

# USI CORPORATION AND SUBSIDIARIES

## Consolidated Financial Statements and Independent Auditor's Review Report

For the Three Months Ended March 31, 2024 and 2023

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## **Independent Auditors' Review Report**

To USI Corporation:

### **Introduction**

We have reviewed the Consolidated Balance Sheets of USI Corporation and its subsidiaries (the Group) for the three months ended March 31, 2024 and 2023, and the Consolidated Statements of Comprehensive Income, Consolidated Statements of Changes in Equity, Consolidated Statements of Cash Flows, and Notes to the Consolidated Financial Statements (including the Summary of Significant Accounting Policies) for the three months ended March 31, 2024 and 2023. Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34 “Interim Financial Reporting” endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China. Our responsibility is to express a conclusion on the consolidated financial statements based on our reviews.

### **Scope of Review**

Except as explained in the following paragraph, we conducted our reviews in accordance with the Standards on Review Engagements No. 2410 “Review of Financial Information Performed by the Independent Auditor of the Entity”. A review of consolidated financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

### **Basis for Qualified Conclusion**

As mentioned in Notes 12 and 13 of the consolidated financial statements, the financial statements of some non-essential subsidiaries and investments using the equity method for the

same period included in the above consolidated financial statements have not been reviewed by us. The total assets and the balance of investment by equity method as of March 31, 2024 and 2023 were NT\$20,743,812 thousand and NT\$24,418,549 thousand, accounting for 27.83% and 31.48% of the total consolidated assets, respectively. The total liabilities were NT\$5,104,488 thousand and NT\$5,294,690 thousand, accounting for 18.81% and 19.70% of the total consolidated liabilities, respectively. The total comprehensive income and the share of the income from associates and joint venture accounted for using the equity method for the periods for the three months ended March 31, 2024 and 2023 were a loss of NT\$783,233 and NT\$1,333,914, accounting for 552.84% and 298.03% of total comprehensive income, respectively. In addition, the information related to the aforesaid subsidiary and investment in other notes and schedules to the consolidated financial statements has not been reviewed by auditors.

### **Qualified Conclusion**

According to the results of the auditor's review, except that the financial statements of some of the non-significant subsidiaries and investments accounted for using the equity method mentioned in the basic paragraph of the reserved conclusions may affect the adjustment of the consolidated financial statements if they are reviewed by the auditor, we were not aware that the above consolidated financial statements have not been prepared in all material respects in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and the International Accounting Standards NO.34 "Interim Financial Reporting" as endorsed and promulgated by the Financial Supervisory Commission, making it impossible to properly express the consolidated financial position of the Group as of March 31, 2024 and 2023, and the consolidated financial performance and consolidated cash flow for the periods for the three months ended March 31, 2024 and 2023.

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

Deloitte & Touche  
Taipei, Taiwan  
Republic of China

May 10, 2024

Notice to Readers

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

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

USI CORPORATION AND SUBSIDIARIES  
Consolidated Balance Sheets  
March 31, 2024, December 31 and March 31, 2023

(In Thousands of New Taiwan Dollars)

Assets	March 31, 2024		December 31, 2023		March 31, 2023	
	Amount	%	Amount	%	Amount	%
<b>CURRENT ASSETS (Note 4)</b>						
Cash and cash equivalents (Notes 3 and 6)	\$ 10,157,489	14	\$ 11,059,546	15	\$ 11,938,389	15
Financial assets at fair value through profit or loss (FVTPL) current (Notes 7, 34 and 35)	2,926,270	4	3,120,700	4	3,436,832	4
Financial assets at fair value through profit or loss (FVTOCI) current (Note 8)	38,358	-	40,841	-	100,084	-
Financial assets at amortized cost - current (Notes 3, 9 and 34)	3,425,774	5	1,699,176	2	362,769	-
Notes receivables, net (Notes 10 and 26)	541,258	1	479,270	1	492,419	1
Accounts receivable, net (Notes 10, 26 and 33)	5,077,582	7	5,031,335	7	5,743,672	7
Other receivables (Notes 10 and 33)	379,053	-	323,794	1	375,813	1
Current tax assets (Notes 4 and 28)	16,312	-	13,111	-	25,151	-
Inventories (Note 11)	6,487,058	9	6,922,989	9	7,486,112	10
Prepayments	1,142,154	1	817,337	1	1,143,000	2
Other current assets (Note 14)	35,069	-	49,401	-	242,479	-
Total current assets	<u>30,226,377</u>	<u>41</u>	<u>29,557,500</u>	<u>40</u>	<u>31,346,720</u>	<u>40</u>
<b>NON-CURRENT ASSETS</b>						
Financial assets at fair value through other comprehensive income (FVTOCI) - non-current (Note 8)	2,281,594	3	2,127,088	3	2,126,392	3
Financial assets at amortized cost - non-current (Notes 3, 9, 34 and 35)	354,590	-	353,024	-	350,913	1
Investments accounted for using the equity method (Note 13)	8,815,084	12	9,357,571	13	12,366,356	16
Property, plant and equipment (Notes 14 and 34)	26,515,237	36	26,380,393	36	25,666,292	33
Right-of-use assets (Notes 15 and 34)	2,566,891	3	2,571,037	3	2,489,470	3
Investment properties, net (Note 16)	611,657	1	587,321	1	615,091	1
Goodwill (Note 17)	270,211	-	270,211	-	270,211	-
Other intangible assets, net (Note 17)	48,677	-	50,403	-	46,382	-
Deferred tax assets (Notes 4 and 28)	2,106,548	3	1,985,468	3	1,521,113	2
Other non-current assets (Note 34)	752,591	1	832,789	1	779,689	1
Total non-current assets	<u>44,323,080</u>	<u>59</u>	<u>44,515,305</u>	<u>60</u>	<u>46,231,909</u>	<u>60</u>
Total Assets	<u>\$ 74,549,457</u>	<u>100</u>	<u>\$ 74,072,805</u>	<u>100</u>	<u>\$ 77,578,629</u>	<u>100</u>
<b>Liabilities and Equity</b>						
<b>CURRENT LIABILITIES (Note 4)</b>						
Short-term borrowings (Notes 18 and 34)	\$ 4,540,355	6	\$ 3,256,357	5	\$ 2,388,609	3
Short-term notes payable (Note 18)	-	-	-	-	139,939	-
Financial liabilities at fair value through profit or loss (FVTPL) current (Note 7)	1,179	-	2,804	-	4,421	-
Account payables (Note 20)	2,662,001	3	3,017,667	4	3,023,379	4
Other payables (Notes 21 and 33)	1,739,235	2	2,229,339	3	1,815,897	2
Current tax liabilities (Notes 4 and 28)	632,963	1	645,044	1	1,857,631	3
Lease liabilities - current (Note 15)	145,873	-	143,820	-	154,380	-
Current portion of long-term borrowings (Notes 18, 19 and 34)	2,744,254	4	2,283,668	3	-	-
Refund liabilities - current (Note 21)	28,512	-	30,704	-	21,554	-
Other current liabilities (Note 26)	446,576	1	239,932	-	563,258	1
Total current liabilities	<u>12,940,948</u>	<u>17</u>	<u>11,849,335</u>	<u>16</u>	<u>9,969,068</u>	<u>13</u>
<b>NON-CURRENT LIABILITIES</b>						
Bonds payable (Note 19)	3,995,389	5	3,994,990	5	5,992,845	8
Long-term borrowings (Notes 18 and 34)	5,903,731	8	6,441,427	9	6,449,853	8
Provision for liabilities - non-current (Notes 22 and 35)	136,375	-	136,375	-	136,375	-
Deferred tax liabilities (Notes 4 and 28)	1,380,162	2	1,298,084	2	1,410,820	2
Lease liabilities - non-current (Note 15)	1,995,820	3	1,992,525	3	2,065,132	3
Net defined benefit liabilities - non-current (Notes 4 and 23)	631,210	1	663,943	1	710,021	1
Other non-current liabilities (Note 24)	149,298	-	152,226	-	144,958	-
Total non-current liabilities	<u>14,191,985</u>	<u>19</u>	<u>14,679,570</u>	<u>20</u>	<u>16,910,004</u>	<u>22</u>
Total Liabilities	<u>27,132,933</u>	<u>36</u>	<u>26,528,905</u>	<u>36</u>	<u>26,879,072</u>	<u>35</u>
Equity attributable to owners of the Company (Notes 8, 12, 25 and 28)						
Share capital	11,887,635	16	11,887,635	16	11,887,635	15
Capital surplus	476,778	1	476,799	1	448,224	1
Retained Earnings						
Legal reserve	4,036,296	5	4,036,296	5	3,872,190	5
Special reserve	375,127	1	375,127	-	375,127	-
Unappropriated earnings	6,721,579	9	7,115,479	10	8,227,152	11
Total retained earnings	<u>11,133,002</u>	<u>15</u>	<u>11,526,902</u>	<u>15</u>	<u>12,474,469</u>	<u>16</u>
Other equity	110,343	-	( 161,445)	-	93,897	-
Treasury shares	( 475,606)	( 1)	( 475,606)	( 1)	( 475,606)	( 1)
Total equity attributable to owners of the Company	<u>23,132,152</u>	<u>31</u>	<u>23,254,285</u>	<u>31</u>	<u>24,428,619</u>	<u>31</u>
Non-controlling interests	<u>24,284,372</u>	<u>33</u>	<u>24,289,615</u>	<u>33</u>	<u>26,270,938</u>	<u>34</u>
Total equity	<u>47,416,524</u>	<u>64</u>	<u>47,543,900</u>	<u>64</u>	<u>50,699,557</u>	<u>65</u>
Total Liabilities and Equity	<u>\$ 74,549,457</u>	<u>100</u>	<u>\$ 74,072,805</u>	<u>100</u>	<u>\$ 77,578,629</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 Three Months Ended March 31, 2024 and 2023

(In Thousands of New Taiwan Dollars, except for Loss Per Share)

	For the Three Months Ended March 31, 2024		For the Three Months Ended March 31, 2023	
	Amount	%	Amount	%
OPERATING REVENUE (Notes 26 and 33)	\$ 12,024,428	100	\$ 13,175,556	100
COST OF GOODS SOLD (Notes 11, 14, 15, 17, 23, 27 and 33)	<u>11,501,950</u>	<u>95</u>	<u>11,426,806</u>	<u>87</u>
GROSS PROFIT	<u>522,478</u>	<u>5</u>	<u>1,748,750</u>	<u>13</u>
OPERATING EXPENSES (Notes 10, 14, 15, 17, 23, 27 and 33)				
Selling and marketing expenses	518,516	4	559,840	4
Administrative expenses	329,042	3	332,724	2
Research and development expenses	112,327	1	118,155	1
Expected credit gain reversed on accounts receivable	( <u>926</u> )	<u>-</u>	( <u>225</u> )	<u>-</u>
Total operating expenses	<u>960,811</u>	<u>8</u>	<u>1,010,494</u>	<u>7</u>
NET (LOSS) PROFIT FROM OPERATIONS	( <u>438,333</u> )	( <u>3</u> )	<u>738,256</u>	<u>6</u>
NON-OPERATING INCOME AND EXPENSES				
Interest income (Note 27)	75,499	1	57,959	-
Other income (Notes 24, 27 and 33)	56,085	-	75,259	1
Other gains and losses (Notes 16, 27 and 37)	136,334	1	( 48,436 )	-
Finance costs (Notes 18, 19 and 27)	( 69,817 )	( 1 )	( 64,248 )	( 1 )
Share of loss of associates and joint ventures accounted for using the equity method (Note 13)	( <u>899,812</u> )	( <u>7</u> )	( <u>1,315,181</u> )	( <u>10</u> )
Total non-operating income and expenses	( <u>701,711</u> )	( <u>6</u> )	( <u>1,294,647</u> )	( <u>10</u> )
Net loss before income tax	( 1,140,044 )	( 9 )	( 556,391 )	( 4 )
Income tax gain (expense) (Notes 4 and 28)	<u>163,477</u>	<u>1</u>	( <u>31,632</u> )	<u>-</u>
Net loss for the period	( <u>976,567</u> )	( <u>8</u> )	( <u>588,023</u> )	( <u>4</u> )
OTHER COMPREHENSIVE INCOME (LOSS)				
Items that will not be reclassified subsequently to profit or loss:				
Unrealized gain on equity instruments at FVTOCI (Note 25)	148,204	1	69,055	-
Income tax relating to items that will not be reclassified (Notes 4, 25 and 28)	( <u>497</u> )	<u>-</u>	( <u>754</u> )	<u>-</u>
	<u>147,707</u>	<u>1</u>	<u>68,301</u>	<u>-</u>
Items that may be reclassified subsequently to profit or loss:				
Exchange differences on translating the financial statements of foreign operations (Note 25)	773,363	7	73,848	1
Income tax relating to items that may be reclassified subsequently to profit or loss (Notes 4, 25 and 28)	( <u>86,178</u> )	( <u>1</u> )	( <u>1,705</u> )	<u>-</u>
	<u>687,185</u>	<u>6</u>	<u>72,143</u>	<u>1</u>
Other comprehensive (loss) income for the period (net of income tax)	<u>834,892</u>	<u>7</u>	<u>140,444</u>	<u>1</u>
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	( \$ <u>141,675</u> )	( <u>1</u> )	( \$ <u>447,579</u> )	( <u>3</u> )
NET LOSS ATTRIBUTABLE TO				
Owners of the Company	( \$ 393,900 )	( 3 )	( \$ 96,523 )	( 1 )
Non-controlling interests	( <u>582,667</u> )	( <u>5</u> )	( <u>491,500</u> )	( <u>3</u> )
	( \$ <u>976,567</u> )	( <u>8</u> )	( \$ <u>588,023</u> )	( <u>4</u> )
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO				
Owners of the Company	( \$ 122,112 )	( 1 )	( \$ 11,522 )	-
Non-controlling interests	( <u>19,563</u> )	<u>-</u>	( <u>436,057</u> )	( <u>3</u> )
	( \$ <u>141,675</u> )	( <u>1</u> )	( \$ <u>447,579</u> )	( <u>3</u> )
LOSSES PER SHARE (Note 29)				
Basic loss per share	( \$ <u>0.37</u> )		( \$ <u>0.09</u> )	
Diluted loss per share	( \$ <u>0.37</u> )		( \$ <u>0.09</u> )	

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

USI CORPORATION AND SUBSIDIARIES  
Consolidated Statements of Changes in Equity  
For the Three Months Ended March 31, 2024 and 2023

(In Thousands of New Taiwan Dollars)

	Equity attributable to owners of the Company							Other equity					
	Capital surplus				Retained Earnings			Exchange differences on translating the financial statements of foreign operations (Notes 25 and 28)	Unrealized gain (loss) on financial assets at FVTOCI (Notes 8, 25 and 28)	Treasury shares (Note 25)	Total	Non-controlling interests (Notes 8, 12 and 25)	Total equity
	Ordinary shares (Note 25)	Treasury Share Transactions (Note 25)	Share of changes in capital surplus of associates (Notes 12 and 25)	Others (Note 25)	Legal reserve (Note 25)	Special reserve (Note 25)	Unappropriated earnings (Notes 12 and 25)						
Balance as of January 1, 2023	\$ 11,887,635	\$ 387,301	\$ 39,947	\$ 22,712	\$ 3,872,190	\$ 375,127	\$ 8,377,890	(\$ 371,193 )	\$ 380,089	(\$ 475,606 )	\$ 24,496,092	\$ 26,428,793	\$ 50,924,885
Net loss for the period for the three months ended March 31, 2023	-	-	-	-	-	-	( 96,523 )	-	-	-	( 96,523 )	( 491,500 )	( 588,023 )
Other comprehensive income for the period for the three months ended March 31, 2023, net of income tax	-	-	-	-	-	-	-	22,647	62,354	-	85,001	55,443	140,444
Total comprehensive income for the three months ended March 31, 2023	-	-	-	-	-	-	( 96,523 )	22,647	62,354	-	( 11,522 )	( 436,057 )	( 447,579 )
Changes in equity of subsidiaries recognized by equity method	-	-	( 1,736 )	-	-	-	( 54,215 )	-	-	-	( 55,951 )	55,932	( 19 )
Change in non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	222,270	222,270
Balance as of March 31, 2023	<u>\$ 11,887,635</u>	<u>\$ 387,301</u>	<u>\$ 38,211</u>	<u>\$ 22,712</u>	<u>\$ 3,872,190</u>	<u>\$ 375,127</u>	<u>\$ 8,227,152</u>	<u>(\$ 348,546 )</u>	<u>\$ 442,443</u>	<u>(\$ 475,606 )</u>	<u>\$ 24,428,619</u>	<u>\$ 26,270,938</u>	<u>\$ 50,699,557</u>
Balance as of January 1, 2024	\$ 11,887,635	\$ 414,131	\$ 39,748	\$ 22,920	\$ 4,036,296	\$ 375,127	\$ 7,115,479	(\$ 452,386 )	\$ 290,941	(\$ 475,606 )	\$ 23,254,285	\$ 24,289,615	\$ 47,543,900
Net loss for the period for the three months ended March 31, 2024	-	-	-	-	-	-	( 393,900 )	-	-	-	( 393,900 )	( 582,667 )	( 976,567 )
Other comprehensive income for the three months ended March 31, 2024	-	-	-	-	-	-	-	293,089	( 21,301 )	-	271,788	563,104	834,892
Total comprehensive income for the three months ended March 31, 2024	-	-	-	-	-	-	( 393,900 )	293,089	( 21,301 )	-	( 122,112 )	( 19,563 )	( 141,675 )
Changes in equity of subsidiaries recognized by equity method	-	-	( 4 )	-	-	-	-	-	-	-	( 4 )	( 12 )	( 16 )
Changes in other capital surplus	-	-	-	( 17 )	-	-	-	-	-	-	( 17 )	-	( 17 )
Change in non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	14,332	14,332
Balance as of March 31, 2024	<u>\$ 11,887,635</u>	<u>\$ 414,131</u>	<u>\$ 39,744</u>	<u>\$ 22,903</u>	<u>\$ 4,036,296</u>	<u>\$ 375,127</u>	<u>\$ 6,721,579</u>	<u>(\$ 159,297 )</u>	<u>\$ 269,640</u>	<u>( \$ 475,606 )</u>	<u>\$ 23,132,152</u>	<u>\$ 24,284,372</u>	<u>\$ 47,416,524</u>

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

USI CORPORATION AND SUBSIDIARIES  
Consolidated Statements of Cash Flows  
For the Three Months Ended March 31, 2024 and 2023

(In Thousands of New Taiwan Dollars)

	For the Three Months Ended March 31, 2024	For the Three Months Ended March 31, 2023
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net loss before income tax for the period	( \$ 1,140,044 )	( \$ 556,391 )
Income (expenses) items		
Depreciation expense	669,292	614,767
Amortization expense	15,637	14,983
Expected credit impairment loss (reversal gain)	926	( 225 )
Net gain on financial assets and liabilities at FVTPL	( 10,226 )	( 1,086 )
Finance costs	69,817	64,248
Interest income	( 75,499 )	( 57,959 )
Dividend income	-	( 11,371 )
Share of loss of associates and joint ventures accounted for using the equity method	899,812	1,315,181
Net gain on disposal and scrapping of property, plant and equipment	( 480 )	( 2,464 )
Reversal of write-downs of inventories and obsolescence losses	( 35,155 )	( 109,025 )
Changes in operating assets and liabilities		
Decrease (increase) in financial instruments mandatorily classified at FVTPL	203,031	( 734,667 )
(Increase) decrease in notes receivables	( 61,988 )	52,127
(Increase) decrease in accounts receivable	( 47,666 )	1,651,573
Increase in other receivables	( 44,944 )	( 107,595 )
Decrease (increase) in inventories	467,960	( 177,325 )
(Increase) decrease in prepayments	( 324,817 )	77,781
Decrease (increase) in other current assets	14,332	( 25,572 )
Decrease in accounts payable	( 355,666 )	( 325,661 )
Decrease in accounts payable	( 445,978 )	( 519,743 )
Decrease in refund liabilities	( 2,192 )	( 6,693 )
Decrease in net defined benefit liabilities	( 32,733 )	( 44,701 )
Increase (decrease) in other current liabilities	<u>206,644</u>	<u>( 104,680 )</u>
Cash (outflow) inflow from operating activities	( 29,937 )	1,005,502
Interest received	65,378	52,791
Interest paid	( 54,116 )	( 60,506 )
Income tax refunded	<u>1,588</u>	<u>6,102</u>
Net cash (used in) generated from operating activities	<u>( 17,087 )</u>	<u>1,003,889</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
(Acquisition) disposal of financial assets at amortized cost	( 1,728,164 )	61,332
Acquisition of property, plant and equipment	( 695,436 )	( 748,080 )
Proceeds from disposal of property, plant and equipment	28,386	12,397
Decrease (increase) in refundable deposits	25,537	( 11,128 )
Acquisitions of other intangible assets	( 229 )	( 106 )
Acquisition of investment properties	( 317 )	( 529 )
Decrease (increase) in other non-current assets	5,405	( 9,893 )
Dividends received	<u>-</u>	<u>7,522</u>
Net cash used in investing activities	<u>( 2,364,818 )</u>	<u>( 688,485 )</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Increase (Decrease) in short-term borrowings	1,283,998	( 11,717 )
Decrease in short-term notes payable	-	( 151,000 )
Proceeds from mid- to long-term borrowings	2,379,442	3,735,512
Repayment of mid- to long-term borrowings	( 2,461,169 )	( 3,644,000 )
Decrease in refundable deposits	( 8,076 )	( 1,304 )
Repayment of the principal portion of lease liabilities	( 38,505 )	( 35,834 )
Increase in other non-current liabilities	5,148	12,749
Change in non-controlling interests	<u>14,332</u>	<u>222,270</u>
Net cash from financing activities	<u>1,175,170</u>	<u>126,676</u>
<b>EFFECTS OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH AND CASH EQUIVALENTS HELD IN FOREIGN CURRENCIES</b>	<u>304,678</u>	<u>( 25,700 )</u>
<b>(DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS FOR THE PERIOD</b>	( 902,057 )	416,380
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD (Note 3)</b>	<u>11,059,546</u>	<u>11,522,009</u>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD (Note 3)</b>	<u>\$ 10,157,489</u>	<u>\$ 11,938,389</u>

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



USI CORPORATION AND SUBSIDIARIES  
Notes to the Consolidated Financial Statements  
For the Three Months Ended March 31, 2024 and 2023  
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

1. GENERAL INFORMATION

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

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

2. APPROVAL OF FINANCIAL STATEMENTS

The consolidated financial statements were reported to and issued by the Company's board of directors on May 10, 2024.

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

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

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

- b. IFRS Accounting Standard that has been issued by IASB but not yet endorsed by the FSC

<u>New/Amended/Revised Standards and Interpretations</u>	<u>Effective Date Announced by IASB (Note 1)</u>
Amendments to IFRS 10 and IAS 28 "Sale or Contribution of Assets between an Investor and Its Associate or Joint Venture"	Undetermined
IFRS 17 "Insurance Contracts"	January 1, 2023
Amendments to IFRS 17	January 1, 2023
Amendment to IFRS 17 "Initial Application of IFRS 17 and IFRS 9 - Comparative Information"	January 1, 2023
IFRS 18 - "Presentation and Disclosure in Financial Statements"	January 1, 2027
IFRS 19 - "Subsidiaries without Public Accountability: Disclosures"	January 1, 2027
Amendments to IAS 21 "Lack of Exchangeability"	January 1, 2025 (Note 2)

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

Note 2. Applicable for the annual reporting periods beginning on or after January 1, 2025. When adopting the amended standards for the first time, the Group shall not restate information for the comparative periods but shall instead recognize the impact in retained earnings or exchange differences of foreign operations under equity (whichever is appropriate) as well as the affected assets and liabilities on the day of first adoption.

#### IFRS 18 - "Presentation and Disclosure in Financial Statements"

IFRS 18 will replace IAS 1 - "Presentation of Financial Statements"; key changes of the standard include:

- The statement of profit or loss shall classify income and expense into the following categories: operating, investing, financing, income taxes, and discontinued operations.
- The statement of profit or loss shall present subtotals and totals for: operating profit or loss, profit or loss before financing, and income taxes and profit or loss.
- Provides guidelines for enhanced aggregation and disaggregation: The Group shall identify assets, liabilities, equity, income, expenses, and cash flows given rise by individual transactions or events, and classify and aggregate them based on shared characteristics, so that single-line items presented on the main financial statements have at least one shared characteristic. Items of different characteristics shall be disaggregated in main financial statements and notes. The Group will label an item as "Other" only if it is unable to find a more informative name.
- Introduction of disclosure for management-defined performance measure: When publishing financial statements or communicating with financial statement users about the management's perspective on a certain aspect of the Group's overall financial performance, the Group shall disclose, in a single note, information relating to management-defined performance measures (MPMs), including a description of MPM, the method of calculation, and a reconciliation with the subtotal or total required by IFRS Accounting Standards, including the income tax effect and the effect on non-controlling interests for each item disclosed in the reconciliation.

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 aside from those explained above, and will disclose the relevant impact when the assessment is completed.

c. Reclassification of Expression

The management of the Group asserts that the limitations imposed on the utilization of funds repatriated under the "Regulations on the Management and Use of Overseas Funds Repatriated and Taxed" for significant investments and financial endeavors have not altered the essence of the deposit. They maintain the right to request these funds immediately upon receipt. Hence, it is deemed more appropriate to classify the special account deposit as cash and cash equivalents. Consequently, there have been changes in the presentation of both the consolidated balance sheet and the consolidated cash flow statement. As of January 1, 2023, the carrying amounts of financial assets measured at amortized cost reclassified as cash and cash equivalents were NT\$17,506 thousand and NT\$23,594 thousand, respectively. The impact on cash flow items for the period for the three months ended March 31, 2023 is as follows:

	Adjustment Amount
Net cash used in investing activities	(\$ 6,088)
Net decrease in cash and cash equivalents	(\$ 6,088)

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a. Statement of compliance

The consolidated financial statements have been prepared in accordance with Regulations Governing the Preparation of Financial Reports by Securities Issuers and FSC-approved IAS 34 - "Interim Financial Reporting." The consolidated financial statements do not contain all IFRSs disclosures required in a full-year report.

b. Basis of preparation

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

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

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

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

c. Basis of consolidation

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

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

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

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

d. Other significant accounting policies

In addition to the explanations provided below, please refer to the 2023 financial statements for a summary of significant accounting policies.

1) Classification standard of current and non-current assets and liabilities

Current assets include:

- (1) Assets held primarily for the purpose of trading;
- (2) Assets expected to be realized within 12 months after the reporting period; and
- (3) Cash and cash equivalents (not including the asset restricted from being exchanged or used to settle a liability for at least 12 months after the reporting period).

Current liabilities include:

- (1) Liabilities held primarily for the purpose of trading;
- (2) Liabilities that are due to be settled within 12 months after the balance sheet date; and
- (3) Liabilities for which the Company does not have a substantive right to defer settlement for at least 12 months after the balance sheet date.

Assets and liabilities that are not classified as current are classified as non-current.

2) Retirement benefits - defined benefit plan

Interim retirement costs are calculated from the beginning until the end of the interim period using the actuarial pension cost rate determined at the end of the previous year, and adjusted for major market changes, plan modifications, settlements and other one-time events that took place in the current period.

3) Income tax

The income tax expense represents the sum of the tax currently payable and deferred tax. Income taxes for the interim period are assessed by determining the tax rate applicable to expected total annual earnings, and applying the tax rate to interim pre-tax profit.

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

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

Please refer to the 2023 consolidated financial statements for critical accounting judgments and key sources of estimation and uncertainty.

6. CASH AND CASH EQUIVALENTS

	<u>March 31, 2024</u>	<u>December 31, 2023</u>	<u>March 31, 2023</u>
Cash on hand and petty cash	\$ 3,119	\$ 2,718	\$ 3,960
Checking accounts and demand deposits	3,002,907	3,110,734	2,875,950
Cash equivalents			
Time deposits	3,762,666	5,353,843	6,397,054
Reserve repurchase agreements collateralized by bonds	<u>3,388,797</u>	<u>2,592,251</u>	<u>2,661,425</u>
	<u>\$ 10,157,489</u>	<u>\$ 11,059,546</u>	<u>\$ 11,938,389</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, 2024</u>	<u>December 31, 2023</u>	<u>March 31, 2023</u>
Time deposits	0.54%~6.80%	1.05%~6.80%	1.00%~5.02%
Reserve repurchase agreements collateralized by bonds	1.39%~5.28%	1.30%~5.50%	1.05%~4.40%

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

	<u>March 31, 2024</u>	<u>December 31, 2023</u>	<u>March 31, 2023</u>
<u>Financial assets mandatorily classified at FVTPL</u>			
Derivative financial assets (not under hedge accounting)			
- Foreign exchange forward contracts	<u>\$ 6,609</u>	<u>\$ 5,061</u>	<u>\$ 1,790</u>
Non-derivative financial assets			
- Domestic listed (OTC) shares	538,612	478,329	185,094
- Fund beneficiary certificates	2,104,943	2,365,052	2,983,945
- Beneficiary securities	276,106	272,258	265,929
- Overseas listed shares	-	-	74
Subtotal	<u>2,919,661</u>	<u>3,115,639</u>	<u>3,435,042</u>
	<u>\$ 2,926,270</u>	<u>\$ 3,120,700</u>	<u>\$ 3,436,832</u>
<u>Financial liabilities held for trading</u>			
Derivative financial assets (not under hedge accounting)			
- Foreign exchange forward contracts	<u>\$ 1,179</u>	<u>\$ 2,804</u>	<u>\$ 4,421</u>

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

	Currency	Maturity date	Contract Amount (In Thousands)		
<u>March 31, 2024</u>					
Sell	RMB/NTD	2024.05.16-2024.05.24	RMB	19,000 /NTD	82,709
Sell	USD/MYR	2024.04.12-2024.12.16	USD	2,800 /MYR	13,020
Buy	JPY/USD	2024.05.17-2024.06.20	JPY	60,000 /USD	409
Buy	NTD/USD	2024.04.01-2024.06.20	NTD	555,199 /USD	17,610
<u>December 31, 2023</u>					
Sell	RMB/NTD	2024.01.03-2024.02.01	RMB	71,700 /NTD	315,018
Sell	USD/MYR	2024.01.08-2024.07.11	USD	1,800 /MYR	8,281
Buy	USD/NTD	2024.01.02-2024.01.08	USD	1,400 /NTD	43,839
Buy	NTD/USD	2024.01.10-2024.02.20	NTD	92,539 /USD	3,000
Buy	JPY/USD	2024.01.26-2024.02.22	JPY	120,000 /USD	817
<u>March 31, 2023</u>					
Sell	RMB/NTD	2023.04.06-2023.06.29	RMB	208,200 /NTD	919,247
Sell	USD/MYR	2023.05.26-2023.09.18	USD	1,200 /MYR	5,258
Buy	JPY/USD	2023.04.20-2023.05.26	JPY	120,000 /USD	913
Buy	NTD/USD	2023.04.17-2023.05.24	NTD	330,998 /USD	10,880

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.

For information on pledged financial instruments at FVTPL, please refer to Notes 34 and 35.

#### 8. OTHER FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

	March 31, 2024	December 31, 2023	March 31, 2023
<u>Current</u>			
Investments in equity instruments			
Domestic investments			
Listed (OTC) shares	\$ 38,358	\$ 40,841	\$ 100,084
<u>Non-current</u>			
Investments in equity instruments			
Domestic investments			
Listed (OTC) shares	\$ 1,776,578	\$ 1,593,383	\$ 1,597,680
Unlisted shares	325,785	366,003	353,861
	<u>2,102,363</u>	<u>1,959,386</u>	<u>1,951,541</u>
Overseas investments			
Listed (OTC) shares	17,850	16,457	29,097
Unlisted shares	161,381	151,245	145,754
	<u>179,231</u>	<u>167,702</u>	<u>174,851</u>
	<u>\$ 2,281,594</u>	<u>\$ 2,127,088</u>	<u>\$ 2,126,392</u>

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

The Group recognized dividend income of NT\$10,202 thousand for the period from for the three months ended March 31, 2023 (and none for the three months ended March 31, 2024).

9. FINANCIAL ASSETS AT AMORTIZED COST

	<u>March 31, 2024</u>	<u>December 31, 2023</u>	<u>March 31, 2023</u>
<u>Current</u>			
Pledged time deposits	\$ 369,259	\$ 368,673	\$ 362,769
Bank fixed-term deposits with a maturity over 3 months	2,213,477	625,694	-
Reserve repurchase agreements collateralized by bonds with a maturity over 3 months	843,038	704,809	-
	<u>\$ 3,425,774</u>	<u>\$ 1,699,176</u>	<u>\$ 362,769</u>
<u>Non-current</u>			
Constricted bank deposits	\$ 334,011	\$ 333,281	\$ 331,331
Restricted time deposits	20,579	19,743	19,582
	<u>\$ 354,590</u>	<u>\$ 353,024</u>	<u>\$ 350,913</u>
 The range of interest rate			
Pledged time deposits	0.54%~2.75%	0.54%~2.80%	0.29%~2.60%
Bank fixed-term deposits with a maturity over 3 months	1.25%~5.40%	1.25%~5.72%	-
Reserve repurchase agreements collateralized by bonds with a maturity over 3 months	1.53%~1.61%	1.50%~1.61%	-
Restricted time deposits	5.05%	5.05%	1.88%

Constricted bank deposits represent surplus funds repatriated by subsidiaries and pledged as collateral for the gas explosion incident and subjected to third-party applications for court seizure and execution. The Group filed an application in accordance 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 a three-year withdrawal is not permitted until five years after the deposit, except for financial



investment or physical investments with partially free utilization by law (Please refer to Note 3).

Please refer to Notes 34 and 35 for information related to financial assets at amortized cost.

# 10. NOTES RECEIVABLE, ACCOUNTS RECEIVABLE AND OTHER RECEIVABLES

	<u>March 31, 2024</u>	<u>December 31, 2023</u>	<u>March 31, 2023</u>
<u>Notes receivables (a)</u>			
Measured at amortized cost			
Gross carrying amount	<u>\$ 541,258</u>	<u>\$ 479,270</u>	<u>\$ 492,419</u>
<u>Accounts receivable (a)</u>			
Measured at amortized cost			
Gross carrying amount	\$ 5,111,573	\$ 5,063,907	\$ 5,830,041
Less: allowance for loss	( 33,991 )	( 32,572 )	( 86,369 )
	<u>\$ 5,077,582</u>	<u>\$ 5,031,335</u>	<u>\$ 5,743,672</u>
<u>Other receivables (b)</u>			
Tax refund receivable	\$ 262,853	\$ 223,170	\$ 303,845
Interest receivable	60,263	50,142	36,733
Others	<u>55,937</u>	<u>50,482</u>	<u>35,235</u>
	<u>\$ 379,053</u>	<u>\$ 323,794</u>	<u>\$ 375,813</u>

## a. Notes and accounts receivable

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

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

The Group measures the loss allowance for trade receivables at an amount equal to lifetime expected credit losses (ECLs). ECLs 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 due receivables. Where recoveries are made, they are recognized in profit or loss.

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

### March 31, 2024

#### Based on the number of days past due

	Up to 60 Days	61~90 Days	Over 91 Days	Total
Gross carrying amount	\$ 2,453,453	\$ 1,232	\$ 2,965	\$ 2,457,650
Loss allowance (Lifetime ECLs)	( 14,063 )	( 764 )	( 2,965 )	( 17,792 )
Amortized cost	<u>\$ 2,439,390</u>	<u>\$ 468</u>	<u>\$ -</u>	<u>\$ 2,439,858</u>

#### Based on credit quality

	Credit Rating A	Credit Rating B	Credit Rating C	Others	Total
Gross carrying amount	\$ 185,337	\$ 863,299	\$ 245,777	\$ 1,900,768	\$ 3,195,181
Loss allowance (Lifetime ECLs)	-	( 3,271 )	( 3,168 )	( 9,760 )	( 16,199 )
Amortized cost	<u>\$ 185,337</u>	<u>\$ 860,028</u>	<u>\$ 242,609</u>	<u>\$ 1,891,008</u>	<u>\$ 3,178,982</u>

### December 31, 2023

#### Based on the number of days past due

	Up to 60 Days	61~90 Days	Over 91 Days	Total
Gross carrying amount	\$ 2,493,009	\$ 68,765	\$ 2,843	\$ 2,564,617
Loss allowance (Lifetime ECLs)	( 13,670 )	( 60 )	( 2,843 )	( 16,573 )
Amortized cost	<u>\$ 2,479,339</u>	<u>\$ 68,705</u>	<u>\$ -</u>	<u>\$ 2,548,044</u>

#### Based on credit quality

	Credit Rating A	Credit Rating B	Credit Rating C	Others	Total
Gross carrying amount	\$ 178,083	\$ 849,743	\$ 269,017	\$ 1,681,717	\$ 2,978,560
Loss allowance (Lifetime ECLs)	-	( 3,550 )	( 3,649 )	( 8,800 )	( 15,999 )
Amortized cost	<u>\$ 178,083</u>	<u>\$ 846,193</u>	<u>\$ 265,368</u>	<u>\$ 1,672,917</u>	<u>\$ 2,962,561</u>

### March 31, 2023

#### Based on the number of days past due

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

#### Based on credit quality

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

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

	<u>March 31, 2024</u>	<u>December 31, 2023</u>	<u>March 31, 2023</u>
Not overdue	\$ 3,066,488	\$ 2,891,050	\$ 3,004,345
Up to 60 Days	118,204	84,497	39,619
Over 61 days	<u>10,489</u>	<u>3,013</u>	<u>57,570</u>
	<u>\$ 3,195,181</u>	<u>\$ 2,978,560</u>	<u>\$ 3,101,534</u>

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

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

	<u>For the Three Months Ended March 31, 2024</u>	<u>For the Three Months Ended March 31, 2023</u>
Opening balance	\$ 32,572	\$ 86,579
Impairment losses provided (reversed) for the period	926 (	225 )
Foreign exchange translation gains and losses	<u>493</u>	<u>15</u>
Closing balance	<u>\$ 33,991</u>	<u>\$ 86,369</u>

b. Other receivables

Other receivables mainly consisted of tax refund receivable, interest receivable and Refund of engineering receivables, etc. The average aging of other receivables was less than 60 days based on the number of days past due from the invoice date, and an impairment loss was assessed based on the expected credit losses. There were no other overdue receivables with unrecognized allowance for doubtful accounts in the Group as of March 31, 2024, December 31, 2023 and March 31, 2023.

11. INVENTORIE

	<u>March 31, 2024</u>	<u>December 31, 2023</u>	<u>March 31, 2023</u>
Finished goods	\$ 3,980,312	\$ 4,488,826	\$ 4,486,975
Work in progress	476,735	550,565	564,652
Raw materials	1,643,851	1,530,905	1,986,017
Supplies	357,148	336,743	402,722
Inventory in transit	<u>29,012</u>	<u>15,950</u>	<u>45,746</u>
	<u>\$ 6,487,058</u>	<u>\$ 6,922,989</u>	<u>\$ 7,486,112</u>

The Group's cost of inventories recognized as cost of goods sold for the periods for the three months ended March 31, 2024 and 2023, were NT\$11,501,950 thousand and NT\$11,426,806 thousand, respectively.

Cost of goods sold for the periods for the three months ended March 31, 2024 and 2023, includes gains from recovery of net realizable value totaling NT\$35,155 thousand and NT\$109,025 thousand, respectively. The recovery of inventory net realizable value was mainly attributed to the reduction of slow-moving inventory.

## 12. SUBSIDIARY

### a. Subsidiaries included in the consolidated financial statements

The consolidated financial statements are prepared by the following subjects:

Investor	Name of Subsidiary	Nature of Activities	Proportion of Ownership (%)			Remark
			March 31, 2024	December 31, 2023	March 31, 2023	
The Company	USI Investment Co., Ltd. (USII)	Investment business	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	Swanlake Traders Ltd. (Swanlake)	Trading and investment	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	USI (Hong Kong) Company Ltd.	Trading and investment	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	USI Management Consulting Corp (UM)	Providing management services	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	Chong Loong Trading Co., Ltd. (CLT)	Import and export trade	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	Union Polymer International Investment Corporation (UPIIC)	Investment business	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	INOMA Corporation (INOMA)	Optical products and fire protection materials	<u>94.4%</u>	<u>94.4%</u>	<u>94.4%</u>	12.
	USIG (Shanghai) Co., Ltd. (USIG)	Import and distribution of various types of chemical raw materials and products	<u>≡</u>	<u>≡</u>	<u>100.0%</u>	11.
	USI Green Energy Corporation (USIGE)	Solar power generation business	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
The Company	Taiwan United Venture Capital Corp. (TUVC)	Venture capital	70.0%	70.0%	70.0%	
Asia Polymer Corporation			<u>8.3%</u>	<u>8.3%</u>	<u>8.3%</u>	
			<u>78.3%</u>	<u>78.3%</u>	<u>78.3%</u>	
The Company	Swanson Plastics Corp. (SPC)	Production and sales of stretch film, embossed film and industrial use multi-layer wrap	40.6%	40.6%	40.6%	
Asia Polymer Corporation			8.0%	8.0%	8.0%	
USIFE Investment Co., Ltd.			<u>6.6%</u>	<u>6.6%</u>	<u>6.4%</u>	2.
			<u>55.2%</u>	<u>55.2%</u>	<u>55.0%</u>	
The Company	Acme Electronics Corporation (ACME)	Production and sales of manganese-zinc soft ferrite powder	29.0%	29.0%	29.0%	
China General Plastics Corporation			1.7%	1.7%	1.7%	
USIFE Investment Co., Ltd.			9.5%	9.5%	9.5%	
Asia Polymer Corporation			3.2%	3.2%	3.2%	
Taita Chemical Company, Ltd.			2.3%	2.3%	2.3%	
APC Investment Corporation			<u>1.5%</u>	<u>1.5%</u>	<u>1.5%</u>	
			<u>47.2%</u>	<u>47.2%</u>	<u>47.2%</u>	3.and 15.
The Company	USI Optronics Corporation (USIO)	Manufacturing and marketing of sapphire crystal	50.9%	50.9%	50.9%	
Acme Electronics Corporation			34.0%	34.0%	34.0%	
Asia Polymer Corporation			9.2%	9.2%	9.2%	
USIFE Investment Co., Ltd.			<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 Corporation	ACME Electronics (Cayman) Corp. ( ACME (Cayman))	Reinvestment business	60.1%	60.1%	51.3%	
Swanlake Traders Ltd.			18.9%	18.9%	23.1%	
APC (BVI) Holding Co., Ltd.			13.6%	13.6%	16.6%	
TAITA (BVI) Holding Co, Ltd.			<u>4.4%</u>	<u>4.4%</u>	<u>5.4%</u>	
			<u>97.0%</u>	<u>97.0%</u>	<u>96.4%</u>	4.
			<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
Acme Electronics Corporation	Golden Amber Enterprises Limited	Reinvestment business	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
ACME Electronics (Cayman) Corp.	Acme Electronics (Kunshan) Co., Ltd. (ACME (KS))	Manufacturing and sales of manganese-zinc soft ferrite core	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	ACME Components (Malaysia) Sdn.Bhd. ( ACME (MA))	Reinvestment business	<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>	
	ACME Advanced Material ( ACME Advanced )	Manufacturing and sale of silicon carbide	<u>100.0%</u>	<u>≡</u>	<u>≡</u>	13.
Golden Amber Enterprises Limited	Acme Electronics (Guang-Zhou) Co., Ltd. (ACME (GZ))	Manufacturing and sales of manganese-zinc soft ferrite core	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	

(Continued)

(Continued)

Investor	Name of Subsidiary	Nature of Activities	Proportion of Ownership (%)			Remark
			March 31, 2024	December 31, 2023	March 31, 2023	
Union Polymer International Investment Corporation	Asia Polymer Corporation (APC)	Production and sales 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%	
			0.9%	0.9%	0.9%	
			0.3%	0.3%	0.3%	
China General Terminal & Distribution Corporation			-	-	-	
USIFE Investment Co., Ltd.			<u>37.3%</u>	<u>37.3%</u>	<u>37.3%</u>	15.
Taiwan VCM Corporation			<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
Asia Polymer Corporation	APC (BVI) Holding Co., Ltd.	Reinvestment business				
Asia Polymer Corporation	USI International Corporation	Reinvestment business	70.0%	70.0%	70.0%	
APC (BVI) Holding Co., Ltd.			<u>30.0%</u>	<u>30.0%</u>	<u>30.0%</u>	
			<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
Asia Polymer Corporation	APC Investment Corporation (APCIC)	Investment business	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
APC (BVI) Holding Co., Ltd.	USI Trading (Shanghai) Co., Ltd.	Management of chemical products, equipment and plastic products and whole sale of electronic materials, commission agency services and related supporting import and export services	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
Union Polymer International Investment Corporation	Taita Chemical Company, Limited (TTC)	Production and sales of polystyrene, acrylonitrile, butadiene, ABS resin, SAN resin, glass wool insulation products and plastic materials	36.8%	36.8%	36.8%	
China General Terminal & Distribution Corporation			0.6%	0.6%	0.6%	
USIFE Investment Co., Ltd.			<u>0.4%</u>	<u>0.4%</u>	<u>0.4%</u>	
			<u>37.8%</u>	<u>37.8%</u>	<u>37.8%</u>	15.
Taita Chemical Company, Ltd.	TAITA (BVI) Holding Co, Ltd. ( TAITA (BVI) )	Reinvestment business	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
TAITA (BVI) Holding Co, Ltd.	Taita Chemical (Zhong Shan) Co., Ltd. (TTC (ZS))	Production and sales of polystyrene derivatives	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	Taita Chemical (Tianjin) Co., Ltd. (TTC (TJ))	Production and sales of polystyrene derivatives	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	1.
	Zhangzhou Taita Chemical Company, Limited (TTCZZ)	Production and sales of polystyrene derivatives	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
Swanlake Traders Ltd.	Zhangzhou USI Trading Co., Ltd.	Sales of chemical products	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>	
Swanlake Traders Ltd.	Xiamen USI Trading Co., Ltd. (XUL)	Sales of chemical products	70.0%	70.0%	-	
APC (BVI) Holding Co., Ltd.			<u>30.0%</u>	<u>30.0%</u>	-	
			<u>100.0%</u>	<u>100.0%</u>	-	7.
Union Polymer International Investment Corporation	China General Plastics Corporation (CGPC)	Production and sales 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%	
Taita Chemical Company, Ltd.			2.0%	2.0%	2.0%	
China General Terminal & Distribution Corporation			0.5%	0.5%	0.5%	
USIFE Investment Co., Ltd.			<u>0.1%</u>	<u>0.1%</u>	<u>0.1%</u>	
			<u>35.6%</u>	<u>35.6%</u>	<u>35.6%</u>	15.
China General Plastics Corporation	Taiwan VCM Corporation (TVCM)	Manufacturing and marketing of vinyl chloride monomer and related petrochemical products	<u>87.3%</u>	<u>87.3%</u>	<u>87.3%</u>	
	CGPC (BVI) Holding Co., Ltd. ( CGPC ( BVI ) )	Reinvestment business	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	9.
	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>	10.
Taiwan VCM Corporation	Global Green Technology Corporation (GGT)	Environmental detection services	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	5.

(Continued)

(Continued)

Investor	Name of Subsidiary	Nature of Activities	Proportion of Ownership (%)			Remark
			March 31, 2024	December 31, 2023	March 31, 2023	
CGPC (BVI) Holding Co., Ltd.	China General Plastics (ZhongShan) Co., Ltd.	Manufacturing and marketing of PVC film and third-time processed products	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	CGPC Consumer Products Corporation CGPC (CP)	Manufacturing and sales of PVC film and third-time processed products	=	=	<u>100.0%</u>	6.
China General Plastics Corporation	China General Terminal & Distribution Corporation (CGTD)	Warehousing petrochemical raw materials	33.3%	33.3%	33.3%	
Taita Chemical Company, Ltd.			33.3%	33.3%	33.3%	
Asia Polymer Corporation			<u>33.4%</u>	<u>33.4%</u>	<u>33.4%</u>	
			<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
USIFE Investment Co., Ltd.	Taiwan United Venture Management Corp. (TUVN)	Business management consulting	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
Swanson Plastics Corporation	Forever Young Company Ltd.	Trading and agency businesses	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	Swanson Plastics (Singapore) Pte., Ltd.	Production and marketing of plastic products	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	Swanson International Ltd.	Import and export trade	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
Swanson Plastics Corporation	PT. Swanson Plastics Indonesia Ltd.	Production and marketing of plastic products	1.0%	1.0%	1.0%	
Swanson Plastics (Singapore) Pte., Ltd.			<u>99.0%</u>	<u>99.0%</u>	<u>99.0%</u>	
			<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
Swanson Plastics Corporation	Swanson Technologies Corporation (STC)	Production, marketing and development of EVA packaging film and other value added plastic products	<u>70.0%</u>	<u>70.0%</u>	<u>70.0%</u>	
APC Investment Corporation			15.0%	15.0%	15.0%	
USIFE Investment Co., Ltd.			<u>15.0%</u>	<u>15.0%</u>	<u>15.0%</u>	
			<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
Swanson Plastics (Singapore) Pte., Ltd.	Swanson Plastics (Malaysia) Sdn. Bhd.	Production and marketing of plastic products	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	Swanson Plastics (India) Private Limited	Production and marketing of plastic products	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	Swanson Plastics (Tianjin) Co., Ltd.	Production, sales and development of multi-functional film and light-solution film	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
Swanson International Ltd.	A.S.Holdings (UK) Limited	Reinvestment business	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	Swanson Plastics (Kunshan) Co., Ltd.	Production, sales and development of multi-functional film and light-solution film	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
A.S. Holdings (UK) Limited	ASK-Swanson (Kunshan) Co., Ltd.	Production and sales of PE release film and other release products	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
The Company	Ever Conquest Global Limited	Investment business	59.1%	59.1%	59.1%	
Asia Polymer Corporation			<u>40.9%</u>	<u>40.9%</u>	<u>40.9%</u>	
			<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	14.
Ever Conquest Global Limited	Ever Victory Global Limited	Investment business	<u>67.4%</u>	<u>67.4%</u>	<u>67.4%</u>	14.and 15.
Ever Victory Global Limited	Dynamic Ever Investments Limited	Investment business	<u>85.0%</u>	<u>85.0%</u>	<u>85.0%</u>	14.
Dynamic Ever Investments Ltd.	(DEIL) Zhangzhou Dynamic Ever Property Co., Ltd.	Property Management	<u>100.0%</u>	<u>100.0%</u>	=	8.

1) The management of TTC decided to suspend the main production of expanded polystyrene (EPS) by TTC (TJ) from April 2019 due to the assessment of the demand reduction of its subsidiary TTC (TJ) in the local market. Please refer to Note 14 for relevant explanation.

2) USII acquired 0.2% equity from external shareholders of SPC in 2023 based on medium and long-term investment strategies and the cost of acquisition amounted to NT\$4,361 thousand.

- 3) On June 14, 2022, the board of directors of ACME resolved to issue 3,000 thousand new shares at NT\$10 each for cash. The aforementioned cash capital increase was approved and reported by the FSC on July 22, 2022, with an issue price of NT\$20 per share and a capital increase base date on January 16, 2023. The Group participated in the cash capital increase of 18,702 thousand shares of ACME with an amount of NT\$374,033 thousand, and its shareholding increased from 44.6% to 47.2% after the cash capital increase. As these transactions did not change the Group's control over the subsidiary, it is deemed as an equity transaction. Differences generated from the aforementioned equity transaction were adjusted to decrease in capital surplus of NT\$1,736 thousand and retained earnings of NT\$54,215 thousand, respectively.
- 4) In April 2023, the board of directors of ACME (Cayman) resolved to increase a cash capital of US\$9,000 thousand, which was fully subscribed by ACME. After the Group participated in the cash capital increase, its shareholding increased from 96.4% to 97.0%. As these transactions did not change the Group's control over the subsidiary, it is deemed as an equity transaction. Differences generated from the aforementioned equity transaction were adjusted to increase in capital surplus of NT\$947 thousand and a decrease in retained earnings of NT\$580 thousand. In February 2024, the board of directors of ACME (Cayman) passed a resolution to organize a cash issue of NT\$6,000 thousand, for which the existing shareholders will subscribe at their current shareholding percentages. The Group's shareholding percentage in the entity is 97.0% before and after the cash issue.
- 5) On May 22, 2023, the board of directors of GGT exercised shareholders' authority on behalf and passed a resolution to capitalize NT\$2,000 thousand of earnings and issue 200 thousand new shares. The baseline date for capital increase was set at August 7, 2023.
- 6) The board of directors resolved to liquidate CGPC (CP) and finalized its dissolution and liquidation procedures on July 17, 2023.
- 7) In according to sell the products produced by Gulei, Co., the board of directors of our company resolved on August 3, 2023 to establish a Xiamen joint venture company, XUL in Fujian Province, China. The company completed registration on November 6, 2023, established a capital of RMB10,000 thousand, and completed the capital verification on December 21, 2023. The capital was invested by Swanlake and APC (BVI) on December 14, 2023 in the amount of RMB7,000 thousand and RMB3,000 thousand, respectively.

- 8) On November 7, 2023, the Company's board of directors approved the investment by Investment DEIL to establish Zhangzhou Dynamic Ever Property Co., Ltd. The registration for establishment was completed on August 29, 2023, with a registered capital of RMB21,000 thousand. DEIL completed its capital injection on September 27, 2023, and the verification of capital was completed on October 19, 2023.
- 9) On November 21, 2023, the board of directors of CGPC (BVI) passed a resolution to reduce capital against losses and to repatriate US\$1,500 thousand of capital.
- 10) On November 27, 2023, the board of directors of CGPCPOL passed a resolution to reduce capital against losses totaling NT\$298,293 thousand and to retire 29,829 thousand outstanding shares. The baseline date for capital reduction was set at November 28, 2023.
- 11) Because of the under achievement of the expected target, the board of directors resolved to dissolve and liquidate USIG on August 8, 2023, and finalized its dissolution and liquidation procedures on December 1, 2023.
- 12) To improve the financial structure and activate the company's capital utilization, INOMA Corporation passed the resolution of the extraordinary shareholders' meeting on November 30, 2023 to reduce capital with the aim to cover losses of NT\$83,806 thousand, cancel the issued shares of 8,381 thousand shares. The capital reduction ratio was 85.56%, and the base date for it was December 6, 2023. After the capital reduction, the paid-in share capital of INOMA Corporation was NT\$14,144 thousand. INOMA Corporation resolved to undergo liquidation on March 7, 2024. As of the date of approval of these consolidated financial statements, the liquidation process of INOMA Corporation has not been completed.
- 13) ACME (MA) founded ACME Advanced in January 2024; main business activities of the newly founded entity are the production and sale of silicon carbide. As of March 31, 2024, the entity had completed business registration but had not completed capital injection.
- 14) As of March 31, 2024, the Company and APC invested Reinvestment 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 13.
- 15) Details of subsidiaries that have material non-controlling interests



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, 2024	December 31, 2023	March 31, 2023
CGPC	64.4%	64.4%	64.4%
TTC	62.2%	62.2%	62.2%
ACME	52.8%	52.8%	52.8%
APC	62.7%	62.7%	62.7%
EVGL	32.6%	32.6%	32.6%

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

Name of Subsidiary	Profit (Loss) Allocated to Non-controlling Interests		Non-controlling interests		
	For the Three Months Ended March 31, 2024	For the Three Months Ended March 31, 2023	March 31, 2024	December 31, 2023	March 31, 2023
CGPC	(\$ 20,821 )	\$ 152,769	\$ 6,137,656	\$ 6,122,254	\$ 6,154,079
TTC	(\$ 64,310 )	(\$ 45,408 )	\$ 4,100,722	\$ 4,141,709	\$ 4,480,902
ACME	(\$ 29,629 )	(\$ 33,052 )	\$ 986,562	\$ 931,293	\$ 1,008,300
APC	(\$ 126,988 )	(\$ 16,999 )	\$ 8,195,027	\$ 8,338,151	\$ 9,080,260
EVGL	(\$ 244,564 )	(\$ 360,361 )	\$ 2,880,116	\$ 3,007,117	\$ 3,828,795

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

CGPC and CGPC's subsidiaries

	March 31, 2024	December 31, 2023	March 31, 2023
CURRENT ASSETS	\$ 7,407,279	\$ 6,966,745	\$ 6,976,542
NON-CURRENT ASSETS	10,790,702	10,783,487	10,112,345
CURRENT LIABILITIES	( 4,186,330 )	( 3,421,831 )	( 2,671,173 )
NON-CURRENT LIABILITIES	( 3,821,058 )	( 4,100,913 )	( 4,123,208 )
Equity	<u>\$ 10,190,593</u>	<u>\$ 10,227,488</u>	<u>\$ 10,294,506</u>

Equity attributable to:

Owners of the Company	\$ 3,417,605	\$ 3,459,223	\$ 3,524,233
Non-controlling interests of CGPC	6,137,656	6,122,254	6,154,079
Non-controlling interests of CGPC's subsidiaries	<u>635,332</u>	<u>646,011</u>	<u>616,194</u>
	<u>\$ 10,190,593</u>	<u>\$ 10,227,488</u>	<u>\$ 10,294,506</u>

	For the Three Months Ended March 31, 2024	For the Three Months Ended March 31, 2023
Revenue	\$ 2,904,775	\$ 3,780,066
Net (loss) profit for the period	( \$ 42,276 )	\$ 254,078
OTHER COMPREHENSIVE INCOME (LOSS)	5,397	( 2,140 )
Total comprehensive income	( \$ 36,879 )	\$ 251,938
Net (loss) profit attributable to:		
Owners of the Company	( \$ 10,846 )	\$ 79,582
Non-controlling interests of CGPC	( 20,821 )	152,769
Non-controlling interests of CGPC's subsidiaries	( 10,609 )	21,727
	( \$ 42,276 )	\$ 254,078
Total comprehensive income attributable to:		
Owners of the Company	( \$ 39,355 )	\$ 78,104
Non-controlling interests of CGPC	13,155	152,096
Non-controlling interests of CGPC's subsidiaries	( 10,679 )	21,738
	( \$ 36,879 )	\$ 251,938
Cash flow		
Operating activities	\$ 223,607	\$ 19,354
Investing activities	( 277,271 )	( 226,588 )
Financing activities	322,835	476,871
Effects of exchange rate changes	3,824	364
Net cash inflow	\$ 272,995	\$ 270,001

#### TTC and TTC's subsidiaries

	March 31, 2024	December 31, 2023	March 31, 2023
Current assets	\$ 5,893,224	\$ 5,515,323	\$ 5,933,233
Non-current assets	3,351,063	3,376,030	3,318,420
Current liabilities	( 2,319,439 )	( 1,920,663 )	( 1,566,248 )
Non-current liabilities	( 347,805 )	( 322,699 )	( 470,665 )
Equity	\$ 6,577,043	\$ 6,647,991	\$ 7,214,740
Equity attributable to:			
Owners of the Company	\$ 2,476,321	\$ 2,506,282	\$ 2,733,838
Non-controlling interests of TTC	4,100,722	4,141,709	4,480,902
	\$ 6,577,043	\$ 6,647,991	\$ 7,214,740

	For the Three Months Ended March 31, 2024	For the Three Months Ended March 31, 2023
Revenue	<u>\$ 3,790,749</u>	<u>\$ 3,575,071</u>
Net loss for the period	( \$ 101,553)	( \$ 71,705)
Other comprehensive profit or loss	<u>30,605</u>	<u>78,304</u>
Total comprehensive income	<u>( \$ 70,948)</u>	<u>\$ 6,599</u>
Loss attributable to:		
Owners of the Company	( \$ 37,243)	( \$ 26,297)
Non-controlling interests of TTC	( <u>64,310</u> )	( <u>45,408</u> )
	<u>( \$ 101,553)</u>	<u>( \$ 71,705)</u>
Total comprehensive income attributable to:		
Owners of the Company	( \$ 28,617)	( \$ 862)
Non-controlling interests of TTC	( <u>42,331</u> )	<u>7,461</u>
	<u>( \$ 70,948)</u>	<u>\$ 6,599</u>
Cash flow		
Operating activities	( \$ 395,266)	\$ 107,740
Investing activities	( 188,494)	( 59,195)
Financing activities	323,802	( 201,632)
Effects of exchange rate changes	<u>53,838</u>	<u>10,203</u>
Net cash Outflows	<u>( \$ 206,120)</u>	<u>( \$ 142,884)</u>

ACME and ACME's subsidiaries

	March 31, 2024	December 31, 2023	March 31, 2023
Current assets	\$ 2,195,401	\$ 1,953,313	\$ 2,211,952
Non-current assets	2,674,470	2,626,131	2,520,500
Current liabilities	( 715,511 )	( 721,123 )	( 954,414 )
Non-current liabilities	( <u>1,634,497</u> )	( <u>1,533,742</u> )	( <u>1,264,121</u> )
Equity	<u>\$ 2,519,863</u>	<u>\$ 2,324,579</u>	<u>\$ 2,513,917</u>
Equity attributable to:			
Owners of the Company	\$ 889,526	\$ 838,172	\$ 908,081
Non-controlling interests of ACME	986,562	931,293	1,008,300
Non-controlling interests of ACME's subsidiaries	<u>643,775</u>	<u>555,114</u>	<u>597,536</u>
	<u>\$ 2,519,863</u>	<u>\$ 2,324,579</u>	<u>\$ 2,513,917</u>

	For the Three Months Ended March 31, 2024	For the Three Months Ended March 31, 2023
Revenue	\$ 717,993	\$ 634,587
Net profit (loss) for the period	\$ 53,060	(\$ 73,909)
Other comprehensive profit or loss	67,244	1,948
Total comprehensive income	\$ 120,304	(\$ 71,961)
Net profit (loss) attributable to:		
Owners of the Company	\$ 26,193	(\$ 29,218)
Non-controlling interests of ACME	29,629	( 33,052)
Non-controlling interests of ACME's subsidiaries	( 2,762 )	( 11,639)
	\$ 53,060	(\$ 73,909)
Total comprehensive income attributable to:		
Owners of the Company	\$ 50,029	(\$ 27,740)
Non-controlling interests of ACME	56,594	( 31,381)
Non-controlling interests of ACME's subsidiaries	13,681	( 12,840)
	\$ 120,304	(\$ 71,961)
Cash flow		
Operating activities	( \$ 20,577 )	\$ 73,800
Investing activities	( 136,120 )	( 147,486)
Financing activities	235,796	56,705
Effects of exchange rate changes	38,503	( 663)
Net cash inflow (outflow)	\$ 117,602	(\$ 17,644)

#### APC and APC's subsidiaries

	March 31, 2024	December 31, 2023	March 31, 2023
Current assets	\$ 3,110,153	\$ 3,335,197	\$ 3,795,770
Non-current assets	11,363,160	11,676,492	12,894,906
Current liabilities	( 951,008 )	( 1,028,661 )	( 1,330,278 )
Non-current liabilities	( 576,790 )	( 643,944 )	( 688,188 )
Equity	\$ 12,945,515	\$ 13,339,084	\$ 14,672,210
Equity attributable to:			
Owners of the Company	\$ 4,750,488	\$ 5,000,933	\$ 5,591,950
Non-controlling interests of APC	8,195,027	8,338,151	9,080,260
	\$ 12,945,515	\$ 13,339,084	\$ 14,672,210

	For the Three Months Ended March 31, 2024	For the Three Months Ended March 31, 2023
Revenue	<u>\$ 1,561,353</u>	<u>\$ 1,569,177</u>
Net loss for the period	( \$ 187,708 )	( \$ 25,127 )
Other comprehensive profit or loss	( 205,860 )	487,600
Total comprehensive income	( <u>\$ 393,568</u> )	<u>\$ 462,473</u>
Loss attributable to:		
Owners of the Company	( \$ 60,720 )	( \$ 8,128 )
Non-controlling interests of APC	( <u>126,988</u> )	( <u>16,999</u> )
	( <u>\$ 187,708</u> )	( <u>\$ 25,127</u> )
Total comprehensive income attributable to:		
Owners of the Company	( \$ 243,245 )	\$ 167,542
Non-controlling interests of APC	( <u>150,323</u> )	<u>294,931</u>
	( <u>\$ 393,568</u> )	<u>\$ 462,473</u>
Cash flow		
Operating activities	\$ 138,087	( \$ 9,444 )
Investing activities	( 146,482 )	( 139,257 )
Financing activities	( 1,891 )	67,939
Effects of exchange rate changes	<u>7,189</u>	( <u>251</u> )
Net cash Outflows	( <u>\$ 3,097</u> )	( <u>\$ 81,013</u> )

#### EVGL and EVGL's subsidiaries

	March 31, 2024	December 31, 2023	March 31, 2023
Current assets	\$ 1,456,688	\$ 1,387,024	\$ 1,380,082
Non-current assets	8,765,911	9,305,640	12,284,573
Current liabilities	( 11,158 )	( 13,087 )	( 11,400 )
Equity	<u>\$ 10,211,441</u>	<u>\$ 10,679,577</u>	<u>\$ 13,653,255</u>
Equity attributable to:			
Owners of the Company	\$ 5,955,318	\$ 6,217,923	\$ 7,916,938
Non-controlling interests of EVGL	2,880,116	3,007,117	3,828,795
Non-controlling interests of EVGL's subsidiaries	<u>1,376,007</u>	<u>1,454,537</u>	<u>1,907,522</u>
	<u>\$ 10,211,441</u>	<u>\$ 10,679,577</u>	<u>\$ 13,653,255</u>

	For the Three Months Ended March 31, 2024	For the Three Months Ended March 31, 2023
Net loss for the period	( \$ 884,993)	( \$ 1,302,527)
Other comprehensive profit or loss	520,064	58,575
Total comprehensive income	( \$ 364,929)	( \$ 1,243,952)
Loss attributable to:		
Owners of the Company	( \$ 505,611)	( \$ 745,130)
Non-controlling interests of EVGL	( 244,564)	( 360,361)
Non-controlling interests of EVGL's subsidiaries	( 134,818)	( 197,036)
	( \$ 884,993)	( \$ 1,302,527)
Total comprehensive income attributable to:		
Owners of the Company	( \$ 159,398)	( \$ 712,368)
Non-controlling interests of EVGL	( 127,001)	( 344,516)
Non-controlling interests of EVGL's subsidiaries	( 78,530)	( 187,068)
	( \$ 364,929)	( \$ 1,243,952)
Cash flow		
Operating activities	\$ 21,333	\$ 16,490
Investing activities	( 1,215,777)	-
Effects of exchange rate changes	59,533	( 11,578)
Net cash (outflow) inflow	( \$ 1,134,911)	\$ 4,912

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

	March 31, 2024	December 31, 2023	March 31, 2023
Investments in joint ventures			
Associates that are individually material			
Fujian Gulei Petrochemical Co., Ltd. (Gulei)	\$ 8,726,491	\$ 9,267,749	\$ 12,284,573
Investments in associates			
Investments in associates that are not individually material			
Delmind Inc. (Delmind)	\$ 78,785	\$ 79,987	\$ 81,783
Chem Union Renewable Energy Corporation (CURE)	9,808	9,835	-
	88,593	89,822	81,783
	\$ 8,815,084	\$ 9,357,571	\$ 12,366,356

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

a. Associates that are individually material - Gulei

The Company and APC entered into a joint venture contract for an investment of Fujian Gulei Petrochemical Co., Ltd. on April 17, 2014. The related entities of the contract or commitments are Ho Tung Chemical Corporation, LCY Chemical Corporation, HsinTay Petroleum Company Limited, Chenery Global Corporation and Lien Hwa Industrial Corporation. The main contents of the contract and commitments include: (a) the shareholders shall establish Ever Victory Global Limited (hereinafter referred to as "EVGL") and agree to pass the establishment of the 100%-owned company named Dynamic Ever Investments Limited (hereinafter referred to as "DEIL") in Hong Kong, whose 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; (b) DEIL shall establish a joint venture company with Fujian Petrochemical Chemical Co., Ltd. to operate the target business in Gulei Industrial Park, Zhangzhou, Fujian Province (hereinafter referred to as "Gulei") in accordance with the laws and regulations of the People's Republic of China and shall acquire 50% of the issued shares of Gulei as the basis for the joint investment.

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

In order to enrich the working capital of Gulei, EVGL signed a joint venture agreement with the Hong Kong-based company DOR PO INVESTMENT COMPANY LIMITED (hereinafter referred to as "DOR PO") on June 5, 2019 to jointly invest in Xutent. In accordance with the terms of the joint venture agreement, DOR PO shall contribute US\$109,215 thousand to increase the capital of DEIL, of which US\$103,915 thousand had been contributed as of March 31, 2024 to acquire 15% equity in DEIL.

As of March 31, 2024, 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%. The total ownership percentage of the Group in EVGL is 67.4%. DEIL has invested capital amounted to RMB4,657,200 thousand in Gulei.

The percentage of the Group's ownership and voting rights were all 50% of the outstanding shares of Gulei as of March 31, 2024, December 31, 2023 and March 31, 2023.

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 IFRS accounting standards adjusted by the Group for equity accounting purposes.

	March 31, 2024	December 31, 2023	March 31, 2023
Cash	<u>\$ 6,466,209</u>	<u>\$ 8,256,575</u>	<u>\$ 4,615,458</u>
Current assets	\$ 15,925,239	\$ 19,052,475	\$ 19,572,420
Non-current assets	99,248,527	96,541,823	103,735,766
Current liabilities	( 34,070,900)	( 36,894,817)	( 35,570,498)
Non-current liabilities	( 63,649,884)	( 60,163,983)	( 63,168,542)
Equity	17,452,982	18,535,498	24,569,146
Proportion of the Group's ownership	<u>50%</u>	<u>50%</u>	<u>50%</u>
Equity attributable to the Group	<u>\$ 8,726,491</u>	<u>\$ 9,267,749</u>	<u>\$ 12,284,573</u>
Carrying amount	<u>\$ 8,726,491</u>	<u>\$ 9,267,749</u>	<u>\$ 12,284,573</u>
	For the Three Months Ended March 31, 2024	For the Three Months Ended March 31, 2023	
Revenue	<u>\$ 18,337,593</u>	<u>\$ 15,858,667</u>	
Net loss/total comprehensive income for the period	<u>(\$ 1,797,164)</u>	<u>( \$ 2,626,084 )</u>	

The Group's share of profit or loss and other comprehensive income in equity-accounted joint ventures for the periods for the three months ended March 31, 2024 and 2023, was calculated using financial statements that were not reviewed by CPA.



b. Summarized information of associates that is not individually material

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

The Company's board of directors approved the establishment of Chem Union Renewable Energy Corporation (CURE), a joint venture with Chang Chun Petrochemical Co., Ltd. and Chimei Corporation on November 3, 2022. CURE will purchase offshore wind power in an integrated manner to achieve the Group's carbon neutrality plan. In December 2022, the Company invested NT\$10,000 thousand in CURE. On April 13, 2023, the Company completed the registration of the establishment of CURE with a registered capital of NT\$30,000 thousand and the Company holds 33.3% of the shares of CURE.

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

	<u>For the Three Months Ended March 31, 2024</u>	<u>For the Three Months Ended March 31, 2023</u>
The Group's share of:		
Net loss for the period	( \$ <u>1,230</u> )	( \$ <u>2,139</u> )

The Group's share of profit or loss and other comprehensive income in equity-accounted associates for the periods for the three months ended March 31, 2024 and 2023, was calculated using financial statements that were not reviewed by CPA.

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

	<u>March 31, 2024</u>	<u>December 31, 2023</u>	<u>March 31, 2023</u>
Freehold Land	\$ 4,715,293	\$ 4,715,293	\$ 4,715,293
Land improvements	18,318	19,203	21,138
Buildings and Improvements	3,718,292	3,794,046	3,742,728
Machinery and Equipment	12,418,636	12,485,955	11,541,253
Transportation equipment	39,113	40,418	40,029
Other equipment	295,407	299,600	302,794
Construction in progress and equipment under installation	<u>5,310,178</u>	<u>5,025,878</u>	<u>5,303,057</u>
	<u>\$ 26,515,237</u>	<u>\$ 26,380,393</u>	<u>\$ 25,666,292</u>

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

In cooperation with the Taiwan International Ports Corporation, Ltd. (Ports Co.), Ministry of Transportation and Communications, to relocate the petrochemical oil storage tank facilities of the old port area operators, CGTD leased the port facilities and storage areas of the Kaohsiung Port Intercontinental Container Center Second Phase Petrochemical Oil Storage and Transportation Center from Ports Co., the lease period being from August 1, 2017 to July 31, 2042, rent paid quarterly. In addition, the board of directors of the Company, CGTD, APC and TVCM, resolved in 2019 to build the second phase of the Intercontinental Petrochemical Oil Products Center. As of March 31, 2024, the Group had paid a total of NT\$2,560,215 thousand for the project.

Due to the shrinking demand for EPS in the local market, the main product of TTC (TJ), the management decided to suspend the production of TTC (TJ) starting from April 2019. TTC (TJ) determined the recoverable amounts of the property, plant and equipment (including right-of-use assets), on the basis of fair values less costs of disposal. The fair value was measured by Level 3 inputs as of December 31, 2023 and 2022 by an independent appraisal company. The assessment was a revaluation of the replacement cost and economic useful life of the property, plant and equipment within the assessment scope. As evaluated by the management of the Group, there was no significant change in fair value as of December 31, 2023 and 2022.

No impairment or reversal was made on the property, plant and equipment of the Group for the periods for the three months ended March 31, 2024 and 2023.

SPC had completed the construction and acceptance of the plant before the end of 2022, which is expected to be sold and transferred in the future, thus transferring NT\$178,157 thousand of relevant buildings and structures to non-current assets available for sale. The disposal was completed in October 2023.

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

Land improvements	7 -20 years
Buildings and Improvements	
Plant, machine room and improvements	3 -55 years
Office building, labs and improvements	10 -50 years
General plants and improvements	3 -60 years
Others	2 -45 years
Machinery and Equipment	2 -26 years
Transportation equipment	2 -10 years
Other equipment	2 -25 years

For property, plant and equipment pledged as collateral for bank borrowings, please refer to Note 34.

For the related capitalized interest, please refer to Note 27 (f) finance cost.

#### 15. LEASE ARRANGEMENTS

##### a. Right-of-use assets

	<u>March 31, 2024</u>	<u>December 31, 2023</u>	<u>March 31, 2023</u>
Carrying amount of right-of-use assets			
Leasehold land	\$ 1,848,089	\$ 1,873,131	\$ 1,930,132
Land use rights	568,033	556,507	387,297
Buildings	95,278	84,499	102,991
Machinery and Equipment	54,979	56,259	67,968
Transportation equipment	512	641	1,082
	<u>\$ 2,566,891</u>	<u>\$ 2,571,037</u>	<u>\$ 2,489,470</u>
	<u>For the Three Months Ended March 31, 2024</u>	<u>For the Three Months Ended March 31, 2023</u>	
Addition for right-of-use assets	<u>\$ 17,808</u>	<u>\$ 889,807</u>	
Depreciation expense of right-of-use assets			
Leasehold land	\$ 24,147	\$ 23,308	
Land use rights	5,393	4,485	
Buildings	7,114	6,982	
Machinery and Equipment	3,484	3,497	
Transportation equipment	129	147	
	<u>\$ 40,267</u>	<u>\$ 38,419</u>	

Except for the additions and recognition of depreciation expense described above, the Group's right-of-use assets did not experience significant sub-lease or impairments for the periods for the three months ended March 31, 2024 and 2023.

The Group leases the office in Taipei and sublets it to another company on an operating lease basis. The related right-of-use assets are presented as investment properties, and please refer to Note 16. The amounts disclosed above with respect to the right-of-use assets do not include right-of-use assets that meet the definition of investment properties. The Group's right-of-use assets pledged as collateral for bank borrowings are set out in Notes 18 and 34.

b. Lease liabilities

	<u>March 31, 2024</u>	<u>December 31, 2023</u>	<u>March 31, 2023</u>
Carrying amount of lease liabilities			
Current	<u>\$ 145,873</u>	<u>\$ 143,820</u>	<u>\$ 154,380</u>
Non-current	<u>\$ 1,995,820</u>	<u>\$ 1,992,525</u>	<u>\$ 2,065,132</u>

Range of discount rate for lease liabilities was as follows:

	<u>March 31, 2024</u>	<u>December 31, 2023</u>	<u>March 31, 2023</u>
Leasehold land	0.83%~9.25%	0.83%~9.25%	0.83%~9.25%
Buildings	0.83%~8.00%	0.83%~8.00%	0.83%~4.75%
Machinery and Equipment	1.11%~1.93%	1.11%~1.93%	1.11%~1.93%
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 with lease terms of 3 to 21 years. The Group has options to lease office at the end of the lease terms.

d. Other lease information

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

	<u>For the Three Months Ended March 31, 2024</u>	<u>For the Three Months Ended March 31, 2023</u>
Expenses relating to short-term leases	<u>\$ 13,461</u>	<u>\$ 11,568</u>
Expenses relating to low-value asset leases	<u>\$ 572</u>	<u>\$ 679</u>
Expenses relating to variable lease payments not included in the measurement of lease liabilities	<u>\$ 17,336</u>	<u>\$ 16,732</u>
Total cash (outflow) for leases	<u>(\$ 80,330)</u>	<u>(\$ 74,201)</u>

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

16. INVESTMENT PROPERTIES

	Completed investment properties		Right-of-use assets	Total
	Land	Buildings		
<u>Costs</u>				
Balance as of January 1, 2024	\$ 202,475	\$ 688,067	\$ 210,044	\$1,100,586
Addition	317	-	21,735	22,052
Reclassification	-	4,878	( 34)	4,844
Net foreign currency exchange differences	-	17,242	3,855	21,097
Balance as of March 31, 2024	<u>\$ 202,792</u>	<u>\$ 710,187</u>	<u>\$ 235,600</u>	<u>\$1,148,579</u>
<u>Accumulated depreciation and impairment</u>				
Balance as of January 1, 2024	\$ 3,969	\$ 419,157	\$ 90,139	\$ 513,265
Depreciation expense	-	5,457	4,534	9,991
Reclassification	-	-	406	406
Net foreign currency exchange differences	-	12,570	690	13,260
Balance as of March 31, 2024	<u>\$ 3,969</u>	<u>\$ 437,184</u>	<u>\$ 95,769</u>	<u>\$ 536,922</u>
Net amount as of March 31, 2024	<u>\$ 198,823</u>	<u>\$ 273,003</u>	<u>\$ 139,831</u>	<u>\$ 611,657</u>
<u>Costs</u>				
Balance as of January 1, 2023	\$ 202,729	\$ 693,434	\$ 206,337	\$1,102,500
Addition	529	-	-	529
Reclassification	-	-	168	168
Net foreign currency exchange differences	-	643	480	1,123
Balance as of March 31, 2023	<u>\$ 203,258</u>	<u>\$ 694,077</u>	<u>\$ 206,985</u>	<u>\$1,104,320</u>
<u>Accumulated depreciation and impairment</u>				
Balance as of January 1, 2023	\$ 3,969	\$ 401,556	\$ 72,413	\$ 477,938
Depreciation expense	-	5,731	4,569	10,300
Reclassification	-	-	83	83
Net foreign currency exchange differences	-	844	64	908
Balance as of March 31, 2023	<u>\$ 3,969</u>	<u>\$ 408,131</u>	<u>\$ 77,129</u>	<u>\$ 489,229</u>
Net amount as of March 31, 2023	<u>\$ 199,289</u>	<u>\$ 285,946</u>	<u>\$ 129,856</u>	<u>\$ 615,091</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 2 to 6 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.

The total amount of lease payments to be collected in the future for investment property as operating lease as of March 31, 2024 and 2023 is as follows:

	<u>March 31, 2024</u>	<u>December 31, 2023</u>	<u>March 31, 2023</u>
Year 1	\$ 74,161	\$ 75,668	\$ 77,027
Year 2	39,928	47,904	33,601
Year 3	32,103	33,254	19,441
Year 4	25,647	26,619	14,859
Year 5	25,647	25,648	10,970
More than 5 years	<u>6,412</u>	<u>12,824</u>	<u>13,713</u>
	<u>\$ 203,898</u>	<u>\$ 221,917</u>	<u>\$ 169,611</u>

Except for the recognition of depreciation expense, the Group's investment properties did not experience significant additions, disposals, and impairments for the periods for the three months ended March 31, 2024 and 2023.

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

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

Part of the Group's investment properties is located in the Toufen and Linyuan Industrial District. As these districts are designated for industrial use, the information on comparable market transactions are uncommon and alternative reliable measurements of the fair value estimates are not available. 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, 2024, December 31, 2023 and March 31, 2023 are as follows:

	<u>March 31, 2024</u>	<u>December 31, 2023</u>	<u>March 31, 2023</u>
Fair Value	<u>\$1,284,914</u>	<u>\$1,458,539</u>	<u>\$1,733,154</u>

## 17. GOODWILL AND OTHER INTANGIBLE ASSETS

	<u>March 31, 2024</u>	<u>December 31, 2023</u>	<u>March 31, 2023</u>
Goodwill (a)	<u>\$ 270,211</u>	<u>\$ 270,211</u>	<u>\$ 270,211</u>
Other intangible assets b.			
Technology royalties and patent right	\$ -	\$ -	\$ 433
Computer software	20,090	21,002	14,104
Field project	28,587	29,001	30,244
Plant design fee	-	400	1,601
	<u>\$ 48,677</u>	<u>\$ 50,403</u>	<u>\$ 46,382</u>

### a. Goodwill

The goodwill of the Group is regularly assessed for impairment at the end of each year. No impairment assessment was performed periodically as there was no indication of impairment on March 31, 2024 and 2023.

### b. Other intangible assets

Except for the recognition of amortization expenses, the Group's other intangible assets did not experience significant additions, disposals, or impairments for the periods for the three months ended March 31, 2024 and 2023.

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

Technology royalties and patent right	3-10 years
Computer software	1-10 years
Field project	20 years
Plant design fee	10 years

## 18. BORROWINGS

### a. Short-term borrowings

	<u>March 31, 2024</u>	<u>December 31, 2023</u>	<u>March 31, 2023</u>
<u>Secured loans</u>			
- Bank loan	\$ 6,867	\$ 6,525	\$ -
<u>Unsecured borrowings</u>			
- Line of credit borrowings	4,533,488	3,249,832	2,388,609
	<u>\$ 4,540,355</u>	<u>\$ 3,256,357</u>	<u>\$ 2,388,609</u>
The range of interest rate	1.60%~4.41%	1.66%~4.74%	1.06%~7.65%

For details on assets pledged for secured borrowing, please refer to Note 34.

b. Short-term notes payable (March 31, 2024 and December 31, 2023: None)

	<u>March 31, 2023</u>
Commercial note payable	\$ 140,000
Less: Unamortized discount on bills payable	( <u>61</u> )
	<u>\$ 139,939</u>
The range of interest rate	1.45%~1.85%

c. Long-term borrowings

	<u>March 31, 2024</u>	<u>December 31, 2023</u>	<u>March 31, 2023</u>
Secured loans	\$ 1,270,187	\$ 1,235,439	\$ 1,000,000
Credit borrowings	<u>5,377,860</u>	<u>5,489,942</u>	<u>5,449,853</u>
	6,648,047	6,725,381	6,449,853
Less: Listed as maturity within one year	<u>744,316</u>	<u>283,954</u>	<u>-</u>
	<u>\$ 5,903,731</u>	<u>\$ 6,441,427</u>	<u>\$ 6,449,853</u>
The range of interest rate			
Secured loans	1.00%~4.35%	1.00%~4.35%	1.55%
Credit borrowings	1.02%~1.98%	0.89%~1.92%	0.89%~1.95%

The Group entered into medium and long-term credit contracts with banks to replenish the medium and long-term working capital, which is used cyclically during the validity period.

Total credit limits obtained by each company are as follows:

<u>Company Name</u>	<u>Total credit limit</u>	<u>Credit contract expiration date</u>
USI	\$ 3,300,000	October, 2026
UPIIC	500,000	August, 2026
CGPC	1,800,000	October, 2026
CGPCPOL	900,000	December, 2026
TVCM	300,000	November, 2025
TTC	2,300,000	August, 2026
APC	3,850,000	November, 2026
ACME	2,421,443	May, 2044
SPC	1,450,000	September, 2025
USIGE	1,100,000	October, 2025

For details on assets pledged for secured borrowing, please refer to Note 34.

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, 2024, the subsidiaries did not violate any of the financial ratio requirements stated above.

The Group has acquired a special low-interest bank loan line of NT\$7,950,800 thousand in accordance with the "Action Plan for Accelerated Investment by Domestic Corporations," "Action Plan for Accelerated Investment by SMEs," and "Investment Incentives for



Returning Taiwanese Businesses" and had drawn NT\$4,677,165 thousand as of March 2024, recognized and measured the loan at the market interest rate. The difference between the market interest rate and the actual preferential repayment rate is recognized as government subsidy.

19. BONDS PAYABLE

	March 31, 2024	December 31, 2023	March 31, 2023
Domestic unsecured bonds 108-1 - issuance on April 26, 2019, 5 years, total amount NT\$2,000,000 thousand, coupon rate 0.98%, bullet repayment	\$2,000,000	\$2,000,000	\$ 2,000,000
Domestic unsecured bonds A 110-1 - issuance on June 23 2021, 5 years, total amount NT\$1,000,000 thousand, coupon rate 0.63%, bullet repayment, repaid NT\$500,000 thousand in the 4th and 5th years respectively from the issuance date	1,000,000	1,000,000	1,000,000
Domestic unsecured bonds B 110-1- issuance on June 23 2021, 7 years, total amount NT\$1,000,000 thousand, coupon rate 0.73%, bullet repayment, repaid NT\$500,000 thousand in the 6th and 7th years respectively from the issuance date	1,000,000	1,000,000	1,000,000
Domestic unsecured bonds A 110-2 - issuance on October 26, 2021, 5 years, total amount NT\$700,000 thousand, coupon rate 0.63%, repaid NT\$350,000 thousand in the 4th and 5th years respectively from the issuance date	700,000	700,000	700,000
Domestic unsecured bonds B 110-2 - issuance on October 26, 2021, 7 years, total amount NT\$1,300,000 thousand, coupon rate 0.77%, repaid NT\$650,000 thousand in the 6th and 7th years respectively from the issuance date	<u>1,300,000</u>	<u>1,300,000</u>	<u>1,300,000</u>
	6,000,000	6,000,000	6,000,000
Discounts on bonds payable	( <u>4,673</u> )	( <u>5,296</u> )	( <u>7,155</u> )
	5,995,327	5,994,704	5,992,845
Less: Listed as maturity within one year	<u>1,999,938</u>	<u>1,999,714</u>	<u>-</u>
	<u>\$3,995,389</u>	<u>\$ 3,994,990</u>	<u>\$5,992,845</u>

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

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

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

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

20. ACCOUNTS PAYABLE

	<u>March 31, 2024</u>	<u>December 31, 2023</u>	<u>March 31, 2023</u>
<u>Operating</u>			
Accounts payable	<u>\$2,662,001</u>	<u>\$3,017,667</u>	<u>\$3,023,379</u>

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

21. OTHER LIABILITIES

	<u>March 31, 2024</u>	<u>December 31, 2023</u>	<u>March 31, 2023</u>
<u>Current</u>			
Other payables			
Payables for salaries and bonuses	\$ 438,479	\$ 780,045	\$ 455,520
Payables for purchases of equipment	338,035	392,863	355,258
Payables for water electricity and gas	246,651	282,701	258,725
Payables for fares	142,258	149,557	143,217
Payables for insurance	35,769	38,080	41,162
Payables for interests	40,318	29,633	40,923
Payable for taxes	34,925	40,459	38,550
Dividends payable	46,523	46,742	27,153
Others	<u>416,277</u>	<u>469,259</u>	<u>455,389</u>
	1,739,235	2,229,339	1,815,897
Other liabilities			
Refund liabilities	<u>28,512</u>	<u>30,704</u>	<u>21,554</u>
	<u>\$ 1,767,747</u>	<u>\$ 2,260,043</u>	<u>\$ 1,837,451</u>

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

## 22. PROVISION

	<u>March 31, 2024</u>	<u>December 31, 2023</u>	<u>March 31, 2023</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 35 for the explanation related to the provision.

## 23. RETIREMENT BENEFIT PLANS

Defined benefit plan expenses for the periods for the three months ended March 31, 2024 and 2023, were calculated based on actuarial assumptions and pension cost rates determined as of December 31, 2023 and 2022, for which the Group had recognized the following expenses:

	<u>For the Three Months Ended March 31, 2024</u>	<u>For the Three Months Ended March 31, 2023</u>
Operating costs	\$ 4,234	\$ 5,058
Selling and marketing expenses	456	534
Administrative expenses	538	589
Research and development expenses	<u>208</u>	<u>249</u>
	<u>\$ 5,436</u>	<u>\$ 6,430</u>

## 24. GOVERNMENT SUBSIDY

Acme Electronics (Kunshan) reached an agreement with Kunshan Zhoushizhen People's Government in 2006 in which Acme Electronics (Kunshan) Co., Ltd. promised to relocate its new plant and raise its investment amount. Furthermore, Kunshan Zhoushizhen People's Government subsidized Acme Electronics (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 (Kunshan) recognized the subsidy amount as long-term deferred revenues and it will be amortized over the use of the related assets.

In 2023, Acme Electronics (Guang-Zhou) received subsidies from the local government to cover depreciation arising from the use of assets. Acme Electronics (Guang-Zhou) recognized the subsidy amount as long-term deferred revenues and it will be amortized over the use of the related asset.

As of March 31, 2024, December 31, 2023 and March 31, 2023, the amount of unamortized deferred revenues was RMB7,856 thousand (NT\$35,434 thousand), RMB8,032 thousand (NT\$34,822 thousand), and RMB7,170 thousand (NT\$31,722 thousand) respectively.

## 25. EQUITY

### a. Share capital

	<u>March 31, 2024</u>	<u>December 31, 2023</u>	<u>March 31, 2023</u>
Number of shares authorized (in thousands)	<u>1,342,602</u>	<u>1,342,602</u>	<u>1,342,602</u>
Share capital authorized	<u>\$ 13,426,024</u>	<u>\$ 13,426,024</u>	<u>\$ 13,426,024</u>
Number of shares issued and fully paid (in thousands)	<u>1,188,763</u>	<u>1,188,763</u>	<u>1,188,763</u>
Share capital issued	<u>\$ 11,887,635</u>	<u>\$ 11,887,635</u>	<u>\$ 11,887,635</u>

The holders of issued ordinary shares with a par value of \$10 are entitled to the right to one vote and to receive dividends.

### b. Capital surplus

The capital surplus generated from donations and the excess of the issuance price over the par value of share capital (including the issuance of ordinary shares in excess of par value, the capital stock premium of shares issued due to merger, and treasury shares trading, etc.) may be used to offset a deficit; in addition, when the Company has no deficit, such capital surplus may be distributed as cash dividends or share dividends up to a certain percentage of the Company's paid-in capital. The capital surplus arising from investments accounted for using the equity method and from dividends had not been received during the given period by stockholders are used to offset a deficit only.

### c. Retained earnings and dividends policy

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

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

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

The appropriations of earnings for the years ended 2023 and 2022 as proposed in the board of directors' meeting dated March 8, 2024 and as resolved in the shareholders' meetings on May 31, 2023, respectively, are as follows:

	Appropriation of Earnings		Dividends Per Share (NT\$)	
	For the Year Ended December 31, 2023	For the Year Ended December 31, 2022	For the Year Ended December 31, 2023	For the Year Ended December 31, 2022
Legal reserve	\$ -	\$ 164,106		
Cash dividends	<u>416,067</u>	<u>832,134</u>	\$ 0.35	\$ 0.7
	<u>\$ 416,067</u>	<u>\$ 996,240</u>		

The appropriations of earnings for the year ended December 31, 2023 are subject to the resolution of the shareholders' meeting to be held on May 31, 2024.

d. Other equity

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

	For the Three Months Ended March 31, 2024	For the Three Months Ended March 31, 2023
Opening balance	( \$ 452,386 )	( \$ 371,193 )
Incurred in the current period		
Exchange differences on translating the financial statements of foreign operations	347,771	24,471
Related income tax of the profits and losses on translating the financial statements of foreign operations	( <u>54,682</u> )	( <u>1,824</u> )
Closing balance	( <u>\$ 159,297</u> )	( <u>\$ 348,546</u> )

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

	For the Three Months Ended March 31, 2024	For the Three Months Ended March 31, 2023
Opening balance	\$ 290,941	\$ 380,089
Incurred in the current period		
Unrealized gains (losses)		
Equity instruments	( 21,140 )	62,598
Related income tax	( <u>161</u> )	( <u>244</u> )
Closing balance	<u>\$ 269,640</u>	<u>\$ 442,443</u>

e. Non-controlling interests

	January 1 to March 31, 2024	January 1 to March 31, 2023
Opening balance	\$ 24,289,615	\$ 26,428,793
Net loss for the period	( 582,667 )	( 491,500 )
Other comprehensive (loss) income for the period		
Exchange differences on translating the financial statements of foreign operations	425,592	49,377
Income tax relating to exchange difference on translating foreign operations	( 31,496 )	119
Unrealized gain (loss) on financial assets at FVTOCI	169,344	6,457
Income tax relating to unrealized gain on financial assets at FVTOCI	( 336 )	( 510 )
Adjustments relating to changes accounted for using the equity method	( 12 )	55,932
Change in non-controlling interests	14,332	222,270
Closing balance	<u>\$ 24,284,372</u>	<u>\$ 26,270,938</u>

f. Treasury shares

	Opening number of shares(in thousands)	Increase in the current period(in thousands)	Decrease in the current period(in thousands)	Closing number of shares(in thousands)
<u>Purpose of Buy-Back</u>				
<u>For the Three Months Ended March</u>				
<u>31, 2024</u>				
Subsidiaries' holding of the Company's shares reclassified from investment into treasury stock	<u>116,466</u>	=	=	<u>116,466</u>
<u>For the Three Months Ended March</u>				
<u>31, 2023</u>				
Subsidiaries' holding of the Company's shares reclassified from investment into treasury stock	<u>116,466</u>	=	=	<u>116,466</u>

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

Name of Subsidiary	Number of Shares Held (in thousands)	Carrying Amount (NTD thousands)	Market Price (NTD thousands)
<u>March 31, 2024</u>			
APC	101,356	\$ 1,377,381	\$ 1,626,759
TTC	15,110	81,875	242,514
		<u>\$ 1,459,256</u>	<u>\$ 1,869,273</u>
<u>December 31, 2023</u>			
APC	101,356	\$ 1,377,381	\$ 2,001,775
TTC	15,110	81,875	298,421
		<u>\$ 1,459,256</u>	<u>\$ 2,300,196</u>
<u>March 31, 2023</u>			
APC	101,356	\$ 1,377,381	\$ 2,685,925
TTC	15,110	1,875	400,412
		<u>\$ 1,459,256</u>	<u>\$ 3,086,337</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.

APC and TTC held shares of the Company that were presented as financial assets at FVTOCI. Using closing prices on the final trading dates as of March 31, 2024, December 31, 2023, and March 31, 2023, the two entities reported unrealized gains (losses) on financial assets at FVTOCI, for which the Company had adjusted the value of equity-accounted investments and unrealized gain on valuation of financial assets at FVTOCI by NT\$139,580 thousand, NT\$281,399 thousand and NT\$540,122 thousand, respectively, based on the prevailing shareholding percentages.

## 26. REVENUE

	For the Three Months Ended March 31, 2024	For the Three Months Ended March 31, 2023
Revenue from the sale of goods		
Plastic Raw Materials	\$ 11,056,254	\$ 12,407,698
Electronic Materials	551,536	519,565
Others	416,638	248,293
	<u>\$ 12,024,428</u>	<u>\$ 13,175,556</u>

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

## Contract balances

	<u>March 31, 2024</u>	<u>December 31, 2023</u>	<u>March 31, 2023</u>	<u>January 1, 2023</u>
Notes and accounts receivables (Note 10)	<u>\$ 5,618,840</u>	<u>\$ 5,510,605</u>	<u>\$ 6,236,091</u>	<u>\$ 7,939,581</u>
Contract liabilities (presented in other current liabilities)				
Merchandise sales	<u>\$ 353,615</u>	<u>\$ 196,129</u>	<u>\$ 457,005</u>	<u>\$ 404,236</u>

## 27. NET LOSS FRO THE PERIOD

Net loss for the period includes the following:

### a. Interest income

	<u>For the Three Months Ended March 31, 2024</u>	<u>For the Three Months Ended March 31, 2023</u>
Bank deposits	\$ 65,643	\$ 53,697
Reserve repurchase agreements collateralized by bonds	5,566	2,106
Others	<u>4,290</u>	<u>2,156</u>
	<u>\$ 75,499</u>	<u>\$ 57,959</u>

### b. Other income

	<u>For the Three Months Ended March 31, 2024</u>	<u>For the Three Months Ended March 31, 2023</u>
Rental income	\$ 31,211	\$ 33,297
Income from grants (Note 24)	9,613	9,017
Income from management services (Note 33)	9,315	9,815
Dividend income	-	11,371
Others	<u>5,946</u>	<u>11,759</u>
	<u>\$ 56,085</u>	<u>\$ 75,259</u>

### c. Other gains and losses

	<u>For the Three Months Ended March 31, 2024</u>	<u>For the Three Months Ended March 31, 2023</u>
Depreciation expense	( \$ 11,368 )	( \$ 11,975 )
Net gain on financial assets and liabilities at FVTPL	10,226	1,086
Net gain on disposal and scrapping of property, plant and equipment	480	2,464
Net foreign exchange gain (loss)	154,330	( 14,131 )
Other gains and losses	<u>( 17,334 )</u>	<u>( 25,880 )</u>
	<u>\$ 136,334</u>	<u>( \$ 48,436 )</u>



d. Finance costs

	For the Three Months Ended March 31, 2024	For the Three Months Ended March 31, 2023
Interest on bank loans	\$ 47,236	\$ 44,020
Interest on bonds payable	12,527	12,522
Other interest expense	25	23
Interest on lease liabilities	10,456	9,388
Less: Capitalized interest (presented under construction in progress)	( <u>427</u> )	( <u>1,705</u> )
	<u>\$ 69,817</u>	<u>\$ 64,248</u>

Information about capitalized interest is as follows:

	For the Three Months Ended March 31, 2024	For the Three Months Ended March 31, 2023
Capitalized interest	\$ 427	\$ 1,705
Capitalization rate	0.84%~1.10%	0.84%~1.55%

e. Depreciation and amortization

	For the Three Months Ended March 31, 2024	For the Three Months Ended March 31, 2023
Property, plant and equipment	\$ 619,034	\$ 566,048
Right-of-use assets	40,267	38,419
Investment properties	9,991	10,300
Intangible assets	2,330	2,060
Others	<u>13,307</u>	<u>12,923</u>
	<u>\$ 684,929</u>	<u>\$ 629,750</u>

Summary of depreciation by  
function

Operating costs	\$ 613,263	\$ 560,219
Operating expenses	44,661	42,573
Other gains and losses	<u>11,368</u>	<u>11,975</u>
	<u>\$ 669,292</u>	<u>\$ 614,767</u>

An analysis of amortization by  
function

Operating costs	\$ 12,867	\$ 12,923
Selling and marketing expenses	555	538
Administrative expenses	1,191	1,398
Research and development expenses	<u>1,024</u>	<u>124</u>
	<u>\$ 15,637</u>	<u>\$ 14,983</u>

f. Employee benefits expense

	For the Three Months Ended March 31, 2024	For the Three Months Ended March 31, 2023
Retirement benefits		
Defined contribution plans	\$ 42,220	\$ 43,536
Defined benefit plan (Note 23)	<u>5,436</u>	<u>6,430</u>
	47,656	49,966
Other employee benefits	<u>1,070,977</u>	<u>1,138,421</u>
Total employee benefits expenses	<u>\$ 1,118,633</u>	<u>\$ 1,188,387</u>
An analysis of employee benefits expense by function		
Operating costs	\$ 760,324	\$ 816,372
Operating expenses	<u>358,309</u>	<u>372,015</u>
	<u>\$ 1,118,633</u>	<u>\$ 1,188,387</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.

For the periods for the three months ended March 31, 2024 and 2023, due to the company's net loss, employees' compensation and remuneration of directors were not estimated.

h. Foreign exchange gains (losses)

	For the Three Months Ended March 31, 2024	For the Three Months Ended March 31, 2023
Gross foreign exchange gains	\$ 230,025	\$ 108,957
Foreign exchange losses	( <u>75,695</u> )	( <u>123,088</u> )
Net profit (loss)	<u>\$ 154,330</u>	( <u>\$ 14,131</u> )

## 28. INCOME TAX

### a. Income tax recognized in profit or loss

The major components of income tax (Gain) expense were as follows:

	<u>For the Three Months Ended March 31, 2024</u>	<u>For the Three Months Ended March 31, 2023</u>
Current tax		
Incurred in the current period	\$ 14,241	\$ 217,965
Adjustments for previous years	( <u>16,448</u> )	( <u>13,896</u> )
	( <u>2,207</u> )	<u>204,069</u>
Deferred tax		
Incurred in the current period	( \$ 161,270 )	( \$ 161,484 )
Adjustments for previous years	<u>-</u>	( <u>10,953</u> )
	( <u>161,270</u> )	( <u>172,437</u> )
Income tax (Gain) expense recognized in profit or loss	( <u>\$ 163,477</u> )	<u>\$ 31,632</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 generated by other jurisdictions is calculated based on the applicable tax rate in each relevant jurisdiction.

### b. Income tax recognized in other comprehensive income

	<u>For the Three Months Ended March 31, 2024</u>	<u>For the Three Months Ended March 31, 2023</u>
<u>Deferred tax</u>		
Incurred in the current period		
- Translation of foreign operations	\$ 86,178	\$ 1,705
- Unrealized gain (loss) on financial assets at FVTOCI	<u>497</u>	<u>754</u>
Income tax expense recognized in other comprehensive income	<u>\$ 86,675</u>	<u>\$ 2,459</u>

### c. Income tax assessments

The Company, USII, APC, TVCM, USIO, APCIC, INOMA, TUV, TUV, USIG and UPIIC have had income tax filings certified by the tax authority up to 2022. ACME, TTC, CGPC, CGPCPOL, CGTD, UM, CLT, SPC and STC have had income tax filings certified by the tax authority up to 2021.

d. Pillar 2 income tax

The Pillar 2 income tax law of UK, the place of registration for the Company's subsidiary - A.S. Holdings (UK) Limited, was substantively enacted in December 2023 and effected on January 1, 2024. Operating performance of the subsidiary does not have material effect on the Group; nevertheless, the Group will continue to monitor how the Pillar 2 income tax law affects its future financial performance.

29. LOSS PER SHARE

	Unit: NT\$ Per Share	
	For the Three Months Ended March 31, 2024	For the Three Months Ended March 31, 2023
Basic loss per share	( \$ 0.37 )	( \$ 0.09 )
Diluted loss per share	( \$ 0.37 )	( \$ 0.09 )

The losses and weighted average number of shares used for calculating loss per share is explained below:

Net loss for the period

	For the Three Months Ended March 31, 2024	For the Three Months Ended March 31, 2023
Net loss attributable to owners of the Company (the net loss used for calculating basic and diluted loss per share)	( \$ 393,900 )	( \$ 96,523 )

Share unit: thousands of shares

	For the Three Months Ended March 31, 2024	For the Three Months Ended March 31, 2023
Weighted average number of ordinary shares used in the computation of basic and diluted loss per share	1,072,298	1,072,298

30. CASH FLOW INFORMATION

a. Non-cash transactions

Except as disclosed in other notes, the following non-cash investing and financing activities of the Group for the periods for the three months ended March 31, 2024 and 2023, were:

- 1) As of March 31, 2024, December 31, 2023 and March 31, 2023, the amounts of payables for purchases of equipment were NT\$338,035 thousand, NT\$392,863 thousand and NT\$355,258 thousand, respectively.

- 2) As of March 31, 2024, December 31, 2023 and March 31, 2023, the amounts of payables for dividends declared but not issued were NT\$46,523 thousand, NT\$46,742 and NT\$27,153 thousand, respectively.

b. Changes in liabilities arising from financing activities

	Non-cash Changes						March 31, 2024
	January 1, 2024	Cash flow	New Leases	Amortization of Finance Costs	Changes in Foreign Currency Exchange Rates	Others	
Short-term borrowings	\$ 3,256,357	\$ 1,283,998	\$ -	\$ -	\$ -	\$ -	\$ 4,540,355
Bonds payable (including those due within 1 year)	5,994,704	-	-	623	-	-	5,995,327
Long-term borrowings (including those due within 1 year)	6,725,381	( 81,727)	-	4,393	-	-	6,648,047
Guarantee deposits received	47,300	( 8,076)	-	-	-	-	39,224
Lease liabilities (including those due within 1 year)	2,136,345	( 38,505)	39,543	10,456	3,456	( 9,602)	2,141,693
Other non-current liabilities	104,926	5,148	-	-	-	-	110,074
	<u>\$ 18,265,013</u>	<u>\$ 1,160,838</u>	<u>\$ 39,543</u>	<u>\$ 15,472</u>	<u>\$ 3,456</u>	<u>( \$ 9,602)</u>	<u>\$ 19,474,720</u>

  

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

### 31. 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.

## 32. FINANCIAL INSTRUMENTS

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

#### March 31, 2024

	Carrying Amount	Fair Value			
		Level 1	Level 2	Level 3	Total
<u>Financial liabilities</u>					
Financial liabilities at amortized cost					
- Domestic corporate bonds	<u>\$ 5,995,327</u>	<u>\$ -</u>	<u>\$ 5,948,042</u>	<u>\$ -</u>	<u>\$ 5,948,042</u>

#### December 31, 2023

	Carrying Amount	Fair Value			
		Level 1	Level 2	Level 3	Total
<u>Financial liabilities</u>					
Financial liabilities at amortized cost					
- Domestic corporate bonds	<u>\$ 5,994,704</u>	<u>\$ -</u>	<u>\$ 5,939,899</u>	<u>\$ -</u>	<u>\$ 5,939,899</u>

#### March 31, 2023

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

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

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

#### 1) Fair value hierarchy

#### March 31, 2024

	Level 1	Level 2	Level 3	Total
<u>Financial assets at FVTPL</u>				
Derivatives	\$ -	\$ 6,609	\$ -	\$ 6,609
Domestic listed (OTC) shares	538,612	-	-	538,612
Fund beneficiary certificates	2,104,943	-	-	2,104,943
Beneficiary securities	<u>276,106</u>	<u>-</u>	<u>-</u>	<u>276,106</u>
Total	<u>\$ 2,919,661</u>	<u>\$ 6,609</u>	<u>\$ -</u>	<u>\$ 2,926,270</u>

(Continued)

(Continued)

	Level 1	Level 2	Level 3	Total
<u>Financial assets at FVTOCI</u>				
Investments in equity instruments				
- Domestic listed (OTC) shares	\$ 1,814,936	\$ -	\$ -	\$ 1,814,936
- Domestic unlisted shares and emerging market shares	-	-	325,785	325,785
- Foreign listed (OTC) shares	17,850	-	-	17,850
- Overseas unlisted equity investments	-	-	161,381	161,381
Total	<u>\$ 1,832,786</u>	<u>\$ -</u>	<u>\$ 487,166</u>	<u>\$ 2,319,952</u>
<u>Financial liabilities at FVTPL</u>				
Derivatives	<u>\$ -</u>	<u>\$ 1,179</u>	<u>\$ -</u>	<u>\$ 1,179</u>

December 31, 2023

	Level 1	Level 2	Level 3	Total
<u>Financial assets at FVTPL</u>				
Derivatives	\$ -	\$ 5,061	\$ -	\$ 5,061
Domestic listed (OTC) shares	478,329	-	-	478,329
Fund beneficiary certificates	2,365,052	-	-	2,365,052
Beneficiary securities	272,258	-	-	272,258
Total	<u>\$ 3,115,639</u>	<u>\$ 5,061</u>	<u>\$ -</u>	<u>\$ 3,120,700</u>
<u>Financial assets at FVTOCI</u>				
Investments in equity instruments				
- Domestic listed (OTC) shares	\$ 1,634,224	\$ -	\$ -	\$ 1,634,224
- Domestic unlisted shares and emerging market shares	-	-	366,003	366,003
- Foreign listed (OTC) shares	16,457	-	-	16,457
- Overseas unlisted equity investments	-	-	151,245	151,245
Total	<u>\$ 1,650,681</u>	<u>\$ -</u>	<u>\$ 517,248</u>	<u>\$ 2,167,929</u>
<u>Financial liabilities at FVTPL</u>				
Derivatives	<u>\$ -</u>	<u>\$ 2,804</u>	<u>\$ -</u>	<u>\$ 2,804</u>

## March 31, 2023

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

There were no transfers between Levels 1 and 2 fair value measurement for the periods for the three months ended March 31, 2024 and 2023.

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

	For the Three Months Ended March 31, 2024	For the Three Months Ended March 31, 2023
<u>Financial assets at FVTPL</u>		
Opening balance	\$ 517,248	\$ 498,924
Reclassification	( 19,975)	-
Recognized in other comprehensive income (included in unrealized gain (loss) on financial assets at FVTOCI)	( 10,107)	691
Closing balance	<u>\$ 487,166</u>	<u>\$ 499,615</u>

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

Categories of financial instruments	Valuation Techniques and Inputs
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 maturity 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



Categories of financial instruments	Valuation Techniques and Inputs
	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. The Group values domestic and overseas unlisted equity investments using the asset approach, in which fair value is determined by taking into consideration the latest net worth and observable financial and operating factors of the investee. A reduction in liquidity discount would increase the fair value of the investee. When the discount for lack of marketability increases/decreases by 10%, the fair value would have decreased/increased by NT\$48,717 thousand and NT\$49,962 thousand, respectively, for the periods for the three months ended March 31, 2024 and 2023.

c. Categories of financial instruments

	March 31, 2024	December 31, 2023	March 31, 2023
<u>Financial assets</u>			
Financial assets at FVTPL			
Financial assets mandatorily classified at FVTPL	\$ 2,926,270	\$ 3,120,700	\$ 3,436,832
Measured at amortized cost			
Cash and cash equivalents	10,157,489	11,059,546	11,938,389
Pledged time deposits and restricted deposits	723,849	721,697	713,682
Bank fixed-term deposits with a maturity over 3 months	2,213,477	625,694	-
Reserve repurchase agreements collateralized by bonds with a maturity over 3 months	843,038	704,809	-
Notes receivable	541,258	479,270	492,419
Accounts receivable (including related parties)	5,077,582	5,031,335	5,743,672

(Continued)

(Continued)

	March 31, 2024	December 31, 2023	March 31, 2023
Other receivables (including related parties, excluding tax refund receivable)	\$ 116,200	\$ 100,624	\$ 71,968
Refundable deposits	179,026	204,563	233,333
Financial assets at FVTOCI - investments in equity instruments	2,319,952	2,167,929	2,226,476
<u>Financial liabilities</u>			
Measured at FVTPL - held for trading	1,179	2,804	4,421
Measured at amortized cost			
Short-term borrowings	4,540,355	3,256,357	2,388,609
Short-term bills payable	-	-	139,939
Accounts payable	2,662,001	3,017,667	3,023,379
Other payables (including related parties, excluding salaries payable and taxes payable)	1,265,831	1,408,835	1,321,827
Current portion of long-term borrowings	2,744,254	2,283,668	-
Bonds payable	3,995,389	3,994,990	5,992,845
Long-term borrowings	5,903,731	6,441,427	6,449,853
Guarantee deposits received	39,224	47,300	44,885

d. Financial Risk Management Objectives and Policies

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

1) Market risk

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

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

(1) 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 37. For carrying amount of derivatives exposed to exchange rate risk, please refer to Note 7.

#### Sensitivity analysis

The sensitivity analysis of foreign currency risk mainly focuses on the computation of foreign currency monetary items at the end of the financial reporting period (U.S. dollar and RMB denominated items). When the Group's individual functional currency relative to the UDS and RMB appreciates/depreciates by 3%, net loss before income tax of the Group would have increased/decreased by NT\$94,062 thousand and NT\$108,815 thousand for the periods for the three months ended March 31, 2024 and 2023.

In management's opinion, the sensitivity analysis was unrepresentative of the inherent foreign currency risk because the exposure at the end of the reporting period did not reflect the exposure during the period.

#### (2) Interest rate risk

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

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

	March 31, 2024	December 31, 2023	March 31, 2023
Fair value interest rate risk			
- Financial assets	\$ 10,764,863	\$ 9,822,484	\$ 9,600,362
- Financial liabilities	13,001,632	11,870,537	10,729,795
Cash flow interest rate risk			
- Financial assets	2,623,748	2,945,405	2,560,338
- Financial liabilities	6,469,915	6,393,637	6,460,963

### Sensitivity analysis

Regarding the sensitivity analysis of interest risk, the Group's computation was based on the balance sheet date of 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. While maintaining all other variables unchanged, a 0.5% increase/decrease in market rate would increase/decrease net loss before income tax of the Group by NT\$4,808 thousand and NT\$4,876 thousand for the periods for the three months ended March 31, 2024 and 2023.

### (3) Other price risks

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

### Sensitivity analysis

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

If the equity price had increased/decreased by 5%, the net losses before tax for the periods for the three months ended March 31, 2024 and 2023, would have increased/decreased by NT\$40,736 thousand and NT\$22,555 thousand, respectively, as a result of the changes in fair value of financial assets at FVTPL (excluding fund beneficiary certificates). The pre-tax other comprehensive income for the periods for the three months ended March 31, 2024 and 2023 would have increased/decreased by NT\$115,998 thousand and NT\$111,324

thousand, respectively, as a result of the changes in fair value of financial assets at FVTOCI.

## 2) Credit risk

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

- (1) The carrying amount of the financial assets recognized in the consolidated balance sheets; and
- (2) The maximum amount payable by the Group due to financial guarantees provided by the Group.

The Group adopted a policy of only dealing with creditworthy counterparties as a means of mitigating the risk of financial loss from defaults.

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

## 3) Liquidity risk

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

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

The following table details the Group's remaining contractual maturity for its non-derivative financial liabilities with agreed repayment periods. The table was drawn up based on the undiscounted cash flows of financial liabilities from the earliest date on which the Group can be required to pay. The table includes both interest and principal cash flows.

### March 31, 2024

	Weighted average interest rate (%)	On demand or less than 1 year	1-5 years	More than 5 years
<u>Non-derivative</u> <u>financial liabilities</u>				
Non-interest bearing liabilities		\$ 3,927,832	\$ -	\$ -
Lease liabilities	0.83~9.25	198,034	622,837	1,778,363
Floating interest rate liabilities	1.02~4.41	1,301,498	5,336,745	65,006
Fixed interest rate liabilities	0.63~3.45	<u>7,750,116</u>	<u>3,089,665</u>	-
		<u>\$ 13,177,480</u>	<u>\$ 9,049,247</u>	<u>\$ 1,843,369</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>\$ 198,034</u>	<u>\$ 622,837</u>	<u>\$ 627,401</u>	<u>\$ 622,550</u>	<u>\$ 435,578</u>	<u>\$ 92,834</u>

### December 31, 2023

	Weighted average interest rate (%)	On demand or less than 1 year	1-5 years	More than 5 years
<u>Non-derivative</u> <u>financial liabilities</u>				
Non-interest bearing liabilities		\$ 4,426,502	\$ -	\$ -
Lease liabilities	0.83~9.25	200,613	620,031	1,799,293
Floating interest rate liabilities	1.05~4.74	998,424	5,574,198	65,213
Fixed interest rate liabilities	0.63~2.48	<u>5,478,659</u>	<u>4,227,525</u>	-
		<u>\$ 11,104,198</u>	<u>\$ 10,421,754</u>	<u>\$ 1,864,506</u>

### Additional information about the maturity analysis for lease liabilities:

	Less than 1 Year	1-5 years	5-10 years	10-15 years	15-20 years	More than 20 years
Lease liabilities	<u>\$200,613</u>	<u>\$620,031</u>	<u>\$622,221</u>	<u>\$616,693</u>	<u>\$469,623</u>	<u>\$90,756</u>

### March 31, 2023

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

Additional information about the maturity analysis for lease liabilities:

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

(2) Liquidity of derivative financial liabilities and the interest risk table

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

March 31, 2024

	On demand or less than 1 year	3 months to	1 year
<u>Gross settled</u>			
Foreign exchange forward contracts			
- Inflow	\$ 252,063	\$ 443,597	\$ 48,223
- Outflow	( 248,620 )	( 443,363 )	( 51,200 )
	<u>\$ 3,443</u>	<u>\$ 234</u>	<u>( \$ 2,977 )</u>

December 31, 2023

	On demand or less than 1 year	3 months to	1 year
<u>Gross settled</u>			
Foreign exchange forward contracts			
- Inflow	\$ 401,017	\$ 98,619	\$ 29,479
- Outflow	( 397,851 )	( 99,139 )	( 30,705 )
	<u>\$ 3,166</u>	<u>( \$ 520 )</u>	<u>( \$ 1,226 )</u>

March 31, 2023

	On demand or less than 1 year	3 months to	1 year
Foreign exchange forward contracts			
- Inflow	\$ 418,017	\$ 877,554	\$ 17,571
- Outflow	( 416,909 )	( 882,389 )	( 18,270 )
	<u>\$ 1,108</u>	<u>( \$ 4,835 )</u>	<u>( \$ 699 )</u>

(3) Financing facilities

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

	<u>March 31, 2024</u>	<u>December 31, 2023</u>	<u>March 31, 2023</u>
Bank loan facilities			
- Amount undrawn	<u>\$ 40,644,575</u>	<u>\$ 42,459,373</u>	<u>\$ 47,639,316</u>

### 33. RELATED PARTY TRANSACTIONS

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

a. Name of the related party and their relationship

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

b. Other operating income (classified as sales revenue)

<u>Related Party Category/Name</u>	<u>For the Three Months Ended March 31, 2024</u>	<u>For the Three Months Ended March 31, 2023</u>
Joint ventures	<u>\$ 21,677</u>	<u>\$ -</u>

Sales to related parties had no material differences in price or collection terms compared to transactions with unrelated parties.

c. Purchase (classified as cost of goods sold)

<u>Related Party Category/Name</u>	<u>For the Three Months Ended March 31, 2024</u>	<u>For the Three Months Ended March 31, 2023</u>
Joint ventures	<u>\$ 197,467</u>	<u>\$ 882,452</u>

Purchases from related parties had no material differences in price or payment terms compared to transactions with unrelated parties.

d. Donation (classified as administrative expenses)

<u>Related Party Category/Name</u>	<u>For the Three Months Ended March 31, 2024</u>	<u>For the Three Months Ended March 31, 2023</u>
Other related parties		
USI Education Foundation	<u>\$ 6,000</u>	<u>\$ 10,000</u>



e. Management service income (classified as other revenue)

Related Party Category/Name	For the Three Months Ended March 31, 2024	For the Three Months Ended March 31, 2023
Joint ventures	\$ 8,675	\$ 8,625
Associate	640	1,190
	<u>\$ 9,315</u>	<u>\$ 9,815</u>

f. Rental income (classified as other income)

Related Party Category/Name	For the Three Months Ended March 31, 2024	For the Three Months Ended March 31, 2023
Associate	<u>\$ 78</u>	<u>\$ 84</u>

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

g. Accounts receivable, net

Related Party Category/Name	March 31, 2024	December 31, 2023	March 31, 2023
Joint ventures	<u>\$ 8,009</u>	<u>\$ 9,164</u>	<u>\$ -</u>

No guarantee deposits were received for the outstanding accounts receivable from related parties. No impairment loss was provided on related party receivables for the period for the three months ended March 31, 2024 (and none for the period for the three months ended March 31, 2023).

h. Other receivables

Related Party Category/Name	March 31, 2024	December 31, 2023	March 31, 2023
Joint ventures	<u>\$ 8,016</u>	<u>\$ 17,687</u>	<u>\$ 9,031</u>

i. Other payables

Related Party Category/Name	March 31, 2024	December 31, 2023	March 31, 2023
Associate	<u>\$ 480</u>	<u>\$ -</u>	<u>\$ -</u>

a. Compensation of key management personnel

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

	For the Three Months Ended March 31, 2024	For the Three Months Ended March 31, 2023
Short-term employee benefits	\$ 9,311	\$ 9,084
Retirement benefits	255	330
	<u>\$ 9,566</u>	<u>\$ 9,414</u>

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

#### 34. COLLATERALIZED ASSETS

The following assets of the Group have been pledged as collateral for material purchase, outward documentary bill, long-term and short-term financing quotas, guarantee for gas explosion case and third-party application for leave to court for seizure and execution:

	<u>March 31, 2024</u>	<u>December 31, 2023</u>	<u>March 31, 2023</u>
Pledged time deposits (recorded as financial assets at amortized cost)	\$ 703,270	\$ 701,951	\$ 692,780
Financial assets at FVTPL	6,142	6,939	10,023
Property, plant and equipment	320,943	303,617	225,322
Land use right (classified as right-of-use assets)	23,893	23,799	19,997
Refundable deposits (classified as other non-current assets)	119,191	131,983	127,019
	<u>\$ 1,173,439</u>	<u>\$ 1,168,289</u>	<u>\$ 1,075,141</u>

#### 35. SIGNIFICANT CONTINGENT LIABILITY AND UNRECOGNIZED CONTRACTUAL COMMITMENTS

- a. As of March 31, 2024, December 31, 2023 and March 31, 2023, the Group had NT\$2,471,773 thousand, NT\$2,449,155 thousand and NT\$3,795,754 thousand of letters of credit that were issued but undrawn.
- b. As of March 31, 2024, December 31, 2023 and March 31, 2023, the amount of performance guarantee provided by the bank for the application made by ACME to the Taiwan government for the Industrial Upgrading Platform Innovation Counseling Program amounted to NT\$9,000 thousand, NT\$9,000 thousand and NT\$11,000 thousand, respectively.
- c. Regarding the Company's associate, China General Terminal & Distribution Corporation ("CGTD"), which was commissioned to operate the propylene pipeline of LCY Chemical Corp. ("LCY") resulting in a gas explosion on July 31, 2014, the appeal was dismissed by the Supreme Court on September 15, 2021, and all three employees of CGTD were declared not guilty.

On February 12, 2015, CGTD entered into an agreement with the Kaohsiung City Government to provide the Kaohsiung City Government with a pledge over a bank deposit certificate of NT\$231,585 thousand (including interests) as the guarantee for the loss caused by the gas explosion. Kaohsiung City Government has also filed civil lawsuits against LCY, CGTD and CPC Corporation. Taiwan Power Company applied for provisional seizure against CGTD's property on August 27 and November 26, 2015.

CGTD had deposited cash of NT\$99,207 thousand to the court to avoid provisional seizure. Taiwan Water Corporation also applied for provisional seizure against CGTD's property on February 3 and March 2, 2017. As of April 26, 2024, the provisionally seized property of CGTD was worth NT\$15,860 thousand.

For the victims of the gas explosion, CGTD, LCY and the Kaohsiung City Government signed a tripartite agreement for severe injuries on July 17, 2015 agreeing to negotiate the compensation first with the 32 severely injured victims, agreeing to negotiate compensation in advance for all the heirs and claimants of the 32 victims (hereinafter referred to as the families of the victims), paying the families of the victims NT\$12,000 thousand for each victim, with a total settlement of NT\$384,000 thousand. LCY paid the compensation first and also represented the three parties in the settlement negotiation and the signing of settlement agreements with the family of the deceased. In addition, according to the tripartite agreement, CGTD had paid NT\$157,347 thousand to LCY on August 10, 2022 according to the proportion of fault liability, 30%, in the first-instance judgments of this case. Follow-up still awaits the determination of the civil lawsuit, and then make up for it according to the determined liability proportion.

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

As of April 26, 2024, the victims and victims' families had written letters or filed civil lawsuits (including criminal lawsuits) against LCY, CGTD, and CPC for compensation claims. To reduce the lawsuit costs, CGTD came to a compromise and reduced the original claim of NT\$46,677 thousand and settled for a compensation amount of NT\$4,519 thousand instead. Along with the case still under litigation and the above-mentioned compensation, the accumulated amount of compensation is NT\$3,831,319 thousand. The first-instance judgments of some of the above-mentioned civil cases (with a total amount of compensation of approximately NT\$1,467,861 thousand) have been gradually announced, starting from June 22, 2018. The proportion of fault liability of the Kaohsiung City Government, LCY and CGTD is 4 : 3 : 3 in most judgments. The total amount of compensation that CGTD, LCY and the other defendants should pay is around NT\$401,979 thousand. (In particular, CGTD was exempted from paying NT\$6,194 thousand according to the court's judgment.) For the civil cases that

have been sentenced but not settled, CGTD has filed an appeal and has started the second trial procedure one after another. The remaining cases are still pending in the Court of First Instance (the amount claimed is approximately NT\$1,860,633 thousand). CGTD and its insurance company signed a settlement agreement, covering the proportion of the liability for negligence determined in the first-instance judgment, the estimated amount of the settlement with the victims and the severely injured, and the amount of compensation in civil cases (including cases that have been settled); after the maximum insurance claims is deducted, the estimated amount that should be borne by CGTD and has been recognized is NT\$136,375 thousand. However, the actual amount of the aforementioned relevant settlements and compensation will not be confirmed until the proportion of the liabilities that should be borne by CGTD is determined in the civil case judgment in the future.

### 36. OTHER MATTERS

#### a. SIGNIFICANT CONTRACTS

- 1) TVCM signed a dichloroethane purchase contract with CPC Corporation, Formosa Plastics Corporation and Blue Water Alliance. The purchase price was negotiated by both parties according to a pricing formula.
- 2) CGTD is commissioned by the Company, TTC, APC, TVCM, TSRC Corporation, Oriental Union Chemical Corporation, and others 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 per ton stated in the contracts. The insurance expenses of petrochemical raw materials are borne by individual commissioned companies.

- b. On February 15, 2023, the President announced amendments to the "Climate Change Response Act" that introduced new rules on carbon fee collection. On December 29, 2023, the Ministry of Environment followed up with the establishment of "Regulations on Collection of Carbon Fee (Draft)" based on the aforementioned Act. The draft regulation stipulates that, starting from 2024, all emission sources that are subject to survey, registration, and inspection by orders of the Ministry of Environment and any power service provider and large manufacturer that emits greenhouse gases either directly through plant (site) operation or indirectly through power usage for a combined volume of 25,000 metric tons CO<sub>2</sub> equivalent a year will be required to pay carbon fee. As of the date of approval of consolidated financial statements, details regarding the collection of carbon fee, such as the initial fee rate, collection start date etc. had yet to be specified in sub-laws. For this reason, the Group had no reasonable basis for estimating carbon fees.

### 37. SIGNIFICANT FINANCIAL ASSETS AND LIABILITIES DENOMINATED IN FOREIGN CURRENCIES

The following represents the aggregated values of foreign currencies other than the functional currencies of the Group entities, and the disclosed exchange rates refer to the rates at which these foreign currencies were translated into their respective functional currencies. Significant financial assets and liabilities denominated in foreign currencies were as follows:

Unit: Foreign and Functional Currencies in Thousands

March 31, 2024					
	Foreign currency		Exchange Rate (In Single Dollars)	Functional Currencies	NT\$
<u>Foreign currency assets</u>					
<u>Monetary items</u>					
USD	\$ 142,055	32.00	(USD/NTD)	\$ 4,545,712	\$ 4,545,712
USD	4,368	7.10	(USD/RMB)	30,991	139,776
USD	5,720	4.93	(USD/MYR)	28,175	183,028
RMB	82,723	4.51	(RMB/NTD)	373,097	373,097
RMB	3,302	0.14	(RMB/USD)	466	14,891
JPY	94,271	0.21	(JPY/NTD)	19,971	19,971
AUD	1,679	20.82	(AUD/NTD)	34,970	34,970
EUR	1,432	34.46	(EUR/NTD)	49,378	49,378
<u>Non-monetary items</u>					
Joint ventures					
accounted for using					
the equity method					
RMB	1,934,827	0.14	(RMB/USD)	272,703	8,726,491
Derivatives					
Purchase USD	17,610	32.00	(USD/NTD)	6,180	6,180
Sell USD	1,200	4.93	(USD/MYR)	18	118
Purchase JPY	60,000	0.01	(JPY/USD)	10	311
<u>Foreign currency liabilities</u>					
<u>Monetary items</u>					
USD	52,205	32.00	(USD/NTD)	1,670,542	1,670,542
USD	11,904	7.10	(USD/RMB)	84,457	380,915
USD	1,168	4.93	(USD/MYR)	5,755	37,386
RMB	7,152	4.51	(RMB/NTD)	32,258	32,258
<u>Non-monetary items</u>					
Derivatives					
Sell USD	1,600	4.93	(USD/MYR)	75	485
Sell RMB	19,000	4.51	(RMB/NTD)	694	694

December 31, 2023						
	Foreign currency	Exchange Rate (In Single Dollars)		Functional Currencies	NT\$	
<u>Foreign currency assets</u>						
<u>Monetary items</u>						
USD	\$ 136,561	30.71	(USD/NTD)	\$ 4,193,070	\$ 4,193,070	
USD	3,692	7.08	(USD/RMB)	26,148	113,356	
USD	5,643	4.79	(USD/MYR)	27,028	173,279	
RMB	127,415	4.34	(RMB/NTD)	552,370	552,370	
RMB	3,973	0.14	(RMB/USD)	561	17,215	
JPY	16	0.22	(JPY/NTD)	3	3	
Pound Sterling	48	39.15	(GBP/NTD)	1,865	1,865	
Hong Kong dollars	585	3.93	(HKD/NTD)	2,299	2,299	
AUD	1,183	20.98	(AUD/NTD)	24,809	24,809	
EUR	1,196	33.98	(EUR/NTD)	40,628	40,628	
<u>Non-monetary items</u>						
Joint ventures						
accounted for using the equity method						
RMB	2,137,785	0.14	(RMB/USD)	301,832	9,267,749	
Derivatives						
Sell USD	1,650	30.71	(USD/NTD)	77	77	
Sell USD	1,400	4.79	(USD/MYR)	22	142	
Sell RMB	71,700	4.34	(RMB/NTD)	4,842	4,842	
<u>Foreign currency liabilities</u>						
<u>Monetary items</u>						
USD	51,557	30.71	(USD/NTD)	1,582,810	1,582,810	
USD	10,857	7.08	(USD/RMB)	76,898	333,370	
USD	1,018	4.79	(USD/MYR)	4,874	31,248	
RMB	13,671	4.34	(RMB/NTD)	59,265	59,265	
RMB	758	0.14	(RMB/USD)	107	3,288	
JPY	4,700	0.22	(JPY/NTD)	1,021	1,021	
EUR	33	33.98	(EUR/NTD)	1,110	1,110	
<u>Non-monetary items</u>						
Derivatives						
Purchase USD	1,400	30.71	(USD/NTD)	876	876	
Sell USD	1,350	30.71	(USD/NTD)	795	795	
Sell USD	400	4.79	(USD/MYR)	5	33	
Purchase JPY	120,000	0.01	(JPY/USD)	816	1,100	

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

The Group reported realized and unrealized net gains (losses) on currency exchange of NT\$154,330 thousand and NT\$(14,131) thousand for the periods for the three months ended March 31, 2024 and 2023, respectively. Due to the broad diversity of foreign currency transactions and functional currencies undertaken by members of the Group, it was impractical to disclose exchange gains (losses) for each foreign currency by the materiality of their impact.

### 38. SEPARATELY DISCLOSED ITEMS

#### a. Information on significant transactions:

- 1) Financing provided to others. (Table 1)
- 2) Endorsements/guarantees provided. (Table 2)
- 3) Marketable securities held (excluding investment in subsidiaries and joint ventures). (Table 3)
- 4) Marketable securities acquired or disposed of at costs or prices of at least NT\$300 million or 20% of the paid-in capital. (Table 4)
- 5) Acquisitions of individual real estate at costs of at least NT\$300 million or 20% of the paid-in capital. (None)

- 6) Disposals of individual real estate at prices of at least NT\$300 million or 20% of the paid-in capital. (None)
  - 7) Total purchases from or sales to related parties amounting to at least NT\$100 million or 20% of the paid-in capital. (Table 5)
  - 8) Receivables from related parties amounting to at least NT\$100 million or 20% of the paid-in capital. (Table 6)
  - 9) Trading in derivative instruments. (Notes 7 and 32)
  - 10) Others: The Business Relationships and Significant Transactions and Amounts between Parent and Subsidiaries and between Subsidiaries. (Table 9)
- b. Information on investees. (Table 7)
- c. Information on Investments in Mainland China:
- 1) Information on the investee company in mainland China, including the company names, major business activities, paid-in capital, method of investment, inward and outward remittance of funds, ownership percentage, current profit and loss and recognized investment income or loss, carrying amount of the investment at the end of the period, repatriations of investment income, and limit on the amount of investment in the mainland China. (Table 8)
  - 2) Any of the following significant transactions with investee companies in mainland China, either directly or indirectly through a third party, and their prices, payment terms, and unrealized gains or losses:
    - (1) The amount and percentage of purchases and the balance and percentage of the related payables at the end of the period: Tables 5 and 9.
    - (2) The amount and percentage of sales and the balance and percentage of the related receivables at the end of the period: Tables 5 and 9.
    - (3) The amount of property transactions and the amount of the resultant gains or losses: None.
    - (4) The balance of negotiable instrument endorsements or guarantees or pledges of collateral at the end of the period and the purposes: Table 2.
    - (5) The highest balance during the period, the end of period balance, the interest rate range, and total current period interest with respect to the financing of funds: Table 1.
    - (6) Other transactions that have a material effect on the profit or loss for the period or on the financial position, such as the rendering or receipt of services: None.
- d. Information on major shareholders: Name, number of shares held, and shareholding percentage of shareholders with shareholding percentage exceeding 5%. (Table 10)



### 39. SEGMENT INFORMATION

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

#### a. Profit or Loss of Reporting Segment

For the Three Months Ended March 31, 2024							
	USI	CGPC and CGPC's subsidiaries	TTC and TTC's subsidiaries	ACME and ACME's subsidiaries	APC and APC's subsidiaries	Others	Total
Segment revenue	\$ 2,268,782	\$ 2,904,775	\$ 3,790,749	\$ 717,993	\$ 1,561,353	\$ 1,117,144	\$ 12,360,796
Interest income	6,455	7,615	10,122	4,179	4,105	43,023	75,499
Finance costs	( 14,304 )	( 21,167 )	( 6,171 )	( 8,923 )	( 2,220 )	( 17,776 )	( 70,561 )
Depreciation and amortization	( 160,167 )	( 220,168 )	( 55,654 )	( 75,618 )	( 84,389 )	( 97,217 )	( 693,213 )
Pre-tax (loss) gain of reporting segment	( 486,111 )	( 60,084 )	( 126,842 )	58,674	( 232,021 )	( 980,707 )	( 1,827,091 )
Income tax gain (expenses) of reporting segment	92,211	17,808	25,289	( 5,614 )	44,313	( 10,530 )	163,477
Net gain (loss) of reporting segment	( 393,900 )	( 42,276 )	( 101,553 )	53,060	( 187,708 )	( 991,237 )	( 1,663,614 )

  

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

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

##### 1) Segment revenue and results

	For the Three Months Ended March 31, 2024	For the Three Months Ended March 31, 2023
Pre-tax net profit (loss) of reporting segment	(\$ 846,384 )	\$ 16,103
Income tax gain (expenses) of reporting segment	<u>174,007</u>	( <u>29,289</u> )
Total after-tax net loss of reporting segment	( 672,377 )	( 13,186 )
Loss of another non-reporting segment	( 991,237 )	( 1,325,301 )
Deduction of inter-segment loss	<u>687,047</u>	<u>750,464</u>
Consolidated net after-tax loss	( \$ <u>976,567</u> )	( \$ <u>588,023</u> )

## 2) Other significant items reconciliation

For the Three Months Ended March 31, 2024								
	USI	CGPC and CGPC's subsidiaries	TTC and TTC's subsidiaries	ACME and ACME's subsidiaries	APC and APC's subsidiaries	Others	Adjustments	Total
Interest income	\$ 6,455	\$ 7,615	\$ 10,122	\$ 4,179	\$ 4,105	\$ 43,023	\$ -	\$ 75,499
Finance costs	( 14,304)	( 21,167)	( 6,171)	( 8,923)	( 2,220)	( 17,776)	420	( 70,141)
Depreciation and amortization	( 160,167)	( 220,168)	( 55,654)	( 75,618)	( 84,389)	( 97,217)	8,284	( 684,929)

  

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

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

USI CORPORATION AND SUBSIDIARIES

Acme Electronics Corporation

FINANCING PROVIDED TO OTHERS

For the Three Months Ended March 31, 2024

Table 1

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

No.	Lender	Borrower	Financial Statement Account	Related Party (Yes/ No)	Highest balance for the year	Closing balance (Notes 3 and 4)	Actual amount borrowed(Note 3)	The range of 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			
1	Acme Electronics (Guang-Zhou) Co., Ltd.	Acme Electronics (Kunshan) Co., Ltd.	Other receivables - related parties	Yes	\$ 180,408 (RMB40,000 thousand)	\$ 180,408 (RMB40,000 thousand)	\$ 169,133 (RMB37,500 thousand)	3.45	2	\$ -	Business turnover	\$ -	—	—	\$ 399,325	\$ 399,325	

Note 1. The total financing amounts for Acme Electronics (Guang-Zhou) Co., Ltd. to others shall not exceed 40% of its net value, and the highest aggregate financing limits were calculated based on the net value as of March 31, 2024.

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

(1) Business relationship is coded "1."

(2) Short-term financing is coded "2."

Note 3. The amount was converted using spot exchange rate as of March 31, 2024.

Note 4. All the transactions were eliminated when preparing the consolidated financial statements.

USI CORPORATION AND SUBSIDIARIES

Swanson Plastics Corporation

FINANCING PROVIDED TO OTHERS

For the Three Months Ended March 31, 2024

Table 1-1

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

No.	Lender	Borrower	Financial Statement Account	Related Party (Yes/ No)	Highest balance for the year	Closing balance (Notes 3 and 4)	Actual amount borrowed (Note 3)	The range of 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	ASK-Swanson (Kunshan) Co., Ltd.	Swanson Plastics (Tianjin) Co., Ltd.	Other receivables	Yes	\$ 198,449	\$ 198,449	\$ 198,449	3.45	2	\$ -	Business turnover	\$ -	—	—	\$ 559,761	\$ 559,761	

- Note 1. The limits of financing provided to others based on the total amount of funds lending to others and the limits of individual objects set by the companies.
- Note 2. The nature of financing is provided as follows:

(1) Business relationship is coded "1."

(2) Short-term financing is coded "2."
- Note 3. The conversion was based on spot exchange rate as of March 31, 2024.
- Note 4. All the transactions were written off when preparing the consolidated financial statements.

USI CORPORATION AND SUBSIDIARIES  
ENDORSEMENTS/GUARANTEES PROVIDED  
For the Three Months Ended March 31, 2024

Table 2

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

No.	Endorsement and guarantee Company Name	Endorsee/Guarantee		Limits on Endorsement/Guarantee Made for Each Party (Note 1)	Maximum Amount Endorsed/Guaranteed During the Period	Outstanding Endorsement/Guarantee at the End of the Period	Actual Borrowing Amount	Amount Endorsed/Guaranteed by Collateral	Ratio of Accumulated Endorsement/ Guarantee to Net Equity in Latest Financial Statements ( % )	Aggregate Endorsement/Guarantee Limit (Note 1)	Endorsement/ Guarantee Made by Parent for Subsidiaries	Endorsement/ Guarantee Made by Subsidiaries for Parent	Endorsement/Gu arantee Made for Companies in Mainland China	Remark
		Company Name	Relationship											
0	USI Corporation	USI Green Energy Corporation	Subsidiary which directly held more than 50% of ordinary shares	\$ 11,566,076	\$ 1,100,000	\$ 1,100,000	\$ 80,000	\$ -	4.76	\$ 13,879,291	Yes	No	No	

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

USI CORPORATION AND SUBSIDIARIES  
Acme Electronics Corporation  
ENDORSEMENTS/GUARANTEES PROVIDED  
For the Three Months Ended March 31, 2024

Table 2-1 (In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

No.	Endorsement and guarantee Company Name	Endorsee/Guarantee		Limits on Endorsement/Guarantee Made for Each Party (Note 2)	Maximum Amount Endorsed/Guaranteed During the Period (Note 3)	Outstanding Endorsement/Guarantee at the End of the Period (Note 3)	Actual amount borrowed (Note 3)	Amount Endorsed/Guaranteed by Collateral	Ratio of Accumulated Endorsement/ Guarantee to Net Equity in Latest Financial Statements ( % ) (Note 1)	Aggregate Endorsement/Guarantee Limit (Note 2)	Endorsemen t/Guarantee Made by Parent for Subsidiaries	Endorsement /Guarantee Made by Subsidiaries for Parent	Endorsement/ Guarantee Made for Companies in Mainland China	Remark
		Company Name	Relationship											
0	Acme Electronics Corporation	Acme Electronics (Kunshan) Co., Ltd.	Subsidiary of ACME (Cayman)	\$ 2,814,132	\$ 381,000 ( USD5,000 thousand)	\$ 381,000 ( USD5,000 thousand)	\$ -	\$ -	20.31	\$ 3,752,176	No	No	Yes	
1	ACME Components (Malaysia) Sdn.Bhd.	ACME Ferrite Products Sdn. Bhd.	Subsidiary of ACME (MA)	493,299	114,226 ( RMB49,000 thousand) ( MYR17,584 thousand)	114,226 ( RMB49,000 thousand) ( MYR17,584 thousand)	64,055 ( MYR9,861 thousand)	-	16.21	563,770	No	No	No	

Note 1. Calculated based on the equity of ACME as of March 31, 2024.

Note 2. The maximum amount of total endorsement/guarantee shall not exceed 200% of the equity attributable to owners of ACME. The maximum amount of endorsement/guarantee for an individual entity shall not exceed 150% of the equity attributable to owners of ACME. The maximum amount of endorsement/guarantee was calculated based on the equity of the endorser guarantor as of March 31, 2024.

The total amount of ACME (MA)'s external endorsement/guarantee shall not exceed 80% of its net worth; the limit of ACME (MA)'s endorsement/guarantee for a single company shall not exceed 70% of its net worth. The maximum amount of endorsement/guarantee was calculated based on the equity of the endorser guarantor as of March 31, 2024.

Note 3. The conversion was based on spot exchange rate as of March 31, 2024.

USI CORPORATION AND SUBSIDIARIES  
 Swanson Plastics Corporation  
 ENDORSEMENTS/GUARANTEES PROVIDED  
 For the Three Months Ended March 31, 2024

Table 2-2

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

No.	Endorsement and guarantee Company Name	Endorsee/Guarantee		Limits on Endorsement/Guarantee Made for Each Party (Note 1)	Maximum Amount Endorsed/Guaranteed During the Period	Outstanding Endorsement/Guarantee at the End of the Period (Note 2)	Actual Borrowing Amount	Amount Endorsed/Guaranteed by Collateral	Ratio of Accumulated Endorsement/ Guarantee to Net Equity in Latest Financial Statements (%)	Aggregate Endorsement/Guarantee Limit (Note 1)	Endorsement/ Guarantee Made by Parent for Subsidiaries	Endorsement/ Guarantee Made by Subsidiaries for Parent	Endorsement/ Guarantee Made for Companies in Mainland China	Remark
		Company Name	Relationship											
0	Swanson Plastics Corporation	Forever Young Company Limited	SUBSIDIARY	\$ 4,994,574	\$ 1,354,782	\$ 1,308,800	\$ -	\$ -	52.41	\$ 6,243,218	No	No	No	
0	Swanson Plastics Corporation	Swanson Plastics (Singapore) Pte., Ltd.	SUBSIDIARY	4,994,574	57,280	57,280	-	-	2.29	6,243,218	No	No	No	
0	Swanson Plastics Corporation	Swanson Plastics (Malaysia) Sdn. Bhd.	Sub-subsi-dary Corporation	4,994,574	38,400	38,400	-	-	1.54	6,243,218	No	No	No	
0	Swanson Plastics Corporation	Swanson Plastics (Kunshan) Co., Ltd.	Sub-subsi-dary Corporation	4,994,574	64,000	64,000	-	-	2.56	6,243,218	No	No	Yes	
0	Swanson Plastics Corporation	Swanson Technologies Corporation	SUBSIDIARY	4,994,574	510,200	510,200	73,000	-	20.43	6,243,218	No	No	No	
0	Swanson Plastics Corporation	Swanson Plastics (India) Private Limited	SUBSIDIARY	4,994,574	30,696	30,696	-	-	1.23	6,243,218	No	No	No	
0	Swanson Plastics Corporation	Swanson Plastics (Tianjin) Co., Ltd.	Sub-subsi-dary Corporation	4,994,574	32,000	32,000	-	-	1.28	6,243,218	No	No	Yes	
0	Swanson Plastics Corporation	PT. Swanson Plastics Indonesia	SUBSIDIARY	4,994,574	64,000	64,000	-	-	2.56	6,243,218	No	No	No	

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

Note 2. The conversion was based on spot exchange rate as of March 31, 2024.

USI CORPORATION AND SUBSIDIARIES  
China General Plastics Corporation  
ENDORSEMENTS/GUARANTEES PROVIDED  
For the Three Months Ended March 31, 2024

Table 2-3 (In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

No.	Endorsement and guarantee Company Name	Endorsee/Guarantee		Limits on Endorsement/Guarantee Made for Each Party (Note 2)	Maximum Amount Endorsed/Guaranteed During the Period	Outstanding Endorsement/Guarantee at the End of the Period	Actual Borrowing Amount	Amount Endorsed/Guaranteed by Collateral	Ratio of Accumulated Endorsement/ Guarantee to Net Equity in Latest Financial Statements (%) (Note 1)	Aggregate Endorsement/ Guarantee Limit (Note 2)	Endorsement/ Guarantee Made by Parent for Subsidiaries	Endorsement/ Guarantee Made by Subsidiaries for Parent	Endorsement/ Guarantee Made for Companies in Mainland China	Remark
		Company Name	Relationship											
0	China General Plastics Corporation	CGPC Polymer Corporation	SUBSIDIARY	\$ 5,733,157	\$ 1,064,320	\$ 1,064,320	\$ 400,320	\$ -	11.14	\$ 9,555,261	No	No	No	

Note 1. Calculated using the equity of CGPC as of March 31, 2024.

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



USI CORPORATION AND SUBSIDIARIES  
Taita Chemical Company, Ltd.  
ENDORSEMENTS/GUARANTEES PROVIDED  
For the Three Months Ended March 31, 2024

Table 2-4 (In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

No.	Endorsement and guarantee Company Name	Endorsee/Guarantee		Limits on Endorsement/Guarantee Made for Each Party (Note 2)	Maximum Amount Endorsed/Guaranteed During the Period(Note 1)	Outstanding Endorsement/Guarantee at the End of the Period (Note 1)	Actual amount borrowed (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 Made by Parent for Subsidiaries	Endorsement /Guarantee Made by Subsidiaries for Parent	Endorsement /Guarantee Made for Companies in Mainland China	Remark
		Company Name	Relationship											
0	Taita Chemical Company, Ltd.	TAITA (BVI) Holding Co., Ltd.	Subsidiaries that the Company holds 100% of common equity directly	\$ 6,577,043	\$ 96,000 ( USD3,000 thousand)	\$ 96,000 ( USD3,000 thousand)	\$ -	\$ -	1.46	\$ 9,865,565	No	No	No	
0	Taita Chemical Company, Ltd.	Taita Chemical (Zhongshan) Co., Ltd.	Subsidiaries that TTC's subsidiaries hold 100% of common equity directly	6,577,043	225,510 ( RMB50,000 thousand)	225,510 ( RMB50,000 thousand)	-	-	3.43	9,865,565	No	No	Yes	

Note 1. The conversion was based on spot exchange rate as of March 31, 2024.

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

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

USI CORPORATION AND SUBSIDIARIES

MARKETABLE SECURITIES HELD

March 31, 2024

Table 3

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

Holding Company Name	Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	End-of-period				Remark
				Unit/Share	Carrying Amount	Percentage of Ownership ( % )	Fair Value	
USI Corporation	Shares							
	CTCI Corporation	—	Financial assets at FVTOCI - non-current	15,130,656	\$ 717,193	1.89	\$ 717,193	
	KHL IB Venture Capital Co., Ltd.	—	"	13,132,193	120,553	11.90	120,553	
	AU Optronics Corporation	—	"	6,811,204	121,921	0.09	121,921	
	PELL Bio-Med Technology Co. Ltd.	—	"	235,000	19,129	0.44	19,129	
	Taiwan Cement Corporation	—	Financial assets at FVTPL - current	2,000,000	64,300	0.03	64,300	
	Hon Hai Precision Industry Co., Ltd.	—	"	100,000	15,000	-	15,000	
	China Steel Corporation	—	"	350,000	8,365	-	8,365	
	Cathay Financial Holdings Co., Ltd.	—	"	380,000	18,488	-	18,488	
	Teratech Corporation	—	Financial assets at FVTPL - non-current	110,000	-	0.65	-	Note 2
	Fund beneficiary certificates							
	Capital Money Market Fund	—	Financial assets at FVTPL - current	11,526,061	191,795	-	191,795	
	Taishin 1699 Money Market Fund	—	"	7,262,234	101,590	-	101,590	
	Jih Sun Money Market Fund	—	"	6,987,949	106,949	-	106,949	
	SinoPac TWD Money Market Fund	—	"	14,778,813	212,045	-	212,045	
	Beneficiary securities							
	Cathay No. 1 Real Estate Investment Trust	—	Financial assets at FVTPL - current	4,054,000	69,810	-	69,810	
Union Polymer International Investment Corporation	Shares							
	Asia Polymer Corporation	Investments accounted for using the equity method	Financial assets at FVTOCI - non-current	22,182,486	425,904	3.74	425,904	
	China General Plastics Corporation	"	"	4,469,307	81,341	0.77	81,341	
	Taita Chemical Company, Ltd.	"	"	456,253	7,072	0.11	7,072	

(Continued)

(Continued)

Holding Company Name	Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	End-of-period				Remark
				Unit/Share	Carrying Amount	Percentage of Ownership ( % )	Fair Value	
Swanlake Traders Ltd.	Fund beneficiary certificates Taishin 1699 Money Market Fund	—	Financial assets at FVTPL - current	615,131	\$ 8,605	-	\$ 8,605	Note 2
	Shares Sohoware Inc.	—	Financial assets at FVTOCI - non-current	1,150,000	-	1.05	-	
	TGF Linux Communications Inc.	—	"	300,000	-	2.14	-	
	Neurosky Inc. Preferred Stock D	—	"	2,397,364	-	0.70	-	
USIFE Investment Co., Ltd.	Shares							
	AU Optronics Corporation	—	Financial assets at FVTOCI - current	1,012,849	18,130	0.01	18,130	
	AU Optronics Corporation	—	Financial assets at FVTOCI - non-current	1,012,849	18,130	0.01	18,130	
	Wafer Works Corporation	—	"	1,502,433	58,594	0.28	58,594	
	Solargiga Energy Holdings Limited	—	"	11,876,111	7,601	0.37	7,601	
	Dah Chung Bills Finance Corp.	—	"	482,757	7,734	0.10	7,734	
	Swanson Plastics Corporation	Same chairman	"	10,155,875	143,503	6.58	143,503	
	USI Optronics Corporation	"	"	165,279	101	0.25	101	
	Digimax, Inc.	—	"	23,234	-	0.05	-	
	Silicon Technology Investment (Cayman) Corp.	—	"	911,849	71,726	1.77	71,726	
	Taiwan Cement Corporation	—	Financial assets at FVTPL - current	1,000,000	32,150	0.01	32,150	
	China General Plastics Corporation	Same chairman	"	550,722	10,023	0.09	10,023	
	Asia Polymer Corporation	"	"	1,714,180	32,912	0.29	32,912	
	Taita Chemical Company, Ltd.	"	"	1,415,368	21,938	0.36	21,938	
	China Steel Corporation	—	"	175,000	4,182	-	4,182	
	Hon Hai Precision Industry Co., Ltd.	—	"	50,000	7,500	-	7,500	
	Cathay Financial Holdings Co., Ltd.	—	"	178,000	8,660	-	8,660	
	Acme Electronics Corporation	Same chairman	"	500,000	13,876	0.23	13,876	

(Continued)

(Continued)

Holding Company Name	Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	End-of-period				Remark
				Unit/Share	Carrying Amount	Percentage of Ownership ( % )	Fair Value	
Taiwan United Venture Capital Corp.	Fund beneficiary certificates Yuanta De-Li Money Market Fund	—	Financial assets at FVTPL - current	3,707,988	\$ 62,364	-	\$ 62,364	
	Fuh Hwa Money Market Fund	—	"	3,440,659	51,029	-	51,029	
	Cathay Taiwan Money Market Fund	—	"	3,444,200	44,091	-	44,091	
	Shares							
	Innovation & Infinity Global Corp.	—	Financial assets at FVTPL - non-current	720,804	-	0.73	-	
	Teratech Corporation	—	"	90,000	-	0.58	-	
	Shares							
	Leadwell Cnc Machines Mfg., Corp.	—	Financial assets at FVTOCI - non-current	419,753	15,611	0.68	15,611	
	Digimax Inc.	—	"	518,898	-	1.18	-	
	Hexawave Inc.	—	"	109,109	546	0.27	546	
	Uranus Chemicals Co., Ltd.	—	"	15,351	491	0.03	491	
	Neuro Sky, Inc. Preferred Stock A	—	"	10,000,000	-	1.42	-	
	Neuro Sky, Inc. Preferred Stock B	—	"	12,595,523	-	1.78	-	
	Neuro Sky, Inc. Preferred Stock C	—	"	4,532,823	-	0.64	-	
Taiwan United Venture Management Corporation	Fund beneficiary certificates Cathay Taiwan Money Market Fund	—	Financial assets at FVTPL - current	2,721,146	34,835	-	34,835	
	Fund beneficiary certificates Fuh Hwa Money Market	—	Financial assets at FVTPL - current	91,730	1,360	-	1,360	
INOMA Corporation	Fund beneficiary certificates Taishin 1699 Money Market Fund	—	Financial assets at FVTPL - current	126,574	1,771	-	1,771	
Chong Loong Co., Ltd.	Fund beneficiary certificates Fubon Chi-Hsiang Money Market Fund	—	Financial assets at FVTPL - current	496,091	8,011	-	8,011	
USI Optronics Corporation	Fund beneficiary certificates Taishin 1699 Money Market Fund	—	Financial assets at FVTPL - current	1,553,347	21,730	-	21,730	

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

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

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

USI CORPORATION AND SUBSIDIARIES

China General Plastics Corporation

MARKETABLE SECURITIES HELD

March 31, 2024

Table 3-1

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

Holding Company Name	Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	End-of-period				Remark
				Unit/Share	Carrying Amount	Percentage of Ownership ( % )	Fair Value	
China General Plastics Corporation	Beneficiary securities							
	Cathay No. 1 Real Estate Investment Trust	—	Financial assets at FVTPL - current	3,964,000	\$ 68,260	-	\$ 68,260	Note 1
	Fund beneficiary certificates							
	Jih Sun Money Market Fund	—	Financial assets at FVTPL - current	4,772,185	73,037	-	73,037	Note 1
	Fubon Chi-Hsiang Money Market Fund	—	"	1,857,079	30,001	-	30,001	Note 1
	CTBC Hwa-win Money Market Fund	—	"	2,554,593	29,000	-	29,000	Note 1
	UPAMC James Bond Money Market Fund	—	"	813,911	14,000	-	14,000	Note 1
	Shares							
	Taiwan Cement Corporation	—	Financial assets at FVTPL - current	2,000,000	64,300	0.03	64,300	Note 1
	Cathay Financial Holdings Co., Ltd.	—	"	356,000	17,319	-	17,319	Note 1
	Hon Hai Precision Industry Co., Ltd.	—	"	100,000	15,000	-	15,000	Note 1
	China Steel Corporation	—	"	350,000	8,365	-	8,365	Note 1
	Shares							
	KHL IB Venture Capital Co., Ltd.	—	Financial assets at FVTOCI - non-current	6,566,096	60,277	5.95	60,277	Note 1
Taiwan VCM Corporation	Fund beneficiary certificates							
	SinoPac TWD Money Market Fund	—	Financial assets at FVTPL - current	10,792,282	154,847	-	154,847	Note 1
	Taishin 1699 Money Market Fund	—	"	10,370,857	145,077	-	145,077	Note 1
	Jih Sun Money Market Fund	—	"	5,242,925	80,242	-	80,242	Note 1
	CTBC Hwa-win Money Market Fund	—	"	2,646,716	30,046	-	30,046	Note 1
	Capital Money Market Fund	—	"	180,925	3,011	-	3,011	Note 1
	Shares							
	Asia Polymer Corporation	With the same main shareholders as CGPC	Financial assets at FVTOCI - non-current	130,244	2,500	0.02	2,500	Note 1

(Continued)

(Continued)

Holding Company Name	Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	End-of-period				Remark
				Unit/Share	Carrying Amount	Percentage of Ownership ( % )	Fair Value	
CGPC Polymer Corporation	Fund beneficiary certificates	—	Financial assets at FVTPL - current	4,313,892	\$ 66,023	-	\$ 66,023	Note 1
	Jih Sun Money Market Fund		"	2,169,722	35,052	-	35,052	Note 1
CGPC ( BVI ) Holding Co., Ltd.	Fubon Chi-Hsiang Money Market Fund	—	Financial assets at FVTPL - non-current	112,000	-	0.67	-	Notes 1 and 3
	Shares		"	100,000	-	-	-	Notes 1, 2 and 3
Global Green Technology Corporation	Teratech Corporation	—	Financial assets at FVTPL - current	3,650,690	51,069	-	51,069	Note 1
	SOHOware, Inc. - preferred shares		"					
Global Green Technology Corporation	Taishin 1699 Money Market Fund	—	Financial assets at FVTPL - current	3,650,690	51,069	-	51,069	Note 1

- Note 1. No guarantees, pledged loans, or other restrictions on the use of the contract were provided.
- Note 2. The preferred shares are not used in the calculation of the shareholding ratio.
- Note 3. As of March 31, 2024, the fair value of CGPC's equity investment in the company was evaluated as 0.
- Note 4. For information about investments in subsidiaries and associates, please refer to Tables 7-3 and 8-3.

USI CORPORATION AND SUBSIDIARIES

Taita Chemical Company, Ltd.

MARKETABLE SECURITIES HELD

March 31, 2024

Table 3-2

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

Holding Company Name	Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	End-of-period				Remark
				Unit/Share	Carrying Amount	Percentage of Ownership ( % )	Fair Value	
Taita Chemical Company, Ltd.	Shares							
	USI Corporation	Ultimate parent company	Financial assets at FVTOCI - non-current	15,109,901	\$ 242,514	1.27	\$ 242,514	Note 1
	Harbinger Venture Capital Corp.	—	"	990	6	0.50	6	Note 3
	Taiwan Cement Corporation	—	Financial assets at FVTPL - current	2,000,000	64,300	0.03	64,300	Note 1
	China Steel Corporation	—	"	350,000	8,365	-	8,365	Note 1
	Hon Hai Precision Industry Co., Ltd.	—	"	100,000	15,000	-	15,000	Note 1
	Cathay Financial Holdings Co., Ltd.	—	"	356,000	17,319	-	17,319	Note 1
	Fund beneficiary certificates							
	Mega Diamond Money Market Fund	—	Financial assets at FVTPL - current	3,477,293	45,002	-	45,002	Note 2
	Beneficiary securities							
	Cathay No. 1 Real Estate Investment Trust	—	Financial assets at FVTPL - current	3,963,000	68,243	-	68,243	Note 1
TAITA (BVI) Holding Co., Ltd.	Shares							
	Budworth Investment Ltd.	—	Financial assets at FVTOCI - non-current	20,219	-	2.22	-	Note 4
	Teratech Corporation	—	Financial assets at FVTPL - non-current	112,000	-	0.74	-	Note 4
	Sohoware — Inc. - Preferred Shares	—	"	100,000	-	-	-	Note 4

Note 1. The fair value was based on the Taiwan Stock Exchange closing price on the last trading day of March 2024.

Note 2. Fair value was calculated based on net asset value as of the final transaction date in March 2024.

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

Note 4. As of March 31, 2024, the fair value of equity investment was evaluated by TTC as 0.

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

USI CORPORATION AND SUBSIDIARIES

Asia Polymer Corporation

MARKETABLE SECURITIES HELD

March 31, 2024

Table 3-3

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

Holding Company Name	Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	End-of-period				Remark
				Unit/Share	Carrying Amount	Percentage of Ownership ( % )	Fair Value	
Asia Polymer Corporation	Shares							
	Harbinger Venture Capital Corp.	—	Financial assets at FVTOCI - non-current	2,377	\$ 14	1.20	\$ 14	
	KHL IB Venture Capital Co., Ltd.	—	"	13,132,193	120,553	11.90	120,553	
	USI Corporation	Ultimate parent company	"	101,355,673	1,626,759	8.53	1,626,759	
	CTCI Corporation	—	"	14,446,107	684,745	1.80	684,745	
	AU Optronics Corporation	—	"	7,694,812	137,737	0.10	137,737	
	PELL Bio-Med Technology Co. Ltd.	—	"	235,000	19,129	0.44	19,129	
	Wafer Works Corporation	—	Financial assets at FVTOCI - current	518,668	20,228	0.10	20,228	
	Hon Hai Precision Industry Co., Ltd.	—	Financial assets at FVTPL - current	100,000	15,000	-	15,000	
	Cathay Financial Holdings Co., Ltd.	—	"	368,000	17,903	-	17,903	
	China Steel Corporation	—	"	350,000	8,365	-	8,365	
	Taiwan Cement Corporation	—	"	2,000,000	64,300	0.03	64,300	
	Beneficiary securities							
	Cathay No. 1 Real Estate Investment Trust	—	"	4,053,000	69,793	-	69,793	
	Fund beneficiary certificates							
	Jih Sun Money Market Fund	—	"	3,953,746	60,511	-	60,511	
	Taishin 1699 Money Market Fund	—	"	18,260,735	255,448	-	255,448	
	Fubon Chi-Hsiang Money Market Fund	—	"	1,858,379	30,022	-	30,022	
	SinoPac TWD Money Market Fund	—	"	4,112,387	59,004	-	59,004	
	Shin Kong Chi-Shin Money-Market Fund	—	"	1,881,857	30,022	-	30,022	
	Capital Money Market Fund	—	"	2,309,241	38,426	-	38,426	

(Continued)



(Continued)

Holding Company Name	Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	End-of-period				Remark
				Unit/Share	Carrying Amount	Percentage of Ownership ( % )	Fair Value	
APC (BVI) Holding Co., Ltd.	Shares							
	Budworth Investment Ltd.	—	Financial assets at FVTOCI - non-current	40,467	\$ 2	4.45	\$ 2	
	Silicon Technology Investment (Cayman) Corp. - Preferred Shares	—	"	1,139,776	89,653	2.21	89,653	
	Neurosky Inc. - Preferred Stock D	—	"	2,397,364	-	0.37	-	Note 1
	Solargiga Energy Holdings Ltd.	—	"	15,863,333	10,249	0.48	10,249	
	Teratech Corporation	—	"	112,000	-	0.67	-	Note 1
	TGF Linux Communication, Inc. -Preferred Shares	—	Financial assets at FVTPL - non-current	300,000	-	-	-	Note 1
	Sohoware Inc. - Preferred Shares	—	"	450,000	-	-	-	Note 1
	Boldworks, Inc. - Preferred Shares	—	"	689,266	-	-	-	Note 1
APC Investment Corporation	Shares							
	USI Corporation	Ultimate parent company	Financial assets at FVTPL - current	44,808	719	-	719	
	Hon Hai Precision Industry Co., Ltd.	—	"	50,000	7,500	-	7,500	
	Cathay Financial Holdings Co., Ltd.	—	"	178,000	8,660	-	8,660	
	China Steel Corporation	—	"	175,000	4,182	-	4,182	
	Taiwan Cement Corporation	—	"	1,000,000	32,150	0.01	32,150	
	Fund beneficiary certificates							
	Cathay Taiwan Money Market Fund	—	Financial assets at FVTPL - current	674,563	8,636	-	8,636	

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

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

USI CORPORATION AND SUBSIDIARIES  
 China General Terminal & Distribution Corporation  
 MARKETABLE SECURITIES HELD  
 March 31, 2024

Table 3-4

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

Holding Company Name	Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	End-of-period				Remark
				Unit/Share	Carrying Amount	Percentage of Ownership (%)	Fair Value	
China General Terminal & Distribution Corporation	Shares							
	Asia Polymer Corporation	Investee Companies Using Equity Method for CGTD	Financial assets at FVTOCI - non-current	5,290,482	\$ 101,577	0.89	\$ 101,577	Note 1
	China General Plastics Corporation	"	"	2,940,788	53,522	0.51	53,522	Note 1
	Taita Chemical Company, Ltd.	"	"	2,278,217	35,312	0.57	35,312	Note 1
	China Steel Corporation	—	Financial assets at FVTPL - current	499,552	11,939	-	11,939	Note 2
	Fund beneficiary certificates							
	Taishin 1699 Money Market Fund	—	Financial assets at FVTPL - current	1,450,621	20,292	-	20,292	

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

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

USI CORPORATION AND SUBSIDIARIES

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

For the Three Months Ended March 31, 2024

Table 4 (In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Buyer/Seller	Type and Name of Marketable Securities	Financial Statement Account	Counterparty	Relationship	Beginning (Note)		Acquisition		Disposal				Closing (Note)	
					Unit/Share	Amount	Unit/Share	Amount	Unit/Share	Selling price	Carrying Cost	Gain on disposal	Unit/Share	Amount
USI Corporation	Fund beneficiary certificates Jih Sun Money Market Fund	Financial assets at FVTPL - current	—	—	10,284,152	\$ 156,000	-	\$ -	3,296,203	\$ 50,314	\$ 50,000	\$ 314	6,987,949	\$ 106,000
Chong Loong Trading Co., Ltd.	Fund beneficiary certificates Fubon Chi-Hsiang Money Market Fund	Financial assets at FVTPL - current	—	—	1,741,498	28,000	309,502	5,000	1,554,908	25,043	25,000	43	496,091	8,000

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

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

USI CORPORATION AND SUBSIDIARIES  
 China General Plastics Corporation

MARKETABLE SECURITIES ACQUIRED OR DISPOSED OF AT COSTS OR PRICES OF AT LEAST NT\$300 MILLION OR 20% OF THE PAID-IN CAPITAL  
 For the Three Months Ended March 31, 2024

Table 4-1
 (In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Buyer/Seller	Type and Name of Marketable Securities	Financial Statement Account	Counterparty	Relationship	Beginning (Note)		Acquisition		Disposal				Closing (Note)	
					Unit/Share	Amount	Unit/Share	Amount	Unit/Share	Selling price	Carrying Cost	Gain on disposal	Unit/Share	Amount
China General Plastics Corporation	Fund beneficiary certificates	Financial assets at FVTPL - current	—	—	-	\$ -	1,857,079	\$ 30,000	-	\$ -	\$ -	\$ -	1,857,079	\$ 30,000
	Fubon Chi-Hsiang Money Market Fund				-	-	6,539,050	100,000	1,766,865	27,035	27,000	35	4,772,185	73,000
Taiwan VCM Corporation	Fund beneficiary certificates	Financial assets at FVTPL - current	—	—	1,863,655	30,000	6,202,572	100,000	8,066,227	130,159	130,000	159	-	-
	Fubon Chi-Hsiang Money Market Fund				1,967,394	30,000	3,275,531	50,000	-	-	-	-	5,242,925	80,000
CGPC Polymer Corporation	Fund beneficiary certificates	Financial assets at FVTPL - current	—	—	1,243,588	20,000	11,478,181	185,000	10,552,047	170,090	170,000	90	2,169,722	35,000
	Fubon Chi-Hsiang Money Market Fund				-	-	8,042,160	123,000	3,728,268	57,029	57,000	29	4,313,892	66,000

Note 1. The beginning and ending amounts of investments accounted for by the equity method include the original acquisition cost, investment income or loss recognized by the equity method, exchange rate translation and adjustments for changes in net worth.  
 Note 2. The ending amount of fund beneficiary certificates denotes the original acquisition cost.

USI CORPORATION AND SUBSIDIARIES  
 Taita Chemical Company, Ltd.

MARKETABLE SECURITIES ACQUIRED OR DISPOSED OF AT COSTS OR PRICES OF AT LEAST NT\$300 MILLION OR 20% OF THE PAID-IN CAPITAL  
 For the Three Months Ended March 31, 2024

Table 4-2
 (In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Buyer/Seller	Type and Name of Marketable Securities	Financial Statement Account	Counterparty	Relationship	Beginning (Note)		Acquisition		Disposal				Closing (Note)	
					Unit/Share	Amount	Unit/Share	Amount	Unit/Share	Selling price	Carrying Cost	Gain on disposal	Unit/Share	Amount
Taita Chemical Company, Ltd.	Fund beneficiary certificates													
	Fubon Chi-Hsiang Money Market Fund	Financial assets at FVTPL - current	—	—	-	\$ -	3,103,085	\$ 50,000	3,103,085	\$ 50,026	\$ 50,000	\$ 26	-	\$ -
	Jih Sun Money Market Fund	"	—	—	-	-	3,275,767	50,000	3,275,767	50,038	50,000	38	-	-

Note 1. The beginning and ending amounts of investments accounted for by the equity method include the original acquisition cost, investment income or loss recognized by the equity method, exchange rate translation and adjustments for changes in net worth.  
 Note 2. The ending amount of fund beneficiary certificates denotes the original acquisition cost.

USI CORPORATION AND SUBSIDIARIES

Asia Polymer Corporation

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

For the Three Months Ended March 31, 2024

Table 4-3

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

Buyer/Seller	Type and Name of Marketable Securities	Financial Statement Account	Counterparty	Relationship	Beginning (Note)		Acquisition		Disposal				Closing (Note)	
					Unit/Share	Amount	Unit/Share	Amount	Unit/Share	Selling price	Carrying Cost	Gain on disposal	Unit/Share	Amount
Asia Polymer Corporation	Fund beneficiary certificates													
	Fubon Chi-Hsiang Money Market Fund	Financial assets at FVTPL - current	—	—	-	\$ -	1,858,379	\$ 30,000	-	\$ -	\$ -	\$ -	1,858,379	\$ 30,000
	Jih Sun Money Market Fund	"	—	—	3,953,746	60,000	-	-	-	-	-	-	3,953,746	60,000

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

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

USI CORPORATION AND SUBSIDIARIES  
 TOTAL PURCHASES FROM OR SALES TO RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL  
 For the Three Months Ended March 31, 2024

Table 5

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

Buyer/Seller	Counterparty	Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts Receivable (Payable)		Remark
			Purchase (Sale)	Amount	As a percentage of total purchase (sale) (%)	Credit Terms	Unit Price	Credit Terms	Ending Balance	As a percentage of total notes or accounts receivable (payable) (%)	
USI Corporation	Asia Polymer Corporation	SUBSIDIARY	Purchase	\$ 111,565	7.57	Within 60 days after purchasing on credit	No significant difference	No significant difference	( \$ 75,238)	( 12.92)	Note
	Asia Polymer Corporation	SUBSIDIARY	Sale	( 45,129)	( 1.99)	Within 60 days after selling on credit	"	"	130,252	21.29	Note
	Fujian Gulei Petrochemical Co., Ltd.	Joint ventures	Purchase	59,487	4.03	Current Letter of Credit	"	"	-	-	—
	USI (Hong Kong) Company Ltd.	SUBSIDIARY	Sale	( 21,529)	( 0.95)	Within 60 days after selling on credit	"	"	9,372	1.53	Note
	USI Trading (Shanghai) Co., Ltd.	SUBSIDIARY	Sale	( 39,762)	( 1.75)	Within 60 days after selling on credit	"	"	30,643	5.01	Note
USI (Hong Kong) Company Ltd.	USI Corporation	Parent company	Purchase	21,529	1.46	Within 60 days after purchasing on credit	"	"	( 9,372)	( 1.61)	Note
USI Trading (Shanghai) Co., Ltd.	USI Corporation	Parent company	Purchase	39,762	2.70	Within 60 days after purchasing on credit	"	"	( 30,643)	( 5.26)	Note

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

USI CORPORATION AND SUBSIDIARIES

China General Plastics Corporation

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

For the Three Months Ended March 31, 2024

Table 5-1

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

Buyer/Seller	Counterparty	Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts Receivable (Payable)		Remark
			Purchase (Sale)	Amount	As a percentage of total purchase (sale) ( % )	Credit Terms	Unit Price	Credit Terms	Ending Balance	As a percentage of total notes or accounts receivable (payable) ( % )	
China General Plastics Corporation Taiwan VCM Corporation	CGPC America Corporation	SUBSIDIARY	Sale	( \$ 109,748 )	( 7 )	90 days	No significant difference	No significant difference	\$ 158,249	19	
	China General Plastics Corporation	Parent company	Sale	( 806,431 )	( 44 )	45 days	"	"	538,156	34	
	CGPC Polymer Corporation	Fellow company	Sale	( 906,205 )	( 49 )	75 days	"	"	951,515	61	

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



USI CORPORATION AND SUBSIDIARIES

Asia Polymer Corporation

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

For the Three Months Ended March 31, 2024

Table 5-2

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

Buyer/Seller	Counterparty	Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts Receivable (Payable)	
			Purchase (Sale)	Amount	As a percentage of total purchase (sale) ( % )	Credit Terms	Unit Price	Credit Terms	Ending Balance	As a percentage of total notes or accounts receivable (payable) ( % )
Asia Polymer Corporation	USI Corporation	Ultimate parent company	Sale	( \$ 111,554)	( 7.65)	60 days	No significant difference	No significant difference	Accounts receivables \$ 76,638	16.68
	USI Trading (Shanghai) Co., Ltd.	SUBSIDIARY	Sale	( 118,984)	( 8.16)	90 days	"	"	Accounts receivables - related parties 78,876	17.17

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

USI Corporation  
RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL  
March 31, 2024

Table 6 (In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Company Name	Counterparty	Relationship	Financial Statement Account and Ending Balance (Note 3)	Turnover Rate ( % )	Overdue		Amounts Received in Subsequent Period (Note 2)	Allowance for Impairment Loss
					Amount	Actions Taken		
USI Corporation	Taiwan VCM Corporation	Subsidiary	Other receivables - related parties \$ 274,141	-	\$ -	—	\$ 120,462	Note 1
	Asia Polymer Corporation	Subsidiary	Other receivables - related parties 130,252	-	-	—	130,252	Note 1

- Note 1. It is assessed that no allowance for impairment loss is needed.
- Note 2. Refers to the period from April 1 to May 10, 2024.
- Note 3. All the transactions were written off when preparing 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, 2024

Table 6-1 (In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Company Name	Counterparty	Relationship	Financial Statement Account and Ending Balance	Turnover Rate ( % )	Overdue		Related Party Receivables Amounts Received in Subsequent Period(Note 2)	Allowance for Impairment Loss
					Amount	Actions Taken		
Acme Electronics (Guang-Zhou) Co., Ltd.	Acme Electronics (Kunshan) Co., Ltd.	Subsidiary of GAEL	Other receivables - related parties \$ 170,012	-	\$ -	—	\$ -	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 2, 2024.
- Note 3. All the transactions were written off when preparing the consolidated financial statements.

USI CORPORATION AND SUBSIDIARIES

Swanson Plastics Corporation

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

March 31, 2024

Table 6-2 (In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Company Name	Counterparty	Relationship	Financial Statement Account and Ending Balance (Note 3)	Turnover Rate ( % )	Overdue		Amounts Received in Subsequent Period (Note 2)	Allowance for Impairment Loss
					Amount	Actions Taken		
ASK-Swanson (Kunshan) Co., Ltd.	Swanson Plastics (Tianjin) Co., Ltd.	Have the same ultimate parent company	Other accounts receivable - related parties \$ 200,642 ( RMB44,486 thousand)	-	\$ -	—	\$ -	Note 1

- Note 1. It is assessed that no allowance for impairment loss is needed.
- Note 2. Refers to the period from April 1 to May 10, 2024.
- Note 3. All the transactions were written off when preparing the consolidated financial statements.

## China General Plastics Corporation

March 31, 2024

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

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 24, 2024.

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

USI CORPORATION AND SUBSIDIARIES

Taita Chemical Company, Ltd.

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

March 31, 2024

Table 6-4

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

Company Name	Counterparty	Relationship	Financial Statement Account and Ending Balance (Note 3)	Turnover Rate ( % )	Overdue		Amounts Received in Subsequent Period (Note 2)	Allowance for Impairment Loss
					Amount	Actions Taken		
Taita Chemical Company, Ltd.	Taita Chemical (Tianjin) Co., Ltd.	Subsidiary	Other receivables \$ 292,102 ( USD 9,128 thousand) (Note 1)	-	\$ 292,102	Continuous Collection	\$ -	\$ -

- Note 1. The other receivables of Taita Chemical Co., Ltd. are from selling raw materials to Taita Chemical (Tianjin) Co., Ltd., and transferred to other receivables since it had exceeded the normal credit term by a certain period.
- Note 2. There was no amount received as of May 7, 2024.
- Note 3. All the transactions were written off when preparing the consolidated financial statements.

**USI CORPORATION AND SUBSIDIARIES**  
**INFORMATION ON INVESTEEES**  
**For the Three Months Ended March 31, 2024**

Table 7
 (In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Investor	Investee	Location	Main Businesses and Products	Original Investment Amount		Hold at End of Period			Net Income (Loss) of Investee	Share of Profit (Loss)	Remark
				Ending balance of the current period	Ending balance of the prior year	Number of Shares	Percentage (%)	Carrying Amount			
USI Corporation	USIFE Investment Co., Ltd.	12F., No. 37, Jihu Rd., Neihu Dist., Taipei City 114, Taiwan (ROC)	Investments in production, transportation, warehousing, construction, banking, securities investment companies and trading companies	\$ 550,000	\$ 550,000	89,647,000	100.00	\$ 918,867	( \$ 8,317)	( \$ 8,317)	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	1,531,902	24,880	24,880	SUBSIDIARY
	USI (Hong Kong) Company Ltd.	6/F., Caltex House, 258 Hennessy Road, Hong Kong	Trading and investment	63,482	63,482	159,999	100.00	65,704	( 1,240)	( 1,240)	SUBSIDIARY
	Union Polymer International Investment Corporation	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	918,324,656	100.00	9,664,956	( 105,740)	( 105,740)	SUBSIDIARY
	Taiwan United Venture Capital Corp.	10F., No. 37, Jihu Rd., Taipei City	Venture capital (focused on "high technology industry")	296,800	296,800	14,000,000	70.00	95,370	( 464)	( 325)	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	6,882,666	99.96	88,934	5,789	5,787	SUBSIDIARY
	Swanson Plastics Corporation	12F., No. 37, Jihu Rd., Neihu Dist., Taipei City 114, Taiwan (ROC)	Production and sales of stretch film, embossed film and industrial-use multilayer wrap	171,210	171,210	62,616,299	40.58	1,035,442	( 16,993)	( 6,895)	SUBSIDIARY
	Acme Electronics Corporation	8F., No. 39, Jihu Rd., Neihu Dist., Taipei City 114, Taiwan (R.O.C.)	Production and sales of manganese-zinc soft ferrite powder	470,158	470,158	61,682,967	28.96	527,975	55,821	16,166	SUBSIDIARY
	INOMA Corporation	12F., No. 37, Jihu Rd., Neihu Dist., Taipei City 114, Taiwan (ROC)	Optical products and fire protection materials	250,354	250,354	1,334,728	94.37	10,414	( 653)	( 616)	SUBSIDIARY
	USI Management Consulting Corp.	12F., No. 37, Jihu Rd., Neihu Dist., Taipei City 114, Taiwan (ROC)	Providing management services	1,000	1,000	671,400	100.00	6,674	2	2	SUBSIDIARY
	Ever Conquest Global Limited	Vistra Corporate Services Centre, Wickhams Cay II, Road Town, Tortola VG1110	Investment	7,645,980	7,645,980	246,670,000	59.13	3,521,554	( 505,694)	( 299,032)	SUBSIDIARY
	USI Optronics Corporation	12F., No. 37, Jihu Rd., Neihu Dist., Taipei City 114, Taiwan (ROC)	Manufacturing and marketing of sapphire single crystal	330,000	330,000	33,000,000	50.85	23,604	( 7,100)	( 3,610)	SUBSIDIARY
	USI Green Energy Corporation	12F., No. 37, Jihu Rd., Neihu Dist., Taipei City 114, Taiwan (ROC)	Solar power generation business	357,506	357,506	36,616,004	100.00	391,364	( 1,132)	( 1,547)	SUBSIDIARY
	Chem Union Renewable Energy Corporation	9F-3, No. 301, Songjiang Rd., Zhongshan Dist., Taipei City 104, Taiwan (ROC)	Energy Technology Services	10,000	10,000	1,000,000	33.33	9,808	( 81)	( 27)	Associate
	Delmind Inc.	Xinglong Rd., Taoyuan Dist., Taoyuan City	Manufacturing of machinery and equipment	90,000	90,000	9,000,000	30.00	78,785	( 4,008)	( 1,202)	Associate
Ever Conquest Global Limited	Ever Victory Global Limited	Vistra Corporate Services Centre, Wickhams Cay II, Road Town, Tortola VG1110	Investment business	13,348,640 ( USD417,145 thousand)	13,348,640 ( USD417,145 thousand)	417,145,000	67.40	5,955,319 ( USD186,104 thousand)	( 750,258) ( USD-23,857 thousand)		Sub-subsiidiary Corporation
Ever Victory Global Limited	Dynamic Ever Investments Limited	6/F, Caltex House, 258 Hennessy Road, Hong Kong	Investment business	18,843,200 ( USD588,850 thousand)	18,843,200 ( USD588,850 thousand)	588,850,000	85.00	7,797,351 ( USD243,667 thousand)	( 898,787) ( USD-28,580 thousand)		Sub-subsiidiary Corporation

(Continued)

(Continued)

Investor	Investee	Location	Main Businesses and Products	Original Investment Amount		Hold at End of Period			Net Income (Loss) of Investee	Share of Profit (Loss)	Remark
				Ending balance of the current period	Ending balance of the prior year	Number of Shares	Percentage ( % )	Carrying Amount			
Union Polymer International Investment Corporation	Taita Chemical Company, Ltd.	12F., No. 37, Jihu Rd., Neihu Dist., Taipei City 114, Taiwan (ROC)	Production and sales of polystyrene, propylene, butadiene, ABS resin, SAN resin, glass wool insulation products and plastic materials	\$ 1,749,212	\$ 1,749,212	145,807,007	36.67	\$ 2,624,997	( \$ 101,553)		Sub-subsiidiary Corporation
	Asia Polymer Corporation	12F., No. 37, Jihu Rd., Neihu Dist., Taipei City 114, Taiwan (ROC)	Production and sales of low-density polyethylene, medium-density polyethylene, ethylene vinyl acetate and importing and marketing of linear low-density polyethylene and high-density polyethylene	1,965,437	1,965,437	192,063,336	32.35	4,687,069	( 187,708)		Sub-subsiidiary Corporation
	China General Plastics Corporation	12F., No. 37, Jihu Rd., Neihu Dist., Taipei City 114, Taiwan (ROC)	Production and sales of plastic cloths, plastic skins, plastic tubes, plastic pellets, plastic powder and other related products	1,320,045	1,320,045	140,609,929	24.20	2,441,978	( 31,667)		Sub-subsiidiary Corporation
USIFE Investment Co., Ltd.	Acme Electronics Corporation	8F., No. 39, Jihu Rd., Neihu Dist., Taipei City 114, Taiwan (R.O.C.)	Production and sales of manganese-zinc soft ferrite powder	222,752	222,752	19,780,230	9.29	183,700	55,821		SUBSIDIARY
	Swanson Technologies Corporation	12F., No. 37, Jihu Rd., Neihu Dist., Taipei City 114, Taiwan (ROC)	Planting agriculture, marketing, research and development of agricultural products, production, sale, and development of EVA packaging films and other high value-added plastic products	22,500	22,500	2,250,015	15.00	( 6,548 )	( 5,983)		Sub-subsiidiary Corporation
	Taiwan United Venture Management Corporation	12F., No. 37, Jihu Rd., Neihu Dist., Taipei City 114, Taiwan (ROC)	Corporate management consulting	8,000	8,000	800,000	100.00	14,848	( 156)		Sub-subsiidiary Corporation
Swanlake Traders Ltd.	ACME Electronics (Cayman) Corp.	Ugland House P.O. Box 309 George Town, Grand Cayman, Cayman Islands	Corporate investments	311,189 ( USD9,725 thousand)	274,838 ( USD8,589 thousand)	12,689,415	18.93	305,355 ( USD9,542 thousand)	( 5,088) ( USD-162 thousand)		Sub-subsiidiary Corporation

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

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



USI CORPORATION AND SUBSIDIARIES

Acme Electronics Corporation

INFORMATION ON INVESTEEES

For the Three Months Ended March 31, 2024

Table 7-1

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

Investor	Investee	Location	Main Businesses and Products	Original Investment Amount (Note 2)		Hold at End of Period			Net Income (Loss) of Investee (Note 3)	Share of Profit (Loss) for the Current Period (Note 3)	Remark
				Ending balance of the current period	Ending balance of the prior year	Number of Shares	Percentage (%)	Carrying Amount (Note 2)			
Acme Electronics Corporation	ACME Electronics (Cayman) Corp.	Ugland House P.O. Box 309 George Town, Grand Cayman, Cayman Islands	Corporate investments	\$ 993,360	\$ 880,420	40,281,531	60.10	\$ 971,738	(\$ 5,088) ( USD-162 thousand)	(\$ 4,160) ( USD-132 thousand)	Note 1
	Golden Amber Enterprises Limited	CITCO Building, Wickhams Cay Road Town, Tortola, British Virgin Islands	Corporate investments	669,072	669,072	20,800,000	100.00	996,203	6	6	Note 1
	USI Optronics Corporation	12F, No. 37, Jihu Road, Neihs District, Taipei City	Manufacturing and marketing of sapphire single crystal	646,200	646,200	22,064,224	34.00	15,781	( 7,100)	( 2,415)	
ACME Electronics (Cayman) Corp.	ACME Components (Malaysia) Sdn. Bhd.	Plot 15,Jalan Industri 6 Kawasan Perindustrian Jelapang II(ZPB) Jelapang 30020 Ipoh, Perak, Malaysia.	Corporate investments	380,512 ( USD11,891 thousand)	380,512 ( USD11,891 thousand)	42,600,000	100.00	713,775 ( USD22,305 thousand)	8,621 ( MYR1,352 thousand)		Note 1
ACME Components (Malaysia) Sdn. Bhd.	ACME Ferrite Products Sdn. Bhd.	Plot 15,Jalan Industri 6 Kawasan Perindustrian Jelapang II(ZPB) Jelapang 30020 Ipoh, Perak, Malaysia.	Manufacturing and sales of manganese-zinc soft ferrite core	246,614 ( MYR37,964 thousand)	246,614 ( MYR37,964 thousand)	9,120,000	100.00	705,203 ( MYR108,560 thousand)	8,776 ( MYR1,376 thousand)		Note 1
	ACME Advanced Materials Sdn Bhd.	Plot 15,Jalan Industri 6 Kawasan Perindustrian Jelapang II(ZPB) Jelapang 30020 Ipoh, Perak, Malaysia.	Manufacturing and sale of silicon carbide	6 ( MYR1 thousand)	-	1,000	100.00	6 ( MYR1 thousand)	-		Note 1

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

Note 2. The amount was converted using spot exchange rate as of March 31, 2024.

Note 3. The amount is calculated based on the average exchange rate for the three months ended March 31, 2024.

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

**USI CORPORATION AND SUBSIDIARIES**  
**Swanson Plastics Corporation**  
**INFORMATION ON INVESTEEES**  
**For the Three Months Ended March 31, 2024**

Table 7-2 (In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Investor	Investee	Location	Main Businesses and Products	Original Investment Amount		Hold at End of Period			Net Income (Loss) of Investee (Note 3)	Share of Profit (Loss) for the Current Period (Note 3)	Remark
				Ending balance of the current period (Note 2)	Ending balance of the prior year (Note 2)	Number of Shares	Percentage ( % )	Carrying Amount (Note 2)			
Swanson Plastics Corporation	Swanson Plastics (Singapore) Pte. Ltd.	2 Venture Drive Vision Exchange #12-10 Singapore 608526	Production and marketing of plastic products	\$ 808,506	\$ 808,506	36,862,980	100	\$ 1,884,355	\$ 20,035	\$ 20,035	
	Forever Young Company Limited	Flemming House, Wickhams Cay, P.O. Box 662, Road Town, Tortola, British Virgin Islands. VG1110	Trading and agency businesses	1,297	1,297	50,000	100	35,768	( 5,382)	( 5,382)	
	Swanson International Ltd.	PO Box 309 Ugland House Grand Cayman KY1-1104 Cayman Islands	Investment	499,996	499,996	16,041,205	100	1,454,449	( 4,857)	( 4,857)	
	Swanson Technologies Corporation	12F, No. 37, Jihu Road, Neihu District, Taipei City	Planting agriculture, marketing, research and development of agricultural products, production, sale, and development of EVA packaging films and other high value-added plastic products	245,000	245,000	10,500,070	70	( 30,559)	( 5,983)	( 4,188)	
	PT. Swanson Plastics Indonesia	Ngoro Industrial Park Blok D2-3 Ds. Lolawang Kec. Ngoro Kab. Mojokerto	Manufacturing and marketing of plastic products	7,979	7,979	261,010	1	7,970	4,495	45	
	Swanson Plastics (India) Private Ltd.	Phase II, Plot No.2, GIDC, Bhuipal Honda, Sattari, Goa (India) 403 530,	Manufacturing and marketing of plastic products	0.007	0.007	1	-	0.007	2,923	-	
Swanson Plastics (Singapore) Pte. Ltd.	Swanson Plastics (Malaysia) Sdn. Bhd.	Plot 505, Tingkat Perusahaan 4A, Kawasan Perusahaan Perai, Zon Perdagangan Bebas, 13600 Perai, Seberang Perai, Pulau Pinang, Malaysia.	Manufacturing and marketing of plastic products	210,989 ( USD6,593 thousand)	210,989 ( USD6,593 thousand)	20,000,000	100	539,493 ( USD16,859 thousand)	20,346 ( USD 647 thousand)		
	Swanson Plastics (India) Private Ltd.	Phase II, Plot No.2, GIDC, Bhuipal Honda, Sattari, Goa (India) 403 530,	Manufacturing and marketing of plastic products	528,347 ( USD16,511 thousand)	528,347 ( USD16,511 thousand)	107,351,389	100	294,754 ( USD9,211 thousand)	2,923 ( INR7,719 thousand)		
	PT. Swanson Plastics Indonesia	Ngoro Industrial Park Blok D2-3 Ds. Lolawang Kec. Ngoro Kab. Mojokerto	Manufacturing and marketing of plastic products	826,881 ( USD25,840 thousand)	826,881 ( USD25,840 thousand)	25,840,033	99	789,018 ( USD24,657 thousand)	4,495 (IDR2,247,367 thousand)		
	A.S. Holdings (UK) Limited	5TH Floor 7-10 Chandos Street London W1G 9DQ	Investment	227,011 ( USD7,094 thousand)	227,011 ( USD7,094 thousand)	3,156,993	100	567,571 ( USD17,737 thousand)	5,790 ( USD 184 thousand)		

Note 1. The carrying amount and the recognized investment gain (loss) for the period have been fully written off when preparing the consolidated financial statements.  
 Note 2. Original investment amount and book amounts were calculated using the spot exchange rate of March 31, 2024  
 Note 3. The amount is calculated based on the average exchange rate for the three months ended March 31, 2024.  
 Note 4. Please refer to Table 8-2 for relevant information on mainland investee companies.

**USI CORPORATION AND SUBSIDIARIES**  
**China General Plastics Corporation**  
**INFORMATION ON INVESTEEES**  
**For the Three Months Ended March 31, 2024**

Table 7-3

In Thousands of New Taiwan Dollars, Unless Stated Otherwise

Investor	Investee	Location	Main Businesses and Products	Original Investment Amount		Hold at End of Period			Investee Gain/Loss of Period	Share of Profit (Loss) for the recognized period	Remark
				Ending balance of the current period	Ending balance of the previous period	Number of Shares	Percentage (%)	Carrying Amount			
China General Plastics Corporation	Taiwan VCM Corporation	No. 1, Gongye 1st Rd., Linyuan Dist., Kaohsiung City 832, Taiwan (R.O.C.)	Manufacturing and sales of VCM	\$ 2,933,648	\$ 2,933,648	259,591,005	87.27	\$ 4,357,190	(\$ 137,630)	(\$ 72,763)	SUBSIDIARY
	CGPC Polymer Corporation	12F., No. 37, Jihu Rd., Neihs Dist., Taipei City 114, Taiwan (ROC)	Manufacturing and marketing of PVC resins	800,000	800,000	70,170,682	100.00	643,600	16,639	16,639	SUBSIDIARY
	CGPC (BVI) Holding Co., Ltd.	Citco Building, Wickhams Cay, P.O. Box 662, Road Town, Tortola, British Virgin Islands	Reinvestment	1,059,344	1,059,344	14,808,258	100.00	320,072	( 6,445)	( 6,445)	SUBSIDIARY
	China General Terminal & Distribution Corporation	No. 1, Jianji St., Qianzhen Dist., Kaohsiung City 806, Taiwan (R.O.C.)	Warehousing and transportation of petrochemical raw materials	41,106	41,106	25,053,469	33.33	315,283	( 7,623)	( 2,541)	Associate accounted for using the equity method
	CGPC America Corporation	4 Latitude Way, Suite 108 Corona, CA 92881	Marketing of PVC two- or three-time processed products	648,931	648,931	100	100.00	177,547	163	163	SUBSIDIARY
	Acme Electronics Corporation	8F., No. 39, Jihu Rd., Neihs Dist., Taipei City 114, Taiwan (R.O.C.)	Production and sales of manganese zinc, soft ferrite, magnetic powder, and magnetic cores.	41,805	41,805	3,566,526	1.67	31,415	55,821	935	Associate accounted for using the equity method
Taiwan VCM Corporation	Global Green Technology Corporation	12F., No. 37, Jihu Rd., Neihs Dist., Taipei City 114, Taiwan (ROC)	Environmental detection services	50,000	50,000	5,200,000	100.00	54,699	1,155	-	SUBSIDIARY

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

Note 2. Please refer to Table 8-3 for relevant information of mainland investee companies.

USI CORPORATION AND SUBSIDIARIES

Taita Chemical Company, Ltd.

INFORMATION ON INVESTEEES

For the Three Months Ended March 31, 2024

Table 7-4
 (In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Investor	Investee	Location	Main Businesses and Products	Original Investment Amount		Hold at End of Period			Net Income (Loss) of Investee	Share of Profit (Loss)	Remark
				Ending balance of the current period	Ending balance of the previous period	Number of Shares	Percentage (%)	Carrying Amount			
Taita Chemical Company, Ltd.	TAITA (BVI) Holding Co., Ltd.	British Virgin Islands	Reinvestment	\$ 2,871,616 (USD 89,738 thousand)	\$ 2,871,616 (USD 89,738 thousand)	89,738,000	100.00	\$ 3,151,505 (USD 98,485 thousand)	( \$ 7,562 ) (USD -240 thousand)	( \$ 7,562 ) (USD -240 thousand)	Subsidiary (Note 1)
	China General Plastics Corporation	Taipei City	Production and marketing of PVC tape and other plastic products	65,365	65,365	11,516,174	1.98	189,381	( 31,667 )	( 629 )	Investee accounted for using the equity method (Note 1)
	China General Terminal & Distribution Corporation	Taipei City	Warehousing of petrochemical raw materials	41,082	41,082	25,053,468	33.33	315,284	( 7,623 )	( 2,541 )	Investee accounted for using the equity method (Note 2)
	Acme Electronics Corporation	Taipei City	Production and sales of manganese-zinc soft ferrite powder	55,702	55,702	4,991,556	2.34	43,967	55,821	1,309	Investee accounted for using the equity method (Note 1)
TAITA (BVI) Holding Co., Ltd.	ACME Electronics (Cayman) Corp.	British Cayman Islands	Reinvestment	62,882 (USD 1,965 thousand)	54,401 (USD 1,700 thousand)	2,960,656	4.42	71,244 (USD 2,226 thousand)	( 5,088 ) (USD -162 thousand)	-	Investee accounted for using the equity method (Note 1)

- Note 1.
 The calculation is based on the financial statements of the investee company during the same period which have been reviewed by CPAs.
- Note 2.
 The calculation is based on the financial statements of the investee company during the same period which have not been reviewed by CPAs.
- Note 3.
 All the transactions were written off when preparing the consolidated financial statements.
- Note 4.
 Please refer to Table 8-4 for relevant information on mainland investee companies.

USI CORPORATION AND SUBSIDIARIES

Asia Polymer Corporation

INFORMATION ON INVESTEEES

For the Three Months Ended March 31, 2024

Table 7-5

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

Investor	Investee	Location	Main Businesses and Products	Original Investment Amount		Hold at End of Period			Net Income (Loss) of Investee	Share of Profit (Loss)	Remark
				Ending balance of the current period	Ending balance of the prior year	Number of Shares	Percentage ( % )	Carrying Amount			
Asia Polymer Corporation	APC (BVI) Holding Co., Ltd.	British Virgin Islands	Reinvestment business	\$ 440,794 ( USD13,775 thousand)	\$ 440,794 ( USD13,775 thousand)	11,342,594	100.00	\$ 629,403	\$ 8,082	\$8,082	SUBSIDIARY
	APC Investment Corporation	Taipei City	Investment business	200,000	200,000	20,000,000	100.00	141,436	( 986 )	( 986)	SUBSIDIARY
	USI International Corp.	British Virgin Islands	Reinvestment business	67,200 ( USD2,100 thousand)	67,200 ( USD2,100 thousand)	2,100,000	70.00	68,621	( 1,208 )	( 846)	SUBSIDIARY
	China General Plastics Corporation	Taipei City	Production and sales of plastic cloths, plastic skins, plastic tubes, plastic pellets, plastic powder and other related products	247,412	247,412	46,886,185	8.07	771,034	( 31,667 )	( 2,555)	Investments accounted for using the equity method
	China General Terminal & Distribution Corporation	Taipei City	Petrochemical materials storage and transportation operations	41,082	41,082	25,053,469	33.33	315,284	( 7,623 )	( 2,541)	Investments accounted for using the equity method
	Swanson Plastics Corporation	Taipei City	Production and sales of stretch films and industrial use multi-layer films	75,242	75,242	12,266,779	7.95	203,822	( 16,993 )	( 1,351)	Investments accounted for using the equity method
	Acme Electronics Corporation	Taipei City	Production and sales of manganese zinc, soft ferrite, magnetic powder, and magnetic cores.	76,241	76,241	6,801,315	3.19	59,907	55,821	1,782	Investments accounted for using the equity method
	Taiwan United Venture Capital Corp.	Taipei City	Investments in high-tech undertakings	38,636	38,636	1,665,333	8.33	11,344	( 464 )	( 39)	Investments accounted for using the equity method
	USI Optronics Corporation	Taipei City	Manufacturing and marketing of sapphire single crystal	59,725	59,725	5,972,464	9.20	4,272	( 7,100 )	( 653)	Investments accounted for using the equity method
	Ever Conquest Global Ltd.	British Virgin Islands	Reinvestment business	5,455,200 ( USD170,475 thousand)	5,455,200 ( USD170,475 thousand)	170,475,000	40.87	2,433,766	( 505,694 )	( 206,662)	Investments accounted for using the equity method
APC (BVI) Holding Co., Ltd.	ACME Electronics (Cayman) Corp.	British Cayman Islands	Reinvestment business	194,003 ( USD6,063 thousand)	167,837 ( USD5,245 thousand)	9,134,135	13.63	219,801	( 5,088 )		APC (BVI) Holding Co., Ltd. Investments accounted for using the equity method
	USI International Corp.	British Virgin Islands	Reinvestment business	28,800 ( USD 900 thousand)	28,800 ( USD 900 thousand)	900,000	30.00	29,409	( 1,208 )		APC (BVI) Holding Co., Ltd. Investments accounted for using the equity method (Note 1)

Continued)

(Continued)

Investor	Investee	Location	Main Businesses and Products	Original Investment Amount		Hold at End of Period			Net Income (Loss) of Investee	Share of Profit (Loss)	Remark
				Ending balance of the current period	Ending balance of the prior year	Number of Shares	Percentage ( % )	Carrying Amount			
APC Investment Corporation	Acme Electronics Corporation	Taipei City	Production and sales of manganese zinc, soft ferrite, magnetic powder, and magnetic cores.	39,523	39,523	3,116,262	1.46	27,449	55,821		APC Investment Corporation Investments accounted for using the equity method APC Investment Corporation Investments accounted for using the equity method
	Swanson Technologies Corporation	Taipei City	Planting agriculture, marketing, research and development of agricultural products, production, sale, and development of EVA packaging films and other high value-added plastic products	22,500	22,500	2,250,015	15.00	( 6,548 )	( 5,983 )		
Ever Conquest Global Ltd.	Ever Victory Global Limited	British Virgin Islands	Reinvestment business	13,348,640 ( USD417,145 thousand)	13,348,640 ( USD417,145 thousand)	417,145,000	67.40	5,955,319 ( USD186,104 thousand)	( 750,258 ) ( USD23,857 thousand)		Ever Conquest Global Ltd. Investments accounted for using the equity method
Ever Victory Global Ltd.	Dynamic Ever Investments Ltd.	Hong Kong	Reinvestment business	18,843,200 ( USD588,850 thousand)	18,843,200 ( USD588,850 thousand)	588,850,000	85.00	7,797,351 ( USD243,667 thousand)	( 898,787 ) ( USD28,580 thousand)		Ever Victory Global Ltd. Investee accounted for using the equity method

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

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

**USI CORPORATION AND SUBSIDIARIES**  
**INFORMATION ON INVESTMENTS IN MAINLAND CHINA**  
**For the Three Months Ended March 31, 2024**

Table 8 (In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Investee Company	Main Businesses and Products	Paid-in Capital (Note 7)	Method of Investment	Accumulated Outward Remittance for Investment from Taiwan as of the beginning of the Period (Note 7)	Investment Flows for the Period (Note 7)		Accumulated Outward Remittance for Investment from Taiwan as of the End of Period (Note 7)	Net Income (Loss) of Investee (Note 8)	Ownership of Direct or Indirect Investment (%)	Investment Gain (Loss) (Notes 6, 8 and 9)	Carrying Amount as of the End of Period (Notes 6, 7 and 8)	Accumulated Repatriation of Investment Income as of the End of Period
					Outflow	Inflow						
Acme Electronics (Kunshan) Co., Ltd.	Manufacturing and sales of manganese-zinc soft ferrite core	\$ 983,200 ( USD30,725 thousand)	Note 1	\$ 90,161 ( USD 2,818 thousand)	\$ -	\$ -	\$ 90,161 ( USD 2,818 thousand)	( \$ 14,069) ( USD -448 thousand)	18.93	( \$ 2,664) ( USD -447 thousand)	\$ 130,843 ( USD 4,089 thousand)	\$ -
Zhangzhou USI Trading Co., Ltd.	Import and distribution of various types of chemical raw materials and products	45,102 ( RMB10,000 thousand)	Note 1	33,170 ( USD 1,037 thousand)	-	-	33,170 ( USD 1,037 thousand)	4,118 ( USD 131 thousand)	70.00	2,883 ( USD 92 thousand)	52,134 ( USD 1,629 thousand)	-
Xiamen USI Trading Co., Ltd.	Import and distribution of various types of chemical raw materials and products	45,102 ( RMB10,000 thousand)	Note 1	31,176 ( USD 974 thousand)	-	-	31,176 ( USD 974 thousand)	10,264 ( USD 326 thousand)	70.00	7,185 ( USD 228 thousand)	38,887 ( USD 1,215 thousand)	-
(DEIL) Zhangzhou Dynamic Ever Property Co., Ltd.	Property Management	94,714 ( RMB21,000 thousand)	Note 3	31,275 ( USD 977 thousand)	-	-	31,275 ( USD 977 thousand)	( 35) ( USD -1 thousand)	33.88	( 12) ( USD - thousand)	32,085 ( USD 1,003 thousand)	-
USIG (Shanghai) Co., Ltd.	Import and distribution of various types of chemical raw materials and products	-	Note 2	160,000 ( USD 5,000 thousand)	-	133,007 ( USD 4,156 thousand)	-	-	-	-	-	-
Fujian Gulei Petrochemical Co., Ltd.	Crude oil processing and petroleum products manufacturing	42,009,807 ( RMB 9,314,400 thousand)	Note 3	7,310,391 ( USD228,450 thousand)	-	-	7,310,391 ( USD228,450 thousand)	( 1,797,154) ( USD-57,147 thousand)	16.94	( 304,425) ( USD -9,680 thousand)	2,956,411 ( USD92,388 thousand)	-

Accumulated Outward Remittance of Investment to Mainland China from Taiwan at the End of the Current Period (Note 7)	Investment Amounts Authorized by Investment Commission, MOEA (Note 7)	Upper Limit on the Amount of Investment Stipulated by Investment Commission, MOEA
\$7,686,814	\$10,062,346	\$ - (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. As a mainland company with direct 100% investment, USIG (Shanghai) Co., Ltd. resolved to liquidate on August 8, 2023, completed dissolution and liquidation procedures on December 1, 2023, and repatriated the investment funds on January 16, 2024.
- Note 3. Through the use of investee - Ever Conquest Global Limited (59.13% ownership) located in a third region, the Company invested into Ever Victory Global Limited (67.40%), which then invested into Dynamic Ever Investments Limited (85.00%) for an indirect holding of 50% in Fujian Gulei Petrochemical Co., Ltd. and 100% in Zhangzhou Dynamic Ever Property Co., Ltd.
- Note 4. As the Company has obtained the certificate of being qualified for operating headquarters issued by the Industrial Development Bureau, MOEA No. 11251003100 on February 7, 2023, the upper limit on investment in mainland China is not applicable.
- Note 5. This includes: US\$257,939 thousand invested into Fujian Gulei Petrochemical Co., Ltd. in Mainland China through a 3rd region, which were approved by the Investment Commission, MOEA, under Letters No. Jing-Shen-2-10500116380 dated September 1, 2016, Letter No. Jing-Shen-2-10500234240 dated December 29, 2016, and Letter No. Jing-Shen-2-10800262920 dated February 26, 2020; US\$32,200 thousand invested into a selling company through a 3rd region, which was approved by the Investment Commission, MOEA, under Letter No. Jing-Shen-2-10900245220 dated October 5, 2020; US\$1,422 thousand invested into ACME (KS) through a 3rd region, which was approved by the Investment Commission, MOEA, under Letter No. Jing-Shen-2-11000010830 dated January 21, 2021; and US\$10,500 thousand invested into the incorporation of XUL through a 3rd region, which was approved by the Investment Commission, MOEA, under Letter No. Jing-Shen-2-11200093470 dated August 8, 2023.
- Note 6. Except for the investment in Fujian Gulei Petrochemical Co., Ltd., the recognized investment gain (loss) and carrying amount in the period have been fully written off when preparing the consolidated financial statements.
- Note 7. The conversion was based on spot exchange rate as of March 31, 2024.
- Note 8. Except for ACME (KS) where calculations were based on auditor-reviewed financial statements of the parent company in Taiwan, all other calculations were based on non-auditor reviewed financial statements.
- Note 9. The amount is calculated based on the average exchange rate for the three months ended March 31, 2024.
- Note 10. The board of directors of USIG passed a resolution on December 1, 2023 to proceed with liquidation; the investment proceeds were repatriated on January 16, 2024. The difference between the repatriated proceeds and the initial investment were recognized as cumulative losses.
- Note 11. Accumulated outward investment to Mainland China from Taiwan and the investment amounts authorized by the Investment Commission, MOEA at the end of the current period amounted to US\$240,213 thousand and US\$314,448 thousand.

USI CORPORATION AND SUBSIDIARIES  
Acme Electronics Corporation  
INFORMATION ON INVESTMENTS IN MAINLAND CHINA  
For the Three Months Ended March 31, 2024

Table 8-1 (In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Investee Company	Main Businesses and Products	Paid-in Capital (Note 6)	Method of Investment	Accumulated Outward Remittance for Investment from Taiwan as of the beginning of the Period (Note 4)	Investment Flows for the Period		Accumulated Outward Remittance for Investment from Taiwan as of the End of Period (Note 4)	Net Income (Loss) of Investee (Note 5)	Ownership of Direct or Indirect Investment ( % )	Investment Gain (Loss) (Notes 3, 5 and 7)	Carrying Amount as of the End of Period (Notes 6 and 7)	Accumulated Repatriation of Investment Income as of the End of Period
					Outflow	Inflow						
Acme Electronics (Kunshan) Co., Ltd.	Manufacturing and sales of manganese- zinc soft ferrite core	\$ 983,200 ( USD30,725 thousand)	Indirect investment via ACME (Cayman)	\$ 374,188 ( USD11,144 thousand)	\$ -	\$ -	\$ 374,188 ( USD11,144 thousand)	(\$ 14,069 ) ( RMB-3,178 thousand)	60.10	(\$ 8,455) (RMB-1,910 thousand)	\$ 415,351 ( RMB92,092 thousand)	\$ -
Acme Electronics (Guang-Zhou) Co., Ltd.	Manufacturing and sales of manganese- zinc soft ferrite core	614,400 ( USD19,200 thousand)	Indirect investment via GAEL	619,676 ( USD19,200 thousand)	-	-	619,676 ( USD19,200 thousand)	6 ( RMB1 thousand)	100.00	6 ( RMB 1 thousand)	998,312 ( RMB221,345 thousand)	-

Accumulated Outward Remittance of Investment to Mainland China from Taiwan at the End of the Current Period	Investment Amounts Authorized by Investment Commission, MOEA	Upper Limit on the Amount of Investment Stipulated by Investment Commission, MOEA
\$971,008 (USD30,344 thousand) (Notes 2 and Note 6)	\$1,172,256 (USD36,633 thousand) (Notes 2 and Note 6)	\$ - (Note 1)

- Note 1. As ACME has obtained the certificate of qualification for operating headquarters issued by the Investment Development Bureau, MOEA No. 09704604680 on August 29, 2008, the upper limit on investment is not applicable.
- Note 2. It includes the capital increase transferred from a surplus of Acme Electronics (Kunshan) Co., Ltd., and ACME increased the amount of USD\$6,289 thousand at its ownership percentage.
- Note 3. The investment gain (loss) recognized for the period was calculated on the basis of financial statements reviewed by CPAs of the parent company of ACME.
- Note 4. The calculation was based on the exchange rate of the original investment.
- Note 5. The amount is calculated based on the average exchange rate for the three months ended March 31, 2024.
- Note 6. The conversion was based on spot exchange rate as of March 31, 2024.
- Note 7. The carrying amount and the recognized investment gain (loss) for the period have been fully written off when preparing the consolidated financial statements.



**USI CORPORATION AND SUBSIDIARIES**  
**Swanson Plastics Corporation**  
**INFORMATION ON INVESTMENTS IN MAINLAND CHINA**  
**For the Three Months Ended March 31, 2024**

Table 8-2
 (In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Investee Company	Main Businesses and Products	Paid-in Capital (Note 1)	Method of Investment	Accumulated Outward Remittance for Investment from Taiwan as of the beginning of the Period	Investment Flows for the Period		Accumulated Outward Remittance for Investment from Taiwan as of the End of Period	Net Income (Loss) of Investee (Note 4)	Ownership of Direct or Indirect Investment (%)	Investment Gain (Loss) (Note 4)	Carrying Amount as of the End of Period (Note 5)	Accumulated Repatriation of Investment Income as of the End of Period	Remark
					Outflow	Inflow							
Swanson Plastics (Kunshan) Co., Ltd.	Production, sales and development of multi-functional film, optical film, etc.	\$ 425,280 ( USD13,290 thousand)	Indirect investment via Swanson International Ltd. of British Cayman Islands	\$ 223,930	\$ -	\$ -	\$ 223,930	(\$ 10,648 ) ( USD-339 thousand)	100.00	(\$ 10,648 ) ( USD-339 thousand)	\$ 886,062 ( USD27,689 thousand)	\$ 181,682 ( USD5,898 thousand)	Notes 7, 9 and 10
ASK-Swanson (Kunshan) Co., Ltd.	Production and sales of PE release film and other release products	291,200 ( USD9,100 thousand)	Indirect investment in A.S. Holdings (UK) Limited via Swanson International Ltd. of British Cayman Islands	193,447	-	-	193,447	5,842 ( USD186 thousand)	100.00	5,842 ( USD186 thousand)	565,715 ( USD17,679 thousand)	148,194 ( USD5,042 thousand)	Notes 6, 8 and 10
Swanson Plastics (Tianjin) Co., Ltd.	Production, sales and development of multi-functional film, optical film, etc.	342,400 ( USD10,700 thousand)	Indirect investment via Swanson (Singapore) Private Ltd. in the third region	170,754	-	-	170,754	( 5,057 ) ( USD-161 thousand)	100.00	( 5,057 ) ( USD-161 thousand)	22,515 ( USD704 thousand)	-	

Accumulated Outward Remittance of Investment to Mainland China from Taiwan at the End of the Current Period	Investment Amounts Authorized by Investment Commission, MOEA (Note 1)	Upper Limit on the Amount of Investment Stipulated by Investment Commission, MOEA
\$ 588,131	\$ 1,049,144 (USD32,786 thousand)	\$ - (Note 2)

- Note 1. The paid-in capital and the investment amount approved by the Industrial Development Bureau, MOEA were calculated using the spot exchange rate on March 31, 2024.  
 Note 2. As SPC had obtained the certificate of qualification for operating headquarters issued by the Industrial Development Bureau, MOEA No. 11251024920 on May 31, 2023, the upper limit on investment is not applicable.  
 Note 3. All the transactions were written off when preparing the consolidated financial statements.  
 Note 4. The amount is calculated based on the average exchange rate for the three months ended March 31, 2024.  
 Note 5. The conversion was based on spot exchange rate as of March 31, 2024.  
 Note 6. Swanson International Ltd received a cash dividend of US\$2,327 thousand from its reinvestment company API-Swanson (Kunshan) Co., Ltd. in 2021, which has been remitted to Swanson Plastics Corporation.  
 Note 7. Swanson International Ltd received a cash dividend of US\$1,600 thousand from its reinvestment company Swanson Plastics (Kunshan) Co., Ltd. in 2022, which has been remitted to Swanson Plastics Corporation.  
 Note 8. Swanson International Ltd received a cash dividend of US\$2,771 thousand from its reinvestment company API-Swanson (Kunshan) Co., Ltd., for the year ended December 31, 2023; US\$2,715 thousand of which has been remitted to Swanson Plastics Corporation.  
 Note 9. Swanson International Ltd received a cash dividend of US\$4,298 thousand from its reinvestment company Swanson Plastics (Kunshan) Co., Ltd for the year ended December 31, 2023, which has been remitted to Swanson Plastics Corporation.  
 Note 10. Calculated at the spot exchange rate at remittance.

USI CORPORATION AND SUBSIDIARIES  
China General Plastics Corporation  
INFORMATION ON INVESTMENTS IN MAINLAND CHINA  
For the Three Months Ended March 31, 2024

Table 8-3 (In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Investee Company	Main Businesses and Products	Paid-in Capital (Note 1)	Method of Investment	Accumulated Outward Remittance for Investment from Taiwan as of the beginning of the Period (Note 1)	Investment Flows for the Period		Accumulated Outward Remittance for Investment from Taiwan as of the End of Period (Note 1)	Profit (loss) of investee for the period (Note 4)	Ownership of Direct or Indirect Investment ( % )	Investment gains (losses) recognized for the period (Note 4)	Carrying Amount as of the End of Period (Notes 1 and 4)	Accumulated Repatriation of Investment Income as of the End of Period
					Outflow	Inflow						
China General Plastics (ZhongShan) Co.,Ltd.	Manufacturing and sales of PVC film and third-time processed products	\$ 640,000 ( USD20,000 thousand)	Indirect investment via CGPC (BVI) Holding Co., Ltd.	\$ 640,000 ( USD20,000 thousand)	\$ -	\$ -	\$ 640,000 ( USD20,000 thousand)	(\$ 7,486) ( USD-238 thousand)	100.00	(\$ 7,486) ( USD-238 thousand)	\$ 232,239 ( USD7,257 thousand)	\$ -

Accumulated Outward Remittance of Investment to Mainland China from Taiwan at the End of the Current Period (Notes 1 and 3)	Investment Amounts Authorized by Investment Commission, MOEA (Note 1)	Upper Limit on the Amount of Investment Stipulated by Investment Commission, MOEA (Note 2)
\$851,680 (USD 26,615 thousand)	\$956,800 (USD 29,900 thousand)	\$ -

- Note 1. The conversion was based on spot exchange rate as of March 31, 2024.
- Note 2. As CGPC had obtained the certificate of qualification for operating headquarters issued by the Industrial Development Bureau, MOEA No. 11251035580 on September 6, 2023, the upper limit on investment 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) retrieved the residual assets. The shares of Continental General Plastics (SanHe) Co., Ltd. ("CGPC (SH)") were fully sold, and CGPC (BVI) retrieved the residual assets. However, the amount of capital has not been wired back to Taiwan. The accumulated amount includes the investment amount of CGPC (QZ) of US\$684 thousand, the investment amount of Union (ZS) of US\$898 thousand, and the investment amount of CGPC (SH) of US\$4,000 thousand.
- Note 4. These transactions have been fully eliminated when preparing the consolidated financial statements; investment gains (losses) were recognized using non-auditor reviewed financial statements. See Note 12 for details.

USI CORPORATION AND SUBSIDIARIES  
Taita Chemical Company, Ltd.  
INFORMATION ON INVESTMENTS IN MAINLAND CHINA  
For the Three Months Ended March 31, 2024

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 the beginning of the Period	Investment Flows for the Period		Accumulated Outward Remittance for Investment from Taiwan as of the End of Period	Net Income (Loss) of Investee (Note 6)	Ownership of Direct or Indirect Investment (%)	Investment gains (losses) recognized for the period (Note 6)	Carrying Amount as of the End of Period (Note 6)	Accumulated Repatriation of Investment Income as of the End of Period
					Outflow	Inflow						
Taita Chemical (Zhongshan) Co., Ltd. (TTC (ZS))	Production and marketing of polystyrene derivatives	\$ 1,480,000 ( USD46,250 thousand) (Note 1)	Reinvest in the mainland companies by establishing a company through investment in the third region	\$ 1,376,000 ( USD43,000 thousand)	\$ -	\$ -	\$ 1,376,000 ( USD43,000 thousand)	(\$ 3,539) ( USD-113 thousand)	100.00	(\$ 3,539) ( USD-113 thousand) (Note 7)	\$ 1,817,140 ( USD56,786 thousand) (Note 7)	\$ -
Taita Chemical (Tianjin) Co., Ltd. (TTC (TJ)) (Note 8)	Production and marketing of polystyrene derivatives	872,500 ( USD27,350 thousand) (Note 2)	Reinvest in the mainland companies by establishing a company through investment in the third region	832,000 ( USD26,000 thousand)	-	-	832,000 ( USD26,000 thousand)	( 5,881) ( USD-187 thousand) (Note 7)	100.00	( 5,881) ( USD-187 thousand) (Note 7)	( 181,294 ) ( USD-5,665 thousand) (Note 7)	-
Zhangzhou Taita Chemical Company, Limited (TTCZZ)	Production and marketing of polystyrene derivatives	1,554,546 ( USD48,580 thousand) (Note 3)	Reinvest in the mainland companies by establishing a company through investment in the third region	-	-	-	-	1,893 ( USD60 thousand) (Note 7)	100.00	1,893 ( USD60 thousand) (Note 7)	1,416,408 ( USD44,263 thousand) (Note 7)	-
Acme Electronics (Kunshan) Co., Ltd. ("ACME (KS)")	Manufacturing and marketing of manganese-zinc soft ferrite core	983,200 ( USD30,725 thousand)	Reinvest in a mainland company by reinvesting in the existing company in the third region, ACME Electronics(Cayman) Corp.	43,328 ( USD 1,354 thousand)	-	-	43,328 ( USD1,354 thousand)	( 14,069) ( USD-447 thousand)	4.42	( 621) ( USD-20 thousand)	30,528 ( USD954 thousand)	-

Accumulated Outward Remittance of Investment to Mainland China from Taiwan at the End of the Current Period	Investment Amounts Authorized by Investment Commission, MOEA	Upper Limit on the Amount of Investment Stipulated by Investment Commission, MOEA
\$ 2,251,328 (USD 70,354 thousand)	\$ 4,026,154 (USD 125,817 thousand) (Note 4)	\$ - (Note 5)

Note 1. TTC (ZS) increased capital from surplus of US\$3,250 thousand in 2007.

Note 2. TTC (TJ) increased capital from surplus of US\$1,350 thousand in 2012.

Note 3. ZTC registered for establishment in 2021, and TAITA (BVI) injected capital into ZTC amounting to US\$48,580 thousand on March 8, 2022.

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

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

Note 6. Calculated based on financial statements reviewed by CPAs of the parent company in Taiwan.

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

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

USI Corporation and investees  
Asia Polymer Corporation  
INFORMATION ON INVESTMENTS IN MAINLAND CHINA  
For the Three Months Ended March 31, 2024

Table 8-5 (In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Investee Company	Main Businesses and Products	Paid-in Capital (Note 4)	Method of investment (Note 1)	Accumulated Outward Remittance for Investment from Taiwan as of the beginning of the Period	Investment Flows for the Period		Accumulated Outward Remittance for Investment from Taiwan as of the End of Period	Profit (loss) of investee for the period (Note 3)	Ownership of Direct or Indirect Investment ( % )	Investment gains (losses) recognized for the period (Note 3)	Closing carrying amount of investment (Note 4)	Accumulated repatriation of investment income as of the end of period
					Outflow	Inflow						
Acme Electronics (Kunshan) Co., Ltd.	Manufacturing and marketing of manganese-zinc ferritecore	\$ 983,200 ( USD 30,725 thousand)	(2) ACME Electronics (Cayman) Corp.	\$ 133,676 ( USD 4,177 thousand)	\$ - -	\$ - -	\$ 133,676 ( USD 4,177 thousand)	B(\$ 14,069)	13.63	(\$ 1,917 )	\$ 94,184	\$ -
USI Trading (Shanghai) Co., Ltd.	Sales of chemical products and equipment, etc.	80,000 (USD 2,500 thousand)	(2) APC (BVI) Holding Co., Ltd.	97,139 ( USD 3,036 thousand)	- -	- -	97,139 ( USD 3,036 thousand)	C 3,873	100.00	3,873	172,993	-
Fujian Gulei Petrochemical Co., Ltd.	Crude oil processing and petroleum products manufacturing	42,009,807 ( RMB 9,314,400 thousand)	(2) Dynamic Ever Investments Ltd., (Note 2)	5,052,252 ( USD 157,883 thousand)	- -	- -	5,052,252 ( USD 157,883 thousand)	C ( 1,797,154)	11.71	( 210,390 )	2,043,184	-
Zhangzhou USI Trading Co., Ltd.	Sales of chemical products	45,102 ( RMB 10,000 thousand)	(2) APC (BVI) Holding Co., Ltd.	13,531 ( RMB 3,000 thousand)	- -	- -	13,531 ( RMB 3,000 thousand)	C 4,118	30.00	1,236	22,343	-
Xiamen USI Trading Co.,Ltd.	Sales of chemical products	45,102 ( RMB 10,000 thousand)	(2) APC (BVI) Holding Co., Ltd.	13,531 ( RMB 3,000 thousand)	- -	- -	13,531 ( RMB 3,000 thousand)	C 10,264	30.00	3,079	16,666	-
(DEIL) Zhangzhou Dynamic Ever Property Co., Ltd.	Property Management	94,714 ( RMB 21,000 thousand)	(2) Dynamic Ever Investments Ltd., (Note 2)	22,176 ( RMB 4,917 thousand)	- -	- -	22,176 ( RMB 4,917 thousand)	C ( 35)	23.41	( 10 )	22,174	-

Accumulated Outward Remittance of Investment to Mainland China from Taiwan at the End of the Current Period	Investment Amounts Authorized by Investment Commission, MOEA	Upper Limit on the Amount of Investment Stipulated by Investment Commission, MOEA
\$ 5,486,502 (Note 5) (USD171,453 thousand)	\$ 7,306,739 (USD228,336 thousand)	\$ - (Note 6)

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

(1) Direct investments in mainland companies.

(2) Reinvestments in mainland companies through a holding company registered in a third region (please specify the holding company).

(3) Others.

Note 2. Through the use of investee - Ever Conquest Global Ltd. (40.87% ownership) located in 3rd region, the Company invested into Ever Victory Global Limited (67.40% ownership), which then invested into Dynamic Ever Investments Ltd. (85.00% ownership) for an indirect holding of 50% in Fujian Gulei Petrochemical Co., Ltd.

Note 3. Regarding the details presented in the investment gains/losses column as of the end of the current period:

(1) If there is no investment gain (loss) during the preparation, it shall be noted.

(2) If the basis for the recognition of investment gain (loss) is classified into the following three categories, it shall be noted as follows:

A. Based on financial statements reviewed by the R.O.C. partner of an international CPA firm.

B. Based on auditor-reviewed financial statements of the parent company in Taiwan.

C. Others.

Note 4. The calculation was based on the spot exchange rate of March 31, 2024.

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

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

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

USI CORPORATION AND SUBSIDIARIES  
INTERCOMPANY RELATIONSHIPS AND SIGNIFICANT INTERCOMPANY TRANSACTIONS  
For the Three Months Ended March 31, 2024

Table 9

(In Thousands of New Taiwan Dollars)

Serial number (Note 1)	Trading Company	Counterparty	Relationship with the transaction counterparty (Note 2)	Transactions Details			
				Financial Statement Account	Amount (Note 3)	Transaction Terms	As a percentage of total revenues or total assets (Note 4)
0	USI Corporation	Swanson Plastics Corporation	1	Sales revenue	\$ 12,919	No significant difference	0.11%
0	USI Corporation	USI Trading (Shanghai) Co., Ltd.	1	Sales revenue	39,762	No significant difference	0.33%
0	USI Corporation	USI (Hong Kong) Company Ltd.	1	Sales revenue	21,529	No significant difference	0.18%
0	USI Corporation	Asia Polymer Corporation	1	Purchase	111,565	No significant difference	0.93%
0	USI Corporation	Swanson Plastics Corporation	1	Purchase	15,276	No significant difference	0.13%
0	USI Corporation	Asia Polymer Corporation	1	Sales revenue	45,129	No significant difference	0.38%
0	USI Corporation	USI Trading (Shanghai) Co., Ltd.	1	Accounts receivables	30,643	No significant difference	0.04%
0	USI Corporation	Asia Polymer Corporation	1	Other receivables	130,252	No significant difference	0.17%
0	USI Corporation	Taiwan VCM Corporation	1	Other receivables	274,141	No significant difference	0.37%
0	USI Corporation	USI Management Consulting Corp.	1	Management service expenses	41,302	No significant difference	0.34%
0	USI Corporation	Asia Polymer Corporation	1	ACCOUNTS PAYABLE	75,238	No significant difference	0.10%
0	USI Corporation	Taiwan VCM Corporation	1	Accounts receivables	274,141	No significant difference	0.37%
1	Asia Polymer Corporation	China General Terminal & Distribution Corporation	3	Storage tank operating expenses	12,515	No significant difference	0.10%
1	Asia Polymer Corporation	USI (Hong Kong) Company Ltd.	3	Sales revenue	21,358	No significant difference	0.18%
1	Asia Polymer Corporation	USI Trading (Shanghai) Co., Ltd.	3	Accounts receivables	78,876	No significant difference	0.11%
1	Asia Polymer Corporation	USI Trading (Shanghai) Co., Ltd.	3	Sales revenue	118,984	No significant difference	0.99%
2	China General Plastics Corporation	USI Management Consulting Corp.	3	Management service expenses	20,145	No significant difference	0.17%
2	China General Plastics Corporation	Taiwan VCM Corporation	3	ACCOUNTS PAYABLE	538,156	No significant difference	0.72%
2	China General Plastics Corporation	Taiwan VCM Corporation	3	Purchase	806,431	No significant difference	6.71%

Serial number (Note 1)	Trading Company	Counterparty	Relationship with the transaction counterparty (Note 2)	Transactions Details			
				Financial Statement Account	Amount (Note 3)	Transaction Terms	As a percentage of total revenues or total assets (Note 4)
2	China General Plastics Corporation	CGPC America Corporation	3	Accounts receivables	\$ 158,249	No significant difference	0.21%
2	China General Plastics Corporation	CGPC America Corporation	3	Sales revenue	109,748	No significant difference	0.91%
3	Taita Chemical Company, Ltd.	USI Management Consulting Corp.	3	Management service expenses	20,940	No significant difference	0.17%
3	Taita Chemical Company, Ltd.	Taita Chemical (Tianjin) Co., Ltd.	3	Other receivables	292,102	No significant difference	0.39%
4	USI Management Consulting Corp.	Taiwan VCM Corporation	3	Management service revenue	11,066	No significant difference	0.09%
4	USI Management Consulting Corp.	Asia Polymer Corporation	3	Management service revenue	16,134	No significant difference	0.13%
4	USI Management Consulting Corp.	Swanson Plastics Corporation	3	Management service revenue	10,841	No significant difference	0.09%
4	USI Management Consulting Corp.	USI Corporation	2	Management service revenue	41,301	No significant difference	0.34%
5	CGPC Polymer Corporation	Taiwan VCM Corporation	3	ACCOUNTS PAYABLE	951,515	No significant difference	1.28%
5	CGPC Polymer Corporation	Taiwan VCM Corporation	3	Other payables	20,708	No significant difference	0.03%
5	CGPC Polymer Corporation	Taiwan VCM Corporation	3	Purchase	906,205	No significant difference	7.54%
6	China General Terminal & Distribution Corporation	Taiwan VCM Corporation	3	Storage tank operating expenses	20,806	No significant difference	0.17%
6	China General Terminal & Distribution Corporation	Taiwan VCM Corporation	3	Accounts receivables	20,115	No significant difference	0.03%
7	Acme Electronics Corporation	Acme Electronics (Kunshan) Co., Ltd.	3	Sales revenue	68,927	No significant difference	0.57%
7	Acme Electronics Corporation	Acme Electronics (Guang-Zhou) Co., Ltd.	3	Sales revenue	27,123	No significant difference	0.23%
7	Acme Electronics Corporation	Acme Electronics (Kunshan) Co., Ltd.	3	Cost of goods sold	27,530	No significant difference	0.23%
7	Acme Electronics Corporation	Acme Electronics (Kunshan) Co., Ltd.	3	Accounts receivables	88,531	No significant difference	0.12%
7	Acme Electronics Corporation	Acme Electronics (Guang-Zhou) Co., Ltd.	3	Accounts receivables	19,015	No significant difference	0.03%
7	Acme Electronics Corporation	Acme Electronics (Kunshan) Co., Ltd.	3	Other receivables	35,939	No significant difference	0.05%
7	Acme Electronics Corporation	Acme Electronics (Guang-Zhou) Co., Ltd.	3	Notes/Accounts Payable	29,375	No significant difference	0.04%
7	Acme Electronics Corporation	Acme Electronics (Kunshan) Co., Ltd.	3	Notes/Accounts Payable	29,054	No significant difference	0.04%
8	Acme Electronics (Kunshan) Co., Ltd.	ACME Ferrite Product Sdn. Bhd.	3	Sales revenue	17,319	No significant difference	0.14%
8	Acme Electronics (Kunshan) Co., Ltd.	ACME Ferrite Product Sdn. Bhd.	3	Accounts receivables	17,608	No significant difference	0.02%

Serial number (Note 1)	Trading Company	Counterparty	Relationship with the transaction counterparty (Note 2)	Transactions Details			
				Financial Statement Account	Amount (Note 3)	Transaction Terms	As a percentage of total revenues or total assets (Note 4)
9	Swanson Plastics Corporation	USI Corporation	2	Sales revenue	\$ 20,740	No significant difference	0.17%
9	Swanson Plastics Corporation	USI Corporation	2	Cost of goods sold	13,061	No significant difference	0.11%
9	Swanson Plastics Corporation	USI Corporation	2	Right-of-use assets - Cost of building	11,514	No significant difference	0.10%
9	Swanson Plastics Corporation	USI Management Consulting Corp.	3	Management service expenses	10,841	No significant difference	0.09%
9	Swanson Plastics Corporation	Swanson Plastics (India) Private Ltd.	3	Accounts receivables	17,903	No significant difference	0.02%
9	Swanson Plastics Corporation	PT. Swanson Plastics Indonesia	3	Accounts receivables	50,648	No significant difference	0.07%
9	Swanson Plastics Corporation	Swanson Plastics (Kunshan) Co., Ltd.	3	Accounts receivables	26,637	No significant difference	0.04%
9	Swanson Plastics Corporation	Swanson Plastics (Kunshan) Co., Ltd.	3	ACCOUNTS PAYABLE	17,297	No significant difference	0.02%
9	Swanson Plastics Corporation	Swanson Plastics (Kunshan) Co., Ltd.	3	Cost of goods sold	17,044	No significant difference	0.14%
9	Swanson Plastics Corporation	Swanson Plastics (Malaysia) Sdn. Bhd.	3	Accounts receivables	25,810	No significant difference	0.03%
10	Swanson Plastics (Singapore) Pte., Ltd.	PT. Swanson Plastics Indonesia	3	Cost of goods sold	10,380	No significant difference	0.09%
10	Swanson Plastics (Singapore) Pte., Ltd.	Swanson Plastics (Malaysia) Sdn. Bhd.	3	ACCOUNTS PAYABLE	36,128	No significant difference	0.05%
10	Swanson Plastics (Singapore) Pte., Ltd.	Swanson Plastics (Malaysia) Sdn. Bhd.	3	Cost of goods sold	58,628	No significant difference	0.49%
11	Swanson Plastics (Malaysia) Sdn. Bhd.	PT. Swanson Plastics Indonesia	3	Accounts receivables	28,236	No significant difference	0.04%
11	Swanson Plastics (Malaysia) Sdn. Bhd.	USI Corporation	2	ACCOUNTS PAYABLE	12,680	No significant difference	0.02%
11	Swanson Plastics (Malaysia) Sdn. Bhd.	USI Corporation	2	Cost of goods sold	15,978	No significant difference	0.13%
12	Swanson Plastics (Kunshan) Co., Ltd.	ASK-Swanson (Kunshan) Co., Ltd.	3	Accounts receivables	25,743	No significant difference	0.03%
12	Swanson Plastics (Kunshan) Co., Ltd.	ASK-Swanson (Kunshan) Co., Ltd.	3	Sales revenue	36,687	No significant difference	0.31%
12	Swanson Plastics (Kunshan) Co., Ltd.	Swanson Plastics (Tianjin) Co., Ltd.	3	ACCOUNTS PAYABLE	50,487	No significant difference	0.07%
12	Swanson Plastics (Kunshan) Co., Ltd.	USI Corporation	2	ACCOUNTS PAYABLE	18,866	No significant difference	0.03%
12	Swanson Plastics (Kunshan) Co., Ltd.	USI Corporation	2	Cost of goods sold	29,971	No significant difference	0.25%
13	ASK-Swanson (Kunshan) Co., Ltd.	Swanson Plastics (Tianjin) Co., Ltd.	3	Other receivables	200,642	No significant difference	0.27%

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

1. The parent company: 0.
2. The subsidiaries: 1 onward.

Note 2. Investment types are as follows:

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

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

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



USI CORPORATION  
INFORMATION ON MAJOR SHAREHOLDERS  
March 31, 2024

Table 10

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

Note 1. The table discloses shareholding information of shareholders who had completed book-entry delivery of treasury stock, ordinary shares and preferred shares and whose shareholding percentage is more than 5% as of the final business day of the given quarter. The share capital reported in the Company's consolidated financial statements and the actual number shares that have completed the dematerialized registration and delivery may be different due to the difference in the basis of calculation.

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