

USI CORPORATION AND  
SUBSIDIARIES

Consolidated Financial Statements for the  
Three Months Ended  
March 31 of 2021 and 2020  
and Independent Auditors' Review Report

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## **Independent Auditors' Review Report**

TO USI Corporation

### **Opinion**

We have reviewed the consolidated balance sheets of USI Corporation and its subsidiaries (the Group) as of the years ended March 31, 2021 and 2020, 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 months from January 1 to March 31 of 2021 and 2020. It is the responsibility of management to prepare the consolidated financial statements as permitted in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and the IAS 34-Interim Financial Reporting as approved and issued by the Financial Supervisory Commission, and it is the responsibility of the accountant to draw conclusions on the consolidated financial statements based on the audit results.

### **Scope**

Except as stated in the basic paragraph of the reserved conclusions, we performed or reviews in accordance with SAS No. 65 Review of Financial Information Performed by the Independent Auditor of the Entity. Procedures for reviewing consolidated financial statements include inquiry (primarily to the person responsible for financial and accounting matters), analytical procedures, and other review procedures. The scope of check and approval is significantly smaller than that of audit, so we may not be aware of all the material matters that can be identified by the audit, so it is impossible to express an audit opinion.

### **Basis of Qualified Conclusions**

As mentioned in notes 13 and 14 to the consolidated financial statements, the financial statements of some non-essential subsidiaries and joint ventures 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 at March 31, 2021 and March 31, 2020 were NT \$29,898,445 thousand and NT \$23,721,098 thousand, respectively,

accounting for 37.45% and 33.19% of the total consolidated assets, respectively. The total liabilities were NT\$3,191,266 thousand and NT\$3,106,873 thousand, accounting for 11.19% and 10.20% of the total consolidated liabilities, respectively; The total comprehensive income and the share of the income from joint venture recognized at the equity method as at January 1, 2021 and March 31, 2021 and 2020 were NT\$154,106 thousand and NT\$ 82,729 thousand respectively, accounting for 5.80% and 231.68% of the total comprehensive income, respectively. In addition, the information related to the aforesaid subsidiary and joint venture in other notes and schedules to the consolidated financial statements has not been reviewed by us.

### **Qualified Conclusions**

According to the results of the auditor's review, except that the financial statements of some of the non-significant subsidiaries and joint ventures adopting 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 IAS 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, 2021 and 2020, and the consolidated financial performance and consolidated cash flow for the period from January 1 to March 31, 2021 and 2020.

### **Key Audit Matters**

As stated in Note 12 to the consolidated financial statements, the Group took into account the fact that the discontinued unit has resumed its operations, therefore, the amount of the prior period shall be re-expressed and the consolidated financial statement for the comparison period shall be recompiled in accordance with the provisions of IFRS 5 Non-current Assets Held for Sale and Discontinued Operations in the preparation of the comparative consolidated financial statements for the continued unit reversed from discontinued unit from 2021. Please refer to Note 12 for the amount in comparison re-compiled. We have not revised the review conclusion due to that.

The engagement partners on the review resulting in this independent auditors' report are Pi-Yu Chuang (Financial Supervisory Commission, Approval No. 1070323246) and Cheng-Hung Kuo (Securities and Futures Bureau, Approval No. 0920123784).

*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.*

May 6, 2021

USI CORPORATION AND SUBSIDIARIES  
CONSOLIDATED BALANCE SHEETS  
March 31, 2021, December 31, 2020 and March 31, 2020

(In Thousands of New Taiwan Dollars)

Code	Assets	March 31, 2021 (reviewed)		December 31, 2020 (audited)		March 31, 2020 (reviewed)	
		Amount	%	Amount	%	Amount	%
<b>CURRENT ASSETS</b>							
1100	Cash and cash equivalents (Note 6)	\$ 9,822,807	12	\$ 9,637,007	13	\$ 10,885,509	15
1110	Financial assets at fair value through profit or loss (FVTPL) - current (Note 7)	5,489,315	7	5,511,683	7	4,519,769	6
1120	Financial assets at fair value through other comprehensive income (FVTOCI) - current (Note 8)	171,297	-	164,922	-	132,189	-
1136	Financial assets measured at amortized cost - current (Notes 9 and 36)	348,229	-	348,450	-	685,883	1
1150	Notes receivable, net (Note 10)	549,021	1	671,576	1	540,215	1
1170	Accounts receivable, net (Note 10)	7,782,746	10	6,810,340	9	5,686,529	8
1200	Other receivables (Notes 10 and 35)	440,600	1	293,459	-	337,724	1
1220	Current tax assets (Notes 4 and 29)	19,436	-	29,231	-	6,567	-
130X	Inventories (Note 11)	5,017,008	6	4,296,228	6	5,249,215	7
1410	Prepayments	1,029,829	1	766,824	1	701,531	1
1470	Other current assets	21,592	-	9,834	-	140,199	-
11XX	Total current assets	<u>30,691,880</u>	<u>38</u>	<u>28,539,554</u>	<u>37</u>	<u>28,885,330</u>	<u>40</u>
<b>NON-CURRENT ASSETS</b>							
1517	Financial assets at fair value through other comprehensive income (FVTOCI) - non-current (Notes 8 and 36)	2,575,041	3	2,393,734	3	1,864,614	3
1535	Financial assets measured at amortized cost - non-current (Notes 9, 36 and 37)	437,162	1	390,828	1	311,988	-
1550	Investments accounted for using the equity method (Note 14)	20,068,258	25	20,170,030	26	14,715,674	21
1600	Property, plant and equipment (Notes 15 and 36)	23,362,636	29	23,169,313	30	22,899,832	32
1755	Right-of-use assets (Notes 16 and 36)	789,558	1	794,480	1	821,187	1
1760	Investment properties, net (Notes 17 and 36)	653,651	1	663,691	1	611,102	1
1805	Goodwill (Note 18)	269,026	-	269,026	-	269,026	-
1821	Other intangible assets (Note 18)	10,036	-	10,807	-	14,875	-
1840	Deferred tax assets (Notes 4 and 29)	577,808	1	573,850	1	638,579	1
1990	Other non-current assets (Note 36)	391,516	1	349,203	-	448,152	1
15XX	Total non-current assets	<u>49,134,692</u>	<u>62</u>	<u>48,784,962</u>	<u>63</u>	<u>42,595,029</u>	<u>60</u>
1XXX	TOTAL	<u>\$ 79,826,572</u>	<u>100</u>	<u>\$ 77,324,516</u>	<u>100</u>	<u>\$ 71,480,359</u>	<u>100</u>
<b>L i a b i l i t i e s a n d E q u i t y</b>							
<b>CURRENT LIABILITIES</b>							
2100	Short-term borrowings (Notes 19 and 36)	\$ 2,552,117	3	\$ 2,726,270	3	\$ 4,345,132	6
2110	Short-term bills payable (Note 19)	661,671	1	656,704	1	1,110,631	2
2120	Financial liabilities at fair value through profit or loss (FVTPL) - current (Notes 7)	28,302	-	20,724	-	3,872	-
2170	Notes payable and accounts payable (Notes 21)	3,441,431	4	3,406,837	4	2,087,706	3
2219	Other payables (Note 22)	2,017,114	3	2,216,533	3	1,507,071	2
2230	Current tax liabilities (Notes 4 and 29)	1,730,756	2	1,211,350	2	680,157	1
2280	Lease liabilities - current (Note 16)	98,430	-	75,284	-	69,063	-
2320	Current portion of long-term borrowings (Notes 19, 20 and 36)	2,999,226	4	1,999,233	3	683,200	1
2365	Refund liabilities - current (Note 22)	15,847	-	16,390	-	17,606	-
2399	Other current liabilities (Note 27)	469,575	1	374,501	-	319,844	-
21XX	Total current liabilities	<u>14,014,469</u>	<u>18</u>	<u>12,703,826</u>	<u>16</u>	<u>10,824,282</u>	<u>15</u>
<b>NON-CURRENT LIABILITIES</b>							
2530	Bonds payable (Note 20)	3,995,825	5	4,995,069	6	6,992,067	10
2540	Long-term borrowings (Notes 19 and 36)	7,240,000	9	7,590,000	10	9,179,870	13
2550	Provisions - non-current (Notes 23 and 37)	136,375	-	136,375	-	136,375	-
2570	Deferred tax liabilities (Notes 4 and 29)	1,473,448	2	1,434,806	2	1,419,069	2
2580	Lease liabilities - non-current (Note 16)	360,066	-	384,402	1	439,150	1
2640	Net defined benefit liabilities - non-current (Notes 4 and 24)	1,237,409	2	1,292,053	2	1,374,976	2
2670	Other non-current liabilities (Note 25)	65,331	-	64,342	-	83,658	-
25XX	Total non-current liabilities	<u>14,508,454</u>	<u>18</u>	<u>15,897,047</u>	<u>21</u>	<u>19,625,165</u>	<u>28</u>
2XXX	Total liabilities	<u>28,522,923</u>	<u>36</u>	<u>28,600,873</u>	<u>37</u>	<u>30,449,447</u>	<u>43</u>
<b>EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY (Notes 8, 13, 26 and 29)</b>							
3100	Share capital	<u>11,887,635</u>	<u>15</u>	<u>11,887,635</u>	<u>15</u>	<u>11,887,635</u>	<u>17</u>
3200	Capital surplus	<u>325,369</u>	<u>-</u>	<u>321,798</u>	<u>1</u>	<u>305,578</u>	<u>1</u>
<b>Retained earnings</b>							
3310	Legal reserve	3,109,625	4	3,109,625	4	2,979,753	4
3320	Special reserve	781,059	1	781,059	1	430,526	1
3350	Unappropriated earnings	6,855,124	9	5,606,462	7	4,563,596	6
3300	Total retained earnings	<u>10,745,808</u>	<u>14</u>	<u>9,497,146</u>	<u>12</u>	<u>7,973,875</u>	<u>11</u>
3490	Other equity	( 7,091 )	-	( 240,195 )	-	( 1,217,280 )	( 2 )
3500	Treasury shares	( 475,606 )	( 1 )	( 475,606 )	( 1 )	( 475,606 )	( 1 )
31XX	Total equity attributable to owners of the Company	<u>22,476,115</u>	<u>28</u>	<u>20,990,778</u>	<u>27</u>	<u>18,474,202</u>	<u>26</u>
36XX	NON-CONTROLLING INTERESTS	<u>28,827,534</u>	<u>36</u>	<u>27,732,865</u>	<u>36</u>	<u>22,556,710</u>	<u>31</u>
3XXX	Total equity	<u>51,303,649</u>	<u>64</u>	<u>48,723,643</u>	<u>63</u>	<u>41,030,912</u>	<u>57</u>
TOTAL		<u>\$ 79,826,572</u>	<u>100</u>	<u>\$ 77,324,516</u>	<u>100</u>	<u>\$ 71,480,359</u>	<u>100</u>

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

USI CORPORATION AND SUBSIDIARIES  
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME  
For the Years from January 1 to March 31, 2021 and 2020

(Reviewed only, not audited)  
(In Thousands of New Taiwan Dollars, Except for Earnings per Share)

Code		January 1 to March 31, 2021		January 1 to March 31, 2020 (redacted and reviewed)	
		Amount	%	Amount	%
4100	OPERATING REVENUE (Note 27)	\$ 16,194,178	100	\$ 11,356,408	100
5110	COST OF GOODS SOLD (Notes 11, 15, 16, 18, 24, 25 and 28)	<u>11,737,736</u>	<u>72</u>	<u>9,517,158</u>	<u>84</u>
5900	GROSS PROFIT	<u>4,456,442</u>	<u>28</u>	<u>1,839,250</u>	<u>16</u>
	OPERATING EXPENSES (Notes 10, 15, 16, 18, 24, 25, 28 and 35)				
6100	Selling and marketing expenses	803,778	5	464,475	4
6200	General and administrative expenses	343,780	2	300,200	2
6300	Research and development expenses	<u>104,758</u>	<u>1</u>	<u>85,122</u>	<u>1</u>
6000	Total operating expenses	<u>1,252,316</u>	<u>8</u>	<u>849,797</u>	<u>7</u>
6900	PROFIT FROM OPERATIONS	<u>3,204,126</u>	<u>20</u>	<u>989,453</u>	<u>9</u>
	NON-OPERATING INCOME AND EXPENSES				
7100	Interest income (Notes 12 and 28)	17,968	-	29,313	-
7010	Other income (Notes 12,, 25, 28 and 35)	51,204	-	35,736	-
7020	Other gains and losses (Notes 12, 17,24, 28 and 39)	31,993	-	( 55,683 )	-
7050	Finance costs (Notes 19, 20 and 28)	( 42,633 )	-	( 66,464 )	( 1 )
7060	Share of (loss) profit of joint ventures accounted for using the equity method (Note 14)	<u>1,987</u>	<u>-</u>	<u>( 43,120 )</u>	<u>-</u>
7000	Total non-operating income and expenses	<u>60,519</u>	<u>-</u>	<u>( 100,218 )</u>	<u>( 1 )</u>

(Continued)

(Continued)

Code		January 1 to March 31,		January 1 to March 31,	
		2021		2020 (redacted and reviewed)	
		Amount	%	Amount	%
7900	PROFIT BEFORE INCOME TAX FROM CONTINUING OPERATIONS	\$ 3,264,645	20	\$ 889,235	8
7950	INCOME TAX EXPENSE (Notes 4 and 29)	<u>690,263</u>	<u>4</u>	<u>243,564</u>	<u>2</u>
8200	NET PROFIT FOR THE PERIOD	<u>2,574,382</u>	<u>16</u>	<u>645,671</u>	<u>6</u>
	OTHER COMPREHENSIVE INCOME (LOSS)				
	Items that will not be reclassified subsequently to profit or loss:				
8316	Profit (loss) of equity instruments at FVTOCI (Note 26)	226,514	1	( 375,206)	( 4)
8349	Income tax relating to items that will not be reclassified subsequently to profit or loss (Notes 4, 26 and 29)	( <u>1,332</u> )	<u>-</u>	<u>224</u>	<u>-</u>
8310		<u>225,182</u>	<u>1</u>	( <u>374,982</u> )	( <u>4</u> )
	Items that may be reclassified subsequently to profit or loss:				
8361	Exchange differences on translating foreign operations (Note 26)	( 163,921)	( 1)	( 258,441)	( 2)
8399	Income tax relating to items that may be reclassified subsequently to profit or loss (Notes 4, 26 and 29)	<u>19,784</u>	<u>-</u>	<u>23,461</u>	<u>-</u>
8360		( <u>144,137</u> )	( <u>1</u> )	( <u>234,980</u> )	( <u>2</u> )
8300	Other comprehensive income for the period, net of income tax	<u>81,045</u>	<u>-</u>	( <u>609,962</u> )	( <u>6</u> )
8500	TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	<u>\$ 2,655,427</u>	<u>16</u>	<u>\$ 35,709</u>	<u>-</u>
	NET PROFIT ATTRIBUTABLE TO				
8610	Owners of the Company	\$ 1,248,662	8	\$ 216,956	2
8620	Non-controlling interests	<u>1,325,720</u>	<u>8</u>	<u>428,715</u>	<u>4</u>
8600		<u>\$ 2,574,382</u>	<u>16</u>	<u>\$ 645,671</u>	<u>6</u>

(Continued)

(Continued)

Code		January 1 to March 31, 2021		January 1 to March 31, 2020 (redacted and reviewed)	
		Amount	%	Amount	%
	TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO				
8710	Owners of the Company	\$ 1,481,766	9	(\$ 219,266)	( 2)
8720	Non-controlling interests	<u>1,173,661</u>	<u>7</u>	<u>254,975</u>	<u>2</u>
8700		<u>\$ 2,655,427</u>	<u>16</u>	<u>\$ 35,709</u>	<u>-</u>
	EARNINGS PER SHARE (Note 30)				
9710	Basic	<u>\$ 1.16</u>		<u>\$ 0.20</u>	
9810	Diluted	<u>\$ 1.16</u>		<u>\$ 0.20</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 Years from January 1 to March 31, 2021 and 2020  
(Reviewed only, not audited)

(In Thousands of New Taiwan Dollars)

		E q u i t y A t t r i b u t a b l e t o O w n e r s o f t h e C o m p a n y												
		C a p i t a l S u r p l u s					R e t a i n e d E a r n i n g s							O t h e r E q u i t y
		Share Capital (Note 26)	Treasury Share Transactions (Note 26)	Shares of Changes in Capital Surplus of Associates (Notes 13 and 26)	O t h e r s (Note 26)	Legal Reserve (Note 26)	Special Reserve (Note 26)	Unappropriated E a r n i n g s (Note 26)	(Notes 26 and 29)	Unrealized Gain (Loss) on Financial Assets at FVTOCI (Notes 8, 26, and 29)	Treasury Shares (Note 26)	T o t a l	Non-controlling i n t e r e s t s (Notes 8, 13, 14 and 26)	Total Equity
C o d e														
TotalA	BALANCE AT JANUARY 1, 2020	\$ 11,887,635	\$ 245,482	\$ 7,291	\$ 18,840	\$ 2,979,753	\$ 430,526	\$ 4,346,640	(\$ 602,871)	(\$ 178,187)	(\$ 475,606)	\$ 18,659,503	\$ 20,517,444	\$ 39,176,947
D1	Net profit for the years ended from January 1 to March 31, 2020	-	-	-	-	-	-	216,956	-	-	-	216,956	428,715	645,671
D3	Other comprehensive income from January 1 to March 31, 2020	-	-	-	-	-	-	-	( 99,640 )	( 336,582 )	-	( 436,222 )	( 173,740 )	( 609,962 )
D5	Total comprehensive income from January 1 to March 31, 2020	-	-	-	-	-	-	216,956	( 99,640 )	( 336,582 )	-	( 219,266 )	254,975	35,709
C7	Changes in capital surplus and retained earnings from investments in subsidiaries	-	-	33,965	-	-	-	-	-	-	-	33,965	( 33,970 )	( 5 )
O1	Change in non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	1,818,261	1,818,261
Z1	BALANCE AT MARCH 31, 2020	\$ 11,887,635	\$ 245,482	\$ 41,256	\$ 18,840	\$ 2,979,753	\$ 430,526	\$ 4,563,596	(\$ 702,511)	(\$ 514,769)	(\$ 475,606)	\$ 18,474,202	\$ 22,556,710	\$ 41,030,912
A1	BALANCE AT JANUARY 1, 2021	\$ 11,887,635	\$ 264,647	\$ 37,211	\$ 19,940	\$ 3,109,625	\$ 781,059	\$ 5,606,462	(\$ 583,855)	\$ 343,660	(\$ 475,606)	\$ 20,990,778	\$ 27,732,865	\$ 48,723,643
D1	Net profit for the years ended from January 1 to March 31, 2021	-	-	-	-	-	-	1,248,662	-	-	-	1,248,662	1,325,720	2,574,382
D3	Other comprehensive income after tax from January 1 to March 31, 2021	-	-	-	-	-	-	-	( 53,539 )	286,643	-	233,104	( 152,059 )	81,045
D5	Total comprehensive income from January 1 to March 31, 2021	-	-	-	-	-	-	1,248,662	( 53,539 )	286,643	-	1,481,766	1,173,661	2,655,427
C7	Changes in capital surplus and retained earnings from investments in subsidiaries	-	-	3,571	-	-	-	-	-	-	-	3,571	17	3,588
O1	Change in non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	( 79,009 )	( 79,009 )
Z1	BALANCE AT MARCH 31, 2021	\$ 11,887,635	\$ 264,647	\$ 40,782	\$ 19,940	\$ 3,109,625	\$ 781,059	\$ 6,855,124	(\$ 637,394)	\$ 630,303	(\$ 475,606)	\$ 22,476,115	\$ 28,827,534	\$ 51,303,649

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

USI CORPORATION AND SUBSIDIARIES  
CONSOLIDATED STATEMENTS OF CASH FLOWS  
For the Years from January 1 to March 31, 2021 and 2020  
(Reviewed only, not audited)

(In Thousands of New Taiwan Dollars)

<u>C o d e</u>		<u>From January 1 to March 31, 2021</u>	<u>January 1 to March 31, 2020 (redacted and reviewed)</u>
	<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
A10000	Income before income tax	\$ 3,264,645	\$ 889,235
A20010	Adjustments for:		
A20100	Depreciation expenses	568,462	576,298
A20200	Amortization expenses	14,840	16,691
A20300	Expected credit loss reversed on accounts receivable	( 1,205 )	( 270 )
A20400	Net gain on fair value change of financial assets and liabilities as at FVTPL	11,826	388,612
A20900	Finance costs	42,633	66,464
A21200	Interest income	( 17,968 )	( 29,313 )
A22300	Share of (gain) loss of joint ventures accounted for using the equity method	( 1,987 )	43,120
A22500	Share of (gain) loss of joint ventures accounted for using the equity method	( 1,232 )	120
A29900	Impairment loss (reversed) recognized on non-financial assets	( 12,100 )	7,423
A23700	Impairment loss recognized on non-financial assets	941	1,294
A29900	Recognition of refund liabilities	3,298	1,837
A30000	Changes in operating assets and liabilities		
A31115	Decrease in financial assets mandatorily classified as at FVTPL	18,120	1,449,380
A31130	Decrease in notes receivable	122,555	94,220
A31150	(Increase) decrease in accounts receivable	( 971,102 )	724,870
A31180	Decrease in other receivables	( 150,926 )	( 63,486 )
A31200	Increase in inventories	( 706,218 )	( 330,979 )
A31230	(Increase) Decrease in prepayments	( 263,946 )	79,869
A31240	Increase in other current assets	( 11,758 )	( 123,049 )
A32150	Increase (Decrease) in accounts payable	36,100	( 669,662 )
A32180	Decrease in other payables	( 336,443 )	( 422,521 )
A32200	Decrease in provisions	( 3,841 )	( 12,452 )
A32240	Decrease in net defined benefit liabilities	( 54,644 )	( 98,891 )
A32230	Increase in other current liabilities	95,074	56,886
A33000	Cash generated from operations	1,645,124	2,645,696
A33100	Interest received	21,753	32,206
A33300	Interest paid	( 43,368 )	( 77,901 )
A33500	Income tax paid	( 106,594 )	( 39,979 )
AAAA	Net cash generated from operating activities	<u>1,516,915</u>	<u>2,560,022</u>

(Continued)

(Continued)

<u>C o d e</u>		<u>From January 1 to March 31, 2021</u>	<u>January 1 to March 31, 2020 (redacted and reviewed)</u>
	<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
B00030	Reduction of capital by returning cash of financial assets at FVTOCI	\$ 39,145	\$ -
B00050	Acquisition of financial assets measured at amortized cost	( 46,113 )	( 179,800 )
B02700	Payments for property, plant and equipment	( 596,372 )	( 387,438 )
B02800	Proceeds from disposal of property, plant and equipment	2,370	7,004
B03800	(Increase) decrease in deposit margin	( 3,547 )	8,610
B04500	Payments for other intangible assets	( 180 )	( 113 )
B05400	Acquisition of investment property	( 55 )	-
B06700	Increase in other non-current assets	( <u>66,689</u> )	( <u>9,465</u> )
BBBB	Net cash used in investing activities	( <u>671,441</u> )	( <u>561,202</u> )
	<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
C00100	(Decrease) increase in short-term borrowings	( 174,153 )	86,152
C00500	Increase (decrease) in short-term notes payable	5,000	( 242,000 )
C01300	Repayments of bonds	-	( 1,000,000 )
C01600	Proceeds from mid- to long-term borrowings	5,740,000	5,370,000
C01700	Repayments of mid- to long-term borrowings	( 6,090,000 )	( 4,999,900 )
C03000	Increase in guarantee deposits received	1,389	14,698
C04020	Repayments of the principal portion of lease liabilities	( 17,569 )	( 17,718 )
C04300	Decrease in other non-current liabilities	( 400 )	( 293 )
C05800	Change in non-controlling interests	( <u>79,009</u> )	<u>1,818,261</u>
CCCC	Net cash (used) generated from financing activities	( <u>614,742</u> )	<u>1,029,200</u>
DDDD	EFFECTS OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH AND CASH EQUIVALENTS HELD IN FOREIGN CURRENCIES	( <u>44,932</u> )	( <u>69,914</u> )
EEEE	NET INCREASE IN CASH AND CASH EQUIVALENTS	185,800	2,958,106
E00100	CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	<u>9,637,007</u>	<u>7,927,403</u>
E00200	CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	<u>\$ 9,822,807</u>	<u>\$ 10,885,509</u>

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

USI CORPORATION AND SUBSIDIARIES  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

For the Three Months Ended March 31, 2021 and 2020

(Reviewed only, not audited)

(In Thousands of New Taiwan Dollars unless otherwise indicated)

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 6, 2021.

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

a. Initial application of the International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), Interpretation (IFRIC) and Interpretation Notice (SIC) (hereinafter referred to as “IFRSS”) as approved and promulgated by the Financial Supervisory Commission (hereinafter referred to as the “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 have not yet been endorsed and issued into effect by FSC

	Effective Date
New, Revised or Amended Standards and Interpretations	Announced by IASB (Note 1)
“Improvements for the Years 2018 to 2020”	January 1, 2022 (Note 2)
Amendments to IFRS 3 “Reference to Conceptual Framework”	January 1, 2022 (Note 3)
Amendments to IFRS 10 and IAS 28 “Sale or Investment of Assets between Investors and Their Associated Enterprises or Joint Ventures”	Undetermined
IFRS 17 “Insurance Contracts”	January 1, 2023
Amendments to IFRS 17	January 1, 2023

Amendment to IAS 1 “Classification of Liabilities as Current or Non-current”	January 1, 2023
Amendment to IAS 1 “Disclosure of Accounting Policies”	January 1, 2023 (Note 6)
Amendment to IAS 8 “Definition of Accounting Estimates”	January 1, 2023 (Note 7)
Amendments to IAS 16 “Property, Plant and Equipment: Value before Intended Use”	January 1, 2022 (Note 4)
Amendment to IAS 37 “Losing Contracts - Cost of Performance”	January 1, 2022 (Note 5)

Note 1: Unless otherwise noted, the above New, Revised or Amended Standards and Interpretations shall take effect during the annual reporting period commencing from each such date.

Note 2: The amendments to IFRS 9 are applied prospectively to modifications and exchanges of financial liabilities that occur on or after the annual reporting periods beginning on or after January 1, 2022. The amendments to IAS 41 “Agriculture” are applied prospectively to the fair value measurements on or after the annual reporting periods beginning on or after January 1, 2022. The amendments to IFRS 1 “First-time Adoptions of IFRSs” are applied retrospectively for annual reporting periods beginning on or after January 1, 2022.

Note 3: This amendment is applicable to business combinations for which the acquisition date starts from January 1, 2022 during the annual reporting period.

Note 4: The amendments are applicable to property, plant and equipment that are brought to the location and condition necessary for them to be capable of operating in the manner intended by management after January 1, 2021.

Note 5: The amendments are applicable to contracts for which the entity has not yet fulfilled all its obligations on January 1, 2022.

Note 6: The extension during the annual reporting period starting from January 1, 2023 applies to this amendment.

Note 7 : The change in accounting estimation and accounting policy starting from January 1, 2023 applies to this amendment.

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

These consolidated financial statements have been prepared in accordance with Regulations Governing the Preparation of Financial Reports by Securities Issuers and the IAS 34-Interim Financial Reporting. The consolidated financial statements do not contain all the information disclosed in accordance with IFRSs specified in the entire annual financial statements.

b. Basis of preparation

The consolidated financial statements have been prepared on the historical cost basis except for financial instruments that 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;
- 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., as prices) or indirectly (i.e., derived from prices); and
- 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 profit or loss and other 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 Company. All intra-group transactions, balances, income and expenses are eliminated in full upon consolidation. Total comprehensive income of subsidiaries is attributed

to the owners of the Company and to 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 13, Table 7 and Table 8 for detailed information on subsidiaries, including the percentages of ownership and main businesses.

d. Other significant accounting policies

Unless as described below, please refer to the Summary of Material Accounting Policies in the consolidated financial statements of 2020.

(1). Post retirement benefits for defined benefits

The pension cost in the interim period is calculated on the basis of the actuarial pension cost rate determined at the end of the previous year from the beginning of the year to the end of the current period, and adjusted for major market fluctuations, major plan amendments, liquidation or other major one-off events in the current period.

(2). Income tax

Income tax expense is the sum of current income tax and deferred income tax. The income tax for the interim period is assessed on an annual basis and is calculated on the basis of the pre-tax benefits of the interim period at the tax rate applicable to the total surplus of the expected year.

5. CRITICAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

The Group has considered the economic implications of COVID-19 on critical accounting estimates. Management will continue to review the estimates and underlying assumptions. In addition, the same critical accounting judgments and key sources of estimates and uncertainty have been followed in these consolidated financial statements as were applied in the preparation of the Group's consolidated financial statements Year 2020.

6. CASH AND CASH EQUIVALENTS

	<u>March 31, 2021</u>	<u>December 31, 2020</u>	<u>March 31, 2020</u>
Cash on hand and petty cash	\$ 143,670	\$ 155,049	\$ 89,011
Checking accounts and demand deposits	3,180,729	3,065,872	5,470,174
Cash equivalents			
Time deposits	6,482,978	6,392,905	5,206,721
Reserve repurchase agreements collateralized by bonds	15,430	23,181	119,603
	<u>\$ 9,822,807</u>	<u>\$ 9,637,007</u>	<u>\$10,885,509</u>

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

	<u>March 31, 2021</u>	<u>December 31, 2020</u>	<u>March 31, 2020</u>
Bank deposits	0.05% ~ 2.80%	0.07% ~ 2.30%	0.10% ~ 3.75%
Reserve repurchase agreements collateralized by bonds	0.13% ~ 1.00%	0.15% ~ 1.20%	0.62% ~ 2.40%

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

	<u>March 31, 2021</u>	<u>December 31, 2020</u>	<u>March 31, 2020</u>
<u>Financial assets mandatorily at FVTPL</u>			
Derivative financial assets (not under hedge accounting)			
-Foreign exchange forward contracts	\$ 5,734	\$ 5,328	\$ 11,259
Non-derivative financial assets			
-Domestic listed shares and over-the-counter shares	408,534	506,763	234,713
-Mutual funds	4,841,181	4,765,536	4,063,578
-Beneficiary securities	233,294	233,670	209,690
-Overseas listed shares	572	386	529
Subtotal	<u>5,483,581</u>	<u>5,506,355</u>	<u>4,508,510</u>
	<u>\$ 5,489,315</u>	<u>\$ 5,511,683</u>	<u>\$ 4,519,769</u>
<u>Financial liabilities held for trading</u>			
Derivative financial liabilities (not under hedge accounting)			
-Foreign exchange forward contracts	\$ 28,302	\$ 20,724	\$ 3,872

The outstanding foreign exchange forward contracts not under hedge accounting at the balance sheet date were as follows:

	<u>Currency</u>	<u>Maturity Date</u>	<u>Contractual Amount</u> ( I n T h o u s a n d s )
<u>March 31, 2021</u>			
Sell	RMB/NTD	2021.04.01-2021.06.23	RMB 329,900 /NTD 1,417,870
Sell	USD/MYR	2021.05.28-2021.09.30	USD 660 /MYR 2,735
Sell	USD/NTD	2021.04.01-2021.07.23	USD 48,580 /NTD 1,367,930
Sell	EUR/MYR	2021.07.30	EUR 120 /MYR 591
Buy	JPY/USD	2021.04.13-2021.04.26	JPY 70,000 /USD 644
Buy	NTD/USD	2021.04.06-2021.04.27	NTD 346,195 /USD 12,280
<u>December 31, 2020</u>			
Sell	RMB/NTD	2021.01.05-2021.04.07	RMB 254,260 /NTD 1,089,330
Sell	USD/MYR	2021.03.31-2021.08.30	USD 550 /MYR 2,313
Sell	USD/NTD	2021.01.04-2021.03.18	USD 35,790 /NTD 1,014,569
Sell	EUR/MYR	2021.05.28-2021.07.30	EUR 284 /MYR 1,399
Buy	JPY/USD	2021.01.13-2021.01.27	JPY 40,000 /USD 385
Buy	NTD/USD	2021.01.04-2021.03.02	NTD 211,769 /USD 7,471
<u>March 31, 2020</u>			
Sell	RMB/NTD	2020.04.06-2020.06.29	RMB 217,000 /NTD 929,791

	Currency	Maturity Date	Contractual Amount ( I n T h o u s a n d s )		
Sell	USD/MYR	2020.06.30-2020.12.31	USD	1,690 /MYR	7,098
Sell	USD/NTD	2020.04.09-2020.07.10	USD	36,110 /NTD	1,089,041
Sell	EUR/MYR	2020.06.30-2020.11.30	EUR	497 /MYR	2,306
Buy	JPY/USD	2020.04.17-2020.05.20	JPY	45,000 /USD	424
Buy	NTD/USD	2020.04.09-2020.05.25	NTD	144,375 /USD	4,795

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, 2021	December 31, 2020	March 31, 2020
<u>Current</u>			
Investments in equity instruments at FVTOCI			
Domestic investments			
Domestic listed shares and over-the-counter shares	<u>\$ 171,297</u>	<u>\$ 164,922</u>	<u>\$ 132,189</u>
<u>Non-current</u>			
Investments in equity instruments at FVTOCI			
Domestic investments			
Listed shares and over-the-counter shares	\$ 1,655,969	\$ 1,529,883	\$ 1,072,841
Emerging market shares	12,416	9,626	11,301
Unlisted shares	<u>761,137</u>	<u>720,833</u>	<u>672,717</u>
	<u>2,429,522</u>	<u>2,260,342</u>	<u>1,756,859</u>
Overseas investments			
Listed shares and over-the-counter shares	37,159	30,566	5,298
Unlisted shares	<u>108,360</u>	<u>102,826</u>	<u>102,457</u>
	<u>145,519</u>	<u>133,392</u>	<u>107,755</u>
	<u>\$ 2,575,041</u>	<u>\$ 2,393,734</u>	<u>\$ 1,864,614</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 they believe 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.

From January 1 to March 31, 2021, due to the reduction of capital and refund of shares by the invested company, the merged company shall recover \$39,145 thousand according to the proportion of shares held.

9. FINANCIAL ASSETS MEASURED AT AMORTIZED COST

	<u>March 31, 2021</u>	<u>December 31, 2020</u>	<u>March 31, 2020</u>
<u>Current</u>			
Pledged time deposits	\$ 348,229	\$ 348,450	\$ 547,665
Financial products	<u>-</u>	<u>-</u>	<u>138,218</u>
	<u>\$ 348,229</u>	<u>\$ 348,450</u>	<u>\$ 685,883</u>
<u>Non-current</u>			
Constricted bank deposits	<u>\$ 437,162</u>	<u>\$ 390,828</u>	<u>\$ 311,988</u>
Range of interest rates			
Pledged time deposits	0.04% ~ 1.85%	0.04% ~ 1.85%	0.09% ~ 3.75%
Financial products	-	-	3.00%

Constricted 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.

The trading partners of the Group are financial institutions with good credit ratings, and the short-term financial products invested in are with bank guaranteed principal and interests. The credit risk has been assessed by investigating the final capital destination and its impacts on principal and interests. After assessing that the time deposits have low credit risk, no allowance for loss is recognized.

Please refer to Note 36 for the information related to financial assets measured at amortized cost pledged as security.

10. NOTES RECEIVABLE, ACCOUNTS RECEIVABLE AND OTHER RECEIVABLES

	<u>March 31, 2021</u>	<u>December 31, 2020</u>	<u>March 31, 2020</u>
<u>Notes receivable (a)</u>			
At amortized cost			
Gross carrying amount	\$ 549,021	\$ 671,576	\$ 540,215
<u>Accounts receivable (a)</u>			
At amortized cost			
Gross carrying amount	\$ 7,871,440	\$ 6,900,396	\$ 5,779,855
Less: Allowance for impairment loss	( 88,694)	( 90,056)	( 93,326)
	<u>\$ 7,782,746</u>	<u>\$ 6,810,340</u>	<u>\$ 5,686,529</u>
<u>Other receivables (b)</u>			
Tax refund receivable	\$ 358,233	\$ 208,290	\$ 283,575
Lent material fees receivable	41,886	27,067	-
Others	40,481	58,102	54,149
	<u>\$ 440,600</u>	<u>\$ 293,459</u>	<u>\$ 337,724</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. Prior to accepting a new customer, the credit limit of a potential customer is set by the Group based on the credit record of the potential customer and the credit quality of the potential customer is assessed through the internal credit rating system. Regular review will be carried out for the credit limit and rating of the customer. 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 is significantly reduced.

The Group recognizes the allowance for impairment loss on accounts receivable in terms of expected credit losses during the life period or customer credit rating. 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 a trade receivable when there is information indicating that the debtor is experiencing severe financial difficulty and there is no realistic prospect of recovery. For trade receivables that have been written off, the Group continues to engage in enforcement activity to attempt to recover the receivables which are due. Where recoveries are made, they are recognized as profit or loss.

The following table details the loss allowance of trade receivable based on the Group's allowance matrix:

March 31, 2021

Based on the number of overdue days

	<u>Up to 60 Days</u>	<u>61~90 Days</u>	<u>Over 91 Days</u>	<u>T o t a l</u>
Gross carrying amount	\$ 3,211,177	\$ 3,269	\$ 3,202	\$ 3,217,648
Loss allowance (Lifetime ECLs)	( 4,651 )	-	( 2,782 )	( 7,433 )
Amortized cost	<u>\$ 3,206,526</u>	<u>\$ 3,269</u>	<u>\$ 420</u>	<u>\$ 3,210,215</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	\$ 433,126	\$ 1,329,734	\$ 398,640	\$ 3,041,313	\$ 5,202,813
Loss allowance (Lifetime ECLs)	( 4,198 )	( 7,397 )	( 6,986 )	( 62,680 )	( 81,261 )
Amortized cost	<u>\$ 428,928</u>	<u>\$ 1,322,337</u>	<u>\$ 391,654</u>	<u>\$ 2,978,633</u>	<u>\$ 5,121,552</u>

December 31, 2020

Based on the number of overdue days

	<u>Up to 60 Days</u>	<u>61~90 Days</u>	<u>Over 91 Days</u>	<u>Total</u>
Gross carrying amount	\$ 2,826,907	\$ 440	\$ 7,138	\$ 2,834,485
Loss allowance (Lifetime ECLs)	( 4,651 )	-	( 4,305 )	( 8,956 )
Amortized cost	<u>\$ 2,822,256</u>	<u>\$ 440</u>	<u>\$ 2,833</u>	<u>\$ 2,825,529</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	\$ 384,617	\$ 1,346,480	\$ 334,029	\$ 2,672,361	\$ 4,737,487
Loss allowance (Lifetime ECLs)	( 4,435 )	( 6,909 )	( 6,157 )	( 63,599 )	( 81,100 )
Amortized cost	<u>\$ 380,182</u>	<u>\$ 1,339,571</u>	<u>\$ 327,872</u>	<u>\$ 2,608,762</u>	<u>\$ 4,656,387</u>

March 31, 2020

Based on the number of overdue days

	<u>Up to 60 Days</u>	<u>61 ~ 90 Days</u>	<u>Over 91 Days</u>	<u>Total</u>
Gross carrying amount	\$ 2,662,245	\$ 329	\$ 3,202	\$ 2,665,776
Loss allowance (Lifetime ECLs)	( 4,651 )	-	( 2,653 )	( 7,304 )
Amortized cost	<u>\$ 2,657,594</u>	<u>\$ 329</u>	<u>\$ 549</u>	<u>\$ 2,658,472</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	\$ 376,882	\$ 755,819	\$ 470,689	\$2,050,904	\$3,654,294
Loss allowance (Lifetime ECLs)	( 3,357 )	( 6,360 )	( 9,283 )	( 67,022 )	( 86,022 )
Amortized cost	<u>\$ 373,525</u>	<u>\$ 749,459</u>	<u>\$ 461,406</u>	<u>\$1,983,882</u>	<u>\$3,568,272</u>

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

	<u>March 31, 2021</u>	<u>December 31, 2020</u>	<u>March 31, 2020</u>
Not past due	\$ 4,448,918	\$ 4,220,397	\$ 3,321,999
Up to 60 days	546,395	357,902	250,129
Over 60 days	<u>207,500</u>	<u>159,188</u>	<u>82,166</u>
	<u>\$ 5,202,813</u>	<u>\$ 4,737,487</u>	<u>\$ 3,654,294</u>

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

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

	<u>January 1 to March 31, 2021</u>	<u>January 1 to March 31, 2020</u>
Balance at January	\$ 90,056	\$ 93,648
Less: Impairment losses reversed	( 1,205 )	( 270 )
Less: Amounts written off during the period as uncollectible	( 58 )	-
Foreign exchange Translation gains and losses	( 99 )	( 52 )
Balance on December 31	<u>\$ 88,694</u>	<u>\$ 93,326</u>

b. Other receivables

Other receivables mainly consisted of tax refund receivable, lent material fees receivable. 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 from as of March 31, 2021 and as of December 31, 2020 and March 31.

11. INVENTORIES

	<u>March 31, 2021</u>	<u>December 31, 2020</u>	<u>March 31, 2020</u>
Finished goods	\$ 2,511,681	\$ 2,068,989	\$ 2,861,272
Work in progress	443,520	387,559	451,036
Raw materials	1,639,522	1,345,791	1,579,068
Supplies	379,929	331,030	330,986
Inventory in transit	<u>42,356</u>	<u>162,859</u>	<u>26,853</u>
	<u>\$ 5,017,008</u>	<u>\$ 4,296,228</u>	<u>\$ 5,249,215</u>

The costs of inventories recognized as cost of goods sold for the years from January 1 to March 31, 2021 and 2020 were \$11,737,736 thousand and \$9,517,158 thousand, respectively.

The inventory net realization profits contained in sales cost and losses on inventory value recoveries for the years ended January 1 to March 31, 2021 and 2020 were \$12,100 thousand and \$7,423 thousand, respectively. The rise in the net realizable value of inventories was mainly due to the increase in the selling price of inventories in the market.

12. DISCONTINUED OPERATIONS

On October 24, 2011, the board of directors of Subsidiary China General Plastics Corporation (“CGPC”) approved to dispose of CGPC (Zhong Shan) Co., Ltd. and CGPC Consumer Products Corporation.

USI Corp. took into account the fact that the discontinued unit has resumed its operations, therefore, the amount of the prior period shall be re-expressed and the consolidated financial statement for the comparison period shall be recompiled in accordance with the provisions of IFRS 5 Non-current Assets Held for Sale and Discontinued Operations in the preparation of the comparative consolidated financial statements for the continued unit reversed from discontinued unit from 2021. The consolidated income statement from January 1 to March 31, 2020 has the following effects:

Effect of Comprehensive Income from January 1 to M a r c h 3 1 , 2 0 2 0	Amount before Re-compilatio n	A m o u n t o f E f f e c t	Amount after Re-compilatio n
Administration expenses	(\$ 297,851)	(\$ 2,349)	(\$ 300,200)
Interest income	29,253	60	29,313
Other income	29,212	6,524	35,736
Other gains and losses	( 52,167)	( 3,516)	( 55,683)
Effects on net profit of the period	(\$ 291,553)	\$ 719	(\$ 290,834)

### 13. SUBSIDIARIES

- a. Subsidiaries included in the consolidated financial statements:

The consolidated financial statements are prepared by the following subjects:

Investor	Investee	Name of Activities	Proportion of Ownership (%)			Remark
			December r 31, 2021	December r 31, 2020	March 31, 2020	
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>	7.
	USI Far East (HK) Co., 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>99.9%</u>	<u>99.9%</u>	<u>99.9%</u>	
	Union Polymer Int'l Investment Corp. ("UPIIC")	Investment business	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	Cypress Epoch Limited INOMA Corporation (INOMA)	Investment business Optical products and fireproof materials business	<u>100.0%</u> <u>94.4%</u>	<u>100.0%</u> <u>94.4%</u>	<u>100.0%</u> <u>93.2%</u>	1.
The Company	Usig (Shanghai) Co., Ltd.	Import and distribution of various chemical raw materials and products	100.0%	-	-	
Cypress Epoch Limited			<u>-</u> <u>100.0%</u>	<u>100.0%</u> <u>100.0%</u>	<u>100.0%</u> <u>100.0%</u>	2.
The Company	Thintec Materials Corporation ("TMC")	Reinforced plastic products manufacturing	-	-	30.4%	
TTC Chemical Company, Ltd.			-	-	10.0%	
China General Plastics Corporation			-	-	10.0%	
Asia Polymer Corporation			-	-	30.4%	
Taiwan United Venture Capital Corp.			-	-	<u>15.0%</u>	
The Company	Taiwan United Venture Capital Corp. ("TUVVC")	Venture capital	<u>70.0%</u>	<u>70.0%</u>	<u>70.0%</u>	3.
Asia Polymer Corporation ("APC")			<u>8.3%</u>	<u>8.3%</u>	<u>8.3%</u>	
			<u>78.3%</u>	<u>78.3%</u>	<u>78.3%</u>	

(Continued)

(Continued)

Investor	Investee	Name of Activities	Proportion of Ownership (%)			Remarks
			December 31, 2021	December 31, 2020	March 31, 2020	
The Company	Swanson Plastics Corp. ("SPC")	Production and marketing of stretch film, embossed film and industrial use multi-layer wrap	40.6%	40.6%	40.6%	
Asia Polymer Corporation USIFE Investment Co., Ltd.			8.0%	8.0%	8.0%	4.
			<u>4.9%</u>	<u>4.9%</u>	<u>0.4%</u>	
			<u>53.5%</u>	<u>53.5%</u>	<u>49.0%</u>	
The Company	Acme Electronics Corp. ("ACME")	Production and marketing of manganese-zinc soft ferrite powder	26.9%	26.9%	26.9%	
China General Plastics Corporation USIFE Investment Co., Ltd.			1.7%	1.7%	1.7%	
Asia Polymer Corporation TTC Chemical Company, Ltd.			3.3%	3.3%	3.3%	
APC Investment Corporation			2.4%	2.4%	2.4%	
			<u>1.0%</u>	<u>1.0%</u>	<u>1.0%</u>	
			<u>44.6%</u>	<u>44.6%</u>	<u>44.6%</u>	15.
The Company	USI Optronics Corporation ("USIO")	Manufacturing and marketing of sapphire crystal	50.9%	50.9%	50.9%	
Acme Electronics Corp. Asia Polymer Corporation USIFE Investment Co., Ltd.			34.0%	34.0%	34.0%	
			9.2%	9.2%	9.2%	
			<u>0.2%</u>	<u>0.2%</u>	<u>0.2%</u>	
			<u>94.3%</u>	<u>94.3%</u>	<u>94.3%</u>	
Acme Electronics Corp. APC (BVI) Holding Co., Ltd.	ACME Electronics (Cayman) Corp.	Reinvestment business	51.3%	51.3%	51.3%	
			16.6%	16.6%	16.6%	
Swanlake Traders Ltd. Taita (BVI) Holding Co., Ltd.			16.7%	11.2%	11.2%	5.
			<u>5.4%</u>	<u>5.4%</u>	<u>5.4%</u>	
			<u>90.0%</u>	<u>84.5%</u>	<u>84.5%</u>	
Acme Electronics Corp.	Golden Amber Enterprises Limited	Reinvestment business	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	ACME Electronics (BVI) Corp.	Reinvestment business	<u>-</u>	<u>-</u>	<u>100.0%</u>	6.
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 Int'l Investment Corp.	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 Co. Ltd. USIFE Investment Co., Ltd.			0.9%	0.9%	0.9%	
Taiwan VCM Corporation			0.3%	0.3%	0.3%	
			<u>-</u>	<u>-</u>	<u>-</u>	7.15.
Asia Polymer Corporation	APC (BVI) Holding Co., Ltd. ("APC (BVI)")	Reinvestment business	<u>37.3%</u>	<u>37.3%</u>	<u>37.3%</u>	
			<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	7.
Asia Polymer Corporation	USI International Corp.	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 (BVI) Holding Co., Ltd.	APC Investment Corporation USI Trading (Shanghai) Co., Ltd.	Investment business 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>	
			<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	

(Continued)

Investor	Investee	Name of Activities	Proportion of Ownership (%)			Remarks
			December 31, 2021	December 31, 2020	March 31, 2020	
Union Polymer Int'l Investment Corp.	TTC 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 Co.			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>	15.
TTC Chemical Company, Ltd.	Taita (BVI) Holding Co, Ltd. (Taita (BVI))	Reinvestment business	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	8.
Taita (BVI) Holding Co, Ltd.	TTC 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>	8.
	TTC Chemical (Tianjin) Co., Ltd. ("TTC (TJ)")	Production and marketing of polystyrene derivatives	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	9.
Union Polymer Int'l Investment Corp.	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%	
TTC Chemical Company, Ltd.			2.0%	2.0%	2.0%	
China General Terminal & Distribution Co.			0.5%	0.5%	0.5%	
USIFE Investment Co., Ltd.			0.1%	0.1%	0.1%	
			<u>35.6%</u>	<u>35.6%</u>	<u>35.6%</u>	15.
China General Plastics Corporation 司	Taiwan VCM Corporation ("TVCM")	Manufacture and marketing of vinyl chloride monomer and related petrochemical products	<u>87.2%</u>	<u>87.2%</u>	<u>87.2%</u>	10.
	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")	Manufacture and marketing of PVC powder	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
CGPC (BVI) Holding Co., Ltd.	CGPC (Chung Shan) Co., Ltd. ("CGPC (CS)")	Manufacture and marketing of PVC plastic cloths and three-time processed products	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	11.
	Chung Shan CGPC Polymer Co., Ltd. ("Chung Shan (GPCP)")	Manufacture and marketing of PVC plastic cloths and three-time processed products	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	11.
China General Plastics Corporation	China General Terminal & Distribution Co.	Warehousing petrochemical raw materials	33.3%	33.3%	33.3%	
TTC 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>	
Chong Loong Trading Co., Ltd.	Forum Pacific Trading Ltd.	Engaging in import and export trade	-	-	<u>100.0%</u>	12.
Swanson Plastics Corp.	Curtana Company Ltd.	Reinvestment business	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	Forever Young Company Ltd.	Import and export agency services	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	Swanson Plastics Company Ltd. (Singapore)	Production and marketing of plastic products	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	Swanson International Ltd.	Engaging in import and export trade	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
Swanson Plastics Corp.	PT. Swanson Plastics Indonesia Ltd.	Production and marketing of plastic products	1.0%	1.0%	1.0%	
Swanson Plastics Company Ltd. (Singapore)			99.0%	99.0%	99.0%	
			<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
Swanson Plastics Corp.	Swanson Technologies Corporation	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.			15.0%	15.0%	15.0%	
			<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	

(Continued)

Investor	Investee	Name of Activities	Proportion of Ownership (%)			Remark
			December 31, 2021	December 31, 2020	March 31, 2020	
Swanson Plastics Company Ltd. (Singapore)	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	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	Swanson Plastics (Kunshan) Corp.	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	API-Swanson (Kunshan) Co., Ltd.	Management of PE release film and other release products' production and sales	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
The Company Asia Polymer Corporation	Ever Conquest Global Limited ("ECGL")	Investment business	59.1%	59.1%	60.2%	
			<u>40.9%</u>	<u>40.9%</u>	<u>39.8%</u>	13.
Ever Conquest Global Limited	Ever Victory Global Limited("EVGL")	Investment business	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
			<u>67.4%</u>	<u>67.4%</u>	<u>72.2%</u>	13.、 14.及
Ever Victory Global Limited	Dynamic Ever Investments Limited ("DEIL")	Investment business	<u>85.0%</u>	<u>85.0%</u>	<u>89.9%</u>	15. 13.及 14.

- 1). In June 2020, the Company acquired 1.2% of shares from the external shareholders of INOMA, acquired price being \$349 thousand. After the equity purchase, the proportion of INOMA's equity held by the Group increased from 93.2% to 94.4%. As these transactions did not change the Group's control over these subsidiaries, they are deemed as equity transactions. Differences generated from the aforementioned equity transactions were adjusted to a decrease in retained earnings of \$65 thousand.
- 2). In order to simplify the investment structure, the Company was approved by the Investment Commission, Ministry of Economics Affairs (Investment Commission) on January 25, 2021 to change its indirect investment in Usig (Shanghai) Co., Ltd. in the mainland, so it was changed to direct investment in Usig (Shanghai) Co., Ltd. in the mainland after approval.
- 3). TMC has had no actual production or sales activities in recent years. Therefore, on April 12, 2019, the board of directors of TMC had approved the proposal for dissolution and liquidation of the company starting from the dissolution date of May 25, 2019. The Group has obtained \$12,214 thousand of the remaining property distribution from liquidation in May 2020, and TMC has completed the dissolution and liquidation procedures on July 22, 2020.

- 4). USI Investment Co., Ltd. (USII) obtained 4.5% equity from external shareholders of Swanson Plastics Corporation (SPC) in 2020 based on medium and long-term investment strategy, and obtained a price of \$84,399 thousand yuan.
- 5). On January 21, 2021, Swanlake obtained 5.42% equity from the external shareholders of Acme Electronics (Cayman) Corp. approved by the Investment Commission, MOEA with the purchase price of \$2,172 thousand. After the purchase of equity, the proportion of equity held by the Group in Acme Electronics (Cayman) Corp. increased from 84.53% to 89.95%. Since the transaction does not change the Group's control over the subsidiary, it is treated as an equity transaction, and the difference arising from the said equity transaction of the Group is an adjustment to increase the capital reserve of \$3,564 thousand.
- 6). In June 2020, ACME obtained the remaining assets of \$267 thousand returned by its subsidiary ACME Electronics (BVI)Corp., which completed its process of liquidation in June 2020.
- 7). In order to sell the products by Gulei, the Company and APC resolved on August 13, 2020 and August 12, 2020, respectively, to establish a joint venture sales company in Fujian Province, China, with a planned capital of RMB 300,000 thousand (approximately US\$46,000 thousand). The funds are expected to be US\$32,200 thousand and US\$13,800 thousand, respectively invested by Swanlake and APC (BVI), but yet to complete it till May 6, 2021.
- 8). The boards of TAITA (BVI) resolved on November 3, 2020 to establish a new company, with an investment of RMB 314,000 thousand. The main business of the new company is expected to be the production and sales of expandable polystyrene (EPS), but yet to complete it till May 6, 2021.
- 9). The management of TTC decided to suspend the production of TTC (Tianjin) from April 2019 due to the assessment of the demand reduction of its subsidiary TTC (Tianjin) in the local market. Please refer to Note 15 for relevant explanation.
- 10). Based on the medium and long term investment strategy, the Group acquired 26 thousand shares of Taiwan VCM Corporation (TVCM) from external shareholders in March 2021 at a price of \$ 447 thousand. After the purchase of shares, the equity proportion of the Group to Taiwan VCM Corporation

(TVCM) increased from 87.22% to 87.23%. As these transactions did not change the Group's control over these subsidiaries, they are deemed as equity transactions. Differences generated from the aforementioned equity transactions were adjusted to increases in capital surplus of \$7 thousand.

11. In October 2011, the Board of Directors of CGPC decided to dissolve and liquidate CGPZS and CGPCCP. However, the Company will lease the idle plants of the discontinued units from 2021 onwards, considering that the operations of the discontinued units are no longer in a state of discontinued operations. Accordingly, it is assessed that the discontinued units will be transferred back to a continuing entity. Please refer to Note 12.
12. In September 2019, the management of Forum Pacific Trading Ltd. approved its dissolution and liquidation, and returned the remaining assets of \$6,828 thousand in May 2020. Forum Pacific Trading Ltd. had completed the process of liquidation on December 29, 2020.
13. As of December 31, 2021, the Company and APC invested capital amounted to US\$246,670 thousand (around NT\$7,645,981 thousand) and US\$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 14 and Note 38.
14. In March and December 2020, ECGL did not participate in the cash capital increase of EVGL according to the original shareholding ratio, and in April and December 2020, ECGL did not invest in DEIL according to the original shareholding ratio through EVGL. After the capital increase, the equity proportion of EVGL held by the combined company decreased from 80.0% to 67.4%, and the equity proportion of DEIL held by EVGL decreased from 89.9% to 85.0%. As these transactions did not change the Group's control over these subsidiaries, they are deemed as equity transactions. Differences generated from the aforementioned equity transactions were adjusted to increases in capital surplus of \$34,896 thousand.
- 15). This is a subsidiary with 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 as of March 31, 2021 and January 1, 2020 have been reviewed by the accountants.

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, 2020	December 31, 2020	March 31, 2021
CGPC	64.4%	64.4%	64.3%
TTC	62.2%	62.2%	62.2%
ACME	55.4%	55.4%	55.4%
APC	62.7%	62.7%	62.7%
EVGL	32.6%	32.6%	27.8%

Please refer to Table 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		Accumulated Non-controlling Interests		
	January 1 to March 31, 2021	January 1 to March 31, 2020	March 31, 2021	December 31, 2019	March 31, 2020
	CGPC	\$ 543,568	\$ 204,532	\$ 6,664,013	\$ 6,187,422
TTC	\$ 309,457	\$ 91,666	\$ 4,211,870	\$ 3,885,632	\$ 2,730,332
ACME	\$ 4,435	(\$ 2,728)	\$ 713,590	\$ 716,599	\$ 683,574
APC	\$ 375,548	\$ 99,039	\$ 8,125,740	\$ 7,574,659	\$ 6,231,946
EVGL	(\$ 1,201)	(\$ 10,317)	\$ 5,959,684	\$ 5,988,872	\$ 4,627,154

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

CGPC and CGPC's subsidiaries

	March 31, 2021	December 31, 2020	March 31, 2020
Current assets	\$ 6,855,959	\$ 5,874,585	\$ 5,137,104
Non-current assets	8,260,866	8,019,040	7,465,759
Current liabilities	( 2,550,821 )	( 2,220,603 )	( 1,637,954 )
Non-current liabilities	( 1,341,370 )	( 1,369,264 )	( 1,906,561 )
Equity	\$ 11,224,634	\$ 10,303,758	\$ 9,058,348
Equity attributable to:			
Owners of CGPC	\$ 3,900,753	\$ 3,516,093	\$ 3,033,284
Non-controlling interests of CGPC	6,664,013	6,187,422	5,525,712
Non-controlling interests of CGPC's subsidiaries	659,868	600,243	499,352
	\$ 11,224,634	\$ 10,303,758	\$ 9,058,348

	January 1 to March 31, 2021	January 1 to March 31, 2020
Revenue	<u>\$ 4,978,665</u>	<u>\$ 3,591,214</u>
Profit for the period	\$ 886,776	\$ 348,704
Other comprehensive income (loss) for the period	<u>34,553</u>	<u>( 2,916)</u>
Total comprehensive income for the period	<u>\$ 921,329</u>	<u>\$ 345,788</u>
Profit attributable to:		
Owners of CGPC	\$ 283,157	\$ 106,545
Non-controlling interests of CGPC	543,568	204,532
Non-controlling interests of CGPC's subsidiaries	<u>60,051</u>	<u>37,627</u>
	<u>\$ 886,776</u>	<u>\$ 348,704</u>
Total comprehensive income attributable to:		
Owners of CGPC	\$ 378,602	\$ 60,861
Non-controlling interests of CGPC	482,625	247,329
Non-controlling interests of CGPC's subsidiaries	<u>60,102</u>	<u>37,598</u>
	<u>\$ 921,329</u>	<u>\$ 345,788</u>
Net cash inflow (outflow) from:		
Operating activities	\$ 214,647	\$ 112,700
Investing activities	( 324,110)	( 154,864)
Financing activities	( 8,253)	76,508
Effects of exchange rate changes	<u>( 584)</u>	<u>472</u>
Net cash (outflow) inflow	<u>(\$ 118,300)</u>	<u>\$ 34,816</u>

#### TTC and TTC's subsidiaries

	March 31, 2021	December 31, 2020	March 31, 2020
Current assets	\$ 6,226,326	\$ 5,942,120	\$ 4,462,268
Non-current assets	3,353,076	3,303,750	3,102,617
Current liabilities	( 1,965,354)	( 2,170,177)	( 1,800,945)
Non-current liabilities	<u>( 719,357)</u>	<u>( 719,887)</u>	<u>( 1,407,907)</u>
Equity	<u>\$ 6,894,691</u>	<u>\$ 6,355,806</u>	<u>\$ 4,356,033</u>
Equity attributable to:			
Owners of TTC	\$ 2,682,821	\$ 2,470,174	\$ 1,625,701
Non-controlling interests of TTC	<u>4,211,870</u>	<u>3,885,632</u>	<u>2,730,332</u>
	<u>\$ 6,894,691</u>	<u>\$ 6,355,806</u>	<u>\$ 4,356,033</u>

	January 1 to March 31, 2021	January 1 to March 31, 2020
Revenue	<u>\$ 4,536,148</u>	<u>\$ 2,958,085</u>
Profit for the period	\$ 488,665	\$ 144,750
Other comprehensive income (loss) for the period	<u>50,220</u>	<u>( 88,480)</u>
Total comprehensive income (loss) for the period	<u>\$ 538,885</u>	<u>\$ 56,270</u>
Profit attributable to:		
Owners of TTC	\$ 179,208	\$ 53,084
Non-controlling interests of TTC	<u>309,457</u>	<u>91,666</u>
	<u>\$ 488,665</u>	<u>\$ 144,750</u>
Total comprehensive income (loss) attributable to:		
Owners of TTC	\$ 207,569	\$ 13,165
Non-controlling interests of TTC	<u>331,316</u>	<u>43,105</u>
	<u>\$ 538,885</u>	<u>\$ 56,270</u>
Net cash inflow from:		
Operating activities	\$ 69,911	\$ 521,475
Investing activities	( 19,812)	( 24,580)
Financing activities	149,804	( 265,089)
Effects of exchange rate changes	<u>( 9,624)</u>	<u>( 9,592)</u>
Net cash inflow	<u>\$ 190,279</u>	<u>\$ 222,214</u>

ACME and ACME's subsidiaries

	March 31, 2021	December 31, 2020	March 31, 2020
Current assets	\$ 1,939,869	\$ 1,886,912	\$ 1,763,264
Non-current assets	1,683,233	1,679,406	1,695,895
Current liabilities	( 1,230,590)	( 1,161,937)	( 1,042,675)
Non-current liabilities	<u>( 523,913)</u>	<u>( 519,306)</u>	<u>( 625,654)</u>
Equity	<u>\$ 1,868,599</u>	<u>\$ 1,885,075</u>	<u>\$ 1,790,830</u>
Equity attributable to:			
Owners of ACME	\$ 577,914	\$ 580,765	\$ 544,958
Non-controlling interests of ACME	713,590	716,599	683,574
Non-controlling interests of ACME's subsidiaries	<u>577,095</u>	<u>587,711</u>	<u>562,298</u>
	<u>\$ 1,868,599</u>	<u>\$ 1,885,075</u>	<u>\$ 1,790,830</u>

	January 1 to March 31, 2021	January 1 to March 31, 2020
Revenue	<u>\$ 678,598</u>	<u>\$ 513,035</u>
Profit (Loss) for the period	\$ 9,327	(\$ 8,728)
Other comprehensive income (loss) for the period	( 25,803)	( 36,051)
Total comprehensive income (loss) for the period	<u>(\$ 16,476)</u>	<u>(\$ 44,779)</u>
Profit (Loss) attributable to:		
Owners of ACME	\$ 3,541	(\$ 2,178)
Non-controlling interests of ACME	4,435	( 2,728)
Non-controlling interests of ACME's subsidiaries	<u>1,351</u>	<u>( 3,822)</u>
	<u>\$ 9,327</u>	<u>(\$ 8,728)</u>
Total comprehensive income (loss) attributable to:		
Owners of ACME	(\$ 2,602)	(\$ 10,628)
Non-controlling interests of ACME	( 3,258)	( 13,312)
Non-controlling interests of ACME's subsidiaries	<u>( 10,616)</u>	<u>( 20,839)</u>
	<u>(\$ 16,476)</u>	<u>(\$ 44,779)</u>
Net cash inflow (outflow) from:		
Operating activities	(\$ 23,415)	\$ 20,197
Investing activities	( 61,013)	3,364
Financing activities	45,920	27,847
Effects of exchange rate changes	<u>( 19,086)</u>	<u>( 24,869)</u>
Net cash (outflow) inflow	<u>(\$ 57,594)</u>	<u>\$ 26,539</u>

APC and APC's subsidiaries

	March 31, 2021	December 31, 2020	March 31, 2020
Current assets	\$ 3,207,913	\$ 2,964,269	\$ 3,839,845
Non-current assets	14,421,377	13,919,234	11,955,479
Current liabilities	( 2,031,600)	( 1,479,196)	( 2,304,639)
Non-current liabilities	<u>( 2,541,912)</u>	<u>( 3,294,762)</u>	<u>( 3,714,953)</u>
Equity	<u>\$13,055,778</u>	<u>\$12,109,545</u>	<u>\$ 9,775,732</u>
Equity attributable to:			
Owners of APC	\$ 4,930,038	\$ 4,534,886	\$ 3,543,786
Non-controlling interests of APC	<u>8,125,740</u>	<u>7,574,659</u>	<u>6,231,946</u>
	<u>\$13,055,778</u>	<u>\$12,109,545</u>	<u>\$ 9,775,732</u>

	January 1 to March 31, 2021	January 1 to March 31, 2020
Revenue	<u>\$ 1,852,605</u>	<u>\$ 1,314,013</u>
Profit (Loss) for the period	\$ 555,116	\$ 146,395
Other comprehensive income (loss) for the period	<u>391,115</u>	<u>( 604,592)</u>
Total comprehensive income (loss) for the period	<u>\$ 946,231</u>	<u>(\$ 458,197)</u>
Profit (Loss) attributable to:		
Owners of APC	\$ 179,568	\$ 47,356
Non-controlling interests of APC	<u>375,548</u>	<u>99,039</u>
	<u>\$ 555,116</u>	<u>\$ 146,395</u>
Total comprehensive income (loss) attributable to:		
Owners of APC	\$ 389,978	(\$ 195,898)
Non-controlling interests of APC	<u>556,253</u>	<u>( 262,299)</u>
	<u>\$ 946,231</u>	<u>(\$ 458,197)</u>
Net cash inflow (outflow) from:		
Operating activities	\$ 640,294	\$ 1,413,018
Investing activities	( 114,959)	( 616,911)
Financing activities	( 450,212)	( 501,225)
Effects of exchange rate changes	<u>( 442)</u>	<u>671</u>
Net cash inflow	<u>\$ 74,681</u>	<u>\$ 295,553</u>

#### EVGL and EVGL's subsidiaries

	March 31, 2021	December 31, 2020	March 31, 2020
Current assets	\$ 1,303,431	\$ 1,309,763	\$ 3,562,676
Non-current assets	20,068,258	20,170,030	14,715,674
Current liabilities	<u>( 12,737)</u>	<u>( 15,128)</u>	<u>( 11,541)</u>
Equity	<u>\$21,358,952</u>	<u>\$21,464,665</u>	<u>\$18,266,809</u>
Equity attributable to:			
Owners of EVGL	\$12,323,052	\$12,383,404	\$12,041,170
Non-controlling interests of EVGL	5,959,684	5,988,872	4,627,154
Non-controlling interests of EVGL's subsidiaries	<u>3,076,216</u>	<u>3,092,389</u>	<u>1,598,485</u>
	<u>\$21,358,952</u>	<u>\$21,464,665</u>	<u>\$18,266,809</u>

	January 1 to March 31, 2021	January 1 to March 31, 2020
Loss for the period	(\$ 4,415)	(\$ 57,280)
Other comprehensive income (loss) for the period	( 101,297)	( 100,196)
Total comprehensive income (loss) for the period	(\$ 105,712)	(\$ 157,476)
Loss attributable to:		
Owners of EVGL	(\$ 2,482)	(\$ 41,289)
Non-controlling interests of EVGL	( 1,201)	( 10,317)
Non-controlling interests of EVGL's subsidiaries	( 732)	( 5,674)
	(\$ 4,415)	(\$ 57,280)
Total comprehensive income (loss) attributable to:		
Owners of EVGL	(\$ 60,352)	(\$ 113,876)
Non-controlling interests of EVGL	( 29,187)	( 27,989)
Non-controlling interests of EVGL's subsidiaries	( 16,173)	( 15,611)
	(\$ 105,712)	(\$ 157,476)
Cash flow		
Operating activities	\$ 1,957	(\$ 7,136)
Financing activities	-	2,377,094
Effects of exchange rate changes	2,462	8,178
Net cash inflow	\$ 4,419	\$ 2,378,136

#### 14. INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

	March 31, 2021	December 31, 2020	March 31, 2020
Investments in joint ventures			
Associates that are individually material			
Fujian Gulei Petrochemical Co., Ltd. ("Gulei")	\$ 20,068,258	\$ 20,170,030	\$ 14,715,674

Investments in joint venture are accounted for using the equity method.

The percentage of the Group's ownership and voting rights was 50% of the outstanding shares of Gulei as of March 31, 2021 December 31, 2020 and March 31, 2020. For more explanation, please refer to Note 38.

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.

	<u>March 31, 2021</u>	<u>December 31, 2020</u>	<u>March 31, 2020</u>
Cash	<u>\$ 3,465,301</u>	<u>\$ 4,356,714</u>	<u>\$ 1,316,986</u>
Current assets	\$ 8,374,719	\$ 5,785,331	\$ 1,521,218
Non-current assets	82,033,743	82,025,858	45,919,258
Current liabilities	( 10,000,828)	( 10,734,400)	( 8,169,376)
Non-current liabilities	<u>( 40,271,118)</u>	<u>( 36,736,729)</u>	<u>( 9,839,752)</u>
Equity	40,136,516	40,340,060	29,431,348
Proportion of the Group's ownership	<u>50%</u>	<u>50%</u>	<u>50%</u>
Equity attributable to the Group	<u>\$ 20,068,258</u>	<u>\$ 20,170,030</u>	<u>\$ 14,715,674</u>
Carrying amount	<u>\$ 20,068,258</u>	<u>\$ 20,170,030</u>	<u>\$ 14,715,674</u>
	<u>January 1 to March 31, 2021</u>	<u>January 1 to March 31, 2020</u>	
Shares attributable to the Group			
Net (loss) profit of the period	<u>\$ 1,987</u>	<u>(\$ 43,120)</u>	

Gulei had no significant operating income for the years ended January 1 to March 31, 2021 and 2020.

The share of profit and loss and other comprehensive income of a joint venture and the Group using the equity method for the period of January 1 to March 31, 2021 and 2020 shall be calculated on the basis of the financial statements which have not been reviewed by accountants.

15. PROPERTY, PLANT AND EQUIPMENT

	<u>March 31, 2021</u>	<u>December 31, 2020</u>	<u>March 31, 2020</u>
Freehold land	\$ 4,682,237	\$ 4,682,237	\$ 4,682,238
Land improvements	6,596	6,954	7,843
Building improvements	3,877,525	3,974,587	4,074,800
Machinery and equipment	11,326,437	11,626,815	12,168,645
Transportation equipment	43,533	46,935	43,014
Other equipment	306,342	321,524	287,426
Construction in progress and equipment under installation	<u>3,119,966</u>	<u>2,510,261</u>	<u>1,635,866</u>
	<u>\$ 23,362,636</u>	<u>\$ 23,169,313</u>	<u>\$ 22,899,832</u>

According to Rule No. 1072133080 issued by the Land Administration Department of the New Taipei City Government on November 7, 2018, the Company's land and buildings in Linkou which were recognized under property, plant and equipment are within the scope of the "Linkou City Land Rezoning Area". Part of the land will be reclaimed, and a portion of this reclaimed land is expected to be returned in 2022. Based on the area's land reclamation regulations, when the Company reclaims the land, it does not have the obligation to dismantle the existing buildings on the land, nor does it have the obligation to set up factories in the area after reclamation is complete; its only obligation is to vacate the existing buildings. The Company is also not required to repay or satisfy any other obligations with respect to the compensation fees obtained from moving out of the various existing buildings, incentives for automatic relocation and compensation for operating losses after the buildings on the reclaimed land have been handed over. The Company received relevant compensation and incentives of \$192,994 thousand in 2019, and recognized relevant compensation income of \$155,710 thousand after offsetting the cost of original land and buildings.

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, a subsidiary of CGPC, resolved in 2019 to build the second phase of the Intercontinental Petrochemical Oil Products Center, and signed a turnkey project agreement with CTCI Corporation on October 7,

2019, with a total investment price of \$3,380,107 thousand. As of March 31, 2021, the Group had paid \$1,729,071 thousand for the project, which was accounted for under construction in progress.

For the years ended December 31, 2020, ACME (GZ) assessed that some of its machinery and equipment had been idle and did not meet the production requirements, recognizing an impairment loss of \$5,823 thousand.

Due to shrinking demand of EPS in the local market, the main product of Taita Chemical (Tianjin) Co., Ltd. (“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. TAITA (TJ) recognized an impairment loss of \$22,078 thousand in 2019, which was reported under operating costs in the consolidated statements of comprehensive income.

No impairment or reversal was made on the property, plant and equipment of the Group for the period from January 1 to March 31, 2021 and 2020.

The property, plant and equipment of the Group is depreciated on a straight line basis according to the following years of service:

Land improvements	7-20 years
Building improvements	
Plant, machine room and improvements	2-55 years
Office building, labs and improvements	10-60 years
Storage rooms	11-45 years
Others	2-40 years
Machinery and equipment	2-26 years
Transportation equipment	2-15 years
Other equipment	2-31 years

Property, plant and equipment pledged as collateral for bank borrowings are set out in Note 36.

For the related capitalized interest, please refer to Note 28 (d) finance cost.

16. LEASE ARRANGEMENTS

a. Right-of-use assets

	<u>March 31, 2021</u>	<u>December 31, 2020</u>	<u>March 31, 2020</u>
Carrying amounts			
Leasehold land	\$ 174,995	\$ 163,311	\$ 179,347
Land use rights	418,938	427,365	420,215
Buildings	142,432	148,111	162,599
Machinery and equipment	51,213	53,510	58,264
Transportation equipment	<u>1,980</u>	<u>2,183</u>	<u>762</u>
	<u>\$ 789,558</u>	<u>\$ 794,480</u>	<u>\$ 821,187</u>
		<u>January 1 to March 31, 2021</u>	<u>January 1 to March 31, 2020</u>
Addition for right-of-use assets		<u>\$ 15,972</u>	<u>\$ 847</u>
Depreciation charge for right-of-use assets			
Addition for right-of-use assets			
Leasehold land		\$ 3,984	\$ 3,828
Land use rights		5,262	4,997
Buildings		6,001	6,986
Machinery and equipment		2,040	2,012
Transportation equipment		<u>203</u>	<u>221</u>
		<u>\$ 17,490</u>	<u>\$ 18,044</u>

Except for the recognition of depreciation expense, the Group's right-of-use assets did not experience significant impairments for the years ended January 1 to March 31, 2021 and 2020.

The Group has been subleasing its leasehold building Tai-An under operating leases. The related right-of-use assets are presented as investment properties (as set out in Note 17). 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.

Right-of-use assets pledged as collateral for bank borrowings are set out in Notes 19 and 36.

b. Lease liabilities

	<u>March 31, 2021</u>	<u>December 31, 2020</u>	<u>March 31, 2020</u>
Carrying amounts			
Current	<u>\$ 98,430</u>	<u>\$ 75,284</u>	<u>\$ 69,063</u>
Non-current	<u>\$ 360,066</u>	<u>\$ 384,402</u>	<u>\$ 439,150</u>

Range of discount rate for lease liabilities was as follows:

	<u>March 31, 2021</u>	<u>December 31, 2020</u>	<u>March 31, 2020</u>
Lease land	0.83% ~ 9.25%	0.83% ~ 9.25%	0.83% ~ 9.25%
Buildings	1.04% ~ 1.67%	1.04% ~ 2.00%	1.04% ~ 2.00%
Machinery	1.04% ~ 1.25%	1.04% ~ 1.16%	1.04% ~ 1.16%
Transportation equipment	1.06% ~ 1.25%	1.06% ~ 1.25%	1.06% ~ 1.25%

c. Material lease-in activities and terms

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

d. Other lease information

Lease arrangements under operating leases for leasing out of investment properties are set out in Note 17. For details of lease information, please refer to the following table (the Group as lessee).

	<u>January 1 to March 31, 2021</u>	<u>January 1 to March 31, 2020</u>
Expenses relating to short-term leases	<u>\$ 13,377</u>	<u>\$ 9,842</u>
Expenses relating to low-value asset leases	<u>\$ 260</u>	<u>\$ 375</u>
Expenses relating to variable lease payments not including in the measurement of lease liabilities	<u>\$ 8,231</u>	<u>\$ 10,757</u>
Total cash outflow for leases	<u>(\$ 41,161)</u>	<u>(\$ 40,595)</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.

17. INVESTMENT PROPERTIES

	<u>March 31, 2021</u>	<u>December 31, 2020</u>	<u>March 31, 2020</u>
Completed investment properties			
Land	\$ 200,781	\$ 200,726	\$ 115,053
Buildings	378,037	384,483	404,277
Right-of-use assets	<u>74,833</u>	<u>78,482</u>	<u>91,772</u>
	<u>\$ 653,651</u>	<u>\$ 663,691</u>	<u>\$ 611,102</u>

	Land	Buildings	Right-of-use assets	Total
<u>Cost</u>				
Balance at January 1, 2021	\$ 204,695	\$ 736,810	\$ 107,677	\$ 1,049,182
Addition	55	-	-	55
Net foreign currency exchange differences	-	( 1,448 )	-	( 1,448 )
Balance at March 31, 2021	<u>\$ 204,750</u>	<u>\$ 735,362</u>	<u>\$ 107,677</u>	<u>\$ 1,047,789</u>
<u>Accumulated depreciation and impairment</u>				
Balance at January 1, 2021	\$ 3,969	\$ 352,327	\$ 29,195	\$ 385,491
Depreciation expenses	-	6,116	3,649	9,765
Net foreign currency exchange differences	-	( 1,118 )	-	( 1,118 )
Balance at March 31, 2021	<u>\$ 3,969</u>	<u>\$ 357,325</u>	<u>\$ 32,844</u>	<u>\$ 394,138</u>
Net profit as at March 31, 2021	<u>\$ 200,781</u>	<u>\$ 378,037</u>	<u>\$ 74,833</u>	<u>\$ 653,651</u>
<u>Cost</u>				
Balance at January 1, 2020	\$ 119,022	\$ 738,314	\$ 110,452	\$ 967,788
Net foreign currency exchange differences	-	( 1,521 )	-	( 1,521 )
Balance at March 31, 2020	<u>\$ 119,022</u>	<u>\$ 736,793</u>	<u>\$ 110,452</u>	<u>\$ 966,267</u>
<u>Accumulated depreciation and impairment</u>				
Balance at January 1, 2020	\$ 3,969	\$ 326,570	\$ 14,944	\$ 345,483
Depreciation expenses	-	7,248	3,736	10,984
Net foreign currency exchange differences	-	( 1,302 )	-	( 1,302 )
Balance at March 31, 2020	<u>\$ 3,969</u>	<u>\$ 332,516</u>	<u>\$ 18,680</u>	<u>\$ 355,165</u>
Net profit as at March 31, 2020	<u>\$ 115,053</u>	<u>\$ 404,277</u>	<u>\$ 91,772</u>	<u>\$ 611,102</u>

The investment property is the sublease of the Group's free-held and leased offices in Taipei to other companies on an operating lease for a period of 1 to 8 years with an option to extend the lease. The lease contracts contain market review clauses in the event that the lessees exercise their options to extend.

Total rent receivable of investment properties under operating lease as of March 31, 2021, December 31, 2020 and March 31, 2020 were:

	March 31, 2021	December 31, 2020	March 31, 2020
Year 1	\$ 89,909	\$ 46,510	\$ 60,994
Year 2	61,685	43,513	35,546
Year 3	45,585	38,626	29,785
Year 4	31,679	29,222	25,390
Year 5	16,111	17,494	16,341
More than 5 years	<u>35,022</u>	<u>37,716</u>	<u>28,144</u>
	<u>\$ 279,991</u>	<u>\$ 213,081</u>	<u>\$ 196,200</u>

Except for the recognition of depreciation expense, there is no significant addition, disposal or impairment of the investment properties of the Group during the period from January 1 to March 31, 2021 and 2020.

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

Buildings	3-55 years
Right-of-use assets	3-12 years

Part of the Group's investment properties is located in the Toufen and Linyuan Industrial District. 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, 2021, December 31, 2020 and March 31, 2020 were as follows:

	March 31, 2021	December 31, 2020	March 31, 2020
Fair value	<u>\$ 1,428,233</u>	<u>\$ 1,363,122</u>	<u>\$ 1,168,473</u>

The investment properties pledged as collateral for bank borrowings are set out in Note 36.

#### 18. GOODWILL AND OTHER INTANGIBLE ASSETS

	March 31, 2021	December 31, 2020	March 31, 2020
Goodwill a.	<u>\$ 269,026</u>	<u>\$ 269,026</u>	<u>\$ 269,026</u>
Other intangible assets b.			
Technology royalties and patent right	\$ 1,618	\$ 1,863	\$ 5,442
Computer software	<u>8,418</u>	<u>8,944</u>	<u>9,433</u>
	<u>\$ 10,036</u>	<u>\$ 10,807</u>	<u>\$ 14,875</u>

##### a. Goodwill

The goodwill of the Group is regularly assessed for impairment at the end of each year. There is no impairment sign during March 31, 2021 and 2020 so the impairment assessment is not carried out.

##### b. Other intangible assets

Except for the recognition of amortization expenses, there is no significant addition, disposal or impairment of other intangible assets of the Group during January 1 to March 31, 2021 and 2020.

The above-mentioned intangible assets with limited service life are amortized on a straight line basis according to the following service years:

Technology royalties and patent	3 to 7 years
Computer software	1 to 3 years
Others	5 to 7 years

#### 19. BORROWINGS

##### a. Short-term borrowings

	March 31, 2021	December 31, 2020	March 31, 2020
<u>Unsecured borrowings</u>			
-Line of credit borrowings	<u>\$ 2,552,117</u>	<u>\$ 2,726,270</u>	<u>\$ 4,345,132</u>
Range of interest rates	0.64% ~ 2.89%	0.52% ~ 2.89%	0.83% ~ 3.95%

b. Short-term bills payable

	<u>March 31, 2021</u>	<u>December 31, 2020</u>	<u>March 31, 2020</u>
Bills payable	\$ 662,000	\$ 657,000	\$ 1,111,000
Less: Unamortized discount on bills payable	( <u>329</u> )	( <u>296</u> )	( <u>369</u> )
	<u>\$ 661,671</u>	<u>\$ 656,704</u>	<u>\$ 1,110,631</u>
Range of interest rates	0.25% ~ 1.078%	0.53% ~ 1.098%	0.50% ~ 1.298%

c. Long-term borrowings

	<u>March 31, 2021</u>	<u>December 31, 2020</u>	<u>March 31, 2020</u>
Secured borrowings	\$ 620,000	\$ 640,000	\$ 2,893,200
Line of credit borrowings	<u>6,620,000</u>	<u>6,950,000</u>	<u>6,850,000</u>
Subtotal	<u>7,240,000</u>	<u>7,590,000</u>	<u>9,743,200</u>
Bill payable	-	-	120,000
Unamortized discount on bills payable	<u>-</u>	<u>-</u>	( <u>130</u> )
Subtotal	<u>-</u>	<u>-</u>	<u>119,870</u>
	7,240,000	7,590,000	9,863,070
Less: Maturity within one year	<u>-</u>	<u>-</u>	( <u>683,200</u> )
Long-term borrowings	<u>\$ 7,240,000</u>	<u>\$ 7,590,000</u>	<u>\$ 9,179,870</u>
Range of interest rates			
Secured borrowings	0.82% ~ 1.11%	1.00% ~ 1.11%	0.88% ~ 1.30%
Line of credit borrowings	0.74% ~ 0.99%	0.74% ~ 1.04%	0.94% ~ 1.34%
Bill payable	-	-	1.528%

In order to replenish the medium and long term working capital, The Company has signed medium and long term credit contracts with the bank with a total credit line of \$ 4,513,000 thousand. The credit contract period will be up to February 2024, and the total credit line will be recycled within the limited term of the contract. As of March 31, 2021, \$2,500,000 thousand had been spent.

In order to replenish the medium and long term working capital, UPIIC has signed medium and long term credit contracts with the bank with a total credit line of \$ 2,300,000 thousand. The credit contract period will be up to November 2023, and the total credit line will be recycled within the limited term of the contract. As of March 31, 2021, \$1,000,000 thousand had been spent.

In order to replenish the medium and long term working capital, CGPCPOL has signed medium and long term credit contracts with the bank with a total credit line of \$ 1,000,000 thousand. The credit contract period will be up to August 2023, and the total credit line will be recycled within the limited term of the contract. As of March 31, 2021, none had been spent.

In order to replenish the medium and long term working capital, TVCM has signed medium and long term credit contracts with the bank with a total credit line of \$ 1,100,000 thousand. The credit contract period will be up to September 2023, and the total credit line will be recycled within the limited term of the contract. As of March 31, 2021, \$ 50,000 had been spent.

In order to replenish the medium and long term working capital, TTC has signed medium and long term credit contracts with the bank with a total credit line of \$ 2,200,000 thousand. The credit contract period will be up to February 2024, and the total credit line will be recycled within the limited term of the contract. As of March 31, 2021, \$ 300,000 had been spent.

In order to replenish the medium and long term working capital, APC has signed medium and long term credit contracts with the bank with a total credit line of \$ 5,650,000 thousand. The credit contract period will be up to December 2024, and the total credit line will be recycled within the limited term of the contract. As of March 31, 2021, \$ 2,300,000 had been spent.

In order to replenish the medium and long term working capital, ACME has signed medium and long term credit contracts with the bank with a total credit line of \$ 600,000 thousand. The credit contract period will be up to September 2022, and the total credit line will be recycled within the limited term of the contract. As of March 31, 2021, \$ 340,000 had been spent.

In order to replenish the medium and long term working capital, SPC has signed medium and long term credit contracts with the bank with a total credit line of \$ 930,000 thousand. The credit contract period will be up to June 2025, and the total credit line will be recycled within the limited term of the contract. As of March 31, 2021, \$ 750,000 had been spent.

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, 2021, the subsidiaries did not violate the requirements.

20. BONDS PAYABLE

	<u>March 31, 2021</u>	<u>December 31, 2020</u>	<u>March 31, 2020</u>
Domestic unsecured bonds 104-1B - issuance on February 12, 2015, 7 years, total amount \$1,000,000 thousand, coupon rate 1.90%, bullet repayment	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000
Domestic unsecured bonds 105-1 - issuance on October 28, 2016, 5 years, total amount \$2,000,000 thousand, coupon rate 0.80%, bullet repayment	2,000,000	2,000,000	2,000,000
Domestic unsecured bonds 106-1 - issuance on October 27, 2017, 5 years, total amount \$2,000,000 thousand, coupon rate 1.10%, bullet repayment	\$ 2,000,000	\$ 2,000,000	\$ 2,000,000
Domestic unsecured bonds 108-1 - issuance on April 26, 2019, 5 years, total amount \$2,000,000 thousand, coupon rate 0.98%, bullet repayment	<u>2,000,000</u>	<u>2,000,000</u>	<u>2,000,000</u>
	7,000,000	7,000,000	7,000,000
Discounts on bonds payable	( <u>4,949</u> )	( <u>5,698</u> )	( <u>7,933</u> )
	6,995,051	6,994,302	6,992,067
Less: Maturity within one year	( <u>2,999,226</u> )	( <u>1,999,233</u> )	<u>-</u>
	<u>\$ 3,995,825</u>	<u>\$ 4,995,069</u>	<u>\$ 6,992,067</u>

In December 2014, the Company applied for the first issuance of unsecured ordinary corporate bonds issued in 2015 with the amount of \$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 \$1,000,000 thousand due in February 2020.

In October 2016, the Company applied for the first issuance of unsecured ordinary corporate bonds issued in 2016 with the amount of \$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 2016.

In October 2017, the Company applied for the first issuance of unsecured ordinary corporate bonds issued in 2017 with the amount of \$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.

In April 2019, the Company applied for the first issuance of unsecured ordinary corporate bonds issued in 2019 with the amount of \$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 order to repay the loan from the bank, the Company has been approved by the board of directors in May 2021 to apply for the first issuance of unsecured ordinary corporate bonds issued in 2021 with the amount of \$2,000,000 thousand, which is expected to be issued before the end of 2021.

21. NOTES AND ACCOUNTS PAYABLE

	<u>March 31, 2021</u>	<u>December 31, 2020</u>	<u>March 31, 2020</u>
<u>Operating</u>			
Accounts payable	<u>\$ 3,441,431</u>	<u>\$ 3,406,837</u>	<u>\$ 2,087,706</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.

22. OTHER PAYABLES

	<u>March 31, 2021</u>	<u>December 31, 2020</u>	<u>March 31, 2020</u>
<u>Current</u>			
Other payables			
Payables for salaries and bonuses	\$ 694,924	\$ 1,112,278	\$ 460,853
Payables for equipment	245,180	104,811	195,015
Payables for water and electricity and gas	282,583	246,183	211,500
Payables for freight	295,665	234,550	164,576
Payables for interests	38,861	41,056	43,392
Payables for professional service expenses	21,396	27,655	31,427
Payables for insurance	30,335	27,262	27,085
Payable for taxes	39,716	68,251	21,069

	<u>March 31, 2021</u>	<u>December 31, 2020</u>	<u>March 31, 2020</u>
Payables for dividends	20,177	71,694	17,739
Others	<u>348,277</u>	<u>282,813</u>	<u>334,415</u>
	2,017,114	2,216,533	1,507,071
Other liabilities			
Refund liabilities	<u>15,847</u>	<u>16,390</u>	<u>17,606</u>
	<u>\$ 2,032,961</u>	<u>\$ 2,232,923</u>	<u>\$ 1,524,677</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.

23. PROVISIONS

	<u>March 31, 2021</u>	<u>December 31, 2020</u>	<u>March 31, 2020</u>
<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 37 for the explanation related to the provision.

24. RETIREMENT BENEFIT PLANS

For the period from January 1 to March 31, 2021 and 2020, the pension costs associated with the defined benefit plan are calculated at the pension cost rates as determined by actuarial calculations as at 31 December 2020 and 2019 and are separately recognized as the following items:

	<u>January 1 to March 31, 2021</u>	<u>January 1 to March 31, 2020</u>
Operating costs	\$ 6,240	\$ 7,652
Selling and marketing expenses	580	799
Administrative management expenses	4,344	1,212
R & D expenses	262	351
Other gains and losses	<u>40</u>	<u>49</u>
	<u>\$ 11,466</u>	<u>\$ 10,063</u>

25. GOVERNMENT GRANTS

- a. Acme Electronics Corporation (Kunshan) reached an agreement with Kunshan Zhoushizhen People's Government in 2006 in which Acme Electronics Corporation (Kunshan) promised to relocate its new plant and raise its investment amount. Furthermore, Kunshan Zhoushizhen People's Government subsidized Acme Electronics Corporation (Kunshan)'s acquisition of the land for its new plant and the external line project for high voltage power during the relocation process. Acme Electronics Corporation (Kunshan) recognized the subsidy as long-term deferred revenue, which will be amortized along with the use of assets. As of March 31, 2021, December 31, 2020 and March 31, 2020 the amounts of deferred income (booked under other current liabilities) that had not been amortized were RMB8,230 thousand (NTD\$35,739 thousand), RMB8,363 thousand (NTD\$36,502 thousand) and RMB8,760 thousand (NTD\$37,371 thousand) respectively.
- b. Affected by the global pandemic of COVID-19, the Group has applied to the government for subsidies for items such as salary and operating capital. As of December 31, 2020, \$8,367 thousand has been obtained and accounted as operating expenses and other incomes. In addition, in accordance with the policy of the local government in China, ACME (KS), ACME (GZ) and TAITA (CS) have gained exemption from the pension, unemployment and work-related injury insurances borne by the company from February to December 2020, and ACME (KS) and ACME (GZ) have gained preferential electricity fee reduction, exemption, and subsidies due to good pandemic containment.

According to the information available on the balance sheet date, the Group has taken the economic impact of the epidemic into account.

## 26. EQUITY

	<u>March 31, 2021</u>	<u>December 31, 2020</u>	<u>March 31, 2020</u>
Share capital	\$ 11,887,635	\$ 11,887,635	\$ 11,887,635
Capital surplus	325,369	321,798	305,578
Retained earnings	10,745,808	9,497,146	7,973,875
Other equity items	( 7,091)	( 240,195)	( 1,217,280)
Treasury shares	( 475,606)	( 475,606)	( 475,606)
Non-controlling interests	<u>28,827,534</u>	<u>27,732,865</u>	<u>22,556,710</u>
	<u>\$ 51,303,649</u>	<u>\$ 48,723,643</u>	<u>\$ 41,030,912</u>

- a. Share capital

	<u>March 31, 2021</u>	<u>December 31, 2020</u>	<u>March 31, 2020</u>
Number of shares authorized (in thousands)	<u>1,342,602</u>	<u>1,342,602</u>	<u>1,342,602</u>
Shares 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>
Shares 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 \$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 shares issued from new capital, mergers and treasury shares) 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. The capital surplus arising from employee stock option may not be used for any purposes.

c. Retained earnings and dividends policy

In accordance with the dividends policy as set forth in the Company's Articles of Incorporation, where the Company made 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 28 (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, if the distributable earnings of the year are less than \$0.1 per share, it shall not be distributed.

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.

The Company held the Board of Directors' Meeting on March 8, 2021 and the Regular Meeting of Shareholders on June 12, 2020 to propose and adopt the following earnings distribution plans for the year 2020 and 2019, respectively:

	<u>Appropriation of Earnings</u>		<u>Dividends Per Share (NT\$)</u>	
	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>
Legal reserve	\$ 233,461	\$ 129,872		
Special reserve (reversed)	( 405,932)	350,533		
Cash dividends	<u>1,188,763</u>	<u>594,382</u>	\$ 1	\$ 0.5
	<u>\$ 1,016,292</u>	<u>\$ 1,074,787</u>		

The earnings distribution plan for the year 2020 is yet to be decided by the General Meeting of Shareholders expected to be held on June 11, 2021.

d. Other equity items

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

	<u>January 1 to March 31, 2021</u>	<u>January 1 to March 31, 2020</u>
Balance at January 1	(\$ 583,855)	(\$ 602,871)
Recognized during the period		
Exchange differences on translating foreign operations	( 65,441)	( 113,179)
Income tax relating to exchange difference on translating foreign operations	<u>11,902</u>	<u>13,539</u>
Balance at December 31	<u>(\$ 637,394)</u>	<u>(\$ 702,511)</u>

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

	January 1 to March 31, 2021	January 1 to March 31, 2020
Balance at January 1	\$ 343,660	(\$ 178,187)
Recognized during the period		
Unrealized gain		
Equity instruments	287,074	( 336,654)
Related income tax	( 431)	72
Balance at December 31	<u>\$ 630,303</u>	<u>(\$ 514,769)</u>

e. Non-controlling interests

	January 1 to March 31, 2021	January 1 to March 31, 2020
Balance at January 1	\$ 27,732,865	\$ 20,517,444
Net profit for the period	1,325,720	428,715
Other comprehensive income (loss) in the period		
Exchange difference on translating foreign operations	( 98,480)	( 145,262)
Income tax relating to exchange difference on translating foreign operations	7,882	9,922
Unrealized gain (loss) on financial assets at FVTOCI	( 60,560)	( 38,552)
Income tax relating to unrealized gain (loss) on financial assets at FVTOCI	( 901)	152
Adjustments relating to changes accounted for using the equity method	17	( 33,970)
Changes in non-controlling interests	<u>( 79,009)</u>	<u>1,818,261</u>
Balance at March 31	<u>\$ 28,827,534</u>	<u>\$ 22,556,710</u>

f. Treasury shares

Purpose of Buy-Back	Number of Shares at January 1 (In Thousands of S h a r e s )	I n c r e a s e D u r i n g t h e P e r i o d	D e c r e a s e D u r i n g t h e P e r i o d	Number of Shares at March 31 (In Thousands of S h a r e s )
<u>January 1 to March 31, 2021</u>				
Transfer from investment	<u>116,466</u>	-	-	<u>116,466</u>

<u>Purpose of Buy-Back</u>	<u>Number of Shares at January 1 (In Thousands of Shares)</u>	<u>Increase During the Period</u>	<u>Decrease During the Period</u>	<u>Number of Shares at March 31 (In Thousands of Shares)</u>
shares to treasury shares held by subsidiaries under equity method				
<u>January 1 to March 31, 2020</u>				
Transfer from investment shares to treasury shares held by subsidiaries under equity method	<u>116,466</u>	<u>-</u>	<u>-</u>	<u>116,466</u>

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

<u>Name of Subsidiary</u>	<u>Number of Shares Held (In Thousands of Shares)</u>	<u>Carrying Amount (In Thousands of Shares)</u>	<u>Market Price (In Thousands of Shares)</u>
<u>March 31, 2021</u>			
Asia Polymer Corporation ("APC")	101,356	\$ 1,377,381	\$ 2,584,570
Taita Chemical Company, Limited ("TTC")	15,110	<u>81,875</u>	<u>385,302</u>
		<u>\$ 1,459,256</u>	<u>\$ 2,969,872</u>
<u>December 31, 2020</u>			
APC	101,356	\$ 1,377,381	\$ 2,290,638
TTC	15,110	<u>81,875</u>	<u>341,484</u>
		<u>\$ 1,459,256</u>	<u>\$ 2,632,122</u>
<u>March 31, 2020</u>			
APC	101,356	\$ 1,377,381	\$ 1,018,625
TTC	15,110	<u>81,875</u>	<u>151,854</u>
		<u>\$ 1,459,256</u>	<u>\$ 1,170,479</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, 2021 and December 31, 2021 and March 31, 2020. For the unrealized gains and losses of financial assets measured at FVTOCI, the Company has adjusted the amount of unrealized gains and losses of investment with equity method and

financial assets measured at FVTOCI on account according to shareholding ratio. The amount of unrealized gains and losses is \$501,792 thousand, \$390,637 thousand and \$90,396 thousand respectively.

27. REVENUE

	January 1 to March 31, 2021	January 1 to March 31, 2020
Product sales revenue		
Plastic materials	\$ 15,391,167	\$ 10,712,895
Electronic materials	670,171	510,633
Others	<u>132,840</u>	<u>132,880</u>
Total	<u>\$ 16,194,178</u>	<u>\$ 11,356,408</u>

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

Contract balances

	March 31, 2021	December 31, 2020	March 31, 2020	January 1, 2020
Notes and accounts receivables (Note 10)	<u>\$ 8,331,767</u>	<u>\$ 7,481,916</u>	<u>\$ 6,226,744</u>	<u>\$ 7,045,512</u>
Contracted liabilities (recognizing other current liabilities)				
Product sales	<u>\$ 217,055</u>	<u>\$ 212,751</u>	<u>\$ 148,184</u>	<u>\$ 151,664</u>

28. NET PROFIT FROM CONTINUING OPERATIONS

Net profit from continuing operations was attributable to:

a. Interest income

	January 1 to March 31, 2021	January 1 to March 31, 2020
Cash and cash equivalents	\$ 17,711	\$ 29,008
Financial assets measured at amortized cost	205	242
Others	<u>52</u>	<u>63</u>
	<u>\$ 17,968</u>	<u>\$ 29,313</u>

b. Other income

	January 1 to March 31, 2021	January 1 to March 31, 2020
Rental income	\$ 24,152	\$ 16,345
Management service income (Note 35)	9,167	7,872
Government grants income (Note 25)	898	572
Indemnity income	99	-
Others	<u>16,888</u>	<u>10,947</u>
	<u>\$ 51,204</u>	<u>\$ 35,736</u>

c. Other gains and losses

	January 1 to March 31, 2021	January 1 to March 31, 2020
Gain on disposal of property, plant and equipment-net	\$ 1,232	(\$ 120)
Net foreign exchange (loss) gain-net	( 28,610)	25,518
Net gain (loss) on financial assets and financial liabilities at FVTPL	82,040	( 46,182)
Impairment losses recognized on non-financial assets	( 941)	( 1,294)
Depreciation expense of investment property	( 11,536)	( 12,677)
Other gains and losses	( <u>10,192</u> )	( <u>20,928</u> )
	<u>\$ 31,993</u>	<u>(\$ 55,683)</u>

d. Finance costs

	January 1 to March 31, 2021	January 1 to March 31, 2020
Interest on bank loans	\$ 21,858	\$ 43,931
Interest on bonds payable	19,899	21,214
Other interest expense	11	15
Interest on lease liabilities	1,724	1,903
Less: Capitalized interest (included in construction in progress)	( <u>859</u> )	( <u>599</u> )
	<u>\$ 42,633</u>	<u>\$ 66,464</u>

Information about capitalized interest is as follows:

	January 1 to March 31, 2021	January 1 to March 31, 2020
Capitalized interest	\$ 859	\$ 599
Capitalization rate	0.83% ~ 1.55%	0.71% ~ 1.23%

e. Depreciation and amortization

	January 1 to March 31, 2021	January 1 to March 31, 2020
Property, plant and equipment	\$ 541,207	\$ 547,270
Right-of-use assets	17,490	18,044
Investment properties	9,765	10,984
Intangible assets	920	2,780
Others	<u>13,920</u>	<u>13,911</u>
	<u>\$ 583,302</u>	<u>\$ 592,989</u>

	January 1 to March 31, 2021	January 1 to March 31, 2020
Analysis of depreciation by function		
Operating costs	\$ 522,913	\$ 534,467
Operating expenses	34,013	28,337
Other gains and losses	<u>11,536</u>	<u>13,494</u>
	<u>\$ 568,462</u>	<u>\$ 576,298</u>
Analysis of amortization by function		
Operating costs	\$ 13,488	\$ 13,891
General and administrative expenses	1,062	1,045
Research and development expenses	<u>290</u>	<u>1,755</u>
	<u>\$ 14,840</u>	<u>\$ 16,691</u>

f. Employee benefits expense

	January 1 to March 31, 2021	January 1 to March 31, 2020
Post-employment benefits		
Defined contribution plans	\$ 35,403	\$ 32,240
Defined benefit plans (Note 24)	<u>11,466</u>	<u>10,063</u>
	46,869	42,303
Other employee benefits	<u>1,210,019</u>	<u>1,078,106</u>
Total employee benefits expense	<u>\$ 1,256,888</u>	<u>\$ 1,120,409</u>
Analysis of employee benefits expense by function		
Operating costs	\$ 954,338	\$ 784,714
Operating expenses	299,061	331,630
Non-operating profits or losses	<u>3,489</u>	<u>4,065</u>
	<u>\$ 1,256,888</u>	<u>\$ 1,120,409</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. The employees' compensation and remuneration of directors for the years ended January 1 to March 31, 2021 and 2020 are as follows:

Accrual rates

	January 1 to March 31, 2021	January 1 to March 31, 2020
Employees' compensation	1.00%	1.00%
Remuneration of directors	0.05%	0.50%

Amount

	January 1 to March 31, 2021	January 1 to March 31, 2020
Employees' compensation	<u>\$ 14,186</u>	<u>\$ 2,478</u>
Remuneration of directors	<u>\$ 750</u>	<u>\$ 1,375</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 2020 and 2019 were resolved by the board of directors on March 8, 2021 and March 9, 2020, respectively:

	2020	2019
Employees' compensation	<u>\$ 25,892</u>	<u>\$ 14,793</u>
Remuneration of directors	<u>\$ 3,000</u>	<u>\$ 5,500</u>

There was no difference between the actual amounts of employees' compensation and remuneration of directors paid and the amounts recognized in the consolidated financial statements for the years ended December 31, 2020 and 2019.

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. Gain or loss on foreign currency exchange

	January 1 to March 31, 2021	January 1 to March 31, 2020
Total foreign exchange gains	\$ 127,248	\$ 103,525
Total foreign exchange losses	( 155,858)	( 78,007)
Net (loss) gain	<u>(\$ 28,610)</u>	<u>\$ 25,518</u>

29. INCOME TAX RELATING TO CONTINUING OPERATIONS

a. Income tax recognized in profit or loss

The major components of income tax expense were as follows:

	<u>January 1 to March 31, 2021</u>	<u>January 1 to March 31, 2020</u>
Current tax		
In respect of the current year	\$ 636,603	\$ 207,316
Deferred tax		
In respect of the current year	<u>53,660</u>	<u>36,248</u>
Income tax expense recognized in profit or loss	<u>\$ 690,263</u>	<u>\$ 243,564</u>

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

	<u>January 1 to March 31, 2021</u>	<u>January 1 to March 31, 2020</u>
<u>Deferred tax</u>		
In respect of the current year		
-Translation of foreign operations	(\$ 19,784)	(\$ 23,461)
-Fair value changes of financial assets at FVTOCI	<u>1,332</u>	( <u>224</u> )
Total income tax recognized in other comprehensive income	<u>(\$ 18,452)</u>	<u>(\$ 23,685)</u>

c. Accreditation of income tax

The income tax return of APC, APCI, TVCM, UM, USII, TUVVM, CLT, INOMA, UPIIC, STC, CGTD and USIO as of December 31, 2019 has been assessed by the tax authorities; The income tax return of the Company, TTC, SPC, CGPC and CGPCPOL as of December 31, 2018 has been assessed by the tax authorities; the income tax return of ACME as of December 31, 2017 has been assessed by the tax authorities.

30. EARNINGS PER SHARE

Unit: NT\$ Per Share

<u>January 1 to March</u>	<u>January 1 to March</u>
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	<u>31, 2021</u>	<u>31, 2020</u>
Basic earnings per share	<u>\$ 1.16</u>	<u>\$ 0.20</u>
Diluted earnings per share	<u>\$ 1.16</u>	<u>\$ 0.20</u>

Earnings per share and the weighted average number of ordinary shares used to calculate earnings per share are as follows:

Profit for the period

	<u>January 1 to March 31, 2021</u>	<u>January 1 to March 31, 2020</u>
Profit for the period attributable to owners of the Company (earnings used in the computation of basic and diluted earnings per share)	<u>\$1,248,662</u>	<u>\$ 216,956</u>

Number of share

Unit: In Thousands of Shares

	<u>January 1 to March 31, 2021</u>	<u>January 1 to March 31, 2020</u>
Weighted average number of ordinary shares used in computation of basic earnings per share	1,072,298	1,072,298
Effect of potentially dilutive ordinary shares:		
Employees' compensation issued to employees	<u>1,445</u>	<u>1,173</u>
Weighted average number of ordinary shares used in the computation of diluted earnings per share	<u>1,073,743</u>	<u>1,073,471</u>

If the Group offered to settle compensation 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, if the effect is dilutive. Such dilutive effect of the potential shares is included in the computation of diluted earnings per share until the board of directors resolves the number of shares to be distributed to employees at their meeting in the following year.

31. SHARE-BASED PAYMENT ARRANGEMENTS

USIO didn't issue employee share options as of January 1 to March 31, 2021 and 2020. Information on employee share options which were issued was as follows:

Employee share options	January 1 to March 31, 2021		January 1 to March 31, 2020	
	Units	Weighted average Exercise Price (NT\$)	Units	Weighted average Exercise Price (NT\$)
Balance at January 1	133	\$ 10.8	133	\$ 10.8
Options exercised at December 31	133	10.8	133	10.8

## 32. CASH FLOW INFORMATION

### a. Non-cash transactions

Except as disclosed in other notes, the following non-cash investing and financing activities of the Group during the period January 1 to March 31, 2021 and 2020 are as follows:

- As of the year ended March 31, 2021, December 31, 2020 and March 31, 2020, the amounts of payables for purchases of equipment were \$245,180 thousand, \$104,811 thousand and \$195,015 thousand, respectively.
- As of the year ended March 31, 2021, December 31, 2020 and March 31, 2020, the amounts of payables for dividends declared but not issued were \$20,177 thousand, \$71,694 thousand and \$17,739 thousand, respectively.

### b. Changes in liabilities arising from financing activities

	Non-cash Changes						March 31, 2021
	January 1, 2021	Cash Flows	New Leases	Allocated Finance Costs	Changes in Foreign Currency Exchange Rates	Others	
Short-term borrowings	\$ 2,726,270	( \$ 174,153 )	\$ -	\$ -	\$ -	\$ -	\$ 2,552,117
Short-term bills payable	656,704	5,000	-	-	-	( 33 )	661,671
Bonds payable (including current portions)	6,994,302	-	-	749	-	-	6,995,051
Long-term borrowings (including current portions)	7,590,000	( 350,000 )	-	-	-	-	7,240,000
Guarantee deposits	23,342	1,389	-	-	-	-	24,731
Lease liabilities (including current portions)	459,686	( 17,569 )	15,972	1,724	407	( 1,724 )	458,496
Other non-current liabilities	41,000	( 400 )	-	-	-	-	40,600
	<u>\$ 18,491,304</u>	<u>( \$ 535,733 )</u>	<u>\$ 15,972</u>	<u>\$ 2,473</u>	<u>\$ 407</u>	<u>( \$ 1,757 )</u>	<u>\$ 17,972,666</u>

	Non-cash Changes						March 31, 2020
	January 1, 2020	Cash Flows	New Leases	Allocated Finance Costs	Changes in Foreign Currency Exchange Rates	Others	
Short-term borrowings	\$ 4,258,980	\$ 86,152	\$ -	\$ -	\$ -	\$ -	\$ 4,345,132
Short-term bills payable	1,352,810	( 242,000 )	-	-	-	( 179 )	1,110,631
Bonds payable (including current portions)	7,991,283	( 1,000,000 )	-	784	-	-	6,992,067
Long-term borrowings (including current portions)	9,492,970	370,100	-	-	-	-	9,863,070
Guarantee deposits received	27,475	14,698	-	-	-	-	42,173
Lease liabilities (including current portions)	552,778	( 17,718 )	847	1,903	( 1,643 )	( 27,954 )	508,213
Other non-current liabilities	41,778	( 293 )	-	-	-	-	41,485

January 1, 2020	Cash Flows	N o n - c a s h C h a n g e s				Others	March 31, 2020
		New Leases	Allocated Finance Costs	Changes in Foreign Currency Exchange Rates			
<u>\$ 23,718,074</u>	<u>( \$ 789,061 )</u>	<u>\$ 847</u>	<u>\$ 2,687</u>	<u>( \$ 1,643 )</u>	<u>( \$ 28,133 )</u>	<u>\$ 22,902,771</u>	

### 33. 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.

### 34. FINANCIAL INSTRUMENTS

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

##### March 31, 2021

Carrying Amount	F a i r V a l u e			Total
	Level 1	Level 2	Level 3	
<u>Financial liabilities</u>				
Financial liabilities at amortized cost				
-Domestic corporate bonds	<u>\$ 6,995,051</u>	<u>\$ -</u>	<u>\$ 7,025,077</u>	<u>\$ 7,025,077</u>

##### December 31, 2020

Carrying Amount	F a i r V a l u e			Total
	Level 1	Level 2	Level 3	
<u>Financial liabilities</u>				
Financial liabilities at amortized cost				
-Domestic corporate bonds	<u>\$ 6,994,302</u>	<u>\$ -</u>	<u>\$ 7,029,198</u>	<u>\$ 7,029,198</u>

##### March 31, 2020

Carrying Amount	F a i r V a l u e			Total
	Level 1	Level 2	Level 3	
<u>Financial liabilities</u>				
Financial liabilities at amortized cost				
-Domestic corporate bonds	<u>\$ 6,992,067</u>	<u>\$ -</u>	<u>\$ 7,023,936</u>	<u>\$ 7,023,936</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 level

March 31, 2021

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Financial assets at FVTPL				
Derivative financial assets	\$ -	\$ 5,734	\$ -	\$ 5,734
Domestic listed shares and over-the-counter shares	408,534	-	-	408,534
Mutual funds	4,841,181	-	-	4,841,181
Beneficiary certificates	233,294	-	-	233,294
Foreign listed shares	572	-	-	572
Total	<u>\$ 5,483,581</u>	<u>\$ 5,734</u>	<u>\$ -</u>	<u>\$ 5,489,315</u>

Financial assets at FVTOCI

Equity instrument				
-Domestic listed shares and over-the-counter shares	\$ 1,827,266	\$ -	\$ -	\$ 1,827,266
-Domestic emerging market shares	-	-	12,416	12,416
-Domestic unlisted shares	-	-	761,137	761,137
-Foreign listed shares and over-the-counter shares	37,159	-	-	37,159
-Foreign unlisted shares	-	-	108,360	108,360
Total	<u>\$ 1,864,425</u>	<u>\$ -</u>	<u>\$ 881,913</u>	<u>\$ 2,746,338</u>

Financial liabilities at

FVTPL

Derivative financial liabilities	<u>\$ -</u>	<u>\$ 28,302</u>	<u>\$ -</u>	<u>\$ 28,302</u>
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December 31, 2020

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Financial assets at FVTPL				
Derivative financial assets	\$ -	\$ 5,328	\$ -	\$ 5,328
Domestic listed shares and over-the-counter shares	506,763	-	-	506,763
Mutual funds	4,765,536	-	-	4,765,536
Beneficiary certificates	233,670	-	-	233,670
Foreign listed shares	386	-	-	386
Total	<u>\$ 5,506,355</u>	<u>\$ 5,328</u>	<u>\$ -</u>	<u>\$ 5,511,683</u>

Financial assets at FVTOCI

Equity instrument	\$ 1,694,805	\$ -	\$ -	\$ 1,694,805
-Domestic listed shares and over-the-counter shares	-	-	9,626	9,626
-Domestic emerging market shares	-	-	720,833	720,833
-Domestic unlisted	30,566	-	-	30,566

	Level 1	Level 2	Level 3	Total
shares				
-Foreign listed shares and over-the-counter shares	-	-	102,826	102,826
-Foreign unlisted shares	\$ 1,725,371	\$ -	\$ 833,285	\$ 2,558,656
Total				
<u>Financial liabilities at FVTPL</u>				
	\$ -	\$ 20,724	\$ -	\$ 20,724
 <u>March 31, 2020</u>				
	Level 1	Level 2	Level 3	Total
<u>Financial assets at FVTPL</u>				
Derivative financial assets	\$ -	\$ 11,259	\$ -	\$ 11,259
Domestic listed shares and over-the-counter shares	234,713	-	-	234,713
Mutual funds	4,063,578	-	-	4,063,578
Beneficiary certificates	209,690	-	-	209,690
Foreign listed shares	529	-	-	529
Total	\$ 4,508,510	\$ 11,259	\$ -	\$ 4,519,769
<u>Financial assets at FVTOCI</u>				
<u>Equity instrument</u>				
-Domestic listed shares and over-the-counter shares	\$ 1,205,030	\$ -	\$ -	\$ 1,205,030
-Domestic emerging market shares	-	-	11,301	11,301
-Domestic unlisted shares	-	-	672,717	672,717
-Foreign listed shares and over-the-counter shares	5,298	-	-	5,298
-Foreign unlisted shares	-	-	102,457	102,457
Total	\$ 1,210,328	\$ -	\$ 786,475	\$ 1,996,803
<u>Financial liabilities at FVTPL</u>				
Derivatives	\$ -	\$ 3,872	\$ -	\$ 3,872

There were no transfers between Levels 1 and 2 in the period from January 1 to March 31, 2021 and 2020.

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

	<u>January 1 to March 31, 2021</u>	<u>January 1 to March 31, 2020</u>
<u>Financial assets at FVTOCI</u>		
Balance at January 1	\$ 833,285	\$ 748,451
Recognized in other comprehensive income (included in unrealized gain (loss) on financial assets at FVTOCI)	87,773	38,024
Return of capital	( 39,145 )	-
Balance at March 31	<u>\$ 881,913</u>	<u>\$ 786,475</u>

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

<u>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 will decrease/increase by \$88,191 thousand and \$78,648 thousand, respectively in years ended March 31, 2021 and 2020.

c. Categories of financial instruments

	<u>March 31, 2021</u>	<u>December 31, 2020</u>	<u>March 31, 2020</u>
<u>Financial assets</u>			
Financial assets at FVTPL			
Financial assets mandatorily classified as at FVTPL	\$ 5,489,315	\$ 5,511,683	\$ 4,519,769
Financial assets measured at amortized cost			
Cash and cash equivalents	9,822,807	9,637,007	10,885,509
Pledged time and demand deposits	785,391	739,278	859,653
Investment products	-	-	138,218
Notes receivable	549,021	671,576	540,215
Accounts receivable	7,782,746	6,810,340	5,686,529
Other receivables (including related parties)	440,600	293,459	337,724
Refundable deposits	170,540	166,993	173,219
Financial assets at FVTOCI – equity instrument investments	2,746,338	2,558,656	1,996,803
<u>Financial liabilities</u>			
Financial liabilities at FVTPL-Held for trading	28,302	20,724	3,872
Financial liabilities measured at amortized cost			
Short-term borrowings	2,552,117	2,726,270	4,345,132
Short-term bills payable	661,671	656,704	1,110,631
Notes and accounts payable	3,441,431	3,406,837	2,087,706
Other payables (not including salaries payable or taxes payable)	1,262,297	964,310	1,007,410
Current portion of long-term borrowings	2,999,226	1,999,233	683,200
Bonds payable	3,995,825	4,995,069	6,992,067
Long-term borrowings	7,240,000	7,590,000	9,179,870
Guarantee deposits received	24,731	23,342	42,173

d. Financial Risk Management Objectives and Policies

The Group's risk control and hedging strategy are influenced by the operational environment. The Group properly monitors and manages the risks related to business nature in accordance with the principle of risk diversification. These risks include market risk (including foreign currency risk, interest rate risk and other price risk), 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 No.39. Please refer to note 7 for carrying amount of derivative with exchange rate risk.

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 Group's functional currency relative to the USD appreciates/depreciates by 3%, the Group's profit before tax for period from January 1 to March 31, 2021 will decrease/increase by \$174,878

thousand; the profit before tax for period from January 1 to March 31, 2020 will decrease/increase by \$124,088 thousand.

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 fair value interest rate risk because the Group held financial assets and financial liabilities at fixed rates; the Group was exposed to cash flow interest rate risk because the Group held financial assets and financial liabilities at floating rates. The Group's management monitors the changes in the market rates on a regular basis and adjusts the floating rate financial liabilities to make the Group's rates approach market rates in response to the risk caused by changing market rates.

The carrying amounts of the Group's financial assets and financial liabilities with exposure to interest rates as of the balance sheet date were as follows:

	March 31, 2021	December 31, 2020	March 31, 2020
Fair value interest rate risk			
-Financial assets	\$ 6,292,557	\$ 6,090,090	\$ 5,073,861
-Financial liabilities	13,500,418	12,084,042	15,990,256
Cash flow interest rate risk			
-Financial assets	3,875,850	4,057,411	6,502,661
-Financial liabilities	4,406,917	6,342,920	6,828,857

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 profit before tax for period from January 1 to March 31, 2021 will decrease/increase by \$664 thousand; the profit before tax for period from January 1 to March 31, 2020 will decrease/increase by \$408 thousand.

c) Other price risk

The Group was exposed to equity price risk through its investments in equity securities listed domestically and overseas and beneficiary certificates. 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 analysis was determined based on the price of equity securities at the balance sheet date. However, the mutual fund held by the Group are mainly money market funds, and the risk of price fluctuation is very low, so they are not included in the sensitivity analysis.

If equity prices fluctuates by 5%, the pre-tax profit for period from January 1 to March 31, 2021 and 2020 would have increased/decreased by \$32,120 thousand and \$22,247 thousand, respectively, as a result of the changes in fair value of financial assets at FVTPL, and the pre-tax other comprehensive income for period from January 1 to March 31, 2021 and 2020 would have increased/decreased by \$137,317 thousand and \$99,840 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 resulting in a 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 be equal to the total of the following:

- a) The carrying amount of the financial assets recognized in the balance sheets; and
- b) 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 trade receivables cover a wide range of customers distributed in different districts include numerous clients distributed over a variety of areas, and are not centered on a single client or location. Besides this, ongoing credit evaluations are performed on the financial condition of counterparties of the trade receivables, so the Group's credit risk is limited. On the balance sheet date, the Group's maximum exposure to credit risk approximates the carrying amounts of the respective recognized financial assets as stated in the balance sheet.

3). Liquidity risk

The Group manages liquidity risk by monitoring and maintaining a level of cash and cash equivalents deemed adequate to finance the Group's operations and mitigate the effects of fluctuations in cash flows.

a) Liquidity and interest rate risk tables for non-derivative financial liabilities

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, 2021

	Weighted Average Interest Rate (%)	On Demand or Less than 1 Year	1-5 Years	5+ Years
<u>Non-derivative</u>				
Non-interest bearing liabilities		\$ 5,458,545	\$ -	\$ -
Lease liabilities	0.83-9.25	113,327	237,281	275,513
Floating interest rate liabilities	0.52-1.30	316,917	4,090,000	-
Fixed interest rate liabilities	0.25-2.89	<u>5,897,200</u>	<u>7,150,000</u>	-
		<u>\$ 11,785,989</u>	<u>\$ 11,477,281</u>	<u>\$ 275,513</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>\$ 113,327</u>	<u>\$ 237,281</u>	<u>\$ 75,121</u>	<u>\$ 42,389</u>	<u>\$ 43,029</u>	<u>\$ 114,974</u>

December 31, 2020

	Weighted Average Interest Rate (%)	On Demand or Less than 1 Year	1-5 Years	5+ Years
<u>Non-derivative financial liabilities</u>				
Non-interest bearing liabilities				
Lease liabilities	0.83-9.25	\$ 5,623,370 78,464	\$ - 248,922	\$ - 316,663
Floating interest rate liabilities	0.52-2.89	1,352,920	4,990,000	-
Fixed interest rate liabilities	0.35-1.90	<u>4,030,350</u>	<u>7,600,000</u>	<u>-</u>
		<u>\$ 11,085,104</u>	<u>\$ 12,838,922</u>	<u>\$ 316,663</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>\$ 78,464</u>	<u>\$ 248,922</u>	<u>\$ 92,146</u>	<u>\$ 51,759</u>	<u>\$ 52,399</u>	<u>\$ 120,359</u>

March 31, 2020

	Weighted Average Interest Rate (%)	On Demand or Less than 1 Year	1-5 Years	5+ Years
<u>Non-derivative financial liabilities</u>				
Non-interest bearing liabilities				
Lease liabilities	0.83-9.25	\$ 3,594,777 71,933	\$ - 271,986	\$ - 346,841
Floating interest rate liabilities	0.83-3.95	1,049,117	5,779,870	-
Fixed interest rate liabilities	0.50-2.90	<u>5,090,345</u>	<u>10,400,000</u>	<u>-</u>
		<u>\$ 9,806,172</u>	<u>\$ 16,451,856</u>	<u>\$ 346,841</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>\$ 71,933</u>	<u>\$ 271,986</u>	<u>\$ 113,151</u>	<u>\$ 53,681</u>	<u>\$ 52,399</u>	<u>\$ 127,610</u>

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

The following table details the Group's liquidity analysis for its derivative financial instruments and the undiscounted gross inflows and outflows on those derivatives that require gross settlement. When the amount payable or receivable is not fixed, the amount disclosed has been determined by reference to the projected interest rates as illustrated by the yield curves on the balance sheet date.

March 31, 2021

	On Demand or Less than 1 Month	1-3 Months	3 Months to 1 Year
<u>Gross settled</u>			
Foreign exchange forward contracts			
-Inflows	\$ 1,469,223	\$ 1,623,872	\$ 83,352
-Outflows	( 1,480,820)	( 1,640,556)	( 84,486)
	<u>(\$ 11,597)</u>	<u>(\$ 16,684)</u>	<u>(\$ 1,134)</u>

December 31, 2020

	On Demand or Less than 1 Month	1-3 Months	3 Months to 1 Year
<u>Gross settled</u>			
Foreign exchange forward contracts			
-Inflows	\$ 914,593	\$ 1,328,558	\$ 109,690
-Outflows	( 920,172)	( 1,345,476)	( 111,875)
	<u>(\$ 5,579)</u>	<u>(\$ 16,918)</u>	<u>(\$ 2,185)</u>

March 31, 2020

	On Demand or Less than 1 Month	1-3 Months	3 Months to 1 Year
<u>Gross settled</u>			
Foreign exchange forward contracts			
-Inflows	\$ 994,646	\$ 1,182,549	\$ 62,565
-Outflows	( 992,297)	( 1,183,362)	( 66,009)
	<u>\$ 2,349</u>	<u>(\$ 813)</u>	<u>(\$ 3,444)</u>

c) Financing facilities

The Group relies on bank loans as a significant source of liquidity. The amount of unused bank financing of the Group on the balance sheet date is as follows:

	<u>March 31, 2021</u>	<u>December 31, 2020</u>	<u>March 31, 2020</u>
Bank loan facilities Amount unused	<u>\$ 35,275,891</u>	<u>\$ 34,248,864</u>	<u>\$ 26,371,015</u>

35. TRANSACTIONS WITH RELATED PARTIES

Balances, transactions, profits and expenses 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 the other notes, details of transactions between the Group and other related parties are disclosed as follows.

a. Related parties' names and relationships

<u>R e l a t e d P a r t y N a m e s</u>	<u>Relationship with the Group</u>
Fujian Gulei Petrochemical Co., Ltd.	Joint venture
USI Education Foundation	Other related party

b. Donation expense (classified as general and administrative expenses)

<u>Related Party Category/Name</u>	<u>January 1 to March 31, 2021</u>	<u>January 1 to March 31, 2020</u>
Other related party USI Education Foundation	<u>\$ 16,000</u>	<u>\$ 7,250</u>

c. Management services income (classified as other income)

<u>Related Party Category/Name</u>	<u>January 1 to March 31, 2021</u>	<u>January 1 to March 31, 2020</u>
Joint venture	<u>\$ 9,167</u>	<u>\$ 7,490</u>

d. Other Receivables

<u>Related Party Category/Name</u>	<u>March 31, 2021</u>	<u>December 31, 2020</u>	<u>March 31, 2020</u>
Joint venture	<u>\$ 8,321</u>	<u>\$ 19,369</u>	<u>\$ 6,785</u>

e. Compensation of key management personnel

The total remuneration of directors and other members of key management personnel were as follows:

	January 1 to March 31, 2021	January 1 to March 31, 2020
Short-term employee benefits	\$ 7,895	\$ 9,057
Post-employment benefits	81	81
	<u>\$ 7,976</u>	<u>\$ 9,138</u>

Compensation of the board and other key management personnel depends on individual performance and market trend.

36. ASSETS PLEDGED AS COLLATERAL

The following assets were provided as guarantees for the tariff of imported raw materials, outward documentary bill, long term and short term financing amount, or the gas explosion compensation:

	<u>March 31, 2021</u>	<u>December 31, 2020</u>	<u>March 31, 2020</u>
Pledged time deposits (classified as financial assets measured at amortized cost)	\$ 678,114	\$ 678,314	\$ 659,653
Property, plant and equipment	926,613	927,196	3,724,740
Investment properties, net	108,178	108,178	108,178
Land use rights (classified as right-of-use assets)	21,175	21,482	21,577
Refundable deposits (classified as other non-current assets)	<u>62,811</u>	<u>62,633</u>	<u>89,395</u>
	<u>\$ 1,796,891</u>	<u>\$ 1,797,803</u>	<u>\$ 4,603,543</u>

37. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNIZED CONTRACT COMMITMENT

- a. As of the years ended March 31, 2021, December 31, 2020 and March 31, 2020, the Company's unused letter of credit amounted to \$2,885,750 thousand, and \$2,236,491 thousand and \$1,308,043, respectively.
- b. The following is regarding the subsidiary, CGTD, who was commissioned to operate LCY Chemical Corp.'s propene pipeline resulting in a gas explosion on July 31, 2014. The second instance judgment of criminal procedures was reached on April 24, 2020, whereby three employees of CGTD were all acquitted of the charges. At

present, the case is appealed by the Kaohsiung Branch, Taiwan High Prosecutors Office and is being tried by the Supreme Court.

CGTD arrived at an agreement with the Kaohsiung City Government on February 12, 2015, to pledge certificates of bank deposits of \$227,458 thousand (including interest) to Kaohsiung City Government as collateral for the losses caused by the gas explosion. Kaohsiung City Government also filed civil procedure requests in succession against LCY Chemical Corp., CGTD and CPC Corporation. Taiwan Power Company applied for provisional attachment against CGTD's property on August 27 and November 26, 2015. CGTD has deposited \$99,207 thousand in cash to the court, exempted from the provisional attachment. Taiwan Water Corporation also applied for provisional attachment against CGTD's property on February 3 and March 2, 2017. As of April 30, 2021, the provisionally attached properties were worth \$13,320 thousand.

As for the victims, CGTD, LCY Chemical Corp. and the Kaohsiung City Government signed a tripartite agreement for the compensation of 32 victims' families on July 17, 2015. Each victim's family received \$12,000 thousand, and the total amount of compensation was \$384,000 thousand, which was paid by LCY Chemical Corp. LCY Chemical Corp. was in charge of negotiating the compensation with the victims' families and signing the settlement agreement on behalf of the three parties.

As for the seriously injured, CGTD, LCY Chemical Corp. and the Kaohsiung City Government signed a tripartite agreement for the compensation of the 65 seriously injured victims' families on October 25, 2017. 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 30, 2021, the victims and victims' families had written letters or filed civil lawsuits (including criminal lawsuits) against CGTD, LCY Chemical Corp. and CPC for compensation claims. To reduce the lawsuit costs, CGTD came to a compromise and reduced the original claim of \$46,677 thousand and settled for a compensation amount of \$4,519 thousand instead. The compensation amount still in the lawsuit and the settlement amount for the victims and the seriously injured as mentioned in the previous paragraph amounted to \$3,856,447 thousand. The

first-instance judgments of some of the abovementioned civil cases (with a total amount of compensation of approximately \$1,341,128 thousand) have been gradually announced starting from June 22, 2018. The proportion of fault-based liabilities of the Kaohsiung City Government, LCY Chemical Corp. and CGTD is 4:3:3 in most of the case judgments. The total amount of compensation that CGTD, LCY Chemical Corp. and the other defendants are liable for was approximately \$401,979 thousand, of which the court ruled an exemption for CGTD in the amount of \$6,194 thousand. CGTD had filed an appeal in those civil cases which were announced but not yet settled and entered into the second-instance trials. CGTD had signed a settlement agreement with insurance companies, where based on CGTD's proportion of fault-based liabilities in the first-instance judgment, an amount of \$136,375 thousand, which is the amount of settlement and civil-case compensation for the victims and the seriously injured (including settled cases) after deducting the maximum insurance claims, was estimated and recognized as liability. However, the actual amount of the aforementioned settlement and compensation still depends on the future judgments of the remaining civil cases.

38. SIGNIFICANT CONTRACTS

- a. TVCM along with CPC Corporation, Formosa Plastics Corporation, Mitsui Corp., signed a dichloromethane purchase agreement in which the purchase prices are calculated by the buyers and sellers in accordance with a pricing formula.
- b. The Company and Asia Polymer Corporation (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, Chenergy Global Corporation and Lien Hwa Industrial Corporation. The main contents of the contract and commitments include: (1) the shareholders shall establish Ever Victory Global Limited (hereinafter referred to as the "Joint Venture") and agree to pass the establishment of the 100%-owned company named Dynamic Ever Investments Limited 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; (2) Dynamic Ever Investments Limited will establish a joint venture company in accordance with the laws of the People's Republic of China with Fujian

Refining and Chemical Co., at Gulei Park located in Zhangzhou Fujian Province (“Gulei Company”) and acquire 50% interest of Gulei Company for cooperative investment.

Dynamic Ever Investments Limited 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 31, 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 increase Gulei Company’s operating capital, Ever Victory Global Limited and Hong Kong Dor Po Investment Company Limited (“DOR PO”) signed a joint venture contract for an investment in Dynamic Ever Investment Limited on June 5, 2019. According to the contract, DOR PO would invest US\$109,215 thousand in Dynamic Ever Investment Limited. As of March 31, 2021, DOR PO had invested US\$103,915 thousand and held 15% ownership interest in Dynamic Ever Investment Limited.

As of March 31, 2021 the Company and APC had invested US\$246,670 thousand (approximately \$7,645,981 thousand) and US\$170,475 thousand (approximately \$5,255,587 thousand), respectively, in Ever Conquest Global Limited. Through Ever Conquest Global Limited, the Company and APC increased the capital in Ever Victory Global Limited and then reinvested in Dynamic Ever Investments Limited. The shareholding ratio of the joint venture was 67.4%. Dynamic Ever Investments Limited had invested RMB 4,657,200 thousand in Gulei.

- c. In order to improve the efficiency of asset management, the Company provides 10 listed real estates for investment located in subsec. 3, Yanji St., Songshan Dist., Taipei City 105049, Taiwan (R.O.C.). In cooperation with the neighboring areas, the has participated in the urban renewal plan of Huaku Development Co., Ltd. (hereinafter referred to as Huaku Development) by means of right change, and has signed the Urban Renewal Development Contract, and has received a performance

bond of \$6,400 thousand from the builder. The plan has been approved by the Taipei Municipal Government on November 30, 2017. Besides, in order to ensure the smooth development of the urban renewal plan, the Company and Huaku Development signed a Real Estate Trust Contract with the Trust Department of Yushan Bank in 2017, and jointly entrusted the Trust Department of Yushan Bank to manage, divide, merge and transfer the property rights of the construction base and the buildings on the ground during the duration of the trust relationship. As of March 31, 2021, the Urban Renewal Project has been completed and the right to use license has been obtained, but the transfer of ownership of the acquired land and houses has not been completed.

d. Significant operating 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 petrochemical raw materials insurance expenses are borne by individual commissioned companies.

<u>Commissioning Company</u>	<u>Operation Contract Period</u>
Taita Chemical Company, Ltd.	2020.01.01-2021.12.31
Taiwan VCM Corporation	2020.01.01-2021.12.31
USI Corporation	2021.01.01-2021.12.31
Asia Polymer Corporation	2021.01.01-2021.12.31
LCY Chemical Corporation	2020.01.01-2021.12.31
Taiwan Synthetic Rubber Corp.	2020.01.01-2021.12.31
NANTEX Industry Co., Ltd.	2020.01.01-2021.12.31
En Chuan Chemical Industries Co., Ltd.	2020.01.01-2021.12.31
Xin Long Guang Plastics Co., Ltd.	2020.01.01-2021.12.31
Formosa Plastic Corporation	2020.01.01-2021.12.31
Chi-Hsen Transportation Company	2020.01.01-2021.12.31
LCY GRIT CORP.	2020.01.01-2021.12.31

The above contracts may be renewed after the expiry of the period.

39. SIGNIFICANT ASSETS AND LIABILITIES DENOMINATED IN FOREIGN CURRENCIES

The following information is summarized and expressed in terms of foreign currencies other than the functional currencies of each individual of the Group. The exchange rate disclosed refers to the exchange rate converted from such foreign

currencies to the functional currencies. The information of foreign currency assets and liabilities of material impact is as follows:

Unit: Foreign and Functional Currencies in Thousands

March 31, 2021					
	Foreign Currency	Exchange Rate (In Single Dollars)		Functional Currency	NTD
Foreign currency assets					
<u>Monetary items</u>					
USD	\$ 204,482	28.54	( USD : NTD )	\$ 5,834,901	\$ 5,834,901
USD	3,812	6.57	( USD : RMB )	25,045	108,756
USD	4,490	4.34	( USD : MYR )	19,493	128,116
RMB	390,303	4.34	( RMB : NTD )	1,694,849	1,694,849
RMB	2,462	0.15	( RMB : USD )	375	10,691
AUD	812	21.71	( AUD : NTD )	17,639	17,639
EUR	527	33.48	( EUR : NTD )	17,680	17,680
<u>Non-monetary items</u>					
Joint ventures accounted for using the equity method					
RMB	4,621,502	0.15	( RMB : USD )	703,286	20,068,258
Derivatives					
USD buy	12,280	28.54	( USD : NTD )	4,020	4,020
USD sell	6,930	28.54	( USD : NTD )	501	501
USD sell	560	4.34	( USD : MYR )	39	255
RMB sell	52,100	4.34	( RMB : NTD )	513	513
EUR sell	120	5.09	( EUR : MYR )	17	111
JPY buy	70,000	0.01	( JPY : USD )	644	334

March 31, 2021					
	Foreign Currency	Exchange Rate (In Single Dollars)		Functional Currency	NTD
Foreign currency liabilities					
<u>Monetary items</u>					
USD	\$ 47,058	28.54	( USD : NTD )	\$ 1,342,792	\$ 1,342,792
USD	15,305	6.57	( USD : RMB )	100,581	436,760
USD	936	4.34	( USD : MYR )	4,065	26,717
RMB	32,650	4.34	( RMB : NTD )	141,778	141,778
<u>Non-monetary items</u>					
<u>Non-monetary items</u>					
USD sell	41,650	28.54	( USD : NTD )	17,750	17,750
USD sell	100	4.34	( USD : MYR )	4	28
RMB sell	277,800	4.34	( RMB : NTD )	10,524	10,524

December 31, 2020					
	Foreign Currency	Exchange Rate (In Single Dollars)		Functional Currency	NTD
Foreign currency assets					
<u>Monetary items</u>					
USD	\$ 178,315	28.48	( USD : NTD )	\$ 5,078,378	\$ 5,078,378
USD	3,556	6.52	( USD : RMB )	23,202	101,272
USD	3,879	4.19	( USD : MYR )	16,271	110,474
RMB	327,585	4.36	( RMB : NTD )	1,429,840	1,429,840
RMB	2,379	0.15	( RMB : USD )	365	10,394
AUD	853	21.95	( AUD : NTD )	18,716	18,716
EUR	392	35.02	( EUR : NTD )	13,744	13,744
<u>Non-monetary items</u>					
Joint ventures accounted for using the equity method					
RMB	4,621,047	0.15	( RMB : USD )	708,217	20,170,030
Derivatives					
USD sell	19,210	28.48	( USD : NTD )	4,313	4,313
USD sell	550	4.19	( USD : MYR )	132	896
RMB sell	5,400	4.36	( RMB : NTD )	22	22
EUR sell	284	5.16	( EUR : MYR )	14	97
Foreign currency liabilities					
<u>Monetary items</u>					
USD	51,553	28.48	( USD : NTD )	1,468,237	1,468,237
USD	14,342	6.52	( USD : RMB )	93,578	408,450
USD	686	4.19	( USD : MYR )	2,879	19,545
RMB	30,318	4.36	( RMB : NTD )	132,331	132,331
<u>Non-monetary items</u>					
Derivatives					
USD buy	7,471	28.48	( USD : NTD )	830	830
USD sell	16,580	28.48	( USD : NTD )	4,309	4,309
RMB sell	248,860	4.36	( RMB : NTD )	15,456	15,456
JPY buy	40,000	0.01	( JPY : USD )	5	129
March 31, 2020					
	Foreign Currency	Exchange Rate (In Single Dollars)		Functional Currency	NTD
Foreign currency asset					
<u>Monetary items</u>					
USD	\$ 139,171	30.23	( USD : NTD )	\$ 4,206,452	\$ 4,206,452
USD	4,962	7.09	( USD : RMB )	35,148	149,938
USD	3,252	4.50	( USD : MYR )	14,632	98,288
RMB	278,682	4.27	( RMB : NTD )	1,188,861	1,188,861
RMB	3,891	0.14	( RMB : USD )	549	16,594
AUD	680	18.64	( AUD : NTD )	12,671	12,671
EUR	462	33.24	( EUR : NTD )	15,375	15,375
<u>Non-monetary items</u>					

March 31, 2020

	Foreign Currency	Exchange Rate (In Single Dollars)	Functional Currency	NTD
Joint ventures accounted for using the equity method				
RMB	3,449,529	0.14 (RMB : USD)	486,871	14,715,674
Derivatives				
USD buy	2,599	30.23 (USD : NTD)	336	336
USD sell	17,460	30.23 (USD : NTD)	1,299	1,299
USD sell	100	4.50 (USD : MYR)	13	84
RMB sell	183,900	4.27 (RMB : NTD)	9,250	9,250
EUR sell	110	4.95 (EUR : MYR)	5	35
JPY buy	45,000	0.01 (JPY : USD)	424	255
Foreign currency liabilities				
<u>Monetary items</u>				
USD	32,843	30.23 (USD : NTD)	992,654	992,654
USD	13,743	7.09 (USD : RMB)	97,374	415,395
USD	770	4.50 (USD : MYR)	3,465	23,275
RMB	21,693	4.27 (RMB : NTD)	92,542	92,542
<u>Non-monetary items</u>				
Derivatives				
USD buy	2,196	30.23 (USD : NTD)	214	214
USD sell	18,650	30.23 (USD : NTD)	2,078	2,078
USD sell	1,590	4.50 (USD : MYR)	123	826
RMB sell	33,100	4.27 (RMB : NTD)	536	536
EUR sell	387	4.95 (EUR : MYR)	32	218

For the year ended March 31, 2021 and 2020, the realized and unrealized net foreign exchange losses were \$28,610 thousand and \$25,518 thousand, respectively. It is impractical to disclose net foreign exchange gains by each significant foreign currency due to the variety of the foreign currency transactions and functional currencies of the group entities.

#### 40. SEPARATELY DISCLOSED ITEMS

a. Information on significant transactions and b. Information on reinvestment business:

- 1). Financing provided to others. (Table 1)
- 2). Endorsements/guarantees provided. (Table 2)
- 3). Marketable securities held (excluding investment in subsidiaries, associates and joint ventures). (Table 3)
- 4). Marketable securities acquired or disposed of at accumulative costs/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 34)
  - 10). Others: Intercompany relationships and significant intercompany transactions. (Table 9)
  - 11). Information on investees. (Table 7)
- c. Information on investments in mainland China
- 1). Information on any investee company in mainland China, showing the name, principal business activities, paid-in capital, method of investment, inward and outward remittance of funds, ownership percentage, net income of investees, 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 area. (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: (Table 10)
    - a) The amount and percentage of purchases and the balance and percentage of the related payables at the end of the period. (None)
    - b) The amount and percentage of sales and the balance and percentage of the related receivables at the end of the period. (Tables 5)
    - 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 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 main shareholders: Names of shareholders with a shareholding ratio of more than 5%, and numbers and ratios of shares held. (Table 11)

#### 41. SEGMENT INFORMATION

The Group provides its chief operating decision maker with details about allocated resources and assessed segment information which focus on each group entity's financial information. The Group's reportable segment related information is detailed as follows:

##### a. Reportable segment income information

	January 1 to March 31, 2021																				
	U	S	I	CGPC and Its Subsidiaries	TTC and Its Subsidiaries	ACME and Its Subsidiaries	APC and Its Subsidiaries	Others	Total												
Segment income	\$	3,589,988		\$	4,978,665	\$	4,536,148	\$	678,598	\$	1,852,605	\$	1,169,900	\$	16,805,904						
Interest income		1,177			302		9,903		2,575		786		3,225		17,968						
Finance costs	(	23,471	)	(	677	)	(	1,312	)	(	3,871	)	(	7,377	)	(	44,181	)			
Depreciation and amortization	(	153,456	)	(	177,747	)	(	49,447	)	(	50,222	)	(	78,152	)	(	88,848	)	(	597,872	)
Impairment loss		-			-		-		-		(	941		-		(	941	)			
Reportable segment profit before tax		1,403,709			1,106,466		632,443		21,048		668,922		683,833		4,516,421						
Reportable segment tax expense	(	155,047	)	(	219,690	)	(	143,778	)	(	11,721	)	(	113,806	)	(	690,263	)			
Reportable segment net profit		1,248,662			886,776		488,663		9,327		555,116		637,612		3,826,158						

  

	January 1 to March 31, 2020																	
	USI	CGPC and Its Subsidiaries	TTC and Its Subsidiaries	ACME and Its Subsidiaries	APC and Its Subsidiaries	Others	Total											
Segment income	\$	2,304,599	\$	3,591,214	\$	2,958,085	\$	513,035	\$	1,314,013	\$	1,056,921	\$	11,737,867				
Interest income		1,096		1,169		5,229		3,549		2,363		15,907		29,313				
Finance costs	(	31,017	)	(	2,418	)	(	8,802	)	(	4,814	)	(	13,785	)	(	67,950	)
Depreciation and amortization	(	154,965	)	(	171,863	)	(	56,604	)	(	49,650	)	(	78,088	)	(	607,569	)
Impairment loss		-		-		-		-		(	1,294		-		(	1,294	)	
Reportable segment profit before tax		243,955			446,176		186,567		(	5,367	)		162,810		1,213,664			
Reportable segment tax expense	(	26,999	)	(	97,472	)	(	41,817	)	(	3,361	)	(	34,128	)	(	243,564	)
Reportable segment net profit		216,956			348,704		144,750		(	8,728	)		122,023		970,100			

##### b. Reportable segment income and other major adjustments of items

###### 1). Segment income and operating results

	January 1 to March 31, 2021	January 1 to March 31, 2020
Reportable segment net profit before tax	\$ 3,832,588	\$ 1,051,854
Reportable segment tax expense	( 644,042 )	( 203,777 )
Reportable segment profit after tax	3,188,546	848,077
Other non-reportable segment profit	637,612	122,742
Less: Profit between segments	( 1,251,776 )	( 325,148 )
Net profit after consolidation	<u>\$ 2,574,382</u>	<u>\$ 645,671</u>

2). Other significant items reconciliation

	January 1 to March 31, 2021							Reconciliation	Total
	USI	CGPC and Its Subsidiaries	TTC and Its Subsidiaries	ACME and Its Subsidiaries	APC and Its Subsidiaries	Others			
Interest income	\$ 1,177	\$ 302	\$ 9,903	\$ 2,575	\$ 786	\$ 3,225	\$ -	\$ 17,968	
Finance costs	( 23,471)	( 677)	( 1,312)	( 3,871)	( 7,377)	( 7,473)	689	( 43,492)	
Depreciation and amortization	( 153,456)	( 177,747)	( 49,447)	( 50,222)	( 78,152)	( 88,848)	14,570	( 583,302)	
Impairment loss	-	-	-	-	( 941)	-	-	( 941)	

	January 1 to March 31, 2020							Reconciliation	Total
	USI	CGPC and Its Subsidiaries	TTC and Its Subsidiaries	ACME and Its Subsidiaries	APC and Its Subsidiaries	Others			
Interest income	\$ 1,096	\$ 1,169	\$ 5,229	\$ 3,549	\$ 2,363	\$ 15,907	\$ -	\$ 29,313	
Finance costs	( 31,017)	( 2,418)	( 8,802)	( 4,814)	( 13,785)	( 7,114)	887	( 67,063)	
Depreciation and amortization	( 154,965)	( 171,863)	( 56,604)	( 49,650)	( 78,088)	( 96,399)	14,580	( 592,989)	
Impairment loss	-	-	-	-	( 1,294)	-	-	( 1,294)	

Since the Group had not offered information about assets of individual operating segments to the operational decision maker, no such information from the individual operating segments is included in the segment information.

USI CORPORATION AND SUBSIDIARIES  
 (Acme Electronics Corporation (ACME))  
 FINANCING PROVIDED TO OTHERS  
 JANUARY 1 TO MARCH 31, 2021

TABLE 1-1

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

No.	Lender	Borrower	Financial Statement Account	Related Party	Highest Balance for the Period (Note 3)	Ending Balance (Notes 3 and 4)	Actual Borrowing Amount (Notes 3 and 4)	Interest Rate (%)	Nature of Financing (Note 2)	Business Transaction Amounts	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower (Note 1)	Aggregate Financing Limit (Note 1)	Remark
													Item	Value			
0	Acme Electronics Corporation	ACME Electronics (Cayman) Corp.	Other receivables - related parties	Yes	\$ 228,280 (USD 8,000 thousand)	\$ 228,280 (USD 8,000 thousand)	\$ 199,745 (USD 7,000 thousand)	1.19300~ 2.82663	2	\$ -	Business turnover	\$ -	-	-	\$ 516,602	\$ 516,602	

Note 1: Total financing amounts provided to others shall not exceed 40% of ACME's net value, and the highest aggregate financing limits were calculated by the net value as of March 31, 2021.

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

- a. Business relationship is coded "1".
- b. For short-term financing is coded "2".

Note 3: The amount was calculated using the spot exchange rate as of March 31, 2021.

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

USI CORPORATION AND SUBSIDIARIES  
(Swanson Plastics Corporation (SPC))  
FINANCING PROVIDED TO OTHERS  
JANUARY 1 TO MARCH 31, 2021

TABLE 1-2

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

No.	Lender	Borrower	Financial Statement Account	Related Party	Highest Balance for the Period (Note 3)	Ending Balance (Notes 3 and 4)	Actual Borrowing Amount (Notes 3 and 4)	Interest Rate (%)	Nature of Financing (Note 2)	Business Transaction Amounts	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower (Note 1)	Aggregate Financing Limit (Note 1)	Remark
													N a m e	V a l u e			
1	Forever Young Company Limited	Swanson International Ltd.	Other receivables - related parties	Yes	\$ 88,601	\$ 88,601	\$ 88,601	-	2	\$ -	Business turnover	\$ -	-	-	\$ 151,176	\$ 226,764	
2	ASK-Swanson (Kunshan) Co., Ltd.	Swanson Plastics (Tianjin) Co., Ltd.	Other receivables - related parties	Yes	184,267	182,381	182,381	3.85	2	-	Business turnover	-	-	-	552,793	552,793	
3	Swanson Plastics (Singapore) Pte., Ltd.	PT. Swanson Plastics Indonesia	Other receivables - related parties	Yes	14,268	14,268	14,268	2.50	2	-	Business turnover	-	-	-	366,280	366,280	

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:

- a. Business relationship is coded "1".
- b. For short-term financing is coded "2".

Note 3: The amount was calculated using the spot exchange rate as of March 31, 2021.

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

USI CORPORATION AND SUBSIDIARIES  
 ENDORSEMENTS/GUARANTEES PROVIDED  
 JANUARY 1 TO MARCH 31, 2021

TABLE 2

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

No.	Endorser/Guarantor	Endorsee/Guarantee		Limits on Endorsement/ Guarantee Given on Behalf of 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 Given by Parent on Behalf of Subsidiaries	Endorsement/ Guarantee Given by Subsidiaries on Behalf of Parent	Endorsement/ Guarantee Given on Behalf of Companies in Mainland China	Remark
		Name	Relationship											
0	USI Corporation	Union Polymer Int'l Investment Corp.	Subsidiary which directly held more than 50% of ordinary shares	\$ 11,238,058	\$ 3,900,000	\$ 3,900,000	\$ 1,432,000	\$ -	17.35	\$ 13,485,669	Yes	No	No	
0	USI Corporation	Chong Loong Trading Co., Ltd.	Subsidiary which directly held more than 50% of ordinary shares	11,238,058	305,350 (USD 10,000 thousand) 20,000 (NTD thousand )	305,350 (USD 10,000 thousand ) 20,000 (NTD thousand )	58,542	-	1.36	13,485,669	Yes	No	No	

Note 1: The total endorsements/guarantees provided amounts shall not exceed 60% of the Company's net value. The amount of endorsements/guarantees for an individual entity shall not exceed 50% of the Company's net value. The maximum amount of endorsement/guarantees was calculated based on net value as of March 31, 2021.

Note 2: The amount was calculated using the spot exchange rate as of March 31, 2021.

USI CORPORATION AND SUBSIDIARIES  
(Acme Electronics Corporation)  
ENDORSEMENTS/GUARANTEES PROVIDED  
JANUARY 1 TO MARCH 31, 2021

TABLE 2-1

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

No.	Endorser/Guarantor	Endorsee/Guarantee		Limits on Endorsement/ Guarantee Given on Behalf of 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 Collaterals	Ratio of Accumulated Endorsement/ Guarantee to Net Equity in Latest Financial Statements (%) (Note 1)	Aggregate Endorsement/ Guarantee Limit (Note 2)	Endorsement/ Guarantee Given by Parent on Behalf of Subsidiaries	Endorsement/ Guarantee Given by Subsidiaries on Behalf of Parent	Endorsement/ Guarantee Given on Behalf of Companies in Mainland China	Remark
		Name	Relationship											
0	Acme Electronics Corporation	Acme Electronics (Kunshan) Co., Ltd.	Subsidiary of ACME (Cayman)	\$ 1,937,256	\$ 199,745 (USD 7,000 thousand )	\$ 199,745 (USD 7,000 thousand )	\$ 114,140 (USD 4,000 thousand )	\$ -	15.47	\$ 2,583,008	No	No	Yes	

Note 1: Net value at the end of March 2021 is used.

Note 2: The maximum amount of total endorsement/guarantee shall not exceed 200% of the equity attributable to owners of the endorser/guarantor. The maximum amount of endorsement/guarantee for an individual entity shall not exceed 150% of the equity attributable to owners of the endorser/guarantor. The maximum amount of endorsement/guarantee was calculated based on the equity of the endorser/guarantor as of March 31, 2021.

Note 3: The foreign currency amount was calculated based on the spot exchange rate as of March 31, 2021.

USI CORPORATION AND SUBSIDIARIES  
(Swanson Plastics Corporation (SPC))  
ENDORSEMENTS/GUARANTEES PROVIDED  
JANUARY 1 TO MARCH 31, 2021

TABLE 2-2

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

No.	Endorser/Guarantor	Endorsee/Guarantee		Limits on Endorsement/ Guarantee Given on Behalf of 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 C o l l a t e r a l	Ratio of Accumulated Endorsement/ Guarantee to Net Equity in Latest Financial Statements (%)	Aggregate Endorsement/ Guarantee Limit (Note 1)	Endorsemen t/Guarantee Given by Parent on Behalf of Subsidiaries	Endorsemen t/Guarantee Given by Subsidiaries on Behalf of Parent	Endorsemen t/Guarantee Given on Behalf of Companies in Mainland China	Remark
		Name	Relationship											
0	Swanson Plastics Corporation	Forever Young Co., Ltd.	Subsidiary	\$ 5,204,386	\$ 1,438,419	\$ 1,438,419	\$ -	\$ -	55.28	\$ 6,505,483	No	No	No	
0	Swanson Plastics Corporation	Swanson Plastics (Singapore) Private Limited	Subsidiary	5,204,386	51,078	51,078	-	-	1.96	6,505,483	No	No	No	
0	Swanson Plastics Corporation	Swanson Plastics (Malaysia) Sdn. Bhd.	Sub-subsidiary	5,204,386	34,242	34,242	-	-	1.32	6,505,483	No	No	No	
0	Swanson Plastics Corporation	Swanson Plastics (Kunshan) Co., Ltd.	Sub-subsidiary	5,204,386	85,605	85,605	-	-	3.29	6,505,483	No	No	Yes	
0	Swanson Plastics Corporation	Swanson Technologies Corporation	Subsidiary	5,204,386	219,796	219,796	122,200	-	8.45	6,505,483	No	No	No	
0	Swanson Plastics Corporation	Swanson Plastic (Tianjin) Co., Ltd.	Sub-subsidiary	5,204,386	28,535	28,535	-	-	1.10	6,505,483	No	No	Yes	
0	Swanson Plastics Corporation	PT. Swanson Plastics Indonesia	Subsidiary	5,204,386	57,070	57,070	-	-	2.19	6,505,483	No	No	No	

Note 1: the Limits on Endorsement/Guarantee Given on Behalf of Each Party shall not exceed 200% of the net value of the most recent financial statement of SPC, and the Maximum Amount Endorsed/Guaranteed shall not exceed 250% of the net value of the most recent financial statement of SPC.

Note 2: The foreign currency amount was calculated based on the spot exchange rate as of March 31, 2021.

USI CORPORATION AND SUBSIDIARIES  
(China General Plastics Corporation (CGPC))  
ENDORSEMENTS/GUARANTEES PROVIDED  
JANUARY 1 TO MARCH 31, 2021

TABLE 2-3

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

No.	Endorser/ Guarantor	Endorsee/Guarantee		Limits on Endorsement/ Guarantee Given on Behalf of 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 Given by Parent on Behalf of Subsidiaries	Endorsement/ Guarantee Given by Subsidiaries on Behalf of Parent	Endorsement/ Guarantee Given on Behalf of Companies in Mainland China	Remark
		Name	Relationship											
0	China General Plastics Corporation	CGPC Polymer Corporation	Subsidiary	\$ 6,338,860	\$ 2,450,000	\$ 2,350,000	\$ 14,268	None	22.24	\$ 10,564,766	No	No	No	

Note 1: The ratio was calculated by the ending balance of equity of CGPC as of March 31, 2021.

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

USI CORPORATION AND SUBSIDIARIES  
(Taita Chemical Company, Ltd. (TTC))  
ENDORSEMENTS/GUARANTEES PROVIDED  
JANUARY 1 TO MARCH 31, 2021

TABLE 2-4

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

No.	Endorser/Guarantor	Endorsee/Guarantee		Limits on Endorsement/ Guarantee Given on Behalf of 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 (Note 1)	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 Given by Parent on Behalf of Subsidiaries	Endorsement/ Guarantee Given by Subsidiaries on Behalf of Parent	Endorsement/ Guarantee Given on Behalf of Companies in Mainland China	Remark
		Name	Relationship											
0	Taita Chemical Company, Ltd.	TAITA (BVI) Holding Co., Ltd.	Subsidiary with 100% held ordinary shares	\$ 6,894,691	\$ 885,350 (USD 10,000 thousand) (NTD 600,000 thousand)	\$ 742,675 (USD 5,000 thousand) (NTD 600,000 thousand)	\$ -	\$ -	10.77	\$ 10,342,037	No	No	No	
0	Taita Chemical Company, Ltd.	Taita Chemical (Zhongsan) Co., Ltd.	Subsidiary whose ordinary shares were 100% held by TTC's subsidiaries	6,894,691	434,240 (RMB 100,000 thousand)	434,240 (RMB 100,000 thousand)	-	-	6.30	10,342,037	No	No	Yes	

Note 1: The amount was calculated at the spot exchange rate as of March 31, 2021.

Note 2: The ceiling to TTC on the total amount of endorsements/guarantees permitted shall not exceed 150% of TTC's net worth; the ceiling to TTC on the total amount of endorsements/guarantees to any individual entity shall not exceed 100% of TTC's net worth.

The ceiling to TTC and its subsidiaries on the total amount of endorsements/guarantees permitted shall not exceed 200% of TTC's net worth; the ceiling to TTC and its subsidiaries on the total amount of endorsements/guarantees to any individual entity shall not exceed 150% of TTC's net worth.

USI CORPORATION AND SUBSIDIARIES

MARKETABLE SECURITIES HELD

March 31, 2021

TABLE 3

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

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	March 31, 2021				Note
				Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
USI Corporation	Shares							
	CTCI Corporation	-	Financial assets at fair value through other comprehensive income - non-current	15,130,656	\$ 573,452	1.98	\$ 573,452	
	KHL IB Venture Capital Co., Ltd.	-	Financial assets at fair value through other comprehensive income - non-current	10,478,895	291,470	11.90	291,470	
	AU Optronics Corporation	-	Financial assets at fair value through other comprehensive income - non-current	8,514,006	179,220	0.09	179,220	
	Taiwan Cement Corporation	-	Financial assets at fair value through profit or loss - current	500,000	23,400	-	23,400	
	Quanta Computer Inc.	-	Financial assets at fair value through profit or loss - current	200,000	19,600	-	19,600	
	Evergreen Marine Corp.	-	Financial assets at fair value through profit or loss - current	1,403,251	63,848	-	63,848	
	G.M.I. Technology Inc.	-	Financial assets at fair value through profit or loss - current	987,800	18,719	-	18,719	
	Sercomm Corporation	-	Financial assets at fair value through profit or loss - current	50,000	3,705	-	3,705	
	Tung Ho Steel Enterprise Corporation	-	Financial assets at fair value through profit or loss - current	300,000	13,365	-	13,365	
	Beneficiary certificates							
	Nomura Money Market Fund	-	Financial assets at fair value through profit or loss - current	6,078,251	100,002	-	100,002	
	Shin Kong Chi-Shin Money-market Fund	-	Financial assets at fair value through profit or loss - current	1,921,574	30,007	-	30,007	
	Cathay Taiwan Money Market Fund	-	Financial assets at fair value through profit or loss - current	7,973,655	100,002	-	100,002	
	TCB Taiwan Money Market Fund	-	Financial assets at fair value through profit or loss - current	9,763,241	100,002	-	100,002	
	Hua Nan Kirin Money Market Fund	-	Financial assets at fair value through profit or loss - current	21,124,952	255,014	-	255,014	
Yuanta De-Li Money Market Fund	-	Financial assets at fair value through profit or loss - current	3,039,976	50,001	-	50,001		
CTBC Hwa-win Money Market Fund	-	Financial assets at fair value through profit or loss - current	8,998,794	100,002	-	100,002		

	UPAMC James Bond Money Market Fund	-	Financial assets at fair value through profit or loss - current	12,463,591	210,004	-	210,004
	Hua Nan Phoenix Money Market Fund	-	Financial assets at fair value through profit or loss - current	28,851,936	473,039	-	473,039
	Taishin Ta-Chong Money Market Fund	-	Financial assets at fair value through profit or loss - current	10,469,280	150,020	-	150,020
	Capital Money Market Fund	-	Financial assets at fair value through profit or loss - current	6,144,544	100,002	-	100,002
	Mega Diamond Money Market Fund	-	Financial assets at fair value through profit or loss - current	5,564,230	70,438	-	70,438
	FSITC Money Market	-	Financial assets at fair value through profit or loss - current	555,679	100,003	-	100,003
	Taishin 1699 Money Market Fund	-	Financial assets at fair value through profit or loss - current	6,079,033	83,012	-	83,012

(Continued)

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	March 31, 2021				Note
				Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Union Polymer Int'l Investment Corp.	Beneficiary certificates Cathay No. 1 Real Estate Investment Trust Fund	-	Financial assets at fair value through profit or loss - current	3,290,000	\$ 61,457	-	\$ 61,457	
	Shares Asia Polymer Corporation	Investee at equity method	Financial assets at fair value through profit or loss - current	21,747,535	534,989	3.74	534,989	
	China General Plastics Corporation	Investee at equity method	Financial assets at fair value through profit or loss - current	4,256,482	158,767	0.77	158,767	
	Taita Chemical Company, Ltd.	Investee at equity method	Financial assets at fair value through profit or loss - current	395,025	17,045	0.11	17,045	
Swanlake Traders Ltd.	Shares SOHOware Inc.	-	Financial assets at fair value through profit or loss - current	1,150,000	-	1.05	-	Note 2
	TGF Linux Communications Inc.	-	Financial assets at fair value through profit or loss - current	300,000	-	2.14	-	Note 2
	Neurosky Inc. Preferred D	-	Financial assets at fair value through profit or loss - current	2,397,364	-	0.70	-	Note 2
USIFE Investment Co., Ltd.	Shares AU Optronics Corporation	-	Financial assets at fair value through other comprehensive income -current	1,266,061	26,651	0.01	26,651	
	AU Optronics Corporation	-	Financial assets at fair value through other comprehensive income - non-current	1,266,061	26,651	0.01	26,651	
	Wafer Works Corporation	-	Financial assets at fair value through other comprehensive income - non-current	3,001,655	126,670	0.59	126,670	
	Solargiga Energy Holdings Ltd.	-	Financial assets at fair value through other comprehensive income - non-current	11,876,111	15,909	0.37	15,909	
	Dah Chung Bills Finance Corporation	-	Financial assets at fair value through other comprehensive income - non-current	470,914	7,177	0.10	7,177	
	Swanson Plastics Corp.	Investor company and investee have the same chairman	Financial assets at fair value through other comprehensive income - non-current	7,605,894	111,198	4.93	111,198	
	USI Optronics Corporation	Investor company and investee have the same chairman	Financial assets at fair value through other comprehensive income - non-current	165,279	273	0.25	273	

	Digimax, Inc.	-	Financial assets at fair value through other comprehensive income - non-current	23,234	-	0.05	-
	Silicon Technology Investment (Cayman) Corp.	-	Financial assets at fair value through other comprehensive income - non-current	911,849	48,155	1.77	48,155
	Taiwan Cement Corporation	-	Financial assets at fair value through profit or loss - current	300,000	14,040	-	14,040
	China General Plastics Corporation	Investor company and investee have the same chairman	Financial assets at fair value through profit or loss - current	510,487	19,041	0.09	19,041
	Asia Polymer Corporation	Investor company and investee have the same chairman	Financial assets at fair value through profit or loss - current	1,668,758	41,051	0.29	41,051
	Taita Chemical Company, Ltd.	Investor company and investee have the same chairman	Financial assets at fair value through profit or loss - current	1,209,113	52,173	0.35	52,173
	Tung Ho Steel Enterprise Corporation	-	Financial assets at fair value through profit or loss - current	100,000	4,455	0.01	4,455

(Continued)

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	March 31, 2021				Note
				Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Taiwan United Venture Capital Corp.	Quanta Computer Inc.	-	Financial assets at fair value through profit or loss - current	100,000	\$ 9,800	-	\$ 9,800	
	Evergreen Marine Corp.	-	Financial assets at fair value through profit or loss - current	468,416	21,313	0.01	21,313	
	G.M.I. Technology Inc.	-	Financial assets at fair value through profit or loss - current	303,200	5,746	0.24	5,746	
	Acme Electronics Corporation	investee have the same chairman	Financial assets at fair value through profit or loss - current	500,000	9,200	0.27	9,200	
	Superactive Group Company Limited	-	Financial assets at fair value through profit or loss - current	678,000	572	-	572	
	Beneficiary certificates							
	Yuanta De-Li Money Market Fund	-	Financial assets at fair value through profit or loss - current	1,870,081	30,759	-	30,759	
	Fuh Hwa Money Market Fund	-	Financial assets at fair value through profit or loss - current	3,440,659	50,060	-	50,060	
	Cathay Taiwan Money Market Fund	-	Financial assets at fair value through profit or loss - current	5,844,200	73,296	-	73,296	
	Beneficiary certificates							
	Fuh Hwa Money Market Fund	-	Financial assets at fair value through profit or loss - current	3,399,556	49,461	-	49,461	
	Cathay Taiwan Money Market Fund	-	Financial assets at fair value through profit or loss - current	4,391,849	55,081	-	55,081	
	Shares							
	Innovation & Infinity Global Corp.	-	Financial assets at fair value through profit or loss - non-current	720,804	-	0.73	-	Note 2
	Teratech Corp.	-	Financial assets at fair value through profit or loss - non-current	90,000	-	0.58	-	Note 2
MiTAC Holdings Corp.	-	Financial assets at fair value through other comprehensive income - current	2,062,000	59,488	0.17	59,488		
Chitec Technology Co., Ltd.	-	Financial assets at fair value through other comprehensive income - non-current	399,091	12,416	1.37	12,416		
Leadwell Cnc Machines Mfg., Corp.	-	Financial assets at fair value through other comprehensive income - non-current	419,753	15,145	0.68	15,145		
Digimax, Inc.	-	Financial assets at fair value through other comprehensive income - non-current	518,898	-	1.18	-		

	Orgchem Technologies, Inc.	-	Financial assets at fair value through other comprehensive income - non-current	594,594	8,663	1.09	8,663	
	Hexawave, Inc.	-	Financial assets at fair value through other comprehensive income - non-current	109,109	939	0.27	939	
	Uranus Chemicals Co., Ltd.	-	Financial assets at fair value through other comprehensive income - non-current	13,114	270	0.03	270	
	Neuro Sky, Inc. PreferredA	-	Financial assets at fair value through other comprehensive income - non-current	10,000,000	-	1.42	-	Note 2
	Neuro Sky, Inc. Preferred B	-	Financial assets at fair value through other comprehensive income - non-current	12,595,523	-	1.78	-	Note 2
	Neuro Sky, Inc. PreferredC	-	Financial assets at fair value through other comprehensive income - non-current	4,532,823	-	0.64	-	Note 2
Taiwan United Venture Management Corp.	Beneficiary certificates							
	Fuh Hwa Money Market Fund	-	Financial assets at fair value through profit or loss - current	91,730	1,335	-	1,335	

(Continued)

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	March 31, 2021				Note
				Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Inoma Corporation	Beneficiary certificates Taishin 1699 Money Market Fund	-	Financial assets at fair value through profit or loss - current	595,654	\$ 8,134	-	\$ 8,134	
USI Optronics Corporation	Beneficiary certificates Jih Sun Money Market Fund	-	Financial assets at fair value through profit or loss - current	1,016,620	15,210	-	15,210	
	Taishin 1699 Money Market Fund	-	Financial assets at fair value through profit or loss - current	887,541	12,120	-	12,120	
	Yuanta De-Bao Money Market Fund	-	Financial assets at fair value through profit or loss - current	1,412,688	17,115	-	17,115	

Note 1: All securities in the table include stocks, bonds, beneficiary certificates and items derived 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 (CGPC))  
MARKETABLE SECURITIES HELD  
March 31, 2021

TABLE 3-1

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

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	March 31, 2021				Note
				Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	
China General Plastics Corporation	Closed-end fund beneficiary certificates							
	Cathay No. 1 Real Estate Investment Trust Fund	-	Financial assets at fair value through profit or loss - current	2,668,000	\$ 49,838	-	\$ 49,838	Note 1
	Open-end fund beneficiary certificates							
	TCB Taiwan Money Market Fund	-	Financial assets at fair value through profit or loss - current	5,858,231	60,004	-	60,004	Note 1
	Taishin Ta-Chong Money Market Fund	-	Financial assets at fair value through profit or loss - current	3,489,451	50,002	-	50,002	Note 1
	The RSIT Enhanced Money Market Fund	-	Financial assets at fair value through profit or loss - current	4,144,975	50,001	-	50,001	Note 1
	Shin Kong Chi-Shin Money-market Fund	-	Financial assets at fair value through profit or loss - current	2,561,459	40,000	-	40,000	Note 1
	Taishin 1699 Money Market Fund	-	Financial assets at fair value through profit or loss - current	1,464,783	20,002	-	20,002	Note 1
Taiwan VCM Corporation	Shares							
	KHL IB Venture Capital Co., Ltd.	-	Financial assets at fair value through other comprehensive income - non-current	5,239,447	145,709	5.95	145,709	Note 1
	Open-end fund beneficiary certificates							
	Hua Nan Phoenix Money Market Fund	-	Financial assets at fair value through other comprehensive income - current	6,099,830	100,009	-	100,009	Note 1
	UPAMC James Bond Money Market Fund	-	Financial assets at fair value through other comprehensive income - current	5,935,387	100,008	-	100,008	Note 1
	TCB Taiwan Money Market Fund	-	Financial assets at fair value through other comprehensive income - current	9,763,718	100,007	-	100,007	Note 1
	Hua Nan Kirin Money Market Fund	-	Financial assets at fair value through other comprehensive income - current	8,035,988	97,008	-	97,008	Note 1
	Taishin Ta-Chong Money Market Fund	-	Financial assets at fair value through other comprehensive income - current	2,791,717	40,004	-	40,004	Note 1
Shin Kong Chi-Shin Money-market Fund	-	Financial assets at fair value through other comprehensive income - current	2,561,689	40,004	-	40,004	Note 1	

	Taishin 1699 Money Market Fund	-	Financial assets at fair value through other comprehensive income - current	1,611,330	22,003	-	22,003	Note 1
	Jih Sun Money Market Fund	-	Financial assets at fair value through other comprehensive income - current	669,954	10,024	-	10,024	Note 1
	CTBC Hwa-win Money Market Fund	-	Financial assets at fair value through other comprehensive income - current	269,976	3,000	-	3,000	Note 1
Taiwan VCM Corporation	Shares Asia Polymer Corporation	The major shareholders are the same as the those of CGPC	Financial assets at fair value through other comprehensive income - non-current	127,691	3,142	0.02	3,142	Note 1

(Continued)

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	March 31, 2021				Note
				Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	
CGPC Polymer Corporation	Open-end fund beneficiary certificates							
	Taishin Ta-Chong Money Market Fund	-	Financial assets at fair value through profit or loss - current	12,711,610	\$ 182,151	-	\$ 182,151	Note 1
	Capital Money Market Fund	-	Financial assets at fair value through profit or loss - current	8,916,527	145,117	-	145,117	Note 1
	FSITC Money Market	-	Financial assets at fair value through profit or loss - current	528,151	95,049	-	95,049	Note 1
	FSITC Taiwan Money Market Fund	-	Financial assets at fair value through profit or loss - current	5,121,304	79,099	-	79,099	Note 1
	Prudential Financial Money Market Fund	-	Financial assets at fair value through profit or loss - current	4,384,646	70,006	-	70,006	Note 1
	Cathay Taiwan Money Market Fund	-	Financial assets at fair value through profit or loss - current	3,986,923	50,002	-	50,002	Note 1
	Hua Nan Kirin Money Market Fund	-	Financial assets at fair value through profit or loss - current	4,142,090	50,002	-	50,002	Note 1
	Shin Kong Chi-Shin Money-market Fund	-	Financial assets at fair value through profit or loss - current	2,625,640	41,002	-	41,002	Note 1
	Taishin 1699 Money Market Fund	-	Financial assets at fair value through profit or loss - current	2,197,260	30,004	-	30,004	Note 1
CGPC (BVI) Holding Co., Ltd.	Shares							
	Teratech Corporation	-	Financial assets at fair value through profit or loss -non-current	112,000	-	0.67	-	Notes 1 and 3
	SOHOWare,Inc Preferred	-	Financial assets at fair value through profit or loss -non-current	100,000	-	-	-	Notes 1, 2 and 3

Note 1: The marketable securities were not pledged as guarantees or collateral for borrowings and not subject to restrictions.

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

Note 3: As of March 31, 2021, CGPC evaluated the fair value of equity impairments as \$0.

Note 4: Please refer to Tables 7-3 and 8-3 for detailed information on subsidiaries and associates.

USI CORPORATION AND SUBSIDIARIES

(Taita Chemical Company, Ltd. (TTC))

MARKETABLE SECURITIES HELD

MARCH 31, 2021

TABLE 3-2

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

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	March 31, 2021				Note
				Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Taita Chemical Company, Ltd.	Shares USI Corporation-ordinary shares	Harbinger Venture Capital-ordinary shares	Financial assets at fair value through other comprehensive income - non-current	15,109,901	\$ 385,302	1.27	\$ 385,302	Note 1
	Harbinger Venture Capital-ordinary shares	-	Financial assets at fair value through other comprehensive income - non-current	990	8	0.50	8	Note 3
	Closed-end fund beneficiary certificates Cathay No. 1 Real Estate Investment Trust Fund	-	Financial assets at fair value through profit or loss - current	3,250,000	60,710	-	60,710	Note 1
	Open-end fund beneficiary certificates Hua Nan Phoenix Money Market Fund	-	Financial assets at fair value through profit or loss - current	6,099,532	100,005	-	100,005	Note 2
	Hua Nan Kirin Money Market Fund	-	Financial assets at fair value through profit or loss - current	8,284,181	100,004	-	100,004	Note 2
	Yuanta De-Li Money Market Fund	-	Financial assets at fair value through profit or loss - current	6,080,062	100,004	-	100,004	Note 2
	Capital Money Market Fund	-	Financial assets at fair value through profit or loss - current	2,457,818	40,001	-	40,001	Note 2
	Taishin 1699 Money Market Fund	-	Financial assets at fair value through profit or loss - current	1,464,676	20,001	-	20,001	Note 2
TTC (BVI) Holding Co., Ltd.	Shares Budworth Investment Ltd.-ordinary shares	-	Financial assets at fair value through other comprehensive income - non-current	20,219	6 ( USD - thousand )	2.22	6 ( USD - thousand )	Note 3
	Teratech Corporation-ordinary shares	-	Financial assets at fair value through profit or loss- non- current	112,000	-	0.74	-	Note 4
	Sohoware Inc.-preference shares	-	Financial assets at fair value through profit or loss - current	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 2021.

Note 2: The fair value was calculated based on the net asset value on the last trading day of March 2021.

Note 3: TTC utilized the assets approach and took into account the most recent net asset value, observable financial status as well as the financing activities of investees in order to determine their net asset value.

Note 4: As of March 31, 2021, TTC evaluated the fair value of equity instruments 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, 2021

TABLE 3-3

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

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	March 31, 2021				Note
				Number of Shares	Carrying Amount	Percentage of Ownership(%)	Fair Value	
Asia Polymer Corporation	Ordinary Shares							
	Harbinger Venture Capital Corp.	-	Financial assets at fair value through other comprehensive income - non-current	2,377	\$ 19	1.20	\$ 19	
	Riselink Venture Capital	-	Financial assets at fair value through other comprehensive income - non-current	2,632	318		318	
	KHL IB Venture Capital Co., Ltd.	-	Financial assets at fair value through other comprehensive income - non-current	10,478,895	291,418	11.90	291,418	
	USI Corporation	Financial assets at fair value through other comprehensive income - non-current	101,355,673	2,584,570	8.53	2,584,570		
	USI Corporation	-	Financial assets at fair value through other comprehensive income - non-current	14,446,107	547,507	1.89	547,507	
	AU Optronics Corporation	-	Financial assets at fair value through other comprehensive income - non-current	9,618,516	202,470	0.10	202,470	
	Wafer Works Corporation	-	Financial assets at fair value through other comprehensive income - current	2,017,946	85,157	0.39	85,157	
	Sercomm Corporation	-	Financial assets at fair value through profit or loss - current	50,000	3,705	0.02	3,705	
	Evergreen Marine Corp.	-	Financial assets at fair value through profit or loss - current	1,403,251	63,848	0.03	63,848	
	Quanta Computer Inc.	-	Financial assets at fair value through profit or loss - current	200,000	19,600	0.01	19,600	
	Tung Ho Steel Enterprise Corporation	-	Financial assets at fair value through profit or loss - current	300,000	13,365	0.03	13,365	
	G.M.I. Technology Inc	-	Financial assets at fair value through profit or loss - current	972,800	18,434	0.77	18,434	
	Taiwan Cement Corporation	-	Financial assets at fair value through profit or loss - current	500,000	23,400	0.01	23,400	
	<u>Beneficiary securities</u>							
	Cathay No. 1 Real Estate Investment Trust Fund	-	Financial assets at fair value through profit or loss - current	3,281,000	61,289	-	61,289	
	<u>Beneficiary securities</u>							

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	March 31, 2021				Note
				Number of Shares	Carrying Amount	Percentage of Ownership(%)	Fair Value	
	Mega Diamond Money Market Fund	-	Financial assets at fair value through profit or loss - current	5,095,391	64,503	-	64,503	
	Jih Sun Money Market Fund	-	Financial assets at fair value through profit or loss - current	16,818,904	251,641	-	251,641	
	Prudential Financial Money Market Fund	-	Financial assets at fair value through profit or loss - current	3,137,157	50,088	-	50,088	
	Taishin 1699 Money Market Fund	-	Financial assets at fair value through profit or loss - current	4,394,639	60,011	-	60,011	
	Taishin Ta-Chong Money Market Fund	-	Financial assets at fair value through profit or loss - current	6,979,512	100,013	-	100,013	
	FSITC Money Market	-	Financial assets at fair value through profit or loss - current	277,840	50,001	-	50,001	

(Continued)

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	March 31, 2021				Note
				Number of Shares	Carrying Amount	Percentage of Ownership(%)	Fair Value	
APC (BVI) Holding Co., Ltd.	FSITC Taiwan Money Market Fund	-	Financial assets at fair value through profit or loss - current	4,855,961	\$ 75,000	-	\$ 75,000	
	Hua Nan Kirin Money Market Fund	-	Financial assets at fair value through profit or loss - current	2,071,268	25,004	-	25,004	
	Hua Nan Phoenix Money Market Fund	-	Financial assets at fair value through profit or loss - current	3,049,878	50,004	-	50,004	
	Shin Kong Chi-Shin Money-market Fund	-	Financial assets at fair value through profit or loss - current	640,365	10,000	-	10,000	
	<u>Shares</u>							
	Budworth Investment Ltd.-ordinary shares	-	Financial assets at fair value through other comprehensive income - non-current	40,467	12	4.45	12	
	Silicon Technology Investment (Cayman) Corp.-preference shares	-	Financial assets at fair value through other comprehensive income - non-current	1,139,776	60,187	2.19	60,187	
	NeuroSky, Inc.- series D preference shares	-	Financial assets at fair value through other comprehensive income - non-current	2,397,364	-	0.37	-	Note 1
	Solargiga Energy Holdings Ltd.	-	Financial assets at fair value through other comprehensive income - non-current	15,863,333	21,250	0.49	21,250	
	Teratech Corp.-ordinary shares	-	Financial assets at fair value through other comprehensive income - non-current	112,000	-	0.67	-	Note 1
	TGF Linux Communication, Inc.-preference shares	-	Financial assets at fair value through profit or loss - non-current	300,000	-	-	-	Note 1
Sohoware, Inc.-preference shares	-	Financial assets at fair value through profit or loss - non-current	450,000	-	-	-	Note 1	
Boldworks, Inc.-preference shares	-	Financial assets at fair value through profit or loss - non-current	689,266	-	-	-	Note 1	
APC Investment Corporation	<u>Ordinary Shares</u>							
	USI Corporation	<u>Ordinary Shares</u>	Financial assets at fair value through profit or loss - current	44,808	1,143	-	1,143	
	Taiwan Cement Corporation	-	Financial assets at fair value through profit or loss - current	300,000	14,040	-	14,040	
	Tung Ho Steel Enterprise Corporation	-	Financial assets at fair value through profit or loss - current	100,000	4,455	0.01	4,455	
	Evergreen Marine Corp.	-	Financial assets at fair value through profit or loss - current	468,416	21,313	0.01	21,313	
Quanta Computer Inc.	-	Financial assets at fair value through profit or loss - current	100,000	9,800	-	9,800		

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	March 31, 2021				Note
				Number of Shares	Carrying Amount	Percentage of Ownership(%)	Fair Value	
	G.M.I. Technology Inc.	-	Financial assets at fair value through profit or loss - current	297,900	5,645	0.24	5,645	
	<u>Beneficiary securities</u> Cathay Taiwan Money Market Fund	-	Financial assets at fair value through profit or loss - current	2,892,518	36,277	-	36,277	

Note 1: Due to the investment losses recognized over the past years, APC evaluated the fair value of long-term equity instruments as 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 Co.)  
MARKETABLE SECURITIES HELD  
MARCH 31, 2021

TABLE 3-4

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

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	March 31, 2021				Note
				Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
China General Terminal & Distribution Co.	Shares							
	Asia Polymer Corporation	Equity-method investee	Financial assets at fair value through other comprehensive income - non-current	5,186,748	\$ 127,594	0.89	\$ 127,594	Note 1
	China General Plastics Corporation	Equity-method investee	Financial assets at fair value through other comprehensive income - non-current	2,800,751	104,468	0.51	104,468	Note 1
	Taita Chemical Company, Ltd.	Equity-method investee	Financial assets at fair value through other comprehensive income - non-current	1,972,483	85,113	0.57	85,113	Note 1
	China Steel Corporation	-	Financial assets at fair value through other comprehensive income - non-current	499,552	12,938	-	12,938	Note 2

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  
JANUARY 1 TO MARCH 31, 2021

TABLE 4

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

Company Name	Type and Name of Marketable Securities	Financial Statement Account	Counterparty	Relationship	Beginning Balance (Notes 1 and 2)		Acquisition		Disposal				Ending Balance (Notes 1 and 2)	
					Number of Shares	Amount	Number of Shares	Amount	Number of Shares	Amount	Carrying Amount	Gain on Disposal	Number of Shares	Amount
USI Corporation	Beneficiary certificates													
	UPAMC James Bond Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	-	\$ -	12,463,591	\$ 210,000	-	\$ -	\$ -	\$ -	12,463,591	\$ 210,000
	Hua Nan Phoenix Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	16,662,140	273,000	28,851,936	473,000	16,662,140	273,052	273,000	52	28,851,936	473,000
	Hua Nan Kirin Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	5,884,596	71,000	21,124,952	255,000	5,884,596	71,005	71,000	5	21,124,952	255,000
	Shin Kong Chi-Shin Money-market Fund	Financial assets at fair value through profit or loss - current	-	-	12,815,912	200,000	1,921,574	30,000	12,815,912	200,031	200,000	31	1,921,574	30,000
	Capital Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	7,379,140	120,000	6,144,544	100,000	7,379,140	120,040	120,000	40	6,144,544	100,000
	Taishin Ta-Chong Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	20,116,313	288,000	13,262,069	190,000	22,909,102	328,111	328,000	111	10,469,280	150,000
	CTBC Hwa-win Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	9,003,412	100,000	28,349,822	315,000	28,354,440	315,027	315,000	27	8,998,794	100,000
	Taishin 1699 Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	5,497,139	75,000	10,988,490	150,000	10,406,596	142,030	142,000	30	6,079,033	83,000
	Nomura Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	-	-	9,118,726	150,000	3,040,475	50,003	50,000	3	6,078,251	100,000
TCB Taiwan Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	-	-	20,994,211	215,000	11,230,970	115,007	115,000	7	9,763,241	100,000	
USI Optronics Corporation	Beneficiary certificates													
	Taishin 1699 Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	1,257,350	17,000	-	-	369,809	5,048	5,000	48	887,541	12,000
INOMA Corporation	Beneficiary certificates													
	Taishin 1699 Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	595,654	8,000	-	-	-	-	-	-	595,654	8,000

Note : The beginning and ending balance was calculated at the original purchase cost.

USI CORPORATION AND SUBSIDIARIES

(China General Plastics Corporation (CGPC))

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

JANUARY 1 TO MARCH 31, 2021

TABLE 4-1

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

Company Name	Type and Name of Marketable Securities	Financial Statement Account	Counterparty	Relationship	Beginning Balance (Note)		Acquisition		Disposal			Ending Balance (Note)		
					Number of Shares	Amount	Number of Shares	Amount	Number of Shares	Amount	Carrying Amount	Gain on Disposal	Number of Shares	Amount
China General Plastics Corporation	Beneficiary certificates													
	Hua Nan Phoenix Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	-	\$ -	9,760,770	\$ 160,000	9,760,770	\$ 160,011	\$ 160,000	\$ 11	-	\$ -
	Shin Kong Chi-Shin Money-market Fund	Financial assets at fair value through profit or loss - current	-	-	6,407,463	100,000	7,046,540	110,000	10,892,544	170,016	170,000	16	2,561,459	40,000
	Taishin Ta-Chong Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	4,190,295	60,000	10,470,985	150,000	11,171,829	160,019	160,000	19	3,489,451	50,000
	CTBC Hwa-win Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	4,501,666	50,000	11,700,773	130,000	16,202,439	180,017	180,000	17	-	-
	Taishin 1699 Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	7,255,248	99,000	5,128,323	70,000	10,918,788	149,049	149,000	49	1,464,783	20,000
	Nomura Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	-	-	6,079,397	100,000	6,079,397	100,004	100,000	4	-	-
	TCB Taiwan Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	-	-	11,718,808	120,000	5,860,577	60,003	60,000	3	5,858,231	60,000
Taiwan Corporation	VCM Beneficiary certificates													
	UPAMC James Bond Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	-	-	11,872,783	200,000	5,937,396	100,004	100,000	4	5,935,387	100,000
	Hua Nan Phoenix Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	610,344	10,000	12,200,702	200,000	6,711,216	110,014	110,000	14	6,099,830	100,000
	Hua Nan Kirin Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	-	-	8,284,524	100,000	248,536	3,000	3,000	-	8,035,988	97,000
	Shin Kong Chi-Shin Money-market Fund	Financial assets at fair value through profit or loss - current	-	-	-	-	2,561,689	40,000	-	-	-	-	2,561,689	40,000
	Capital Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	4,611,100	75,000	-	-	4,611,100	75,026	75,000	26	-	-
	Taishin Ta-Chong Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	6,983,874	100,000	16,756,150	240,000	20,948,307	300,038	300,000	38	2,791,717	40,000
	CTBC Hwa-win Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	-	-	8,999,199	100,000	8,729,223	97,004	97,000	4	269,976	3,000
Taishin 1699 Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	3,664,588	50,000	5,128,430	70,000	7,181,688	98,029	98,000	29	1,611,330	22,000	
Nomura Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	-	-	6,079,434	100,000	6,079,434	100,009	100,000	9	-	-	

CGPC Corporation	Polymer	TCB Taiwan	Financial assets at fair value	-	-	-	-	14,647,150	150,000	4,883,432	50,002	50,000	2	9,763,718	100,000	
		Money Market	through profit or loss -													
		Fund	current													
		CGPC Polymer	Hua Nan Phoenix	Financial assets at fair value	-	-	7,629,121	125,000	6,710,631	110,000	14,339,752	235,056	235,000	56	-	-
		Corporation	Money Market	through profit or loss -												
		Fund	current													
		Hua Nan Kirin	Financial assets at fair value	-	-	3,315,451	40,000	18,559,524	224,000	17,732,885	214,021	214,000	21	4,142,090	50,000	
		Money Market	through profit or loss -													
		Fund	current													
		Shin Kong	Financial assets at fair value	-	-	1,601,866	25,000	2,625,640	41,000	1,601,866	25,003	25,000	3	2,625,640	41,000	
		Chi-Shin	through profit or loss -													
		Money-market	current													
		Fund														
		Capital Money	Financial assets at fair value	-	-	11,991,180	195,000	-	-	3,074,653	50,034	50,000	34	8,916,527	145,000	
		Market Fund	through profit or loss -													
			current													

(Continued)

(Continued)

Company Name	Type and Name of Marketable Securities	Financial Statement Account	Counterparty	Relationship	Beginning Balance (Note)		Acquisition		Disposal				Ending Balance (Note)	
					Number of Shares	Amount	Number of Shares	Amount	Number of Shares	Amount	Carrying Amount	Gain on Disposal	Number of Shares	Amount
	Taishin Ta-Chong Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	8,941,582	\$ 128,000	3,770,028	\$ 54,000	-	\$ -	\$ -	\$ -	12,711,610	\$ 182,000
	Taishin 1699 Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	15,393,455	210,000	2,197,260	30,000	15,393,455	210,084	210,000	84	2,197,260	30,000
	Nomura Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	-	-	3,040,475	50,000	3,040,475	50,002	50,000	2	-	-
	TCB Taiwan Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	-	-	20,508,375	210,000	20,508,375	210,026	210,000	26	-	-

Note : The beginning and ending balance was calculated at the original purchase 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

JANUARY 1 TO MARCH 31, 2021

TABLE 4-2

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

Company Name	Type and Name of Marketable Securities	Financial Statement Account	Counterparty	Relationship	Beginning Balance		Acquisition (Note)		Disposal				Ending Balance (Note)		
					Number of Shares	Amount	Number of Shares	Amount	Number of Shares	Amount	Carrying Amount	Gain on Disposal	Number of Shares	Amount	
Taita Chemical Company, Ltd.	Beneficiary certificates														
	Hua Nan Phoenix Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	5,248,671	\$ 86,000	10,064,881	\$ 165,000	9,214,020	\$ 151,026	\$ 151,000	\$ 26	6,099,532	\$ 100,000	
	Hua Nan Kirin Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	6,962,057	84,000	15,741,851	190,000	14,419,727	174,014	174,000	14	8,284,181	100,000	
	Capital Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	5,225,881	85,000	2,457,818	40,000	5,225,881	85,022	85,000	22	2,457,818	40,000	
	Taishin Ta-Chong Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	-	-	2,792,614	40,000	2,792,614	40,001	40,000	1	-	-	
	CTBC Hwa-win Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	-	-	6,301,027	70,000	6,301,027	70,003	70,000	3	-	-	
	Taishin 1699 Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	-	-	5,128,538	70,000	3,663,862	50,010	50,000	10	1,464,676	20,000	
	Nomura Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	-	-	3,040,475	50,000	3,040,475	50,008	50,000	8	-	-	
	TCB Taiwan Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	-	-	9,764,957	100,000	9,764,957	100,003	100,000	3	-	-	

Note : The beginning and ending balance was calculated at the original purchase 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

JANUARY 1 TO MARCH 31, 2021

TABLE 4-3

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

Company Name	Type and Name of Marketable Securities	Financial Statement Account	Counterparty	Relationship	Beginning Balance		Acquisition		Disposal				Ending Balance (Note)	
					Number of Shares	Amount	Number of Shares	Amount	Number of Shares	Amount	Carrying Amount	Gain on Disposal	Number of Shares	Amount
Asia Polymer Corporation	Beneficiary certificates													
	Hua Nan Phoenix Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	-	\$ -	3,049,878	\$ 50,000	-	\$ -	\$ -	\$ -	3,049,878	\$ 50,000
	Hua Nan Kirin Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	6,381,916	77,000	2,071,268	25,000	6,381,916	77,012	77,000	12	2,071,268	25,000
	Shin Kong Chi-Shin Money-market Fund	Financial assets at fair value through profit or loss - current	-	-	-	-	640,365	10,000	-	-	-	-	640,365	10,000
	Capital Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	2,152,072	35,000	-	-	2,152,072	35,015	35,000	15	-	-
	Taishin Ta-Chong Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	-	-	12,564,432	180,000	5,584,920	80,003	80,000	3	6,979,512	100,000
	CTBC Hwa-win Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	5,672,048	63,000	-	-	5,672,048	63,012	63,000	12	-	-
	Taishin 1699 Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	12,021,036	164,000	10,623,243	145,000	18,249,630	249,091	249,000	91	4,394,649	60,000
Nomura Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	-	-	1,520,237	25,000	1,520,237	25,003	25,000	3	-	-	

Note : The beginning and ending balance was calculated at the original purchase 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

JANUARY 1 TO MARCH 31, 2021

TABLE 5

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

Buyer/Seller	Related Party	Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts Receivable (Payable)		Note
			Purchase/Sale	Amount	% of Total	Payment Terms	Unit Price	Payment Terms	Ending Balance	% of Total	
USI Corporation	Asia Polymer Corporation	Subsidiary	Purchase	\$ 358,847	14.75	Within 60 days after purchasing on credit	No significant difference	No significant difference	\$ 253,309	( 24.89)	

Note: All the transactions were fully eliminated upon preparation of the consolidated financial statements.

USI CORPORATION AND SUBSIDIARIES

(Acme Electronics Corp. (ACME))

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

JANUARY 1 TO MARCH 31, 2021

TABLE 5-1

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

Buyer/Seller	Related Party	Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts Receivable (Payable)		Note
			Purchase/Sale	Amount	% of Total	Payment Terms	Unit Price	Payment Terms	Financial Statement Account and Ending Balance	% of Total	
China General Plastics Corporation	Taiwan VCM Corporation	Subsidiary	Purchase	\$ 1,625,611	78	45 days	No significant difference	No significant difference	Accounts payable to related parties ( \$ 1,124,836 )	( 80)	Note
	CGPC America Corporation	Subsidiary	Sale	( 143,042)	( 5)	90 days	No significant difference	No significant difference	Accounts receivable from related parties 144,804	10	Note
Taiwan VCM Corporation	China General Plastics Corporation	Parent company	Sale	( 1,625,611)	( 52)	45 days	No significant difference	No significant difference	Accounts receivable from related parties 1,124,836	44	Note
	CGPC Polymer Corporation	Fellow subsidiary	Sale	( 1,474,372)	( 48)	75 days	No significant difference	No significant difference	Accounts receivable from related parties 1,450,944	56	Note
CGPC Polymer Corporation	Taiwan VCM Corporation	Fellow subsidiary	Purchase	1,474,372	97	75 days	No significant difference	No significant difference	Accounts payable to related parties ( 1,450,944 )	( 98)	Note
CGPC America Corporation	China General Plastics Corporation	Parent company	Purchase	143,042	91	90 days	No significant difference	No significant difference	Accounts payable to related parties ( 144,804 )	( 97)	Note

Note: All the transactions were fully eliminated upon preparation of the consolidated financial statements.

USI CORPORATION AND SUBSIDIARIES

(Taita Chemical Company, Ltd.)

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

JANUARY 1 TO MARCH 31, 2021

TABLE 5-2

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

Buyer/Seller	Related Party	Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts Receivable (Payable)		Note
			Buyer/Seller	Related Party	Relationship	Transaction Details	Abnormal Transaction	Notes/Accounts Receivable (Payable)	Note	Buyer/Seller	
Taita Chemical Company, Ltd.	Taita Chemical Company, Ltd. (Zhongshan)	Sub-subsidiary	Sale	(\$ 237,115) (USD8,377 thousand)	( 6.81)	30 days	No significant difference	No significant difference	Accounts receivable from related parties \$ 1,892 (USD 66 thousand)	0.13	

Note: All the transactions were fully eliminated upon preparation of the consolidated financial statements.

USI CORPORATION AND SUBSIDIARIES

(Asia Polymer Corporation)

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

JANUARY 1 TO MARCH 31, 2021

TABLE 5-3

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

Buyer/Seller	Related Party	Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts Receivable (Payable)		Note
			Purchase/ Sale	Amount	% of Total	Payment Terms	Unit Price	Payment Terms	Financial Statement Account and Ending Balance	% of Total	
Asia Polymer Corporation	USI Corporation	Ultimate parent company	Sale	(\$ 354,860)	( 19.15)	60 days	No significant difference	No significant difference	Accounts receivable from related parties \$ 259,211	32.28	

Note: All the transactions were fully eliminated upon preparation of the consolidated financial statements.

USI CORPORATION AND SUBSIDIARIES  
RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL  
MARCH 31, 2021

TABLE 6

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

Company Name	Related Party	Relationship	Ending Balance (Note 3)	Turnover Rate (%)	Overdue		Amounts Received in Subsequent Period (Note 2)	Allowance for Impairment Loss
					Amount	Actions Taken		
USI Corporation	USI Corporation	Subsidiary of the Company	Other receivables from related parties \$ 116,978	-	\$ -	-	\$ 79,876	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 April 28, 2021.

Note 3: All the transactions were fully eliminated upon preparation of the consolidated financial statements.

USI CORPORATION AND SUBSIDIARIES

(Acme Electronics Corporation)

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

MARCH 31, 2021

TABLE 6-1

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

Company Name	Related Party	Relationship	Ending Balance (Note 2)	Turnover Rate (%)	Overdue		Amounts Received in Subsequent Period	Allowance for Impairment Loss
					Amount	Actions Taken		
Acme Electronics Corporation	ACME Electronics (Cayman) Corp	Subsidiary of ACME	Other receivables from related parties \$ 210,239	-	\$ -	-	\$ 30,431	Note 1
Acme Electronics (Guang-Zhou) Co., Ltd.	Acme Electronics Corporation	Subsidiary of GAEL	Receivables from related parties 141,623	2.84	-	-	31,817	Note 1

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

Note 2: All the transactions were fully eliminated upon preparation of the consolidated financial statements.

USI CORPORATION AND SUBSIDIARIES  
 (Swanson Plastics Corporation (SWANSON))  
 RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL  
 MARCH 31, 2021

TABLE 6-2

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

Company Name	Related Party	Relationship	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.	Fellow subsidiary	Other receivables from related parties \$ 184,806 (RMB 42,558 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 January 1, 2021 to April 28, 2021

Note 3: All the transactions were fully eliminated upon preparation of 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, 2021

TABLE 6-3

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

Company Name	Related Party	Relationship	Ending Balance (Note 3)	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 receivable from related parties <u>\$ 144,804</u>	4.48	\$ -	-	\$ 46,240	Note 1
Taiwan VCM Corporation	China General Plastics Corporation	Parent company	Accounts receivable from related parties <u>\$ 1,124,836</u>	5.93	-	-	518,410	Note 1
	CGPC Polymer Corporation	Fellow	Accounts receivable from related parties <u>\$ 1,450,944</u>	4.08	-	-	428,623	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 January 1, 2021 to April 28, 2021

Note 3: All the transactions were fully eliminated upon preparation of 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, 2021

TABLE 6-4

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

Company Name	Related Party	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 \$ 263,921 (USD 9,249 thousand) (Note 1)	-	\$ 263,921	Continue to collect	\$ -	\$ -

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

Note 2: There was no amount received as of May 5, 2021.

Note 3: All the transactions were fully eliminated upon preparation of the consolidated financial statements.

USI CORPORATION AND SUBSIDIARIES

(Asia Polymer Corporation (APC))

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

MARCH 31, 2021

TABLE 6-5

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

Company Name	Related Party	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		
Asia Polymer Corporation	USI Corporation	Ultimate parent company	Accounts receivable from related parties \$ 259,211	6.32	\$ -	-	\$ 135,260	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 5, 2021

Note 3: All the transactions were fully eliminated upon preparation of the consolidated financial statements.

USI CORPORATION AND SUBSIDIARIES  
INFORMATION ON INVESTEES  
JANUARY 1 TO MARCH 31, 2021

TABLE 7

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

Investor	Investee	Location	Main Businesses and Products	Original Investment Amount (Note 2)		As of March 31, 2021			Net Income (Loss) of the Investee	Share of Profits (Loss)	Note
				March 31, 2021	December 31, 2020	Number of Shares	Percentage (%)	Carrying Amount			
USI Corporation	USIFE Investment Co., Ltd	12F., No. 37, Jihu Rd., Neihu Dist., Taipei City 114, Taiwan (ROC)	Investment (focused on "production, transportation, storage, building, bank, securities investment and trading industry")	\$ 550,000	\$ 550,000	87,250,800	100.00	\$ 907,712	\$ 23,250	\$ 23,250	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	1,295,326	194	194	Subsidiary
	USI (Hong Kong) Company Limited	6/F., Caltex House, 258 Hennessy Road, Hong Kong	Trading and investment	63,482	63,482	159,999	100.00	66,778	( 656)	( 656)	Subsidiary
	Union Polymer Int'l Investment Corp.	12F., No. 37, Jihu Rd., Neihu Dist., Taipei City 114, Taiwan (ROC)	Investment (focused on "production and service industry")	3,490,255	3,490,255	616,268,754	100.00	8,457,246	555,877	555,877	Subsidiary
	Taiwan United Venture Capital Corp.	10F., No. 37, Jihu Rd., Neihu Dist., Taipei City 114, Taiwan (ROC)	Venture capital (focused on "high technology industry")	471,800	471,800	32,900,000	70.00	180,314	( 1,781)	( 1,246)	Subsidiary
	Chong Loong Trading Co., Ltd.	12F., No. 37, Jihu Rd., Neihu Dist., Taipei City 114, Taiwan (ROC)	Import and export trade	28,323	28,323	4,358,183	99.93	60,569	5,157	5,405	Subsidiary
	Swanson Plastics Corp.	12F., No. 37, Jihu Rd., Neihu Dist., Taipei City 114, Taiwan (ROC)	Production and marketing of stretch film, embossed film and industrial-use multi-layer wrap	171,210	171,210	62,616,299	40.58	1,071,936	67,295	27,307	Subsidiary
	Acme Electronics Corp.	8F., No. 39, Jihu Rd., Neihu Dist., Taipei City 114, Taiwan (ROC)	Production and marketing of manganese-zinc soft ferrite powder	221,513	221,513	49,250,733	26.91	332,254	7,976	2,147	Subsidiary
	INOMA Corporation	12F., No. 37, Jihu Rd., Neihu Dist., Taipei City 114, Taiwan (ROC)	Optical products and fireproof materials	250,354	250,354	9,243,369	94.37	18,865	( 572)	( 540)	Subsidiary
	INOMA Corporation	12F., No. 37, Jihu Rd., Neihu Dist., Taipei City 114, Taiwan (ROC)	Providing management services	1,000	1,000	671,400	100.00	1,547	8	8	Subsidiary
	Cypress Epoch Limited	P.O. Box 957, Offshore Incorporations Centre, Road Town, Tortola, British Virgin Islands	Investment	150,540	150,540	5,000,000	100.00	129,063	-	-	Subsidiary
	Ever Conquest Global Limited	P.O. Box 957, Offshore Incorporations Centre, Road Town, Tortola, British Virgin Islands	Investment	7,645,980	7,645,980	246,670,000	60.21	7,295,981	( 2,482)	( 1,468)	Subsidiary
	USI Optronics Corporation	12F., No. 37, Jihu Rd., Neihu Dist., Taipei City 114, Taiwan (ROC)	Manufacturing and marketing of sapphire crystal	330,000	330,000	33,000,000	50.85	63,951	( 10,915)	( 5,550)	Subsidiary
Ever Conquest Global Limited	Ever Victory Global Limited	P.O. Box 957, Offshore Incorporations Centre, Road Town, Tortola, British Virgin Islands	Investment	11,903,233 (USD 417,145 thousand)	11,903,233 (USD 417,145 thousand)	417,145,000	67.40	12,338,273 (USD 432,391 thousand)	( 3,683) (USD -130 thousand)		Subsidiary
Ever Victory Global Limited	Dynamic Ever Investments Limited	Room 1902, 19/F, Lee Gargen One, 33 Hysan Avenue, Causeway Bay, Hong Kong	Investment	16,802,835 (USD 588,850 thousand)	16,802,835 (USD 588,850 thousand)	588,850,000	85.00	17,431,842 (USD 610,893 thousand)	( 4,882) (USD -172 thousand)		Sub-subsidiary

(Continued)

(Continued)

Investor	Investee	Location	Main Businesses and Products	Original Investment Amount (Note 2)		As of March 31, 2021			Net Income (Loss) of the Investee	Share of Profits (Loss)	Note
				March 31, 2021	December 31, 2020	Number of Shares	Percentage (%)	Carrying Amount			
Union Polymer Int'l Investment Corp.	Taita Chemical Company, Ltd.	12F., No. 37, Jihu Rd., Neihu Dist., Taipei City 114, Taiwan (ROC)	Production and marketing of polystyrene, acrylonitrile, butadiene, ABS resin, SAN resin, glasswool insulation products and plastic materials	\$ 1,749,212	\$ 1,749,212	126,239,833	36.67	\$ 2,741,488	\$ 488,665		Sub-subsidiary
	Asia Polymer Corporation	12F., No. 37, Jihu Rd., Neihu Dist., Taipei City 114, Taiwan (ROC)	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	188,297,389	32.35	4,722,737	555,116		Sub-subsidiary
	China General Plastics Corporation	12F., No. 37, Jihu Rd., Neihu Dist., Taipei City 114, Taiwan (ROC)	Production and marketing of plastic cloths, plastic skins, plastic tubes, plastic pellets, plastic powder and other related products	1,320,045	1,320,045	133,914,219	24.20	2,686,271	826,724		Sub-subsidiary
USIFE Investment Co., Ltd	Acme Electronics Corp.	8F., No. 39, Jihu Rd., Neihu Dist., Taipei City 114, Taiwan (ROC)	Production and marketing of manganese-zinc soft ferrite powder	155,632	155,632	16,424,242	8.98	125,914	33,393		Subsidiary
	Swanson Technologies Corporation	12F., No. 37, Jihu Rd., Neihu Dist., Taipei City 114, Taiwan (ROC)	Production, marketing and development of EVA packaging film and other value added plastic products	30,000	30,000	3,000,000	15.00	( 16,672 )	( 3,382 )		Sub-subsidiary
Swanlake Traders Ltd.	Taiwan United Venture Management Corp.	12F., No. 37, Jihu Rd., Neihu Dist., Taipei City 114, Taiwan (ROC)	Business management consulting	8,000	8,000	800,000	100.00	15,668	15,668		Sub-subsidiary
	ACME Electronics (Cayman) Corp.	Ugland House P.O. Box 309 George Town, Grand Cayman, Cayman Islands	Business investment	162,919 (USD5,709 thousand)	100,944 (USD3,538 thousand)	8,318,356	16.65	196,925 (USD6,901 thousand)	854 (USD 30 thousand)		Sub-subsidiary

Note 1: Information on investments in mainland China is provided in Table 8.

Note 2: All the transactions were fully eliminated upon preparation of the consolidated financial statements.

USI CORPORATION AND SUBSIDIARIES

(Acme Electronics Corporation)

INFORMATION ON INVESTEEES

JANUARY 1 TO MARCH 31, 2021

TABLE 7-1

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

Investor	Investee	Location	Main Businesses and Products	Original Investment Amount (Note 2)		As of March 31, 2021			Net Income (Loss) of the Investee	Share of Profits (Loss)	Note
				March 31, 2021	December 31, 2020	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	Investment	\$ 605,182 (USD18,336 thousand)	\$ 605,182 (USD18,336 thousand)	25,621,692	51.27	\$ 605,706	\$ 854 (USD 30 thousand)	\$ 1,422 (USD 50 thousand)	Note 1
	Golden Amber Enterprises Limited	CITCO Building, Wickhams Cay Road Town, Tortola, British Virgin Islands	Investment	669,072 (USD20,800 thousand)	669,072 (USD20,800 thousand)	20,800,000	100.00	905,738	14,356	14,356	Note 1
	USI Optronics Corporation	12F., No. 37, Jihu Rd., Neihu Dist., Taipei City 114, Taiwan (ROC)	Production and marketing of sapphire monocrystals	646,200	646,200	22,064,224	34.00	42,758	( 10,915)	( 3,711)	
ACME Electronics (Cayman) Corp.	ACME Components (Malaysia) Sdn. Bhd.	Plot 15,Jalan Industri 6 Kawasan Perindustrian Jelapang II (ZPB) Jelapang 30020 Ipoh, Perak, Malaysia.	Investment	339,310 (USD 11,891 thousand )	339,310 (USD 11,891 thousand )	42,600,000	100.00	613,953 (USD21,516 thousand)	10,633 (MYR1,593 thousand)	10,633 (MYR 1,593 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.	Production and marketing of soft ferrite core	249,518 (MYR 37,964 thousand )	249,518 (MYR 37,964 thousand )	9,120,000	100.00	603,690 (MYR91,851 thousand )	10,773 (MYR1,614 thousand)	10,773 (MYR1,614 thousand)	Note 1

Note 1: All the transactions were fully eliminated upon preparation of the consolidated financial statements.

Note 2: The amount is calculated according to the original investment cost.

Note 3: Information on investments in mainland China is provided in Table 8-1.

USI CORPORATION AND SUBSIDIARIES  
(Swanson Plastics Corporation)  
INFORMATION ON INVESTEEES  
JANUARY 1 TO MARCH 31, 2021

TABLE 7-2

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

Investor	Investee	Location	Main Businesses and Products	Original Investment Amount (Note 2)		As of March 31, 2021			Net Income (Loss) of the Investee	Share of Profits (Loss)	Note
				March 31, 2021	December 31, 2020	Number of Shares	Percentage (%)	Carrying Amount			
Swanson Plastics Corporation	Swanson Plastics (Singapore) Private Limited	2 Venture Drive Vision Exchange #12-10 Singapore 608526	Production and marketing of plastic products	\$ 808,506	\$ 808,506	36,863	100.00	\$ 1,895,524	\$ 51,103	\$ 51,103	Note 2
	Forever Young Company Limited	Skelton Building Main Street P.O. Box 3136 Road Town, Tortola British Virgin Islands	Import, export and agency services	1,297	1,297	50	100.00	77,133	1,536	1,536	
	Swanson International Ltd.	Ugland House, P.O.Box 309 George Town, Grand Cayman, Cayman Islands, British West Indies	Investment	454,134	454,134	14,541	100.00	1,632,260	24,613	24,613	Note 2
	Curtana Company Ltd.	Flatb 6/F Caltex House 258 Hennessy Road Wanchai, Hong Kong	Investment	-	4,850	-	-	-	-	-	Note 3
	Swanson Technologies Corporation	12F., No. 37, Jihu Rd., Neihu Dist., Taipei City 114, Taiwan	Planting agriculture, sales, research and development of agricultural products and production, sales and development of EVA packaging film and other high value-added plastic products	140,000	140,000	14,000	70.00	( 77,804 )	( 3,382 )	( 2,368 )	
	PT. Swanson Plastics Indonesia	Ngoro Industrial Park Blok D2-3 Ds. Lolawang Kec. Ngoro Kab. Mojokerto	Production and marketing of plastic products	7,979	7,979	261	1.00	7,237	16,335	163	
Swanson Plastics (Singapore) Private Limited	Swanson Plastics (Malaysia) Sdn. Bhd.	Plot 505, Tingkat Perusahaan 4A, Kawasan Perusahaan Perai, Zon Perdagangan Bebas, 13600 Perai, Seberang Perai, Malaysia	Production and marketing of plastic products	188,143 ( USD6,593 thousand )	188,143 ( USD6,593 thousand )	20,000	100.00	668,204 ( USD23,417 thousand )	37,253 ( USD1,313 thousand )		
	Swanson Plastics (India) Private Ltd.	PLOT No.2, GDDIDC. Honda, Bhuipal Sattari-403 506, Goa-India	Production and marketing of plastic products	471,137 ( USD16,511 thousand )	471,137 ( USD16,511 thousand )	107,351	100.00	298,075 ( USD10,446 thousand )	1,753 ( INR4,505 thousand )		
	PT. Swanson Plastics Indonesia	Ngoro Industrial Park Blok D2-3 Ds. Lolawang Kec. Ngoro Kab. Mojokerto	Production and marketing of plastic products	737,345 ( USD25,840 thousand )	737,345 ( USD25,840 thousand )	25,840	99.00	716,423 ( USD25,107 thousand )	16,335 ( IDR 8,167,601 thousand )		
Swanson International Ltd.	A.S. Holdings (UK) Limited	United Kingdom	Investment	202,430 ( USD7,094 thousand )	202,430 ( USD7,094 thousand )	3,157	100.00	560,519 ( USD19,643 thousand )	7,791 ( USD 275 thousand )		Note 2

Note 1: The original investment amount and carrying amount were calculated using the spot exchange rate as of March 31, 2021.

Note 2: Information on investments in mainland China is provided in Table 8-2.

Note 3: Curtana Company Ltd. completed its liquidation and dissolution in the first quarter of 2021.

Note 3: All the transactions were fully eliminated upon preparation of the consolidated financial statements.

USI CORPORATION AND SUBSIDIARIES  
(China General Plastics Corporation)  
INFORMATION ON INVESTEEES  
JANUARY 1 TO MARCH 31, 2021

TABLE 7-3

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

Investor	Investee	Location	Main Businesses and Products	Original Investment Amount		As of March 31, 2021			Net Income (Loss) of the Investee	Share of Profits (Loss)	Note
				March 31, 2021	December 31, 2020	Number of Shares	Percentage (%)	Carrying Amount			
China General Plastics Corporation	Taiwan VCM Corporation	No. 1, Gongye 1st Rd., Linyuan Dist., Kaohsiung City 832, Taiwan (ROC)	Manufacture and marketing of vinyl chloride monomer	\$ 2,931,443	\$ 2,930,995	240,232,644	87.23	\$ 4,421,894	\$ 469,918	\$ 400,682	Subsidiary
	CGPC Polymer Corporation	12F, No. 37, Jihu Rd., Neihu Dist., Taipei City 114, Taiwan (ROC)	Manufacture and marketing of PVC resin	800,000	800,000	80,000,000	100.00	1,418,810	240,975	240,975	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	100.00	351,807	1,181	1,181	Subsidiary
	China General Terminal & Distribution Corporation	No. 1, Jianji St., Qianzhen Dist., Kaohsiung City 806, Taiwan (ROC)	Warehouse of petrochemical raw materials	41,106	41,106	19,918,185	33.33	336,442	4,639	1,547	Associate accounted for using the equity method
	CGPC America Corporation	1181 California Ave., Suite 235 Corona, CA 92881	Marketing of PVC second – and third-time processed products	648,931	648,931	100	100.00	221,356	13,758	13,758	Subsidiary
	Acme Electronics Corporation	8F., No. 39, Jihu Rd., Neihu Dist., Taipei City 114, Taiwan (ROC)	Manufacture and marketing of manganese-zinc soft ferrite powder	33,995	33,995	3,176,019	1.74	22,415	7,976	138	Associate accounted for using the equity method

Note 1: All the transactions were fully eliminated upon preparation of the consolidated financial statements.

Note 2: Information on investments in mainland China is provided in Table 8-3.

USI CORPORATION AND SUBSIDIARIES  
(Taita Chemical Company, Ltd.)  
INFORMATION ON INVESTEEES  
JANUARY 1 TO MARCH 31, 2021

TABLE 7-4

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

Investor	Investee	Location	Main Businesses and Products	Original Investment Amount		As of March 31, 2021			Net Income (Loss) of the Investee	Share of Profits (Loss)	Note
				March 31, 2021	December 31, 2020	Number of Shares	Percentage (%)	Carrying Amount			
Taita Chemical Company, Ltd.	TTC (BVI) Holding Co., Ltd.	British Virgin Islands	Reinvestment	\$ 2,560,674 ( USD 89,738 thousand )	\$ 2,560,674 ( USD 89,738 thousand )	89,738,000	100.00	\$ 3,005,603 ( USD 105,330 thousand )	\$ 70,984 ( USD 2,502 thousand )	\$ 70,984 ( USD 2,502 thousand )	Subsidiary (Notes 1 and 3)
	China General Plastics Corporation	Taipei	Manufacturing and marketing of PVC plastic cloth and three-time processed products	65,365	65,365	10,967,785	1.98	209,389	826,724	16,385	Investments accounted for using the equity method (Note 1)
	China General Terminal & Distribution Corporation	Taipei	Warehousing of petrochemical raw materials	41,082	41,082	19,918,183	33.33	336,442	4,639	1,547	Investments accounted for using the equity method (Note 2)
	Acme Electronics Corporation	Taipei	Production and marketing of manganese zinc soft iron oxide magnetic powder	44,771	44,771	4,445,019	2.43	31,371	7,976	194	Investments accounted for using the equity method (Note 1)
TTC (BVI) Holding Co., Ltd.	ACME Electronics (Cayman) Corp.	British Cayman Islands	Reinvestment	48,511 ( USD 1,700 thousand )	48,511 ( USD 1,700 thousand )	2,695,519	5.39	63,815 ( USD 2,236 thousand )	854 ( USD 30 thousand )		Investments accounted for using the equity method (Note 1)

Note 1: The amount was based on audited financial statements of the investee.

Note 2: The amount was based on non-audited financial statements of the investee.

Note 3: All the transactions were fully eliminated upon preparation of the consolidated financial statements.

Note 4: Investments in mainland China are included in Table 8-4.

USI CORPORATION AND SUBSIDIARIES

(Asia Polymer Corporation)

INFORMATION ON INVESTEEES

JANUARY 1 TO MARCH 31, 2021

TABLE 7-5

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

Investor	Investee	Location	Main Businesses and Products	Original Investment Amount		As of March 31, 2021			Net Income (Loss) of the Investee	Share of Profits (Loss)	Note
				March 31, 2021	December 31, 2020	Number of Shares	Percentage (%)	Carrying Amount			
Asia Polymer Corporation	APC (BVI) Holding Co., Ltd.	British Virgin Islands	Reinvestment	\$ 393,064 (USD 13,775 thousand)	\$ 393,064 (USD 13,775 thousand)	11,342,594	100.00	\$ 524,268	\$ 4,927	\$ 4,927	Subsidiary (Note 1)
	APC Investment Corporation	Taipei	Investment	200,000	200,000	20,000,000	100.00	140,658	8,310	8,310	Subsidiary (Note 1)
	USI International Corp.	British Virgin Islands	Reinvestment	59,924 (USD 2,100 thousand)	59,924 (USD 2,100 thousand)	2,100,000	70.00	62,506	( 1,464)	( 1,025)	Subsidiary (Note 1)
	China General Plastics Corporation	Taipei	Production and sales of plastic sheets, plastic leather, plastic tubes, plastic granules, plastic powder, profile extrusion materials, chlor-akali products and other related products	247,412	247,412	44,653,510	8.07	852,493	826,724	66,710	Investments accounted for using the equity method
	China General Terminal & Distribution Corporation	Taipei	Warehousing and transportation of petrochemical raw materials	41,082	41,082	19,918,184	33.33	336,442	4,639	1,546	Investments accounted for using the equity method
	Swanson Plastics Corp.	Taipei	Manufacture and marketing of stretch film and industrial multi-layer packaging film	75,242	75,242	12,266,779	7.95	210,971	67,295	5,349	Investments accounted for using the equity method
	Acme Electronics Corporation	Taipei	Manufacture and marketing of manganese zinc, manganese-zinc ferrite, magnetic powder and ferrite core	61,348	61,348	6,056,623	3.31	42,745	7,976	264	Investments accounted for using the equity method
	Taiwan United Venture Capital Corp.	Taipei	Investment in high technology businesses	52,791	52,791	3,913,533	8.33	21,449	( 1,781)	( 148)	Investments accounted for using the equity method
	USI Optronics Corporation	Taipei	Manufacture and marketing of sapphire products	59,725	59,725	5,972,464	9.20	11,574	( 10,915)	( 1,004)	Investments accounted for using the equity method
	Ever Conquest Global Ltd.	British Virgin Islands	Reinvestment	4,864,504 (USD170,475 thousand)	4,864,504 (USD170,475 thousand)	170,475,000	40.87	5,042,293	( 2,482)	( 1,014)	Investments accounted for using the equity method
APC (BVI) Holding Co., Ltd.	ACME Electronics (Cayman) Corp.	British Cayman Islands	Reinvestment	149,663 (USD 5,245 thousand)	149,663 (USD 5,245 thousand)	8,316,450	16.64	196,880	854		APC (BVI) Holding Co., Ltd. Investments accounted for using the equity method
	USI International Corp.	British Virgin Islands	Reinvestment	25,682 (USD 900 thousand)	25,682 (USD 900 thousand)	900,000	30.00	26,788	( 1,464)		APC (BVI) Holding Co., Ltd. Investments accounted for using the equity method (Note 1)

APC Investment Corporation	Acme Electronics Corporation	Taipei	Manufacture and marketing of manganese zinc, manganese-zinc ferrite, magnetic powder and ferrite core	14,889	14,889	1,884,548	1.03	13,300	7,976	APC Investment Corporation Investments accounted for using the equity method
	Swanson Technologies Corporation	Taipei	Manufacture and marketing of EVA film	30,000	30,000	3,000,000	15.00	( 16,672)	( 3,382)	APC Investment Corporation Investments accounted for using the equity method
Ever Conquest Global Ltd.	Ever Victory Global Ltd.	British Virgin Islands	Reinvestment	11,903,233 (USD417,145 thousand)	11,903,233 (USD417,145 thousand)	417,145,000	67.40	12,422,541 (USD435,344 thousand)	( 3,683) (USD -130 thousand)	Ever Conquest Global Ltd. Investments accounted for using the equity method
Ever Victory Global Ltd.	Dynamic Ever Investments Limited	Hong Kong	Reinvestment	16,802,835 (USD588,850 thousand)	16,802,835 (USD588,850 thousand)	588,850,000	85.00	17,557,329 (USD615,291 thousand)	( 4,882) (USD -172 thousand)	Ever Victory Global Ltd. Investments accounted for using the equity method

Note 1: All the transactions were fully eliminated upon preparation of the consolidated financial statements.

Note 2: Investments in mainland China are included in Table 8-5.

USI CORPORATION AND SUBSIDIARIES  
INFORMATION ON INVESTMENTS IN MAINLAND CHINA  
JANUARY 1 TO MARCH 31, 2021

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 January 1, 2021 (Note 7)	Investment Flows (Note 7)		Accumulated Outward Remittance for Investment from Taiwan as of March 31, 2021 (Note 7)	Net Income (Loss) of the Investee	Ownership of Direct or Indirect Investment (%)	Investment Gain (Loss) (Notes 6 and 8)	Carrying Amount as of December 31, 2020 (Notes 6 and 8)	Accumulated Repatriation of Investment Income as of March 31, 2021
					Outflow	Inflow						
Acme Electronics (Kunshan) Co., Ltd.	Manufacture and marketing of manganese-zinc soft ferrite core	\$ 876,738 (USD 30,725 thousand)	Note 1	\$ 80,398 (USD 2,818 thousand)	\$ -	\$ -	\$ 80,398 (USD 2,818 thousand)	(\$ 1,594) (USD -56 thousand)	16.65	(\$ 265) (USD -9 thousand)	\$ 129,736 (USD 4,547 thousand)	\$ -
Usig (Shanghai) Co., Ltd.	Importing and distributing various chemical raw materials and products	142,675 (USD 5,000 thousand)	Note 2	142,675 (USD 5,000 thousand)	-	-	142,675 (USD 5,000 thousand)	546 (USD 19 thousand)	100.00	546 (USD 19 thousand)	128,694 (USD 4,510 thousand)	-
Fujian Gulei Petrochemical Co., Ltd. ("Gulei")	Crude oil processing and petroleum products manufacturing	40,446,851 (RMB 9,314,400 thousand)	Note 3	6,518,813 (USD228,450 thousand)	-	-	6,518,813 (USD228,450 thousand)	3,975 (USD 140 thousand)	16.94	673 (USD 23 thousand)	6,798,840 (USD238,265 thousand)	-

Accumulated Outward Remittance for Investment in Mainland China as of March 31, 2021 (Note 7)	Investment Amounts Authorized by Investment Commission, MOEA (Notes 5 and 7)	Upper Limit on the Amount of Investment Stipulated by Investment Commission, MOEA
\$7,007,355 (USD245,571 thousand)	\$8,760,407 (USD307,006 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: it is a mainland company with 100% direct investment.

Note 3: The Company reinvested in 50% of the outstanding shares of Gulei via Ever Conquest Global Limited (59.13%), then via Ever Victory Global Limited (67.40%), and finally via 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. 10920403810 on February 11, 2020, the upper limit on investment in mainland China is not applicable.

Note 5: As included in the certificate of being qualified for operating headquarters issued by the Industrial Development Bureau, MOEA No. 10500116380 on September 1, 2016, No. 10500234240 on December 29, 2016, and No. 10500234240 on February 26, 2020, the Company was able to wire transfer US\$257,939 thousand to Gulei, and was also approved to invest and establish dealing entity in third areas with US\$32,200 thousand in accordance with certificate No. 10900243220 issued by the Industrial Development Bureau, MOEA on October 5, 2020. and was also approved to invest and establish dealing entity in third areas with US\$32,200 thousand in accordance with certificate No. 10900243220 issued by the Industrial Development Bureau, MOEA on October 5, 2020 and was also approved to invest and establish dealing entity in third areas with US\$1,422 thousand in Acme Electronics (Kunshan) Co., Ltd. in accordance with certificate No.11000010830 issued by the Industrial Development Bureau, MOEA on January 21, 2021.

Note 7: The amount was calculated using the spot exchange rate as of March 31, 2021.

Note 8: Except for ACME Electronics (Kunshan) Co., Ltd., whose numbers were based on its financial statements reviewed by the Certified Public Accountants of its ROC parent company, all the other companies' were based on non-reviewed financial statements.

USI CORPORATION AND SUBSIDIARIES  
(Acme Electronics Corporation (ACME))  
INFORMATION ON INVESTMENTS IN MAINLAND CHINA  
JANUARY 1 TO MARCH 31, 2021

TABLE 8-1

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

Investee Company	Main Businesses and Products	Paid-in Capital	Method of Investment (Note 1)	Accumulated Outward Remittance for Investment from Taiwan as of January 1, 2021 (Note 5)	Investment Flows		Accumulated Outward Remittance for Investment from Taiwan as of March 31, 2021 (Note 5)	Net Income (Loss) of the Investee (Note 6)	Ownership of Direct or Indirect Investment (%)	Investment Gain (Loss) (Notes 4, 6 and 8)	Carrying Amount as of March 31, 2021 (Notes 7 and 8)	Accumulated Repatriation of Investment Income as of March 31, 2021
					Outflow	Inflow						
Acme Electronics (Kunshan) Co., Ltd.	Manufacture and marketing of manganese-zinc soft ferrite core	\$ 876,738 (USD30,725 thousand)	II	\$ 374,188 (USD11,144 thousand)	\$ -	\$ -	\$ 374,188 (USD11,144 thousand)	(\$ 1,594) (RMB -364 thousand)	51.27	(\$ 817) (RMB -187 thousand)	\$ 399,609 (RMB 92,025 thousand)	\$ -
Acme Electronics (Guang-Zhou) Co., Ltd.	Manufacture and marketing of manganese-zinc soft ferrite core	547,872 (USD19,200 thousand)	II	619,676 (USD19,200 thousand)	-	-	619,676 (USD19,200 thousand)	15,208 (RMB3,475 thousand)	100.00	15,208 (RMB3,475 thousand)	903,563 (RMB 208,079 thousand)	-

Accumulated Outward Remittance for Investment in Mainland China as of March 31, 2021	Investment Amounts Authorized by Investment Commission, MOEA	Upper Limit on the Amount of Investment Stipulated by Investment Commission, MOEA
\$865,866 (USD30,344 thousand) (Notes 3 and 7)	\$1,045,323 (USD36,633 thousand) (Notes 3 and 7)	\$ - (Note 2)

Note 1: Investment method II indicates that ACME reinvested in the China area via another investment area.

Note 2: As the Company has obtained the certificate of being qualified for operating headquarters issued by the Industrial Development Bureau, MOEA No. 09704604680 on August 29, 2008, the upper limit on investment in mainland China is not applicable.

Note 3: ACME Electronics (Kunshan) transferred earnings to ordinary shares, and ACME increased the amount of US\$6,289 thousand at its ownership percentage.

Note 4: ACME recognized the investment gain (loss), according to Certified Public Accountants and auditing financial report accepted in the ROC.

Note 5: The calculation was based on the exchange rate on the original investment date.

Note 6: The calculation was based on the average exchange rate from January 1, 2021 to March 31, 2021.

Note 7: The conversion is based on the exchange rate at the end of March 2021.

Note 8: All the carrying amount and investment gains (losses) were fully eliminated upon preparation of the consolidated financial statements.

USI CORPORATION AND SUBSIDIARIES  
(Swanson Plastics Corporation)  
INFORMATION ON INVESTMENTS IN MAINLAND CHINA  
JANUARY 1 TO MARCH 31, 2021

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 January 1, 2021	Investment Flows		Accumulated Outward Remittance for Investment from Taiwan as of March 31, 2021	Net Income (Loss) of the Investee	Ownership of Direct or Indirect Investment (%)	Investment Gain (Loss) (Note 3)	Carrying Amount as of March 31, 2021 (Note 3)	Accumulated Repatriation of Investment Income as of March 31, 2021
					Outflow	Inflow						
Swanson Plastics (Kunshan) Co., Ltd.	Production, sales and development of multi-functional film, optical film, etc.	\$ 379,230 (USD 13,290 thousand)	Production, sales and development of multi-functional film, optical film, etc.	\$ 223,930	\$ -	\$ -	\$ 223,930	\$ 16,822 (USD593 thousand)	100.00	\$ 16,822 (USD593 thousand)	\$ 1,160,314 (USD 40,633 thousand)	\$ -
ASK-Swanson (Kunshan) Co., Ltd.	Management of PE release film and other release products	259,669 (USD 9,100 thousand)	Indirect investment in A.S. Holdings (UK) Limited via Swanson International Ltd.	193,447	-	-	193,447	7,791 (USD275 thousand)	100.00	7,791 (USD275 thousand)	560,519 (USD 19,643 thousand)	-
Swanson Plastics (Tianjin) Co., Ltd.	Production, sales and development of multi-functional film, optical film, etc.	305,325 (USD 10,700 thousand)	Indirect investment via Swanson (Singapore) Private Ltd.	170,754	-	-	170,754	( 5,731) (USD-202 thousand)	100.00	( 5,731) (USD-202 thousand)	91,879 (USD 3,220 thousand)	-

Accumulated Outward Remittance for Investment in Mainland China as of March 31, 2021	Investment Amounts Authorized by Investment Commission, MOEA	Upper Limit on the Amount of Investment Stipulated by Investment Commission, MOEA
\$ 588,131	\$ 935,541 (USD 32,786 thousand)	\$ - (Note 2)

Note 1: Paid in capital and upper limit on the investment amount stipulated by Industrial Development Bureau, MOEA were calculated using the spot exchange rate on March 31, 2021.

Note 2: According to the certificate of being qualified for operating headquarters issued by the Industrial Development Bureau, MOEA No. 10920418410, on June 18, 2020, the upper limit on investment in mainland China pursuant to the "Principle of Investment or Technical Cooperation in Mainland China" is not applicable.

Note 3: All the transactions were fully eliminated upon preparation of the consolidated financial statements.

USI CORPORATION AND SUBSIDIARIES  
(China General Plastics Corporation (CGPC))  
INFORMATION ON INVESTMENTS IN MAINLAND CHINA  
JANUARY 1 TO MARCH 31, 2021

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 January 1, 2021 (Note 1)	Investment Flows		Accumulated Outward Remittance for Investment from Taiwan as of March 31, 2021 (Note 1)	Net Income (Loss) of the Investee	Ownership of Direct or Indirect Investment (%)	Investment Gain (Loss) (Note 5)	Carrying Amount as of March 31, 2021 (Note 1)	Accumulated Repatriation of Investment Income as of March 31, 2021
					Outflow	Inflow						
Continental General Plastics (ZhongShan) Co., Ltd. ("CGPC (ZS)") (Note 4)	Manufacture and marketing of PVC leather and third-time processed products	\$ 570,700 (USD 20,000 thousand)	Indirect investment via CGPC (BVI) Holding Co., Ltd.	\$ 570,700 (USD 20,000 thousand)	\$ -	\$ -	\$ 570,700 (USD 20,000 thousand)	\$ 1,136 (USD 40 thousand)	100.00	\$ 1,136 (USD 40 thousand)	\$ 266,116 (USD 9,326 thousand)	\$ -
CGPC Consumer Products Corporation ("CGPC (CP)") (Note 4)	Manufacture and marketing of PVC third-time processed products	42,803 (USD 1,500 thousand)	Indirect investment via CGPC (BVI) Holding Co., Ltd.	42,803 (USD 1,500 thousand)	-	-	42,803 (USD 1,500 thousand)	8 (USD - thousand)	100.00	8 (USD - thousand)	13,456 (USD 472 thousand)	-

Accumulated Outward Remittance for Investment in Mainland China as of March 31, 2021 (Notes 1 and 3)	Investment Amounts Authorized by Investment Commission, MOEA (Note 1)	Upper Limit on the Amount of Investment Stipulated by Investment Commission, MOEA (Note 2)
\$772,785 (USD 27,082 thousand)	\$895,999 (USD 31,400 thousand)	\$ -

Note 1: The conversion is based on the spot exchange rate of March 31, 2021.

Note 2: As the CGPC obtained the certificate of qualification of operating headquarters issued by the Industrial Development Bureau No. 10920426850 on September 8, 2020, the upper limit on investment in mainland China pursuant to the "Principle of Investment or Technical Cooperation in Mainland China" is not applicable.

Note 3: QuanZhou Continental General Plastics Co., Ltd. ("CGPC (QZ)") and Union (Zhong Shan) Co., Ltd. ("Union (ZS)") completed dissolution procedures, and CGPC (BVI) Holding Co., Ltd. ("CGPC (BVI)") retrieved the residual assets. The shares of Continental General Plastics (SanHe) Co., Ltd. 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 \$9,518 thousand (US\$684 thousand), the investment amount of Union (ZS) of \$25,624 thousand (US\$898 thousand) and the investment amount of Continental General Plastics (SanHe) Co., Ltd. of \$114,140 thousand (US\$4,000 thousand).

Note 4: The board of directors of CGPC passed a resolution to dissolve CGPC (ZS) and CGPC (CP) on October 24, 2011. However, CGPC has leased the idle plant of the discontinued unit since 2021. Considering that the operation is not discontinued in essence, it has decided to transfer the discontinued unit back to the continuing business unit. Please refer to Note 12.

Note 5: All the transactions were fully eliminated upon preparation of the consolidated financial statements; Investment gains (losses) are recognized in financial statements that have not been reviewed by CPA.

USI CORPORATION AND SUBSIDIARIES  
(Taita Chemical Company, Ltd. (TTC))  
INFORMATION ON INVESTMENTS IN MAINLAND CHINA  
JANUARY 1 TO MARCH 31, 2021

TABLE 8-4

(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 January 1, 2021	Investment Flows		Accumulated Outward Remittance for Investment from Taiwan as of March 31, 2021	Net Income (Loss) of the Investee (Note 5)	Ownership of Direct or Indirect Investment (%)	Investment Gain (Loss) (Note 5)	Carrying Amount as of March 31, 2021 (Note 5)	Accumulated Repatriation of Investment Income as of March 31, 2021
					Outflow	Inflow						
Taita Chemical (Zhongshan) Co., Ltd. ("TAITA (ZS)")	Production and marketing of polystyrene derivatives	\$ 1,319,744 (USD 46,250 thousand) (Note 1)	Investment through a holding company registered in a third region	\$ 1,227,005 (USD 43,000 thousand)	\$ -	\$ -	\$ 1,227,005 (USD 43,000 thousand)	\$ 76,960 (USD 2,713 thousand)	100.00	\$ 76,960 (USD 2,713 thousand) (Note 6)	\$ 3,008,770 (USD 105,441 thousand) (Note 6)	\$ -
Taita Chemical (Tianjin) Co., Ltd. ("TAITA (TJ)")	Production and marketing of polystyrene derivatives	780,432 (USD 27,350 thousand) (Note 2)	Investment through a holding company registered in a third region	741,910 (USD 26,000 thousand)	-	-	741,910 (USD 26,000 thousand)	( 4,683 ) (USD -165 thousand)	100.00	( 4,683 ) (USD -165 thousand) (Note 6)	( 108,672 ) (USD -3,808 thousand) (Note 6)	-
ACME Electronics (Kunshan) Co., Ltd. ("ACME (KS)")	Manufacturing and marketing of manganese-zinc soft ferrite core	876,738 (USD 30,725 thousand)	Investment through a holding company registered in a third region ACME Electronics (Cayman) Corp	38,637 (USD 1,354 thousand)	-	-	38,637 (USD 1,354 thousand)	( 1,594 ) (USD -56 thousand)	5.39	( 86 ) (USD -3 thousand)	42,042 (USD 1,473 thousand)	-

Accumulated Outward Remittance for Investment in Mainland China as of March 31, 2021	Investment Amounts Authorized by Investment Commission, MOEA	Upper Limit on the Amount of Investment Stipulated by Investment Commission, MOEA
\$2,007,552 (USD 70,354 thousand)	\$ 2,163,447 (USD 75,817 thousand) (Note)	\$ - (Note 4)

Note 1: TAITA (ZS) resolved to issue share dividends of US\$3,250 thousand in 2007.

Note 2: TAITA (TJ) resolved to issue share dividends of US\$1,350 thousand in 2012.

Note 3: The amount distributed from share dividends included US\$3,250 thousand from TAITA (ZS), US\$1,350 thousand from TAITA (TJ) and US\$802 thousand from ACME (KS).

Note 4: As the TTC obtained the certificate of qualification of operating headquarters issued by the Industrial Development Bureau No. 10820415160 on June 6, 2019, the upper limit on investment in Mainland China pursuant to the "Principle of Investment or Technical Cooperation in Mainland China" is not applicable.

Note 5: The recognition of investment income (loss) was based on financial statements audited by CPA of the parent company of TTC in Taiwan.

Note 6: All the transactions were fully eliminated upon preparation of the consolidated financial statements.

USI CORPORATION AND REINVESTMENT COMPANIES  
(Asia Polymer Corporation (APC))  
INFORMATION ON INVESTMENTS IN MAINLAND CHINA  
JANUARY 1 TO MARCH 31, 2021

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 January 1, 2021	Investment Flows		Accumulated Outward Remittance for Investment from Taiwan as of March 31, 2021	Net Income (Loss) of the Investee (Note 3)	Ownership of Direct or Indirect Investment (%)	Investment Gain (Loss) (Note 3)	Carrying Amount as of March 31, 2021 (Note 4)	Accumulated Repatriation of Investment Income as of March 31, 2021
					Outflow	Inflow						
ACME Electronics (Kunshan) Co., Ltd.	Manufacture and marketing of manganese-zinc soft ferrite core	\$ 876,738 (USD 30,725 thousand)	(2) ACME Electronics (Cayman) Corp.	\$ 119,201 (USD 4,177 thousand)	\$ -	\$ -	\$ 119,201 (USD 4,177 thousand)	B (\$ 1,594)	16.64	(\$ 265)	\$ 129,708	\$ -
USI Trading(Shanghai) Co., Ltd.	Sales of chemical engineering products and equipment	71,338 (USD 2,500 thousand)	(2) APC (BVI) Holding Co., Ltd.	86,621 (USD 3,036 thousand)	-	-	86,621 (USD 3,036 thousand)	C 5,166	100.00	5,166	124,854	-
Fujian Gulei Petrochemical Co., Ltd.	Processing of crude oil and manufacturing of petroleum products	40,446,851 (RMB 9,314,400 thousand)	(2) Dynamic Ever Investments Ltd., (Note 2)	4,505,188 (USD157,883 thousand)	-	-	4,505,188 (USD157,883 thousand)	C 3,975	11.71	466	4,700,021	-

Accumulated Outward Remittance for Investment in Mainland China as of March 31, 2021	Investment Amounts Authorized by Investment Commission, MOEA	Upper Limit on the Amount of Investment Stipulated by Investment Commission, MOEA
\$ 4,848,552 (Note 5) (USD 169,916 thousand)	\$6,387,149 (USD223,836 thousand)	\$ - (Note 6)

Note 1: Investments are divided into three categories as follows:

- a. Direct investment.
- b. Investments through a holding company registered in a third region (Please specify the investment company in the third region).
- c. Others.

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

Note 3: For the column of investment gain (loss):

1. If there is no investment gain (loss) during the preparation, it should be noted.
2. If the basis for the recognition of investment gain (loss) is classified into the following three types, it should be noted as follows:
  - A. Financial statements audited by international accounting firms which have a cooperation relationship with an accounting firm in the Republic of China.
  - B. Financial statements audited by the parent company's CPA.
  - C. Others

Note 4: The amount was calculated using the exchange rate as at March 31, 2021.

Note 5: APC indirectly invested subsidiaries in Mainland China through APC (BVI) Holding Co., Ltd. investing in Silicon Technology Investment (Cayman) Corp. (STIC) and Solargiga Energy Holdings Ltd.

Note 6: As APC has obtained the certificate of qualification for operating headquarters issued by the Industrial Development Bureau, MOEA No. 10800262940 on February 26, 2020, the upper limit on investments in mainland China pursuant to the "Principle of Investment or Technical Cooperation in Mainland China" is not applicable.

Note 7: Except for the investment in Fujian Gulei Petrochemical Co., Ltd., all the investment gains (losses) and carrying amount as of March 31, 2021 were fully eliminated upon preparation of the consolidated financial statements.

USI CORPORATION AND SUBSIDIARIES  
INTERCOMPANY RELATIONSHIPS AND SIGNIFICANT TRANSACTIONS  
JANUARY 1 TO MARCH 31, 2021

TABLE 9

(In Thousands of New Taiwan Dollars)

No. (Note 1)	Investee Company	Counterparty	Relationship (Note 2)	Transaction Details			
				Financial Statement Accounts	Amount (Note 3)	Payment Terms	Ratio to Total Sales or Assets (%)(Note 4)
0	USI Corporation	Swanson Plastics Corp.	1	Sales revenue	\$ 19,990	No significant difference	0.12%
0	USI Corporation	Forever Young Company Limited	1	Sales revenue	40,161	No significant difference	0.25%
0	USI Corporation	USI Trading (Shanghai) Co., Ltd.	1	Sales revenue	56,691	No significant difference	0.35%
0	USI Corporation	USI (Hong Kong) Company Limited	1	Sales revenue	37,596	No significant difference	0.23%
0	USI Corporation	Asia Polymer Corporation	1	Purchase	354,847	No significant difference	2.19%
0	USI Corporation	Swanson Plastics Corp.	1	Purchase	16,446	No significant difference	0.10%
0	USI Corporation	Asia Polymer Corporation	1	Revenue from sale of raw materials	25,613	No significant difference	0.16%
0	USI Corporation	Swanson Plastics Corp.	1	Accounts receivable	16,083	No significant difference	0.10%
0	USI Corporation	Forever Young Company Limited	1	Accounts receivable	36,618	No significant difference	0.05%
0	USI Corporation	USI (Hong Kong) Company Limited	1	Accounts receivable	14,886	No significant difference	0.02%
0	USI Corporation	USI Trading (Shanghai) Co., Ltd.	1	Accounts receivable	46,775	No significant difference	0.06%
0	USI Corporation	Asia Polymer Corporation	1	Other receivables	62,075	No significant difference	0.08%
0	USI Corporation	Taiwan VCM Corporation	1	Other receivables	116,978	No significant difference	0.15%
0	USI Corporation	Asia Polymer Corporation	1	Other payables	35,900	No significant difference	0.04%
0	USI Corporation	Dynamic Ever Investments Limited	1	Management services revenue	31,896	No significant difference	0.04%
0	USI Corporation	Cypress Epoch Limited	1	Other payables	128,814	No significant difference	0.16%
0	USI Corporation	Asia Polymer Corporation	1	Other payables	253,309	No significant difference	0.32%
0	USI Corporation	Taiwan VCM Corporation	1	Other payables	118,739	No significant difference	0.73%
1	Asia Polymer Corporation	USI Trading (Shanghai) Co., Ltd.	3	Sales of goods	17,419	No significant difference	0.11%
2	China General Plastics Corporation	China General Terminal & Distribution Corporation	3	Storage tank operating expense	21,743	No significant difference	0.03%
2	China General Plastics Corporation	Swanson Plastics Corp.	3	Purchase cost	14,780	No significant difference	0.02%
2	China General Plastics Corporation	Swanson Plastics Corp.	3	Accounts payable	11,399	No significant difference	0.07%
2	China General Plastics Corporation	USI Management Consulting Corporation	3	Management services expense	20,430	No significant difference	0.13%
2	China General Plastics Corporation	Taiwan VCM Corporation	3	Purchase	1,625,611	No significant difference	10.04%
2	China General Plastics Corporation	Taiwan VCM Corporation	3	Accounts payable	1,124,836	No significant difference	6.95%
2	China General Plastics Corporation	CGPC America Corporation	3	Accounts receivable	144,804	No significant difference	0.89%
2	China General Plastics Corporation	CGPC America Corporation	3	Sales revenue	143,042	No significant difference	0.88%
2	China General Plastics Corporation	CGPC Polymer Corporation	3	Accounts payable	18,175	No significant difference	0.02%
2	China General Plastics Corporation	CGPC Polymer Corporation	3	Purchase	21,580	No significant difference	0.03%
3	Taita Chemical Company, Ltd.	USI Management Consulting Corporation	3	Management services expense	13,391	No significant difference	0.08%

(Continued)

(Continued)

No. (Note 1)	Investee Company	Counterparty	Relationship (Note 2)	Transaction Details			
				Financial Statement Accounts	Amount (Note 3)	Payment Terms	Ratio to Total Sales or Assets (%)(Note 4)
3	Taita Chemical Company, Ltd.	Taita Chemical (Zhongshan) Co., Ltd.	3	Sales revenue	\$ 237,115	No significant difference	1.46%
3	Taita Chemical Company, Ltd.	Taita Chemical (Tianjin) Co., Ltd.	3	Other receivables	263,921	No significant difference	1.63%
4	Acme Electronics Corporation	Acme Electronics (Kunshan) Co., Ltd.	3	Sales revenue	61,812	No significant difference	0.38%
4	Acme Electronics Corporation	Acme Electronics (Guangzhou) Co., Ltd.	3	Sales revenue	31,061	No significant difference	0.19%
4	Acme Electronics Corporation	Acme Electronics (Kunshan) Co., Ltd.	3	Cost of goods sold	17,080	No significant difference	0.11%
4	Acme Electronics Corporation	Acme Electronics (Guangzhou) Co., Ltd.	3	Processing fee (entered as cost of goods sold)	95,157	No significant difference	0.59%
4	Acme Electronics Corporation	Acme Electronics (Kunshan) Co., Ltd.	3	Accounts receivable-related parties	58,559	No significant difference	0.07%
4	Acme Electronics Corporation	Acme Electronics (Guangzhou) Co., Ltd.	3	Accounts receivable-related parties	14,965	No significant difference	0.02%
4	Acme Electronics Corporation	Acme Electronics (Kunshan) Co., Ltd.	3	Other receivables-related parties	16,239	No significant difference	0.02%
4	Acme Electronics Corporation	ACME Electronics (Cayman) Corp.	3	Other receivables-related parties	210,239	No significant difference	0.26%
4	Acme Electronics Corporation	Acme Electronics (Guangzhou) Co., Ltd.	3	Notes and accounts payable-related parties	141,623	No significant difference	0.18%
4	Acme Electronics Corporation	Acme Electronics (Kunshan) Co., Ltd.	3	Notes and accounts payable-related parties	15,606	No significant difference	0.02%
5	USI Management Consulting Corporation	Asia Polymer Corporation	3	Management services revenue	11,115	No significant difference	0.01%
6	Acme Electronics (Kunshan) Co., Ltd.	Acme Electronics (Guangzhou) Co., Ltd.	3	Sales revenue	18,910	No significant difference	0.02%
6	Acme Electronics (Kunshan) Co., Ltd.	Acme Electronics (Guangzhou) Co., Ltd.	3	Accounts receivable-related parties	20,477	No significant difference	0.03%
6	Acme Electronics (Kunshan) Co., Ltd.	ACME Ferrite Product Sdn. Bhd.	3	Sales revenue	29,339	No significant difference	0.04%
6	Acme Electronics (Kunshan) Co., Ltd.	ACME Ferrite Product Sdn. Bhd.	3	Accounts receivable-related parties	14,523	No significant difference	0.09%
7	CGPC Polymer Corporation	Taiwan VCM Corporation	3	Accounts payable	1,450,944	No significant difference	1.92%
7	CGPC Polymer Corporation	Taiwan VCM Corporation	3	Other payables	18,696	No significant difference	0.02%
7	CGPC Polymer Corporation	Taiwan VCM Corporation	3	Purchase	1,474,372	No significant difference	3.43%
8	Swanson Plastics Corp.	Forever Young Company Limited	3	Accounts receivable	11,216	No significant difference	0.01%
8	Swanson Plastics Corp.	Forever Young Company Limited	3	Sales revenue	11,133	No significant difference	0.07%
8	Swanson Plastics Corp.	PT. Swanson Plastics Indonesia	3	Accounts receivable	13,476	No significant difference	0.02%
8	Swanson Plastics Corp.	Swanson Plastics (Kunshan) Corp.	3	Accounts receivable	33,053	No significant difference	0.04%
9	Forever Young Company Limited	Swanson Plastics (India) Private Ltd.	3	Sales revenue	16,730	No significant difference	0.10%
9	Forever Young Company Limited	Swanson Plastics (Kunshan) Corp.	3	Accounts receivable	62,589	No significant difference	0.39%
9	Forever Young Company Limited	Swanson Plastics (Kunshan) Corp.	3	Sales revenue	73,668	No significant difference	0.45%
9	Forever Young Company Limited	Swanson Plastics (Malaysia) Sdn. Bhd.	3	Accounts receivable	38,464	No significant difference	0.24%
9	Forever Young Company Limited	Swanson Plastics (Malaysia) Sdn. Bhd.	3	Cost of goods sold	35,002	No significant difference	0.22%
9	Forever Young Company Limited	Swanson Plastics (Malaysia) Sdn. Bhd.	3	Sales revenue	97,740	No significant difference	0.60%
9	Forever Young Company Limited	PT. Swanson Plastics Indonesia	3	Accounts receivable	21,611	No significant difference	0.03%
9	Forever Young Company Limited	PT. Swanson Plastics Indonesia	3	Sales revenue	43,265	No significant difference	0.27%
9	Forever Young Company Limited	SWANSON INTERNATIONAL LTD.	3	Other receivables	88,601	No significant difference	0.55%
10	Swanson Plastics (Kunshan) Corp.	ASK-Swanson (Kunshan) Co., Ltd.	3	Accounts receivable	27,221	No significant difference	0.03%
10	Swanson Plastics (Kunshan) Corp.	ASK-Swanson (Kunshan) Co., Ltd.	3	Sales revenue	31,973	No significant difference	0.20%

(Continued)

(Continued)

No. (Note 1)	Investee Company	Counterparty	Relationship (Note 2)	Transaction Details			
				Financial Statement Accounts	Amount (Note 3)	Payment Terms	Ratio to Total Sales or Assets (%)(Note 4)
11	SWANSON PLASTICS (SINGAPORE) PTE LTD.	Swanson Plastics (Malaysia) Sdn. Bhd.	3	Accounts payable	\$ 30,313	No significant difference	0.19%
11	SWANSON PLASTICS (SINGAPORE) PTE LTD.	Swanson Plastics (Malaysia) Sdn. Bhd.	3	Cost of goods sold	51,674	No significant difference	0.32%
11	SWANSON PLASTICS (SINGAPORE) PTE LTD.	PT Swanson Plastics Indonesia	3	Other receivables	14,268	No significant difference	0.02%
11	SWANSON PLASTICS (SINGAPORE) PTE LTD.	PT Swanson Plastics Indonesia	3	Cost of goods sold	19,701	No significant difference	0.02%
12	ASK-Swanson (Kunshan) Co., Ltd.	Swanson Plastics (Tainjin) Co., Ltd.	3	Other receivables	184,806	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:

- a. The Company: 0.
- b. The subsidiaries were marked from 1 in order of numeric characters by the companies.

Note 2: Investment types are as follows:

- a. The Company to the subsidiaries.
- b. The subsidiaries to the Company.
- c. Between subsidiaries.

Note 3: All the transactions were fully eliminated upon preparation of the consolidated financial statements.

Note 4: The ratio of transaction amounts accounted for total sales revenue or assets is calculated as follows: (1) asset or liability: The ratio was calculated based on the ending balance accounted for total consolidated assets; (2) income or loss: The ratio was calculated based on the midterm accumulated amounts accounted for total consolidated sales revenue.

USI CORPORATION AND SUBSIDIARIES

INFORMATION ON INVESTMENTS IN MAINLAND CHINA, EITHER DIRECTLY OR INDIRECTLY THROUGH A THIRD PARTY, AND THEIR PRICES, PAYMENT TERMS, AND UNREALIZED GAINS OR LOSSES

JANUARY 1 TO MARCH 31, 2021

TABLE 10

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

Investee Company	Financial Statement Account	Amount	Percentage (%)	Price	Transaction Details		Notes/Accounts Receivable (Payable)		Unrealized Gains or Losses	Note
					Payment Terms	Compared to General Transactions	Amount	Percentage (%)		
USI (Hong Kong) Company Limited	Sales revenue	\$ 37,596	1.05	No significant difference	Within 60 days after selling on credit	No significant difference	\$ 14,886	1.88	\$ -	-
USI Trading (Shanghai) Co., Ltd.	Sales revenue	56,691	1.58	No significant difference	Within 60 days after selling on credit	No significant difference	46,775	4.60	-	-
	Commission expense	133	-	-	-	-	-	-	-	-
Dynamic Ever Investments Limited	Management services revenue	4,849	-	-	-	-	-	-	-	-
	Other income	64	-	-	-	-	-	-	-	-
	Other receivables-related parties	5,123	-	-	-	-	-	-	-	-

Note: All the transactions were fully eliminated upon preparation of the consolidated financial statements.

USI CORPORATION AND SUBSIDIARIES  
(Asia Polymer Corporation (APC))

INFORMATION ON INVESTMENTS IN MAINLAND CHINA, EITHER DIRECTLY OR INDIRECTLY THROUGH A THIRD PARTY, AND THEIR PRICES, PAYMENT TERMS, AND UNREALIZED GAINS OR  
LOSSES

JANUARY 1 TO MARCH 31, 2021

TABLE 10-1

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

Investee Company	Financial Statement Account	Amount	Percentage (%)	Price	Transaction Details		Notes/Accounts Receivable (Payable)		Unrealized Gains or Losses	Note
					Payment Terms	Compared to General Transactions	Amount	Percentage (%)		
USI Trading (Shanghai) Co., Ltd.	Sales revenue	\$ 17,419	0.94	No significant difference	Within 90 days after selling on credit	No significant difference	\$ 7,523	0.94	\$ -	-
	Commission expense	143	-	-	-	-	-	-	-	-
	Non-operating income and expense - rental income	313	-	-	-	-	-	-	-	-
	Management services expense	29	-	-	-	-	-	-	-	-
	Other receivables-related parties	1,613	-	-	-	-	-	-	-	-
Other payables-related parties	7,128	-	-	-	-	-	-	-	-	

Note: All the transactions were fully eliminated upon preparation of the consolidated financial statements.

USI CORPORATION  
INFORMATION ON MAJOR SHAREHOLDERS  
March 31, 2021

TABLE 11

Name of major shareholder	Shares	
	Number of Shares	Percentage of Ownership (%)
Shing Lee Enterprise (Hong Kong) Limited	173,776,546	14.61
Wholegainer Company Limited's trust account under custody of Fubon Securities Co., Ltd.	110,000,000	9.25
Asia Polymer Corporation	101,355,673	8.53

Note 1: The table discloses shareholding information of shareholders whose shareholding percentage is more than 5%. The Taiwan Depository & Clearing Corporation (TDCC) calculates the total number of ordinary shares and special 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 of shares that have completed the dematerialized registration and delivery may be different due to difference in the basis of calculation.

Note 2: In the event where the shareholder delivers its equity to trust, the information is disclosed in the form of individual trust accounts opened by the trustee. As for 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 Observation Post System.