

USI CORPORATION AND SUBSIDIARIES

Consolidated Financial Statements and Independent Auditors' Review Report

For the Nine Months Ended September 30, 2023 and 2022

Address: No. 330, Fengren Rd., Renwu Dist., Kaohsiung City 814, Taiwan

Phone: (02)87516888

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 nine months ended September 30, 2023 and 2022, and the consolidated statements of comprehensive income for the three months ended September 30, 2023 and 2022, and for the nine months ended September 30, 2023 and 2022, the consolidated statements of changes in equity, consolidated statements of cash flows for the nine months ended September 30, 2023 and 2022, and the notes to the consolidated financial statements (including the summary of significant accounting policies). Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34 “Interim Financial Reporting” endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China. Our responsibility is to express a conclusion on the consolidated financial statements based on our reviews.

Scope of Review

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

Basis for Qualified Conclusion

As mentioned in Notes 12 and 13 to the consolidated financial statements, the financial statements of some non-essential subsidiaries and joint ventures using the equity method for the same period included in the above consolidated financial statements have not been reviewed by us. The total assets and the balance of investment by equity method as of September 30, 2023 and 2022 were NT\$23,431,323 thousand and NT\$26,911,024 thousand, accounting for 31.03% and 33.54% of the total consolidated assets, respectively. The total liabilities were NT\$5,389,576 thousand and NT\$4,499,907 thousand, accounting for 20.58% and 15.60% of the total consolidated liabilities, respectively; The total comprehensive income and the share of the income from joint venture recognized based on the equity method for the three months ended September 30, 2023 and 2022, and for the nine months ended September 30, 2023 and 2022, were NT\$1,580,201 thousand, NT\$1,702,474 thousand, NT\$2,673,619 thousand and NT\$4,375,437 thousand, accounting for (182.00)%, 564.96%, 944.74%, and (390.87)% of the total comprehensive income, respectively. In addition, the information related to the aforesaid subsidiary and joint venture in other notes and schedules to the consolidated financial statements has not been reviewed by us.

Qualified Conclusion

According to the results of the auditor's review, except that the financial statements of some of the non-significant subsidiaries and joint ventures adopting the equity method mentioned in the basic paragraph of the reserved conclusions may affect the adjustment of the consolidated financial statements if they are reviewed by the auditor, we were not aware that the above consolidated financial statements have not been prepared in all material respects in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and the IAS 34-Interim Financial Reporting as endorsed and promulgated by the Financial Supervisory Commission, making it impossible to properly express the consolidated financial position of the Group as of September 30, 2023 and 2022, and the consolidated financial performance for the three months ended September 30, 2023 and 2022, and the consolidated financial performance and consolidated cash flow for the nine months ended September 30, 2023 and 2022.

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

Deloitte & Touche
Taipei, Taiwan
Republic of China

November 7, 2023

Notice to Readers

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

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

USI CORPORATION AND SUBSIDIARIES
Consolidated Balance Sheets
September 30, 2023, December 31 and September 30, 2022

(In Thousands of New Taiwan Dollars)

Assets	September 30, 2023 (Reviewed)		December 31, 2022 (Audited)		September 30, 2022 (Reviewed)	
	Amount	%	Amount	%	Amount	%
CURRENT ASSETS						
Cash and cash equivalents (Note 6)	\$ 11,552,756	15	\$ 11,498,415	15	\$ 11,998,427	15
Financial assets at fair value through profit or loss (FVTPL) - current (Note 7)	2,772,397	4	2,724,497	3	2,570,270	3
Financial assets at fair value through other comprehensive income (FVTOCI) - current (Notes 8)	39,432	-	97,183	-	94,747	-
Financial assets at amortized cost - current (Notes 9 and 35)	573,719	1	439,929	1	380,888	-
Notes receivables, net (Notes 10 and 26)	561,140	1	544,546	1	513,470	1
Accounts receivable, net (Notes 10, 26 and 34)	5,939,074	8	7,395,035	10	6,841,505	9
Other receivables (Notes 10 and 34)	365,938	-	259,201	-	401,174	-
Current tax assets (Notes 4 and 28)	17,915	-	18,802	-	37,404	-
Inventories (Note 11)	6,547,142	9	7,199,654	9	8,003,721	10
Prepayments	1,376,454	2	1,220,781	2	1,295,906	2
Other current assets (Note 14)	224,658	-	216,907	-	234,167	-
Total current assets	<u>29,970,625</u>	<u>40</u>	<u>31,614,950</u>	<u>41</u>	<u>32,371,679</u>	<u>40</u>
NON-CURRENT ASSETS						
Financial assets at fair value through other comprehensive income (FVTOCI) - non-current (Note 8)	2,008,781	3	2,060,835	3	2,251,059	3
Financial assets at amortized cost - non-current (Notes 9 and 36)	357,388	-	358,679	-	359,285	1
Investments accounted for using the equity method (Note 13)	11,069,678	15	13,611,385	17	15,481,017	19
Property, plant and equipment (Notes 14 and 35)	26,282,853	35	25,520,104	33	25,310,012	32
Right-of-use assets (Notes 15 and 35)	2,623,615	3	1,634,654	2	1,671,095	2
Investment properties, net (Note 16)	599,661	1	624,562	1	637,426	1
Goodwill (Note 17)	270,211	-	270,211	-	270,211	-
Other intangible assets, net (Note 17)	45,336	-	48,274	-	40,976	-
Deferred tax assets (Notes 4 and 28)	1,680,209	2	1,341,378	2	1,140,034	1
Other non-current assets (Notes 12 and 35)	599,463	1	656,537	1	703,820	1
Total non-current assets	<u>45,537,195</u>	<u>60</u>	<u>46,126,619</u>	<u>59</u>	<u>47,864,935</u>	<u>60</u>
Total Assets	<u>\$ 75,507,820</u>	<u>100</u>	<u>\$ 77,741,569</u>	<u>100</u>	<u>\$ 80,236,614</u>	<u>100</u>
Liabilities and Equity						
CURRENT LIABILITIES						
Short-term borrowings (Notes 18 and 35)	\$ 2,636,480	3	\$ 2,400,326	3	\$ 2,559,190	3
Short-term notes payable (Note 18)	79,992	-	290,613	1	405,776	1
Financial liabilities at fair value through profit or loss (FVTPL) - current (Note 7)	8,365	-	27,839	-	19,060	-
Trade payables (Note 20)	2,925,549	4	3,349,040	4	3,172,473	4
Other payables (Notes 21 and 34)	2,410,247	3	2,262,374	3	2,352,180	3
Current tax liabilities (Notes 4 and 28)	601,832	1	1,647,045	2	1,320,165	2
Lease liability - current (Note 15)	147,454	-	102,435	-	104,566	-
Current portion of long-term borrowings (Notes 18, 19 and 35)	2,000,101	3	-	-	1,999,934	2
Refund liabilities - current (Note 21)	27,233	-	28,247	-	25,209	-
Other current liabilities (Note 26)	601,728	1	667,938	1	595,870	1
Total current liabilities	<u>11,438,981</u>	<u>15</u>	<u>10,775,857</u>	<u>14</u>	<u>12,554,423</u>	<u>16</u>
NON-CURRENT LIABILITIES						
Bonds payable (Note 19)	3,994,592	5	5,992,228	8	5,991,613	7
Long-term borrowings (Notes 18 and 35)	6,351,634	9	6,366,223	8	6,270,623	8
Provisions - non-current (Notes 22 and 36)	136,375	-	136,375	-	136,375	-
Deferred tax liabilities (Notes 4 and 28)	1,449,007	2	1,395,175	2	1,460,879	2
Lease liabilities - non-current (Note 15)	2,002,161	3	1,262,591	1	1,282,511	2
Net defined benefit liabilities - non-current (Notes 4 and 23)	669,011	1	754,722	1	1,026,296	1
Other non-current liabilities (Note 24)	153,002	-	133,513	-	129,682	-
Total non-current liabilities	<u>14,755,782</u>	<u>20</u>	<u>16,040,827</u>	<u>20</u>	<u>16,297,979</u>	<u>20</u>
Total Liabilities	<u>26,194,763</u>	<u>35</u>	<u>26,816,684</u>	<u>34</u>	<u>28,852,402</u>	<u>36</u>
Equity attributable to owners of the Company (Notes 8, 12, 25 and 28)						
Share capital	<u>11,887,635</u>	<u>16</u>	<u>11,887,635</u>	<u>15</u>	<u>11,887,635</u>	<u>15</u>
Capital surplus	<u>475,557</u>	<u>1</u>	<u>449,960</u>	<u>1</u>	<u>446,542</u>	<u>1</u>
Retained Earnings						
Legal reserve	4,036,296	5	3,872,190	5	3,872,190	5
Special reserve	375,127	1	375,127	-	375,127	-
Unappropriated earnings	<u>7,482,642</u>	<u>10</u>	<u>8,377,890</u>	<u>11</u>	<u>7,799,222</u>	<u>10</u>
Total retained earnings	<u>11,894,065</u>	<u>16</u>	<u>12,625,207</u>	<u>16</u>	<u>12,046,539</u>	<u>15</u>
Other equity	<u>139,572</u>	<u>-</u>	<u>8,896</u>	<u>-</u>	<u>282,238</u>	<u>-</u>
Treasury shares	(<u>475,606</u>)	(<u>1</u>)	(<u>475,606</u>)	<u>-</u>	(<u>475,606</u>)	(<u>1</u>)
Total equity attributable to owners of the Company	<u>23,921,223</u>	<u>32</u>	<u>24,496,092</u>	<u>32</u>	<u>24,187,348</u>	<u>30</u>
Non-controlling interests	<u>25,391,834</u>	<u>33</u>	<u>26,428,793</u>	<u>34</u>	<u>27,196,864</u>	<u>34</u>
Total equity	<u>49,313,057</u>	<u>65</u>	<u>50,924,885</u>	<u>66</u>	<u>51,384,212</u>	<u>64</u>
Total Liabilities and Equity	<u>\$ 75,507,820</u>	<u>100</u>	<u>\$ 77,741,569</u>	<u>100</u>	<u>\$ 80,236,614</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 September 30, 2023 and 2022 and For the Nine Months Ended September 30, 2023 and 2022

(Reviewed, Not Audited)

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

	For the Three Months Ended September 30, 2023		For the Three Months Ended September 30, 2022		For the Nine Months Ended September 30, 2023		For the Nine Months Ended September 30, 2022	
	Amount	%	Amount	%	Amount	%	Amount	%
OPERATING REVENUE (Notes 26 and 34)	\$ 13,500,353	100	\$ 16,338,525	100	\$ 39,435,029	100	\$ 51,288,048	100
COST OF GOODS SOLD (Notes 11, 14, 15, 17, 23, 27 and 34)	<u>12,099,463</u>	<u>89</u>	<u>14,376,028</u>	<u>88</u>	<u>34,779,222</u>	<u>88</u>	<u>43,166,321</u>	<u>84</u>
GROSS PROFIT	<u>1,400,890</u>	<u>11</u>	<u>1,962,497</u>	<u>12</u>	<u>4,655,807</u>	<u>12</u>	<u>8,121,727</u>	<u>16</u>
OPERATING EXPENSES (Notes 10, 14, 15, 17, 23, 27 and 34)								
Selling and marketing expenses	566,797	4	833,879	5	1,651,896	4	2,754,457	5
Administrative expenses	354,311	3	353,294	2	987,305	3	1,037,942	2
Research and development expenses	118,354	1	111,999	1	361,529	1	314,633	1
Expected credit loss (gain)	(1,145)	-	108	-	(1,344)	-	213	-
Total operating expenses	<u>1,038,317</u>	<u>8</u>	<u>1,299,280</u>	<u>8</u>	<u>2,999,386</u>	<u>8</u>	<u>4,107,245</u>	<u>8</u>
NET PROFIT FROM OPERATIONS	<u>362,573</u>	<u>3</u>	<u>663,217</u>	<u>4</u>	<u>1,656,421</u>	<u>4</u>	<u>4,014,482</u>	<u>8</u>
NON-OPERATING INCOME AND EXPENSES								
Interest income (Note 27)	69,563	-	37,652	-	204,578	1	90,566	-
Other income (Notes 18, 24, 27 and 34)	171,816	1	186,784	1	420,954	1	883,371	2
Other gains and losses (Notes 16, 27 and 38)	125,196	1	208,035	1	119,993	-	337,361	-
Finance costs (Notes 18, 19 and 27)	(64,797)	-	(82,690)	-	(195,709)	-	(155,889)	-
Share of loss of associates and joint ventures accounted for using the equity method (Note 13)	(394,601)	(3)	(1,735,738)	(11)	(2,763,323)	(7)	(4,495,177)	(9)
Total non-operating income and expenses	<u>(92,823)</u>	<u>(1)</u>	<u>(1,385,957)</u>	<u>(9)</u>	<u>(2,213,507)</u>	<u>(5)</u>	<u>(3,339,768)</u>	<u>(7)</u>
Net profit (loss) before tax	269,750	2	(722,740)	(5)	(557,086)	(1)	674,714	1
Income tax expense (Notes 4 and 28)	<u>77,402</u>	<u>1</u>	<u>22,077</u>	<u>-</u>	<u>217,438</u>	<u>1</u>	<u>672,434</u>	<u>1</u>
NET PROFIT (LOSS) FOR THE PERIOD	<u>192,348</u>	<u>1</u>	<u>(744,817)</u>	<u>(5)</u>	<u>(774,524)</u>	<u>(2)</u>	<u>2,280</u>	<u>-</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)	(112,218)	(1)	(35,345)	-	(18,970)	-	(75,637)	-
Income tax relating to items that will not be reclassified (Notes 4, 25 and 28)	1,193	-	2,090	-	219	-	384	-
	<u>(111,025)</u>	<u>(1)</u>	<u>(33,255)</u>	<u>-</u>	<u>(18,751)</u>	<u>-</u>	<u>(75,253)</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)	908,590	7	541,070	3	580,724	1	1,357,437	2
Income tax relating to items that may be reclassified subsequently to profit or loss (Notes 4, 25 and 28)	(121,685)	(1)	(64,344)	-	(70,451)	-	(165,062)	-
	<u>786,905</u>	<u>6</u>	<u>476,726</u>	<u>3</u>	<u>510,273</u>	<u>1</u>	<u>1,192,375</u>	<u>2</u>
Other comprehensive income for the period (net of income tax)	<u>675,880</u>	<u>5</u>	<u>443,471</u>	<u>3</u>	<u>491,522</u>	<u>1</u>	<u>1,117,122</u>	<u>2</u>
Total comprehensive income for the period	<u>\$ 868,228</u>	<u>6</u>	<u>(\$ 301,346)</u>	<u>(2)</u>	<u>(\$ 283,002)</u>	<u>(1)</u>	<u>\$ 1,119,402</u>	<u>2</u>
Net profit (loss) attributable to:								
Owners of the Company	\$ 230,342	1	\$ 174,252	1	\$ 160,882	-	\$ 1,063,023	2
Non-controlling interests	(37,994)	-	(919,069)	(6)	(935,406)	(2)	(1,060,743)	(2)
	<u>\$ 192,348</u>	<u>1</u>	<u>(\$ 744,817)</u>	<u>(5)</u>	<u>(\$ 774,524)</u>	<u>(2)</u>	<u>\$ 2,280</u>	<u>-</u>
Total comprehensive income attributable to:								
Owners of the Company	\$ 480,377	3	\$ 384,524	2	\$ 286,463	1	\$ 1,261,934	2
Non-controlling interests	<u>387,851</u>	<u>3</u>	<u>(685,870)</u>	<u>(4)</u>	<u>(569,465)</u>	<u>(2)</u>	<u>(142,532)</u>	<u>-</u>
	<u>\$ 868,228</u>	<u>6</u>	<u>(\$ 301,346)</u>	<u>(2)</u>	<u>(\$ 283,002)</u>	<u>(1)</u>	<u>\$ 1,119,402</u>	<u>2</u>
Earnings per share (Note 29)								
Basic earnings per share	<u>\$ 0.21</u>		<u>\$ 0.16</u>		<u>\$ 0.15</u>		<u>\$ 0.99</u>	
Diluted earnings per share	<u>\$ 0.21</u>		<u>\$ 0.16</u>		<u>\$ 0.15</u>		<u>\$ 0.99</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 Nine Months Ended September 30, 2023 and 2022
(Reviewed, Not Audited)

(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)	Shares 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 8, 12 and 25)						
Balance as of January 1, 2022	\$11,887,635	\$ 302,976	\$ 41,902	\$ 21,307	\$3,343,086	\$ 375,127	\$9,881,214	(\$ 710,973)	\$ 795,331	(\$ 475,606)	\$25,461,999	\$30,182,962	\$55,644,961
Distribution of earnings in 2021													
Provision for legal reserve	-	-	-	-	529,104	-	(529,104)	-	-	-	-	-	-
Cash dividends distributed to the Company	-	-	-	-	-	-	(2,615,280)	-	-	-	(2,615,280)	-	(2,615,280)
Cash dividends distributed by subsidiaries	-	-	-	-	-	-	-	-	-	-	-	(2,804,905)	(2,804,905)
Net profit (loss) for the nine months ended September 30, 2022	-	-	-	-	-	-	1,063,023	-	-	-	1,063,023	(1,060,743)	2,280
Other comprehensive income (loss) after tax for the nine months ended September 30, 2022	-	-	-	-	-	-	-	541,446	(342,535)	-	198,911	918,211	1,117,122
Total comprehensive income (loss) for the nine months ended September 30, 2022	-	-	-	-	-	-	1,063,023	541,446	(342,535)	-	1,261,934	(142,532)	1,119,402
Changes in equity of subsidiaries recognized by equity method	-	-	(3,988)	-	-	-	(1,662)	-	-	-	(5,650)	98	(5,552)
Changes in other capital surplus	-	-	-	20	-	-	-	-	-	-	20	-	20
Dividends distributed to subsidiaries to adjust capital reserve	-	84,325	-	-	-	-	-	-	-	-	84,325	-	84,325
Disposal of equity instrument investments measured at FVTOCI	-	-	-	-	-	-	1,031	-	(1,031)	-	-	-	-
Change in non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	(38,759)	(38,759)
Balance as of September 30, 2022	<u>\$11,887,635</u>	<u>\$ 387,301</u>	<u>\$ 37,914</u>	<u>\$ 21,327</u>	<u>\$3,872,190</u>	<u>\$ 375,127</u>	<u>\$7,799,222</u>	<u>(\$ 169,527)</u>	<u>\$ 451,765</u>	<u>(\$ 475,606)</u>	<u>\$24,187,348</u>	<u>\$27,196,864</u>	<u>\$51,384,212</u>
Balance as of January 1, 2023	\$11,887,635	\$ 387,301	\$ 39,947	\$ 22,712	\$3,872,190	\$ 375,127	\$8,377,890	(\$ 371,193)	\$ 380,089	(\$ 475,606)	\$24,496,092	\$26,428,793	\$50,924,885
Distribution of earnings in 2022													
Provision for legal reserve	-	-	-	-	164,106	-	(164,106)	-	-	-	-	-	-
Cash dividends distributed to the Company	-	-	-	-	-	-	(832,134)	-	-	-	(832,134)	-	(832,134)
Cash dividends distributed by subsidiaries	-	-	-	-	-	-	-	-	-	-	-	(722,518)	(722,518)
Net profit (loss) for the nine months ended September 30, 2023	-	-	-	-	-	-	160,882	-	-	-	160,882	(935,406)	(774,524)
Other comprehensive income (loss) after tax for the nine months ended September 30, 2023	-	-	-	-	-	-	-	230,649	(105,068)	-	125,581	365,941	491,522
Total comprehensive income (loss) for the nine months ended September 30, 2023	-	-	-	-	-	-	160,882	230,649	(105,068)	-	286,463	(569,465)	(283,002)
Changes in equity of subsidiaries recognized by equity method	-	-	(740)	-	-	-	(54,795)	-	-	-	(55,535)	55,554	19
Changes in other capital surplus	-	-	-	(493)	-	-	-	-	-	-	(493)	-	(493)
Dividends distributed to subsidiaries to adjust capital reserve	-	26,830	-	-	-	-	-	-	-	-	26,830	-	26,830
Disposal of equity instrument investments measured at FVTOCI	-	-	-	-	-	-	(5,095)	-	5,095	-	-	-	-
Change in non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	199,470	199,470
Balance as of September 30, 2023	<u>\$11,887,635</u>	<u>\$ 414,131</u>	<u>\$ 39,207</u>	<u>\$ 22,219</u>	<u>\$4,036,296</u>	<u>\$ 375,127</u>	<u>\$7,482,642</u>	<u>(\$ 140,544)</u>	<u>\$ 280,116</u>	<u>(\$ 475,606)</u>	<u>\$23,921,223</u>	<u>\$25,391,834</u>	<u>\$49,313,057</u>

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

USI CORPORATION AND SUBSIDIARIES

Consolidated Statements of Cash Flows

For the Nine Months Ended September 30, 2023 and 2022

(Reviewed, Not Audited)

(In Thousands of New Taiwan Dollars)

	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
CASH FLOWS FROM OPERATING ACTIVITIES		
Net (loss) profit before income tax for the period	(\$ 557,086)	\$ 674,714
Income (expenses) items		
Depreciation expense	1,884,822	1,745,069
Amortization expense	46,109	41,568
Expected credit loss (gain) reversed on accounts receivable	(1,344)	213
Net (gain) loss on financial assets and liabilities at FVTPL	(30,425)	159,531
Finance costs	195,709	155,889
Interest income	(204,578)	(90,566)
Dividend income	(187,372)	(445,066)
Share of loss of associates and joint ventures accounted for using the equity method	2,763,323	4,495,177
Gain on disposal and scrapping of property, plant and equipment	(13,292)	(11,757)
(Reversal) provision for write-downs of inventories and obsolescence losses	(202,904)	505,560
Changes in operating assets and liabilities		
(Increase) decrease in financial assets and liabilities mandatorily classified at FVTPL	(36,949)	3,028,145
(Increase) decrease in notes receivable	(16,594)	362,275
Decrease in accounts receivable	1,457,028	1,673,136
(Increase) decrease in other receivables	(86,647)	109,964
Decrease (increase) in inventories	853,022	(914,376)
Increase in prepayments	(155,673)	(556,973)
(Increase) decrease in other current assets	(7,751)	9,055
Decrease in accounts payable	(423,491)	(356,525)
Increase (decrease) in accounts payable	37,678	(547,704)
Decrease in refund liabilities	(1,014)	(3,421)
Decrease in net defined benefit liabilities	(85,711)	(124,713)
(Decrease) increase in other current liabilities	(66,210)	30,608
Cash generated from operations	5,160,650	9,939,803
Interest received	184,488	91,153
Interest paid	(177,421)	(139,917)
Income tax paid	(1,616,995)	(2,609,561)
Net cash generated from operating activities	<u>3,550,722</u>	<u>7,281,478</u>

(Continued)

(Continued)

	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of financial assets at FVTOCI	\$ -	(\$ 43)
Disposal of financial assets at FVTOCI	100,121	10,058
Disposal of financial assets at amortized cost	(145,099)	(35,196)
Acquisition of long-term equity investments using the equity method	-	(90,000)
Acquisition of property, plant and equipment	(2,218,387)	(2,015,332)
Proceeds from disposal of property, plant and equipment	45,938	34,732
Decrease (increase) in refundable deposits	24,970	(17,451)
Acquisitions of other intangible assets	(3,161)	(1,477)
Acquisition of land use rights	(200,271)	-
Acquisition of investment properties	(848)	(3,250)
Increase in other non-current assets	(112,162)	(145,456)
Dividends received	187,372	445,066
Increase in deferred revenues	6,090	-
Net cash used in investing activities	<u>(2,315,437)</u>	<u>(1,818,349)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
(Decrease) increase in short-term borrowings	(33,846)	61,149
(Decrease) increase in short-term notes payable	(211,000)	126,000
Repayments of bonds	-	(1,000,000)
Proceeds from mid- to long-term borrowings	7,560,527	16,383,297
Repayment of mid- to long-term borrowings	(7,321,170)	(14,634,052)
Increase in guarantee deposits received	1,595	12,981
Repayment of the principal portion of lease liabilities	(111,867)	(60,505)
Increase in other non-current liabilities	11,804	21,930
Cash dividends paid	(832,134)	(2,615,280)
Dividends paid to non-controlling interests	(722,518)	(2,804,905)
Change in non-controlling interests	199,470	(38,759)
Net cash used in financing activities	<u>(1,459,139)</u>	<u>(4,548,144)</u>
EFFECTS OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH AND CASH EQUIVALENTS HELD IN FOREIGN CURRENCIES		
	<u>278,195</u>	<u>718,089</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	54,341	1,633,074
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	<u>11,498,415</u>	<u>10,365,353</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	<u>\$ 11,552,756</u>	<u>\$ 11,998,427</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 Nine Months Ended September 30, 2023 and 2022
(Reviewed, Not Audited)

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

1. GENERAL INFORMATION

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

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

2. APPROVAL OF FINANCIAL STATEMENTS

The consolidated financial statements were reported to and issued by the Company's board of directors on November 7, 2023.

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

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

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

b. IFRSs endorsed by the FSC that are applicable in 2024

<u>New/ Amended / Revised Standards and Interpretations</u>	<u>Effective Date Announced by IASB (Note 1)</u>
Amendments to IFRS 16 "Lease Liability in a Sale and Leaseback"	January 1, 2024 (Note 2)
Amendments to IAS 1 "Classification of Liabilities as Current or Non-Current"	January 1, 2024
Amendments to IAS 1 "Non-current Liabilities with Covenants"	January 1, 2024
Amendments to IAS 7 and IFRS 7 "Supplier Finance Arrangements"	January 1, 2024 (Note 3)

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. A seller-lessee shall apply the Amendments to IFRS 16 retrospectively to sale and leaseback transactions entered into after the date of initial application of IFRS 16.

Note 3. When applying the amendments for the first time, certain disclosure requirements are exempted.

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

c. IFRSs that have 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"	To be determined by IASB
IFRS 17 "Insurance Contracts"	January 1, 2023
Amendments to IFRS 17	January 1, 2023
Amendment to IFRS 17 "Initial Application of IFRS 17 and IFRS 9 - Comparative Information"	January 1, 2023
Amendments to IAS 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 applying the amendments, recognize the affected amount in retained earnings as of the initial application date. When the Group adopts a non-functional currency as the reporting currency, it will recognize the adjusted amount in the exchange differences of foreign operations under equity on the initial application date.

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

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a. Statement of compliance

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

b. Basis of preparation

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

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

- 1) Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities on measurement day.
- 2) Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for an asset or liability, either directly (i.e., prices) or indirectly (i.e., derived from prices).
- 3) Level 3 inputs are unobservable inputs for an asset or liability.

c. Basis of consolidation

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

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

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

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

d. Other significant accounting policies

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

1) Defined benefit plan

Pension cost for an interim period is calculated on a year-to-date basis by using the actuarially determined pension cost rate at the end of the prior fiscal year, adjusted for significant market fluctuations since that time and significant plan amendments, settlements, or other significant one-off events.

2) Taxation

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

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

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

For others, please refer to the statement of major sources of uncertainty of significant accounting judgments, estimates and assumptions in the consolidated financial statements for the years ended December 31, 2022.

6. CASH AND CASH EQUIVALENTS

	<u>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
Cash on hand and petty cash	\$ 3,194	\$ 4,560	\$ 4,578
Checking accounts and demand deposits	2,650,571	3,232,891	3,201,082
Cash equivalents			
Time deposits	7,332,704	6,606,811	6,992,574
Reserve repurchase agreements collateralized by bonds	<u>1,566,287</u>	<u>1,654,153</u>	<u>1,800,193</u>
	<u>\$ 11,552,756</u>	<u>\$ 11,498,415</u>	<u>\$ 11,998,427</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>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
Time deposits	1.25% ~ 5.65%	0.88% ~ 4.91%	0.62% ~ 3.80%
Reserve repurchase agreements collateralized by bonds	1.30% ~ 5.38%	1.05% ~ 4.23%	0.88% ~ 2.80%

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

	<u>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
<u>Financial assets mandatorily at FVTPL</u>			
Derivative financial assets (not under hedge accounting)			
- Foreign exchange forward contracts	<u>\$ 2,472</u>	<u>\$ 2,121</u>	<u>\$ 23,694</u>
Non-derivative financial assets			
- Domestic listed (OTC) shares	217,650	228,677	215,751
- Fund beneficiary certificates	2,277,539	2,259,780	2,097,935
- Beneficiary securities	274,694	233,828	232,794
- Overseas listed shares	<u>42</u>	<u>91</u>	<u>96</u>
Sub-total	<u>2,769,925</u>	<u>2,722,376</u>	<u>2,546,576</u>
	<u>\$ 2,772,397</u>	<u>\$ 2,724,497</u>	<u>\$ 2,570,270</u>
<u>Financial liabilities held for trading</u>			
Derivative financial liabilities (not under hedge accounting)			
- Foreign exchange forward contracts	<u>\$ 8,365</u>	<u>\$ 27,839</u>	<u>\$ 19,060</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>September 30, 2023</u>				
Sell	RMB/NTD	2023.10.12-2023.12.22	RMB 148,600 /NTD	646,061
Sell	USD/MYR	2023.10.24-2024.03.13	USD 1,400 /MYR	6,383
Buy	NTD/USD	2023.11.06-2023.11.30	NTD 175,327 /USD	5,540
<u>December 31, 2022</u>				
Sell	RMB/NTD	2023.01.09-2023.03.30	RMB 511,100 /NTD	236,999
Sell	USD/MYR	2023.03.13	USD 100 /MYR	440
Sell	EUR/ MYR	2023.03.17-2023.03.31	EUR 270 /MYR	1,254
Buy	NTD/USD	2023.01.03-2023.02.23	NTD 672,391 /USD	21,620
Buy	JPY/ USD	2023.01.20-2023.02.24	JPY 120,000 /USD	862
<u>September 30, 2022</u>				
Sell	RMB/NTD	2022.10.11-2022.12.29	RMB 339,200 /NTD	1,497,397
Sell	USD/MYR	2022.11.30-2023.01.27	USD 1,150 /MYR	4,914
Sell	USD/NTD	2022.10.27	USD 1,000 /NTD	29,793
Sell	EUR/ MYR	2023.01.31	EUR 300 /MYR	1,342
Buy	NTD/USD	2022.10.11-2022.12.13	NTD 489,224 /USD	16,160
Buy	JPY/ USD	2022.10.25-2022.11.28	JPY 85,000 /USD	617

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

8. FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

	September 30, 2023	December 31, 2022	September 30, 2022
<u>Current</u>			
Investments in equity instruments			
Domestic investments			
Listed (OTC) shares	\$ 39,432	\$ 97,183	\$ 94,747
<u>Non-current</u>			
Investments in equity instruments			
Domestic investments			
Listed (OTC) shares	\$ 1,487,419	\$ 1,531,870	\$ 1,693,131
Unlisted shares	344,655	359,548	382,488
	<u>1,832,074</u>	<u>1,891,418</u>	<u>2,075,619</u>
Overseas investments			
Listed (OTC) shares	20,473	30,041	27,259
Unlisted shares	156,234	139,376	148,181
	<u>176,707</u>	<u>169,417</u>	<u>175,440</u>
	<u>\$ 2,008,781</u>	<u>\$ 2,060,835</u>	<u>\$ 2,251,059</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 sold investments in equity instruments as at FVTOCI for the nine months ended September 30, 2023 and 2022. The related other equity - the unrealized gain and loss of financial assets measured at FVTOCI amounted to a loss of NT\$5,095 thousand and a gain of NT\$1,031 thousand, respectively. These amounts were transferred to retained earnings.

The Group recognized dividend income of NT\$84,653 thousand and NT\$54,147 thousand for the nine months ended September 30, 2023 and 2022, respectively.

9. FINANCIAL ASSETS AT AMORTIZED COST

	<u>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
<u>Current</u>			
Pledged time deposits	\$ 368,112	\$ 424,685	\$ 365,071
Reserve repurchase agreements collateralized by bonds with a maturity over 3 months	198,483	-	-
Constricted bank deposits	<u>7,124</u>	<u>15,244</u>	<u>15,817</u>
	<u>\$ 573,719</u>	<u>\$ 439,929</u>	<u>\$ 380,888</u>
<u>Non-current</u>			
Constricted bank deposits	<u>\$ 357,388</u>	<u>\$ 358,679</u>	<u>\$ 359,285</u>
The range of interest rate			
Pledged time deposits	0.39% ~ 2.80%	0.19% ~ 2.60%	0.08% ~ 2.60%
Reserve repurchase agreements collateralized by bonds with a maturity over 3 months	1.50%	-	-

Restricted bank deposits are the subsidiary's remittance of earnings following Taiwan Water Corporation's petition of provisional attachment with the court due to the gas explosion case and a bank's certificate of deposit with the pledge right set to Kaohsiung City Government. 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 three-year withdrawal is not permitted until five years of the deposit, except for financial investment or physical investments with partially free utilization by law.

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

10. NOTES RECEIVABLE, ACCOUNTS RECEIVABLE AND OTHER RECEIVABLES

	<u>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
<u>Notes receivable (a)</u>			
Measured at amortized cost			
Gross carrying amount	<u>\$ 561,140</u>	<u>\$ 544,546</u>	<u>\$ 513,470</u>
<u>Accounts receivable (a)</u>			
Measured at amortized cost			
Gross carrying amount	\$ 6,024,477	\$ 7,481,614	\$ 6,927,637
Less: allowance for loss	(<u>85,403</u>)	(<u>86,579</u>)	(<u>86,132</u>)
	<u>\$ 5,939,074</u>	<u>\$ 7,395,035</u>	<u>\$ 6,841,505</u>
<u>Other receivables (b)</u>			
Tax refund receivable	\$ 291,945	\$ 200,055	\$ 329,654
Interest receivable	51,697	31,564	20,820
Others	<u>22,296</u>	<u>27,582</u>	<u>50,700</u>
	<u>\$ 365,938</u>	<u>\$ 259,201</u>	<u>\$ 401,174</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.

September 30, 2023

Based on the number of days past due

	<u>Up to 60 Days</u>	<u>61~90 Days</u>	<u>Over 91 Days</u>	<u>Total</u>
Gross carrying amount	\$ 3,199,362	\$ 1,077	\$ 4,011	\$ 3,204,450
Loss allowance (Lifetime ECLs)	(11,838)	(170)	(4,011)	(16,019)
Amortized cost	<u>\$ 3,187,524</u>	<u>\$ 907</u>	<u>\$ -</u>	<u>\$ 3,188,431</u>

Based on credit quality

	<u>Credit Rating A</u>	<u>Credit Rating B</u>	<u>Credit Rating C</u>	<u>Others</u>	<u>Total</u>
Gross carrying amount	\$232,921	\$878,356	\$284,941	\$1,984,949	\$3,381,167
Loss allowance (Lifetime ECLs)	-	(3,938)	(4,594)	(60,852)	(69,384)
Amortized cost	<u>\$232,921</u>	<u>\$874,418</u>	<u>\$280,347</u>	<u>\$1,924,097</u>	<u>\$3,311,783</u>

December 31, 2022

Based on the number of days past due

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

Based on credit quality

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

September 30, 2022

Based on the number of days past due

	<u>Up to 60 Days</u>	<u>61~90 Days</u>	<u>Over 91 Days</u>	<u>Total</u>
Gross carrying amount	\$ 3,984,442	\$ 1,814	\$ 4,702	\$ 3,990,958
Loss allowance (Lifetime ECLs)	(13,006)	-	(3,707)	(16,713)
Amortized cost	<u>\$ 3,971,436</u>	<u>\$ 1,814</u>	<u>\$ 995</u>	<u>\$ 3,974,245</u>

Based on credit quality

	<u>Credit Rating A</u>	<u>Credit Rating B</u>	<u>Credit Rating C</u>	<u>Others</u>	<u>Total</u>
Gross carrying amount	\$276,299	\$752,821	\$380,449	\$2,040,580	\$3,450,149
Loss allowance (Lifetime ECLs)	-	(4,689)	(6,813)	(57,917)	(69,419)
Amortized cost	<u>\$276,299</u>	<u>\$748,132</u>	<u>\$373,636</u>	<u>\$1,982,663</u>	<u>\$3,380,730</u>

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

	<u>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
Not past due	\$ 3,223,315	\$ 2,922,962	\$ 3,230,281
Up to 60 Days	101,027	147,336	146,409
Over 61 days	<u>56,825</u>	<u>63,843</u>	<u>73,459</u>
	<u>\$ 3,381,167</u>	<u>\$ 3,134,141</u>	<u>\$ 3,450,149</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 Nine Months Ended September 30, 2023</u>	<u>For the Nine Months Ended September 30, 2022</u>
Beginning balance	\$ 86,579	\$ 85,384
Impairment losses (reversed) recognized for the period	(1,344)	213
Amounts written off during the period as uncollectible	(109)	(88)
Foreign exchange translation gains and losses	<u>277</u>	<u>623</u>
Ending balance	<u>\$ 85,403</u>	<u>\$ 86,132</u>

b. Other receivables

Other receivables mainly consisted of tax refund receivable and interest receivable. The average aging of other receivables was less than 60 days based on the number of days past due from the invoice date, and an impairment loss was assessed based on the expected credit losses. There were no other overdue receivables with an unrecognized allowance for doubtful accounts in the Group as of September 30, 2023, December 31 and September 30, 2022.

11. INVENTORIES

	<u>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
Finished goods	\$ 4,187,541	\$ 4,213,873	\$ 4,454,024
Work in progress	562,086	750,562	725,614
Raw materials	1,352,830	1,810,162	2,218,135
Supplies	392,147	394,092	445,288
Inventory in transit	<u>52,538</u>	<u>30,965</u>	<u>160,660</u>
	<u>\$ 6,547,142</u>	<u>\$ 7,199,654</u>	<u>\$ 8,003,721</u>

The costs of inventories recognized as cost of goods sold for the three months ended September 30, 2023 and 2022 and for the nine months ended September 30, 2023 and 2022 were NT\$12,099,463 thousand, NT\$14,376,028 thousand, NT\$34,779,222 thousand and NT\$43,166,321 thousand, respectively.

The net realizable value gains and losses on write-downs and reversal of inventories contained in the cost of goods sold for the three months ended September 30, 2023 and 2022 and nine months ended September 30, 2023 and 2022 were a gain of NT\$160,768 thousand, a loss of NT\$134,359 thousand, a gain of NT\$202,904 thousand and a loss of NT\$505,560 thousand, respectively. The reversal of net realizable value gains of inventories is due to destocking.

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
			September 30, 2023	December 31, 2022	September 30, 2022	
The Company	USI Investment Co., Ltd. (USII)	Investment business	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	Swanlake Traders Ltd. (Swanlake)	Trading and investment	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	11.
	USI (Hong Kong) Company Ltd.	Trading and investment	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	USI Management Consulting Corp (UM)	Providing management services	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	Chong Loong Trading Co., Ltd. (CLT)	Import and export trade	<u>100.0%</u>	<u>100.0%</u>	<u>99.9%</u>	7.
	Union Polymer International Investment Corporation (UPIIC)	Investment business	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	INOMA Corporation (INOMA)	Optical products and fire protection materials	<u>94.4%</u>	<u>94.4%</u>	<u>94.4%</u>	
	USIG (Shanghai) Co., Ltd. (USIG)	Import and distribution of various types of chemical raw materials and products	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	USI Green Energy Corporation (USIGE)	Solar power generation business	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	The Company	Taiwan United Venture Capital Corp. (TUVC)	Venture capital	70.0%	70.0%	70.0%

(Continued)

(Continued)

Investor	Name of Subsidiary	Nature of Activities	Proportion of Ownership (%)			Remark
			September 30, 2023	December 31, 2022	September 30, 2022	
Asia Polymer Corporation (APC)			<u>8.3%</u>	<u>8.3%</u>	<u>8.3%</u>	
The Company	Swanson Plastics Corp. (SPC)	Production and sales of stretch film, embossed film and industrial use multi-layer wrap	<u>78.3%</u> 40.6%	<u>78.3%</u> 40.6%	<u>78.3%</u> 40.6%	
Asia Polymer Corporation			8.0%	8.0%	8.0%	
USIFE Investment Co., Ltd.			<u>6.4%</u>	<u>6.4%</u>	<u>6.1%</u>	
The Company	Acme Electronics Corp. (ACME)	Production and sales of manganese-zinc soft ferrite powder	<u>55.0%</u> 29.0%	<u>55.0%</u> 26.9%	<u>54.7%</u> 26.9%	1.
China General Plastics Corporation			1.7%	1.7%	1.7%	
USIFE Investment Co., Ltd.			9.5%	9.3%	9.3%	
Asia Polymer Corporation			3.2%	3.3%	3.3%	
Taita Chemical Company, Ltd.			2.3%	2.4%	2.4%	
APC Investment Corporation			<u>1.5%</u>	<u>1.0%</u>	<u>1.0%</u>	
The Company	USI Optronics Corporation (USIO)	Manufacturing and marketing of sapphire crystal	<u>47.2%</u> 50.9%	<u>44.6%</u> 50.9%	<u>44.6%</u> 50.9%	8.and 14.
Acme Electronics Corp.			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>	

(Continued)

(Continued)

Investor	Name of Subsidiary	Nature of Activities	Proportion of Ownership (%)			Remark
			September 30, 2023	December 31, 2022	September 30, 2022	
Acme Electronics Corp.	ACME Electronics (Cayman) Corp.	Reinvestment business	60.1%	51.3%	51.3%	
Swanlake Traders Ltd.			18.9%	23.1%	23.1%	2.
APC (BVI) Holding Co., Ltd.			13.6%	16.6%	16.6%	
TAITA (BVI) Holding Co.,Ltd.			<u>4.4%</u>	<u>5.4%</u>	<u>5.4%</u>	
Acme Electronics Corp.	Golden Amber Enterprises Limited	Reinvestment business	<u>97.0%</u> <u>100.0%</u>	<u>96.4%</u> <u>100.0%</u>	<u>96.4%</u> <u>100.0%</u>	9.
ACME Electronics (Cayman) Corp.	Acme Electronics (Kunshan) Co., Ltd.	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.	Reinvestment business	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
Golden Amber Enterprises Limited	Acme Electronics (Guang-Zhou) Co., Ltd.	Manufacturing and sales of manganese-zinc soft ferrite core	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
Union Polymer International Investment Corporation	Asia Polymer Corporation (APC)	Production and 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%	
China General Terminal & Distribution Corporation			0.9%	0.9%	0.9%	

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Investor	Name of Subsidiary	Nature of Activities	Proportion of Ownership (%)			Remark
			September 30, 2023	December 31, 2022	September 30, 2022	
USIFE Investment Co., Ltd.			0.3%	0.3%	0.3%	
Taiwan VCM Corporation			-	-	-	
			<u>37.3%</u>	<u>37.3%</u>	<u>37.3%</u>	11. and 14.
Asia Polymer Corporation	APC (BVI) Holding Co., Ltd. (APC (BVI))	Reinvestment business	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	11.
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>	
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%	

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(Continued)

Investor	Name of Subsidiary	Nature of Activities	Proportion of Ownership (%)			Remark
			September 30, 2023	December 31, 2022	September 30, 2022	
USIFE Investment Co., Ltd.			<u>0.4%</u>	<u>0.4%</u>	<u>0.4%</u>	
Taita Chemical Company, Ltd.	TAITA (BVI) Holding Co, Ltd. (TAITA (BVI))	Reinvestment business	<u>37.8%</u> <u>100.0%</u>	<u>37.8%</u> <u>100.0%</u>	<u>37.8%</u> <u>100.0%</u>	14.
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>	4.
	Zhangzhou Taita Chemical Company, Limited (TTCZZ)	Production and sales of polystyrene derivatives	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	3.
Swanlake Traders Ltd.	Zhangzhou USI Trading Co., Ltd. (USIZZ)	Sales of chemical products	70.0%	70.0%	70.0%	
APC (BVI) Holding Co., Ltd.			<u>30.0%</u>	<u>30.0%</u>	<u>30.0%</u>	
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	<u>100.0%</u> 25.0%	<u>100.0%</u> 25.0%	<u>100.0%</u> 25.0%	5.
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>	14.

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Investor	Name of Subsidiary	Nature of Activities	Proportion of Ownership (%)			Remark
			September 30, 2023	December 31, 2022	September 30, 2022	
China General Plastics Corporation	Taiwan VCM Corporation (TVCM)	Manufacturing and marketing of vinyl chloride monomer and related petrochemical products	<u>87.3%</u>	<u>87.3%</u>	<u>87.3%</u>	
	CGPC (BVI) Holding Co., Ltd.	Reinvestment business	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	CGPC America Corporation	Marketing of PVC two-or three-time processed products	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	CGPC Polymer Corporation (CGPCPOL)	Manufacture and marketing of PVC powder	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
Taiwan VCM Corporation	Global Green Technology Corporation (GGT)	Environmental detection services	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	6.
CGPC (BVI) Holding Co., Ltd.	China General Plastics (ZhongShan) Co.,Ltd. (CGPC (ZS))	Manufacturing and marketing of PVC film and third-time processed products	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	CGPC Consumer Products Corporation (CGPC (CP))	Manufacturing and sales of PVC film and third-time processed products	<u>-</u>	<u>100.0%</u>	<u>100.0%</u>	10.
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>	
USIFE Investment Co., Ltd.	Taiwan United Venture Management Corp. (TUVVM)	Business management consulting	<u>100.0%</u> <u>100.0%</u>	<u>100.0%</u> <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>	

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Investor	Name of Subsidiary	Nature of Activities	Proportion of Ownership (%)			Remark
			September 30, 2023	December 31, 2022	September 30, 2022	
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>	
Swanson Plastics Corporation	Swanson Technologies Corporation (STC)	Production, marketing and development of EVA packaging film and other value added plastic products	<u>100.0%</u> 70.0%	<u>100.0%</u> 70.0%	<u>100.0%</u> 70.0%	
APC Investment Corporation			15.0%	15.0%	15.0%	
USIFE Investment Co., Ltd.			<u>15.0%</u>	<u>15.0%</u>	<u>15.0%</u>	
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> <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>	

(Continued)

(Continued)

Investor	Name of Subsidiary	Nature of Activities	Proportion of Ownership (%)			Remark
			September 30, 2023	December 31, 2022	September 30, 2022	
A.S. Holdings (UK) Limited	ASK-Swanson (Kunshan) Co., Ltd.	Production and sales of PE release film and other release products	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
The Company	Ever Conquest Global Limited (ECGL)	Investment business	59.1%	59.1%	59.1%	
Asia Polymer Corporation			<u>40.9%</u>	<u>40.9%</u>	<u>40.9%</u>	
Ever Conquest Global Limited	Ever Victory Global Limited (EVGL)	Investment business	<u>100.0%</u> <u>67.4%</u>	<u>100.0%</u> <u>67.4%</u>	<u>100.0%</u> <u>67.4%</u>	13. 13. and 14.
Ever Victory Global Limited	Dynamic Ever Investments Limited (DEIL)	Investment business	<u>85.0%</u>	<u>85.0%</u>	<u>85.0%</u>	12. and 13.

- 1) USII acquired 0.4% equity from external shareholders of SPC in 2022 based on medium- and long-term investment strategy and the cost of acquisition amounted NT\$7,925 thousand.
- 2) On September 1, 2022, Swanlake acquired 6.47% equity from the external shareholders of Acme Electronics (Cayman) Corp. approved by the Investment Commission, MOEA with the purchase price of NT\$2,879 thousand. After the purchase of equity, the proportion of equity held by the Group in Acme Electronics (Cayman) Corp. increased from 89.95% to 96.42%. As these transactions did not change the Group's control over the subsidiary, it is deemed as an equity transaction. Differences generated from the aforementioned equity transaction were adjusted to decrease in capital surplus of NT\$4,071 thousand and retained earnings of NT\$1,662 thousand, respectively.
- 3) The board of directors of TTC decided on December 3, 2020 to invest RMB314,000 thousand through TAITA (BVI) to establish TTCZZ. The company completed the establishment registration on June 28, 2021, and TAITA (BVI) has injected capital of RMB306,950 thousand on March 8, 2022.
- 4) The management of TTC decided to suspend the main production of expanded polystyrene (EPS) by TTC (TJ) from April 2019 due to the assessment of the demand reduction of its subsidiary TTC (TJ) in the local market. Please refer to Note 14 for relevant explanation.

- 5) In order to sell the products produced by Gulei, the Company and APC resolved on August 13, 2020 and August 12, 2020, respectively, to establish a joint venture company, USIZZ in Fujian Province, China. The company completed registration on March 12, 2022 and the capital was invested by Swanlake and APC (BVI) on June 1, 2022 in the amount of RMB7,000 thousand and RMB3,000 thousand, respectively.
- 6) In order to plan for future pollution remediation, testing and other related businesses and public works/public institution projects to be conducted by an independent company, TVCM invested in GGT as a single corporate shareholder and acquired 100% of the shares for NT\$50,000 thousand. The case was approved by the competent authority for registration on February 11, 2022, with a registered capital of NT\$168,880 thousand.
- 7) The Company acquired 0.1% equity from the external shareholders of CLT in October 2022 based on the medium- and long-term investment strategy, at an acquisition price of NT\$23 thousand.
- 8) On June 14, 2022, the Board of Directors of ACME resolved to issue 3,000 thousand new shares at NT\$10 each for cash. The aforementioned cash capital increase was approved and reported by the FSC on July 22, 2022, with an issue price of NT\$20 per share and a capital increase base date 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.
- 9) 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.

- 10) The board of directors resolved to liquidate CGPC (CP) and finalized its dissolution and liquidation procedures on July 17, 2023.
- 11) In order to sell the products produced by Gulei, the Company resolved on August 3, 2023, to establish a joint venture company, Xiamen USI Trading Co., Ltd. in Xiamen City, Fujian Province, China. The capital for establishment amounted to RMB100,000 thousand (around US\$15,000 thousand). The capital is expected to be raised by Swanlake, APC(BVI) and APC with investment amounts of US\$10,500 thousand, US\$2,500 thousand and US\$2,000 thousand, respectively.
- 12) On November 7, 2023, the Company's board of directors approved the investment by 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, (recorded under other non-current assets) and the verification of capital was completed on October 19, 2023.
- 13) As of September 30, 2023, the Company and APC invested capital amounted to US\$246,670 thousand (around NT\$7,645,981 thousand) and US\$170,475 thousand (around NT\$5,255,587 thousand) in ECGL, respectively, and reinvested in EVGL via ECGL as well as in DEIL. The total ownership percentage of the Group in EVGL is 67.4%. For more detailed explanation, please refer to Note 13.
- 14) Details of subsidiaries that have material non-controlling interests.
The financial statements of major subsidiaries CGPC, TTC, UPIIC, ECGL, EVGL and DEIL and some non-major subsidiaries as ACME, ACME (Cayman), TVCM, CGPCPOL, APC and TAITA (ZS) and TAITA (TJ) included in the consolidated financial statements for the nine months ended September 30, 2023 and 2022 have been reviewed by the auditors, and the financial statements of the remaining subsidiaries were reviewed by auditors.

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

Name of Subsidiary	Proportion of Ownership and Voting Rights Held by Non-controlling Interests		
	September 30, 2023	December 31, 2022	September 30, 2022
CGPC	64.4%	64.4%	64.4%
TTC	62.2%	62.2%	62.2%
ACME	52.8%	55.4%	55.4%
APC	62.7%	62.7%	62.7%
EVGL	32.6%	32.6%	32.6%

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

Name of Subsidiary	Profit (Loss) Allocated to Non-controlling Interests				Non-controlling Interests		
	For the Three Months Ended	For the Three Months Ended	For the Nine Months Ended	For the Nine Months Ended	September 30, 2023	December 31, 2022	September 30, 2022
	September 30, 2023	September 30, 2022	September 30, 2023	September 30, 2022	September 30, 2023	December 31, 2022	September 30, 2022
CGPC	\$ 96,916	(\$ 447,676)	\$ 250,140	(\$ 209,014)	\$6,151,005	\$6,001,047	\$6,010,621
TTC	(\$ 45,610)	\$ 22,914	(\$ 101,439)	\$ 287,892	\$4,273,966	\$4,470,523	\$4,485,716
ACME	(\$ 15,513)	\$ 5,040	(\$ 83,428)	\$ 16,755	\$ 964,989	\$ 758,748	\$ 766,038
APC	\$ 111,290	\$ 306,053	\$ 181,104	\$ 774,918	\$8,531,213	\$8,791,329	\$8,549,881
EVGL	(\$ 105,137)	(\$ 480,457)	(\$ 755,094)	(\$ 1,247,808)	\$3,498,824	\$4,173,312	\$4,701,740

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

	September 30, 2023	December 31, 2022	September 30, 2022
Current assets	\$ 6,971,807	\$ 6,755,051	\$ 6,701,039
Non-current assets	10,537,948	9,928,728	9,770,365
Current liabilities	(3,133,693)	(3,108,612)	(3,032,456)
Non-current liabilities	(4,079,301)	(3,533,939)	(3,472,779)
Equity	<u>\$ 10,296,761</u>	<u>\$ 10,041,228</u>	<u>\$ 9,966,169</u>
Equity attributable to:			
Owners of CGPC	\$ 3,505,680	\$ 3,445,725	\$ 3,379,278
Non-controlling interests of CGPC	6,151,005	6,001,047	6,010,621
Non-controlling interests of CGPC's subsidiaries	<u>640,076</u>	<u>594,456</u>	<u>576,270</u>
	<u>\$ 10,296,761</u>	<u>\$ 10,041,228</u>	<u>\$ 9,966,169</u>

	For the Three Months Ended September 30, 2023	For the Three Months Ended September 30, 2022	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
Revenue	<u>\$ 3,365,608</u>	<u>\$ 3,983,857</u>	<u>\$10,485,625</u>	<u>\$14,130,620</u>
Net profit (loss) for the period	\$ 151,935	(\$ 712,472)	\$ 426,126	(\$ 300,224)
Other comprehensive income (loss)	<u>16,030</u>	<u>20,281</u>	<u>2,500</u>	<u>(2,659)</u>
Total comprehensive income	<u>\$ 167,965</u>	<u>(\$ 692,191)</u>	<u>\$ 428,626</u>	<u>(\$ 302,883)</u>

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	For the Three Months Ended September 30, 2023	For the Three Months Ended September 30, 2022	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
Net profit (loss) attributable to:				
Owners of CGPC	\$ 50,486	(\$ 233,205)	\$ 130,304	(\$ 108,880)
Non-controlling interests of CGPC	96,916	(447,676)	250,140	(209,014)
Non-controlling interests of CGPC's subsidiaries	<u>4,533</u>	<u>(31,591)</u>	<u>45,682</u>	<u>17,670</u>
	<u>\$ 151,935</u>	<u>(\$ 712,472)</u>	<u>\$ 426,126</u>	<u>(\$ 300,224)</u>
Total comprehensive income attributable to:				
Owners of CGPC	\$ 69,319	(\$ 282,593)	\$ 120,066	(\$ 214,967)
Non-controlling interests of CGPC	94,127	(378,059)	262,940	(105,449)
Non-controlling interests of CGPC's subsidiaries	<u>4,519</u>	<u>(31,539)</u>	<u>45,620</u>	<u>17,533</u>
	<u>\$ 167,965</u>	<u>(\$ 692,191)</u>	<u>\$ 428,626</u>	<u>(\$ 302,883)</u>
Cash flow			For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
Operating activities			\$ 1,079,378	\$ 775,478
Investing activities			(1,212,106)	(1,117,590)
Financing activities			564,956	586,618
Effects of exchange rate changes			<u>2,758</u>	<u>(3,115)</u>
Net cash inflow			<u>\$ 434,986</u>	<u>\$ 241,391</u>
Dividends paid to non-controlling interests			<u>\$ 114,611</u>	<u>\$ 955,096</u>

TTC and TTC's subsidiaries

	September 30, 2023	December 31, 2022	September 30, 2022
Current assets	\$ 5,600,516	\$ 6,006,957	\$ 6,587,507
Non-current assets	3,398,232	3,233,919	3,178,912
Current liabilities	(1,765,092)	(1,357,962)	(1,650,054)
Non-current liabilities	<u>(367,970)</u>	<u>(676,700)</u>	<u>(891,731)</u>
Equity	<u>\$ 6,865,686</u>	<u>\$ 7,206,214</u>	<u>\$ 7,224,634</u>
Equity attributable to:			
Owners of TTC	\$ 2,591,720	\$ 2,735,691	\$ 2,738,918
Non-controlling interests of TTC	<u>4,273,966</u>	<u>4,470,523</u>	<u>4,485,716</u>
	<u>\$ 6,865,686</u>	<u>\$ 7,206,214</u>	<u>\$ 7,224,634</u>

	For the Three Months Ended September 30, 2023	For the Three Months Ended September 30, 2022	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
Revenue	<u>\$ 3,980,713</u>	<u>\$ 4,688,096</u>	<u>\$ 11,143,463</u>	<u>\$ 14,239,420</u>
Net (loss) profit for the period	(\$ 72,023)	\$ 36,184	(\$ 160,183)	\$ 454,612
Other comprehensive income (loss)	<u>79,694</u>	<u>(7,096)</u>	<u>16,390</u>	<u>(134,482)</u>
Total comprehensive income	<u>\$ 7,671</u>	<u>\$ 29,088</u>	<u>(\$ 143,793)</u>	<u>\$ 320,130</u>
Net (loss) profit attributable to:				
Owners of TTC	(\$ 26,413)	\$ 13,270	(\$ 58,744)	\$ 166,720
Non-controlling interests of TTC	<u>(45,610)</u>	<u>22,914</u>	<u>(101,439)</u>	<u>287,892</u>
	<u>(\$ 72,023)</u>	<u>\$ 36,184</u>	<u>(\$ 160,183)</u>	<u>\$ 454,612</u>
Total comprehensive income attributable to:				
Owners of TTC	(\$ 2,382)	\$ 2,406	(\$ 65,312)	\$ 86,352
Non-controlling interests of TTC	<u>10,053</u>	<u>26,682</u>	<u>(78,481)</u>	<u>233,778</u>
	<u>\$ 7,671</u>	<u>\$ 29,088</u>	<u>(\$ 143,793)</u>	<u>\$ 320,130</u>
			For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
Cash flow				
Operating activities			\$ 149,902	\$ 776,945
Investing activities			(285,531)	(38,171)
Financing activities			(300,771)	(710,435)
Effects of exchange rate changes			<u>31,020</u>	<u>47,375</u>
Net cash (outflow) inflow			<u>(\$ 405,380)</u>	<u>\$ 75,714</u>
Dividends paid to non-controlling interests			<u>\$ 125,890</u>	<u>\$ 479,581</u>

ACME and ACME's subsidiaries

	<u>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
Current assets	\$ 2,136,024	\$ 2,355,001	\$ 2,515,445
Non-current assets	2,562,061	2,423,891	2,352,864
Current liabilities	(800,809)	(1,182,908)	(1,623,492)
Non-current liabilities	<u>(1,484,872)</u>	<u>(1,607,905)</u>	<u>(1,249,915)</u>
Equity	<u>\$ 2,412,404</u>	<u>\$ 1,988,079</u>	<u>\$ 1,994,902</u>
Equity attributable to:			
Owners of ACME	\$ 868,006	\$ 618,955	\$ 629,585
Non-controlling interests of ACME	964,989	758,748	766,038
Non-controlling interests of ACME's subsidiaries	<u>579,409</u>	<u>610,376</u>	<u>599,279</u>
	<u>\$ 2,412,404</u>	<u>\$ 1,988,079</u>	<u>\$ 1,994,902</u>

	For the Three Months Ended September 30, 2023	For the Three Months Ended September 30, 2022	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
Revenue	<u>\$ 620,681</u>	<u>\$ 783,878</u>	<u>\$ 1,867,191</u>	<u>\$ 2,312,766</u>
Net (loss) profit for the period	(\$ 42,798)	\$ 1,226	(\$ 190,938)	\$ 21,388
Other comprehensive income	<u>79,074</u>	<u>12,036</u>	<u>17,460</u>	<u>38,355</u>
Total comprehensive income	<u>\$ 36,276</u>	<u>\$ 13,262</u>	<u>(\$ 173,478)</u>	<u>\$ 59,743</u>
Net (loss) profit attributable to:				
Owners of ACME	(\$ 13,714)	\$ 4,024	(\$ 73,750)	\$ 13,376
Non-controlling interests of ACME	(15,513)	5,040	(83,428)	16,755
Non-controlling interests of ACME's subsidiaries	(<u>13,571</u>)	(<u>7,838</u>)	(<u>33,760</u>)	(<u>8,743</u>)
	<u>(\$ 42,798)</u>	<u>\$ 1,226</u>	<u>(\$ 190,938)</u>	<u>\$ 21,388</u>
Total comprehensive income attributable to:				
Owners of ACME	\$ 13,700	\$ 8,466	(\$ 66,155)	\$ 26,886
Non-controlling interests of ACME	15,496	10,605	(74,838)	33,679
Non-controlling interests of ACME's subsidiaries	<u>7,080</u>	(<u>5,809</u>)	(<u>32,485</u>)	(<u>822</u>)
	<u>\$ 36,276</u>	<u>\$ 13,262</u>	<u>(\$ 173,478)</u>	<u>\$ 59,743</u>
			For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
Cash flow				
Operating activities			\$ 334,397	(\$ 233,611)
Investing activities			(318,580)	(460,037)
Financing activities			111,256	470,302
Effects of exchange rate changes			<u>10,943</u>	<u>9,014</u>
Net cash Inflows (outflow)			<u>\$ 138,016</u>	<u>(\$ 214,332)</u>

APC and APC's subsidiaries

	<u>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
Current assets	\$ 3,269,604	\$ 3,784,733	\$ 3,236,015
Non-current assets	12,001,124	12,605,336	12,906,519
Current liabilities	(885,576)	(1,550,109)	(1,083,666)
Non-current liabilities	(715,191)	(623,002)	(1,192,306)
Equity	<u>\$ 13,669,961</u>	<u>\$ 14,216,958</u>	<u>\$ 13,866,562</u>
Equity attributable to:			
Owners of the APC	\$ 5,138,748	\$ 5,425,629	\$ 5,316,681
Non-controlling interests of APC	<u>8,531,213</u>	<u>8,791,329</u>	<u>8,549,881</u>
	<u>\$ 13,669,961</u>	<u>\$ 14,216,958</u>	<u>\$ 13,866,562</u>

	<u>For the Three Months Ended September 30, 2023</u>	<u>For the Three Months Ended September 30, 2022</u>	<u>For the Nine Months Ended September 30, 2023</u>	<u>For the Nine Months Ended September 30, 2022</u>
Revenue	<u>\$ 1,811,511</u>	<u>\$ 2,821,671</u>	<u>\$ 5,040,014</u>	<u>\$ 7,311,466</u>
Net profit for the period	\$ 164,503	\$ 452,393	\$ 267,699	\$ 1,145,445
Other comprehensive loss	(102,791)	(143,062)	(95,609)	(959,714)
Total comprehensive income	<u>\$ 61,712</u>	<u>\$ 309,331</u>	<u>\$ 172,090</u>	<u>\$ 185,731</u>
Net profit attributable to:				
Owners of APC	\$ 53,213	\$ 146,340	\$ 86,595	\$ 370,527
Non-controlling interests of APC	<u>111,290</u>	<u>306,053</u>	<u>181,104</u>	<u>774,918</u>
	<u>\$ 164,503</u>	<u>\$ 452,393</u>	<u>\$ 267,699</u>	<u>\$ 1,145,445</u>
Total comprehensive income attributable to:				
Owners of APC	(\$ 3,501)	\$ 187,012	(\$ 47,845)	(\$ 169,027)
Non-controlling interests of APC	<u>65,213</u>	<u>122,319</u>	<u>219,935</u>	<u>354,758</u>
	<u>\$ 61,712</u>	<u>\$ 309,331</u>	<u>\$ 172,090</u>	<u>\$ 185,731</u>

	<u>For the Nine Months Ended September 30, 2023</u>	<u>For the Nine Months Ended September 30, 2022</u>
Cash flow		
Operating activities	\$ 315,540	\$ 2,550,117
Investing activities	(154,563)	157,843
Financing activities	(742,626)	(2,662,187)
Effects of exchange rate changes	<u>9,417</u>	<u>20,773</u>
Net cash (outflow) inflow	<u>(\$ 572,232)</u>	<u>\$ 66,546</u>
Dividends paid to non-controlling interests	<u>\$ 482,017</u>	<u>\$ 1,205,042</u>

EVGL and EVGL's subsidiaries

	<u>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>	
Current assets	\$ 1,383,592	\$ 1,384,612	\$ 1,420,112	
Non-current assets	11,074,476	13,527,463	15,393,827	
Current liabilities	(10,158)	(14,868)	(13,561)	
Equity	<u>\$ 12,447,910</u>	<u>\$ 14,897,207</u>	<u>\$ 16,800,378</u>	
Equity attributable to:				
Owners of EVGL	\$ 7,234,643	\$ 8,629,305	\$ 9,721,957	
Non-controlling interests of EVGL	3,498,824	4,173,312	4,701,740	
Non-controlling interests of EVGL's subsidiaries	<u>1,714,443</u>	<u>2,094,590</u>	<u>2,376,681</u>	
	<u>\$ 12,447,910</u>	<u>\$ 14,897,207</u>	<u>\$ 16,800,378</u>	
	<u>For the Three Months Ended September 30, 2023</u>	<u>For the Three Months Ended September 30, 2022</u>	<u>For the Nine Months Ended September 30, 2023</u>	<u>For the Nine Months Ended September 30, 2022</u>
Loss for the period	(\$ 381,797)	(\$ 1,734,939)	(\$ 2,731,577)	(\$ 4,504,784)
Other comprehensive income	<u>512,726</u>	<u>249,391</u>	<u>282,280</u>	<u>731,458</u>
Total comprehensive income	<u>\$ 130,929</u>	<u>(\$ 1,485,548)</u>	<u>(\$ 2,449,297)</u>	<u>(\$ 3,773,326)</u>
Loss attributable to:				
Owners of EVGL	(\$ 217,396)	(\$ 993,458)	(\$ 1,561,334)	(\$ 2,580,136)
Non-controlling interests of EVGL	(105,137)	(480,457)	(755,094)	(1,247,808)
Non-controlling interests of EVGL's subsidiaries	<u>(59,264)</u>	<u>(261,024)</u>	<u>(415,149)</u>	<u>(676,840)</u>
	<u>(\$ 381,797)</u>	<u>(\$ 1,734,939)</u>	<u>(\$ 2,731,577)</u>	<u>(\$ 4,504,784)</u>
Total comprehensive income attributable to:				
Owners of EVGL	\$ 79,939	(\$ 844,409)	(\$ 1,394,662)	(\$ 2,148,738)
Non-controlling interests of EVGL	38,659	(408,374)	(674,488)	(1,039,174)
Non-controlling interests of EVGL's subsidiaries	<u>12,331</u>	<u>(232,765)</u>	<u>(380,147)</u>	<u>(585,414)</u>
	<u>\$ 130,929</u>	<u>(\$ 1,485,548)</u>	<u>(\$ 2,449,297)</u>	<u>(\$ 3,773,326)</u>
			<u>For the Nine Months Ended September 30, 2023</u>	<u>For the Nine Months Ended September 30, 2022</u>
Cash flow				
Operating activities			\$ 32,232	\$ 512
Investing activities			(91,402)	-
Effects of exchange rate changes			<u>68,974</u>	<u>180,818</u>
Net cash inflow			<u>\$ 9,804</u>	<u>\$ 181,330</u>

13. INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

	<u>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
Investments in joint ventures			
Associates that are individually material			
Fujian Gulei Petrochemical Co., Ltd. (Gulei)	\$ <u>10,981,383</u>	\$ <u>13,527,463</u>	\$ <u>15,393,828</u>
Investments in associates			
Investments in associates that are not individually material			
Delmind Inc. (Delmind)	78,397	83,922	87,189
Chem Union Renewable Energy Corporation (CURE)	<u>9,898</u>	<u>-</u>	<u>-</u>
	<u>88,295</u>	<u>83,922</u>	<u>87,189</u>
	<u>\$ 11,069,678</u>	<u>\$ 13,611,385</u>	<u>\$ 15,481,017</u>

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

DEIL and Fujian Refining and Chemical Co. signed "Fujian Gulei Petrochemical Corporation Limited Joint Venture Contract" which stipulated an increase in the investment amount, and this contract led to part of the original related contract entities being unable to keep their respective investment ratios as provided by the original contract or to participate in the subsequent capital increase procedures. In order to meet the business requirement of the original contract, the Company and APC resigned the

joint venture contract on September 30, 2016 and added a new contractually promised related entity, CTCI Corp. On December 18, 2019, the Company and APC again resigned the joint venture contract and added new contractually promised related entities, Fubon Financial Holding Venture Capital Corporation and Hongfu Investment Co., Ltd.

In order to enrich the working capital of 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 has been contributed as of September 30, 2023 to acquire 15% equity in DEIL.

As of September 30, 2023, the Company and APC cumulatively invested US\$246,670 thousand (approximately NT\$7,645,981 thousand) and US\$170,475 thousand (approximately NT\$5,255,587 thousand) in ECGL, respectively, and reinvested in EVGL via ECGL as well as in DEIL. The Company and APC together hold 67.4% shares in EVGL in total. DEIL has invested capital amounted to 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 September 30, 2023, December 31 and September 30, 2022.

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

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

	<u>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
Cash	\$ 4,796,642	\$ 8,680,668	\$ 2,896,701
Current assets	\$ 23,239,127	\$ 23,308,566	\$ 29,694,519
Non-current assets	101,615,214	103,732,189	106,429,450
Current liabilities	(40,401,857)	(37,477,886)	(42,835,101)
Non-current liabilities	(62,489,718)	(62,507,943)	(62,501,212)
Equity	21,962,766	27,054,926	30,787,656
Proportion of the Group's ownership	50%	50%	50%
Equity attributable to the Group	<u>\$ 10,981,383</u>	<u>\$ 13,527,463</u>	<u>\$ 15,393,828</u>
Carrying amount	<u>\$ 10,981,383</u>	<u>\$ 13,527,463</u>	<u>\$ 15,393,828</u>

	<u>For the Three Months Ended September 30, 2023</u>	<u>For the Three Months Ended September 30, 2022</u>	<u>For the Nine Months Ended September 30, 2023</u>	<u>For the Nine Months Ended September 30, 2022</u>
Revenue	\$ 18,886,575	\$ 16,137,562	\$ 51,686,118	\$ 55,455,545
Net loss for the period/total comprehensive loss	(\$ 785,749)	(\$ 3,467,544)	(\$ 5,515,390)	(\$ 8,984,732)

The share of profit and loss and other comprehensive income of a joint venture and the Group using the equity method for the nine months ended September 30, 2023 and 2022 shall be calculated on the basis of the financial statements which have not been reviewed by auditors.

b. Summarized information of associates that are 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, 2012, the Company completed the registration of the establishment of CURE with a registered capital of NT\$30,000 thousand and the Company holds 33.3% of the shares of CURE.

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

	For the Three Months Ended September 30, 2023	For the Three Months Ended September 30, 2022	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
The Group's share of:				
Loss for the period	(\$ 1,727)	(\$ 1,967)	(\$ 5,628)	(\$ 2,811)

The share of profit and loss and other comprehensive income of associates and the Group using the equity method for the nine months ended September 30, 2023 and 2022 shall be calculated on the basis of the financial statements which have not been reviewed by CPAs.

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

	September 30, 2023	December 31, 2022	September 30, 2022
Freehold Land	\$ 4,715,293	\$ 4,715,293	\$ 4,689,001
Land improvements	20,087	22,029	7,438
Buildings and Improvements	3,838,184	3,829,355	3,783,441
Machinery and Equipment	12,303,591	11,119,442	10,925,229
Transportation equipment	40,904	42,634	37,736
Other equipment	307,535	319,771	310,464
Construction in progress and equipment under installation	5,057,259	5,471,580	5,556,703
	<u>\$ 26,282,853</u>	<u>\$ 25,520,104</u>	<u>\$ 25,310,012</u>

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

In cooperation with the Taiwan International Ports Corporation, Ltd. (Ports Co.), Ministry of Transportation and Communications, to relocate the petrochemical oil storage tank facilities of the old port area operators, CGTD leased the port facilities and storage areas of the Kaohsiung Port Intercontinental Container Center Second Phase Petrochemical Oil Storage and Transportation Center from Ports Co., the lease period being from August 1, 2017 to July 31, 2042, rent paid quarterly. In addition, the 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 September 30, 2023, the Group had paid NT\$2,502,571 thousand for the project, which was accounted for under construction in progress.

Due to shrinking demand of EPS in the local market, the main product of Taita Chemical (Tianjin) Co., Ltd. ("TAITA (TJ)"), the management decided to suspend the production of

TAITA (TJ) starting from April 2019. AITA (TJ) determined the recoverable amounts of the property, plant and equipment (including right -of-use assets), on the basis of fair values less costs of disposal. The fair value was measured by Level 3 inputs as at December 31, 2022 and 2021 by an independent appraisal company. The assessment was a revaluation of the replacement cost and economic useful life of the property, plant and equipment within the assessment scope. As evaluated by the management of the Group, there was no significant change in fair value as of September 30, 2023 and 2022, compared to December 31, 2022 and 2021.

No impairment or reversal was made on the property, plant and equipment of the Group for the nine months ended September 30, 2023 and 2022.

SPC has completed the construction and acceptance of the plant before the end of 2022, which is expected to be sold and transferred in the future, thus transferring NT\$178,157 thousand of relevant buildings and structures to non-current assets available for sale. The disposal has been 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	2-55 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 35.

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

15. LEASE ARRANGEMENTS

a. Right-of-use assets

	<u>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
Carrying amount of right-of-use assets			
Leasehold land	\$ 1,883,125	\$ 1,090,942	\$ 1,106,782
Land use rights	590,503	388,680	405,105
Buildings	87,335	82,699	82,199
Machinery and Equipment	61,864	71,104	75,633
Transportation equipment	<u>788</u>	<u>1,229</u>	<u>1,376</u>
	<u>\$ 2,623,615</u>	<u>\$ 1,634,654</u>	<u>\$ 1,671,095</u>
	<u>For the Three Months Ended September 30, 2023</u>	<u>For the Three Months Ended September 30, 2022</u>	<u>For the Nine Months Ended September 30, 2023</u>
			<u>For the Nine Months Ended September 30, 2022</u>
Addition for right-of-use assets			<u>\$ 1,094,734</u>
Depreciation expense of right-of-use assets			<u>\$ 983,886</u>
Leasehold land	\$ 26,972	\$ 8,406	\$ 77,250
Land use rights	5,679	4,479	15,290
Buildings	7,030	6,486	20,946
Machinery and Equipment	3,476	3,505	10,422
Transportation equipment	<u>147</u>	<u>147</u>	<u>441</u>
	<u>\$ 43,304</u>	<u>\$ 23,023</u>	<u>\$ 124,349</u>
			<u>\$ 60,506</u>

Except for the recognition of depreciation expense, the Group's right-of-use assets did not experience significant sub-lease or impairments for the nine months ended September 30, 2023 and 2022.

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

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

b. Lease liabilities

	<u>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
Carrying amount of lease liabilities			
Current	<u>\$ 147,454</u>	<u>\$ 102,435</u>	<u>\$ 104,566</u>
Non-current	<u>\$ 2,002,161</u>	<u>\$ 1,262,591</u>	<u>\$ 1,282,511</u>

Range of discount rate for lease liabilities was as follows:

	<u>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
Leasehold land	0.83% ~ 9.25%	0.83% ~ 9.25%	0.83% ~ 9.25%
Buildings	0.83% ~ 8.00%	0.83% ~ 4.75%	1.04% ~ 1.25%
Machinery and Equipment	1.11% ~ 1.93%	1.11%	1.04% ~ 1.25%
Transportation equipment	1.06% ~ 1.25%	1.06% ~ 1.25%	1.06% ~ 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 September 30, 2023</u>	<u>For the Three Months Ended September 30, 2022</u>	<u>For the Nine Months Ended September 30, 2023</u>	<u>For the Nine Months Ended September 30, 2022</u>
Expenses relating to short-term leases	<u>\$ 10,327</u>	<u>\$ 6,540</u>	<u>\$ 31,276</u>	<u>\$ 28,669</u>
Expenses relating to low-value asset leases	<u>\$ 704</u>	<u>\$ 721</u>	<u>\$ 2,095</u>	<u>\$ 799</u>
Expenses relating to variable lease payments not included in the measurement of lease liabilities	<u>\$ 17,504</u>	<u>\$ 23,661</u>	<u>\$ 52,435</u>	<u>\$ 62,998</u>
Total cash (outflow) for leases			<u>(\$ 228,369)</u>	<u>(\$ 159,499)</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

	<u>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
Completed investment properties			
Land	\$ 198,506	\$ 198,760	\$ 198,296
Buildings	279,368	291,878	300,674
Right-of-use assets	<u>121,787</u>	<u>133,924</u>	<u>138,456</u>
	<u>\$ 599,661</u>	<u>\$ 624,562</u>	<u>\$ 637,426</u>

	Land	Buildings	Right-of-use assets	Total
<u>Cost</u>				
Balance as of January 1, 2023	\$ 202,729	\$ 693,434	\$ 206,337	\$ 1,102,500
Additions	848	-	24	872
Disposals	-	-	(139)	(139)
Reclassification	(1,102)	-	73	(1,029)
Net foreign currency exchange differences	-	11,716	1,877	13,593
Balance as of September 30, 2023	<u>\$ 202,475</u>	<u>\$ 705,150</u>	<u>\$ 208,172</u>	<u>\$ 1,115,797</u>
<u>Accumulated depreciation and impairment</u>				
Balance as of January 1, 2023	\$ 3,969	\$ 401,556	\$ 72,413	\$ 477,938
Depreciation expense	-	16,757	13,670	30,427
Disposals	-	-	(22)	(22)
Reclassification	-	-	14	14
Net foreign currency exchange differences	-	7,469	310	7,779
Balance as of September 30, 2023	<u>\$ 3,969</u>	<u>\$ 425,782</u>	<u>\$ 86,385</u>	<u>\$ 516,136</u>
Net amount as of September 30, 2023	<u>\$ 198,506</u>	<u>\$ 279,368</u>	<u>\$ 121,787</u>	<u>\$ 599,661</u>
<u>Cost</u>				
Balance as of January 1, 2022	\$ 207,993	\$ 732,677	\$ 203,304	\$ 1,143,974
Additions	1,036	2,214	-	3,250
Reclassification	(6,764)	(54,890)	-	(61,654)
Net foreign currency exchange differences	-	21,662	2,874	24,536
Balance as of September 30, 2022	<u>\$ 202,265</u>	<u>\$ 701,663</u>	<u>\$ 206,178</u>	<u>\$ 1,110,106</u>
<u>Accumulated depreciation and impairment</u>				
Balance as of January 1, 2022	\$ 3,969	\$ 374,732	\$ 53,928	\$ 432,629
Depreciation expense	-	18,747	13,469	32,216
Reclassification	-	(4,845)	-	(4,845)
Net foreign currency exchange differences	-	12,355	325	12,680
Balance as of September 30, 2022	<u>\$ 3,969</u>	<u>\$ 400,989</u>	<u>\$ 67,722</u>	<u>\$ 472,680</u>
Net amount as of September 30, 2022	<u>\$ 198,296</u>	<u>\$ 300,674</u>	<u>\$ 138,456</u>	<u>\$ 637,426</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 September 30, 2023, December 31 and September 30, 2022 is as follows:

	<u>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
Year 1	\$ 60,021	\$ 74,738	\$ 88,298
Year 2	39,167	42,284	51,715
Year 3	34,493	21,461	23,020
Year 4	27,591	14,859	16,382
Year 5	25,648	11,942	12,914
More than 5 years	<u>19,236</u>	<u>16,455</u>	<u>19,197</u>
	<u>\$ 206,156</u>	<u>\$ 181,739</u>	<u>\$ 211,526</u>

Except for the recognition of depreciation expense, the Group's investment properties did not experience significant additions, disposals, and impairments for the nine months ended September 30, 2023 and 2022.

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

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

Part of the Group's investment properties is located in the Toufen and Linyuan Industrial District. As these districts are designated for industrial use, the information on comparable market transactions are uncommon and alternative reliable measurements of the fair value estimates are not available. 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 September 30, 2023, December 31 and September 30, 2022 were as follows:

	<u>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
Fair Value	<u>\$ 1,653,503</u>	<u>\$ 1,555,675</u>	<u>\$ 1,568,030</u>

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

17. GOODWILL AND OTHER INTANGIBLE ASSETS

	<u>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
Goodwill a.	<u>\$ 270,211</u>	<u>\$ 270,211</u>	<u>\$ 270,211</u>
Other intangible assets b.			
Technology royalties and patent right	\$ 233	\$ 533	\$ 633
Computer software	14,888	15,082	6,870
Plant design fee	800	2,001	2,401
Field project	<u>29,415</u>	<u>30,658</u>	<u>31,072</u>
	<u>\$ 45,336</u>	<u>\$ 48,274</u>	<u>\$ 40,976</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 September 30, 2023 and 2022.

b. Other intangible assets

Except for the recognition of amortization expenses, the Group's other intangible assets did not experience significant additions, disposals, and impairments for the nine months ended September 30, 2023 and 2022.

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

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

18. BORROWINGS

a. Short-term borrowings

	<u>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
<u>Unsecured borrowings</u>			
- Line of credit borrowings	<u>\$ 2,636,480</u>	<u>\$ 2,400,326</u>	<u>\$ 2,559,190</u>
The range of interest rate	1.66% ~ 7.51%	1.06% ~ 7.62%	1.06% ~ 5.45%

b. Short-term bills payable

	<u>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
Commercial note payable	\$ 80,000	\$ 291,000	\$ 406,000
Less: Unamortized discount on bills payable	(8)	(387)	(224)
	<u>\$ 79,992</u>	<u>\$ 290,613</u>	<u>\$ 405,776</u>
The range of interest rate	1.76%	1.66% ~ 1.85%	1.11% ~ 1.448%

c. Long-term borrowings

	<u>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
Secured loans	\$ 1,057,873	\$ 1,000,000	\$ 1,000,000
Credit borrowings	<u>5,294,371</u>	<u>5,366,223</u>	<u>5,270,623</u>
Sub-total	6,352,244	6,366,223	6,270,623
Less: Maturity within one year	(<u>610</u>)	<u>-</u>	<u>-</u>
Long-term borrowings	<u>\$ 6,351,634</u>	<u>\$ 6,366,223</u>	<u>\$ 6,270,623</u>
The range of interest rate			
Secured loans	1.45% ~ 4.35%	1.45%	1.19%
Credit borrowings	0.89% ~ 1.95%	0.76% ~ 1.96%	0.63% ~ 1.80%

The Company entered into medium- and long-term credit contracts with banks to replenish the medium- and long-term working capital. The contract will be effective up to June 2026 with a total credit limit of NT\$4,300,000 thousand, which is used cyclically during the validity period.

UPIIC entered into medium- and long-term credit contracts with banks to replenish the medium- and long-term working capital. The contract will be effective up to August 2026 with a total credit limit of NT\$1,000,000 thousand, which is used cyclically during the validity period.

CGPC entered into medium- and long-term credit contracts with banks to replenish the medium- and long-term working capital. The contract will be effective up to July 2026 with a total credit limit of NT\$1,800,000 thousand, which is used cyclically during the validity period.

CGPCPOL entered into medium- and long-term credit contracts with banks to replenish the medium- and long-term working capital. The contract will be effective up to July 2026 with a total credit limit of NT\$1,100,000 thousand, which is used cyclically during the validity period.

TVCM entered into medium- and long-term credit contracts with banks to replenish the medium- and long-term working capital. The contract will be effective up to November 2025 with a total credit limit NT\$300,000 thousand, which is used cyclically during the validity period.

TTC entered into medium- and long-term credit contracts with banks to replenish the medium- and long-term working capital. The contract will be effective up to August 2026 with a total credit limit of NT\$2,300,000 thousand, which is used cyclically during the validity period.

APC entered into medium- and long-term credit contracts with banks to replenish the medium- and long-term working capital. The contract will be effective up to August

2026 with a total credit limit of NT\$5,300,000 thousand, which is used cyclically during the validity period.

ACME entered into medium- and long-term credit contracts with banks to replenish the medium- and long-term working capital. The contract will be effective up to May 2044 with a total credit limit of NT\$2,423,005 thousand, which is used cyclically during the validity period.

SPC entered into medium- and long-term credit contracts with banks to replenish the medium- and long-term working capital. The contract will be effective up to August, 2026 with a total credit limit of NT\$1,450,000 thousand, which is used cyclically during the validity period.

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

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 September 30, 2023, 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\$6,586,000 thousand in accordance with the "Action Plan for Accelerated Investment by Domestic Corporations" and "Action Plan for Accelerated Investment by SMEs," and has used NT\$4,222,000 thousand in September 2023, 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

	<u>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
Domestic unsecured bonds 106-1 - issuance on October 27, 2017, 5 years, total amount NT\$2,000,000 thousand, coupon rate 1.10%, bullet repayment	\$ -	\$ -	\$ 2,000,000
Domestic unsecured bonds 108-1 - issuance on April 26, 2019, 5 years, total amount NT\$2,000,000 thousand, coupon rate 0.98%, bullet repayment	2,000,000	2,000,000	2,000,000
Domestic unsecured bonds A 110-1 - issuance on June 23 2021, 5 years, total amount NT\$1,000,000 thousand, coupon rate 0.63%, bullet repayment, repaid NT\$500,000 thousand in the 4th and 5th years respectively from the issuance date	1,000,000	1,000,000	1,000,000
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 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	8,000,000
Discounts on bonds payable	(<u>5,917</u>)	(<u>7,772</u>)	(<u>8,453</u>)
	5,994,083	5,992,228	7,991,547
Less: Maturity within one year	(<u>1,999,491</u>)	-	(<u>1,999,934</u>)
	<u>\$ 3,994,592</u>	<u>\$ 5,992,228</u>	<u>\$ 5,991,613</u>

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

In October 2017, the Company applied for the first issuance of unsecured ordinary corporate bonds issued in 2017 with the amount of NT\$2,000,000 thousand in order to reimburse the

bank loans, and the unsecured ordinary corporate bonds with a 5-year maturity, due for repayment, were all issued in October 2017. The Company repaid due in October 2022.

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

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

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

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

20. ACCOUNTS PAYABLE

	<u>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
<u>Operating</u>			
Accounts payable	<u>\$ 2,925,549</u>	<u>\$ 3,349,040</u>	<u>\$ 3,172,473</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>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
<u>Current</u>			
Other payables			
Payables for salaries and bonuses	\$ 800,971	\$ 910,720	\$ 832,873
Payables for purchases of equipment	402,985	292,673	293,423
Payables for water and electricity and gas	345,885	273,101	304,144
Payables for fares	148,956	184,562	219,445
Payable for taxes	53,561	36,932	81,397
Dividends payable	50,513	27,294	23,063
Payables for insurance	38,094	40,077	38,949
Payables for interests	29,632	30,242	50,723
Others	<u>539,650</u>	<u>466,773</u>	<u>508,163</u>
	2,410,247	2,262,374	2,352,180
Other liabilities			
Refund liabilities	<u>27,233</u>	<u>28,247</u>	<u>25,209</u>
	<u>\$ 2,437,480</u>	<u>\$ 2,290,621</u>	<u>\$ 2,377,389</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 balance sheet date. The provision is recognized as a reduction of operating income in the periods in which the related goods are sold.

22. PROVISIONS

	<u>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</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 36 for the explanation related to the provision.

23. RETIREMENT BENEFIT PLANS

For the three months ended and for the nine months ended September 30, 2023 and 2022 the pension costs associated with the defined benefit plan are calculated at the pension cost rates as determined by actuarial calculations as at December 31, 2022 and 2021 and are separately recognized as the following items:

	For the Three Months Ended September 30, 2023	For the Three Months Ended September 30, 2022	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
Operating costs	\$ 5,101	\$ 5,267	\$ 15,216	\$ 15,561
Selling and marketing expenses	534	550	1,613	1,664
Administrative expenses	3,223	3,857	4,382	5,130
R&D Expenses	<u>265</u>	<u>235</u>	<u>770</u>	<u>690</u>
	<u>\$ 9,123</u>	<u>\$ 9,909</u>	<u>\$ 21,981</u>	<u>\$ 23,045</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 September 30, 2023, December 31 and September 30, 2022, the amount of unamortized deferred revenues (recorded as other non-current liabilities) were RMB8,208 thousand (NT\$36,893 thousand), RMB7,303 thousand (NT\$32,201 thousand) and RMB7,435 thousand (NT\$33,250 thousand), respectively.

25. EQUITY

	<u>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
Share capital	\$ 11,887,635	\$ 11,887,635	\$ 11,887,635
Capital surplus	475,557	449,960	446,542
Retained earnings	11,894,065	12,625,207	12,046,539
Other equity	139,572	8,896	282,238
Treasury shares	(475,606)	(475,606)	(475,606)
Non-controlling interests	<u>25,391,834</u>	<u>26,428,793</u>	<u>27,196,864</u>
	<u>\$ 49,313,057</u>	<u>\$ 50,924,885</u>	<u>\$ 51,384,212</u>

a. Share capital

	<u>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</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 December 31, 2022 and 2021 as approved in the shareholders' meetings on May 31, 2023 and May 31, 2022, respectively, were as follows:

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

d. Other equity

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

	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
Beginning balance	(\$ 371,193)	(\$ 710,973)
Recognized for the period		
Exchange differences on translating the financial statements of foreign operations	276,236	652,810
Related income tax	(<u>45,587</u>)	(<u>111,364</u>)
Ending balance	(<u>\$ 140,544</u>)	(<u>\$ 169,527</u>)

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

	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
Beginning balance	\$ 380,089	\$ 795,331
Recognized for the period		
Unrealized gains (losses)		
Equity instruments	(105,139)	(342,659)
Related income tax	71	124
Cumulative unrealized gain (loss) of equity instruments transferred to retained earnings due to disposals	<u>5,095</u>	(<u>1,031</u>)
Ending balance	<u>\$ 280,116</u>	<u>\$ 451,765</u>

e. Non-controlling interests

	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
Beginning balance	\$ 26,428,793	\$ 30,182,962
Cash dividends distributed by subsidiaries	(722,518)	(2,804,905)
Loss for the period	(935,406)	(1,060,743)
Other comprehensive income (loss) in the period		
Exchange differences on translating the financial statements of foreign operations	304,488	704,627
Income tax relating to exchange difference on translating foreign operations	(24,864)	(53,698)
Unrealized gain (loss) on financial assets at FVTOCI	86,169	267,022
Income tax relating to unrealized gain on financial assets at FVTOCI	148	260
Adjustments relating to changes accounted for using the equity method	55,554	98
Change in non-controlling interests	<u>199,470</u>	(<u>38,759</u>)
Ending balance	<u>\$ 25,391,834</u>	<u>\$ 27,196,864</u>

f. Treasury shares

<u>Purpose of Buy-Back</u>	<u>Beginning Number of Shares (In Thousands of Shares)</u>	<u>Increase During the Period</u>	<u>Decrease During the Period</u>	<u>Ending Number of Shares (In Thousands of Shares)</u>
<u>For the Nine Months Ended</u>				
<u>September 30, 2023</u>				
Transfer from investment shares to treasury shares held by subsidiaries under equity method	<u>116,466</u>	<u>-</u>	<u>-</u>	<u>116,466</u>
<u>For the Nine Months Ended</u>				
<u>September 30, 2022</u>				
Transfer from investment shares to treasury shares held by subsidiaries under equity method	<u>116,466</u>	<u>-</u>	<u>-</u>	<u>116,466</u>

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

<u>Name of Subsidiary</u>	<u>Number of Shares Held (In Thousands of Shares)</u>	<u>Carrying Amount</u>	<u>Per Share</u>
<u>September 30, 2023</u>			
APC	101,356	\$ 1,377,381	\$ 2,103,130
TTC	15,110	<u>81,875</u>	<u>313,531</u>
		<u>\$ 1,459,256</u>	<u>\$ 2,416,661</u>
<u>December 31, 2022</u>			
APC	101,356	\$ 1,377,381	\$ 2,239,960
TTC	15,110	<u>81,875</u>	<u>333,929</u>
		<u>\$ 1,459,256</u>	<u>\$ 2,573,889</u>
<u>September 30, 2022</u>			
APC	101,356	\$ 1,377,381	\$ 2,082,859
TTC	15,110	<u>81,875</u>	<u>310,508</u>
		<u>\$ 1,459,256</u>	<u>\$ 2,393,367</u>

The Company's shares held by subsidiaries are regarded as treasury shares. Investments accounted for using the equity method are reclassified as treasury shares.

The Company's shares held by APC and TTC were carried as unrealized gain (loss) on financial assets at FVTOCI and valued at the closing price as of September 30, 2023, December 31 and September 30, 2022. The carrying amounts of investments accounted for using the equity method and the unrealized gain or loss on financial assets at FVTOCI were NT\$319,728 thousand, NT\$371,473 thousand and NT\$312,062 thousand, respectively.

26. REVENUE

	For the Three Months Ended September 30, 2023	For the Three Months Ended September 30, 2022	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
Revenue from the sale of goods				
Plastic Raw Materials	\$ 12,736,835	\$ 15,420,975	\$ 37,152,878	\$ 48,571,801
Electronic Materials	526,206	729,953	1,636,928	2,197,744
Others	<u>237,312</u>	<u>187,597</u>	<u>645,223</u>	<u>518,503</u>
	<u>\$ 13,500,353</u>	<u>\$ 16,338,525</u>	<u>\$ 39,435,029</u>	<u>\$ 51,288,048</u>

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

Contract balances

	September 30, 2023	December 31, 2022	September 30, 2022	January 1, 2022
Notes and accounts receivables (Note 10)	<u>\$ 6,500,214</u>	<u>\$ 7,939,581</u>	<u>\$ 7,354,975</u>	<u>\$ 9,391,222</u>
Contract liabilities (presented in other current liabilities)				
Merchandise sales	<u>\$ 505,564</u>	<u>\$ 404,236</u>	<u>\$ 295,976</u>	<u>\$ 363,049</u>

27. PROFIT (LOSS) FOR THE PERIOD

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

a. Interest income

	For the Three Months Ended September 30, 2023	For the Three Months Ended September 30, 2022	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
Interest income				
Cash and cash equivalents	\$ 64,757	\$ 34,311	\$ 188,610	\$ 80,855
Financial assets at FVTPL	-	-	6,117	4,790
Financial assets measured at amortized cost	458	159	1,571	590
Others	<u>4,348</u>	<u>3,182</u>	<u>8,280</u>	<u>4,331</u>
	<u>\$ 69,563</u>	<u>\$ 37,652</u>	<u>\$ 204,578</u>	<u>\$ 90,566</u>

b. Other income

	For the Three Months Ended September 30, 2023	For the Three Months Ended September 30, 2022	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
Dividend income	\$ 79,504	\$ 111,763	\$ 187,372	\$ 445,066
Rental income	32,311	36,526	96,901	107,360
Income from grants (Notes 18 and 24)	6,604	990	38,468	7,744
Income from management services (Note 34)	8,552	7,367	26,780	23,717
Settlement income	24,430	11,703	25,969	253,196
Others	20,415	18,435	45,464	46,288
	<u>\$ 171,816</u>	<u>\$ 186,784</u>	<u>\$ 420,954</u>	<u>\$ 883,371</u>

c. Other gains and losses

	For the Three Months Ended September 30, 2023	For the Three Months Ended September 30, 2022	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
Gain on disposal of property, plant and equipment— net	\$ 2,503	\$ 6,918	\$ 13,292	\$ 11,757
Foreign exchange gain - net	195,292	227,338	188,810	565,116
(Loss) gain on financial assets at FVTPL - net	(26,759)	(9,961)	30,425	(159,531)
Depreciation expense	(11,251)	(12,852)	(35,054)	(35,329)
Other gains and losses	(34,589)	(3,408)	(77,480)	(44,652)
	<u>\$ 125,196</u>	<u>\$ 208,035</u>	<u>\$ 119,993</u>	<u>\$ 337,361</u>

d. Finance costs

	For the Three Months Ended September 30, 2023	For the Three Months Ended September 30, 2022	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
Interest on bank loans	\$ 44,942	\$ 28,588	\$ 133,005	\$ 61,095
Interest on bonds payable	12,525	17,564	37,570	54,981
Other interest expense	97	34,215	143	35,585
Interest on lease liabilities	10,580	3,198	30,696	6,528
Less: Capitalized interest (presented under construction in progress)	(3,347)	(875)	(5,705)	(2,300)
	<u>\$ 64,797</u>	<u>\$ 82,690</u>	<u>\$ 195,709</u>	<u>\$ 155,889</u>

Information about capitalized interest is as follows:

	For the Three Months Ended September 30, 2023	For the Three Months Ended September 30, 2022	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
Capitalized interest	\$ 3,347	\$ 875	\$ 5,705	\$ 2,300
Capitalization rate	0.84% ~ 1.72%	0.50% ~ 1.24%	0.84% ~ 1.72%	0.50% ~ 1.24%

e. Depreciation and amortization

	For the Three Months Ended September 30, 2023	For the Three Months Ended September 30, 2022	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
Property, plant and equipment	\$ 590,076	\$ 554,047	\$ 1,730,046	\$ 1,652,347
Right-of-use assets	43,304	23,023	124,349	60,506
Investment properties	9,872	10,695	30,427	32,216
Intangible assets	2,050	1,578	6,302	4,639
Others	<u>14,092</u>	<u>13,093</u>	<u>39,807</u>	<u>36,929</u>
	<u>\$ 659,394</u>	<u>\$ 602,436</u>	<u>\$ 1,930,931</u>	<u>\$ 1,786,637</u>
Summary of depreciation by function				
Operating costs	\$ 588,225	\$ 538,556	\$ 1,722,385	\$ 1,600,097
Operating expenses	43,776	36,357	127,383	109,643
Other gains and losses	<u>11,251</u>	<u>12,852</u>	<u>35,054</u>	<u>35,329</u>
	<u>\$ 643,252</u>	<u>\$ 587,765</u>	<u>\$ 1,884,822</u>	<u>\$ 1,745,069</u>
An analysis of amortization by function				
Operating costs	\$ 12,724	\$ 13,121	\$ 38,519	\$ 37,045
Selling and marketing expenses	515	1	1,537	2
Administrative expenses	1,279	1,449	4,181	4,221
Research and development expenses	<u>1,624</u>	<u>100</u>	<u>1,872</u>	<u>300</u>
	<u>\$ 16,142</u>	<u>\$ 14,671</u>	<u>\$ 46,109</u>	<u>\$ 41,568</u>

f. Employee benefits expense

	For the Three Months Ended September 30, 2023	For the Three Months Ended September 30, 2022	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
Post-employment benefits (Note 23)				
Defined contribution plans	\$ 40,551	\$ 40,551	\$ 123,620	\$ 127,129
Defined benefit plans	<u>9,123</u>	<u>9,909</u>	<u>21,981</u>	<u>23,045</u>
	49,674	50,460	145,601	150,174
Other employee benefits	<u>1,119,215</u>	<u>1,097,382</u>	<u>3,331,924</u>	<u>3,443,375</u>
Total employee benefits expenses	<u>\$ 1,168,889</u>	<u>\$ 1,147,842</u>	<u>\$ 3,477,525</u>	<u>\$ 3,593,549</u>
An analysis of employee benefits expense by function				
Operating costs	\$ 783,034	\$ 784,391	\$ 2,376,279	\$ 2,458,754
Operating expenses	<u>385,855</u>	<u>363,451</u>	<u>1,101,246</u>	<u>1,134,795</u>
	<u>\$ 1,168,889</u>	<u>\$ 1,147,842</u>	<u>\$ 3,477,525</u>	<u>\$ 3,593,549</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 three months ended and for the nine months ended September 30, 2023 and 2022, the remuneration of employees and directors were as follows:

Accrual rate

	For the Three Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
Employees' compensation	1.00%	1.00%
Remuneration of Directors	0.15%	0.17%

Amount

	For the Three Months Ended September 30, 2023	For the Three Months Ended September 30, 2022	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
Employees' compensation	<u>\$ 2,209</u>	<u>\$ 2,220</u>	<u>\$ 2,209</u>	<u>\$ 13,624</u>
Remuneration of Directors	<u>\$ 500</u>	<u>\$ 750</u>	<u>\$ 500</u>	<u>\$ 2,250</u>

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

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

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

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

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

h. Gain or loss on foreign currency exchange

	For the Three Months Ended September 30, 2023	For the Three Months Ended September 30, 2022	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
Gross foreign exchange gains	\$ 214,632	\$ 369,716	\$ 423,712	\$ 943,556
Foreign exchange losses	(19,340)	(142,378)	(234,902)	(378,440)
Net gain (loss)	<u>\$ 195,292</u>	<u>\$ 227,338</u>	<u>\$ 188,810</u>	<u>\$ 565,116</u>

28. INCOME TAX

a. Income tax recognized in profit or loss

The major components of income tax expense were as follows:

	For the Three Months Ended September 30, 2023	For the Three Months Ended September 30, 2022	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
Current tax				
In respect of the current year	\$ 119,506	\$ 324,954	\$ 518,678	\$ 1,121,878
Surtax on undistributed earnings	-	-	59,353	192,520
Adjustments for previous years	<u>-</u>	<u>1,454</u>	<u>10,001</u>	<u>(27,971)</u>
	<u>119,506</u>	<u>326,408</u>	<u>588,032</u>	<u>1,286,427</u>
Deferred tax				
In respect of the current year	(42,104)	(304,331)	(360,784)	(614,626)
Adjustments for previous years	<u>-</u>	<u>-</u>	<u>(9,810)</u>	<u>633</u>
	<u>(42,104)</u>	<u>(304,331)</u>	<u>(370,594)</u>	<u>(613,993)</u>
Income tax expense recognized in profit or loss	<u>\$ 77,402</u>	<u>\$ 22,077</u>	<u>\$ 217,438</u>	<u>\$ 672,434</u>

The income tax rate of the Company and its domestic subsidiaries is 20%. The income tax rate of subsidiaries in China is 25%. The tax amount generate by other jurisdictions is calculated based on the applicable tax rate in each relevant jurisdiction.

b. Income tax recognized in other comprehensive income

	For the Three Months Ended September 30, 2023	For the Three Months Ended September 30, 2022	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
<u>Deferred tax</u>				
Recognized for the period				
- Translation of foreign operations	(\$ 121,685)	(\$ 64,344)	(\$ 70,451)	(\$ 165,062)
- Unrealized gain (loss) on financial assets at FVTOCI	<u>1,193</u>	<u>2,090</u>	<u>219</u>	<u>384</u>
Income tax recognized in other comprehensive income	(<u>\$ 120,492</u>)	(<u>\$ 62,254</u>)	(<u>\$ 70,232</u>)	(<u>\$ 164,678</u>)

c. Income tax assessments

The income tax return of the Company, ACME, USIO, TTC, CGPC, CGPCPOL, TVCM, APC, APCIC, INOMA, CGTD, UM, USII, TUVV, TUVV, CLT, UPIIC, SPC, STC and USIGE as of December 31, 2021 has been assessed by the tax authorities.

29. EARNINGS PER SHARE

	Unit: NT\$ Per Share			
	For the Three Months Ended September 30, 2023	For the Three Months Ended September 30, 2022	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
Basic earnings per share	<u>\$ 0.21</u>	<u>\$ 0.16</u>	<u>\$ 0.15</u>	<u>\$ 0.99</u>
Diluted earnings per share	<u>\$ 0.21</u>	<u>\$ 0.16</u>	<u>\$ 0.15</u>	<u>\$ 0.99</u>

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

Net profit for the period

	For the Three Months Ended September 30, 2023	For the Three Months Ended September 30, 2022	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
Net income attributable to owners of the Company (used to calculate the net income from basic and diluted earnings per share)	<u>\$ 230,342</u>	<u>\$ 174,252</u>	<u>\$ 160,882</u>	<u>\$ 1,063,023</u>

Number of shares

	Unit: thousands of shares			
	For the Three Months Ended September 30, 2023	For the Three Months Ended September 30, 2022	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
Weighted average number of ordinary shares used in the computation of basic earnings per share	1,072,298	1,072,298	1,072,298	1,072,298
Effect of potentially dilutive ordinary shares:				
Employees' compensation	<u>106</u>	<u>663</u>	<u>297</u>	<u>1,198</u>
Weighted average number of ordinary shares used in the computation of diluted earnings per share	<u>1,072,404</u>	<u>1,072,961</u>	<u>1,072,595</u>	<u>1,073,496</u>

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

30. SHARE-BASED PAYMENT ARRANGEMENTS

USIO did not issue employee share options for the nine months ended September 30, 2022. Information on employee share options which were issued was as follows (for the nine months ended September 30, 2023: None):

<u>Employee share options</u>	<u>For the Nine Months Ended September 30, 2022</u>	
	<u>Unit</u>	<u>Weighted average Exercise Price (NT\$)</u>
Outstanding at the beginning of the period	133	\$ 10.8
Expired during the period	(133)	10.8
Outstanding at the end of the period	<u>-</u>	
Exercisable at the end of the period	<u>-</u>	

31. CASH FLOW INFORMATION

a. Non-cash transactions

Except as disclosed in other notes, the following non-cash investing and financing activities of the Group for the nine months ended September 30, 2023 and 2022 were as follows:

1) As of September 30, 2023, December 31 and September 30, 2022, the amounts of payables for purchases of equipment were NT\$402,985 thousand, NT\$292,673 thousand and NT\$293,423 thousand, respectively.

2) As of September 30, 2023, December 31 and September 30, 2022, the amounts of payables for dividends declared but not issued were NT\$50,513 thousand, NT\$27,294 thousand and NT\$23,063 thousand, respectively.

b. Changes in liabilities arising from financing activities

	January 1, 2023	Cash flow	Non-cash Changes				September 30, 2023
			New Leases	Amortization of Finance Costs	Changes in Foreign Currency Exchange Rates	Others	
Short-term borrowings	\$2,400,326	(\$ 33,846)	\$ -	\$ -	\$ -	\$ 270,000	\$2,636,480
Short-term bills payable	290,613	(211,000)	-	-	-	379	79,992
Bonds payable (including those due within 1 year)	5,992,228	-	-	1,855	-	-	5,994,083
Long-term borrowings (including those due within 1 year)	6,366,223	239,357	-	16,664	-	(270,000)	6,352,244
Guarantee deposits received	46,189	1,595	-	-	-	-	47,784
Lease liabilities (including those due within 1 year)	1,365,026	(111,867)	894,487	30,696	3,106	(31,833)	2,149,615
Other non-current liabilities	<u>87,324</u>	<u>17,894</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>105,218</u>
	<u>\$16,547,929</u>	<u>(\$ 97,867)</u>	<u>\$ 894,487</u>	<u>\$ 49,215</u>	<u>\$ 3,106</u>	<u>(\$ 31,454)</u>	<u>\$17,365,416</u>

	January 1, 2022	Cash flow	Non-cash Changes				September 30, 2022
			New Leases	Amortization of Finance Costs	Changes in Foreign Currency Exchange Rates	Others	
Short-term borrowings	\$2,498,041	\$ 61,149	\$ -	\$ -	\$ -	\$ -	\$2,559,190
Short-term bills payable	279,635	126,000	-	-	-	141	405,776
Bonds payable (including those due within 1 year)	8,988,972	(1,000,000)	-	2,575	-	-	7,991,547
Long-term borrowings (including those due within 1 year)	4,513,240	1,749,245	-	8,138	-	-	6,270,623
Guarantee deposits received	29,528	12,981	-	-	-	-	42,509
Lease liabilities (including those due within 1 year)	460,567	(60,505)	983,886	6,528	3,129	(6,528)	1,387,077
Other non-current liabilities	<u>65,243</u>	<u>21,930</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>87,173</u>
	<u>\$16,835,226</u>	<u>\$ 910,800</u>	<u>\$ 983,886</u>	<u>\$ 17,241</u>	<u>\$ 3,129</u>	<u>(\$ 6,387)</u>	<u>\$18,743,895</u>

32. CAPITAL MANAGEMENT

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

The capital structure of the Group consists of its net debt and equity.

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

33. FINANCIAL INSTRUMENTS

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

September 30, 2023

	Carrying Amount	Fair Value			Total
		Level 1	Level 2	Level 3	
<u>Financial liabilities</u>					
Financial liabilities at amortized cost					
- Domestic corporate bonds	<u>\$5,994,083</u>	<u>\$ -</u>	<u>\$5,931,642</u>	<u>\$ -</u>	<u>\$5,931,642</u>

December 31, 2022

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

September 30, 2022

	Carrying Amount	Fair Value			Total
		Level 1	Level 2	Level 3	
<u>Financial liabilities</u>					
Financial liabilities at amortized cost					
- Domestic corporate bonds	<u>\$7,991,547</u>	<u>\$ -</u>	<u>\$8,007,236</u>	<u>\$ -</u>	<u>\$8,007,236</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

September 30, 2023

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
<u>Financial assets at FVTPL</u>				
Derivatives	\$ -	\$ 2,472	\$ -	\$ 2,472
Domestic listed (OTC) shares	217,650	-	-	217,650
Fund beneficiary certificates	2,277,539	-	-	2,277,539
Beneficiary securities	274,694	-	-	274,694
Foreign listed stocks	<u>42</u>	<u>-</u>	<u>-</u>	<u>42</u>
Total	<u>\$2,769,925</u>	<u>\$ 2,472</u>	<u>\$ -</u>	<u>\$2,772,397</u>
<u>Financial assets at FVTOCI</u>				
Investments in equity instruments				
- Domestic listed (OTC) shares	\$1,526,851	\$ -	\$ -	\$1,526,851
- Domestic unlisted shares and emerging market shares	-	-	344,655	344,655
- Foreign listed (OTC) shares	20,473	-	-	20,473
- Overseas unlisted equity investments	<u>-</u>	<u>-</u>	<u>156,234</u>	<u>156,234</u>
Total	<u>\$1,547,324</u>	<u>\$ -</u>	<u>\$ 500,889</u>	<u>\$2,048,213</u>
<u>Financial liabilities at FVTPL</u>				
Derivatives	<u>\$ -</u>	<u>\$ 8,365</u>	<u>\$ -</u>	<u>\$ 8,365</u>

December 31, 2022

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

September 30, 2022

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
<u>Financial assets at FVTPL</u>				
Derivatives	\$ -	\$ 23,694	\$ -	\$ 23,694
Domestic listed (OTC) shares	215,751	-	-	215,751
Fund beneficiary certificates	2,097,935	-	-	2,097,935
Beneficiary securities	232,794	-	-	232,794
Foreign listed stocks	96	-	-	96
Total	<u>\$2,546,576</u>	<u>\$ 23,694</u>	<u>\$ -</u>	<u>\$2,570,270</u>
<u>Financial assets at FVTOCI</u>				
Investments in equity instruments				
- Domestic listed (OTC) shares	\$1,787,877	\$ -	\$ -	\$1,787,877
- Domestic unlisted shares and emerging market shares	-	-	382,489	382,489
- Foreign listed (OTC) shares	27,260	-	-	27,260
- Overseas unlisted equity investments	-	-	148,180	148,180
Total	<u>\$1,815,137</u>	<u>\$ -</u>	<u>\$ 530,669</u>	<u>\$2,345,806</u>
<u>Financial liabilities at FVTPL</u>				
Derivatives	<u>\$ -</u>	<u>\$ 19,060</u>	<u>\$ -</u>	<u>\$ 19,060</u>

There were no transfers between Levels 1 and 2 for the nine months ended September 30, 2023 and 2022.

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

	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
<u>Financial assets at FVTOCI</u>		
Beginning balance	\$ 498,924	\$ 573,021
Purchase	-	43
Recognized in other comprehensive income (included in unrealized gain (loss) on financial assets at FVTOCI)	1,965	(13,996)
Disposal	-	(28,399)
Ending balance	<u>\$ 500,889</u>	<u>\$ 530,669</u>

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

<u>Categories of financial instruments</u>	<u>Valuation Techniques and Inputs</u>
Financial liabilities – domestic corporate bonds	The corporate bond interest rate announced by Taipei Exchange, of which per-hundred price is calculated according to the credit rating and the 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 period and contract forward rates, discounted at a rate that reflects the credit risk of various counterparties.

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

The Group applied the valuation techniques and inputs for Level 3 fair value measurement for its independent fair value authentication of financial instruments which was carried out by the financial department. Through information from independent resources, the Group keeps the results close to the market state and reviews such results periodically to ensure that they are reasonable. The fair values of domestic and foreign unlisted equity securities were determined using the asset-based approach. In this approach, the fair value is determined by the latest net value of the investee company and the financial and business conditions of its observable company. If the discount for the lack of marketability decreases, the fair value of investments will increase. When the discount for lack of marketability increases/decreases by 10%, the fair value would have decreased/increased by NT\$50,089 thousand and NT\$53,067 thousand, respectively for the nine months ended September 30, 2023 and 2022.

c. Categories of financial instruments

	<u>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
<u>Financial assets</u>			
Financial assets at FVTPL			
Financial assets mandatorily classified at FVTPL	\$ 2,772,397	\$ 2,724,497	\$ 2,570,270
Measured at amortized cost			
Cash and cash equivalents	11,552,756	11,498,415	11,998,427
Pledged time and demand deposits	931,107	798,608	740,173
Notes receivable	561,140	544,546	513,470
Accounts receivable (including related parties)	5,939,074	7,395,035	6,841,505
Other receivables (including related parties)	73,993	59,146	71,520
Refundable deposits	197,235	222,205	190,845
Financial assets at FVTOCI – investments in equity instruments	2,048,213	2,158,018	2,345,806
<u>Financial liabilities</u>			
Measured at FVTPL - held for trading			
	8,365	27,839	19,060
Measured at amortized cost			
Short-term borrowings	2,636,480	2,400,326	2,559,190
Short-term bills payable	79,992	290,613	405,776
Accounts payable	2,925,549	3,349,040	3,172,473
Other payables (including related parties, excluding salaries payable and taxes payable)	1,555,715	1,314,722	1,437,910
Current portion of long-term borrowings	2,000,101	-	1,999,934
Bonds payable	3,994,592	5,992,228	5,991,613
Long-term borrowings	6,351,634	6,366,223	6,270,623
Guarantee deposits received	47,784	46,189	42,509

d. Financial Risk Management Objectives and Policies

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

1) Market risk

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

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

a) Foreign currency risk

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

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

Sensitivity analysis

The sensitivity analysis of foreign currency risk mainly focuses on the computation of foreign currency monetary items at the end of the financial reporting period (U.S. dollar and RMB denominated items). When the Group's functional currency relative to the US\$ and RMB appreciates/depreciates by 3%, the Group's profit before tax for the nine months ended September 30, 2023 would have decreased/increased by NT\$120,586 thousand; the profit before tax for the nine months ended September 30, 2022 would have decreased/increased by NT\$130,984 thousand.

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.

b) Interest rate risk

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

Group's interest rates more closely approach market rates in response to the interest rate risk.

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

	September 30, 2023	December 31, 2022	September 30, 2022
Fair value interest rate risk			
- Financial assets	\$ 9,189,815	\$ 9,261,151	\$ 9,510,454
- Financial liabilities	10,889,391	10,608,268	13,641,838
Cash flow interest rate risk			
- Financial assets	2,327,923	2,921,919	2,949,518
- Financial liabilities	6,323,023	5,806,148	4,972,375

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. If interest rates had been 0.5% higher/lower and all other variables were held constant, the Group's loss before tax for the nine months ended September 30, 2023 would have increased/decreased by NT\$14,982 thousand; and the Group's profit before tax for the nine months ended September 30, 2022 would have decreased/increased by NT\$7,586 thousand.

c) 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 loss before tax for the nine months ended September 30, 2023 would have increased/decreased by NT\$24,619 thousand, as a result of the changes in fair value of financial assets at FVTPL (excluding fund beneficiary certificates); the profit before tax for the nine months ended September 30, 2022 would have increased/decreased by NT\$22,432 thousand. The other comprehensive income before tax for the nine months ended September 30, 2023 and 2022 would have increased/decreased by NT\$102,411 thousand and NT\$117,290 thousand, respectively, as a result of the changes in fair value of financial assets at FVTOCI.

2) Credit risk

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

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

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

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

3) Liquidity risk

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

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

The following table details the Group's remaining contractual maturity for its non-derivative financial liabilities with agreed repayment periods. 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.

September 30, 2023

	Weighted Average Interest Rate (%)	On Demand or Less than 1 Year	1-5 Years	More than 5 years
<u>Non-derivative financial liabilities</u>				
Non-interest bearing liabilities		\$ 4,481,264	\$ -	\$ -
Lease liabilities	0.83-9.25	216,046	698,770	1,850,204
Floating interest rate liabilities	0.89-6.72	854,712	5,657,551	67,956
Fixed interest rate liabilities	0.63-1.97	<u>4,006,103</u>	<u>4,241,223</u>	<u>650,417</u>
		<u>\$ 9,558,125</u>	<u>\$ 10,597,544</u>	<u>\$ 2,568,577</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>\$216,046</u>	<u>\$698,770</u>	<u>\$649,413</u>	<u>\$614,128</u>	<u>\$495,745</u>	<u>\$90,918</u>

December 31, 2022

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

Additional information about the maturity analysis for lease liabilities:

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

September 30, 2022

	Weighted Average Interest Rate (%)	On Demand or Less than 1 Year	1-5 Years	More than 5 years
<u>Non-derivative financial liabilities</u>				
Non-interest bearing liabilities		\$ 4,610,383	\$ -	\$ -
Lease liabilities	0.83-9.25	129,966	458,766	1,159,943
Floating interest rate liabilities	0.63-5.43	960,395	4,899,528	-
Fixed interest rate liabilities	0.63-3.77	4,297,999	5,839,651	2,308,412
		<u>\$ 9,998,743</u>	<u>\$ 11,197,945</u>	<u>\$ 3,468,355</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>\$129,966</u>	<u>\$458,766</u>	<u>\$359,324</u>	<u>\$353,297</u>	<u>\$347,270</u>	<u>\$100,052</u>

b) 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.

September 30, 2023

	On Demand or Less than 1 Month	1-3 Months	3 months to 1 year
<u>Gross settled</u>			
Foreign exchange forward contracts			
- Inflows	\$ 328,161	\$ 520,495	\$ 18,143
- Outflows	(339,953)	(529,086)	(19,362)
	<u>(\$ 11,792)</u>	<u>(\$ 8,591)</u>	<u>(\$ 1,219)</u>

December 31, 2022

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

September 30, 2022

	On Demand or Less than 1 Month	1-3 Months	3 months to 1 year
<u>Gross settled</u>			
Foreign exchange forward contracts			
- Inflows	\$ 870,089	\$ 1,219,299	\$ 11,735
- Outflows	(859,181)	(1,230,740)	(12,553)
	<u>\$ 10,908</u>	<u>(\$ 11,441)</u>	<u>(\$ 818)</u>

c) Financing facilities

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

	<u>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
Bank loan facilities			
- Amount unused	<u>\$ 45,288,907</u>	<u>\$ 46,856,940</u>	<u>\$ 40,008,349</u>

34. RELATED PARTY TRANSACTIONS

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

a. Name of the related party and their relationship

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

b. Other operating income (classified as sales revenue)

<u>Related Party Category/Name</u>	<u>For the Three Months Ended September 30, 2023</u>	<u>For the Three Months Ended September 30, 2022</u>	<u>For the Nine Months Ended September 30, 2023</u>	<u>For the Nine Months Ended September 30, 2022</u>
Joint ventures	<u>\$ 23,272</u>	<u>\$ -</u>	<u>\$ 26,829</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)

Related Party Category/Name	For the Three Months Ended September 30, 2023	For the Three Months Ended September 30, 2022	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
Joint ventures	<u>\$ 320,831</u>	<u>\$ 554,966</u>	<u>\$ 1,831,131</u>	<u>\$ 1,800,706</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)

Related Party Category/Name	For the Three Months Ended September 30, 2023	For the Three Months Ended September 30, 2022	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
Other related parties				
USI Education Foundation	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,000</u>	<u>\$ 20,000</u>

e. Management service income (classified as other revenue)

Related Party Category/Name	For the Three Months Ended September 30, 2023	For the Three Months Ended September 30, 2022	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
Joint ventures	\$ 7,771	\$ 6,444	\$ 23,685	\$ 21,336
Associate	<u>781</u>	<u>2,381</u>	<u>3,095</u>	<u>2,381</u>
	<u>\$ 8,552</u>	<u>\$ 8,825</u>	<u>\$ 26,780</u>	<u>\$ 23,717</u>

f. Rental income (classified as other income)

Related Party Category/Name	For the Three Months Ended September 30, 2023	For the Three Months Ended September 30, 2022	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
Associate	<u>\$ 78</u>	<u>\$ 167</u>	<u>\$ 240</u>	<u>\$ 167</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	September 30, 2023	December 31, 2022	September 30, 2022
Joint ventures	<u>\$ 6,831</u>	<u>\$ -</u>	<u>\$ -</u>

No guarantee deposits were received for the outstanding accounts receivable from related parties. Allowance for bad-debt was not allocated for accounts receivable from related parties for the nine months ended September 30, 2023 (for the nine months ended September 30, 2022: None).

h. Other receivables

<u>Related Party Category/Name</u>	<u>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
Joint ventures	\$ 7,187	\$ 15,819	\$ 6,110
Associate	<u>-</u>	<u>-</u>	<u>1,338</u>
	<u>\$ 7,187</u>	<u>\$ 15,819</u>	<u>\$ 7,448</u>

i. Other payables

<u>Related Party Category/Name</u>	<u>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
Associate	<u>\$ 1,969</u>	<u>-</u>	<u>-</u>

j. Compensation of key management personnel

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

	<u>For the Three Months Ended September 30, 2023</u>	<u>For the Three Months Ended September 30, 2022</u>	<u>For the Nine Months Ended September 30, 2023</u>	<u>For the Nine Months Ended September 30, 2022</u>
Short-term employee benefits	\$ 12,044	\$ 10,493	\$ 30,722	\$ 29,831
Retirement benefits	<u>158</u>	<u>157</u>	<u>666</u>	<u>666</u>
	<u>\$ 12,202</u>	<u>\$ 10,650</u>	<u>\$ 31,388</u>	<u>\$ 30,497</u>

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

35. COLLATERALIZED ASSETS

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

	<u>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
Pledged time deposits (recorded as financial assets at amortized cost)	\$ 368,112	\$ 424,685	\$ 365,071
Property, plant and equipment	317,283	225,314	207,984
Land use right (classified as right-of-use assets)	44,503	20,099	20,587
Refundable deposits (classified as other non-current assets)	<u>129,364</u>	<u>127,211</u>	<u>126,928</u>
	<u>\$ 859,262</u>	<u>\$ 797,309</u>	<u>\$ 720,570</u>

36. SIGNIFICANT CONTINGENT LIABILITY AND UNRECOGNIZED CONTRACTUAL COMMITMENTS

- As of September 30, 2023, December 31 and September 30, 2022, the Group's unused letters of credit amounted to NT\$1,528,327 thousand, NT\$2,952,479 thousand and NT\$3,031,040 thousand, respectively.
- As of September 30, 2023, December 31 and September 30, 2022, the amount of performance guarantee provided by the bank for the application made by ACME to the Taiwan government for the Industrial Upgrading Platform Innovation Counseling

Program amounted to NT\$9,000 thousand, NT\$11,000 thousand and NT\$11,000 thousand, respectively.

- c. Regarding the Company's associate, China General Terminal & Distribution Corporation ("CGTD"), who was commissioned to operate the propylene pipeline of LCY Chemical Corp. ("LCY") resulting in a gas explosion on July 31, 2014, the appeal was dismissed by the Supreme Court on September 15, 2021, and all three employees of CGTD were innocent.

On February 12, 2015, CGTD entered into an agreement with the Kaohsiung City Government to provide the Kaohsiung City Government with pledge right set of a bank deposit certificate of NT\$230,183 thousand (including interests) as the guarantee for the loss caused by the gas explosion. Kaohsiung City Government has also filed civil lawsuits against LCY, CGTD and CPC Corporation. Taiwan Power Company applied for provisional attachment against CGTD's property on August 27 and November 26, 2015.

CGTD had deposited cash of NT\$99,207 thousand to the court to avoid provisional attachment. Taiwan Water Corporation also applied for provisional attachment against CGTD's property on February 3 and March 2, 2017. As of October 27, 2023, the provisionally attached property of CGTD was worth NT\$9,388 thousand.

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

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

the compensation with the seriously injured victims' families and signing the settlement agreement on behalf of the three parties with the 64 seriously injured victims' families. As of October 27, 2023, 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\$3,856,447 thousand. The first-instance judgments of some of the above-mentioned civil cases (with a total amount of compensation of approximately NT\$1,470,793 thousand) have been gradually announced, starting from June 22, 2018. The proportion of fault liability of the Kaohsiung City Government, LCY and CGTD is 4 : 3 : 3 in most judgments. The total amount of compensation that CGTD, LCY and the other defendants should pay is around NT\$401,979 thousand. (In particular, CGTD was exempted to pay NT\$6,194 thousand according to the court's judgment.) For the civil cases that have been sentenced but not settled, CGTD has filed an appeal and has started the second trial procedure one after another. The remaining cases are still pending in the Court of First Instance (the amount claimed is approximately NT\$1,882,829 thousand). CGTD and its insurance company signed a settlement agreement, covering the proportion of the liability for negligence determined in the first-instance judgment, the estimated amount of the settlement with the victims and the severely injured, and the amount of compensation in civil cases (including cases that have been settled); after the maximum insurance claims is deducted, the estimated amount that should be borne by CGTD and has been recognized is NT\$136,375 thousand. However, the actual amount of the aforementioned relevant settlements and compensation will not be confirmed until the proportion of the liabilities that should be borne by CGTD is determined in the civil case judgment in the future.

37. SIGNIFICANT CONTRACTS

- a. TVCM signed a dichloroethane purchase contract with CPC Corporation, Formosa Plastics Corporation and Mitsui Corp. The purchase price was negotiated by both parties according to a pricing formula.
- b. Key operation contracts
CGTD is commissioned 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.

38. 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

	September 30, 2023				
	Foreign Currency	Exchange Rate (In Single Dollars)		Functional Currencies	NT\$
<u>Foreign currency assets</u>					
<u>Monetary items</u>					
USD	\$ 149,099	32.27	(USD/NTD)	\$ 4,811,404	\$ 4,811,404
USD	3,759	7.18	(USD/RMB)	26,981	121,271
USD	5,342	4.91	(USD/MYR)	26,224	172,397
RMB	249,426	4.49	(RMB/NTD)	1,121,065	1,121,065
RMB	3,885	0.14	(RMB/USD)	541	17,460
AUD	751	20.62	(AUD/NTD)	15,436	15,436
EUR	1,955	33.91	(EUR/NTD)	66,289	66,289

(Continued)

(Continued)

September 30, 2023				
	Foreign Currency	Exchange Rate (In Single Dollars)	Functional Currencies	NT\$
<u>Non-monetary items</u>				
Joint Ventures Using the Equity Method				
RMB	\$ 2,443,264	0.14 (RMB/USD)	\$ 340,297	\$10,981,383
Derivatives				
Purchase USD	5,540	32.27 (USD/NTD)	2,472	2,472
Foreign currency liabilities				
<u>Monetary items</u>				
USD	53,215	32.27 (USD/NTD)	1,717,218	1,717,218
USD	13,450	7.18 (USD/RMB)	96,569	434,038
USD	1,439	4.91 (USD/MYR)	7,062	46,423
RMB	5,873	4.49 (RMB/NTD)	26,396	26,396
<u>Non-monetary items</u>				
Derivatives				
Sell USD	1,400	4.91 (USD/MYR)	85	557
Sell RMB	148,600	4.49 (RMB/NTD)	7,808	7,808
December 31, 2022				
	Foreign Currency	Exchange Rate (In Single Dollars)	Functional Currencies	NT\$
<u>Foreign currency assets</u>				
<u>Monetary items</u>				
USD	\$ 161,638	30.71 (USD/NTD)	\$ 4,963,909	\$ 4,963,909
USD	4,274	6.96 (USD/RMB)	29,764	131,242
USD	4,612	4.58 (USD/MYR)	21,141	141,621
RMB	604,397	4.41 (RMB/NTD)	2,665,028	2,665,028
RMB	3,542	0.14 (RMB/USD)	508	15,607
AUD	707	20.83 (AUD/NTD)	14,732	14,732
EUR	851	32.72 (EUR/NTD)	27,839	27,839
<u>Non-monetary items</u>				
Joint Ventures Using the Equity Method				
RMB	3,067,840	0.14 (RMB/USD)	440,490	13,527,463
Derivatives				
Sell USD	3,220	30.71 (USD/NTD)	40	40
Sell USD	100	4.58 (USD/MYR)	8	51
Sell RMB	82,900	4.41 (RMB/NTD)	1,631	1,631
Sell Euro	270	4.88 (EUR/MYR)	60	399
Foreign currency liabilities				
<u>Monetary items</u>				
USD	69,686	30.71 (USD/NTD)	2,140,067	2,140,067
USD	19,924	6.96 (USD/RMB)	139,213	613,091
USD	1,659	4.58 (USD/MYR)	7,607	50,958
RMB	12,295	4.41 (RMB/NTD)	54,214	54,214
<u>Non-monetary items</u>				
Derivatives				
Purchase USD	18,400	30.71 (USD/NTD)	9,529	9,529
Sell RMB	428,200	4.41 (RMB/NTD)	16,781	16,781
Purchase JPY	120,000	0.01 (JPY/USD)	862	1,529

September 30, 2022

	Foreign Currency	Exchange Rate (In Single Dollars)	Functional Currencies	NT\$
<u>Foreign currency assets</u>				
<u>Monetary items</u>				
USD	\$ 144,082	31.75 (USD/NTD)	\$ 4,574,621	\$ 4,574,621
USD	4,525	7.10 (USD/RMB)	32,123	143,654
USD	4,651	4.81 (USD/MYR)	22,386	147,657
RMB	423,850	4.47 (RMB/NTD)	1,895,458	1,895,458
RMB	3,664	0.14 (RMB/USD)	516	16,399
AUD	956	20.66 (AUD/NTD)	19,758	19,758
EUR	1066	31.26 (EUR/NTD)	33,339	33,339
<u>Non-monetary items</u>				
Joint Ventures Using the Equity Method				
RMB	3,442,302	0.14 (RMB/USD)	484,845	15,393,828
Derivatives				
Purchase USD	15,640	31.75 (USD/NTD)	22,880	22,880
Sell USD	100	4.81 (USD/MYR)	-	1
Purchase JPY	85,000	0.01 (JPY/USD)	26	813
<u>Foreign currency liabilities</u>				
<u>Monetary items</u>				
USD	48,672	31.75 (USD/NTD)	1,545,304	1,545,304
USD	20,922	7.10 (USD/RMB)	148,541	664,280
USD	3,033	4.81 (USD/MYR)	14,602	96,313
RMB	23,653	4.47 (RMB/NTD)	105,775	105,775
<u>Non-monetary items</u>				
Derivatives				
Purchase USD	520	31.75 (USD/NTD)	35	35
Sell USD	1,000	31.75 (USD/NTD)	1,988	1,988
Sell USD	1,050	4.81 (USD/MYR)	110	723
Sell RMB	339,200	4.47 (RMB/NTD)	16,302	16,302
Sell Euro	300	4.74 (EUR/MYR)	2	12

The net realized and unrealized foreign currency exchange profit of the Group for the three months ended and nine months ended September 30, 2023 and 2022 were NT\$195,292 thousand, NT\$227,338 thousand, NT\$188,810 thousand and NT\$565,116 thousand, respectively. Due to the wide variety of foreign currency transactions and functional currencies of the Group's individual entities, thus the exchange gains and losses were not disclosed by currency of significant impact.

39. SEPARATELY DISCLOSED ITEMS

- a. Information on significant transactions:
 - 1) Financing provided to others. (Table 1)
 - 2) Endorsements/guarantees provided. (Table 2)
 - 3) Marketable securities held (excluding investment in subsidiaries and joint ventures). (Table 3)
 - 4) Marketable securities acquired or disposed of at costs or prices of at least NT\$300 million or 20% of the paid-in capital. (Table 4)
 - 5) Acquisitions of individual real estate at costs of at least NT\$300 million or 20% of the paid-in capital. (None)
 - 6) Disposals of individual real estate at prices of at least NT\$300 million or 20% of the paid-in capital. (None)
 - 7) Total purchases from or sales to related parties amounting to at least NT\$100 million or 20% of the paid-in capital. (Table 5)
 - 8) Receivables from related parties amounting to at least NT\$100 million or 20% of the paid-in capital. (Table 6)
 - 9) Trading in derivative instruments. (Notes 7 and 33)
 - 10) Others: The Business Relationships and Significant Transactions and Amounts between Parent and Subsidiaries and between Subsidiaries. (Table 9)
- b. Information on investees. (Table 7)
- c. Information on Investments in Mainland China:
 - 1) Information on investee company in mainland China, including the company names, major business activities, paid-in capital, method of investment, inward and outward remittance of funds, ownership percentage, current profit and loss and recognized investment income or loss, carrying amount of the investment at the end of the period, repatriations of investment income, and limit on the amount of investment in the mainland China. (Table 8)
 - 2) Any of the following significant transactions with investee companies in mainland China, either directly or indirectly through a third party, and their prices, payment terms, and unrealized gains or losses:
 - a) The amount and percentage of purchases and the balance and percentage of the related payables at the end of the period: Tables 5 and 9.
 - b) The amount and percentage of sales and the balance and percentage of the related receivables at the end of the period: Tables 5 and 9.

- c) The amount of property transactions and the amount of the resultant gains or losses: None.
- d) The balance of negotiable instrument endorsements or guarantees or pledges of collateral at the end of the period and the purposes: Table 2.
- e) The highest balance during the period, the end of period balance, the interest rate range, and total current period interest with respect to the financing of funds: Table 1.
- f) Other transactions that have a material effect on the profit or loss for the period or on the financial position, such as the rendering or receipt of services: None.
- d. Information on major shareholders: Name, number of shares held, and shareholding percentage of shareholders with shareholding percentage exceeding 5%. (Table 10)

40. SEGMENT INFORMATION

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

a. Profit or Loss of Reporting Segment

	For the Nine Months Ended September 30, 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	\$9,000,597	\$ 10,485,625	\$11,143,463	\$1,867,191	\$5,040,014	\$3,245,524	\$40,782,414
Interest income	14,014	20,717	33,280	9,844	15,868	110,855	204,578
Finance costs	(44,367)	(48,704)	(9,677)	(36,555)	(6,929)	(56,673)	(202,905)
Depreciation and amortization	(439,965)	(562,464)	(160,287)	(206,524)	(237,545)	(348,909)	(1,955,694)
Pre-tax profit (loss) of reporting segment	218,240	581,706	(203,023)	(223,233)	348,815	(2,708,685)	(1,986,180)
Income tax (expenses) profits of reporting segment	(57,358)	(155,580)	42,840	32,295	(81,116)	1,481	(217,438)
Net profit (loss)of reporting segment	160,882	426,126	(160,183)	(190,938)	267,699	(2,707,204)	(2,203,618)

	For the Nine Months Ended September 30, 2022						
	USI	CGPC and CGPC's subsidiaries	TTC and TTC's subsidiaries	ACME and ACME's subsidiaries	APC and APC's subsidiaries	Others	Total
Segment revenue	\$11,638,338	\$14,130,620	\$14,239,420	\$2,312,766	\$7,311,466	\$3,656,860	\$53,289,470
Interest income	11,739	5,950	30,488	5,685	7,524	29,221	90,607
Finance costs	(57,407)	(14,097)	(3,703)	(20,937)	(7,870)	(55,641)	(159,655)
Depreciation and amortization	(477,398)	(529,943)	(156,467)	(171,014)	(227,749)	(251,637)	(1,814,208)
Pre-tax profit (loss) of reporting segment	1,346,485	(433,907)	606,460	58,125	1,438,880	(4,006,973)	(990,930)
Income tax (expenses) profits of reporting segment	(283,462)	133,683	(151,848)	(36,737)	(293,435)	(40,635)	(672,434)
Net profit (loss)of reporting segment	1,063,023	(300,224)	454,612	21,388	1,145,445	(4,047,608)	(1,663,364)

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

1) Segment revenue and results

	For the Nine Months Ended September 30, 2023	For the Nine Months Ended September 30, 2022
Pre-tax profit of reporting segment	\$ 722,505	\$ 3,016,043
Income tax expenses of reporting segment	(218,919)	(631,799)
Total of net after-tax profit of reporting segment	503,586	2,384,244
Loss of other non-reporting segments		
Deduction of inter-segment loss	(2,707,204)	(4,047,608)
	<u>1,429,094</u>	<u>1,665,644</u>
Consolidated net after-tax (loss) profit	(\$ 774,524)	\$ 2,280

2) Other significant items reconciliation

	For the Nine Months Ended September 30, 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	\$ 14,014	\$ 20,717	\$ 33,280	\$ 9,844	\$ 15,868	\$110,855	\$ -	\$204,578
Finance costs	(44,367)	(48,704)	(9,677)	(36,555)	(6,929)	(56,673)	1,491	(201,414)
Depreciation and amortization	(439,965)	(562,464)	(160,287)	(206,524)	(237,545)	(348,909)	24,763	(1,930,931)

	For the Nine Months Ended September 30, 2022							
	USI	CGPC and CGPC's subsidiaries	TTC and TTC's subsidiaries	ACME and ACME's subsidiaries	APC and APC's subsidiaries	Others	Adjustments	Total
Interest income	\$ 11,739	\$ 5,950	\$ 30,488	\$ 5,685	\$ 7,524	\$ 29,221	(\$ 41)	\$ 90,566
Finance costs	(57,407)	(14,097)	(3,703)	(20,937)	(7,870)	(55,641)	1,466	(158,189)
Depreciation and amortization	(477,398)	(529,943)	(156,467)	(171,014)	(227,749)	(251,637)	27,571	(1,786,637)

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
Swanson Plastics Corporation
FINANCING PROVIDED TO OTHERS
For the Nine Months Ended September 30, 2023

Table 1

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

No.	Lender	Borrower	Financial Statement Account	Related Party (Yes/No)	Highest Balance for the Period	Ending balance (Notes 3 and 4)	Actual Borrowing Amount (Notes 3 and 4)	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			
2	ASK-Swanson (Kunshan) Co., Ltd.	Swanson Plastics (Tianjin) Co., Ltd.	Other receivables	Yes	\$ 258,440	\$ 258,440	\$ 177,537	3.65	2	\$ -	Business turnover	\$ -	—	—	\$ 574,857	\$ 574,857	

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

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

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

Note 3. The calculation was based on the spot exchange rate of September 30, 2023.

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

USI CORPORATION AND SUBSIDIARIES
China General Plastics Corporation
FINANCING PROVIDED TO OTHERS
For the Nine Months Ended September 30, 2023

Table 1-1

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

No.	Lender	Borrower	Financial Statement Account	Related Party (Yes/No)	Highest Balance for the Period (Note 3)	Ending balance	Actual Borrowing Amount	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	China General Plastics Corporation	CGPC Polymer Corporation	Other receivables from related parties	Yes	\$ 300,000	\$ 300,000	\$ -	-	2	\$ -	Business turnover	\$ -	—	—	\$ 3,862,674	\$ 3,862,674	

Note 1. The total amount of funds lent by CGPC to others shall not exceed 40% of the most recent CGPC's financial statements' net worth audited or reviewed by CPA.

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

USI CORPORATION AND SUBSIDIARIES
 ENDORSEMENTS/GUARANTEES PROVIDED
 For the Nine Months Ended September 30, 2023

Table 2

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

No.	Endorser and guarantor	Endorsee/Guarantee		Limits on Endorsement/ Guarantee Made for Each Party (Note 1)	Maximum Amount Endorsed/ Guaranteed During the Period (Note 2)	Outstanding Endorsement/ Guarantee at the End of the Period (Note 2)	Actual Borrowing Amount	Amount Endorsed/ Guaranteed by Collateral	Ratio of Accumulated Endorsement/ Guarantee to Net Equity in Latest Financial Statements (%)	Aggregate Endorsement/ Guarantee Limit (Note 1)	Endorsement/ Guarantee Made by Parent for Subsidiaries	Endorsement/ Guarantee Made by Subsidiaries for Parent	Endorsement/ Guarantee Made for Companies in Mainland China	Remark
		Company Name	Relationship											
0	USI Corporation	Union Polymer International Investment Corporation	Subsidiary which directly held more than 50% of ordinary shares	\$ 11,960,611	\$ 2,600,000	\$ 1,300,000	\$ -	\$ -	5.43	\$14,352,733	Yes	No	No	
0	USI Corporation	USI Green Energy Corporation	Subsidiary which directly held more than 50% of ordinary shares	11,960,611	1,300,000	1,300,000	150,000	-	5.43	14,352,733	Yes	No	No	
0	USI Corporation	Chong Loong Trading Co., Ltd.	Subsidiary which directly held more than 50% of ordinary shares	11,960,611	331,350 (US\$5,000 thousand) (NT\$170,000 thousand)	-	-	-	-	14,352,733	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.

Note 2. The calculation was based on the spot exchange rate of September 30, 2023.

USI CORPORATION AND SUBSIDIARIES
Acme Electronics Corporation
ENDORSEMENTS/GUARANTEES PROVIDED
For the Nine Months Ended September 30, 2023

Table 2-1

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

No.	Endorser and guarantor	Endorsee/Guarantee		Limits on Endorsement/ Guarantee Made for Each Party (Note 2)	Maximum Amount Endorsed/ Guaranteed During the Period	Outstanding Endorsement/ Guarantee at the End of the Period (Note 3)	Actual Borrowing Amount (Note 3)	Amount Endorsed/ Guaranteed by Collateral	Ratio of Accumulated Endorsement/ Guarantee to Net Equity in Latest Financial Statements (%) (Note 1)	Aggregate Endorsement / Guarantee Limit (Note 2)	Endorsement/ Guarantee Made by Parent for Subsidiaries	Endorsement/ Guarantee Made by Subsidiaries for Parent	Endorsement/ Guarantee Made for Companies in Mainland China	Remark
		Company Name	Relationship											
0	Acme Electronics Corporation	Acme Electronics (Kunshan) Co., Ltd.	Subsidiary of ACME (Cayman)	\$2,749,493	\$778,716 (US\$18,500 thousand) (RMB49,000 thousand)	\$381,585 (US\$5,000 thousand) (RMB49,000 thousand)	\$225,779 (US\$2,451 thousand) (RMB32,637 thousand)	\$-	20.82	\$3,665,990	No	No	Yes	
		Acme Electronics (Guang-Zhou) Co., Ltd.	Subsidiary of GAEL	2,749,493	64,540 (US\$2,000 thousand)	64,540 (US\$2,000 thousand)	-	-	3.52	3,665,990	No	No	Yes	
		ACME Electronics (Cayman) Corp.	Subsidiary of ACME	2,749,493	314,200 (US\$10,000 thousand)	-	-	-	-	3,665,990	No	No	No	
1	ACME Components (Malaysia) Sdn.Bhd.	ACME Ferrite Products Sdn. Bhd.	Subsidiary of ACME (MA)	487,016	115,597 (MYR17,584 thousand)	115,597 (MYR17,584 thousand)	57,874 (MYR 8,803 thousand)	-	16.62	556,589	No	No	No	

Note 1. The rate was calculated by the equity of ACME as of September 30, 2023.

Note 2. The maximum amount of total endorsement/guarantee shall not exceed 200% of the equity attributable to owners of ACME. The maximum amount of endorsement/guarantee for an individual entity shall not exceed 150% of the equity attributable to owners of ACME. The maximum amount of endorsement/guarantee was calculated based on the equity of the endorser/guarantor as of September 30, 2023. The total amount of ACME (MA)'s external endorsement guarantee shall not exceed 80% of its net worth; the limit of ACME (MA)'s endorsement guarantee for a single company shall not exceed 70% of its net worth. The maximum amount of endorsement/guarantee was calculated based on the equity of the endorser/guarantor as of September 30, 2023.

Note 3. The foreign currency amount was calculated based on the spot exchange rate of September 30, 2023.

USI CORPORATION AND SUBSIDIARIES
Swanson Plastics Corporation
ENDORSEMENTS/GUARANTEES PROVIDED
For the Nine Months Ended September 30, 2023

Table 2-2

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

No.	Endorser and guarantor	Endorsee/Guarantee		Limits on Endorsement/ Guarantee Made for Each Party (Note 1)	Maximum Amount Endorsed/ Guaranteed During the Period	Outstanding Endorsement/ Guarantee at the End of the Period (Note 2)	Actual Borrowing Amount (Note 2)	Amount Endorsed/Guaranteed by Collateral	Ratio of Accumulated Endorsement/ Guarantee to Net Equity in Latest Financial Statements (%)	Aggregate Endorsement/ Guarantee Limit (Note 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	\$ 5,176,028	\$ 1,384,383	\$ 1,384,383	\$ -	\$ -	53.49	\$ 6,470,035	No	No	No	
0	Swanson Plastics Corporation	Swanson Plastics (Singapore) Pte., Ltd.	Subsidiary	5,176,028	57,763	57,763	-	-	2.23	6,470,035	No	No	No	
0	Swanson Plastics Corporation	Swanson Plastics (Malaysia) Sdn. Bhd.	Sub-subsiary	5,176,028	38,724	38,724	-	-	1.50	6,470,035	No	No	No	
0	Swanson Plastics Corporation	Swanson Plastics (Kunshan) Co., Ltd.	Sub-subsiary	5,176,028	90,105	64,540	-	-	2.49	6,470,035	No	No	Yes	
0	Swanson Plastics Corporation	Swanson Technologies Corporation	Subsidiary	5,176,028	527,707	527,707	61,700	-	20.39	6,470,035	No	No	No	
0	Swanson Plastics Corporation	Swanson Plastics (India) Private Ltd.	Subsidiary	5,176,028	31,088	31,088	-	-	1.20	6,470,035	No	No	No	
0	Swanson Plastics Corporation	Swanson Plastics (Tianjin) Co., Ltd.	Sub-subsiary	5,176,028	32,270	32,270	-	-	1.25	6,470,035	No	No	Yes	
0	Swanson Plastics Corporation	PT. Swanson Plastics Indonesia	Subsidiary	5,176,028	64,540	64,540	-	-	2.49	6,470,035	No	No	No	

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

Note 2. The calculation was based on the spot exchange rate of September 30, 2023.

USI CORPORATION AND SUBSIDIARIES
China General Plastics Corporation
ENDORSEMENTS/GUARANTEES PROVIDED
For the Nine Months Ended September 30, 2023

Table 2-3

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

No.	Endorser and guarantor	Endorsee/Guarantee		Limits on Endorsement/ Guarantee Made for Each Party (Note 2)	Maximum Amount Endorsed/ Guaranteed During the Period	Outstanding Endorsement/ Guarantee at the End of the Period	Actual Borrowing Amount	Amount Endorsed/ Guaranteed by Collateral	Ratio of Accumulated Endorsement/ Guarantee to Net Equity in Latest Financial Statements (%) (Note 1)	Aggregate Endorsement/ Guarantee Limit (Note 2)	Endorsement/ Guarantee Made by Parent for Subsidiaries	Endorsement/ Guarantee Made by Subsidiaries for Parent	Endorsement/ Guarantee Made for Companies in Mainland China	Remark
		Company Name	Relationship											
0	China General Plastics Corporation	CGPC Polymer Corporation	Subsidiary	\$ 5,794,011	\$ 1,100,000	\$ 1,100,000	\$ 400,000	\$ -	11.39	\$ 9,656,685	No	No	No	

Note 1. The ratio was calculated by the equity of CGPC as of September 30, 2023.

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

USI CORPORATION AND SUBSIDIARIES
Taita Chemical Company, Ltd.
ENDORSEMENTS/GUARANTEES PROVIDED
For the Nine Months Ended September 30, 2023

Table 2-4

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

No.	Endorser and guarantor	Endorsee/Guarantee		Limits on Endorsement/ Guarantee Made for Each Party (Note 2)	Maximum Amount Endorsed/ Guaranteed During the Period (Note 1)	Outstanding Endorsement/ Guarantee at the End of the Period (Note 1)	Actual Borrowing Amount (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	\$ 6,865,686	\$ 193,620 (US\$ 6,000 thousand)	\$ 96,810 (US\$ 3,000 thousand)	\$ -	\$ -	1.41	\$ 10,298,529	No	No	No	
0	Taita Chemical Company, Ltd.	Taita Chemical (Zhongshan) Co., Ltd.	Subsidiaries that TTC's subsidiaries hold 100% of common equity directly	6,865,686	359,568 (RMB 80,000 thousand)	224,730 (RMB 50,000 thousand)	-	-	3.27	10,298,529	No	No	Yes	

Note 1. The calculation was based on the spot exchange rate of September 30, 2023.

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

Note 3. The total amount of guarantee that may be provided by TTC and its subsidiaries shall not exceed 200% of TTC's net worth stated on the latest financial statements; the total amount of guarantee provided by TTC and its subsidiaries to any single entity shall not exceed 150% of TTC's net worth stated on the latest financial statements.

USI CORPORATION AND SUBSIDIARIES

MARKETABLE SECURITIES HELD

September 30, 2023

Table 3

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

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	Ending			Fair Value	Remark
				Unit / Share	Carrying Amount	Percentage of Ownership (%)		
USI Corporation	Shares							
	CTCI Corporation	—	Financial assets at FVTOCI - non-current	15,130,656	\$ 596,904	1.89	\$ 596,904	
	KHL IB Venture Capital Co., Ltd.	—	"	9,954,950	128,319	11.90	128,319	
	AU Optronics Corporation	—	"	6,811,204	111,704	0.09	111,704	
	Taiwan Cement Corporation	—	Financial assets at FVTPL - current	300,000	9,975	-	9,975	
	UPC Technology Corporation	—	"	290,000	4,307	-	4,307	
	Hon Hai Precision Industry Co., Ltd.	—	"	100,000	10,400	-	10,400	
	China Steel Corporation	—	"	350,000	8,837	-	8,837	
	Tungsho Steel Corporation	—	"	169,500	10,289	0.02	10,289	
	Teratech Corporation	—	Financial assets at FVTPL - non-current	110,000	-	0.65	-	Note 2
	Fund beneficiary certificates							
	Hua Nan Phoenix Money Market Fund	—	Financial assets at FVTPL - current	1,503,362	25,063	-	25,063	
	Capital Money Market Fund	—	"	11,526,061	190,570	-	190,570	
	Taishin 1699 Money Market Fund	—	"	7,262,234	100,923	-	100,923	
Jih Sun Money Market Fund	—	"	10,284,152	156,378	-	156,378		
SinoPac TWD Money Market Fund	—	"	14,778,813	210,667	-	210,667		
Beneficiary securities								
Cathay No. 1 Real Estate Investment Trust Fund	—	Financial assets at FVTPL - current	3,895,000	69,525	-	69,525		
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	542,362	3.74	542,362	
	China General Plastics Corporation	"	"	4,469,307	111,286	0.77	111,286	
	Taita Chemical Company, Ltd.	"	"	456,253	8,121	0.11	8,121	
	Fund beneficiary certificates							
Taishin 1699 Money Market Fund	—	Financial assets at FVTPL - current	651,316	9,051	-	9,051		
Swanlake Traders Ltd.	Shares							
	SOHWARE Inc.	—	Financial assets at FVTOCI - non-current	1,150,000	-	1.05	-	Note 2
	TGF Linux Communications Inc.	—	"	300,000	-	2.14	-	Note 2
Neurosky Inc. Preferred Stock D	—	"	2,397,364	-	0.70	-	Note 2	

(Continued)

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Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	Ending			Fair Value	Remark
				Unit / Share	Carrying Amount	Percentage of Ownership (%)		
USIFE Investment Co., Ltd.	Shares							
	AU Optronics Corporation	—	Financial assets at FVTOCI - current	1,012,849	\$ 16,611	0.01	\$ 16,611	
	AU Optronics Corporation	—	Financial assets at FVTOCI - non-current	1,012,849	16,611	0.01	16,611	
	Wafer Works Corporation	—	"	1,502,433	66,107	0.28	66,107	
	Solargiga Energy Holdings Limited	—	"	11,876,111	8,765	0.37	8,765	
	Dah Chung Bills Finance Corp.	—	"	482,757	7,188	0.10	7,188	
	Swanson Plastics Corporation	Same chairman	"	10,155,875	145,229	6.58	145,229	
	USI Optronics Corporation	"	"	165,279	119	0.25	119	
	Digimax Inc.	—	"	23,234	-	0.05	-	
	Silicon Technology Investment (Cayman) Corp.	—	"	911,849	69,437	1.77	69,437	
	Taiwan Cement Corporation	—	Financial assets at FVTPL - current	150,000	4,987	-	4,987	
	China General Plastics Corporation	Same chairman	"	550,722	13,713	0.09	13,713	
	Asia Polymer Corporation	"	"	1,714,180	41,912	0.29	41,912	
	Taita Chemical Company, Ltd.	"	"	1,415,368	25,194	0.36	25,194	
	UPC Technology Corporation	—	"	127,000	1,885	0.01	1,885	
	China Steel Corporation	—	"	175,000	4,419	-	4,419	
	Tungsho Steel Corporation	—	Financial assets at FVTPL - current	87,250	5,296	0.01	5,296	
	Hon Hai Precision Industry Co., Ltd.	—	"	50,000	5,200	-	5,200	
	Acme Electronics Corporation	Same chairman	"	500,000	12,575	0.23	12,575	
	Superactive Group Company Limited	—	"	678,000	42	-	42	
	Fund beneficiary certificates							
Yuanta De-Li Money Market Fund		—	Financial assets at FVTPL - current	3,707,988	61,972	-	61,972	
Fuh Hwa Money Market Fund		—	"	3,440,659	50,735	-	50,735	
Cathay Taiwan Money Market Fund	—	"	5,844,200	74,363	-	74,363		
Taiwan United Venture Capital Corp.	Shares							
	Innovation & Infinity Global Corp.	—	Financial assets at FVTPL - non-current	720,804	-	0.73	-	Note 2
	Teratech Corporation	—	"	90,000	-	0.58	-	Note 2
	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	-	Note 2
	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	-	Note 2
	Neuro Sky, Inc. Preferred Stock B	—	"	12,595,523	-	1.78	-	Note 2
	Neuro Sky, Inc. Preferred Stock C	—	"	4,532,823	-	0.64	-	Note 2
Fund beneficiary certificates								
Cathay Taiwan Money Market Fund	—	Financial assets at FVTPL - current	2,329,291	29,638	-	29,638		

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Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	Ending				Remark
				Unit / Share	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Taiwan United Venture Management Corporation	Fund beneficiary certificates Fuh Hwa Money Market Fund	—	Financial assets at FVTPL - current	91,730	\$ 1,353	-	\$ 1,353	
INOMA Corporation	Fund beneficiary certificates Taishin 1699 Money Market Fund	—	Financial assets at FVTPL - current	186,139	2,587	-	2,587	
USI Optronics Corporation	Fund beneficiary certificates Taishin Ta-Chong Money Market Fund	—	Financial assets at FVTPL - current	347,133	5,055	-	5,055	
	Taishin 1699 Money Market Fund	—	"	776,598	10,793	-	10,793	
USI Green Energy Corporation	Fund beneficiary certificates Fubon Chi-Hsiang Money Market Fund	—	Financial assets at FVTPL - current	4,248,787	68,206	-	68,206	
Chong Loong Trading Co., Ltd.	Fund beneficiary certificates Fubon Chi-Hsiang Money Market Fund	—	Financial assets at FVTPL - current	935,098	15,011	-	15,011	

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

September 30, 2023

Table 3-1

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

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	Ending				Remark
				Unit / Share	Carrying Amount	Percentage of Ownership	Unit / Share	
China General Plastics Corporation	Beneficiary securities							
	Cathay No. 1 Real Estate Investment Trust Fund	—	Financial assets at FVTPL - current	3,806,000	\$ 67,937	-	\$ 67,937	Note 1
	Fund beneficiary certificates							
	Hua Nan Phoenix Money Market Fund	—	Financial assets at FVTPL - current	2,999,400	50,004	-	50,004	Note 1
	Shin Kong Chi-Shin Money-Market Fund	—	"	3,154,355	50,003	-	50,003	Note 1
	Shares							
	China Steel Corporation	—	Financial assets at FVTPL - current	350,000	8,837	-	8,837	Note 1
	Tungsho Steel Corporation	—	"	95,000	5,797	-	5,797	Note 1
	Taiwan Cement Corporation	—	"	300,000	9,975	-	9,975	Note 1
	Hon Hai Precision Industry Co., Ltd.	—	"	100,000	10,400	-	10,400	Note 1
KHL IB Venture Capital Co., Ltd.	—	Financial assets at FVTOCI - non-current	4,977,475	64,159	5.95	64,159	Note 1	
Taiwan VCM Corporation	Fund beneficiary certificates							
	SinoPac TWD Money Market Fund	—	Financial assets at FVTPL - current	4,838,220	68,968	-	68,968	Note 1
	Taishin 1699 Money Market Fund	—	"	17,374,180	241,449	-	241,449	Note 1
	Shares							
Asia Polymer Corporation	With the same main shareholders as CGPC	Financial assets at FVTOCI - non-current	130,244	3,185	0.02	3,185	Note 1	
CGPC Polymer Corporation	Fund beneficiary certificates							
	Capital Money Market Fund	—	Financial assets at FVTPL - current	6,294,019	104,064	-	104,064	Note 1
	SinoPac TWD Money Market Fund	—	"	2,809,620	40,050	-	40,050	Note 1
Hua Nan Phoenix Money Market Fund	—	"	1,800,877	30,023	-	30,023	Note 1	
CGPC (BVI) Holding Co., Ltd.	Shares							
	Teratech Corporation	—	Financial assets at FVTPL - non-current	112,000	-	0.67	-	Note 1 and 3
	SOHOware, Inc - preferred shares	—	"	100,000	-	-	-	Note 1, 2 and 3

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

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

Note 3. As of September 30, 2023, the fair value of CGPC's equity investment in the company was evaluated as 0.

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

USI CORPORATION AND SUBSIDIARIES

Taita Chemical Company, Ltd.

MARKETABLE SECURITIES HELD

September 30, 2023

Table 3-2

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

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	Ending				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	\$ 313,531	1.27	\$ 313,531	Note 1
	Harbinger Venture Capital Corp.	—	"	990	6	0.50	6	Note 3
	Taiwan Cement Corporation	—	Financial assets at FVTPL - current	300,000	9,975	-	9,975	Note 1
	UPC Technology Corporation	—	"	282,000	4,188	0.02	4,188	Note 1
	China Steel Corporation	—	"	350,000	8,837	-	8,837	Note 1
	Tungho Steel Corporation	—	"	91,500	5,554	0.01	5,554	Note 1
	Hon Hai Precision Industry Co., Ltd.	—	"	100,000	10,400	-	10,400	Note 1
	Fund beneficiary certificates							
SinoPac TWD Money Market Fund	—	Financial assets at FVTPL - current	1,405,244	20,031	-	20,031	Note 2	
Beneficiary securities								
Cathay No. 1 Real Estate Investment Trust Fund	—	Financial assets at FVTPL - current	3,838,000	68,509	-	68,509	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 September 2023.

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

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

Note 4. As of September 30, 2023, the fair value of equity investment was evaluated by TTC as 0.

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

USI CORPORATION AND SUBSIDIARIES

Asia Polymer Corporation

MARKETABLE SECURITIES HELD

September 30, 2023

Table 3-3

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

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	Ending				Remark
				Unit / Share	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Asia Polymer Corporation	Shares							
	Harbinger Venture Capital Corp.	—	Financial assets at FVTOCI - non-current	2,377	\$ 15	1.20	\$ 15	
	KHL IB Venture Capital Co., Ltd.	—	"	9,954,950	128,319	11.90	128,319	
	USI Corporation	Ultimate parent company	"	101,355,673	2,103,130	8.53	2,103,130	
	CTCI Corporation	—	"	14,446,107	569,899	1.80	569,899	
	AU Optronics Corporation	—	"	7,694,812	126,195	0.10	126,195	
	Wafer Works Corporation	—	Financial assets at FVTOCI - current	518,668	22,821	0.10	22,821	
	Taiwan Cement Corporation	—	Financial assets at FVTPL - current	300,000	9,975	-	9,975	
	Hon Hai Precision Industry Co., Ltd.	—	"	100,000	10,400	-	10,400	
	Tungsho Steel Corporation	—	"	169,500	10,289	0.02	10,289	
	China Steel Corporation	—	"	350,000	8,837	-	8,837	
	UPC Technology Corporation	—	"	293,000	4,351	0.02	4,351	
	Beneficiary securities							
	Cathay No. 1 Real Estate Investment Trust Fund	—	Financial assets at FVTPL - current	3,850,000	68,723	-	68,723	
	Fund beneficiary certificates							
	Capital Money Market Fund	—	Financial assets at FVTPL - current	5,157,155	85,267	-	85,267	
Jih Sun Money Market Fund	—	"	8,236,971	125,249	-	125,249		
Taishin 1699 Money Market Fund	—	"	18,260,735	253,770	-	253,770		
SinoPac TWD Money Market Fund	—	"	11,202,715	159,691	-	159,691		
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	86,795	2.21	86,795	
	Neurosky Inc. - Preferred Stock D	—	"	2,397,364	-	0.37	-	Note 1
	Solargiga Energy Holdings Ltd.	—	"	15,863,333	11,708	0.48	11,708	
	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	

(Continued)

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	Ending				Remark
				Unit / Share	Carrying Amount	Percentage of Ownership (%)	Fair Value	
APC Investment Corporation	Shares							
	USI Corporation	Ultimate parent company	Financial assets at FVTPL - current	44,808	\$ 930	-	\$ 930	
	Taiwan Cement Corporation	—	"	150,000	4,987	-	4,987	
	Hon Hai Precision Industry Co., Ltd.	—	"	50,000	5,200	-	5,200	
	Tungsho Steel Corporation	—	"	87,250	5,296	0.01	5,296	
	China Steel Corporation	—	"	175,000	4,419	-	4,419	
	UPC Technology Corporation	—	"	116,000	1,723	0.01	1,723	
	Fund beneficiary certificates							
Cathay Taiwan Money Market Fund	—	Financial assets at FVTPL - current	1,292,518	16,446	-	16,446		

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
September 30, 2023

Table 3-4

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

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	Ending				Remark
				Unit / Share	Carrying Amount	Percentage of Ownership (%)	Fair Value	
China General Terminal & Distribution Corporation	Shares							
	Asia Polymer Corporation	Investee Companies Using Equity Method for CGTD	Financial assets at FVTOCI - non-current	5,290,482	\$ 129,352	0.89	\$ 129,352	Note 1
	China General Plastics Corporation	"	"	2,940,788	73,226	0.51	73,226	Note 1
	Taita Chemical Company, Ltd.	"	"	2,278,217	40,552	0.57	40,552	Note 1
	China Steel Corporation	—	Financial assets at FVTPL - current	499,552	12,614	-	12,614	Note 2
	Fund beneficiary certificates							
	Taishin 1699 Money Market Fund	—	Financial assets at FVTPL - current	1,405,621	20,159	-	20,159	

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 Nine Months Ended September 30, 2023

Table 4

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

Buyer/Seller	Type and Name of Marketable Securities	Financial Statement Account	Counterparty	Relationship	Beginning (Note)		Acquisition		Disposal				Ending (Note)	
					Unit / Share	Amount	Unit / Share	Amount	Unit / Share	Selling price	Carrying Cost	Gain on disposal	Unit / Share	Amount
USI Corporation	Shares													
	Acme Electronics Corporation	Investments accounted for using the equity method	—	Subsidiary	61,682,967	\$ 898,361	12,432,234	\$ 248,645	-	-	\$ -	\$ -	74,115,201	\$ 1,147,006
	Fund beneficiary certificates													
	Fubon Chi-Hsiang Money Market Fund	Financial assets at FVTPL - current	—	—	-	-	10,656,986	170,000	10,656,986	170,765	170,000	765	-	-
	Hua Nan Phoenix Money Market Fund	"	—	—	-	-	9,634,916	160,000	8,131,554	135,122	135,000	122	1,503,362	25,000
	Yuanta De-Li Money Market Fund	"	—	—	10,265,239	170,000	7,837,289	130,000	18,102,528	300,950	300,000	950	-	-
	Capital Money Market Fund	"	—	—	-	-	11,526,061	190,000	-	-	-	-	11,526,061	190,000
	Jih Sun Money Market Fund	"	—	—	-	-	10,284,152	156,000	-	-	-	-	10,284,152	156,000
	Taishin Ta-Chong Money Market Fund	"	—	—	-	-	13,839,873	200,000	13,839,873	200,693	200,000	693	-	-
	SinoPac TWD Money Market Fund	"	—	—	3,540,976	50,000	19,713,464	280,000	8,475,627	120,069	120,000	69	14,778,813	210,000
	CTBC Hwa-win Money Market Fund	"	-	-	-	-	8,887,318	100,000	8,887,318	100,113	100,000	113	-	-
	Taishin 1699 Money Market Fund	"	-	-	12,357,362	170,000	11,608,020	160,000	16,703,148	231,090	230,000	1,090	7,262,234	100,000
USIFE Investment Co., Ltd.	Shares													
	Acme Electronics Corporation	Investments accounted for using the equity method	—	Associate	19,780,230	167,099	3,355,988	67,120	-	-	-	-	23,136,218	234,219
	Fund beneficiary certificates													
	Yuanta De-Li Money Market Fund	Financial assets at FVTPL - current	—	—	4,907,988	80,284	-	-	1,200,000	19,904	19,630	274	3,707,988	60,654

(Continued)

(Continued)

Buyer/Seller	Type and Name of Marketable Securities	Financial Statement Account	Counterparty	Relationship	Beginning (Note)		Acquisition		Disposal			Ending (Note)		
					Unit / Share	Amount	Unit / Share	Amount	Unit / Share	Selling price	Carrying Cost	Gain on disposal	Unit / Share	Amount
USI Optronics Corporation	Fund beneficiary certificates													
	Jih Sun Money Market Fund	Financial assets at FVTPL - current	—	—	338,874	\$ 5,000	-	\$ -	338,874	5,110	\$ 5,000	\$ 110	-	\$ -
	Taishin Ta-Chong Money Market Fund	"	—	—	417,233	6,000	138,179	2,000	208,279	3,020	3,000	20	347,133	5,000
	Taishin 1699 Money Market Fund	"	—	—	887,541	12,000	-	-	110,943	1,533	1,500	33	776,598	10,500
INOMA Corporation	Fund beneficiary certificates													
	Taishin 1699 Money Market Fund	Financial assets at FVTPL - current	—	—	230,813	3,100	-	-	44,674	618	600	18	186,139	2,500
Chong Loong Trading Co., Ltd.	Fund beneficiary certificates													
	Fubon Chi-Hsiang Money Market Fund	Financial assets at FVTPL - current	—	—	-	-	2,937,224	47,000	2,002,126	32,036	32,000	36	935,098	15,000
China General Terminal & Distribution Corporation	Fund beneficiary certificates													
	Taishin 1699 Money Market Fund	Financial assets at FVTPL - current	—	—	-	-	1,450,621	20,000	-	-	-	-	1,450,621	20,000
Union Polymer International Investment Corporation	Fund beneficiary certificates													
	Taishin Ta-Chong Money Market Fund	Financial assets at FVTPL - current	—	—	-	-	6,911,997	100,000	6,911,997	100,032	100,000	32	-	-
	Taishin 1699 Money Market Fund	"	—	—	726,718	10,000	2,168,319	30,000	2,243,721	31,055	31,000	55	651,316	9,000

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 Nine Months Ended September 30, 2023

Table 4-1

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

Buyer/Seller	Type and Name of Marketable Securities	Financial Statement Account	Counterparty	Relationship	Beginning (Note)		Acquisition		Disposal			Ending (Note)			
					Unit / Share	Amount	Unit / Share	Amount	Unit / Share	Selling price	Carrying Cost	Gain on disposal	Unit / Share	Amount	
China General Plastics Corporation	Shares														
	Acme Electronics Corporation	Investments accounted for using the equity method	—	Associate	3,566,526	\$ 54,497	390,507	\$ 7,810	-	\$ -	\$ -	\$ -	3,957,033	\$ 62,307	
	Fubon Chi-Hsiang Money Market Fund	Financial assets at FVTPL - current	—	—	-	-	6,880,260	110,000	6,880,260	110,032	110,000	32	-	-	
	Hua Nan Phoenix Money Market Fund	"	—	—	-	-	17,067,528	283,000	14,068,128	233,160	233,000	160	2,999,400	50,000	
	Yuanta De-Li Money Market Fund	"	—	—	3,019,311	50,000	6,029,036	100,000	9,048,347	150,104	150,000	104	-	-	
	Capital Money Market Fund	"	—	—	-	-	7,888,079	130,000	7,888,079	130,055	130,000	55	-	-	
	Jih Sun Money Market Fund	"	—	—	7,974,063	120,000	3,297,892	50,000	11,271,955	170,246	170,000	246	-	-	
	Taishin Ta-Chong Money Market Fund	"	—	—	-	-	6,920,176	100,000	6,920,176	100,028	100,000	28	-	-	
	SinoPac TWD Money Market Fund	"	—	—	-	-	10,591,865	150,000	10,591,865	150,095	150,000	95	-	-	
	CTBC Hwa-win Money Market Fund	"	—	—	4,475,635	50,000	8,898,981	100,000	13,374,616	150,082	150,000	82	-	-	
	Taishin 1699 Money Market Fund	"	—	—	9,445,668	130,000	9,059,935	125,000	18,505,603	255,575	255,000	575	-	-	
	Taiwan VCM Corporation	Fund beneficiary certificates													
		Fubon Chi-Hsiang Money Market Fund	Financial assets at FVTPL - current	—	—	-	-	23,801,733	380,000	23,801,733	380,519	380,000	519	-	-
Hua Nan Phoenix Money Market Fund		"	—	—	2,119,619	35,000	16,887,179	280,000	19,006,798	315,541	315,000	541	-	-	
	Yuanta De-Li Money Market Fund	"	—	—	6,037,918	100,000	3,010,452	50,000	9,048,370	150,166	150,000	166	-	-	

(Continued)

(Continued)

Buyer/Seller	Type and Name of Marketable Securities	Financial Statement Account	Counterparty	Relationship	Beginning (Note)		Acquisition		Disposal			Ending (Note)		
					Unit / Share	Amount	Unit / Share	Amount	Unit / Share	Selling price	Carrying Cost	Gain on disposal	Unit / Share	Amount
CGPC Polymer Corporation	Capital Money Market Fund	"	—	—	-	\$ -	6,076,025	\$ 100,000	6,076,025	\$ 100,125	\$ 100,000	\$ 125	-	\$ -
	Jih Sun Money Market Fund	"	—	—	-	-	3,296,174	50,000	3,296,174	50,094	50,000	94	-	-
	Taishin Ta-Chong Money Market Fund	"	—	—	8,593,337	123,800	6,896,340	100,000	15,489,677	224,234	223,800	434	-	-
	SinoPac TWD Money Market Fund	"	—	—	-	-	17,639,711	250,000	12,801,491	182,452	181,430	1,022	4,838,220	68,570
	CTBC Hwa-win Money Market Fund	"	—	—	-	-	12,475,064	140,000	12,475,064	140,168	140,000	168	-	-
	Taishin 1699 Money Market Fund	"	—	—	8,735,968	120,000	17,374,180	240,000	8,735,968	120,429	120,000	429	17,374,180	240,000
	Fund beneficiary certificates	Financial assets at FVTPL - current	—	—	-	-	2,618,976	42,000	2,618,976	42,034	42,000	34	-	-
	Fubon Chi-Hsiang Money Market Fund	"	—	—	-	-	6,002,924	100,000	4,202,047	70,051	70,000	51	1,800,877	30,000
	Hua Nan Phoenix Money Market Fund	"	—	—	1,811,091	30,000	-	-	1,811,091	30,053	30,000	53	-	-
	Yuanta De-Li Money Market Fund	"	—	—	-	-	6,294,019	104,000	-	-	-	-	6,294,019	104,000
	Capital Money Market Fund	"	—	—	-	-	-	-	-	-	-	-	-	-
	Jih Sun Money Market Fund	"	—	—	-	-	19,716,800	285,000	19,716,800	285,125	285,000	125	-	-
	Taishin Ta-Chong Money Market Fund	"	—	—	-	-	18,996,777	270,000	16,187,157	230,141	230,000	141	2,809,620	40,000
	SinoPac TWD Money Market Fund	"	—	—	-	-	-	-	-	-	-	-	-	-
	CTBC Hwa-win Money Market Fund	"	—	—	-	-	3,605,111	50,000	3,605,111	50,021	50,000	21	-	-
	Taishin 1699 Money Market Fund	"	—	—	-	-	-	-	-	-	-	-	-	-

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 Nine Months Ended September 30, 2023

Table 4-2

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

Buyer/Seller	Type and Name of Marketable Securities	Financial Statement Account	Counterparty	Relationship	Beginning (Note)		Acquisition		Disposal			Ending (Note)		
					Unit / Share	Amount	Unit / Share	Amount	Unit / Share	Selling price	Carrying Cost	Gain on disposal	Unit / Share	Amount
Taita Chemical Company, Ltd.	Shares													
	Acme Electronics Corporation	Investments accounted for using the equity method	—	Associate	4,991,556	\$ 76,353	546,537	\$ 10,931	-	\$ -	\$ -	\$ -	5,538,093	\$ 87,284
	Fund beneficiary certificates													
	Fubon Chi-Hsiang Money Market Fund	Financial assets at FVTPL - current	—	—	-	-	3,121,196	50,000	3,121,196	50,020	50,000	20	-	-
	Hua Nan Phoenix Money Market Fund	"	—	—	1,816,596	30,000	5,723,053	95,000	7,539,649	125,064	125,000	64	-	-
	Yuanta De-Li Money Market Fund	"	—	—	3,018,303	50,000	-	-	3,018,303	50,077	50,000	77	-	-
	Capital Money Market Fund	"	—	—	-	-	9,341,669	154,000	9,341,669	154,117	154,000	117	-	-
	Jih Sun Money Market Fund	"	—	—	-	-	-	-	-	-	-	-	-	-
	Taishin Ta-Chong Money Market Fund	"	—	—	3,465,868	50,000	-	-	3,465,868	50,087	50,000	87	-	-
	SinoPac TWD Money Market Fund	"	—	—	-	-	4,215,733	60,000	2,810,489	40,047	40,000	47	1,405,244	20,000
	CTBC Hwa-win Money Market Fund	"	—	—	-	-	-	-	-	-	-	-	-	-
	Taishin 1699 Money Market Fund	"	—	—	6,539,203	90,000	6,526,342	90,000	13,065,545	180,303	180,000	303	-	-

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 Nine Months Ended September 30, 2023

Table 4-3

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

Buyer/Seller	Type and Name of Marketable Securities	Financial Statement Account	Counterparty	Relationship	Beginning (Note)		Acquisition		Disposal			Ending (Note)		
					Unit / Share	Amount	Unit / Share	Amount	Unit / Share	Selling price	Carrying Cost	Gain on disposal	Unit / Share	Amount
Asia Polymer Corporation	Shares													
	Acme Electronics Corporation	Investments accounted for using the equity method	—	Associate	6,801,315	\$ 104,951	744,692	\$ 14,894	-	\$ -	\$ -	\$ -	7,546,007	\$ 119,845
	Fund beneficiary certificates													
	Fubon Chi-Hsiang Money Market Fund	Financial assets at FVTPL - current	—	—	-	-	9,102,494	145,000	9,102,494	145,818	145,000	818	-	-
	Hua Nan Phoenix Money Market Fund	"	—	—	605,752	10,000	3,011,323	50,000	3,617,075	60,196	60,000	196	-	-
	Yuanta De-Li Money Market Fund	"	—	—	-	-	3,016,264	50,000	3,016,264	50,207	50,000	207	-	-
	Capital Money Market Fund	"	—	—	-	-	5,157,155	85,000	-	-	-	-	5,157,155	85,000
	Jih Sun Money Market Fund	"	—	—	9,317,246	140,000	8,236,971	125,000	9,317,246	140,909	140,000	909	8,236,971	125,000
	Taishin Ta-Chong Money Market Fund	"	—	—	4,519,224	65,000	12,448,775	180,000	16,967,999	246,070	245,000	1,070	-	-
	SinoPac TWD Money Market Fund	"	—	—	7,101,315	100,000	4,101,400	58,000	-	-	-	-	11,202,715	158,000
	CTBC Hwa-win Money Market Fund	"	—	—	-	-	5,328,360	60,000	5,328,360	60,068	60,000	68	-	-
	Taishin 1699 Money Market Fund	"	—	—	726,470	10,000	17,534,265	242,000	-	-	-	-	18,260,735	252,000
APC Investment Corporation	Shares													
	Acme Electronics Corporation	Investments accounted for using the equity method	—	—	3,116,262	29,533	1,231,714	24,634	-	-	-	-	4,347,976	54,167

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 Nine Months Ended September 30, 2023

Table 5

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

Buyer/Seller	Counterparty	Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts Receivable (Payable)		Remark
			Purchase (Sale)	Amount	Ratio to Total Purchase (Sales) (%)	Credit Terms	Unit Price	Credit Terms	Ending Balance	Ratio to Total Notes or Accounts Receivable (Payable) (%)	
USI Corporation	Asia Polymer Corporation	Subsidiary	Purchase	\$ 646,896	10.94	Within 60 days after purchasing on credit	No significant difference	No significant difference	(\$ 151,158)	(15.80)	Note
	Asia Polymer Corporation	Subsidiary	Sale	(142,237)	(1.58)	Within 60 days after selling on credit	"	"	160,008	12.40	Note
	Fujian Gulei Petrochemical Co., Ltd.	Joint ventures	Purchase	618,257	10.45	Current Letter of Credit	"	"	-	-	—
	USI (Hong Kong) Company Ltd.	Subsidiary	Sale	(104,121)	(1.16)	Within 60 days after selling on credit	"	"	17,237	1.34	Note
	USI Trading (Shanghai) Co., Ltd.	Subsidiary	Sale	(83,970)	(0.93)	Within 60 days after selling on credit	"	"	16,670	1.29	Note
	Forever Young Company Limited	Subsidiary	Sale	(133,997)	(1.49)	Within 60 days after selling on credit	"	"	52,649	4.08	Note
USI (Hong Kong) Company Ltd.	USI Corporation	Parent company	Purchase	104,121	1.76	Within 60 days after purchasing on credit	"	"	(17,237)	(1.80)	Note
USI Trading (Shanghai) Co., Ltd.	USI Corporation	Parent company	Purchase	83,970	1.42	Within 60 days after purchasing on credit	"	"	(16,670)	(1.74)	Note
Forever Young Company Limited	USI Corporation	Parent company	Purchase	133,997	2.27	Within 60 days after purchasing on credit	"	"	(52,649)	(5.50)	Note

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

USI CORPORATION AND SUBSIDIARIES

Acme Electronics 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 Nine Months Ended September 30, 2023

Table 5-1

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

Buyer/Seller	Counterparty	Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts Receivable (Payable)		Remark
			Purchase (Sale)	Amount	Ratio to Total Purchase (Sales) (%)	Credit Terms	Unit Price	Credit Terms	Ending Balance	Ratio to Total Notes or Accounts Receivable (Payable) (%)	
Acme Electronics Corporation	Acme Electronics (Guang-Zhou) Co., Ltd.	Subsidiary of GAEL	Purchase (including processing expenses)	\$ 174,622	62	55 days	No significant difference	No significant difference	(\$ 23,953)	(31)	Note 2
Acme Electronics (Guang-Zhou) Co., Ltd.	Acme Electronics Corporation	Subsidiary of GAEL	Sale (including processing expenses)	(174,622)	29	55 days	"	"	23,953	11	Note 2
Acme Electronics (Kunshan) Co., Ltd.	Acme Electronics Corporation	Subsidiary of ACME (Cayman)	Purchase	135,347	79	55 days	"	"	(57,612)	(74)	Note 2
Acme Electronics Corporation	Acme Electronics (Kunshan) Co., Ltd.	Subsidiary of ACME (Cayman)	Sale	(135,347)	16	55 days	"	"	57,612	19	Note 2

Note 1. There is no significant difference in payment terms or selling prices for the transactions between ACME, ACME (Guang-Zhou) and ACME (Kunshan).

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

USI CORPORATION AND SUBSIDIARIES

Swanson 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 Nine Months Ended September 30, 2023

Table 5-2

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

Buyer/Seller	Counterparty	Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts Receivable (Payable)		Remark
			Purchase (Sale)	Amount	Ratio to Total Purchase (Sales) (%)	Credit Terms	Unit Price	Credit Terms	Ending Balance	Ratio to Total Notes or Accounts Receivable (Payable) (%)	
Swanson Plastics (Singapore) Pte., Ltd.	Swanson Plastics (Malaysia) Sdn. Bhd.	Subsidiary	Purchase	\$ 139,797	78	90 days	No significant difference	No significant difference	Accounts receivable - related parties (\$25,948)	(83)	Note
Forever Young Company Limited	USI Corporation	Ultimate parent company	Purchase	131,234	20	75 days	"	"	Accounts receivable - related parties (40,722)	(23)	Note
Forever Young Company Limited	Swanson Plastics (Kunshan) Co., Ltd.	Have the same ultimate parent company	Sale	(299,398)	(43)	90 days	"	"	Accounts receivables - related parties 78,950	58	Note
Forever Young Company Limited	Swanson Plastics (Malaysia) Sdn. Bhd.	Have the same ultimate parent company	Sale	(226,836)	(33)	90 days	"	"	Accounts receivables - related parties 22,026	16	Note
Swanson Plastics (Kunshan) Co., Ltd.	ASK-Swanson (Kunshan) Co., Ltd.	Have the same ultimate parent company	Sale	(116,853)	(16)	60 days	"	"	Accounts receivables - related parties 30,396	12	Note
Swanson Plastics (Kunshan) Co., Ltd.	Forever Young Company Limited	Have the same ultimate parent company	Purchase	299,398	41	90 days	"	"	Accounts receivable - related parties (78,950)	(42)	Note
Swanson Plastics (Malaysia) Sdn. Bhd.	Forever Young Company Limited	Have the same ultimate parent company	Purchase	226,836	40	90 days	"	"	Accounts receivable - related parties (22,026)	(49)	Note
Swanson Plastics (Malaysia) Sdn. Bhd.	Swanson Plastics (Singapore) Pte., Ltd.	Parent company	Sale	(139,797)	(22)	90 days	"	"	Accounts receivables - related parties 25,948	18	Note
ASK-Swanson (Kunshan) Co., Ltd.	Swanson Plastics (Kunshan) Co., Ltd.	Have the same ultimate parent company	Purchase	116,853	51	60 days	"	"	Accounts receivable - related parties (30,396)	(85)	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 Nine Months Ended September 30, 2023

Table 5-3

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

Buyer/Seller	Counterparty	Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts Receivable (Payable)		Remark
			Purchase (Sale)	Amount	Ratio to Total Purchase (Sales) (%)	Credit Terms	Unit Price	Credit Terms	Ending Balance	Ratio to Total Notes or Accounts Receivable (Payable) (%)	
China General Plastics Corporation	CGPC America Corporation	Subsidiary	Sale	(\$ 333,400)	(6)	90 days	No significant difference	No significant difference	Accounts receivables - related parties \$155,979	17	Note
Taiwan VCM Corporation	China General Plastics Corporation	Parent company	Sale	(3,224,509)	(47)	45 days	"	"	Accounts receivables - related parties 798,860	40	Note
	CGPC Polymer Corporation	Fellow company	Sale	(3,081,210)	(45)	75 days	"	"	Accounts receivables - related parties 1,060,039	54	Note
	Fujian Gulei Petrochemical Co., Ltd.	Related party in substance	Purchase	668,635	15	Current Letter of Credit	"	"	Accounts receivable - related parties -	-	—

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

USI CORPORATION AND SUBSIDIARIES

Asia Polymer Corporation

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

For the Nine Months Ended September 30, 2023

Table 5-4

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

Buyer/Seller	Counterparty	Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts Receivable (Payable)		
			Purchase (Sale)	Amount	Ratio to Total Purchase (Sales) (%)	Credit Terms	Unit Price	Credit Terms	Ending Balance	Ratio to Total Notes or Accounts Receivable (Payable) (%)	
Asia Polymer Corporation	USI Corporation	Ultimate parent company	Sale	(\$ 646,694)	(12.83)	60 days	No significant difference	No significant difference	Accounts receivables - related parties	\$ 154,619	22.30
	USI Trading (Shanghai) Co., Ltd.	Subsidiary	Sale	(176,327)	(3.50)	90 days	"	"	Accounts receivables - related parties	52,145	7.52
	USI Corporation	Ultimate parent company	Purchase	142,237	4.99	30 days	"	"	Accounts receivable - related parties	(12,678)	(6.36)
	Fujian Gulei Petrochemical Co., Ltd.	Associate	Purchase	542,843	19.06	Letter of Credit	"	"	—	-	-

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

USI CORPORATION AND SUBSIDIARIES
RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL
September 30, 2023

Table 6

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

Company Name	Counterparty	Relationship	Financial Statement Account and Ending Balance (Note 3)	Turnover Rate (%)	Overdue		Amounts Received in Subsequent Period (Note 2)	Allowance for Impairment Loss
					Amount	Actions Taken		
USI Corporation	Taiwan VCM Corporation	Subsidiary	Other receivables from related parties \$ 204,325	-	\$ -	—	\$ 204,325	Note 1
	Asia Polymer Corporation	Subsidiary	Other receivables from related parties 160,008	-	-	—	160,008	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 October 1 to November 7, 2023.

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

September 30, 2023

Table 6-1

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

Company Name	Counterparty	Relationship	Financial Statement Account and Ending Balance (Note 3)	Turnover Rate (%)	Overdue		Amounts Received in Subsequent Period (Note 2)	Allowance for Impairment Loss	
					Amount	Actions Taken			
ASK-Swanson (Kunshan) Co., Ltd.	Swanson Plastics (Tianjin) Co., Ltd.	Have the same ultimate parent company	Other receivables from related parties (RMB40,753 thousand)	\$ 183,166	-	\$ -	-	\$ -	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 October 1 to November 7, 2023.

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

USI CORPORATION AND SUBSIDIARIES

China General Plastics Corporation

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

September 30, 2023

Table 6-2

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

Company Name	Counterparty	Relationship	Financial Statement Account and Ending Balance (Note 3)	Turnover Rate (%)	Overdue		Amounts Received in Subsequent Period (Note 2)	Allowance for Impairment Loss
					Amount	Actions Taken		
China General Plastics Corporation	CGPC America Corporation	Subsidiary	Accounts receivables - related parties \$ 155,979	2.96	\$ -	—	\$ 38,374	Note 1
Taiwan VCM Corporation	China General Plastics Corporation	Parent company	Accounts receivables - related parties 798,860	5.41	-	—	409,844	Note 1
	CGPC Polymer Corporation	Fellow company	Accounts receivables - related parties 1,060,039	4.58	-	—	339,976	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 October 1 to October 25, 2023.

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

USI CORPORATION AND SUBSIDIARIES

Taita Chemical Company, Ltd.

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

September 30, 2023

Table 6-3

(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 \$ 296,180 (US\$9,178 thousand) (Note 1 and 3)	-	\$ 296,180	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 November 3, 2023.

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

USI CORPORATION AND SUBSIDIARIES
Asia Polymer Corporation
RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL
September 30, 2023

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			
Asia Polymer Corporation	USI Corporation	Ultimate parent company	Accounts receivables - related parties	\$154,619	5.04	\$	—	\$ 81,930	Note 1
			Other receivables from related parties	149			—	149	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 October 1 to November 3, 2023.

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

USI CORPORATION AND SUBSIDIARIES
INFORMATION ON INVESTEEES
For the Nine Months Ended September 30, 2023

Table 7

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

Investor	Investee	Location	Main Businesses and Products	Original Investment Amount		Hold at End of Period			Net Income (Loss) of 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	\$ 938,117	(\$ 24,623)	(\$ 24,623)	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	1,495,876	35,940	35,940	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	68,317	(4,162)	(4,162)	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	9,998,041	147,540	120,709	Subsidiary
	Taiwan United Venture Capital Corp.	10F., No. 37, Jihu Rd., Taipei City	Venture capital (focused on "high technology industry")	296,800	471,800	14,000,000	70.00	95,670	(184)	(129)	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	81,507	7,705	7,702	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	1,048,746	(104,112)	(42,246)	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	221,513	61,682,967	28.96	515,495	(157,178)	(45,519)	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	9,243,369	94.37	12,361	(1,045)	(986)	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	3,213	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	4,278,056	(1,561,335)	(923,263)	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	28,093	(11,634)	(5,915)	Subsidiary
	USI Green Energy Corporation	12F., No. 37, Jihu Rd., Neihu Dist., Taipei City 114, Taiwan (ROC)	Solar power generation business	357,506	70,100	36,616,004	100.00	396,801	(921)	(2,164)	Subsidiary
	Delmind Inc.	Xinglong Rd., Taoyuan Dist., Taoyuan City	Manufacturing of machinery and equipment	90,000	90,000	9,000,000	30.00	78,397	(18,419)	(5,526)	Associate
	Chem Union Renewable Energy Corporation	9F-3, No. 301, Songjiang Rd., Zhongshan Dist., Taipei City 104, Taiwan (ROC)	Energy Technology Services	10,000	-	1,000,000	33.33	9,898	(307)	(102)	Associate

(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			
Ever Conquest Global Limited	Ever Victory Global Limited	Vistra Corporate Services Centre, Wickhams Cay II, Road Town, Tortola VG1110	Investment business	\$ 13,461,269 (US\$417,145 thousand)	\$ 13,461,269 (US\$417,145 thousand)	417,145,000	67.40	\$ 7,234,643 (US\$224,191 thousand)	(\$ 2,316,429) (US\$-75,484 thousand)		Sub-subsidiary
Ever Victory Global Limited	Dynamic Ever Investments Limited	6/F, Caltex House, 258 Hennessy Road, Hong Kong	Investment business	19,002,190 (US\$588,850 thousand)	19,002,190 (US\$588,850 thousand)	588,850,000	85.00	9,715,150 (US\$301,058 thousand)	(2,767,652) (US\$-90,176 thousand)		Sub-subsidiary
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	2,730,851	(160,183)		Sub-subsidiary
	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	4,921,411	267,699		Sub-subsidiary
	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	2,466,522	380,444		Sub-subsidiary
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	155,632	19,780,230	9.29	179,698	(157,178)		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	(4,413)	(27,227)		Sub-subsidiary
	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	15,672	623		Sub-subsidiary
Swanlake Traders Ltd.	ACME Electronics (Cayman) Corp.	Ugland House P.O. Box 309 George Town, Grand Cayman, Cayman Islands	Corporate investments	277,157 (US\$8,589 thousand)	277,157 (US\$8,589 thousand)	11,553,462	18.93	274,469 (US\$8,505 thousand)	(77,541) (US\$-2,500 thousand)		Sub-subsidiary

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 Nine Months Ended September 30, 2023

Table 7-1

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

Investor	Investee	Location	Main Businesses and Products	Original Investment Amount (Note 2)		Hold at End of Period			Net Income (Loss) of Investee (Note 3)	Share of Profit (Loss) (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	\$ 880,420	\$ 605,182	36,675,541	60.10	\$ 883,630	(\$ 77,451) (US\$-2,500 thousand)	(\$ 25,157) (US\$ -798 thousand)	Note 1
	Golden Amber Enterprises Limited	CITCO Building, Wickhams Cay Road Town, Tortola, British Virgin Islands	Corporate investments	669,072	669,072	20,800,000	100.00	1,008,837	(62,690)	(58,772)	Note 1
	USI Optronics Corporation	12F, No. 37, Jihu Road, Neihu District, Taipei City	Manufacturing and marketing of sapphire single crystal	646,200	646,200	22,064,224	34.00	18,783	(11,634)	(3,956)	
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	383,273 (US\$ 11,891 thousand)	383,273 (US\$ 11,891 thousand)	42,600,000	100.00	705,133 (US\$ 21,851 thousand)	9,526 (MYR1,437 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	249,575 (MYR37,964 thousand)	249,575 (MYR37,964 thousand)	9,120,000	100.00	696,153 (MYR105,895 thousand)	9,946 (MYR 1,501 thousand)		Note 1

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

Note 2. The foreign currency amount was calculated based on the spot exchange rate of September 30, 2023.

Note 3. The amount is calculated based on the average exchange rate from January 1 to September 30, 2023.

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

USI CORPORATION AND SUBSIDIARIES
Swanson Plastics Corporation
INFORMATION ON INVESTEEES
For the Nine Months Ended September 30, 2023

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) (Notes 1 and 3)	Remark
				Ending balance of the current period (Note 2)	Ending balance of the prior year (Note 2)	Number of Shares	Percentage (%)	Carrying Amount (Notes 1 and 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	100.00	\$ 1,900,274	\$ 22,818	\$ 22,818	
	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	100.00	44,541	4,387	4,387	
	Swanson International Ltd.	PO Box 309 Uglan House Grand Cayman KY1-1104 Cayman Islands	Investment	499,996	499,996	16,041,205	100.00	1,643,538	(30,752)	(30,752)	
	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	70.00	(20,597)	(27,227)	(19,059)	
	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	1.00	8,279	11,614	116	
	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	2,455	-	

(Continued)

(Continued)

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) (Notes 1 and 3)	Remark
				Ending balance of the current period (Note 2)	Ending balance of the prior year (Note 2)	Number of Shares	Percentage (%)	Carrying Amount (Notes 1 and 2)			
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	\$ 212,769 (US\$ 6,593 thousand)	\$ 212,769 (US\$ 6,593 thousand)	20,000,000	100.00	\$ 541,098 (US\$ 16,768 thousand)	\$ 23,926 (US\$ 775 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	532,805 (US\$ 16,511 thousand)	532,805 (US\$ 16,511 thousand)	107,351,389	100.00	294,747 (US\$ 9,134 thousand)	2,455 (INR 6,480 thousand)		
	PT. Swanson Plastics Indonesia	Ngoro Industrial Park Blok D2-3 Ds. Lolawang Kec. Ngoro Kab. Mojokerto	Manufacturing and marketing of plastic products	833,858 (US\$ 25,840 thousand)	833,858 (US\$ 25,840 thousand)	25,840,033	99.00	819,642 (US\$ 25,400 thousand)	11,614 (IDR5,641,507 thousand)		
Swanson International Ltd.	A.S. Holdings (UK) Limited	5TH Floor 7-10 Chandos Street London W1G 9DQ	Investment	228,926 (US\$ 7,094 thousand)	228,926 (US\$ 7,094 thousand)	3,156,993	100.00	595,729 (US\$ 18,461 thousand)	19,872 (US\$ 642 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 September 30, 2023

Note 3. The amount is calculated based on the average exchange rate from January 1 to September 30, 2023.

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

USI CORPORATION AND SUBSIDIARIES

China General Plastics Corporation

INFORMATION ON INVESTEEES

For the Nine Months Ended September 30, 2023

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			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			
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	\$ 4,389,725	\$ 438,463	\$ 313,296	Subsidiary
	CGPC Polymer Corporation	12F., No. 37, Jihu Rd., Neihu Dist., Taipei City 114, Taiwan (ROC)	Manufacturing and marketing of PVC resins	800,000	800,000	100,000,000	100.00	683,481	(18,226)	(18,226)	Subsidiary
	CGPC (BVI) Holding Co., Ltd.	Citco Building, Wickhams Cay, P.O. Box 662, Road Town, Tortola, British Virgin Islands	Reinvestment	1,073,906	1,073,906	16,308,258	100.00	341,871	(2,196)	(2,196)	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	334,844	(27,572)	(9,191)	Associate accounted for using the equity method
	CGPC America Corporation	1181 California Ave., Suite 235 Corona, CA 92881,U.S.A	Marketing of PVC two- or three-time processed products	648,931	648,931	100	100.00	194,164	(19,809)	(19,809)	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, magnetic powder, and magnetic cores.	41,805 (Note 1)	33,995	3,566,526	1.67	30,693	(157,178)	(2,632)	Associate accounted for using the equity method
Taiwan VCM Corporation	Global Green Technology Corporation	12F., No. 37, Jihu Rd., Neihu Dist., Taipei City 114, Taiwan (ROC)	Environmental detection services	50,000	50,000	5,200,000	100.00	56,422	4,158		Subsidiary

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

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

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

USI CORPORATION AND SUBSIDIARIES

Taita Chemical Company, Ltd.

INFORMATION ON INVESTEEES

For the Nine Months Ended September 30, 2023

Table 7-4

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

Investor	Investee	Location	Main Businesses and Products	Original Investment Amount		Hold at End of Period			Net Income (Loss) of Investee	Share of Profit (Loss)	Remark
				Ending balance of the current period	Ending balance of the prior year	Number of Shares	Percentage (%)	Carrying Amount			
Taita Chemical Company, Ltd.	TAITA (BVI) Holding Co., Ltd.	British Virgin Islands	Reinvestment	\$ 2,895,845 (US\$89,738 thousand)	\$ 2,895,845 (US\$89,738 thousand)	89,738,000	100.00	\$ 3,167,302 (US\$98,150 thousand)	(\$ 37,140) (US\$ -1,193 thousand)	(\$ 37,140) (US\$ -1,193 thousand)	Subsidiary (Notes 1 and 3)
	China General Plastics Corporation	Taipei City	Production and marketing of PVC tape and other plastic products	65,365	65,365	11,516,174	1.98	191,391	380,444	7,540	Investee companies using 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	334,844	(27,572)	(9,191)	Investee companies using equity method (Note 2)
	Acme Electronics Corporation	Taipei City	Production and sales of manganese-zinc soft ferrite powder	55,702	44,771	4,991,556	2.34	42,957	(157,178)	(3,683)	Investee companies using equity method (Note 1)
TAITA (BVI) Holding Co., Ltd.	ACME Electronics (Cayman) Corp.	British Cayman Islands	Reinvestment	54,860 (US\$1,700 thousand)	54,860 (US\$1,700 thousand)	2,695,619	4.42	64,038 (US\$1,984 thousand)	(77,541) (US\$ -2,500 thousand)		Investee companies using 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 Nine Months Ended September 30, 2023

Table 7-5

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

Investor	Investee	Location	Main Businesses and Products	Original Investment Amount		Hold at End of Period			Net Income (Loss) of 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	\$ 444,513 (US\$ 13,775 thousand)	\$ 444,513 (US\$ 13,775 thousand)	11,342,594	100.00	\$ 611,893	\$ 10,396	\$ 10,396	Subsidiary
	APC Investment Corporation	Taipei City	Investment business	200,000	200,000	20,000,000	100.00	141,571	(4,799)	(4,799)	Subsidiary
	USI International Corp.	British Virgin Islands	Reinvestment business	67,767 (US\$ 2,100 thousand)	67,767 (US\$ 2,100 thousand)	2,100,000	70.00	70,581	(3,129)	(2,190)	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	779,218	380,444	30,699	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	334,844	(27,572)	(9,191)	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	206,429	(104,112)	(8,276)	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	61,348	6,801,315	3.19	58,531	(157,178)	(5,019)	Investments accounted for using the equity method
	Taiwan United Venture Capital Corp.	Taipei City	Investments in high-tech undertakings	38,636	52,791	1,665,333	8.33	11,380	(184)	(15)	Investments accounted for using the equity method
	USI Optronics Corporation	Taipei City	Manufacturing and marketing of sapphire single crystal	59,725	59,725	5,972,464	9.20	5,084	(11,634)	(1,071)	Investments accounted for using the equity method
APC (BVI) Holding Co., Ltd.	Ever Conquest Global Ltd.	British Virgin Islands	Reinvestment business	5,501,228 (US\$ 170,475 thousand)	5,501,228 (US\$ 170,475 thousand)	170,475,000	40.87	2,956,588	(1,561,335)	(638,072)	Investments accounted for using the equity method
	ACME Electronics (Cayman) Corp.	British Cayman Islands	Reinvestment business	169,253 (US\$ 5,245 thousand)	169,253 (US\$ 5,245 thousand)	8,316,450	13.63	197,569	(77,541)		APC (BVI) Holding Co., Ltd. Investments accounted for using the equity method
	USI International Corp.	British Virgin Islands	Reinvestment business	29,043 (US\$ 900 thousand) (US\$ 588,850 thousand)	29,043 (US\$ 900 thousand) (US\$ 588,850 thousand)	900,000	30.00	30,249 (US\$ 301,058 thousand)	(3,129) (US\$ 90,176 thousand)		APC (BVI) Holding Co., Ltd. Investments accounted for using the equity method

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 (BVI) Holding Co., Ltd.	ACME Electronics (Cayman) Corp.	British Cayman Islands	Reinvestment business	\$ 169,253 (US\$ 5,245 thousand)	\$ 169,253 (US\$ 5,245 thousand)	8,316,450	13.63	\$ 197,569	(\$ 77,541)	\$	APC (BVI) Holding Co., Ltd. Investments accounted for using the equity method APC (BVI) Holding Co., Ltd. Investments accounted for using the equity method
	USI International Corp.	British Virgin Islands	Reinvestment business	29,043 (US\$ 900 thousand)	29,043 (US\$ 900 thousand)	900,000	30.00	30,249	(3,129)		
APC Investment Corporation	Acme Electronics Corporation	Taipei City	Production and sales of manganese zinc, soft ferrite, magnetic powder, and magnetic cores.	39,523	14,889	3,116,262	1.46	26,818	(157,178)		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	(4,413)	(27,227)		APC Investment Corporation Investments accounted for using the equity method
Ever Conquest Global Ltd.	Ever Victory Global Ltd.	British Virgin Islands	Reinvestment business	13,461,269 (US\$ 417,145 thousand)	13,461,269 (US\$ 417,145 thousand)	417,145,000	67.40	7,234,643 (US\$ 224,191 thousand)	(2,316,429) (US\$ 75,484 thousand)		Ever Conquest Global Ltd. Investments accounted for using the equity method
Ever Victory Global Ltd.	Dynamic Ever Investments Ltd.	Hong Kong	Reinvestment business	19,002,190 (US\$ 588,850 thousand)	19,002,190 (US\$ 588,850 thousand)	588,850,000	85.00	9,715,150 (US\$ 301,058 thousand)	(2,767,652) (US\$ 90,176 thousand)		Ever Victory Global Ltd. Investments accounted for using the equity method

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

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

USI CORPORATION AND SUBSIDIARIES
INFORMATION ON INVESTMENTS IN MAINLAND CHINA
For the Nine Months Ended September 30, 2023

Table 8

(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 6)	Investment Flows for the Period (Note 6)		Accumulated Outward Remittance for Investment from Taiwan as of the ending of the Period (Note 6)	Net Income (Loss) of Investee (Note 8)	Ownership of Direct or Indirect Investment (%)	Investment Gain (Loss) (Notes 5, 7 and 9)	Carrying Amount as of the End of Period (Notes 5, 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	\$ 991,496 (US\$ 30,725 thousand)	Note 1	\$ 90,922 (US\$ 2,818 thousand)	\$	\$	\$ 90,922 (US\$ 2,818 thousand)	(\$ 79,569) (US\$-2,572 thousand)	18.93	(\$ 16,341) (US\$ -529 thousand)	\$ 137,893 (US\$ 4,273 thousand)	\$
Zhangzhou Taiju Trading Co., Ltd.	Import and distribution of various types of chemical raw materials and products	44,946 (RMB 10,000 thousand)	Note 1	33,450 (US\$ 1,037 thousand)			33,450 (US\$ 1,037 thousand)	14,369 (US\$ 445 thousand)	70.00	10,058 (US\$ 311 thousand)	39,553 (US\$ 1,226 thousand)	
USIG (Shanghai) Co., Ltd.	Import and distribution of various types of chemical raw materials and products	161,350 (US\$ 5,000 thousand)	Note 2	161,350 (US\$ 5,000 thousand)			161,350 (US\$ 5,000 thousand)	614 (US\$ 19 thousand)	100.00	614 (US\$ 19 thousand)	133,918 (US\$ 4,150 thousand)	
Fujian Gulei Petrochemical Co., Ltd.	Crude oil processing and petroleum products manufacturing	41,864,502 (RMB9,314,400 thousand)	Note 3	7,372,073 (US\$228,450 thousand)			7,372,073 (US\$228,450 thousand)	(5,515,357) (US\$-179,707 thousand)	16.94	(934,268) (US\$-30,441 thousand)	3,720,336 (US\$115,288 thousand)	

Accumulated Outward Remittance of Investment to Mainland China from Taiwan at the End of the Current Period (Notes 6 and 9)	Investment Amounts Authorized by Investment Commission, MOEA (Notes 6 and 9)	Upper Limit on the Amount of Investment Stipulated by Investment Commission, MOEA
\$ 7,850,043	\$ 10,308,597	\$ - (Note 4)

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

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

Note 3. To reinvest 67.40% Ever Victory Global Ltd. ("EVGL") via 59.13% Ever Conquest Global Limited ("ECGL") in the third region, as well as reinvest 85.00% Dynamic Ever Investments Limited ("DEIL"), to indirectly invest 50% in Fujian Gulei Petrochemical 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. 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 6. The calculation was based on the spot exchange rate of September 30, 2023.

Note 7. Except that the calculation of Acme Electronics (Kunshan) Co., Ltd. is based on the financial statements reviewed and approved by CPAs of its parent company in Taiwan, the rest are based on the financial statements not reviewed and approved by CPAs.

Note 8. The amount is calculated based on the average exchange rate from January 1 to September 30, 2023.

Note 9. Accumulated outward remittance of investment to Mainland China from Taiwan and the investment amounts authorized by Investment Commission, MOEA at the end of the current period amounted US\$243,261 thousand and US\$319,448 thousand.

USI CORPORATION AND SUBSIDIARIES
Acme Electronics Corporation
INFORMATION ON INVESTMENTS IN MAINLAND CHINA
For the Nine Months Ended September 30, 2023

Table 8-1

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

Investee Company	Main Businesses and Products	Paid-in Capital (Note 6)	Method of Investment	Accumulated Outward Remittance for Investment from Taiwan as of the beginning of the Period (Note 4)	Investment Flows for the 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	\$ 991,496 (US\$30,725 thousand)	Indirect investment via ACME (Cayman).	\$ 374,188 (US\$11,144 thousand)	\$ -	\$ -	\$ 374,188 (US\$11,144 thousand)	(\$ 79,569) (RMB-18,012 thousand)	60.10	(\$ 45,131) (RMB-10,220 thousand)	\$ 437,730 (RMB97,390 thousand)	\$
Acme Electronics (Guang-Zhou) Co., Ltd.	Manufacturing and sales of manganese-zinc soft ferrite core	619,584 (US\$19,200 thousand)	Indirect investment via GAEL.	619,676 (US\$19,200 thousand)	-	-	619,676 (US\$19,200 thousand)	(62,403) (RMB-14,174 thousand)	100.00	(62,403) (RMB-14,174 thousand)	1,004,389 (RMB223,466 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
\$ 979,201 (US\$ 30,344 thousand) (Note 2 and 6)	\$ 1,182,147 (US\$ 36,633 thousand) (Note 2 and 6)	\$ - (Note 1)

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

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

Note 3. The investment gain (loss) recognized for this period are converted on the basis of financial statements reviewed and approved by CPAs of the parent company in Taiwan.

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

Note 5. The amount is calculated based on the average exchange rate from January 1 to September 30, 2023.

Note 6. The foreign currency amount was calculated based on the spot exchange rate of September 30, 2023.

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

USI CORPORATION AND SUBSIDIARIES
Swanson Plastics Corporation
INFORMATION ON INVESTMENTS IN MAINLAND CHINA
For the Nine Months Ended September 30, 2023

Table 8-2

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

Investee Company	Main Businesses and Products	Paid-in Capital (Note 1)	Method of Investment	Accumulated Outward Remittance for Investment from Taiwan as of the beginning of the Period	Investment Flows for the 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.	\$ 428,868 (US\$13,290 thousand)	Indirect investment via Swanson International Ltd. of British Cayman Islands.	\$ 223,930	\$ -	\$ -	\$ 223,930	(\$ 50,533) (US\$-1,627 thousand)	100.00	(\$ 50,533) (US\$-1,627 thousand)	\$ 1,045,336 (US\$32,393 thousand)	\$ 49,018 (US\$1,600 thousand)	Note 7 and 8
ASK-Swanson (Kunshan) Co., Ltd.	Production and sales of PE release film and other release products	293,657 (US\$9,100 thousand)	Indirect investment in A.S. Holdings (UK) Limited via Swanson International Ltd. of British Cayman Islands.	193,447	-	-	193,447	20,163 (US\$651 thousand)	100.00	20,163 (US\$651 thousand)	595,386 (US\$18,450 thousand)	64,395 (US\$2,327 thousand)	Note 6 and 8
Swanson Plastics (Tianjin) Co., Ltd.	Production, sales and development of multi-functional film, optical film, etc.	345,289 (US\$10,700 thousand)	Indirect investment via Swanson (Singapore) Private Ltd. in the third region.	170,754	-	-	170,754	(17,067) (US\$-552 thousand)	100.00	(17,067) (US\$-552 thousand)	35,998 (US\$1,116 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	\$1,057,996 (US\$ 32,786 thousand)	\$ - (Note 2)

Note 1. The paid-in capital and the investment amount approved by the Industrial Development Bureau, MOEA were calculated using the spot exchange rate on September 30, 2023.

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 from January 1 to September 30, 2023.

Note 5. The calculation was based on the spot exchange rate of September 30, 2023.

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. Calculated at the spot exchange rate at remittance.

USI CORPORATION AND SUBSIDIARIES
China General Plastics Corporation
INFORMATION ON INVESTMENTS IN MAINLAND CHINA
For the Nine Months Ended September 30, 2023

Table 8-3

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

Investee Company	Main Businesses and Products	Paid-in Capital (Note 1)	Method of Investment	Accumulated Outward Method of Remittance for Investment from Taiwan as of the Beginning of Period (Note 1)	Investment Flows for the Period		Accumulated Outward Remittance for Investment from Taiwan as of the End of Period (Note 1)	Net Income (Loss) of Investee (Note 5)	Ownership of Direct or Indirect Investment (%)	Investment Gain (Loss) (Note 5)	Carrying Amount as of the End of Period (Notes 1 and 5)	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	\$ 645,400 (US\$20,000 thousand)	Investment through CGPC (BVI) Holding Co., Ltd. (CGPC (BVI))	\$ 645,400 (US\$ - thousand)	\$ -	\$ -	\$ 645,400 (US\$20,000 thousand)	(\$ 4,377) (US\$-130 thousand)	100.00	(\$ 4,377) (US\$-130 thousand)	\$ 240,424 (US\$7,450 thousand)	\$ -
CGPC Consumer Products Corporation (Note 4)	Manufacturing and sales of PVC film and third-time processed products	- (US\$ - thousand)	Investment through CGPC (BVI) Holding Co., Ltd. (CGPC (BVI))	48,405 (US\$1,500 thousand)	-	-	48,405 (US\$1,500 thousand)	8 (US\$ - thousand)	100.00	8 (US\$ - thousand)	- (US\$ - 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)
\$ 873,936 (US\$ 27,082 thousand)	\$ 1,013,278 (US\$ 31,400 thousand)	\$ -

Note 1. The calculation was based on the spot exchange rate of September 30, 2023.

Note 2. As the Company 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 China General Plastics Co., Ltd. ("CGPC (QZ)"), Union (Zhong Shan) Co., Ltd. ("Union (ZS)") and CGPC Consumer Products Corporation ("CGPC (CP)") completed dissolution procedures, and CGPC (BVI) retrieved the residual assets. The shares of China General Plastics (SanHe) Co., Ltd. ("CGPC (SH)") were fully sold, and CGPC (BVI) retrieved the residual assets. However, the amount of capital has not been wired back to Taiwan. The accumulated amount includes the investment amount of CGPC (QZ) of US\$684 thousand, the investment amount of Union (ZS) of US\$898 thousand, the investment amount of CGPC (SH) of US\$4,000 thousand and the investment amount of CGPC (CP) US\$1,500 thousand.

Note 4. CGPC (CP) has finalized its liquidation procedures on July 17, 2023.

Note 5. All the transactions were written off when preparing the consolidated financial statements; the investment income was calculated based on the financial statements not reviewed by an auditor, please refer to Note 12.

USI CORPORATION AND SUBSIDIARIES
Taita Chemical Company, Ltd.
INFORMATION ON INVESTMENTS IN MAINLAND CHINA
For the Nine Months Ended September 30, 2023

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 Gain (Loss) (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. ("TAITA (ZS)")	Production and marketing of polystyrene derivatives	\$ 1,492,488 (US\$46,250 thousand) (Note 1)	Reinvest in the mainland companies by establishing a company through investment in the third region	\$ 1,387,610 (US\$43,000 thousand)	\$ -	\$ -	\$ 1,387,610 (US\$43,000 thousand)	(\$ 30,449) (US\$-983 thousand)	100.00	(\$ 30,449) (US\$-983 thousand) (Note 7)	\$ 1,830,882 (US\$56,736 thousand) (Note 7)	\$ -
Taita Chemical (Tianjin) Co., Ltd. ("TAITA(TJ)") (Note 8)	Production and marketing of polystyrene derivatives	882,585 (US\$27,350 thousand) (Note 2)	Reinvest in the mainland companies by establishing a company through investment in the third region	839,020 (US\$26,000 thousand)	-	-	839,020 (US\$26,000 thousand)	(17,603) (US\$-571 thousand)	100.00	(17,603) (US\$-571 thousand) (Note 7)	(173,709) (US\$5,383 thousand) (Note 7)	-
Zhangzhou Taita Chemical Company, Limited (ZTC)	Production and marketing of polystyrene derivatives	1,567,663 (US\$48,580 thousand) (Note 3)	Reinvest in the mainland companies by establishing a company through investment in the third region	-	-	-	-	17,190 (US\$ 565thousand)	100.00	17,190 (US\$565 thousand) (Note 7)	1,409,418 (US\$43,676 thousand) (Note 7)	-
Acme Electronics (Kunshan) Co., Ltd. ("ACME (KS)")	Manufacturing and marketing of manganese-zinc soft ferrite core	991,496 (US\$30,725 thousand)	Reinvest in a mainland company by reinvesting in the existing company in the third region, ACME Electronics(Cayman) Corp.	43,694 (US\$1,354 thousand)	-	-	43,694 (US\$1,354 thousand)	(79,569) (US\$-2,572 thousand)	4.42	(3,813) (US\$-123 thousand)	32,173 (US\$997 thousand)	-

(Continued)

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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
\$ 2,270,324 (US\$ 70,354 thousand)	\$ 4,060,125 (US\$ 125,817 thousand) (Note 4)	\$ - (Note 5)

Note 1. Taita Zhongshan increased capital from surplus of US\$3,250 thousand in 2007.

Note 2. Taita Tianjin increased capital from surplus of US\$1,350 thousand in 2012.

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

Note 4. It includes the capital increase transferred from surplus by TAITA (ZS) of US\$ 3,250 thousand, capital increase transferred from surplus by TAITA (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. The calculation is based on the financial statements reviewed and approved 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 TAITA (TJ) from April 2019, and please refer to Note 12 to the Consolidated Financial Statements Description.

USI CORPORATION AND SUBSIDIARIES
Asia Polymer Corporation
INFORMATION ON INVESTMENTS IN MAINLAND CHINA
For the Nine Months Ended September 30, 2023

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	Net Income (Loss) of Investee (Note 3)	Ownership of Direct or Indirect Investment (%)	Investment Gain (Loss) (Note 3)	Carrying Amount as of the End of Period (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	\$ 991,496 (US\$30,725 thousand)	(2) ACME Electronics (Cayman) Corp.	\$ 134,804 (US\$4,177 thousand)	\$ -	\$ -	\$ 134,804 (US\$ 4,177 thousand)	B (\$ 79,569)	13.63%	(\$ 11,762)	\$ 99,258	\$ -
USI Trading (Shanghai) Co., Ltd.	Sales of chemical products and equipment, etc.	80,675 (US\$2,500 thousand)	(2) APC (BVI) Holding Co., Ltd.	97,959 (US\$3,036 thousand)	-	-	97,959 (US\$3,036 thousand)	C 10,851	100.00%	10,851	164,740	-
Fujian Gulei Petrochemical Co., Ltd.	Crude oil processing and petroleum products manufacturing	41,864,502 (RMB9,314,400 thousand)	(2) Dynamic Ever Investments Ltd., (Note 2)	5,094,880 (US\$157,883 thousand)	-	-	5,094,880 (US\$ 157,883 thousand)	C (5,515,357)	11.71%	(645,674)	2,596,142	-
Zhangzhou Taiju Trading Co., Ltd.	Sales of chemical products and equipment, etc.	44,946 (RMB10,000 thousand)	(2) APC (BVI) Holding Co., Ltd.	13,484 (RMB3,000 thousand)	-	-	13,484 (RMB3,000 thousand)	C 14,369	30.00%	4,311	16,951	-

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
\$ 5,497,524 (Note 5) (US\$ 170,360 thousand)	\$ 7,368,390 (US\$ 228,336 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. To reinvest 67.40% in Ever Victory Global Ltd. ("EVGL") via 40.87% in Ever Conquest Global Ltd. ("ECGL") in the third region, as well as reinvest 85.00% in Dynamic Ever Investments Ltd. ("DEIL"), to indirectly invest 50% in Fujian Gulei Petrochemical Co., Ltd.

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

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

Note 4. The calculation was based on the spot exchange rate of September 30, 2023.

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

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

Note 7. Except for 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 Nine Months Ended September 30, 2023

Table 9

Unit: In Thousands of New Taiwan Dollars

No. (Note 1)	Trading Company	Counterparty	Relationships with trader (Note 2)	Transactions Details			
				Financial Statement Account	Amount (Note 3)	Transaction Terms	Ratio to the Total Consolidated Operating Revenue or Total Asset (Note 4)
0	USI Corporation	Swanson Plastics Corporation	1	Sales revenue	\$ 44,641	No significant difference	0.11%
0	USI Corporation	Forever Young Company Limited	1	Sales revenue	133,997	No significant difference	0.33%
0	USI Corporation	USI Trading (Shanghai) Co., Ltd.	1	Sales revenue	83,970	No significant difference	0.21%
0	USI Corporation	USI (Hong Kong) Company Ltd.	1	Sales revenue	104,121	No significant difference	0.26%
0	USI Corporation	Asia Polymer Corporation	1	Purchase	646,896	No significant difference	1.64%
0	USI Corporation	Swanson Plastics Corporation	1	Purchase	47,187	No significant difference	0.12%
0	USI Corporation	Asia Polymer Corporation	1	Sales revenue	142,237	No significant difference	0.36%
0	USI Corporation	Swanson Plastics Corporation	1	Accounts receivable	10,232	No significant difference	0.01%
0	USI Corporation	Forever Young Company Limited	1	Accounts receivable	40,722	No significant difference	0.05%
0	USI Corporation	USI (Hong Kong) Company Ltd.	1	Accounts receivable	17,237	No significant difference	0.02%
0	USI Corporation	USI Trading (Shanghai) Co., Ltd.	1	Accounts receivable	16,670	No significant difference	0.02%
0	USI Corporation	Asia Polymer Corporation	1	Other receivables	160,008	No significant difference	0.21%
0	USI Corporation	Taiwan VCM Corporation	1	Other receivables	204,325	No significant difference	0.27%
0	USI Corporation	USI Management Consulting Corp.	1	Management service expenses	110,745	No significant difference	0.28%
0	USI Corporation	Asia Polymer Corporation	1	Accounts payable	157,860	No significant difference	0.21%
0	USI Corporation	China General Terminal & Distribution Corporation	1	Storage tank operating expenses	38,461	No significant difference	0.10%
0	USI Corporation	Taiwan VCM Corporation	1	Accounts receivable	204,325	No significant difference	0.27%
1	Asia Polymer Corporation	China General Terminal & Distribution Corporation	3	Storage tank operating expenses	32,403	No significant difference	0.08%
1	Asia Polymer Corporation	Swanson Plastics Corporation	3	Purchase	29,446	No significant difference	0.07%
1	Asia Polymer Corporation	Swanson Plastics Corporation	3	Sales revenue	14,513	No significant difference	0.04%
1	Asia Polymer Corporation	USI (Hong Kong) Company Ltd.	3	Sales revenue	13,165	No significant difference	0.03%
1	Asia Polymer Corporation	USI Trading (Shanghai) Co., Ltd.	3	Accounts receivable	52,145	No significant difference	0.07%

(Continued)

(Continued)

No. (Note 1)	Trading Company	Counterparty	Relationships with trader (Note 2)	Transactions Details			Ratio to the Total Consolidated Operating Revenue or Total Asset (Note 4)
				Financial Statement Account	Amount (Note 3)	Transaction Terms	
1	Asia Polymer Corporation	USI Trading (Shanghai) Co., Ltd.	3	Sales revenue	\$ 176,327	No significant difference	0.45%
2	China General Plastics Corporation	Swanson Plastics Corporation	3	Purchase	40,005	No significant difference	0.10%
2	China General Plastics Corporation	USI Management Consulting Corp.	3	Management service expenses	57,974	No significant difference	0.15%
2	China General Plastics Corporation	Taiwan VCM Corporation	3	Accounts payable	798,860	No significant difference	1.06%
2	China General Plastics Corporation	Taiwan VCM Corporation	3	Purchase	3,224,509	No significant difference	8.18%
2	China General Plastics Corporation	CGPC America Corporation	3	Accounts receivable	155,979	No significant difference	0.21%
2	China General Plastics Corporation	CGPC America Corporation	3	Sales revenue	333,400	No significant difference	0.85%
2	China General Plastics Corporation	CGPC Polymer Corporation	3	Purchase	24,723	No significant difference	0.06%
3	Taita Chemical Company, Ltd.	USI Management Consulting Corp.	3	Management service expenses	55,353	No significant difference	0.14%
3	Taita Chemical Company, Ltd.	Taita Chemical (Tianjin) Co., Ltd.	3	Other receivables	296,180	No significant difference	0.39%
4	USI Management Consulting Corp.	Taiwan VCM Corporation	3	Management service revenue	18,487	No significant difference	0.05%
4	USI Management Consulting Corp.	Asia Polymer Corporation	3	Management service revenue	41,529	No significant difference	0.11%
4	USI Management Consulting Corp.	Swanson Plastics Corporation	3	Management service revenue	24,601	No significant difference	0.06%
4	USI Management Consulting Corp.	China General Terminal & Distribution Corporation	3	Management service revenue	15,545	No significant difference	0.04%
4	USI Management Consulting Corp.	USI Corporation	2	Management service revenue	110,745	No significant difference	0.28%
5	CGPC Polymer Corporation	Taiwan VCM Corporation	3	Accounts payable	1,060,039	No significant difference	1.40%
5	CGPC Polymer Corporation	Taiwan VCM Corporation	3	Other payables	26,451	No significant difference	0.04%
5	CGPC Polymer Corporation	Taiwan VCM Corporation	3	Purchase	3,081,210	No significant difference	7.81%
6	China General Terminal & Distribution Corporation	Taiwan VCM Corporation	3	Storage tank operating expenses	74,661	No significant difference	0.19%
6	China General Terminal & Distribution Corporation	Taiwan VCM Corporation	3	Accounts receivable	11,082	No significant difference	0.01%

(Continued)

(Continued)

No. (Note 1)	Trading Company	Counterparty	Relationships with trader (Note 2)	Transactions Details			
				Financial Statement Account	Amount (Note 3)	Transaction Terms	Ratio to the Total Consolidated Operating Revenue or Total Asset (Note 4)
7	Acme Electronics Corporation	Acme Electronics (Kunshan) Co., Ltd.	3	Sales revenue	\$ 135,347	No significant difference	0.34%
7	Acme Electronics Corporation	Acme Electronics (Guang-Zhou) Co., Ltd.	3	Sales revenue	91,551	No significant difference	0.23%
7	Acme Electronics Corporation	ACME Ferrite Product Sdn. Bhd.	3	Sales revenue	11,722	No significant difference	0.03%
7	Acme Electronics Corporation	Acme Electronics (Kunshan) Co., Ltd.	3	Cost of goods sold	28,713	No significant difference	0.07%
7	Acme Electronics Corporation	Acme Electronics (Kunshan) Co., Ltd.	3	Royalty revenue	16,219	No significant difference	0.04%
7	Acme Electronics Corporation	Acme Electronics (Kunshan) Co., Ltd.	3	Accounts receivable	57,612	No significant difference	0.08%
7	Acme Electronics Corporation	Acme Electronics (Guang-Zhou) Co., Ltd.	3	Accounts receivable	29,777	No significant difference	0.04%
7	Acme Electronics Corporation	Acme Electronics (Kunshan) Co., Ltd.	3	Other receivables	15,228	No significant difference	0.02%
7	Acme Electronics Corporation	Acme Electronics (Guang-Zhou) Co., Ltd.	3	Notes/Accounts Payable	23,953	No significant difference	0.03%
7	Acme Electronics Corporation	Acme Electronics (Kunshan) Co., Ltd.	3	Notes/Accounts Payable	19,242	No significant difference	0.03%
7	Acme Electronics (Kunshan) Co., Ltd.	Acme Electronics (Guang-Zhou) Co., Ltd.	3	Sales revenue	11,050	No significant difference	0.03%
7	Acme Electronics (Kunshan) Co., Ltd.	Acme Electronics (Guang-Zhou) Co., Ltd.	3	Cost of goods sold	16,566	No significant difference	0.04%
7	Acme Electronics (Kunshan) Co., Ltd.	ACME Ferrite Product Sdn. Bhd.	3	Sales revenue	74,619	No significant difference	0.19%
7	Acme Electronics (Kunshan) Co., Ltd.	ACME Ferrite Product Sdn. Bhd.	3	Accounts receivable	12,665	No significant difference	0.02%
8	Swanson Plastics Corporation	USI Corporation	2	Sales revenue	54,101	No significant difference	0.14%
8	Swanson Plastics Corporation	USI Corporation	2	Cost of goods sold	44,641	No significant difference	0.11%
8	Swanson Plastics Corporation	USI Corporation	2	Accounts payable	10,232	No significant difference	0.01%
8	Swanson Plastics Corporation	Asia Polymer Corporation	3	Cost of goods sold	14,513	No significant difference	0.04%
8	Swanson Plastics Corporation	Asia Polymer Corporation	3	Sales revenue	29,446	No significant difference	0.07%
8	Swanson Plastics Corporation	China General Plastics Corporation	3	Sales revenue	40,005	No significant difference	0.10%
8	Swanson Plastics Corporation	USI Management Consulting Corp.	3	Management service expenses	24,601	No significant difference	0.06%
8	Swanson Plastics Corporation	Forever Young Company Limited	3	Sales revenue	14,135	No significant difference	0.04%
8	Swanson Plastics Corporation	Forever Young Company Limited	3	Other income	16,666	No significant difference	0.04%

(Continued)

(Continued)

No. (Note 1)	Trading Company	Counterparty	Relationships with trader (Note 2)	Transactions Details			Ratio to the Total Consolidated Operating Revenue or Total Asset (Note 4)
				Financial Statement Account	Amount (Note 3)	Transaction Terms	
8	Swanson Plastics Corporation	Swanson Plastics (Kunshan) Co., Ltd.	3	Accounts receivable	\$ 10,017	No significant difference	0.01%
8	Swanson Plastics Corporation	Swanson Plastics (Kunshan) Co., Ltd.	3	Accounts payable	13,387	No significant difference	0.02%
8	Swanson Plastics Corporation	Swanson Plastics (Kunshan) Co., Ltd.	3	Cost of goods sold	33,907	No significant difference	0.09%
8	Swanson Plastics Corporation	Swanson Plastics (Kunshan) Co., Ltd.	3	Sales revenue	16,342	No significant difference	0.04%
9	Forever Young Company Limited	Swanson Plastics (India) Private Ltd.	3	Accounts receivable	20,540	No significant difference	0.03%
9	Forever Young Company Limited	Swanson Plastics (India) Private Ltd.	3	Sales revenue	52,783	No significant difference	0.13%
9	Forever Young Company Limited	Swanson Plastics (Kunshan) Co., Ltd.	3	Accounts receivable	78,950	No significant difference	0.10%
9	Forever Young Company Limited	Swanson Plastics (Kunshan) Co., Ltd.	3	Sales revenue	299,398	No significant difference	0.76%
9	Forever Young Company Limited	Swanson Plastics (Malaysia) Sdn. Bhd.	3	Accounts receivable	22,026	No significant difference	0.03%
9	Forever Young Company Limited	Swanson Plastics (Malaysia) Sdn. Bhd.	3	Cost of goods sold	35,710	No significant difference	0.09%
9	Forever Young Company Limited	Swanson Plastics (Malaysia) Sdn. Bhd.	3	Sales revenue	226,836	No significant difference	0.58%
9	Forever Young Company Limited	PT. Swanson Plastics Indonesia	3	Sales revenue	77,527	No significant difference	0.20%
9	Forever Young Company Limited	USI Corporation	2	Accounts payable	40,722	No significant difference	0.05%
9	Forever Young Company Limited	USI Corporation	2	Cost of goods sold	133,997	No significant difference	0.34%
10	Swanson Plastics (Singapore) Pte., Ltd.	Swanson Plastics (India) Private Ltd.	3	Accounts receivable	10,517	No significant difference	0.01%
10	Swanson Plastics (Singapore) Pte., Ltd.	PT. Swanson Plastics Indonesia	3	Cost of goods sold	38,347	No significant difference	0.10%
10	Swanson Plastics (Singapore) Pte., Ltd.	Swanson Plastics (Malaysia) Sdn. Bhd.	3	Accounts payable	25,948	No significant difference	0.03%
10	Swanson Plastics (Singapore) Pte., Ltd.	Swanson Plastics (Malaysia) Sdn. Bhd.	3	Cost of goods sold	139,797	No significant difference	0.35%
11	Swanson Plastics (Kunshan) Co., Ltd.	ASK-Swanson (Kunshan) Co., Ltd.	3	Accounts receivable	30,396	No significant difference	0.04%
11	Swanson Plastics (Kunshan) Co., Ltd.	ASK-Swanson (Kunshan) Co., Ltd.	3	Sales revenue	116,853	No significant difference	0.30%
11	Swanson Plastics (Kunshan) Co., Ltd.	Swanson Plastics (Tianjin) Co., Ltd.	3	Accounts payable	50,312	No significant difference	0.07%
12	ASK-Swanson (Kunshan) Co., Ltd.	Swanson Plastics (Tianjin) Co., Ltd.	3	Other receivables	183,166	No significant difference	0.24%

(Continued)

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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
September 30, 2023

Table 10

Names of Major Shareholders	Shares	
	Number of Shares Held	Percentage of Ownership (%)
Shing Lee Enterprises (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 whose shareholding percentage is more than 5%. 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.