia Polymer Corporation	APC (BVI) Holding Co., Ltd.	British Virgin Islands	Reinvestment business	\$ 419,443 (USD 13,774,806)	\$ 419,443 (USD 13,774,806)	11,342,594	100.00	\$ 592,385	\$ 3,496	\$ 3,496	Subsidiary
	APC Investment Corporation	Taipei City	Investment business	200,000	200,000	20,000,000	100.00	145,702	(499)	(499)	Subsidiary
	USI International Corp.	British Virgin Islands	Reinvestment business	63,945 (USD 2,100,000)	63,945 (USD 2,100,000)	2,100,000	70.00	68,466	(405)	(284)	Subsidiary
	China General Plastics Corporation	Taipei City	Production and marketing of PVC films, PVC leather, PVC pipes, PVC compounds, PVC resins, construction products, chlor-alkali products and other relevant products	247,412	247,412	46,886,185	8.07	780,963	232,350	18,749	Investments accounted for using the equity method
	China General Terminal & Distribution Corporation	Taipei City	Petrochemical materials storage and transportation operations	41,082	41,082	23,892,871	33.33	353,653	(6,284)	(2,095)	Investments accounted for using the equity method
	Swanson Plastics Corporation	Taipei City	Production and marketing of stretch films and industrial use multi-layer films	75,242	75,242	12,266,779	7.95	205,030	(25,103)	(1,996)	Investments accounted for using the equity method
	Acme Electronics Corporation	Taipei City	Manufacturing & marketing of Mn-Zn and Ni-Zn ferrite cores	76,241	61,348	6,801,315	3.19	61,194	(62,270)	(806)	Investments accounted for using the equity method
	Taiwan United Venture Capital Corp.	Taipei City	Investments in high-tech undertakings	52,791	52,791	3,080,866	8.33	21,877	1,694	141	Investments accounted for using the equity method
	USI Optronics Corporation	Taipei City	Manufacturing and marketing of sapphire single crystal	59,725	59,725	5,972,464	9.20	5,637	(5,631)	(518)	Investments accounted for using the equity method
APC (BVI) Holding Co., Ltd.	Ever Conquest Global Ltd.	British Virgin Islands	Reinvestment business	5,190,964 (USD 170,475 thousand)	5,190,964 (USD 170,475 thousand)	170,475,000	40.87	3,235,422	(745,131)	(304,513)	Investments accounted for using the equity method
	ACME Electronics (Cayman) Corp.	British Cayman Islands	Reinvestment business	159,707 (USD 5,245 thousand)	159,707 (USD 5,245 thousand)	8,316,450	16.64	203,330	(25,261)	-	APC (BVI) Holding Co., Ltd. Investments accounted for using the equity method
	USI International Corp.	British Virgin Islands	Reinvestment business	27,405 (USD 900 thousand)	27,405 (USD 900 thousand)	900,000	30.00	29,343	(405)	-	APC (BVI) Holding Co., Ltd. Investments accounted for using the equity method (Note 1)
APC Investment Corporation	Acme Electronics Corporation	Taipei City	Manufacturing & marketing of Mn-Zn and Ni-Zn ferrite cores	39,523	14,889	3,116,262	1.46	28,038	(62,270)	-	APC Investment Corporation Investments accounted for using the equity method
	Swanson Technologies Corporation	Taipei City	Planting agriculture, marketing, research and development of agricultural products, production, sale, and development of EVA packaging films and other high value-added plastic products	22,500	22,500	2,250,015	15.00	(1,731)	(9,346)	-	APC Investment Corporation Investments accounted for using the equity method
Ever Conquest Global Ltd.	Ever Victory Global Ltd.	British Virgin Islands	Reinvestment business	12,702,065 (USD 417,145 thousand)	12,702,065 (USD 417,145 thousand)	417,145,000	67.40	7,916,937 (USD 259,998 thousand)	(1,105,491) (USD -36,371 thousand)	-	Ever Conquest Global Ltd. Investments accounted for using the equity method
Ever Victory Global Ltd.	Dynamic Ever Investments Ltd.	Hong Kong	Reinvestment business	17,930,483 (USD 588,850 thousand)	17,930,483 (USD 588,850 thousand)	588,850,000	85.00	10,809,262 (USD 354,984 thousand)	(1,313,571) (USD -43,217 thousand)	-	Ever Victory Global Ltd. Investments accounted for using the equity method

Note 1: All the transactions were written off when preparing the consolidated financial statements.

Note 2: Please refer to Table 8-5 for relevant information of mainland investee companies.

USI CORPORATION AND SUBSIDIARIES
Information on investments in mainland China
For the Three Months Ended March 31, 2023

Table 8:

(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Investee Company	Main Businesses and Products	Paid-in Capital (Note 7)	Method of Investment	Accumulated Outward Remittance for Investment from Taiwan as of the beginning of the period (Note 7)	Investment Flows for the Year Ended December 31, 2022 (Note 7)		Accumulated Outward Remittance for Investment from Taiwan as of the ending of the period (Note 7)	Net Income (Loss) of the Investee for the period	Ownership of Direct or Indirect Investment (%)	Investment (loss) income for the period (Notes 8 and 9)	Carrying Amount as of the End of Period (Notes 7 and 8)	Accumulated Repatriation of Investment Income as of the End of the Period
					Outflow	Inflow						
Acme Electronics (Kunshan) Co., Ltd.	Manufacturing and marketing of manganese-zinc soft ferrite core	\$ 935,576 (USD 30,725 thousand)	(Note 1)	\$ 85,794 (USD 2,818 thousand)	\$ -	\$ -	\$ 85,794 (USD 2,818 thousand)	(\$ 30,472) (USD -1,003 thousand)	23.12	(\$ 7,045) (USD -232 thousand)	\$ 177,447 (USD 5,828 thousand)	\$ -
Zhangzhou USI Trading Co., Ltd.	Import and distribution of various types of chemical raw materials and products	44,312 (RMB 10,000 thousand)	(Note 1)	31,018 (RMB 7,000 thousand)	-	-	31,018 (RMB 7,000 thousand)	(5,094) (USD -168 thousand)	70.00	(3,566) (USD -117 thousand)	25,338 (USD 832 thousand)	-
USIG (Shanghai) Co., Ltd.	Import and distribution of various types of chemical raw materials and products	152,250 (USD 5,000 thousand)	(Note 2)	152,250 (USD 5,000 thousand)	-	-	152,250 (USD 5,000 thousand)	(715) (USD -24 thousand)	100.00	(715) (USD -24 thousand)	130,689 (USD 4,292 thousand)	-
Fujian Gulei Petrochemical Co., Ltd.	Crude oil processing and petroleum products manufacturing	41,273,969 (RMB9,314,400 thousand)	(Note 3)	6,956,294 (USD 228,450 thousand)	-	-	6,956,294 (USD 228,450 thousand)	(2,626,058) (USD -86,399 thousand)	16.94	(444,840) (USD -14,635 thousand)	4,161,838 (USD 136,678 thousand)	-

Accumulated Outward Remittance of Investment to Mainland China from Taiwan at the End of the Current Period (Note 7)	Investment Amounts Authorized by Investment Commission, MOEA (Notes 5 and 7)	Maximum Amount of Investments in Mainland China Authorized by Investment Commission, MOEA
\$ 7,477,623 (USD 245,571 thousand)	\$ 9,407,476 (USD 308,948 thousand)	\$ -(Note 4)

Note 1: The Company reinvested in China-based companies via Swanlake Traders Ltd. (100%) by wiring transfer funds to other areas.

Note 2: The Company directly invested in China-based companies (100%).

Note 3: The Company indirectly reinvested in 59.13%% of the outstanding shares of Fujian Gulei Petrochemical Co., Ltd. via Ever Conquest Global Limited (50%), then reinvested Ever Victory Global Limited (67.40%), and finally vis Dynamic Ever Investments Limited (85.00%).

Note 4: As the Company has obtained the certificate of being qualified for operating headquarters issued by the Industrial Development Bureau, MOEA No. 11251003100 on February 7, 2023, the upper limit on investment in mainland China is not applicable.

Note 5: It includes the investment amounted to USD257,939 thousand in Fujian Gulei Petrochemical Co., Ltd. in the mainland region through remittance from the third region as approved by the Investment Commission, MOEA (2) No. 10500116380 dated on September 1, 2016, Investment Commission, MOEA (2) No. 10500234240 dated on December 29, 2016 and Investment Commission, MOEA (2) No. 10800262920 dated on February 26, 2020, the investment to establish a sales company amounted to USD32,200 thousand through a third region as approved by the Investment Commission, MOEA (2) No. 10900245220 dated on October 5, 2020, and the investment amounted to USD1,422 thousand in Acme Electronics (Kunshan) Co., Ltd. through a third region as approved by the Investment Commission, MOEA (2) No. 11000010830 dated on January 21, 2021.

Note 6: Except for the investment in Fujian Gulei Petrochemical Co., Ltd., the recognized investment gain (loss) and carrying amount in the period have been fully written off when preparing the consolidated financial statements.

Note 7: The calculation was based on the spot exchange rate of Marh 31, 2023.

Note 8: Except for the Acme Electronics (Kunshan) Co., Ltd. that is subject to the financial statements audited by the CPAs of the parent company in Taiwan, the calculation of other subsidiaries is based on the financial statements that have not been audited by the CPAs.

Note 9: The amount is calculated based on the average exchange rate during the period for the three months ended March 31, 2023.

USI CORPORATION AND SUBSIDIARIES
Acme Electronics Corporation
Information on Investments in Mainland China
For the Three Months Ended March 31, 2023

Table 8-1:

(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Investee Company	Main Businesses and Products	Paid-in Capital (Note 6)	Method of Investment	Accumulated Outward Remittance for Investment from Taiwan as of the beginning of the period (Note 4)	Investment Flows for the Year Ended December 31, 2022		Accumulated Outward Remittance for Investment from Taiwan as of the ending of the period (Note 4)	Net Income (Loss) of the Investee for the period (Note 5)	Ownership of Direct or Indirect Investment	Investment (loss) income for the period (Notes 3, 5, and 7)	Carrying Amount as of the End of Period (Notes 6 and 7)	Accumulated Repatriation of Investment Income as of the End of the Period
					Outflow	Inflow						
ACME Electronics (Kunshan)	Manufacturing and marketing of manganese-zinc soft ferrite core	\$ 935,576 (USD 30,725 thousand)	Indirect investment via ACME (Cayman).	\$ 374,188 (USD 11,144 thousand)	\$ -	\$ -	\$ 374,188 (USD 11,144 thousand)	(\$ 30,472) (RMB -6,859 thousand)	51.27	(\$ 15,624) (RMB -3,517 thousand)	\$ 393,517 (RMB 88,806 thousand)	\$ -
Acme Electronics (Guang-Zhou)	Manufacturing and marketing of manganese-zinc soft ferrite core	584,640 (USD 19,200 thousand)	Indirect investment via GAEL.	619,676 (USD 19,200 thousand)	-	-	619,676 (USD 19,200 thousand)	(7,773) (RMB -1,750 thousand)	100.00	(7,773) (RMB -1,750 thousand)	1,045,278 (RMB 235,891 thousand)	-

Accumulated Outward Remittance of Investment to Mainland China from Taiwan at the End of the Current Period	Investment Amounts Authorized by Investment Commission, MOEA	Maximum Amount of Investments in Mainland China Authorized by Investment Commission, MOEA
\$ 923,975 (USD 30,344 thousand) (Notes 2 and 6)	\$ 1,115,475 (USD 36,633 thousand) (Notes 2 and 6)	\$ - (Note 1)

Note 1: As ACME has obtained the certificate of qualification for operating headquarters issued by the Investment Development Bureau, MOEA No. 09704604680 on August 29, 2008, the upper limit on investment is not applicable.

Note 2: It includes the capital increase transferred from surplus of Acme Electronics (Kunshan) Co., Ltd., and ACME increased the amount of USD 6,289 thousand at its ownership percentage.

Note 3: The investment gain (loss) recognized for the period was calculated on the basis of financial statements audited and approved by CPAs of the parent company in Taiwan.

Note 4: The calculation was based on the exchange rate of the original investment.

Note 5: The amount is calculated based on the average exchange rate during the period from January 1 and March 31, 2023.

Note 6: The calculation was based on the spot exchange rate of December 31, 2023.

Note 7: The carrying amount and the recognized investment gain (loss) for the period have been fully written off when preparing the consolidated financial statements.

USI CORPORATION AND SUBSIDIARIES
Swanson Plastics Corporation
Information on Investments in Mainland China
For the Three Months Ended March 31, 2023

Table 8-2:

(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Investee Company	Main Businesses and Products	Paid-in Capital (Note 1)	Method of Investment	Accumulated Outward Remittance for Investment from Taiwan as of the beginning of the period	Investment Flows for the Year Ended December 31, 2022		Accumulated Outward Remittance for Investment from Taiwan as of the ending of the period	Net Income (Loss) of the Investee for the period	Ownership Percentage of Direct or Indirect Investment (%)	Investment (loss) income recognized for the period (Note 4)	Carrying Amount as of the End of Period (Note 5)	Accumulated Repatriation of Investment Income as of the End of the Period	Remark
					Outflow	Inflow							
Swanson Plastics (Kunshan) Co., Ltd.	Production, sales and development of multi-functional film, optical film, etc.	\$ 404,681 (USD 13,290 thousand)	Indirect investment via Swanson International Ltd. of British Cayman Islands.	\$ 223,930	\$ -	\$ -	\$ 223,930	(\$ 9,233) (USD -304 thousand)	100.00	(\$ 9,233) (USD -304 thousand)	\$ 1,072,199 (USD 35,212 thousand)	\$ 49,018 (USD 1,600 thousand)	Notes 7 and 8
ASK-Swanson (Kunshan) Co., Ltd.	Production and sales of PE release film and other release products	277,095 (USD 9,100 thousand)	Indirect investment in A.S. Holdings (UK) Limited via Swanson International Ltd. of British Cayman Islands.	193,447	-	-	193,447	6,128 (USD 202 thousand)	100.00	6,128 (USD 202 thousand)	572,862 (USD 18,813 thousand)	64,395 (USD 2,327 thousand)	Notes 6 and 8
Swanson Plastics (Tianjin) Co., Ltd.	Production, sales and development of multi-functional film, optical film, etc.	325,815 (USD 10,700 thousand)	Indirect investment via Swanson (Singapore) Private Ltd. in the third region.	170,754	-	-	170,754	(5,538) (USD -182 thousand)	100.00	(5,538) (USD -182 thousand)	47,106 (USD 1,547 thousand)	-	

Accumulated Outward Remittance of Investment to Mainland China from Taiwan at the End of the Current Period	Investment Amounts Authorized by Investment Commission, MOEA	Maximum Amount of Investments in Mainland China Authorized by Investment Commission, MOEA
\$ 588,131	\$ 998,326 (USD 32,786 thousand)	\$ -(Note 2)

Note 1: The paid-in capital and the investment amount approved by the Industrial Development Bureau, MOEA were calculated using the spot exchange rate on March 31, 2023.

Note 2: As SPC had obtained the certificate of qualification for operating headquarters issued by the Industrial Development Bureau, MOEA No. 10920418410 on June 18, 2020, the upper limit on investment is not applicable.

Note 3: All the transactions were written off when preparing the consolidated financial statements.

Note 4: The amount is calculated based on the average exchange rate during the period for the three months ended March 31, 2023.

Note 5: The calculation was based on the spot exchange rate of Marh 31, 2023.

Note 6: Swanson International Ltd received a cash dividend of USD 2,327 thousand from its reinvestment company API-Swanson (Kunshan) Co., Ltd. in 2021, which has been remitted to Swanson Plastics Corporation.

Note 7: Swanson International Ltd received a cash dividend of USD 1,600 thousand from its reinvestment company Swanson Plastics (Kunshan) Co., Ltd. in 2022, which has been remitted to Swanson Plastics Corporation.

Note 8: Calculated at the exchange rate at remittance.

USI CORPORATION AND SUBSIDIARIES
China General Plastics Corporation
Information on investments in mainland China
For the Three Months Ended March 31, 2023

Table 8-3:

(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Investee Company	Main Businesses and Products	Paid-in Capital (Note 1)	Method of Investment	Accumulated Outward Remittance for Investment from Taiwan as of the beginning of the period (Note 1)	Investment Flows for the Year Ended December 31, 2022		Accumulated Outward Remittance for Investment from Taiwan as of the ending of the period (Note 1)	Net income (loss) of the Investee for the period	Ownership of Direct or Indirect Investment	Investment income (loss) recognized for the period (Note 4)	Carrying Amount as of the End of Period (Notes 1 and 4)	Accumulated Repatriation of Investment Income as of the End of the Period
					Outflow	Inflow						
China General Plastics (Zhong Shan) Co., Ltd. ("CGPC (ZS)") (Note 4)	Manufacturing and marketing of PVC film and third-time processed products	\$ 609,000 (USD 20,000 thousand)	Indirect investment via CGPC (BVI) Holding Co., Ltd.	\$ 609,000 (USD 20,000 thousand)	\$ -	\$ -	\$ 609,000 (USD 20,000 thousand)	\$ 3,190 (USD 105 thousand)	100	\$ 3,190 (USD 105 thousand)	\$ 244,597 (USD 8,033 thousand)	\$ -
CGPC Consumer Products Corporation (CGPC (CP)) (Note 4)	Manufacturing and sales of PVC third-time processed products	45,675 (USD 1,500 thousand)	Indirect investment via CGPC (BVI) Holding Co., Ltd.	45,675 (USD 1,500 thousand)	-	-	45,675 (USD 1,500 thousand)	6 (USD - thousand)	100	6 (USD - thousand)	14,394 (USD 472 thousand)	-

Accumulated Outward Remittance of Investment to Mainland China from Taiwan at the End of the Current Period (Notes 1 and 3)	Investment Amounts Authorized by Investment Commission, MOEA (Note 1)	Maximum Amount of Investments in Mainland China Authorized by Investment Commission, MOEA (Note 2)
\$ 824,647(USD27,082 thousand)	\$ 956,130(USD31,400 thousand)	\$ -

Note 1: The calculation was based on the spot exchange rate of Marh 31, 2023.

Note 2: As CGPC had obtained the certificate of qualification for operating headquarters issued by the Industrial Development Bureau, MOEA No. 10920426850 on September 8, 2020, the upper limit on investment is not applicable.

Note 3: QuanZhou China General Plastics Co., Ltd. ("CGPC (QZ)") and Union (Zhong Shan) Co., Ltd. ("Union (ZS)") completed dissolution procedures, and CGPC (BVI) retrieved the residual assets. The shares of China General Plastics (SanHe) Co., Ltd. ("CGPC (SH)") were fully sold, and CGPC (BVI) retrieved the residual assets. However, the amount of capital has not been wired back to Taiwan. The accumulated amount includes the investment amount of CGPC (QZ) of USD684 thousand, the investment amount of Union (ZS) of USD898 thousand, and the investment amount of CGPC (SH) of USD4,000 thousand.

Note 4: All the transactions were written off when preparing the consolidated financial statements; the investment income (loss) was recognized based on the financial statements that have not been audited by CPAs. Please refer to Note 12 of the consolidated financial statements.

USI CORPORATION AND SUBSIDIARIES
Taita Chemical Company, Ltd.
Information on Investments in Mainland China
For the Three Months Ended March 31, 2023

Table 8-4:

Unit: In Thousands of New Taiwan Dollars
, Unless Stated Otherwise

Investee Company	Main Businesses and Products	Paid-in Capital	Method of Investment	Accumulated Outward Remittance for Investment from Taiwan as of the beginning of the period	Investment Flows for the Year Ended December 31, 2022		Accumulated Outward Remittance for Investment from Taiwan as of the ending of the period	Net Income (Loss) of the Investee for the period (Note 6)	Ownership of Direct or Indirect Investment	Investment (loss) income for the period (Note 6)	Carrying Amount as of the End of Period (Note 6)	Accumulated Repatriation of Investment Income as of the End of the Period
					Outflow	Inflow						
Taita Chemical (Zhongshan) Co., Ltd. (TAITA (ZS))	Production and sales of polystyrene derivatives	\$ 1,408,313 (USD 46,250 thousand) (Note 1)	Reinvest in the mainland companies by establishing a company through investment in the third region	\$ 1,309,350 (USD 43,000 thousand)	\$ -	\$ -	\$ 1,309,350 (USD 43,000 thousand)	(5,355) (USD -176 thousand)	100.00	(5,355) (USD -176 thousand) (Note 7)	\$ 1,830,354 (USD 60,110 thousand) (Note 7)	\$ -
Taita Chemical (Tianjin) Co., Ltd. (TTC (TJ)) (Note 10)	Production and sales of polystyrene derivatives	832,808 (USD 27,350 thousand) (Note 2)	Reinvest in the mainland companies by establishing a company through investment in the third region	791,700 (USD 26,000 thousand)	-	-	791,700 (USD 26,000 thousand)	1,125 (USD 37 thousand)	100.00	1,125 (USD 37 thousand) (Note 7)	(152,329) (USD 5,003 thousand) (Note 7)	-
Zhangzhou Taita Chemical Company, Limited (TTCZZ)	Production and sales of polystyrene derivatives	1,479,248 (USD 48,580 thousand) (Note 3)	Reinvest in the mainland companies by establishing a company through investment in the third region	-	-	-	-	7,534 (USD 248 thousand)	100.00	7,534 (USD 248 thousand) (Note 7)	1,379,748 (USD 45,312 thousand) (Note 7)	-
Acme Electronics (Kunshan) Co., Ltd. (ACME (KS))	Manufacturing and marketing of manganese-zinc soft ferrite core	935,576 (USD 30,725 thousand)	Investment through a holding company registered in a third region ACME Electronics (Cayman) Corp	41,230 (USD 1,354 thousand)	-	-	41,230 (USD 1,354 thousand)	(30,472) (USD -1,003 thousand)	5.39	(1,644) (USD -54 thousand)	41,401 (USD 1,360 thousand)	-

Accumulated Outward Remittance of Investment to Mainland China from Taiwan at the End of the Current Period	Investment Amounts Authorized by Investment Commission, MOEA	Maximum Amount of Investments in Mainland China Authorized by Investment Commission, MOEA
\$ 2,142,280 (USD 70,354 thousand)	\$ 3,831,137 (USD 125,817 thousand) (Note 4)	\$ -(Note 5)

Note 1: Taita Zhongshan increased capital from surplus of USD 3,250 thousand in 2007.

Note 2: Taita Tianjin increased capital from surplus of USD 1,350 thousand in 2012.

Note 3: ZTC has registered for establishment in 2021, and TTCBVI injected capital of ZTC amounted to USD 48,580 thousand on March 8, 2022.

Note 4: It includes the capital increase transferred from surplus by TAITA (ZS) of USD 3,250 thousand, capital increase transferred from surplus by TAITA (TJ) of USD 1,350 thousand, capital increase transferred from surplus by ACME (KS) of USD 802 thousand and capital injection from TAITA (,) to ZTC of USD 50,000 thousand.

Note 5: As TTC has obtained the certificate of qualification for operating headquarters issued by the Industrial Development Bureau, MOEA No. 11120416710 on June 8, 2022, the upper limit on investment in Mainland China is not applicable.

Note 6: The calculation is based on the financial statements audited and approved by CPAs of the parent company of TTC.

Note 7: All the transactions were written off when preparing the consolidated financial statements.

Note 8: TTC management has decided to suspend the production of TAITA (TJ) from April 2019, and please refer to Note 12 to the Consolidated Financial Statements Description.

USI CORPORATION AND INVESTEE COMPANIES

Asia Polymer Corporation

Information on investments in mainland China

For the Three Months Ended March 31, 2023

Table 8-5:

(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Investee Company	Main Businesses and Products	Paid-in Capital (Note 3)	Method of Investment (Note 1)	Accumulated Outward Remittance for Investment from Taiwan as of the beginning of the period	Investment Flows for the Year Ended December 31, 2022		Accumulated Outward Remittance for Investment from Taiwan as of the ending of the period	Net income (loss) of the Investee for the period (Note 3)	Ownership of Direct or Indirect Investment	Investment (loss) income for the period (Note 3)	Ending investment carrying amount (Note 4)	Accumulated Repatriation of Investment Income as of the End of the Period
					Outflow	Inflow						
Acme Electronics (Kunshan) Co., Ltd.	Manufacturing and marketing of manganese-zinc ferrite core	\$ 935,576 (USD 30,725 thousand)	(2) ACME Electronics (Cayman) Corp.	\$ 127,201 (USD 4,177 thousand)	\$ -	\$ -	\$ 127,201 (USD 4,177 thousand)	B (\$ 30,472)	16.64%	(\$ 5,071)	\$ 127,730	\$ -
USI Trading (Shanghai) Co., Ltd.	Sales of chemical products and equipment, etc.	76,125 (USD 2,500 thousand)	(2) APC (BVI) Holding Co., Ltd.	92,434 (USD 3,036 thousand)	-	-	92,434 (USD 3,036 thousand)	B 4,140	100.00%	4,140	155,653	-
Fujian Gulei Petrochemical Co., Ltd.	Crude oil processing and petroleum products manufacturing	41,273,969 (RMB9,314,400 thousand)	(2) Dynamic Ever Investments, Ltd. (Note 2)	4,807,533 (USD 157,883 thousand)	-	-	4,807,533 (USD 157,883 thousand)	A (2,626,058)	11.71%	(307,428)	2,892,155	-
Zhangzhou USI Trading Co., Ltd.	Sales of chemical products	44,312 (RMB 10,000 thousand)	(2) APC (BVI) Holding Co., Ltd.	13,527 (RMB 3,000 thousand)	-	-	13,527 (RMB 3,000 thousand)	A (5,094)	30.00%	(1,528)	10,859	-

Accumulated Outward Remittance of Investment to Mainland China from Taiwan at the End of the Current Period	Investment Amounts Authorized by Investment Commission, MOEA	Maximum Amount of Investments in Mainland China Authorized by Investment Commission, MOEA
\$ 5,187,469 (Note 5) (USD170,360 thousand)	\$ 6,815,794 (USD223,836 thousand)	\$ - (Note 6)

Note 1: Methods of Investment can be divided into three categories as follows:

- (1) Direct investments in mainland companies.
- (2) Reinvestments in mainland companies through a holding company registered in a third region (please specify the holding company).
- (3) Others.

Note 2: The Company indirectly reinvested in 50% of the outstanding shares of Fujian Gulei Petrochemical Co., Ltd. via Ever Conquest Global Limited (40.87%), then reinvested Ever Victory Global Limited (67.40%), and finally vis Dynamic Ever Investments Limited (85.00%).

Note 3: Investment income (loss) recognized for the period:

- (1) If there is no investment gain (loss) during the preparation, it shall be noted.
- (2) If the basis for the recognition of investment gain (loss) is classified into the following three categories, it shall be noted as follows:
 - A. Financial statements audited by international accounting firms in partnership with CPA firms in the Republic of China.
 - B. Financial statements audited by CPAs of the parent company in Taiwan.
 - C. Others.

Note 4: The calculation was based on the spot exchange rate of March 31, 2023.

Note 5: APC invested in Silicon Technology Investment (Cayman) Corp. (STIC) and Solargiga Energy Holdings Ltd. through APC (BVI) Holding Co., Ltd. to indirectly invest in companies in mainland China.

Note 6: As APC has obtained the certificate of qualification for operating headquarters issued by the Industrial Development Bureau, MOEA No. 11120425760 on August 23, 2022, the upper limit on investment is not applicable.

Note 7: Except for Fujian Gulei Petrochemical Co., Ltd., the recognized investment gain (loss) and book value in the period have been fully written off when preparing the consolidated financial statements.

USI CORPORATION AND SUBSIDIARIES
INTERCOMPANY RELATIONSHIPS AND SIGNIFICANT INTERCOMPANY TRANSACTIONS
For the Three Months Ended March 31, 2023

Table 9:

(In Thousands of New Taiwan Dollars)

No. (Note 1)	Trading Company	Counterparty	Relationships with trader (Note 2)	Transactions Details			
				Financial Statement Accounts	Amount (Note 3)	Transaction Terms	% of Total Consolidated Operating Revenue or Total Asset (Note 4)
0	USI Corporation	Swanson Plastics Corporation	1	Sales revenue	\$ 16,096	No significant difference	0.12%
0	USI Corporation	Forever Young Company Limited	1	Sales revenue	46,278	No significant difference	0.35%
0	USI Corporation	USI Trading (Shanghai) Co., Ltd.	1	Sales revenue	34,723	No significant difference	0.26%
0	USI Corporation	USI (Hong Kong) Company Ltd.	1	Sales revenue	31,065	No significant difference	0.24%
0	USI Corporation	Asia Polymer Corporation	1	Purchase	207,388	No significant difference	1.57%
0	USI Corporation	Swanson Plastics Corporation	1	Purchase	15,823	No significant difference	0.12%
0	USI Corporation	Asia Polymer Corporation	1	Sales revenue	32,701	No significant difference	0.25%
0	USI Corporation	Swanson Plastics Corporation	1	Accounts receivable	13,144	No significant difference	0.02%
0	USI Corporation	Forever Young Company Limited	1	Accounts receivable	46,391	No significant difference	0.06%
0	USI Corporation	USI Trading (Shanghai) Co., Ltd.	1	Accounts receivable	28,922	No significant difference	0.04%
0	USI Corporation	Asia Polymer Corporation	1	Other receivables	20,426	No significant difference	0.03%
0	USI Corporation	Taiwan VCM Corporation	1	Other receivables	77,555	No significant difference	0.10%
0	USI Corporation	USI Management Consulting Corp.	1	Management service expenses	37,086	No significant difference	0.28%
0	USI Corporation	Asia Polymer Corporation	1	Accounts payable	137,826	No significant difference	0.18%
0	USI Corporation	China General Terminal & Distribution Corporation	1	Storage tank operating expenses	10,243	No significant difference	0.08%
0	USI Corporation	Taiwan VCM Corporation	1	Accounts receivable	77,555	No significant difference	0.10%
1	Asia Polymer Corporation	Swanson Plastics Corporation	3	Purchase	11,491	No significant difference	0.09%
1	Asia Polymer Corporation	USI Trading (Shanghai) Co., Ltd.	3	Accounts receivable	35,009	No significant difference	0.05%
1	Asia Polymer Corporation	USI Trading (Shanghai) Co., Ltd.	3	Sales revenue	42,798	No significant difference	0.32%
2	China General Plastics Corporation	Swanson Plastics Corporation	3	Purchase	16,500	No significant difference	0.13%
2	China General Plastics Corporation	USI Management Consulting Corp.	3	Management service expenses	18,540	No significant difference	0.14%
2	China General Plastics Corporation	Taiwan VCM Corporation	3	Accounts payable	693,001	No significant difference	0.89%
2	China General Plastics Corporation	Taiwan VCM Corporation	3	Purchase	1,115,800	No significant difference	8.47%
2	China General Plastics Corporation	CGPC America Corporation	3	Accounts receivable	124,402	No significant difference	0.16%
2	China General Plastics Corporation	CGPC America Corporation	3	Sales revenue	81,515	No significant difference	0.62%
3	Taita Chemical Company, Ltd.	USI Management Consulting Corp.	3	Management service expenses	18,278	No significant difference	0.14%
3	Taita Chemical Company, Ltd.	Taita Chemical (Tianjin) Co., Ltd.	3	Other receivables	279,476	No significant difference	0.36%
4	USI Management Consulting Corp.	Asia Polymer Corporation	3	Management service revenue	14,370	No significant difference	0.11%
4	USI Management Consulting Corp.	USI Corporation	2	Management service revenue	37,086	No significant difference	0.28%
5	CGPC Polymer Corporation	Taiwan VCM Corporation	3	Accounts payable	776,534	No significant difference	1.00%
5	CGPC Polymer Corporation	Taiwan VCM Corporation	3	Other payables	30,455	No significant difference	0.04%
5	CGPC Polymer Corporation	Taiwan VCM Corporation	3	Purchase	1,122,714	No significant difference	8.52%
6	China General Terminal & Distribution Corporation	Taiwan VCM Corporation	3	Storage tank operating expenses	33,512	No significant difference	0.25%
6	China General Terminal & Distribution Corporation	Taiwan VCM Corporation	3	Accounts receivable	12,772	No significant difference	0.02%
7	Acme Electronics Corporation	Acme Electronics (Kunshan) Co., Ltd.	3	Sales revenue	48,680	No significant difference	0.37%
7	Acme Electronics Corporation	Acme Electronics (Guang-Zhou) Co., Ltd.	3	Sales revenue	29,333	No significant difference	0.22%

(Continued)

(Continued)

No. (Note 1)	Trading Company	Counterparty	Relationships with trader (Note 2)	Transactions Details			
				Financial Statement Accounts	Amount (Note 3)	Transaction Terms	% of Total Consolidated Operating Revenue or Total Asset (Note 4)
7	Acme Electronics Corporation	Acme Electronics (Kunshan) Co., Ltd.	3	Accounts receivable	\$ 66,947	No significant difference	0.09%
7	Acme Electronics Corporation	Acme Electronics (Guang-Zhou) Co., Ltd.	3	Accounts receivable	22,740	No significant difference	0.03%
7	Acme Electronics Corporation	Acme Electronics (Kunshan) Co., Ltd.	3	Other receivables	34,014	No significant difference	0.04%
7	Acme Electronics Corporation	Acme Electronics (Guang-Zhou) Co., Ltd.	3	Notes and accounts payable	36,394	No significant difference	0.05%
8	Acme Electronics (Kunshan) Co., Ltd.	ACME Ferrite Product Sdn. Bhd.	3	Sales revenue	25,548	No significant difference	0.19%
8	Acme Electronics (Kunshan) Co., Ltd.	ACME Ferrite Product Sdn. Bhd.	3	Accounts receivable	25,599	No significant difference	0.03%
9	Swanson Plastics Corporation	Swanson Plastics (Kunshan) Co., Ltd.	3	Accounts receivable	14,862	No significant difference	0.02%
9	Swanson Plastics Corporation	Swanson Plastics (Kunshan) Co., Ltd.	3	Accounts payable	11,950	No significant difference	0.02%
9	Swanson Plastics Corporation	Swanson Plastics (Kunshan) Co., Ltd.	3	Cost of goods sold	14,026	No significant difference	0.11%
10	Forever Young Company Limited	Swanson Plastics (India) Private Ltd.	3	Accounts receivable	17,281	No significant difference	0.02%
10	Forever Young Company Limited	Swanson Plastics (India) Private Ltd.	3	Sales revenue	17,249	No significant difference	0.13%
10	Forever Young Company Limited	Swanson Plastics (Kunshan) Co., Ltd.	3	Accounts receivable	80,624	No significant difference	0.10%
10	Forever Young Company Limited	Swanson Plastics (Kunshan) Co., Ltd.	3	Sales revenue	83,335	No significant difference	0.63%
10	Forever Young Company Limited	Swanson Plastics (Malaysia) Sdn. Bhd.	3	Accounts receivable	28,539	No significant difference	0.04%
10	Forever Young Company Limited	Swanson Plastics (Malaysia) Sdn. Bhd.	3	Sales revenue	70,547	No significant difference	0.54%
10	Forever Young Company Limited	PT. Swanson Plastics Indonesia	3	Sales revenue	28,406	No significant difference	0.22%
11	Swanson Plastics (Singapore) Pte., Ltd.	Swanson Plastics (India) Private Ltd.	3	Accounts receivable	10,231	No significant difference	0.01%
11	Swanson Plastics (Singapore) Pte., Ltd.	Swanson Plastics (Malaysia) Sdn. Bhd.	3	Accounts payable	31,447	No significant difference	0.04%
11	Swanson Plastics (Singapore) Pte., Ltd.	Swanson Plastics (Malaysia) Sdn. Bhd.	3	Cost of goods sold	43,681	No significant difference	0.33%
12	Swanson Plastics (Kunshan) Co., Ltd.	ASK-Swanson (Kunshan) Co., Ltd.	3	Accounts receivable	38,077	No significant difference	0.05%
12	Swanson Plastics (Kunshan) Co., Ltd.	ASK-Swanson (Kunshan) Co., Ltd.	3	Sales revenue	47,398	No significant difference	0.36%
12	Swanson Plastics (Kunshan) Co., Ltd.	Swanson Plastics (Tianjin) Co., Ltd.	3	Accounts payable	49,943	No significant difference	0.06%
13	ASK-Swanson (Kunshan) Co., Ltd.	Swanson Plastics (Tianjin) Co., Ltd.	3	Other receivables	177,335	No significant difference	0.23%

Note 1: The information about the transactions between the Company and the subsidiaries should be marked in the note column as follows:

1. The parent company: 0.
2. The subsidiaries were marked from 1 in order of numeric characters by the companies.

Note 2: Investment types are as follows:

1. The parent company to its subsidiary.
2. The subsidiary to the parent company.
3. Between subsidiaries.

Note 3: All the transactions were written off when preparing the consolidated financial statements.

Note 4: The ratio of transactions related to total sales revenue or assets is calculated as follows: a. Assets or liabilities: The ratio was calculated based on the ending balance of total consolidated assets; and b. Income or loss: The ratio was calculated based on the ending accumulated amount of total consolidated sales revenue.

USI Corporation
INFORMATION ON MAJOR SHAREHOLDERS
March 31, 2023

Table 10:

Names of Major Shareholders	Shares	
	Number of Shares Held	Percentage of Ownership (%)
Shing Lee Enterprise Limited	173,776,546	14.61
Wholegainer Company Limited's investment account under custody of Fubon Securities Co., Ltd.	110,000,000	9.25
Asia Polymer Corporation	101,355,673	8.52

Note 1: The table discloses shareholding information of shareholders whose shareholding percentage is more than 5%. The Taiwan Depository & Clearing Corporation (TDC) calculates the total number of ordinary shares and preferred shares (including treasury shares) that have completed the dematerialized registration and delivery on the last business day of the quarter. The share capital reported in the Company's consolidated financial statements and the actual number shares that have completed the dematerialized registration and delivery may be different due to the difference in the basis of calculation.

Note 2: In the event where the shareholders delivers its equity to trust, the information is disclosed in the form of individual trust accounts opened by the trustee. As for the shareholders declaring insider equity holdings of more than 10% of the shares in accordance with the Securities and Exchange Act, their shareholdings include the shares held by themselves plus the shares delivered to trust while retaining the right to determine the utilization. For information on insider equity declarations, please refer to the Market Observatory Post System.