

USI CORPORATION AND SUBSIDIARIES

Consolidated Financial Statements and Independent Auditor's Review Report

For the Nine Months Ended September 30, 2024 and 2023

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Independent Auditor's Review Report

To USI Corporation:

Introduction

We have reviewed the Consolidated Balance Sheets of USI Corporation and its subsidiaries (the Group) as of September 30, 2024 and 2023, the Consolidated Statements of Comprehensive Income for the three months ended September 30 and for the nine months ended September 30, 2024 and 2023, the Consolidated Statements of Changes in Equity and Consolidated Statements of Cash Flows for the nine months ended 2024 and 2023, and 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 of the consolidated financial statements, the financial statements of some non-essential subsidiaries and investments accounted for using the equity method for the same period included in the above consolidated financial statements have not been reviewed by CPAs. The total assets and the balance of investments accounted for using the equity method as of September 30, 2024 and 2023, were NT\$19,305,416 thousand and

NT\$23,431,323 thousand, accounting for 26.79% and 31.03% of total consolidated assets, respectively; whereas total liabilities were NT\$5,458,988 thousand and NT\$5,389,576 thousand, accounting for 19.80% and 20.58% of total consolidated liabilities, respectively. Total comprehensive income and share of income from associates and joint ventures accounted for using the equity method for the three months and nine months ended September 30, 2024 and 2023, were a loss of NT\$929,475 thousand, NT\$1,580,201 thousand, NT\$2,555,597 thousand, and NT\$2,673,619 thousand, accounting for 50.36%, (182.00)%, 115.93%, and 944.74% of total comprehensive income, respectively. In addition, the information related to the aforesaid subsidiary and investment in other notes and schedules to the consolidated financial statements has not been reviewed by auditors.

Qualified Conclusion

According to the results of the auditor's review, except that the financial statements of some of the non-significant subsidiaries and investments accounted for using the equity method mentioned in the basic paragraph of the reserved conclusions may affect the adjustment of the consolidated financial statements if they are reviewed by the auditor, we were not aware that the above consolidated financial statements have not been prepared in all material respects in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and the International Accounting Standards NO.34 "Interim Financial Reporting" as endorsed and promulgated by the Financial Supervisory Commission, making it impossible to properly express the consolidated financial position of USI Corporation and its subsidiaries as of September 30, 2024 and 2023, the consolidated financial performance for the three months ended September 30, 2024 and 2023, and consolidated financial performance and consolidated cash flow for the nine months ended September 30, 2024 and 2023.

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

Deloitte & Touche
Taipei, Taiwan
Republic of China

November 7, 2024

Notice to Readers

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

For the convenience of readers, the independent auditors' review 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' review report and consolidated financial statements shall prevail.

USI CORPORATION AND SUBSIDIARIES
Consolidated Balance Sheets
As of September 30, 2024, December 31, 2023, and September 30, 2023

(In Thousands of New Taiwan Dollars)

Assets	September 30, 2024		December 31, 2023		September 30, 2023	
	Amount	%	Amount	%	Amount	%
Current assets (Note 4)						
Cash and cash equivalents (Notes 3 and 6)	\$ 7,282,712	10	\$ 11,059,546	15	\$ 11,563,906	15
Financial assets at fair value through profit or loss (FVTPL) - current (Notes 7, 34 and 35)	1,961,882	3	3,120,700	4	2,772,397	4
Financial assets at fair value through profit or loss (FVTOCI) - current (Note 8)	33,737	-	40,841	-	39,432	-
Financial assets at amortized cost - current (Notes 3, 9 and 34)	4,228,293	6	1,699,176	2	566,595	1
Notes receivables, net (Notes 10 and 26)	488,944	1	479,270	1	561,140	1
Accounts receivable, net (Notes 10, 26 and 33)	5,236,493	7	5,031,335	7	5,939,074	8
Other receivables (Notes 10 and 33)	373,277	-	323,794	1	365,938	-
Current tax assets (Notes 4 and 28)	38,970	-	13,111	-	17,915	-
Inventories (Note 11)	7,483,890	10	6,922,989	9	6,547,142	9
Prepayments	1,169,834	2	817,337	1	1,376,454	2
Other current assets (Note 14)	44,700	-	49,401	-	224,658	-
Total current assets	<u>28,342,732</u>	<u>39</u>	<u>29,557,500</u>	<u>40</u>	<u>29,974,651</u>	<u>40</u>
NON-CURRENT ASSETS						
Financial assets at fair value through other comprehensive income (FVTOCI) - non-current (Note 8)	2,297,502	3	2,127,088	3	2,008,781	3
Financial assets at amortized cost - non-current (Notes 3, 9, 34 and 35)	571,311	1	353,024	-	353,362	-
Investments accounted for using the equity method (Note 13)	6,942,563	10	9,357,571	13	11,069,678	15
Property, plant and equipment (Notes 14 and 34)	27,195,385	38	26,380,393	36	26,282,853	35
Right-of-use assets (Notes 15 and 34)	2,507,088	4	2,571,037	3	2,623,615	3
Investment properties, net (Note 16)	607,518	1	587,321	1	599,661	1
Goodwill (Note 17)	270,211	-	270,211	-	270,211	-
Other intangible assets, net (Note 17)	48,076	-	50,403	-	45,336	-
Deferred tax assets (Notes 4 and 28)	2,400,861	3	1,985,468	3	1,680,209	2
Other non-current assets (Notes 12 and 34)	877,626	1	832,789	1	599,463	1
Total non-current assets	<u>43,718,141</u>	<u>61</u>	<u>44,515,305</u>	<u>60</u>	<u>45,533,169</u>	<u>60</u>
Total Assets	<u>\$ 72,060,873</u>	<u>100</u>	<u>\$ 74,072,805</u>	<u>100</u>	<u>\$ 75,507,820</u>	<u>100</u>
Liabilities and Equity						
CURRENT LIABILITIES (Note 4)						
Short-term borrowings (Notes 18 and 34)	\$ 6,076,604	8	\$ 3,256,357	5	\$ 2,636,480	3
Short-term notes payable (Note 18)	149,959	-	-	-	79,992	-
Financial liabilities at fair value through profit or loss (FVTPL) - current (Note 7)	8,273	-	2,804	-	8,365	-
Account payables (Note 20)	2,881,073	4	3,017,667	4	2,925,549	4
Other payables (Notes 21 and 33)	2,148,540	3	2,229,339	3	2,410,247	3
Current tax liabilities (Notes 4 and 28)	86,684	-	645,044	1	601,832	1
Lease liabilities - current (Note 15)	145,152	-	143,820	-	147,454	-
Current portion of long-term borrowings (Notes 18, 19 and 34)	2,504,687	4	2,283,668	3	2,000,101	3
Refund liabilities - current (Note 21)	35,261	-	30,704	-	27,233	-
Other current liabilities (Note 26)	385,951	1	239,932	-	601,728	1
Total current liabilities	<u>14,422,184</u>	<u>20</u>	<u>11,849,335</u>	<u>16</u>	<u>11,438,981</u>	<u>15</u>
NON-CURRENT LIABILITIES						
Bonds payable (Note 19)	3,496,365	5	3,994,990	5	3,994,592	5
Long-term borrowings (Notes 18 and 34)	5,385,640	7	6,441,427	9	6,351,634	9
Provision for liabilities - non-current (Notes 22 and 35)	136,375	-	136,375	-	136,375	-
Deferred tax liabilities (Notes 4 and 28)	1,421,126	2	1,298,084	2	1,449,007	2
Lease liabilities - non-current (Note 15)	1,950,950	3	1,992,525	3	2,002,161	3
Net defined benefit liabilities - non-current (Notes 4 and 23)	592,038	1	663,943	1	669,011	1
Other non-current liabilities (Note 24)	159,906	-	152,226	-	153,002	-
Total non-current liabilities	<u>13,142,400</u>	<u>18</u>	<u>14,679,570</u>	<u>20</u>	<u>14,755,782</u>	<u>20</u>
Total Liabilities	<u>27,564,584</u>	<u>38</u>	<u>26,528,905</u>	<u>36</u>	<u>26,194,763</u>	<u>35</u>
Equity attributable to owners of the Company (Notes 8, 12, 25 and 28)						
Share capital	11,887,635	16	11,887,635	16	11,887,635	16
Capital surplus	490,010	1	476,799	1	475,557	1
Retained Earnings						
Legal reserve	4,036,296	6	4,036,296	5	4,036,296	5
Special reserve	375,127	1	375,127	-	375,127	1
Unappropriated earnings	5,395,218	7	7,115,479	10	7,482,642	10
Total retained earnings	9,806,641	14	11,526,902	15	11,894,065	16
Other equity	161,920	-	(161,445)	-	139,572	-
Treasury shares	(475,606)	(1)	(475,606)	(1)	(475,606)	(1)
Total equity attributable to owners of the Company	21,870,600	30	23,254,285	31	23,921,223	32
Non-controlling interests	22,625,689	32	24,289,615	33	25,391,834	33
Total equity	<u>44,496,289</u>	<u>62</u>	<u>47,543,900</u>	<u>64</u>	<u>49,313,057</u>	<u>65</u>
Total Liabilities and Equity	<u>\$ 72,060,873</u>	<u>100</u>	<u>\$ 74,072,805</u>	<u>100</u>	<u>\$ 75,507,820</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 and Nine Months Ended September 30, 2024 and 2023
(In Thousands of New Taiwan Dollars, except for Earnings (Loss) Per Share)

	For the Three Months Ended September 30, 2024		For the Three Months Ended September 30, 2023		For the Nine Months Ended September 30, 2024		For the Nine Months Ended September 30, 2023	
	Amount	%	Amount	%	Amount	%	Amount	%
OPERATING REVENUE (Notes 26 and 33)	\$ 12,903,246	100	\$ 13,500,353	100	\$ 38,387,768	100	\$ 39,435,029	100
COST OF GOODS SOLD (Notes 11, 14, 15, 17, 23, 27 and 33)	<u>12,595,482</u>	<u>98</u>	<u>12,099,463</u>	<u>89</u>	<u>36,449,042</u>	<u>95</u>	<u>34,779,222</u>	<u>88</u>
GROSS PROFIT	<u>307,764</u>	<u>2</u>	<u>1,400,890</u>	<u>11</u>	<u>1,938,726</u>	<u>5</u>	<u>4,655,807</u>	<u>12</u>
OPERATING EXPENSES (Notes 10, 13, 14, 15, 17, 23, 27 and 33)								
Selling and marketing expenses	754,636	6	566,797	4	1,913,560	5	1,651,896	4
Administrative expenses	308,957	2	354,311	3	941,483	2	987,305	3
Research and development expenses	114,004	1	118,354	1	339,661	1	361,529	1
Expected credit impairment loss (reversal gain)	(<u>72</u>)	-	(<u>1,145</u>)	-	<u>2,414</u>	-	(<u>1,344</u>)	-
Total operating expenses	<u>1,177,525</u>	<u>9</u>	<u>1,038,317</u>	<u>8</u>	<u>3,197,118</u>	<u>8</u>	<u>2,999,386</u>	<u>8</u>
Net profit (loss) from operations	(<u>869,761</u>)	(<u>7</u>)	<u>362,573</u>	<u>3</u>	(<u>1,258,392</u>)	(<u>3</u>)	<u>1,656,421</u>	<u>4</u>
NON-OPERATING INCOME AND EXPENSES								
Interest income (Note 27)	78,928	1	69,563	-	247,536	1	204,578	1
Other income (Notes 24, 27 and 33)	172,698	1	171,816	1	342,656	1	420,954	1
Other gains and losses (Notes 16, 27 and 38)	(80,279)	(1)	125,196	1	122,338	-	119,993	-
Finance costs (Notes 18, 19 and 27)	(78,079)	-	(64,797)	-	(226,177)	(1)	(195,709)	-
Share of loss of associates and joint ventures accounted for using the equity method (Note 13)	(<u>926,593</u>)	(<u>7</u>)	(<u>394,601</u>)	(<u>3</u>)	(<u>2,797,083</u>)	(<u>7</u>)	(<u>2,763,323</u>)	(<u>7</u>)
Total non-operating income and expenses	(<u>833,325</u>)	(<u>6</u>)	(<u>92,823</u>)	(<u>1</u>)	(<u>2,310,730</u>)	(<u>6</u>)	(<u>2,213,507</u>)	(<u>5</u>)
Net (loss) profit before income tax	(1,703,086)	(13)	269,750	2	(3,569,122)	(9)	(557,086)	(1)
Income tax gain (expense) (Notes 4 and 28)	<u>171,111</u>	<u>1</u>	(<u>77,402</u>)	(<u>1</u>)	<u>430,281</u>	<u>1</u>	(<u>217,438</u>)	(<u>1</u>)
Net (loss) profit for the period	(<u>1,531,975</u>)	(<u>12</u>)	<u>192,348</u>	<u>1</u>	(<u>3,138,841</u>)	(<u>8</u>)	(<u>774,524</u>)	(<u>2</u>)
OTHER COMPREHENSIVE INCOME (LOSS)								
Items that will not be reclassified subsequently to profit or loss:								
Unrealized gain (loss) on equity instruments at FVTOCI (Note 25)	(248,626)	(2)	(112,218)	(1)	143,420	-	(18,970)	-
Income tax relating to items that will not be reclassified (Notes 4, 25 and 28)	<u>271</u>	-	<u>1,193</u>	-	(<u>6,563</u>)	-	<u>219</u>	-
	(<u>248,355</u>)	(<u>2</u>)	(<u>111,025</u>)	(<u>1</u>)	<u>136,857</u>	-	(<u>18,751</u>)	-
Items that may be reclassified subsequently to profit or loss:								
Exchange differences on translating the financial statements of foreign operations (Note 25)	(72,398)	-	908,590	7	898,171	2	580,724	1
Income tax relating to items that may be reclassified subsequently to profit or loss (Notes 4, 25 and 28)	<u>6,907</u>	-	(<u>121,685</u>)	(<u>1</u>)	(<u>100,601</u>)	-	(<u>70,451</u>)	-
	(<u>65,491</u>)	-	<u>786,905</u>	<u>6</u>	<u>797,570</u>	<u>2</u>	<u>510,273</u>	<u>1</u>
Other comprehensive income (loss) for the period (net of income tax)	(<u>313,846</u>)	(<u>2</u>)	<u>675,880</u>	<u>5</u>	<u>934,427</u>	<u>2</u>	<u>491,522</u>	<u>1</u>
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	(<u>\$ 1,845,821</u>)	(<u>14</u>)	<u>\$ 868,228</u>	<u>6</u>	(<u>\$ 2,204,414</u>)	(<u>6</u>)	(<u>\$ 283,002</u>)	(<u>1</u>)
NET LOSS ATTRIBUTABLE TO								
Owners of the Company	(\$ 658,874)	(5)	\$ 230,342	1	(\$ 1,304,194)	(3)	\$ 160,882	-
Non-controlling interests	(<u>873,101</u>)	(<u>7</u>)	(<u>37,994</u>)	-	(<u>1,834,647</u>)	(<u>5</u>)	(<u>935,406</u>)	(<u>2</u>)
	(<u>\$ 1,531,975</u>)	(<u>12</u>)	<u>\$ 192,348</u>	<u>1</u>	(<u>\$ 3,138,841</u>)	(<u>8</u>)	(<u>\$ 774,524</u>)	(<u>2</u>)
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO								
Owners of the Company	(\$ 785,984)	(6)	\$ 480,377	3	(\$ 980,829)	(3)	\$ 286,463	1
Non-controlling interests	(<u>1,059,837</u>)	(<u>8</u>)	<u>387,851</u>	<u>3</u>	(<u>1,223,585</u>)	(<u>3</u>)	(<u>569,465</u>)	(<u>2</u>)
	(<u>\$ 1,845,821</u>)	(<u>14</u>)	<u>\$ 868,228</u>	<u>6</u>	(<u>\$ 2,204,414</u>)	(<u>6</u>)	(<u>\$ 283,002</u>)	(<u>1</u>)
EARNINGS (LOSSES) PER SHARE (Note 29)								
Basic (loss) earnings per share	(<u>\$ 0.62</u>)		<u>\$ 0.21</u>		(<u>\$ 1.22</u>)		<u>\$ 0.15</u>	
Diluted (loss) earnings per share	(<u>\$ 0.62</u>)		<u>\$ 0.21</u>		(<u>\$ 1.22</u>)		<u>\$ 0.15</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, 2024 and 2023

(In Thousands of New Taiwan Dollars)

	Equity attributable to owners of the Company												
	Capital surplus							Other equity					
	Common share capital (Note 25)	Treasury share transaction (Note 25)	Share of changes in capital surplus of associates (Notes 12 and 25)	Others (Note 25)	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
					Legal reserve (Note 25)	Special reserve (Note 25)	Unappropriated earnings (Notes 12 and 25)						
Balance as of January 1, 2023	\$ 11,887,635	\$ 387,301	\$ 39,947	\$ 22,712	\$ 3,872,190	\$ 375,127	\$ 8,377,890	(\$ 371,193)	\$ 380,089	(\$ 475,606)	\$ 24,496,092	\$ 26,428,793	\$ 50,924,885
Appropriation of 2022 earnings													
Provision for legal reserve	-	-	-	-	164,106	-	(164,106)	-	-	-	-	-	-
Cash dividends to shareholders of the Company	-	-	-	-	-	-	(832,134)	-	-	-	(832,134)	-	(832,134)
Cash dividends to shareholders of 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 for the nine months ended September 30, 2023, net of income tax	-	-	-	-	-	-	-	230,649	(105,068)	-	125,581	365,941	491,522
Total comprehensive income 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)
Adjustment to capital surplus for dividends paid to subsidiaries	-	26,830	-	-	-	-	-	-	-	-	26,830	-	26,830
Disposal of equity instruments 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>
Balance as of January 1, 2024	\$ 11,887,635	\$ 414,131	\$ 39,748	\$ 22,920	\$ 4,036,296	\$ 375,127	\$ 7,115,479	(\$ 452,386)	\$ 290,941	(\$ 475,606)	\$ 23,254,285	\$ 24,289,615	\$ 47,543,900
Appropriation of 2023 earnings													
Cash dividends to shareholders of the Company	-	-	-	-	-	-	(416,067)	-	-	-	(416,067)	-	(416,067)
Cash dividends to shareholders of subsidiaries	-	-	-	-	-	-	-	-	-	-	-	(420,285)	(420,285)
Net loss for the nine months ended September 30, 2024	-	-	-	-	-	-	(1,304,194)	-	-	-	(1,304,194)	(1,834,647)	(3,138,841)
Other comprehensive income for the nine months ended September 30, 2024, net of tax	-	-	-	-	-	-	-	339,493	(16,128)	-	323,365	611,062	934,427
Total comprehensive income for the nine months ended September 30, 2024	-	-	-	-	-	-	(1,304,194)	339,493	(16,128)	-	(980,829)	(1,223,585)	(2,204,414)
Changes in equity of subsidiaries recognized by equity method	-	-	(71)	-	-	-	-	-	-	-	(71)	(187)	(258)
Changes in other capital surplus	-	-	-	(133)	-	-	-	-	-	-	(133)	-	(133)
Adjustment to capital surplus for dividends paid to subsidiaries	-	13,415	-	-	-	-	-	-	-	-	13,415	-	13,415
Change in non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	(19,869)	(19,869)
Balance as of September 30, 2024	<u>\$ 11,887,635</u>	<u>\$ 427,546</u>	<u>\$ 39,677</u>	<u>\$ 22,787</u>	<u>\$ 4,036,296</u>	<u>\$ 375,127</u>	<u>\$ 5,395,218</u>	(<u>\$ 112,893</u>)	<u>\$ 274,813</u>	(<u>\$ 475,606</u>)	<u>\$ 21,870,600</u>	<u>\$ 22,625,689</u>	<u>\$ 44,496,289</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, 2024 and 2023

(In Thousands of New Taiwan Dollars)

	For the Nine Months Ended September 30, 2024	For the Nine Months Ended September 30, 2023
CASH FLOWS FROM OPERATING ACTIVITIES		
Net loss before income tax for the period	(\$ 3,569,122)	(\$ 557,086)
Income (expenses) items		
Depreciation expense	2,010,758	1,884,822
Amortization expense	40,344	46,109
Expected credit impairment loss (reversal gain)	2,414	(1,344)
Net gain on financial assets and liabilities at FVTPL	(77,663)	(30,425)
Finance costs	226,177	195,709
Interest income	(247,536)	(204,578)
Dividend income	(152,074)	(187,372)
Share of loss of associates and joint ventures accounted for using the equity method	2,797,083	2,763,323
Gain on disposal and scrapping of property, plant and equipment	(560)	(13,292)
Loss on lease modification	160	-
Provision (reversal) of write-downs of inventories and obsolescence losses	180,706	(202,904)
Impairment loss	2,073	-
Changes in operating assets and liabilities		
Decrease (increase) in financial assets and liabilities mandatorily classified at FVTPL	1,241,950	(36,949)
Increase in notes receivables	(9,674)	(16,594)
(Increase) decrease in accounts receivable	(208,410)	1,457,028
Increase in other receivables	(78,571)	(86,647)
(Increase) decrease in inventories	(746,965)	853,022
Increase in prepayments	(352,497)	(155,673)
Decrease (increase) in other current assets	4,701	(7,751)
Decrease in accounts payable	(136,594)	(423,491)
Increase in other payables	32,764	37,678
Increase (decrease) in refund liabilities	4,557	(1,014)
Decrease in net defined benefit liabilities	(71,905)	(85,711)
Increase (decrease) in other current liabilities	146,019	(66,210)
Cash from operating activities	1,038,135	5,160,650
Interest received	263,243	184,488
Interest paid	(215,101)	(177,421)
Income tax paid	(553,453)	(1,616,995)
Net cash generated from operating activities	532,824	3,550,722
CASH FLOWS FROM INVESTING ACTIVITIES		
Disposal of financial assets at FVTOCI	-	100,121
Acquisition of financial assets at amortized cost	(2,747,404)	(144,943)
Acquisition of property, plant and equipment	(2,749,811)	(2,230,987)
Proceeds from disposal of property, plant and equipment	66,343	45,938
Decrease in refundable deposits	21,256	24,970
Acquisition of other intangible assets	(4,045)	(3,161)
Acquisition of right-of-use of land	-	(200,271)
Acquisition of investment properties	(319)	(848)
Increase in other non-current assets	(23,256)	(112,162)
Dividends received	165,489	187,372
Increase in long-term deferred revenues	7,662	6,090
Net cash used in investing activities	(5,264,085)	(2,327,881)
CASH FLOWS FROM FINANCING ACTIVITIES		
Increase (decrease) in short-term borrowings	2,820,247	(33,846)
Increase (decrease) in short-term notes payable	150,000	(211,000)
Repayment of Bonds payable	(2,000,000)	-
Proceeds from mid- to long-term borrowings	5,583,972	7,560,527
Repayment of mid- to long-term borrowings	(4,933,328)	(7,321,170)
(Decrease) increase in refundable deposits	(5,634)	1,595
Repayment of the principal portion of lease liabilities	(112,228)	(111,867)
Increase in other non-current liabilities	5,652	11,804
Distribution of cash dividends	(416,067)	(832,134)
Payment of cash dividends to non-controlling shareholders	(420,285)	(722,518)
Change in non-controlling interests	(19,869)	199,470
Net cash (used in) generated from financing activities	652,460	(1,459,139)
EFFECTS OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH AND CASH EQUIVALENTS HELD IN FOREIGN CURRENCIES	301,967	278,195
(DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS FOR THE PERIOD	(3,776,834)	41,897
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD (Note 3)	11,059,546	11,522,009
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD (Note 3)	\$ 7,282,712	\$ 11,563,906

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, 2024 and 2023
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

1. GENERAL INFORMATION

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

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

2. APPROVAL OF FINANCIAL STATEMENTS

The consolidated financial statements were reported to and issued by the Company's board of directors on November 7, 2024.

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

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

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

b. FSC-approved IFRSs applicable in 2025

<u>New/Amended/Revised Standards and Interpretations</u>	<u>Effective Date Announced by IASB</u>
Amendments to IAS 21 "Lack of Exchangeability"	January 1, 2025 (Note 1)

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

Amendments to IAS 21 "Lack of Exchangeability"

Under the amendments, a currency is considered to be exchangeable into another currency when an entity is able to obtain the other currency within a time frame that allows for a normal administrative delay and through a market or exchange mechanism in which an exchange transaction would create enforceable rights and obligations. If a currency is not exchangeable into another currency on the measurement date, the Group is required to estimate the spot exchange rate in such a manner that reflects the rate at which an orderly exchange transaction would take place on the measurement date between market participants under prevailing economic conditions. In this case, the Group shall disclose information that enables users of its financial statements to understand how the currency not being exchangeable into the other currency affects, or is expected to affect, the Group's financial performance, financial position and cash flows.

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

<u>New/Amended/Revised Standards and Interpretations</u>	<u>Effective Date Announced by IASB (Note 1)</u>
"Annual Improvements to IFRS Accounting Standards - Volume 11"	January 1, 2026
Amendments to IFRS 9 and IFRS 7 "Amendments to the Classification and Measurement of Financial Instruments"	January 1, 2026
Amendments to IFRS 10 and IAS 28 "Sale or Contribution of Assets between an Investor and Its Associate or Joint Venture"	Undetermined
IFRS 17 "Insurance Contracts"	January 1, 2023
Amendments to IFRS 17	January 1, 2023
Amendment to IFRS 17 "Initial Application of IFRS 17 and IFRS 9 - Comparative Information"	January 1, 2023
IFRS 18 - "Presentation and Disclosure in Financial Statements"	January 1, 2027
IFRS 19 - "Subsidiaries without Public Accountability: Disclosures"	January 1, 2027

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.

IFRS 18 - "Presentation and Disclosure in Financial Statements"

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

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

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

d. Reclassification of Expression

The management of the Group asserts that the limitations imposed on the utilization of funds repatriated under "The Management, Utilization, and Taxation of Repatriated Offshore Funds Act" for significant investments and financial endeavors have not altered the essence of the deposit. They maintain the right to receive these funds immediately upon request. Hence, it is deemed more appropriate to classify the special account deposit as cash and cash equivalents. Consequently, there have been changes in the presentation of both the consolidated balance sheet and the consolidated cash flow statement. As of September 30 and January 1, 2023, the carrying amounts of financial assets measured at amortized cost reclassified as cash and cash equivalents were NT\$11,150 thousand and NT\$23,594 thousand, respectively. The impact on cash flow items for the nine months ended September 30, 2023 is as follows:

	<u>Adjustment Amount</u>
Net cash used in investing activities	(\$ 12,444)
Net decrease in cash and cash equivalents	(\$ 12,444)

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a. Statement of compliance

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

b. Basis of preparation

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

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

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

c. Basis of consolidation

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

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

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

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

d. Other significant accounting policies

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

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

Current assets include:

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

Current liabilities include:

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

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

2) Retirement benefits - defined benefit plan

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

3) Income tax

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

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

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

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

6. CASH AND CASH EQUIVALENTS

	September 30, 2024	December 31, 2023	September 30, 2023
Cash on hand and petty cash	\$ 3,435	\$ 2,718	\$ 3,194
Checking accounts and demand deposits	2,958,003	3,110,734	2,661,721
Cash equivalents			
Time deposits	2,596,986	5,353,843	7,332,704
Reserve repurchase agreements collateralized by bonds	1,724,288	2,592,251	1,566,287
	<u>\$ 7,282,712</u>	<u>\$ 11,059,546</u>	<u>\$ 11,563,906</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:

	September 30, 2024	December 31, 2023	September 30, 2023
Time deposits	0.95%~5.54%	1.05%~6.80%	1.25%~5.65%
Reserve repurchase agreements collateralized by bonds	1.42%~5.50%	1.30%~5.50%	1.30%~5.38%

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

	September 30, 2024	December 31, 2023	September 30, 2023
<u>Financial assets mandatorily classified at FVTPL</u>			
Derivative financial assets (not under hedge accounting)			
- Foreign exchange forward contracts	<u>\$ 5,968</u>	<u>\$ 5,061</u>	<u>\$ 2,472</u>
Non-derivative financial assets			
- Domestic listed (OTC) shares	458,764	478,329	217,650
- Fund beneficiary certificates	1,182,194	2,365,052	2,277,539
- Beneficiary securities	257,185	272,258	274,694
- Overseas listed shares	<u>57,771</u>	<u>-</u>	<u>42</u>
Subtotal	<u>1,955,914</u>	<u>3,115,639</u>	<u>2,769,925</u>
	<u>\$ 1,961,882</u>	<u>\$ 3,120,700</u>	<u>\$ 2,772,397</u>
<u>Financial liabilities held for trading</u>			
Derivative financial assets (not under hedge accounting)			
- Foreign exchange forward contracts	<u>\$ 8,273</u>	<u>\$ 2,804</u>	<u>\$ 8,365</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, 2024</u>					
Sell	USD/MYR	2024.10.11-2025.01.17	USD	1,600 /MYR	7,362
Sell	EUR/MYR	2024.10.21-2024.12.20	EUR	309 /MYR	1,538
Buy	NTD/USD	2024.10.02-2024.11.12	NTD	472,354 /USD	14,700
Buy	JPY/USD	2024.10.18-2024.11.22	JPY	60,000 /USD	417
<u>December 31, 2023</u>					
Sell	RMB/NTD	2024.01.03-2024.02.01	RMB	71,700 /NTD	315,018
Sell	USD/MYR	2024.01.08-2024.07.11	USD	1,800 /MYR	8,281
Buy	USD/NTD	2024.01.02-2024.01.08	USD	1,400 /NTD	43,839
Buy	NTD/USD	2024.01.10-2024.02.20	NTD	92,539 /USD	3,000
Buy	JPY/USD	2024.01.26-2024.02.22	JPY	120,000 /USD	817
<u>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

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

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

8. FINANCIAL ASSETS AT FVTOCI

	September 30, 2024	December 31, 2023	September 30, 2023
<u>Current</u>			
Investments in equity instruments			
Domestic investments			
Listed (OTC) companies shares	\$ 33,737	\$ 40,841	\$ 39,432
<u>Non-current</u>			
Investments in equity instruments			
Domestic investments			
Listed (OTC) companies shares	\$ 1,749,256	\$ 1,593,383	\$ 1,487,419
Unlisted companies shares	317,301	366,003	344,655
	<u>2,066,557</u>	<u>1,959,386</u>	<u>1,832,074</u>
Overseas investments			
Listed shares	\$ 10,852	\$ 16,457	\$ 20,473
Unlisted shares	220,093	151,245	156,234
	<u>230,945</u>	<u>167,702</u>	<u>176,707</u>
	<u>\$ 2,297,502</u>	<u>\$ 2,127,088</u>	<u>\$ 2,008,781</u>

The Group has invested in domestic and foreign listed and unlisted shares for medium- to long-term strategic purposes, and expects to generate returns over the long term. 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.

For the nine months ended September 30, 2024 and 2023, the Group recognized NT\$92,424 thousand and NT\$84,653 thousand of dividend income, respectively.

9. Financial assets at amortized cost

	September 30, 2024	December 31, 2023	September 30, 2023
<u>Current</u>			
Pledged time deposits	\$ 372,072	\$ 368,673	\$ 368,112
Constricted time deposits	20,353	-	-
Bank fixed-term deposits with a maturity over 3 months	2,084,594	625,694	-
Reserve repurchase agreements collateralized by bonds with a maturity over 3 months	<u>1,751,274</u>	<u>704,809</u>	<u>198,483</u>
	<u>\$ 4,228,293</u>	<u>\$ 1,699,176</u>	<u>\$ 566,595</u>
<u>Non-current</u>			
Pledged time deposits	\$ 338,703	\$ 333,278	\$ 332,610
Constricted time deposits	-	19,746	20,752
Bank fixed-term deposits with a maturity over 12 months	<u>232,608</u>	<u>-</u>	<u>-</u>
	<u>\$ 571,311</u>	<u>\$ 353,024</u>	<u>\$ 353,362</u>
The range of interest rate			
Pledged time deposits	0.54%~2.60%	0.54%~2.80%	0.39%~2.80%
Constricted time deposits	5.28%	5.05%	5.05%
Bank fixed-term deposits with a maturity over 3 months	1.25%~6.80%	1.25%~5.72%	-
Reserve repurchase agreements collateralized by bonds with a maturity over 3 months	1.53%~1.95%	1.50%~1.61%	1.50%
Bank fixed-term deposits with a maturity over 12 months	2.50%~3.05%	-	-

Pledged time deposits represent deposits pledged as collateral for the gas explosion incident and subjected to third-party applications for court seizure and execution.

Constricted time deposits represent surplus funds repatriated by subsidiaries, for which the Group had filed an application in accordance the Management, Utilization and Taxation for Patriated Offshore Funds Act and received approval to repatriate the funds from the Ministry of Finance in 2020, and deposited the net value after tax to the foreign currency deposit account. The deposit is limited for free utilization by laws and regulations that a three-year withdrawal is not permitted until five years after the deposit, except for financial investment or physical investments with partially free utilization by law (Please refer to Note 3).

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

10. NOTES RECEIVABLE, ACCOUNTS RECEIVABLE AND OTHER RECEIVABLES

	September 30, 2024	December 31, 2023	September 30, 2023
<u>Notes receivable (a)</u>			
Measured at amortized cost			
Gross carrying amount	<u>\$ 488,944</u>	<u>\$ 479,270</u>	<u>\$ 561,140</u>
<u>Accounts receivable (a)</u>			
Measured at amortized cost			
Gross carrying amount	\$ 5,269,384	\$ 5,063,907	\$ 6,024,477
Less: allowance for loss	<u>32,891</u>	<u>32,572</u>	<u>85,403</u>
	<u>\$ 5,236,493</u>	<u>\$ 5,031,335</u>	<u>\$ 5,939,074</u>
<u>Other receivables (b)</u>			
Tax refund receivable	\$ 294,419	\$ 223,170	\$ 291,945
Interest receivable	34,435	50,142	51,697
Others	<u>44,423</u>	<u>50,482</u>	<u>22,296</u>
	<u>\$ 373,277</u>	<u>\$ 323,794</u>	<u>\$ 365,938</u>

a. Notes and accounts receivable

The average credit period of sales of goods was 10 to 180 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, 2024

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	\$ 2,273,441	\$ 3,413	\$ 8,063	\$ 2,284,917
Loss allowance				
(Lifetime ECLs)	(<u>10,686</u>)	(<u>186</u>)	(<u>6,967</u>)	(<u>17,839</u>)
Amortized cost	<u>\$ 2,262,755</u>	<u>\$ 3,227</u>	<u>\$ 1,096</u>	<u>\$ 2,267,078</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	\$ 204,256	\$ 1,024,839	\$ 261,955	\$ 1,982,361	\$ 3,473,411
Loss allowance (Lifetime ECLs)	-	(<u>3,222</u>)	(<u>3,685</u>)	(<u>8,145</u>)	(<u>15,052</u>)
Amortized cost	<u>\$ 204,256</u>	<u>\$ 1,021,617</u>	<u>\$ 258,270</u>	<u>\$ 1,974,216</u>	<u>\$ 3,458,359</u>

December 31, 2023

Based on the number of days past due

	<u>Up to 60 Days</u>	<u>61~90 Days</u>	<u>Over 91 Days</u>	<u>Total</u>
Gross carrying amount	\$ 2,493,009	\$ 68,765	\$ 2,843	\$ 2,564,617
Loss allowance				
(Lifetime ECLs)	(<u>13,670</u>)	(<u>60</u>)	(<u>2,843</u>)	(<u>16,573</u>)
Amortized cost	<u>\$ 2,479,339</u>	<u>\$ 68,705</u>	<u>\$ -</u>	<u>\$ 2,548,044</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	\$ 178,083	\$ 849,743	\$ 269,017	\$ 1,681,717	\$ 2,978,560
Loss allowance (Lifetime ECLs)	-	(<u>3,550</u>)	(<u>3,649</u>)	(<u>8,800</u>)	(<u>15,999</u>)
Amortized cost	<u>\$ 178,083</u>	<u>\$ 846,193</u>	<u>\$ 265,368</u>	<u>\$ 1,672,917</u>	<u>\$ 2,962,561</u>

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)	(<u>11,838</u>)	(<u>170</u>)	(<u>4,011</u>)	(<u>16,019</u>)
Amortized cost	<u>\$ 3,187,524</u>	<u>\$ 907</u>	<u>\$ -</u>	<u>\$ 3,188,431</u>

Based on credit quality

	Credit Rating A	Credit Rating B	Credit Rating C	Others	Total
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	\$ 232,921	\$ 874,418	\$ 280,347	\$ 1,924,097	\$ 3,311,783

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

	September 30, 2024	December 31, 2023	September 30, 2023
Not overdue	\$ 3,365,761	\$ 2,891,050	\$ 3,223,315
Up to 60 Days	98,128	84,497	101,027
Over 61 days	9,522	3,013	56,825
	<u>\$ 3,473,411</u>	<u>\$ 2,978,560</u>	<u>\$ 3,381,167</u>

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

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

	For the Nine Months Ended September 30, 2024	For the Nine Months Ended September 30, 2023
Opening balance	\$ 32,572	\$ 86,579
Impairment losses provided (reversed) for the period	2,414	(1,344)
Amount written off in the current period	(2,933)	(109)
Foreign exchange translation gains and losses	838	277
Closing balance	<u>\$ 32,891</u>	<u>\$ 85,403</u>

b. Other receivables

Other receivables mainly consisted of tax refund receivable, interest receivable and Refund of engineering receivables, etc. The average aging of other receivables was less than 60 days based on the number of days past due from the invoice date, and an impairment loss was assessed based on the expected credit losses. There were no other overdue receivables with unrecognized allowance for doubtful accounts in the Group as of September 30, 2024, December 31, 2023, and September 30, 2023.

11. INVENTORIES

	September 30, 2024	December 31, 2023	September 30, 2023
Finished goods	\$ 4,261,140	\$ 4,488,826	\$ 4,187,541
Work in progress	597,106	550,565	562,086
Raw materials	2,233,050	1,530,905	1,352,830
Supplies	368,363	336,743	392,147
Inventory in transit	24,231	15,950	52,538
	<u>\$ 7,483,890</u>	<u>\$ 6,922,989</u>	<u>\$ 6,547,142</u>

The Group's cost of inventories recognized as cost of goods sold for the three months and nine months ended September 30, 2024 and 2023, were NT\$12,595,482 thousand, NT\$12,099,463 thousand, NT\$36,449,042 thousand, and NT\$34,779,222 thousand, respectively.

Cost of goods sold for the three months and nine months ended September 30, 2024 and 2023, included gains (losses) from recovery (decrease) of net realizable value totaling NT\$(223,661) thousand, NT\$160,768 thousand, NT\$(180,706) thousand, and NT\$202,904 thousand, respectively. The recovery of inventory net realizable value was mainly attributed to the rise of oil price.

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, 2024	December 31, 2023	September 30, 2023	
The Company	USI Investment Co., Ltd. (USII)	Investment business	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	Swanlake Traders Ltd. (Swanlake)	Trading and investment	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	USI (Hong Kong) Company Ltd.	Trading and investment	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	USI Management Consulting Corp (UM)	Providing management services	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	Chong Loong Trading Co., Ltd. (CLT)	Import and export trade	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	Union Polymer International Investment Corporation (UPIIC)	Investment business	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	INOMA Corporation (INOMA)	Optical products and fire protection materials	<u>94.4%</u>	<u>94.4%</u>	<u>94.4%</u>	12.
	USIG (Shanghai) Co., Ltd. (USIG)	Import and distribution of various types of chemical raw materials and products	<u>-</u>	<u>-</u>	<u>100.0%</u>	11.
	USI Green Energy Corporation (USIGE)	Solar power generation business	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	Taiwan United Venture Capital Corp. (TUVCC)	Venture capital	70.0%	70.0%	70.0%	
Asia Polymer Corporation			<u>8.3%</u>	<u>8.3%</u>	<u>8.3%</u>	
			<u>78.3%</u>	<u>78.3%</u>	<u>78.3%</u>	14.
The Company	Swanson Plastics Corp. (SPC)	Production and sales of stretch film, embossed film and industrial use multi-layer wrap	40.6%	40.6%	40.6%	
Asia Polymer Corporation			8.0%	8.0%	8.0%	
USIFE Investment Co., Ltd.			<u>7.5%</u>	<u>6.6%</u>	<u>6.4%</u>	2.
			<u>56.1%</u>	<u>55.2%</u>	<u>55.0%</u>	
The Company	Acme Electronics Corporation (ACME)	Production and sales of manganese-zinc soft ferrite powder	29.0%	29.0%	29.0%	
China General Plastics Corporation			1.7%	1.7%	1.7%	
USIFE Investment Co., Ltd.			9.5%	9.5%	9.5%	
Asia Polymer Corporation			3.2%	3.2%	3.2%	
Taita Chemical Company, Ltd.			2.3%	2.3%	2.3%	
APC Investment Corporation			<u>1.5%</u>	<u>1.5%</u>	<u>1.5%</u>	
			<u>47.2%</u>	<u>47.2%</u>	<u>47.2%</u>	3. and 17.
The Company	USI Optronics Corporation (USIO)	Manufacturing and marketing of sapphire crystal	50.9%	50.9%	50.9%	
Acme Electronics Corporation			34.0%	34.0%	34.0%	
Asia Polymer Corporation			9.2%	9.2%	9.2%	
USIFE Investment Co., Ltd.			<u>0.2%</u>	<u>0.2%</u>	<u>0.2%</u>	
			<u>94.3%</u>	<u>94.3%</u>	<u>94.3%</u>	

(Continued)

(Continued)

Investor	Name of Subsidiary	Nature of Activities	Proportion of Ownership (%)			Remark
			September 30, 2024	December 31, 2023	September 30, 2023	
Acme Electronics Corporation	ACME Electronics (Cayman) Corp. (ACME (Cayman))	Reinvestment business	60.1%	60.1%	60.1%	
Swanlake Traders Ltd.			18.9%	18.9%	18.9%	
APC (BVI) Holding Co., Ltd.			13.6%	13.6%	13.6%	
TAITA (BVI) Holding Co., Ltd.			4.4%	4.4%	4.4%	
			<u>97.0%</u>	<u>97.0%</u>	<u>97.0%</u>	4.
Acme Electronics Corporation	Golden Amber Enterprises Limited	Reinvestment business	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
ACME Electronics (Cayman) Corp.	Acme Electronics (Kunshan) Co., Ltd. (ACME (KS))	Manufacturing and sales of manganese-zinc soft ferrite core	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	ACME Components (Malaysia) Sdn.Bhd. (ACME (MA))	Reinvestment business	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
ACME Components (Malaysia) Sdn.Bhd.	ACME Ferrite Products Sdn.Bhd	Manufacturing and marketing of soft ferrite core	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	ACME Advanced Materials Sdn. Bhd (ACME Advanced)	Manufacturing and sale of silicon carbide	<u>100.0%</u>	-	-	13.
Golden Amber Enterprises Limited	Acme Electronics (Guang-Zhou) Co., Ltd. (ACME (GZ))	Manufacturing and sales of manganese-zinc soft ferrite core	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
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%	
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>	17.
Asia Polymer Corporation	APC (BVI) Holding Co., Ltd. (APC (BVI))	Reinvestment business	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
Asia Polymer Corporation	USI International Corporation	Reinvestment business	70.0%	70.0%	70.0%	
APC (BVI) Holding Co., Ltd.			<u>30.0%</u>	<u>30.0%</u>	<u>30.0%</u>	
			<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
Asia Polymer Corporation	APC Investment Corporation (APCIC)	Investment business	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
APC (BVI) Holding Co., Ltd.	USI Trading (Shanghai) Co., Ltd.	Management of chemical products, equipment and plastic products and whole sale of electronic materials, commission agency services and related supporting import and export services	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
Union Polymer International Investment Corporation	Taita Chemical Company, Limited (TTC)	Production and sales of polystyrene, acrylonitrile, butadiene, ABS resin, SAN resin, glass wool insulation products and plastic materials	36.8%	36.8%	36.8%	
China General Terminal & Distribution Corporation			0.6%	0.6%	0.6%	
USIFE Investment Co., Ltd.			0.4%	0.4%	0.4%	
			<u>37.8%</u>	<u>37.8%</u>	<u>37.8%</u>	17.
Taita Chemical Company, Ltd.	TAITA (BVI) Holding Co., Ltd. (TAITA (BVI))	Reinvestment business	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
TAITA (BVI) Holding Co., Ltd.	Taita Chemical (Zhong Shan) Co., Ltd. (TTC (ZS))	Production and sales of polystyrene derivatives	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	Taita Chemical (Tianjin) Co., Ltd. (TTC (TJ))	Production and sales of polystyrene derivatives	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	1.
	Zhangzhou Taita Chemical Company, Limited (TTCZZ)	Production and sales of polystyrene derivatives	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
Swanlake Traders Ltd.	Zhangzhou USI Trading Co., Ltd.	Sales of chemical products	70.0%	70.0%	70.0%	
APC (BVI) Holding Co., Ltd.			<u>30.0%</u>	<u>30.0%</u>	<u>30.0%</u>	
			<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
Swanlake Traders Ltd.	Xiamen USI Trading Co., Ltd. (XUL)	Sales of chemical products	70.0%	70.0%	-	
APC (BVI) Holding Co., Ltd.			<u>30.0%</u>	<u>30.0%</u>	-	
			<u>100.0%</u>	<u>100.0%</u>	-	7.

(Continued)

(Continued)

Investor	Name of Subsidiary	Nature of Activities	Proportion of Ownership (%)			Remark
			September 30, 2024	December 31, 2023	September 30, 2023	
Union Polymer Corporation	China General Plastics Corporation (CGPC)	Production and sales of plastic cloths, plastic skins, plastic tubes, plastic pellets, plastic powder and other related products	25.0%	25.0%	25.0%	
Asia Polymer Corporation			8.0%	8.0%	8.0%	
Taita Chemical Company, Ltd.			2.0%	2.0%	2.0%	
China General Terminal & Distribution Corporation			0.5%	0.5%	0.5%	
USIFE Investment Co., Ltd.			0.1%	0.1%	0.1%	
			<u>35.6%</u>	<u>35.6%</u>	<u>35.6%</u>	17.
China General Plastics Corporation	Taiwan VCM Corporation (TVCM)	Manufacturing and marketing of vinyl chloride monomer and related petrochemical products	<u>87.3%</u>	<u>87.3%</u>	<u>87.3%</u>	
	CGPC (BVI) Holding Co., Ltd. (CGPC (BVI))	Reinvestment business	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	9.
	CGPC America Corporation	Marketing of PVC two- or three-time processed products	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	CGPC Polymer Corporation (CGPCPOL)	Manufacture and marketing of PVC powder	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	10.
Taiwan VCM Corporation	Global Green Technology Corporation (GGT)	Environmental detection services	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	5.
CGPC (BVI) Holding Co., Ltd.	China General Plastics (ZhongShan) Co., Ltd.	Manufacturing and sales 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>-</u>	<u>100.0%</u>	6.
China General Plastics Corporation	China General Terminal & Distribution Corporation (CGTD)	Warehousing petrochemical raw materials	33.3%	33.3%	33.3%	
Taita Chemical Company, Ltd.			33.3%	33.3%	33.3%	
Asia Polymer Corporation			<u>33.4%</u>	<u>33.4%</u>	<u>33.4%</u>	
			<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
USIFE Investment Co., Ltd.	Taiwan United Venture Management Corp. (TUVM)	Business management consulting	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
Swanson Plastics Corporation	Forever Young Company Ltd.	Trading and agency businesses	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	Swanson Plastics (Singapore) Pte., Ltd.	Production and marketing of plastic products	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	Swanson International Ltd.	Import and export trade	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
Swanson Plastics Corporation	PT. Swanson Plastics Indonesia Ltd.	Production and marketing of plastic products	1.0%	1.0%	1.0%	
Swanson Plastics (Singapore) Pte., Ltd.			<u>99.0%</u>	<u>99.0%</u>	<u>99.0%</u>	
			<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
Swanson Plastics Corporation	Swanson Technologies Corporation (STC)	Production, marketing and development of EVA packaging film and other value added plastic products	70.0%	70.0%	70.0%	
APC Investment Corporation			15.0%	15.0%	15.0%	
USIFE Investment Co., Ltd.			<u>15.0%</u>	<u>15.0%</u>	<u>15.0%</u>	
			<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	15.
Swanson Plastics (Singapore) Pte., Ltd.	Swanson Plastics (Malaysia) Sdn. Bhd.	Production and marketing of plastic products	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	Swanson Plastics (India) Private Limited	Production and marketing of plastic products	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	Swanson Plastics (Tianjin) Co., Ltd.	Production, sales and development of multi-functional film and light-solution film	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
Swanson International Ltd.	A.S.Holdings (UK) Limited	Reinvestment business	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	Swanson Plastics (Kunshan) Co., Ltd.	Production, sales and development of multi-functional film and light-solution film	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
A.S. Holdings (UK) Limited	ASK-Swanson (Kunshan) Co., Ltd.	Production and sales of PE release film and other release products	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
The Company	Ever Conquest Global Limited (ECGL)	Investment business	59.1%	59.1%	59.1%	
Asia Polymer Corporation			<u>40.9%</u>	<u>40.9%</u>	<u>40.9%</u>	
			<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	16.
Ever Conquest Global Limited	Ever Victory Global Limited (EVGL)	Investment business	<u>67.4%</u>	<u>67.4%</u>	<u>67.4%</u>	16. and 17.
Ever Victory Global Limited	Dynamic Ever Investments Limited (DEIL)	Investment business	<u>85.0%</u>	<u>85.0%</u>	<u>85.0%</u>	16.
Dynamic Ever Investments Ltd.	Zhangzhou Dynamic Ever Property Co., Ltd.	Property Management	<u>100.0%</u>	<u>100.0%</u>	<u>-</u>	8.

- 1) The management of TTC decided to suspend the main production of expanded polystyrene (EPS) by TTC (TJ) from April 2019 due to the assessment of the demand reduction of its subsidiary TTC (TJ) in the local market. Please refer to Note 14 for relevant explanation.
- 2) USII acquired 0.2% and 0.9% equity from external shareholders of SPC in 2023 and July 2024 based on medium and long-term investment strategies and the cost of acquisition amounted to NT\$4,361 thousand and NT\$17,822 thousand, respectively.
- 3) On June 14, 2022, the board of directors of ACME resolved to issue 3,000 thousand new shares at NT\$10 each for cash. The aforementioned cash capital increase was approved and reported by the FSC on July 22, 2022, with an issue price of NT\$20 per share and a capital increase base date on January 16, 2023. The Group participated in the cash capital increase of 18,702 thousand shares of ACME with an amount of NT\$374,033 thousand, and its shareholding increased from 44.6% to 47.2% after the cash capital increase. As these transactions did not change the Group's control over the subsidiary, it is deemed as an equity transaction. Differences generated from the aforementioned equity transaction were adjusted to decrease in capital surplus of NT\$1,736 thousand and retained earnings of NT\$54,215 thousand, respectively.
- 4) In April 2023, the board of directors of ACME (Cayman) resolved to increase a cash capital of US\$9,000 thousand, which was fully subscribed by ACME. After the Group participated in the cash capital increase, its shareholding increased from 96.4% to 97.0%. As these transactions did not change the Group's control over the subsidiary, it is deemed as an equity transaction. Differences generated from the aforementioned equity transaction were adjusted to increase in capital surplus of NT\$947 thousand and a decrease in retained earnings of NT\$580 thousand. In February 2024, the board of directors of ACME (Cayman) passed a resolution to organize a cash issue of US\$6,000 thousand, for which the existing shareholders will subscribe at their current shareholding percentages. The Group's shareholding percentage in the entity is 97.0% before and after the cash issue.

- 5) On May 20, 2024 and May 22, 2023, the board of directors of GGT exercised shareholders' authority on behalf and passed resolutions to capitalize NT\$1,152 thousand and NT\$2,000 thousand of earnings and issue 115 thousand and 200 thousand new shares, respectively. The respective baseline dates for capital increase were set at August 5, 2024 and August 7, 2023.
- 6) The board of directors resolved to liquidate CGPC (CP) and finalized its dissolution and liquidation procedures on July 17, 2023.
- 7) In according to sell the products produced by Gulei, Co., the board of directors of our company resolved on August 3, 2023 to establish a Xiamen joint venture company, XUL in Fujian Province, China. The company completed registration on November 6, 2023, established a capital of RMB10,000 thousand, and completed the capital verification on December 21, 2023. The capital was invested by Swanlake and APC (BVI) on December 14, 2023 in the amount of RMB7,000 thousand and RMB3,000 thousand, respectively.
- 8) On November 7, 2023, the Company's board of directors approved the investment by Investment DEIL to establish Zhangzhou Dynamic Ever Property Co., Ltd. The registration for establishment was completed on August 29, 2023, with a registered capital of RMB21,000 thousand. DEIL completed its capital injection on September 27, 2023, and the verification of capital was completed on October 19, 2023.
- 9) On November 21, 2023, the board of directors of CGPC (BVI) passed a resolution to reduce capital against losses and to repatriate US\$1,500 thousand of capital.
- 10) On November 27, 2023, the board of directors of CGPCPOL passed a resolution to reduce capital against losses totaling NT\$298,293 thousand and to retire 29,829 thousand outstanding shares. The baseline date for capital reduction was set at November 28, 2023.
- 11) Because of the under achievement of the expected target, the board of directors resolved to dissolve and liquidate USIG on August 8, 2023, and finalized its dissolution and liquidation procedures on December 1, 2023.

- 12) To improve the financial structure and activate the company's capital utilization, INOMA Corporation passed the resolution of the extraordinary shareholders' meeting on November 30, 2023 to reduce capital with the aim to cover losses of NT\$83,806 thousand, cancel the issued shares of 8,381 thousand shares. The capital reduction ratio was 85.56%, and the base date for it was December 6, 2023. After the capital reduction, the paid-in share capital of INOMA Corporation was NT\$14,144 thousand. INOMA Corporation resolved to undergo liquidation on March 7, 2024. As of the date of approval of these consolidated financial statements, the liquidation process of INOMA Corporation has not been completed.
- 13) ACME(MA) founded ACME Advanced in January 2024. ACME Advanced's main business activities of the newly founded entity are the production and sale of silicon carbide for communication, information, consumer electronics, and auto electronics.
- 14) TUVU held annual general meetings on June 5, 2024 and June 28, 2023, during which the shareholders passed resolutions to refund capital in cash; the baseline dates for capital reduction were set at June 18, 2024 and August 22, 2023, and the Group recovered capital totaling NT\$78,327 thousand and NT\$133,155 thousand in June 2024 and August 2023, respectively.
- 15) On July 29, 2024, the board of directors of STC passed a resolution to incorporate Swanson Trading (Kunshan) Co., Ltd. for the distribution of SPC products. Share capital of this new entity is expected to be RMB 3,000 thousand.
- 16) As of September 30, 2024, the Company and APC had invested 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.
- 17) Details of subsidiaries that have material non-controlling interests.

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

Name of Subsidiary	Proportion of Ownership and Voting Rights Held by Non-controlling Interests		
	September 30, 2024	December 31, 2023	September 30, 2023
CGPC	64.4%	64.4%	64.4%
TTC	62.2%	62.2%	62.2%
ACME	52.8%	52.8%	52.8%
APC	62.7%	62.7%	62.7%
EVGL	32.6%	32.6%	32.6%

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

Name of Subsidiary	Profit (Loss) Allocated to Non-controlling Interests				Non-controlling interests		
	For the Three Months Ended September 30, 2024	For the Three Months Ended September 30, 2023	For the Nine Months Ended September 30, 2024	For the Nine Months Ended September 30, 2023	September 30, 2024	December 31, 2023	September 30, 2023
CGPC	<u>(\$ 270,550)</u>	<u>\$ 96,916</u>	<u>(\$ 229,306)</u>	<u>\$ 250,140</u>	<u>\$ 5,799,279</u>	<u>\$ 6,122,254</u>	<u>\$ 6,151,005</u>
TTC	<u>(\$ 62,674)</u>	<u>(\$ 45,610)</u>	<u>(\$ 151,941)</u>	<u>(\$ 101,439)</u>	<u>\$ 3,920,592</u>	<u>\$ 4,141,709</u>	<u>\$ 4,273,966</u>
ACME	<u>\$ 26,037</u>	<u>(\$ 15,513)</u>	<u>\$ 99,851</u>	<u>(\$ 83,428)</u>	<u>\$ 1,082,538</u>	<u>\$ 931,293</u>	<u>\$ 964,989</u>
APC	<u>(\$ 145,227)</u>	<u>\$ 111,290</u>	<u>(\$ 320,884)</u>	<u>\$ 181,104</u>	<u>\$ 7,852,766</u>	<u>\$ 8,338,151</u>	<u>\$ 8,531,213</u>
EVGL	<u>(\$ 251,889)</u>	<u>(\$ 105,137)</u>	<u>(\$ 760,316)</u>	<u>(\$ 755,094)</u>	<u>\$ 2,366,301</u>	<u>\$ 3,007,117</u>	<u>\$ 3,498,824</u>

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

CGPC and CGPC's subsidiaries

	September 30, 2024	December 31, 2023	September 30, 2023
Current assets	\$ 6,727,368	\$ 6,966,745	\$ 6,971,807
Non-current assets	11,265,376	10,783,487	10,537,948
Current liabilities	(5,070,518)	(3,421,831)	(3,133,693)
Non-current liabilities	(3,301,688)	(4,100,913)	(4,079,301)
Equity	<u>\$ 9,620,538</u>	<u>\$ 10,227,488</u>	<u>\$ 10,296,761</u>
Equity attributable to:			
Owners of the Company	\$ 3,236,494	\$ 3,459,223	\$ 3,505,680
Non-controlling interests of CGPC	5,799,279	6,122,254	6,151,005
Non-controlling interests of CGPC's subsidiaries	<u>584,765</u>	<u>646,011</u>	<u>640,076</u>
	<u>\$ 9,620,538</u>	<u>\$ 10,227,488</u>	<u>\$ 10,296,761</u>

	For the Three Months Ended September 30, 2024	For the Three Months Ended September 30, 2023	For the Nine Months Ended September 30, 2024	For the Nine Months Ended September 30, 2023
Revenue	<u>\$ 2,562,288</u>	<u>\$ 3,365,608</u>	<u>\$ 8,542,925</u>	<u>\$10,485,625</u>
Net (loss) profit for the period	(\$ 430,688)	\$ 151,935	(\$ 379,649)	\$ 426,126
Other comprehensive income (loss)	(<u>94</u>)	<u>16,030</u>	<u>6,606</u>	<u>2,500</u>
Total comprehensive income	<u>(\$ 430,782)</u>	<u>\$ 167,965</u>	<u>(\$ 373,043)</u>	<u>\$ 428,626</u>
Net (loss) profit attributable to:				
Owners of the Company	(\$ 140,937)	\$ 50,486	(\$ 119,452)	\$ 130,304
Non-controlling interests of CGPC	(270,550)	96,916	(229,306)	250,140
Non-controlling interests of CGPC's subsidiaries	(<u>19,201</u>)	<u>4,533</u>	(<u>30,891</u>)	<u>45,682</u>
	<u>(\$ 430,688)</u>	<u>\$ 151,935</u>	<u>(\$ 379,649)</u>	<u>\$ 426,126</u>
Total comprehensive income attributable to:				
Owners of the Company	(\$ 130,605)	\$ 69,319	(\$ 150,509)	\$ 120,066
Non-controlling interests of CGPC	(281,008)	94,127	(191,570)	262,940
Non-controlling interests of CGPC's subsidiaries	(<u>19,169</u>)	<u>4,519</u>	(<u>30,964</u>)	<u>45,620</u>
	<u>(\$ 430,782)</u>	<u>\$ 167,965</u>	<u>(\$ 373,043)</u>	<u>\$ 428,626</u>
		For the Nine Months Ended September 30, 2024	For the Nine Months Ended September 30, 2023	
Cash flow				
Operating activities		\$ 707,722	\$ 1,079,378	
Investing activities		(1,199,218)	(1,212,106)	
Financing activities		581,630	564,956	
Effects of exchange rate changes		<u>1,902</u>	<u>2,758</u>	
Net cash flow		<u>\$ 92,036</u>	<u>\$ 434,986</u>	
Dividends paid to non-controlling shareholders		<u>\$ 133,713</u>	<u>\$ 114,611</u>	

TTC and TTC's subsidiaries

	September 30, 2024	December 31, 2023	September 30, 2023
Current assets	\$ 6,498,871	\$ 5,515,323	\$ 5,600,516
Non-current assets	3,354,622	3,376,030	3,398,232
Current liabilities	(3,166,899)	(1,920,663)	(1,765,092)
Non-current liabilities	(<u>353,365</u>)	(<u>322,699</u>)	(<u>367,970</u>)
Equity	<u>\$ 6,333,229</u>	<u>\$ 6,647,991</u>	<u>\$ 6,865,686</u>
Equity attributable to:			
Owners of the Company	\$ 2,412,637	\$ 2,506,282	\$ 2,591,720
Non-controlling interests of TTC	<u>3,920,592</u>	<u>4,141,709</u>	<u>4,273,966</u>
	<u>\$ 6,333,229</u>	<u>\$ 6,647,991</u>	<u>\$ 6,865,686</u>

	For the Three Months Ended September 30, 2024	For the Three Months Ended September 30, 2023	For the Nine Months Ended September 30, 2024	For the Nine Months Ended September 30, 2023
Revenue	<u>\$ 5,185,907</u>	<u>\$ 3,980,713</u>	<u>\$13,919,661</u>	<u>\$11,143,463</u>
Net loss for the period	(\$ 98,969)	(\$ 72,023)	(\$ 239,931)	(\$ 160,183)
Other comprehensive income (loss)	<u>10,475</u>	<u>79,694</u>	<u>44,450</u>	<u>16,390</u>
Total comprehensive income	(<u>\$ 88,494</u>)	<u>\$ 7,671</u>	(<u>\$ 195,481</u>)	(<u>\$ 143,793</u>)
Loss attributable to:				
Owners of the Company	(\$ 36,295)	(\$ 26,413)	(\$ 87,990)	(\$ 58,744)
Non-controlling interests of TTC	(<u>62,674</u>)	(<u>45,610</u>)	(<u>151,941</u>)	(<u>101,439</u>)
	(<u>\$ 98,969</u>)	(<u>\$ 72,023</u>)	(<u>\$ 239,931</u>)	(<u>\$ 160,183</u>)
Total comprehensive income attributable to:				
Owners of the Company	(\$ 20,421)	(\$ 2,382)	(\$ 57,332)	(\$ 65,312)
Non-controlling interests of TTC	(<u>68,073</u>)	<u>10,053</u>	(<u>138,149</u>)	(<u>78,481</u>)
	(<u>\$ 88,494</u>)	<u>\$ 7,671</u>	(<u>\$ 195,481</u>)	(<u>\$ 143,793</u>)
		For the Nine Months Ended September 30, 2024	For the Nine Months Ended September 30, 2023	
Cash flow				
Operating activities		(\$ 801,509)	\$ 149,902	
Investing activities		(394,617)	(285,531)	
Financing activities		822,519	(300,771)	
Effects of exchange rate changes		<u>55,426</u>	<u>31,020</u>	
Net cash Outflows		(<u>\$ 318,181</u>)	(<u>\$ 405,380</u>)	
Dividends paid to non-controlling shareholders		<u>\$ 75,534</u>	<u>\$ 125,890</u>	

ACME and ACME's subsidiaries

	September 30, 2024	December 31, 2023	September 30, 2023
Current assets	\$ 2,428,459	\$ 1,953,313	\$ 2,136,024
Non-current assets	3,012,033	2,626,131	2,562,061
Current liabilities	(959,293)	(721,123)	(800,809)
Non-current liabilities	(<u>1,732,869</u>)	(<u>1,533,742</u>)	(<u>1,484,872</u>)
Equity	<u>\$ 2,748,330</u>	<u>\$ 2,324,579</u>	<u>\$ 2,412,404</u>
Equity attributable to:			
Owners of the Company	\$ 981,931	\$ 838,172	\$ 868,006
Non-controlling interests of ACME	1,082,358	931,293	964,989
Non-controlling interests of ACME's subsidiaries	<u>684,041</u>	<u>555,114</u>	<u>579,409</u>
	<u>\$ 2,748,330</u>	<u>\$ 2,324,579</u>	<u>\$ 2,412,404</u>

	For the Three Months Ended September 30, 2024	For the Three Months Ended September 30, 2023	For the Nine Months Ended September 30, 2024	For the Nine Months Ended September 30, 2023
Revenue	<u>\$ 844,363</u>	<u>\$ 620,681</u>	<u>\$ 2,383,143</u>	<u>\$ 1,867,191</u>
Net profit (loss) for the period	\$ 38,384	(\$ 42,798)	\$ 180,134	(\$ 190,938)
Other comprehensive income (loss)	<u>88,316</u>	<u>79,074</u>	<u>168,637</u>	<u>17,460</u>
Total comprehensive income	<u>\$ 126,700</u>	<u>\$ 36,276</u>	<u>\$ 348,771</u>	<u>(\$ 173,478)</u>
Net profit (loss) attributable to:				
Owners of the Company	\$ 23,016	(\$ 13,714)	\$ 88,267	(\$ 73,750)
Non-controlling interests of ACME	26,037	(15,513)	99,851	(83,428)
Non-controlling interests of ACME's subsidiaries	(<u>10,669</u>)	(<u>13,571</u>)	(<u>7,984</u>)	(<u>33,760</u>)
Total comprehensive income attributable to:	<u>\$ 38,384</u>	<u>(\$ 42,798)</u>	<u>\$ 180,134</u>	<u>(\$ 190,938)</u>
Owners of the Company	\$ 44,275	\$ 13,700	\$ 138,335	(\$ 66,155)
Non-controlling interests of ACME	50,083	15,496	156,489	(74,838)
Non-controlling interests of ACME's subsidiaries	<u>32,342</u>	<u>7,080</u>	<u>53,947</u>	(<u>32,485</u>)
	<u>\$ 126,700</u>	<u>\$ 36,276</u>	<u>\$ 348,771</u>	<u>(\$ 173,478)</u>
			For the Nine Months Ended September 30, 2024	For the Nine Months Ended September 30, 2023
Cash flow				
Operating activities			\$ 103,148	\$ 334,397
Investing activities			(581,364)	(318,580)
Financing activities			480,109	111,256
Effects of exchange rate changes			<u>105,598</u>	<u>10,943</u>
Net cash inflow			<u>\$ 107,491</u>	<u>\$ 138,016</u>

APC and APC's subsidiaries

	September 30, 2024	December 31, 2023	September 30, 2023
Current assets	\$ 3,032,046	\$ 3,335,197	\$ 3,273,630
Non-current assets	11,151,250	11,676,492	11,997,098
Current liabilities	(1,265,999)	(1,028,661)	(885,576)
Non-current liabilities	(486,361)	(643,944)	(715,191)
Equity	<u>\$ 12,430,936</u>	<u>\$ 13,339,084</u>	<u>\$ 13,669,961</u>

Equity attributable to:

Owners of the

Company

Non-controlling

interests of APC

\$ 4,578,170	\$ 5,000,933	\$ 5,138,748
<u>7,852,766</u>	<u>8,338,151</u>	<u>8,531,213</u>
<u>\$ 12,430,936</u>	<u>\$ 13,339,084</u>	<u>\$ 13,669,961</u>

	For the Three Months Ended September 30, 2024	For the Three Months Ended September 30, 2023	For the Nine Months Ended September 30, 2024	For the Nine Months Ended September 30, 2023
Revenue	<u>\$ 1,422,227</u>	<u>\$ 1,811,511</u>	<u>\$ 4,478,395</u>	<u>\$ 5,040,014</u>
Net (loss) profit for the period	(\$ 214,668)	\$ 164,503	(\$ 474,315)	\$ 267,699
Other comprehensive income (loss)	<u>9,248</u>	(<u>102,791</u>)	(<u>166,627</u>)	(<u>95,609</u>)
Total comprehensive income	(<u>\$ 205,420</u>)	<u>\$ 61,712</u>	(<u>\$ 640,942</u>)	<u>\$ 172,090</u>

Net (loss) profit
attributable to:

Owners of the

Company

Non-controlling

interests of APC

(\$ 69,441)	\$ 53,213	(\$ 153,431)	\$ 86,595
(<u>145,227</u>)	<u>111,290</u>	(<u>320,884</u>)	<u>181,104</u>
(<u>\$ 214,668</u>)	<u>\$ 164,503</u>	(<u>\$ 474,315</u>)	<u>\$ 267,699</u>

Total comprehensive
income attributable
to:

Owners of the

Company

Non-controlling

interests of APC

(\$ 14,003)	(\$ 3,501)	(\$ 328,785)	(\$ 47,845)
(<u>191,417</u>)	<u>65,213</u>	(<u>312,157</u>)	<u>219,935</u>
(<u>\$ 205,420</u>)	<u>\$ 61,712</u>	(<u>\$ 640,942</u>)	<u>\$ 172,090</u>

	For the Nine Months Ended September 30, 2024	For the Nine Months Ended September 30, 2023
Cash flow		
Operating activities	\$ 131,761	\$ 315,754
Investing activities	(858,620)	(159,101)
Financing activities	101,768	(742,626)
Effects of exchange rate changes	<u>6,186</u>	<u>9,417</u>
Net cash Outflows	(<u>\$ 618,905</u>)	(<u>\$ 576,556</u>)

Dividends paid to non-controlling
shareholders

<u>\$ 180,756</u>	<u>\$ 482,017</u>
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EVGL and EVGL's subsidiaries

	September 30, 2024	December 31, 2023	September 30, 2023
Current assets	\$ 1,467,129	\$ 1,387,024	\$ 1,383,592
Non-current assets	6,896,575	9,305,640	11,074,476
Current liabilities	(9,447)	(13,087)	(10,158)
Equity	<u>\$ 8,354,257</u>	<u>\$ 10,679,577</u>	<u>\$ 12,447,910</u>
Equity attributable to:			
Owners of the Company	\$ 4,892,886	\$ 6,217,923	\$ 7,234,643
Non-controlling interests of EVGL	2,366,301	3,007,117	3,498,824
Non-controlling interests of EVGL's subsidiaries	<u>1,095,070</u>	<u>1,454,537</u>	<u>1,714,443</u>
	<u>\$ 8,354,257</u>	<u>\$ 10,679,577</u>	<u>\$ 12,447,910</u>
	For the Three Months Ended September 30, 2024	For the Three Months Ended September 30, 2023	For the Nine Months Ended September 30, 2024
Net loss for the period	(\$ 911,472)	(\$ 381,797)	(\$ 2,751,356)
Other comprehensive income (loss)	(94,417)	512,726	426,037
Total comprehensive income	<u>(\$ 1,005,889)</u>	<u>\$ 130,929</u>	<u>(\$ 2,325,319)</u>
Loss attributable to:			
Owners of the Company	(\$ 520,838)	(\$ 217,396)	(\$ 1,572,131)
Non-controlling interests of EVGL	(251,889)	(105,137)	(760,316)
Non-controlling interests of EVGL's subsidiaries	<u>(138,745)</u>	<u>(59,264)</u>	<u>(418,909)</u>
	<u>(\$ 911,472)</u>	<u>(\$ 381,797)</u>	<u>(\$ 2,751,356)</u>
Total comprehensive income attributable to:			
Owners of the Company	(\$ 577,619)	\$ 79,939	(\$ 1,325,037)
Non-controlling interests of EVGL	(279,349)	38,659	(640,816)
Non-controlling interests of EVGL's subsidiaries	<u>(148,921)</u>	<u>12,331</u>	<u>(359,466)</u>
	<u>(\$ 1,005,889)</u>	<u>\$ 130,929</u>	<u>(\$ 2,325,319)</u>
		For the Nine Months Ended September 30, 2024	For the Nine Months Ended September 30, 2023
Cash flow			
Operating activities		\$ 48,689	\$ 32,232
Investing activities		(1,245,659)	(91,402)
Effects of exchange rate changes		42,376	68,974
Net cash (outflow) inflow		<u>(\$ 1,154,594)</u>	<u>\$ 9,804</u>

13. INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

	September 30, 2024	December 31, 2023	September 30, 2023
Investments in joint ventures			
Associates that are individually material			
Fujian Gulei Petrochemical Co., Ltd. (Gulei)	\$ 6,857,099	\$ 9,267,749	\$ 10,981,383
Investments in associates			
Investments in associates that are not individually material			
Delmind Inc. (Delmind)	76,131	79,987	78,397
Chem Union Renewable Energy Corporation (CURE)	9,333	9,835	9,898
	85,464	89,822	88,295
	<u>\$ 6,942,563</u>	<u>\$ 9,357,571</u>	<u>\$ 11,069,678</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, whose purpose is to build oil refineries and produce seven products such as ethylene on the Gulei Peninsula in Zhangzhou, Fujian Province, as approved by the competent authorities of the Republic of China and according to the business operation permitted by the Joint Venture's board of directors; (b) DEIL shall establish a joint venture company with Fujian Petrochemical Chemical Co., Ltd. to operate the target business in Gulei Industrial Park, Zhangzhou, Fujian Province (hereinafter referred to as "Gulei") in accordance with the laws and regulations of the People's Republic of China and shall acquire 50% of the issued shares of Gulei as the basis for the joint investment.

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

In order to enrich the working capital of Gulei, EVGL signed a joint venture agreement with the Hong Kong-based company DOR PO INVESTMENT COMPANY LIMITED (hereinafter referred to as "DOR PO") on June 5, 2019 to jointly invest in Xutent. In accordance with the terms of the joint venture agreement, DOR PO shall contribute US\$109,215 thousand to increase the capital of DEIL, of which US\$103,915 thousand had been contributed as of September 30, 2024 to acquire 15% equity in DEIL.

As of September 30, 2024, the Company and APC had 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%. DEIL has invested capital amounted to RMB4,657,200 thousand in Gulei.

The percentage of the Group's ownership and voting rights were 50% of the outstanding shares of Gulei as of September 30, 2024, December 31, 2023, and September 30, 2023.

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

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

	September 30, 2024	December 31, 2023	September 30, 2023
Cash	<u>\$ 8,133,978</u>	<u>\$ 8,256,575</u>	<u>\$ 4,796,642</u>
Current assets	\$ 17,171,889	\$ 19,052,475	\$ 23,239,127
Non-current assets	97,080,270	96,541,823	101,615,214
Current liabilities	(39,024,951)	(36,894,817)	(40,401,857)
Non-current liabilities	(<u>61,513,010</u>)	(<u>60,163,983</u>)	(<u>62,489,718</u>)
Equity	13,714,198	18,535,498	21,962,766
Proportion of the Group's ownership	<u>50%</u>	<u>50%</u>	<u>50%</u>
Equity attributable to the Group	<u>\$ 6,857,099</u>	<u>\$ 9,267,749</u>	<u>\$ 10,981,383</u>
Carrying amount	<u>\$ 6,857,099</u>	<u>\$ 9,267,749</u>	<u>\$ 10,981,383</u>
	For the Three Months Ended September 30, 2024	For the Three Months Ended September 30, 2023	For the Nine Months Ended September 30, 2024
Revenue	<u>\$ 21,398,998</u>	<u>\$ 18,886,575</u>	<u>\$ 58,742,965</u>
Net loss/total comprehensive income for the period	(<u>\$ 1,850,641</u>)	(<u>\$ 785,749</u>)	(<u>\$ 5,585,449</u>)
	(<u>\$ 5,515,390</u>)		

The Group's share of profit or loss and other comprehensive income in equity-accounted joint ventures for the nine months ended September 30, 2024 and 2023, was calculated using financial statements that were not reviewed by CPA.

b. Summarized information of associates that is not individually material

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

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

	For the Three Months Ended September 30, 2024	For the Three Months Ended September 30, 2023	For the Nine Months Ended September 30, 2024	For the Nine Months Ended September 30, 2023
The Group's share of: Net loss for the period	(<u>\$ 1,272</u>)	(<u>\$ 1,727</u>)	(<u>\$ 4,358</u>)	(<u>\$ 5,628</u>)

The Group's share of profit or loss and other comprehensive income in equity-accounted associates for the nine months ended September 30, 2024 and 2023, was calculated using financial statements that were not reviewed by CPA.

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

	September 30, 2024	December 31, 2023	September 30, 2023
Freehold Land	\$ 4,715,293	\$ 4,715,293	\$ 4,715,293
Land improvements	16,550	19,203	20,087
Buildings and Improvements	3,632,207	3,794,046	3,838,184
Machinery and Equipment	12,212,083	12,485,955	12,303,591
Transportation equipment	38,152	40,418	40,904
Other equipment	315,983	299,600	307,535
Construction in progress and equipment under installation	6,265,117	5,025,878	5,057,259
	<u>\$ 27,195,385</u>	<u>\$ 26,380,393</u>	<u>\$ 26,282,853</u>

In accordance with the New Taipei City Government Letter Development No. 1072133080 dated November 7, 2018, the land and buildings of the Company located in Linkou are within the scope of "Urban Land Redeveloping Zone at 1st Industrial Park in Linkou District." The land has been delivered for redevelopment and returned on May 2, 2023. On August 8, 2024, the board of directors passed a resolution to construct an innovative R&D center by commissioning an outside contractor.

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, 2024, the Group had paid a total of NT\$2,768,565 thousand for the project.

Due to the shrinking demand for EPS in the local market, the main product of TAITA (TJ), the management decided to suspend the production of TAITA (TJ) starting from April 2019. TAITA (TJ) determined the recoverable amounts of the property, plant and equipment (including right-of-use assets), on the basis of fair values less costs of disposal. The fair value was measured by Level 3 inputs as of December 31, 2023 and 2022 by an independent appraisal company. The assessment was a revaluation of the replacement cost and economic useful life of the property, plant and equipment within the assessment scope. As evaluated by the management of the Group, there was no significant change in fair value as of December 31, 2023 and 2022, and September 30, 2024 and 2023.

The Group recognized impairment losses of NT\$2,073 thousand for the nine months ended September 30, 2024 (and none for the nine months ended September 30, 2023) on idle assets that were no longer needed for production, and presented them as operating expenses. Recoverable value of such equipment was determined based on the estimated disposal value, which was considered a Level 3 fair value input.

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

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

Land improvements	7-20 years
Buildings and Improvements	
Plant, machine room and improvements	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 34.

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

15. LEASE ARRANGEMENTS

a. Right-of-use assets

	September 30, 2024	December 31, 2023	September 30, 2023
Carrying amount of right-of-use assets			
Leasehold land	\$ 1,799,691	\$ 1,873,131	\$ 1,883,125
Land use rights	568,249	556,507	590,503
Buildings	90,881	84,499	87,335
Machinery and Equipment	47,947	56,259	61,864
Transportation equipment	320	641	788
	<u>\$ 2,507,088</u>	<u>\$ 2,571,037</u>	<u>\$ 2,623,615</u>

	For the Three Months Ended September 30, 2024	For the Three Months Ended September 30, 2023	For the Nine Months Ended September 30, 2024	For the Nine Months Ended September 30, 2023
Addition for right-of-use assets			<u>\$ 28,274</u>	<u>\$ 1,094,734</u>
Depreciation expense of right-of-use assets				
Leasehold land	\$ 24,146	\$ 26,972	\$ 72,444	\$ 77,250
Land use rights	5,491	5,679	16,354	15,290
Buildings	7,377	7,030	21,816	20,946
Machinery and Equipment	3,574	3,476	10,643	10,422
Transportation equipment	95	147	321	441
	<u>\$ 40,683</u>	<u>\$ 43,304</u>	<u>\$ 121,578</u>	<u>\$ 124,349</u>

Except for the additions and recognition of depreciation expense described above, the Group's right-of-use assets did not experience significant sub-lease or impairments for the nine months ended September 30, 2024 and 2023.

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

The Group's right-of-use assets pledged as collateral for bank borrowings are set out in Notes 18 and 34.

b. Lease liabilities

	September 30, 2024	December 31, 2023	September 30, 2023
Carrying amount of lease liabilities			
Current	<u>\$ 145,152</u>	<u>\$ 143,820</u>	<u>\$ 147,454</u>
Non-current	<u>\$ 1,950,950</u>	<u>\$ 1,992,525</u>	<u>\$ 2,002,161</u>

Range of discount rate for lease liabilities was as follows:

	September 30, 2024	December 31, 2023	September 30, 2023
Leasehold land	0.83%~9.25%	0.83%~9.25%	0.83%~9.25%
Buildings	0.83%~8.00%	0.83%~8.00%	0.83%~8.00%
Machinery and Equipment	1.11%~1.93%	1.11%~1.93%	1.11%~1.93%
Transportation equipment	1.06%~1.25%	1.06%~1.25%	1.06%~1.25%

c. Material lease-in activities and terms

The Group leases buildings for use as factories, offices, dormitories and R&D centers with lease terms of 3 to 21 years. The Group has options to lease office at the end of the lease terms.

d. Other lease information

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

	For the Three Months Ended September 30, 2024	For the Three Months Ended September 30, 2023	For the Nine Months Ended September 30, 2024	For the Nine Months Ended September 30, 2023
Expenses relating to short-term leases	\$ 4,747	\$ 10,327	\$ 30,713	\$ 31,276
Expenses relating to low-value asset leases	\$ 651	\$ 704	\$ 1,819	\$ 2,095
Expenses relating to variable lease payments not included in the measurement of lease liabilities	\$ 18,168	\$ 17,504	\$ 54,200	\$ 52,435
Total cash (outflow) for leases			(\$ 229,988)	(\$ 228,369)

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

16. INVESTMENT PROPERTIES

	Completed investment properties		Right-of-use assets	Total
	Land	Buildings		
<u>Costs</u>				
Balance as of January 1, 2024	\$ 202,475	\$ 688,067	\$ 210,044	\$ 1,100,586
Addition	319	-	39,329	39,648
Reclassification	-	4,878	(34)	4,844
Net foreign currency exchange differences	-	16,460	3,997	20,457
Balance as of September 30, 2024	\$ 202,794	\$ 709,405	\$ 253,336	\$ 1,165,535

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	Completed investment properties		Right-of-use assets	Total
	Land	Buildings		
<u>Accumulated depreciation and impairment</u>				
Balance as of January 1, 2024	\$ 3,969	\$ 419,157	\$ 90,139	\$ 513,265
Depreciation expense	-	16,712	13,649	30,361
Reclassification	-	-	1,348	1,348
Net foreign currency exchange differences	-	12,339	704	13,043
Balance as of September 30, 2024	<u>\$ 3,969</u>	<u>\$ 448,208</u>	<u>\$ 105,840</u>	<u>\$ 558,017</u>
Net amount as of September 30, 2024	<u>\$ 198,825</u>	<u>\$ 261,197</u>	<u>\$ 147,496</u>	<u>\$ 607,518</u>
<u>Costs</u>				
Balance as of January 1, 2023	\$ 202,729	\$ 693,434	\$ 206,337	\$ 1,102,500
Addition	848	-	24	872
Disposal	-	-	(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
Disposal	-	-	(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>

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, 2024, December 31, 2023, and September 30, 2023 is as follows:

	September 30, 2024	December 31, 2023	September 30, 2023
Year 1	\$ 84,249	\$ 75,668	\$ 60,021
Year 2	71,093	47,904	39,167
Year 3	53,992	33,254	34,493
Year 4	41,078	26,619	27,591
Year 5	39,876	25,648	25,648
More than 5 years	<u>99,956</u>	<u>12,824</u>	<u>19,236</u>
	<u>\$ 390,244</u>	<u>\$ 221,917</u>	<u>\$ 206,156</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, 2024 and 2023.

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

Buildings	5-50 years
Right-of-use assets	3-50 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, 2024, December 31, 2023, and September 30, 2023 are as follows:

	September 30, 2024	December 31, 2023	September 30, 2023
Fair Value	<u>\$ 1,587,443</u>	<u>\$ 1,617,250</u>	<u>\$ 1,653,503</u>

17. GOODWILL AND OTHER INTANGIBLE ASSETS

	September 30, 2024	December 31, 2023	September 30, 2023
Goodwill (a)	<u>\$ 270,211</u>	<u>\$ 270,211</u>	<u>\$ 270,211</u>
Other intangible assets (b)			
Technology royalties and patent right	\$ -	\$ -	\$ 233
Computer software	20,318	21,002	14,888
Field project	27,758	29,001	29,415
Plant design fee	<u>-</u>	<u>400</u>	<u>800</u>
	<u>\$ 48,076</u>	<u>\$ 50,403</u>	<u>\$ 45,336</u>

a. Goodwill

The goodwill of the Group is regularly assessed for impairment at the end of each year. No impairment assessment was performed as of September 30, 2024 and 2023, as there was no indication of impairment.

b. Other intangible assets

Except for the recognition of amortization expenses, the Group's other intangible assets did not experience significant additions, disposals, or impairments for the nine months ended September 30, 2024 and 2023.

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

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

18. BORROWINGS

a. Short-term borrowings

	September 30, 2024	December 31, 2023	September 30, 2023
<u>Secured loans</u>			
- Bank loan	\$ 5,629	\$ 6,525	\$ -
<u>Unsecured borrowings</u>			
- Line of credit borrowings	<u>6,070,975</u>	<u>3,249,832</u>	<u>2,636,480</u>
	<u>\$ 6,076,604</u>	<u>\$ 3,256,357</u>	<u>\$ 2,636,480</u>
The range of interest rate	1.80%~4.42%	1.66%~4.74%	1.66%~7.51%

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

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

	September 30, 2024	September 30, 2023
Commercial note payable	\$ 150,000	\$ 80,000
Less: Unamortized discount on bills payable	<u>41</u>	<u>8</u>
	<u>\$ 149,959</u>	<u>\$ 79,992</u>
The range of interest rate	1.89%~1.97%	1.76%

c. Long-term borrowings

	September 30, 2024	December 31, 2023	September 30, 2023
Secured loans	\$ 1,413,657	\$ 1,235,439	\$ 1,057,873
Credit borrowings	<u>5,976,847</u>	<u>5,489,942</u>	<u>5,294,371</u>
	7,390,504	6,725,381	6,352,244
Less: Portion maturing within one year	<u>2,004,864</u>	<u>283,954</u>	<u>610</u>
Long-term borrowings	<u>\$ 5,385,640</u>	<u>\$ 6,441,427</u>	<u>\$ 6,351,634</u>
The range of interest rate			
Secured loans	1.12%~4.35%	1.00%~4.35%	1.45%~4.35%
Credit borrowings	1.03%~2.03%	0.89%~1.92%	0.89%~1.95%

The Group entered into medium and long-term credit contracts with banks to replenish the medium and long-term working capital, which is used cyclically during the validity period. Total credit limits obtained by each company are as follows:

Company Name	Total credit limit	Credit contract expiration date
USI	\$ 3,100,000	August, 2027
UPIIC	300,000	September, 2025
CGPC	700,000	March, 2027
CGPCPOL	900,000	December, 2026
TVCM	300,000	November, 2025
TTC	1,700,000	July, 2027
APC	2,350,000	August, 2027
ACME	1,871,118	May, 2043
SPC	1,050,000	July, 2027
USIGE	500,000	September, 2025

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

According to the loan contracts of part of subsidiaries, the current ratio, bank loan ratio, debt ratio, and interest protection multiples should not be less than the specified percentage. The subsidiaries should provide improvements to the bank if the requirements were not met. As of September 30, 2024, the subsidiaries did not violate any of the financial ratio requirements stated above.

The Group has acquired a special low-interest bank credit facility of NT\$13,178,800 thousand in accordance with the "Action Plan for Accelerated Investment by Domestic Corporations," "Action Plan for Accelerated Investment by SMEs," and "Investment Incentives for Returning Taiwanese Businesses" and had drawn NT\$5,258,565 thousand as of September 2024, recognized and measured the loan at the market interest rate. The difference between the market interest rate and the actual preferential repayment rate is recognized as government subsidy.

19. BONDS PAYABLE

	September 30, 2024	December 31, 2023	September 30, 2023
Domestic unsecured bonds 108-1 - issuance on April 26, 2019, 5 years, total amount NT\$2,000,000 thousand, coupon rate 0.98%, bullet repayment	\$ -	\$ 2,000,000	\$ 2,000,000
Domestic unsecured bonds A 110-1 - issuance on June 23, 2021, 5 years, total amount NT\$1,000,000 thousand, coupon rate 0.63%, bullet repayment, repaid NT\$500,000 thousand in the 4th and 5th years respectively from the issuance date	1,000,000	1,000,000	1,000,000
Domestic unsecured bonds B 110-1- issuance on June 23, 2021, 7 years, total amount NT\$1,000,000 thousand, coupon rate 0.73%, bullet repayment, repaid NT\$500,000 thousand in the 6th and 7th years respectively from the issuance date	1,000,000	1,000,000	1,000,000
Domestic unsecured bonds A 110-2 - issuance on October 26, 2021, 5 years, total amount NT\$700,000 thousand, coupon rate 0.63%, repaid NT\$350,000 thousand in the 4th and 5th years respectively from the issuance date	700,000	700,000	700,000
Domestic unsecured bonds B 110-2 - issuance on October 26, 2021, 7 years, total amount NT\$1,300,000 thousand, coupon rate 0.77%, repaid NT\$650,000 thousand in the 6th and 7th years respectively from the issuance date	<u>1,300,000</u>	<u>1,300,000</u>	<u>1,300,000</u>
	4,000,000	6,000,000	6,000,000
Discounts on bonds payable	(<u>3,812</u>)	(<u>5,296</u>)	(<u>5,917</u>)
	3,996,188	5,994,704	5,994,083
Less: Listed as maturity within one year	<u>499,823</u>	<u>1,999,714</u>	<u>1,999,491</u>
	<u>\$ 3,496,365</u>	<u>\$ 3,994,990</u>	<u>\$ 3,994,592</u>

In April 2019, the Company applied for the first issuance of unsecured ordinary corporate bonds issued in 2019 with the amount of NT\$2,000,000 thousand in order to repay bank loans. The unsecured ordinary corporate bonds have a 5-year tenor and are repayable at maturity. The bonds were fully issued in April 2019 and are due for repayment in April 2024.

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

	September 30, 2024	December 31, 2023	September 30, 2023
<u>Operating</u>			
Accounts payable	<u>\$ 2,881,073</u>	<u>\$ 3,017,667</u>	<u>\$ 2,925,549</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

	September 30, 2024	December 31, 2023	September 30, 2023
<u>Current</u>			
Other payables			
Payables for salaries and bonuses	\$ 667,835	\$ 780,045	\$ 800,971
Payables for purchases of equipment	284,013	392,863	402,985

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	September 30, 2024	December 31, 2023	September 30, 2023
Payables for water			
electricity and gas	\$ 280,740	\$ 282,701	\$ 345,885
Payables for fares	208,309	149,557	148,956
Dividends payable	46,630	46,742	50,513
Payable for taxes	46,368	40,459	53,561
Payables for insurance	38,774	38,080	38,094
Payables for interests	24,787	29,633	29,632
Others	<u>551,084</u>	<u>469,259</u>	<u>539,650</u>
	2,148,540	2,229,339	2,410,247
Other liabilities			
Refund liabilities	<u>35,261</u>	<u>30,704</u>	<u>27,233</u>
	<u>\$ 2,183,801</u>	<u>\$ 2,260,043</u>	<u>\$ 2,437,480</u>

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

22. PROVISIONS

	September 30, 2024	December 31, 2023	September 30, 2023
<u>Non-current</u>			
Litigation provision	<u>\$ 136,375</u>	<u>\$ 136,375</u>	<u>\$ 136,375</u>

Litigation provision is a result of the first-instance judgment and reconciliation of the Kaohsiung gas explosion case on July 31, 2014 for which cash outflows may be recognized in the near future. Please refer to Note 35 for the explanation related to the provision.

23. RETIREMENT BENEFIT PLANS

Defined benefit plan expenses for the three months and nine months ended September 30, 2024 and 2023, were calculated based on actuarial assumptions and pension cost rates determined as of December 31, 2023 and 2022, for which the Group had recognized the following expenses:

	For the Three Months Ended September 30, 2024	For the Three Months Ended September 30, 2023	For the Nine Months Ended September 30, 2024	For the Nine Months Ended September 30, 2023
Operating costs	\$ 4,266	\$ 5,101	\$ 12,550	\$ 15,216
Selling and marketing expenses	437	534	1,320	1,613
Administrative expenses	512	3,223	1,567	4,382
Research and development expenses	<u>184</u>	<u>265</u>	<u>585</u>	<u>770</u>
	<u>\$ 5,399</u>	<u>\$ 9,123</u>	<u>\$ 16,022</u>	<u>\$ 21,981</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, 2024, December 31, 2023, and September 30, 2023, the amount of unamortized deferred revenues was RMB 7,583 thousand (NT\$34,252 thousand), RMB 8,032 thousand (NT\$34,822 thousand), and RMB 8,208 thousand (NT\$36,893 thousand), respectively.

25. EQUITY

a. Share capital

	September 30, 2024	December 31, 2023	September 30, 2023
Number of shares authorized (in thousands)	<u>1,342,602</u>	<u>1,342,602</u>	<u>1,342,602</u>
Share capital authorized	<u>\$ 13,426,024</u>	<u>\$ 13,426,024</u>	<u>\$ 13,426,024</u>
Number of shares issued and fully paid (in thousands)	<u>1,188,763</u>	<u>1,188,763</u>	<u>1,188,763</u>
Share capital issued	<u>\$ 11,887,635</u>	<u>\$ 11,887,635</u>	<u>\$ 11,887,635</u>

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

b. Capital surplus

The capital surplus generated from donations and the excess of the issuance price over the par value of share capital (including the issuance of ordinary shares in excess of par value, the capital stock premium of shares issued due to merger, and treasury shares trading, etc.) may be used to offset a deficit; in addition, when the Company has no deficit, such capital surplus may be distributed as cash dividends or share dividends up to a certain percentage of the Company's paid-in capital. The capital surplus arising from investments accounted for using the equity method and

from dividends had not been received during the given period by stockholders are used to offset a deficit only.

c. Retained earnings and dividends policy

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

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

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

The appropriations of earnings for the years ended 2023 and 2022 as resolved in the shareholders' meetings on May 31, 2024 and 2023, respectively, are as follows:

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

d. Other equity

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

	For the Nine Months Ended September 30, 2024	For the Nine Months Ended September 30, 2023
Opening balance	(\$ 452,386)	(\$ 371,193)
Incurred in the current period		
Exchange differences on translating the financial statements of foreign operations	401,540	276,236
Related income tax	(62,047)	(45,587)
Closing balance	(\$ 112,893)	(\$ 140,544)

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

	For the Nine Months Ended September 30, 2024	For the Nine Months Ended September 30, 2023
Opening balance	\$ 290,941	\$ 380,089
Incurred in the current period		
Unrealized gains (losses)		
Equity instruments	(14,005)	(105,139)
Related income tax	(2,123)	71
Transfer of cumulative gains/losses on disposal of equity instruments to retained earnings	-	5,095
Closing balance	\$ 274,813	\$ 280,116

e. Non-controlling interests

	For the Nine Months Ended September 30, 2024	For the Nine Months Ended September 30, 2023
Opening balance	\$ 24,289,615	\$ 26,428,793
Cash dividends to shareholders of subsidiaries	(420,285)	(722,518)
Net loss for the period	(1,834,647)	(935,406)
Other comprehensive (loss) income for the period		
Exchange differences on translating the financial statements of foreign operations	496,631	304,488
Income tax relating to exchange difference on translating foreign operations	(38,554)	(24,864)

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	For the Nine Months Ended September 30, 2024	For the Nine Months Ended September 30, 2023
Unrealized gain (loss) on financial assets at FVTOCI	\$ 157,425	\$ 86,169
Income tax relating to unrealized gain on financial assets at FVTOCI	(4,440)	148
Adjustments relating to changes accounted for using the equity method	(187)	55,554
Change in non-controlling interests	(19,869)	199,470
Closing balance	<u>\$ 22,625,689</u>	<u>\$ 25,391,834</u>

f. Treasury shares

Purpose of Buy-Back	Opening number of shares (in thousands)	Increase in the current period	Decrease in the current period	Closing number of shares (in thousands)
<u>For the Nine Months</u> <u>Ended September 30,</u> <u>2024</u>				
Subsidiaries' holding of the Company's shares reclassified from investment into treasury stock	<u>116,466</u>	<u>-</u>	<u>-</u>	<u>116,466</u>
<u>For the Nine Months</u> <u>Ended September 30,</u> <u>2023</u>				
Subsidiaries' holding of the Company's shares reclassified from investment into treasury stock	<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:

Name of Subsidiary	Number of Shares Held (in thousands)	Carrying Amount	Market Price
<u>September 30, 2024</u>			
APC	101,356	\$ 1,377,381	\$ 1,636,894
TTC	15,110	81,875	244,025
		<u>\$ 1,459,256</u>	<u>\$ 1,880,919</u>
<u>December 31, 2023</u>			
APC	101,356	\$ 1,377,381	\$ 2,001,775
TTC	15,110	81,875	298,421
		<u>\$ 1,459,256</u>	<u>\$ 2,300,196</u>

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Name of Subsidiary	Number of Shares Held (in thousands)	Carrying Amount	Market Price
<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>

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

APC and TTC held shares of the Company that were presented as financial assets at FVTOCI. Using closing prices on the final trading dates as of September 30, 2024, December 31, 2023, and September 30, 2023, the two entities reported unrealized gains (losses) on financial assets at FVTOCI, for which the Company had adjusted the value of equity-accounted investments and unrealized gain on valuation of financial assets at FVTOCI by NT\$143,413 thousand, NT\$281,399 thousand and NT\$319,728 thousand, respectively, based on the prevailing shareholding percentages.

26. REVENUE

	For the Three Months Ended September 30, 2024	For the Three Months Ended September 30, 2023	For the Nine Months Ended September 30, 2024	For the Nine Months Ended September 30, 2023
Revenue from the sale of goods				
Plastic Raw Materials	\$ 11,799,114	\$ 12,736,835	\$ 35,253,786	\$ 37,152,878
Electronic Materials	648,976	526,206	1,847,735	1,636,928
Others	<u>455,156</u>	<u>237,312</u>	<u>1,286,247</u>	<u>645,223</u>
	<u>\$ 12,903,246</u>	<u>\$ 13,500,353</u>	<u>\$ 38,387,768</u>	<u>\$ 39,435,029</u>

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

Contract balances

	September 30, 2024	December 31, 2023	September 30, 2023	January 1, 2023
Notes and accounts receivables (Note 10)	<u>\$ 5,725,437</u>	<u>\$ 5,510,605</u>	<u>\$ 6,500,214</u>	<u>\$ 7,939,581</u>
Contract liabilities (presented in other current liabilities)				
Merchandise sales	<u>\$ 283,665</u>	<u>\$ 196,129</u>	<u>\$ 505,564</u>	<u>\$ 404,236</u>

27. NET (LOSS) PROFIT FOR THE PERIOD

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

a. Interest income

	For the Three Months Ended September 30, 2024	For the Three Months Ended September 30, 2023	For the Nine Months Ended September 30, 2024	For the Nine Months Ended September 30, 2023
Interest income				
Bank deposits	\$ 64,442	\$ 64,820	\$ 205,190	\$ 184,390
Reserve repurchase agreements collateralized by bonds	11,530	395	29,183	5,791
Beneficiary securities	800	-	7,542	6,117
Others	2,156	4,348	5,621	8,280
	<u>\$ 78,928</u>	<u>\$ 69,563</u>	<u>\$ 247,536</u>	<u>\$ 204,578</u>

b. Other income

	For the Three Months Ended September 30, 2024	For the Three Months Ended September 30, 2023	For the Nine Months Ended September 30, 2024	For the Nine Months Ended September 30, 2023
Dividend income	\$ 106,701	\$ 79,504	\$ 152,074	\$ 187,372
Rental income	30,720	32,311	92,205	96,901
Income from grants (Note 24)	5,047	6,604	22,575	38,468
Income from management services (Note 33)	8,756	8,552	27,256	26,780
Income from compensations	904	24,430	980	25,969
Others	20,570	20,415	47,566	45,464
	<u>\$ 172,698</u>	<u>\$ 171,816</u>	<u>\$ 342,656</u>	<u>\$ 420,954</u>

c. Other gains and losses

	For the Three Months Ended September 30, 2024	For the Three Months Ended September 30, 2023	For the Nine Months Ended September 30, 2024	For the Nine Months Ended September 30, 2023
Gain on disposal of property, plant and equipment, Net	\$ 6,644	\$ 2,503	\$ 560	\$ 13,292
Gain (loss) on foreign exchange, Net	(65,728)	195,292	144,220	188,810
Net gain (loss) on financial assets and liabilities at FVTPL	12,099	(26,759)	77,663	30,425
Depreciation expense	(11,530)	(11,251)	(34,625)	(35,054)
Other gains and losses	(21,764)	(34,589)	(65,480)	(77,480)
	<u>(\$ 80,279)</u>	<u>\$ 125,196</u>	<u>\$ 122,338</u>	<u>\$ 119,993</u>

d. Finance costs

	For the Three Months Ended September 30, 2024	For the Three Months Ended September 30, 2023	For the Nine Months Ended September 30, 2024	For the Nine Months Ended September 30, 2023
Interest on bank loans	\$ 60,963	\$ 45,039	\$ 167,692	\$ 133,148
Interest on bonds payable	7,405	12,525	28,759	37,570
Interest on lease liabilities	10,235	10,580	31,028	30,696
Less: Capitalized interest (presented under construction in progress)	<u>524</u>	<u>3,347</u>	<u>1,302</u>	<u>5,705</u>
	<u>\$ 78,079</u>	<u>\$ 64,797</u>	<u>\$ 226,177</u>	<u>\$ 195,709</u>

Information about capitalized interest is as follows:

	For the Three Months Ended September 30, 2024	For the Three Months Ended September 30, 2023	For the Nine Months Ended September 30, 2024	For the Nine Months Ended September 30, 2023
Capitalized interest	\$ 524	\$ 3,347	\$ 1,302	\$ 5,705
Capitalization rate	0.84%~1.28%	0.84%~1.72%	0.84%~1.28%	0.84%~1.72%

e. Depreciation and amortization

	For the Three Months Ended September 30, 2024	For the Three Months Ended September 30, 2023	For the Nine Months Ended September 30, 2024	For the Nine Months Ended September 30, 2023
Property, plant and equipment	\$ 618,763	\$ 590,076	\$ 1,858,819	\$ 1,730,046
Right-of-use assets	40,683	43,304	121,578	124,349
Investment properties	10,015	9,872	30,361	30,427
Intangible assets	2,214	2,050	6,767	6,302
Others	<u>10,434</u>	<u>14,092</u>	<u>33,577</u>	<u>39,807</u>
	<u>\$ 682,109</u>	<u>\$ 659,394</u>	<u>\$ 2,051,102</u>	<u>\$ 1,930,931</u>
Summary of depreciation by function				
Operating costs	\$ 612,706	\$ 588,225	\$ 1,840,195	\$ 1,722,385
Operating expenses	45,225	43,776	135,938	127,383
Other gains and losses	<u>11,530</u>	<u>11,251</u>	<u>34,625</u>	<u>35,054</u>
	<u>\$ 669,461</u>	<u>\$ 643,252</u>	<u>\$ 2,010,758</u>	<u>\$ 1,884,822</u>
An analysis of amortization by function				
Operating costs	\$ 10,660	\$ 12,724	\$ 33,535	\$ 38,519
Operating expenses	<u>1,988</u>	<u>3,418</u>	<u>6,809</u>	<u>7,590</u>
	<u>\$ 12,648</u>	<u>\$ 16,142</u>	<u>\$ 40,344</u>	<u>\$ 46,109</u>

f. Employee benefits expense

	For the Three Months Ended September 30, 2024	For the Three Months Ended September 30, 2023	For the Nine Months Ended September 30, 2024	For the Nine Months Ended September 30, 2023
Retirement benefits				
Defined contribution plans	\$ 41,693	\$ 40,551	\$ 127,463	\$ 123,620
Defined benefit plan (Note 23)	<u>5,399</u>	<u>9,123</u>	<u>16,022</u>	<u>21,981</u>
	47,092	49,674	143,485	145,601
Other employee benefits	<u>1,099,526</u>	<u>1,119,215</u>	<u>3,331,805</u>	<u>3,331,924</u>
Total employee benefits expenses	<u>\$ 1,146,618</u>	<u>\$ 1,168,889</u>	<u>\$ 3,475,290</u>	<u>\$ 3,477,525</u>
An analysis of employee benefits expense by function				
Operating costs	\$ 790,341	\$ 783,034	\$ 2,396,696	\$ 2,376,279
Operating expenses	<u>356,277</u>	<u>385,855</u>	<u>1,078,594</u>	<u>1,101,246</u>
	<u>\$ 1,146,618</u>	<u>\$ 1,168,889</u>	<u>\$ 3,475,290</u>	<u>\$ 3,477,525</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 nine months ended September 30, 2024, due to the Company's net loss, employees' compensation and remuneration of directors were not estimated. Employees' compensation and remuneration of directors for the three months and nine months ended September 30, 2023 were estimated as follows:

Percentage used for estimation

	For the Three Months Ended September 30, 2023
Employees' compensation	1.00%
Remuneration of directors	0.15%

Amount

	For the Three Months Ended September 30, 2023	For the Nine Months Ended September 30, 2023
Employees' compensation	<u>\$ 2,209</u>	<u>\$ 2,209</u>
Remuneration of directors	<u>\$ 500</u>	<u>\$ 500</u>

If the amount changes after annual consolidated financial statements are approved and announced to the public, the difference will be treated as a change of accounting estimate and recognized as a gain or loss in the following year.

Due to losses made in 2023, employees' compensation and remuneration of directors were not estimated.

The board of directors made the following resolutions on March 7, 2023 regarding 2022 employees' compensation and remuneration of directors:

	For the Year Ended December 31, 2022
Employees' compensation	<u>\$ 19,543</u>
Remuneration of directors	<u>\$ 3,000</u>

The actual amounts of employees' compensation and remuneration to directors paid for 2022 were indifferent from the amounts recognized in the 2022 financial statements.

Please visit "Market Observation Post System" for more information regarding employees' compensation and remuneration to directors resolved during the Company's board of directors meetings.

h. Foreign exchange gains (losses)

	For the Three Months Ended September 30, 2024	For the Three Months Ended September 30, 2023	For the Nine Months Ended September 30, 2024	For the Nine Months Ended September 30, 2023
Gross foreign exchange gains	\$ 46,966	\$ 214,632	\$ 381,787	\$ 423,712
Foreign exchange losses	(112,694)	(19,340)	(237,567)	(234,902)
Net (loss) gain	<u>(\$ 65,728)</u>	<u>\$ 195,292</u>	<u>\$ 144,220</u>	<u>\$ 188,810</u>

28. INCOME TAX

a. Income tax recognized in profit or loss

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

	For the Three Months Ended September 30, 2024	For the Three Months Ended September 30, 2023	For the Nine Months Ended September 30, 2024	For the Nine Months Ended September 30, 2023
Current tax				
Incurred in the current period	\$ 11,899	\$ 119,506	\$ 63,377	\$ 518,678
Additional tax on unappropriated earnings	-	-	-	59,353
Adjustments for previous years	(1,113)	-	(31,770)	10,001
	<u>10,786</u>	<u>119,506</u>	<u>31,607</u>	<u>588,032</u>
Deferred tax				
Incurred in the current period	(181,897)	(42,104)	(461,799)	(360,784)
Adjustments for previous years	-	-	(89)	(9,810)
	<u>(181,897)</u>	<u>(42,104)</u>	<u>(461,888)</u>	<u>(370,594)</u>
Income tax (Gain) expense recognized in profit or loss	<u>(\$ 171,111)</u>	<u>\$ 77,402</u>	<u>(\$ 430,281)</u>	<u>\$ 217,438</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, 2024	For the Three Months Ended September 30, 2023	For the Nine Months Ended September 30, 2024	For the Nine Months Ended September 30, 2023
<u>Deferred tax</u>				
Incurred in the current period				
- Translation of foreign operations	(\$ 6,907)	\$ 121,685	\$ 100,601	\$ 70,451
- Unrealized gain (loss) on financial assets at FVTOCI	(271)	(1,193)	6,563	(219)
Income tax (benefit) expense recognized in other comprehensive income	(\$ 7,178)	\$ 120,492	\$ 107,164	\$ 70,232

c. Income tax assessments

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

d. Pillar 2 income tax

The Pillar 2 income tax law of UK, the place of registration for the Company's subsidiary - A.S. Holdings (UK) Limited, was substantively enacted in December 2023 and effected on January 1, 2024.

Operating performance of the subsidiary does not have material effect on the Group; nevertheless, the Group will continue to monitor how the Pillar 2 income tax law affects its future financial performance.

29. EARNINGS (LOSSES) PER SHARE

	Unit: NT\$ Per Share			
	For the Three Months Ended September 30, 2024	For the Three Months Ended September 30, 2023	For the Nine Months Ended September 30, 2024	For the Nine Months Ended September 30, 2023
Basic earning (loss) per share	(\$ 0.62)	\$ 0.21	(\$ 1.22)	\$ 0.15
Diluted earning (loss) per share	(\$ 0.62)	\$ 0.21	(\$ 1.22)	\$ 0.15

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

Net (loss) profit for the period

	For the Three Months Ended September 30, 2024	For the Three Months Ended September 30, 2023	For the Nine Months Ended September 30, 2024	For the Nine Months Ended September 30, 2023
Net profit (loss) attributable to owners of the Company (the net earning (loss) used for calculating basic and diluted earning (loss) per share)	(\$ 658,874)	\$ 230,342	(\$ 1,304,194)	\$ 160,882

Number of Shares

	Unit: thousands of shares			
	For the Three Months Ended September 30, 2024	For the Three Months Ended September 30, 2023	For the Nine Months Ended September 30, 2024	For the Nine Months Ended September 30, 2023
Weighted average number of ordinary shares used in the computation of basic earning (loss) per share	1,072,298	1,072,298	1,072,298	1,072,298
Dilutive effect of potential common shares:				
Employees' compensation	-	106	-	297
Weighted average common shares used for calculating diluted earnings per share	<u>1,072,298</u>	<u>1,072,404</u>	<u>1,072,298</u>	<u>1,072,595</u>

If the consolidated entity has the option to distribute employees' compensation either in cash or in shares, then the calculation of diluted earnings per share shall be made by assuming full share-based payment. In which case, the number of potential common shares is added to the calculation of weighted-average outstanding shares as soon as they become dilutive, and this is the basis used for calculating diluted earnings per share. Dilutive effects of potential common shares will continue to be taken into account when calculating diluted EPS for next year's decision of share-based employees' compensation.

The Group reported losses for the three months and nine months ended September 30, 2024, which had a counter-dilutive effect and therefore was not included in the calculation of diluted earnings per share.

30. CASH FLOW INFORMATION

a. Non-cash transactions

In addition to those disclosed in other notes, the following non-cash investing and financing activities of the Group for the nine months ended September 30, 2024 and 2023, were:

- 1) As of September 30, 2024, December 31, 2023, and September 30, 2023, the amounts of payables for purchases of equipment were NT\$284,013 thousand, NT\$392,863 thousand, and NT\$402,985 thousand, respectively.
- 2) As of September 30, 2024, December 31, 2023, and September 30, 2023, the amounts of payables for dividends declared but not issued were NT\$46,630 thousand, NT\$46,742 thousand, and NT\$50,513 thousand, respectively.

b. Changes in liabilities arising from financing activities

	January 1, 2024	Cash flow	Non-cash Changes				September 30, 2024
			New Leases	Amortization of Finance Costs	Changes in Foreign Currency Exchange Rates	Others	
Short-term borrowings	\$ 3,256,357	\$ 2,820,247	\$ -	\$ -	\$ -	\$ -	\$ 6,076,604
Short-term bills payable	-	150,000	-	-	-	(41)	149,959
Bonds payable (including those due within 1 year)	5,994,704	(2,000,000)	-	1,484	-	-	3,996,188
Long-term borrowings (including those due within 1 year)	6,725,381	550,644	-	114,479	-	-	7,390,504
Guarantee deposits received	47,300	(5,634)	-	-	-	-	41,666
Lease liabilities (including those due within 1 year)	2,136,345	(112,228)	67,603	31,028	3,278	(29,924)	2,096,102
Other non-current liabilities	104,926	13,314	-	-	-	-	118,240
	<u>\$ 18,265,013</u>	<u>\$ 1,416,343</u>	<u>\$ 67,603</u>	<u>\$ 146,991</u>	<u>\$ 3,278</u>	<u>(\$ 29,965)</u>	<u>\$ 19,869,263</u>

	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	87,324	17,894	-	-	-	-	105,218
	<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>

31. CAPITAL MANAGEMENT

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

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

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

32. FINANCIAL INSTRUMENTS

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

September 30, 2024

	Carrying Amount	Fair Value			
		Level 1	Level 2	Level 3	Total
<u>Financial liabilities</u>					
Financial liabilities at amortized cost					
- Domestic corporate bonds	\$ 3,996,188	\$ -	\$ 3,958,498	\$ -	\$ 3,958,498

December 31, 2023

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

September 30, 2023

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

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, 2024

	Level 1	Level 2	Level 3	Total
<u>Financial assets at FVTPL</u>				
Derivatives	\$ -	\$ 5,968	\$ -	\$ 5,968
Domestic listed (OTC) shares	458,764	-	-	458,764
Overseas listed shares	57,771	-	-	57,771
Fund beneficiary certificates	1,182,194	-	-	1,182,194
Beneficiary securities	257,185	-	-	257,185
Total	<u>\$ 1,955,914</u>	<u>\$ 5,968</u>	<u>\$ -</u>	<u>\$ 1,961,882</u>
<u>Financial assets at FVTOCI</u>				
Investments in equity instruments				
- Domestic listed (OTC) shares	\$ 1,782,993	\$ -	\$ -	\$ 1,782,993
- Domestic unlisted shares and emerging market shares	-	-	317,301	317,301
- Overseas listed shares	10,852	-	-	10,852
- Overseas unlisted equity investments	-	-	220,093	220,093
Total	<u>\$ 1,793,845</u>	<u>\$ -</u>	<u>\$ 537,394</u>	<u>\$ 2,331,239</u>
<u>Financial liabilities at FVTPL</u>				
Derivatives	\$ -	\$ 8,273	\$ -	\$ 8,273

December 31, 2023

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

September 30, 2023

	Level 1	Level 2	Level 3	Total
<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
Overseas listed shares	42	-	-	42
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
- Overseas listed shares	20,473	-	-	20,473
- Overseas unlisted equity investments	-	-	156,234	156,234
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>

There were no transfer between Levels 1 and 2 fair value measurement for the nine months ended September 30, 2024 and 2023.

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

	For the Nine Months Ended September 30, 2024	For the Nine Months Ended September 30, 2023
<u>Financial assets at FVTOCI</u>		
Opening balance	\$ 517,248	\$ 498,924
Transfer to Level 3	(39,950)	-
Recognized in other comprehensive income (included in unrealized gain (loss) on financial assets at FVTOCI)	60,096	1,965
Closing balance	<u>\$ 537,394</u>	<u>\$ 500,889</u>

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

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

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

The Group applied the valuation techniques and inputs for Level 3 fair value measurement for its independent fair value authentication of financial instruments which was carried out by the financial department. The Group values domestic and overseas unlisted equity investments using the asset approach, in which fair value is determined by taking into consideration the latest net worth and observable financial and operating factors of the investee. A reduction in liquidity discount would increase the fair value of the investee. If discount for lack of marketability increases/decreases by 10%, the fair value would have decreased/increased by NT\$53,739 thousand and NT\$50,089 thousand, respectively, for the nine months ended September 30, 2024 and 2023.

c. Categories of financial instruments

	September 30, 2024	December 31, 2023	September 30, 2023
<u>Financial assets</u>			
Measured at FVTPL			
Financial assets mandatorily classified at FVTPL	\$ 1,961,882	\$ 3,120,700	\$ 2,772,397
Measured at amortized cost			
Cash and cash equivalents	7,282,712	11,059,546	11,563,906
Pledged and restricted deposits	731,128	721,697	721,474
Bank fixed-term deposits with a maturity over 3 months	2,084,594	625,694	-
Reserve repurchase agreements collateralized by bonds with a maturity over 3 months	1,751,274	704,809	198,483
Bank fixed-term deposits with a maturity over 12 months	232,608	-	-
Notes receivable	488,944	479,270	561,140
Accounts receivable (including related parties)	5,236,493	5,031,335	5,939,074
Other receivables (including related parties, excluding tax refund receivable)	78,858	100,624	73,993
Refundable deposits	183,307	204,563	197,235
Measured at FVTOCI - investments in equity instruments	2,331,239	2,167,929	2,048,213
<u>Financial liabilities</u>			
Measured at FVTPL - held for trading	8,273	2,804	8,365
Measured at amortized cost			
Short-term borrowings	6,076,604	3,256,357	2,636,480
Short-term bills payable	149,959	-	79,992
Accounts payable	2,881,073	3,017,667	2,925,549
Other payables (excluding salaries payable and taxes payable)	1,434,337	1,408,835	1,555,715
Current portion of long-term borrowings	2,504,687	2,283,668	2,000,101
Bonds payable	3,496,365	3,994,990	3,994,592
Long-term borrowings	5,385,640	6,441,427	6,351,634
Guarantee deposits received	41,666	47,300	47,784

d. Financial Risk Management Objectives and Policies

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

1) Market risk

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

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

(1) Foreign currency risk

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

For the carrying amount of monetary assets and monetary liabilities denominated in non-functional currencies of the Group as of the balance sheet date, please refer to Note 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 individual functional currency relative to the USD and RMB appreciates/depreciates by 3%, net loss before income tax of the Group would have increased/decreased by NT\$81,509 thousand and NT\$120,586 thousand for the nine months ended September 30, 2024 and 2023.

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

(2) Interest rate risk

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

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

	September 30, 2024	December 31, 2023	September 30, 2023
Fair value interest rate risk			
- Financial assets	\$ 9,616,667	\$ 9,822,484	\$ 9,189,815
- Financial liabilities	12,253,224	11,719,150	10,889,391
Cash flow interest rate risk			
- Financial assets	2,170,977	2,945,405	2,327,923
- Financial liabilities	7,522,797	6,393,637	6,323,023

Sensitivity analysis

Regarding the sensitivity analysis of interest risk, the Group's computation was based on the balance sheet date of financial assets and financial liabilities with cash flow interest rate risk. A 0.5% increase/decrease of market interest was used when reporting interest rate risk internally to key management personnel and represents management's assessment of the reasonably possible change in interest rate. While maintaining all other variables unchanged, a 0.5% increase/decrease in market rate would increase/decrease net loss before income tax of the Group by NT\$20,069 thousand and NT\$14,982 thousand for the nine months ended September 30, 2024 and 2023.

(3) Other price risks

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

Sensitivity analysis

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

If the equity price had increased/decreased by 5%, net losses before tax for the nine months ended September 30, 2024 and 2023, would have increased/decreased by NT\$38,686 thousand and NT\$24,619 thousand, respectively, as a result of the changes in fair value of financial assets at FVTPL (excluding fund beneficiary certificates). Pre-tax other comprehensive income for the nine months ended September 30, 2024 and 2023, would have increased/decreased by NT\$116,562 thousand and NT\$102,411 thousand, respectively, as a result of the changes in fair value of financial assets at FVTOCI.

2) Credit risk

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

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

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

The Group's exposure and the credit ratings of its counterparties are continuously monitored. The counterparties of the Group's accounts receivable included numerous clients distributed over a variety of areas and were not

centered on a single client or location. Furthermore, the Group continuously assesses the financial condition of its clients, and then the Group's credit risk was limited. On the balance sheet date, the Group's maximum exposure to credit risk is approximately the carrying amounts respective recognized financial assets as stated in the balance sheet.

3) Liquidity risk

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

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

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

September 30, 2024

	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		\$ 4,315,410	\$ -	\$ -
Lease liabilities	0.83~9.25	187,527	602,440	1,748,627
Floating interest rate liabilities	1.03~4.42	2,764,425	4,847,609	68,420
Fixed interest rate liabilities	0.63~3.45	<u>5,875,440</u>	<u>4,413,880</u>	<u>-</u>
		<u>\$13,142,802</u>	<u>\$ 9,863,929</u>	<u>\$ 1,817,047</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>\$187,527</u>	<u>\$602,440</u>	<u>\$633,750</u>	<u>\$629,922</u>	<u>\$391,966</u>	<u>\$ 92,989</u>

December 31, 2023

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

Additional information about the maturity analysis for lease liabilities:

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

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>

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

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

September 30, 2024

	On demand or less than 1 month	1~3 months	3 months to 1 year
<u>Gross settled</u>			
Foreign exchange forward contracts			
- Inflow	\$ 348,910	\$ 189,334	\$ 6,257
- Outflow	(353,388)	(187,546)	(6,330)
	(\$ 4,478)	\$ 1,788	(\$ 73)

December 31, 2023

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

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			
- Inflow	\$ 328,161	\$ 520,495	\$ 18,143
- Outflow	(339,953)	(529,086)	(19,362)
	(\$ 11,792)	(\$ 8,591)	(\$ 1,219)

(3) Financing facilities

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

	September 30, 2024	December 31, 2023	September 30, 2023
Bank loan facilities			
- Amount undrawn	\$ 37,617,984	\$ 42,459,373	\$ 45,288,907

33. RELATED PARTY TRANSACTIONS

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

a. Name of the related party and their relationship

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

b. Other operating income (classified as sales revenue)

<u>Related Party Category/Name</u>	<u>For the Three Months Ended September 30, 2024</u>	<u>For the Three Months Ended September 30, 2023</u>	<u>For the Nine Months Ended September 30, 2024</u>	<u>For the Nine Months Ended September 30, 2023</u>
Joint ventures	<u>\$ 15,217</u>	<u>\$ 23,272</u>	<u>\$ 56,557</u>	<u>\$ 26,829</u>

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

c. Purchase (classified as cost of goods sold)

<u>Related Party Category/Name</u>	<u>For the Three Months Ended September 30, 2024</u>	<u>For the Three Months Ended September 30, 2023</u>	<u>For the Nine Months Ended September 30, 2024</u>	<u>For the Nine Months Ended September 30, 2023</u>
Joint ventures	<u>\$ 226,977</u>	<u>\$ 320,831</u>	<u>\$ 834,023</u>	<u>\$ 1,831,131</u>

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

d. Donation (classified as administrative expenses)

<u>Related Party Category/Name</u>	<u>For the Three Months Ended September 30, 2024</u>	<u>For the Three Months Ended September 30, 2023</u>	<u>For the Nine Months Ended September 30, 2024</u>	<u>For the Nine Months Ended September 30, 2023</u>
Other related parties				
USI Education Foundation	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,000</u>	<u>\$ 10,000</u>

e. Management service income (classified as other revenue)

<u>Related Party Category/Name</u>	<u>For the Three Months Ended September 30, 2024</u>	<u>For the Three Months Ended September 30, 2023</u>	<u>For the Nine Months Ended September 30, 2024</u>	<u>For the Nine Months Ended September 30, 2023</u>
Joint ventures	<u>\$ 8,116</u>	<u>\$ 7,771</u>	<u>\$ 25,336</u>	<u>\$ 23,685</u>
Associate	<u>640</u>	<u>781</u>	<u>1,920</u>	<u>3,095</u>
	<u>\$ 8,756</u>	<u>\$ 8,552</u>	<u>\$ 27,256</u>	<u>\$ 26,780</u>

f. Rental income (classified as other income)

Related Party Category/Name	For the Three Months Ended September 30, 2024	For the Three Months Ended September 30, 2023	For the Nine Months Ended September 30, 2024	For the Nine Months Ended September 30, 2023
Associate	<u>\$ 78</u>	<u>\$ 78</u>	<u>\$ 234</u>	<u>\$ 240</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, 2024	December 31, 2023	September 30, 2023
Joint ventures	<u>\$ 5,555</u>	<u>\$ 9,164</u>	<u>\$ 6,831</u>

No guarantee deposits were received for the outstanding accounts receivable from related parties. No impairment loss was provided on related party receivables for the nine months ended September 30, 2024 and 2023.

h. Other receivables

Related Party Category/Name	September 30, 2024	December 31, 2023	September 30, 2023
Joint ventures	<u>\$ 7,221</u>	<u>\$ 17,687</u>	<u>\$ 7,187</u>

i. Other payables

Related Party Category/Name	September 30, 2024	December 31, 2023	September 30, 2023
Associate	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,969</u>

j. Compensation of key management personnel

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

	For the Three Months Ended September 30, 2024	For the Three Months Ended September 30, 2023	For the Nine Months Ended September 30, 2024	For the Nine Months Ended September 30, 2023
Short-term employee benefits	\$ 9,390	\$ 9,321	\$ 30,039	\$ 29,499
Retirement benefits	<u>159</u>	<u>158</u>	<u>593</u>	<u>666</u>
	<u>\$ 9,549</u>	<u>\$ 9,479</u>	<u>\$ 30,632</u>	<u>\$ 30,165</u>

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

34. COLLATERALIZED ASSETS

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

	September 30, 2024	December 31, 2023	September 30, 2023
Pledged time deposits (recorded as financial assets at amortized cost)	\$ 710,775	\$ 701,951	\$ 700,722
Financial assets at FVTPL	-	6,939	6,489
Property, plant and equipment	668,534	303,617	317,283
Land use right (classified as right-of-use assets)	26,788	23,799	44,503
Refundable deposits (classified as other non-current assets)	125,693	131,983	129,364
	<u>\$ 1,531,790</u>	<u>\$ 1,168,289</u>	<u>\$ 1,198,361</u>

35. SIGNIFICANT CONTINGENT LIABILITY AND UNRECOGNIZED CONTRACTUAL COMMITMENTS

a. As of September 30, 2024, December 31, 2023, and September 30, 2023, the Group had NT\$2,094,462 thousand, NT\$2,449,155 thousand, and NT\$1,528,327 thousand of letters of credit that were issued but undrawn.

b. Regarding the Company's associate, China General Terminal & Distribution Corporation ("CGTD"), which was commissioned to operate the propylene pipeline of LCY Chemical Corp. ("LCY") resulting in a gas explosion on July 31, 2014, the appeal was dismissed by the Supreme Court on September 15, 2021, and all three employees of CGTD were declared not guilty.

On February 12, 2015, CGTD entered into an agreement with the Kaohsiung City Government to provide the Kaohsiung City Government with a pledge over a bank deposit certificate of NT\$233,095 thousand (including interests) as the guarantee for the loss caused by the gas explosion. Kaohsiung City Government has also filed civil lawsuits against LCY, CGTD and CPC Corporation. Taiwan Power Company applied for provisional seizure against CGTD's property on August 27 and November 26, 2015. CGTD had deposited cash of NT\$99,207 thousand to the court to avoid provisional seizure. Taiwan Water Corporation also applied for provisional seizure against CGTD's property on February 3 and March 2, 2017. As of October 29, 2024, the provisionally seized property of CGTD was worth NT\$6,401 thousand.

For the victims of the gas explosion, CGTD, LCY and the Kaohsiung City Government signed a tripartite agreement for severe injuries on July 17, 2015

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

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

As of October 29, 2024, the victims and victims' families had written letters or filed civil lawsuits (including criminal lawsuits) against LCY, CGTD, and CPC for compensation claims. To reduce the lawsuit costs, CGTD came to a compromise and reduced the original claim of NT\$46,677 thousand and settled for a compensation amount of NT\$4,519 thousand instead. Along with the case still under litigation and the above-mentioned compensation, the accumulated amount of compensation is NT\$3,831,212 thousand. The first-instance judgments of some of the above-mentioned civil cases (with a total amount of compensation of approximately NT\$1,467,830 thousand) have been gradually announced, starting from June 22, 2018. The proportion of fault liability of the Kaohsiung City Government, LCY and CGTD is 4:3:3 in most judgments. The total amount of compensation that CGTD, LCY and the other defendants should pay is around NT\$401,979 thousand. (In particular, CGTD was exempted from paying NT\$6,194 thousand according to the court's judgment.)

CGTD filed an appeal to the civil lawsuit that has been awarded the first-instance decision but not yet settled. The court of second instance started announcing its decisions from July 10, 2024, and by October 29, 2024, the court had issued rulings for 9 of the claims made by Kaohsiung City Government (totaling approximately

NT\$1,137,677 thousand). In 8 of the claims, the court found CGTD and LCY to be jointly accountable for 10% (5 claims) or 20% (3 claims) of the fault, for which CGTD and LCY shall jointly pay a compensation totaling NT\$79,726 thousand. In one other case, the court found CGTD solely accountable for 10% of the fault, for which CGTD shall pay a compensation of NT\$297 thousand. The court of second instance also ruled CGTD and LCY jointly liable to pay compensations totaling NT\$108,835 thousand to Taiwan Power Company (total claims amounted to NT\$265,822 thousand) and National Health Insurance Administration (total claims amounted to NT\$35,688 thousand). CGTD has raised appeals to the above cases ruled by the second-instance court, except those that cannot be appealed further. The remaining cases are still pending in the court of first instance (with claims totaling approximately NT\$1,860,557 thousand).

Based on the accountability ratios that the court has ruled for the gas explosion incident, the Company was able to estimate the amount of settlement with victims and the severely injured and the amount of compensation in civil cases (including cases that have been settled). After taking into consideration the maximum insurance claim and deductibles, the estimated amount that should be borne by CGTD has been recognized at NT\$136,375 thousand. However, the actual amount of the aforementioned relevant settlements and compensation will not be confirmed until the proportion of the liabilities that should be borne by CGTD is determined in the civil case judgment in the future.

36. MAJOR POST-BALANCE SHEET DATE EVENTS

On October 19, 2024, a fire broke out at the tape factory of China General Plastics Corporation (CGPC), one of the Company's subsidiaries, located in Toufen area, which caused partial damage to the equipment and inventory. CGPC had purchased property insurance and is currently negotiating with the insurance company for claims. However, due to the fact that insurance claim requires an inspection of the damage suffered, CGPC will recognize insurance claims income once the amount can be determined with reasonable certainty. Based on a preliminary assessment of the damages and claims, CGPC considers the fire to have no material impact on overall operations.

OTHER MATTERS

a. SIGNIFICANT CONTRACTS

- 1) TVCM signed a dichloroethane purchase contract with CPC Corporation, Formosa Plastics Corporation and Blue Water Alliance. The purchase price was negotiated by both parties according to a pricing formula.
- 2) CGTD is commissioned by the Company, TTC, APC, TVCM, TSRC Corporation, Oriental Union Chemical Corporation, and others to operate the storage and transportation of any items of petrochemical raw materials; operating service charges are calculated in accordance with the actual operation quantities and at the rate per ton stated in the contracts. The insurance expenses of petrochemical raw materials are borne by individual commissioned companies.

- b. On February 15, 2023, the President announced amendments to the Climate Change Response Act that introduced new rules on carbon fee collection. The Ministry of Environment subsequently announced drafts for "Regulations on Collection of Carbon Fee," "Regulations Governing Voluntary Reduction Plan," and "Greenhouse Gas Reduction Targets for Carbon Fee Payers" on August 29, 2024, and issued an announcement later on October 21, 2024 about the carbon fee rate, which will take effect from January 1, 2025 onwards. The Group will become one of the carbon fee payers given its level of emission in 2023. For this reason, the Group will be making liability reserves in accordance with the above regulations starting from 2025.

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, 2024					
	Foreign currency	Exchange Rate (In Single Dollars)		Functional Currencies	NT\$
Foreign currency assets					
<u>Monetary items</u>					
USD	\$ 137,221	31.65	(USD/NTD)	\$ 4,343,028	\$ 4,343,028
USD	2,792	7.01	(USD/RMB)	19,562	88,363
USD	7,037	4.27	(USD/MYR)	30,013	222,714
RMB	15,435	4.52	(RMB/NTD)	69,712	69,712
RMB	3,760	0.14	(RMB/USD)	536	16,980
HKD	1,134	4.08	(HKD/NTD)	4,622	4,622
AUD	1,997	21.93	(AUD/NTD)	43,792	43,792
EUR	1,253	35.38	(EUR/NTD)	44,306	44,306
<u>Non-monetary items</u>					
Joint ventures accounted for using the equity method					
RMB	1,518,181	0.14	(RMB/USD)	216,654	6,857,099
Derivatives					
USD	1,600	4.27	(USD/MYR)	705	5,233
EUR	250	4.77	(EUR/MYR)	99	735
Foreign currency liabilities					
<u>Monetary items</u>					
USD	50,480	31.65	(USD/NTD)	1,597,735	1,597,735
USD	10,065	7.01	(USD/RMB)	70,529	318,562
USD	1,049	4.27	(USD/MYR)	4,475	32,206
RMB	16,180	4.52	(RMB/NTD)	73,081	73,081
RMB	497	0.14	(RMB/USD)	71	2,245
JPY	14,169	0.22	(JPY/NTD)	3,150	3,150
<u>Non-monetary items</u>					
Derivatives					
USD	14,700	31.65	(USD/NTD)	8,058	8,058
JPY	60,000	0.01	(JPY/USD)	6	187
EUR	59	4.77	(EUR/MYR)	4	28

December 31, 2023					
	Foreign currency	Exchange Rate (In Single Dollars)		Functional Currencies	NT\$
<u>Foreign currency assets</u>					
<u>Monetary items</u>					
USD	\$ 136,561	30.71	(USD/NTD)	\$ 4,193,070	\$ 4,193,070
USD	3,692	7.08	(USD/RMB)	26,148	113,356
USD	5,643	4.79	(USD/MYR)	27,028	173,279
RMB	127,415	4.34	(RMB/NTD)	552,370	552,370
RMB	3,973	0.14	(RMB/USD)	561	17,215
JPY	16	0.22	(JPY/NTD)	3	3
GBP	48	39.15	(GBP/NTD)	1,865	1,865
HKD	585	3.93	(HKD/NTD)	2,299	2,299
AUD	1,183	20.98	(AUD/NTD)	24,809	24,809
EUR	1,196	33.98	(EUR/NTD)	40,628	40,628
<u>Non-monetary items</u>					
Joint ventures accounted for using the equity method					
RMB	2,137,785	0.14	(RMB/USD)	301,832	9,267,749
Derivatives					
USD	1,650	30.71	(USD/NTD)	77	77
USD	1,400	4.79	(USD/MYR)	22	142
RMB	71,700	4.34	(RMB/NTD)	4,842	4,842
Foreign currency liabilities					
<u>Monetary items</u>					
USD	51,557	30.71	(USD/NTD)	1,582,810	1,582,810
USD	10,857	7.08	(USD/RMB)	76,898	333,370
USD	1,018	4.79	(USD/MYR)	4,874	31,248
RMB	13,671	4.34	(RMB/NTD)	59,265	59,265
RMB	758	0.14	(RMB/USD)	107	3,288
JPY	4,700	0.22	(JPY/NTD)	1,021	1,021
EUR	33	33.98	(EUR/NTD)	1,110	1,110
<u>Non-monetary items</u>					
Derivatives					
USD	2,750	30.71	(USD/NTD)	1,671	1,671
USD	400	4.79	(USD/MYR)	5	33
JPY	120,000	0.01	(JPY/USD)	816	1,100

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	
<u>Non-monetary items</u>						
Joint ventures accounted for using the equity method						
RMB	\$ 2,443,264	0.14	(RMB/USD)	\$ 340,297	\$ 10,981,383	
Derivatives						
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						
USD	1,400	4.91	(USD/MYR)	85	557	
RMB	148,600	4.49	(RMB/NTD)	7,808	7,808	

The Group reported realized and unrealized net gains (losses) on currency exchange of NT\$(65,728) thousand, NT\$195,292 thousand, NT\$144,220 thousand, and NT\$188,810 thousand for the three months and nine months ended September 30, 2024 and 2023, respectively. Due to the broad diversity of foreign currency transactions and functional currencies undertaken by members of the Group, it was impractical to disclose exchange gains (losses) for each foreign currency by the materiality of their impact.

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

- d. Information on major shareholders: Name, number of shares held, and shareholding percentage of shareholders with shareholding percentage exceeding 5%. (Table 10)

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, 2024							
	USI	CGPC and CGPC's subsidiaries	TTC and TTC's subsidiaries	ACME and ACME's subsidiaries	APC and APC's subsidiaries	Others	Total
Segment revenue	\$ 6,616,660	\$ 8,542,925	\$ 13,919,661	\$ 2,383,143	\$ 4,478,395	\$ 3,458,429	\$ 39,399,213
Interest income	17,798	28,973	33,648	14,075	19,292	133,750	247,536
Finance costs	(39,515)	(68,238)	(28,131)	(28,581)	(8,913)	(55,292)	(228,670)
Depreciation and amortization	(481,005)	(656,853)	(162,858)	(238,578)	(253,704)	(282,956)	(2,075,954)
Pre-tax (loss) gain of reporting segment	(1,500,563)	(505,190)	(276,979)	190,089	(596,281)	(2,964,270)	(5,653,194)
Income tax gain (expenses) of reporting segment	196,369	125,541	37,048	(9,955)	121,966	(40,688)	430,281
Net gain (loss) of reporting segment	(1,304,194)	(379,649)	(239,931)	180,134	(474,315)	(3,004,958)	(5,222,913)

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 gain (expenses) 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)

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

1) Segment revenue and results

	For the Nine Months Ended September 30, 2024	For the Nine Months Ended September 30, 2023
Pre-tax net profit (loss) of reporting segment	(\$ 2,688,924)	\$ 722,505
Income tax gain (expenses) of reporting segment	<u>470,969</u>	(<u>218,919</u>)
Total after-tax net profit (loss) of reporting segment	(2,217,955)	503,586
Loss of another non-reporting segment	(3,004,958)	(2,707,204)
Deduction of inter-segment loss	<u>2,084,072</u>	<u>1,429,094</u>
Consolidated net after-tax loss	(<u>\$ 3,138,841</u>)	(<u>\$ 774,524</u>)

2) Other significant items reconciliation

For the Nine Months Ended September 30, 2024								
	USI	CGPC and CGPC's subsidiaries	TTC and TTC's subsidiaries	ACME and ACME's subsidiaries	APC and APC's subsidiaries	Others	Adjustments	Total
Interest income	\$ 17,798	\$ 28,973	\$ 33,648	\$ 14,075	\$ 19,292	\$ 133,750	\$ -	\$ 247,536
Finance costs	(39,515)	(68,238)	(28,131)	(28,581)	(8,913)	(55,292)	1,191	(227,479)
Depreciation and amortization	(481,005)	(656,853)	(162,858)	(238,578)	(253,704)	(282,956)	24,852	(2,051,102)

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)

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

USI CORPORATION AND SUBSIDIARIES
Acme Electronics Corporation
FINANCING PROVIDED TO OTHERS
For the Nine Months Ended September 30, 2024

Table 1

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

No.	Lender	Borrower	Financial Statement Account	Related Party (Yes/ No)	Highest balance for the year	Closing balance (Notes 3 and 4)	Actual Borrowing Amount (Note 3)	The range of interest rate (%)	Nature of financing (Note 2)	Business Transaction Amounts	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing limit for each borrower (Note 1)	Aggregate financing limit (Note 1)	Remark
													Item	Value			
1	Acme Electronics (Guang-Zhou) Co., Ltd.	Acme Electronics (Kunshan) Co., Ltd.	Other receivables - related parties	Yes	\$ 184,088 (RMB40,000 thousand)	\$ 180,668 (RMB40,000 thousand)	\$ 180,668 (RMB40,000 thousand)	3.45	2	\$ -	Business turnover	\$ -	—	—	\$ 405,276	\$ 405,276	

Note 1: The total financing amounts for Acme Electronics (Guang-Zhou) Co., Ltd. to others shall not exceed 40% of its net value, and the highest aggregate financing limits were calculated based on the net value as of September 30, 2024.

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

(1) Business relationship is coded "1."

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

Note 3: The amount was converted using spot exchange rate as of September 30, 2024.

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

USI CORPORATION AND SUBSIDIARIES
Swanson Plastics Corporation
FINANCING PROVIDED TO OTHERS
For the Nine Months Ended September 30, 2024

Table 1-1

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

No.	Lender	Borrower	Financial Statement Account	Related Party (Yes/ No)	Highest balance for the year	Closing balance (Notes 3 and 4)	Actual Borrowing Amount (Note 3)	Interest rate (%)	Nature of financing (Note 2)	Business Transaction Amounts	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing limit for each borrower (Note 1)	Aggregate financing limit (Note 1)	Remark
													Item	Value			
0	ASK-Swanson (Kunshan) Co., Ltd.	Swanson Plastics (Tianjin) Co., Ltd.	Other receivables	Yes	\$ 243,902	\$ 243,902	\$ 162,601	3.45	2	\$ -	Business turnover	\$ -	—	—	\$ 560,568	\$ 560,568	
1	Swanson Plastics (Singapore) Pte., Ltd.	PT. Swanson Plastics Indonesia	Other receivables	Yes	147,758	142,425	142,425	5.34	2	-	Business turnover	-	—	—	427,505	427,505	

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

Note 2: The nature of financing is provided as follows:
(1) Business relationship is coded "1."
(2) Short-term financing is coded "2."

Note 3: The conversion was based on spot exchange rate as of September 30, 2024.

Note 4: 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, 2024

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

No.	Endorsement and guarantee Company Name	Endorsee/Guarantee		Limits on Endorsement /Guarantee Made for Each Party (Note 1)	Maximum Amount Endorsed/Guaranteed During the Period	Outstanding Endorsement /Guarantee at the End of the Period	Actual Borrowing Amount	Amount Endorsed/Guaranteed by Collateral	Ratio of Accumulated Endorsement/ Guarantee to Net Equity in Latest Financial Statements (%)	Aggregate Endorsement /Guarantee Limit (Note 1)	Endorsement /Guarantee Made by Parent for Subsidiaries	Endorsement /Guarantee Made by Subsidiaries for Parent	Endorsement /Guarantee Made for Companies in Mainland China	Remark
		Company Name	Relationship											
0	USI Corporation	USI Green Energy Corporation	Subsidiary which directly held more than 50% of ordinary shares	\$ 10,935,300	\$ 1,100,000	\$ 650,000	\$ 117,300	\$ -	2.97	\$ 13,122,360	Yes	No	No	

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

USI CORPORATION AND SUBSIDIARIES
Acme Electronics Corporation
ENDORSEMENTS/GUARANTEES PROVIDED
For the Nine Months Ended September 30, 2024

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

No.	Endorsement and guarantee Company Name	Endorsee/Guarantee		Limits on Endorsement/ Guarantee Made for Each Party (Note 2)	Maximum Amount Endorsed/Guaranteed During the Period	Outstanding Endorsement/ Guarantee at the End of the Period (Note 3)	Actual Borrowing Amount (Note 3)	Amount Endorsed/Guara nteed 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)	\$ 3,096,434	\$ 389,683 (USD5,000 thousand) (RMB 49,000 thousand)	\$ 158,250 (USD5,000 thousand)	\$ -	\$ -	7.67	\$ 4,128,578	No	No	Yes	
1	ACME Components (Malaysia) Sdn.Bhd.	ACME Ferrite Products Sdn. Bhd.	Subsidiary of ACME (MA)	706,983	130,482 (MYR 17,584 thousand)	130,482 (MYR 17,584 thousand)	77,135 (MYR 10,395 thousand)	-	12.92	807,980	No	No	No	

Note 1: Calculated based on the equity of ACME as of September 30, 2024.

Note 2: The maximum amount of total endorsement/guarantee shall not exceed 200% of the equity attributable to owners of ACME. The maximum amount of endorsement/guarantee for an individual entity shall not exceed 150% of the equity attributable to owners of ACME. The maximum amount of endorsement/guarantee was calculated based on the equity of the endorser/guarantor as of September 30, 2024.

The total amount of ACME (MA)'s external endorsement/guarantee shall not exceed 80% of its net worth; the limit of ACME (MA)'s endorsement/guarantee for a single company shall not exceed 70% of its net worth. The maximum amount of endorsement/guarantee was calculated based on the equity of the endorser/guarantor as of September 30, 2024.

Note 3: The conversion was based on spot exchange rate as of September 30, 2024.

USI CORPORATION AND SUBSIDIARIES
 Swanson Plastics Corporation
 ENDORSEMENTS/GUARANTEES PROVIDED
 For the Nine Months Ended September 30, 2024

Table 2-2

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

No.	Endorsement and guarantee Company Name	Endorsee/Guarantee		Limits on Endorsement/ Guarantee Made for Each Party (Note 1)	Maximum Amount Endorsed/ Guaranteed During the Period	Outstanding Endorsement/ Guarantee at the End of the Period (Note 2)	Actual Borrowing Amount	Amount Endorsed/ Guaranteed by Collateral	Ratio of Accumulated Endorsement/ Guarantee to Net Equity in Latest Financial Statements (%)	Aggregate Endorsement/ Guarantee Limit (Note 1)	Endorsement /Guarantee Made by Parent for Subsidiaries	Endorsement /Guarantee Made by Subsidiaries for Parent	Endorsement /Guarantee Made for Companies in Mainland China	Remark
		Company Name	Relationship											
0	Swanson Plastics Corporation	Forever Young Company Limited	Subsidiary	\$ 4,994,574	\$ 1,354,782	\$ 876,705	\$ -	\$ -	35.11	\$ 6,243,218	No	No	No	
0	Swanson Plastics Corporation	Swanson Plastics (Singapore) Pte., Ltd.	Subsidiary	4,994,574	58,775	56,654	-	-	2.27	6,243,218	No	No	No	
0	Swanson Plastics Corporation	Swanson Plastics (Malaysia) Sdn. Bhd.	Sub-subsubsidiary Corporation	4,994,574	39,402	37,980	-	-	1.52	6,243,218	No	No	No	
0	Swanson Plastics Corporation	Swanson Plastics (Kunshan) Co., Ltd.	Sub-subsubsidiary Corporation	4,994,574	65,670	63,300	-	-	2.53	6,243,218	No	No	Yes	
0	Swanson Plastics Corporation	Swanson Technologies Corporation	Subsidiary	4,994,574	510,200	407,190	-	-	16.31	6,243,218	No	No	No	
0	Swanson Plastics Corporation	Swanson Plastics (India) Private Limited	Subsidiary	4,994,574	31,376	30,216	-	-	1.21	6,243,218	No	No	No	
0	Swanson Plastics Corporation	Swanson Plastics (Tianjin) Co., Ltd.	Sub-subsubsidiary Corporation	4,994,574	32,835	31,650	-	-	1.27	6,243,218	No	No	Yes	
0	Swanson Plastics Corporation	PT. Swanson Plastics Indonesia	Subsidiary	4,994,574	65,670	63,300	-	-	2.53	6,243,218	No	No	No	

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

Note 2: The conversion was based on spot exchange rate as of September 30, 2024.

USI CORPORATION AND SUBSIDIARIES
China General Plastics Corporation
ENDORSEMENTS/GUARANTEES PROVIDED
For the Nine Months Ended September 30, 2024

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

No.	Endorsement and guarantee Company Name	Endorsee/Guarantee		Limits on Endorsement/ Guarantee Made for Each Party (Note 2)	Maximum Amount Endorsed/ Guaranteed During the Period	Outstanding Endorsement/ Guarantee at the End of the Period	Actual Borrowing Amount	Amount Endorsed/ Guaranteed by Collateral	Ratio of Accumulated Endorsement/ Guarantee to Net Equity in Latest Financial Statements (%) (Note 1)	Aggregate Endorsement/ Guarantee Limit (Note 2)	Endorsement /Guarantee Made by Parent for Subsidiaries	Endorsement/ Guarantee Made by Subsidiaries for Parent	Endorsement/ Guarantee Made for Companies in Mainland China	Remark
		Company Name	Relationship											
0	China General Plastics Corporation	CGPC Polymer Corporation	Subsidiary	\$ 5,421,464	\$ 1,063,617	\$ 1,063,617	\$ 214,542	\$ -	11.77	\$ 9,035,773	No	No	No	

Note 1: Calculated using the equity of CGPC as of September 30, 2024.

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

USI CORPORATION AND SUBSIDIARIES
Taita Chemical Company, Ltd.
ENDORSEMENTS/GUARANTEES PROVIDED
For the Nine Months Ended September 30, 2024

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

No.	Endorser/Guarantor Company Name	Endorsee/Guarantee		Limits on Endorsement/ Guarantee Made for Each Party (Note 2)	Maximum Amount Endorsed/Guaranteed During the Period (Note 1)	Outstanding Endorsement/ Guarantee at the End of the Period (Note 1)	Actual Borrowing Amount	Amount Endorsed/ Guaranteed by Collateral	Ratio of Accumulated Endorsement/ Guarantee to Net Equity in Latest Financial Statements (%)	Aggregate Endorsement/ Guarantee Limit (Note 2)	Endorsement /Guarantee Made by Parent for Subsidiaries	Endorsement /Guarantee Made by Subsidiaries for Parent	Endorsement /Guarantee Made for Companies in Mainland China	Remark
		Company Name	Relationship											
0	Taita Chemical Company, Ltd.	TAITA (BVI) Holding Co., Ltd.	Subsidiaries that the Company holds 100% of common equity directly	\$ 6,333,229	\$ 94,950 (USD3,000 thousand)	\$ 94,950 (USD3,000 thousand)	\$ -	\$ -	1.50	\$ 9,499,844	No	No	No	
0	Taita Chemical Company, Ltd.	Taita Chemical (Zhongshan) Co., Ltd.	Subsidiaries that TTC's subsidiaries hold 100% of common equity directly	6,333,229	225,835 (RMB50,000 thousand)	- (RMB - thousand)	-	-	-	9,499,844	No	No	Yes	

Note 1: The conversion was based on spot exchange rate as of September 30, 2024.

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

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

USI CORPORATION AND SUBSIDIARIES
MARKETABLE SECURITIES HELD

As of September 30, 2024

Table 3

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

Holding Company Name	Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	End-of-period				Remark
				Unit/Share	Carrying Amount	Percentage of Ownership (%)	Fair Value	
USI Corporation	Shares							
	CTCI Corporation	—	Financial assets at FVTOCI - non-current	15,130,656	\$ 715,680	1.87	\$ 715,680	
	AU Optronics Corporation	—	"	6,811,204	116,132	0.09	116,132	
	PELL Bio-Med Technology Co. Ltd.	—	"	235,000	18,988	0.41	18,988	
	KHL IB Venture Capital Co., Ltd.	—	"	13,132,193	118,190	11.90	118,190	
	Zeon Corporation	—	Financial assets at FVTPL - current	39,500	11,937	0.02	11,937	
	Kyushu Electric Power Co., Inc.	—	"	20,000	6,947	-	6,947	
	Cathay Financial Holdings Co., Ltd.	—	"	380,000	25,270	-	25,270	
	Taiwan Cement Corporation	—	"	2,000,000	67,600	0.03	67,600	
	Teratech Corporation	—	Financial assets at FVTPL - non-current	110,000	-	0.65	-	Note 2
	Fund beneficiary certificates							
	Yuanta U.S. Treasury 20+ Year Bond ETF	—	Financial assets at FVTPL - current	580,000	17,846	-	17,846	
	Beneficiary securities							
	Cathay No. 1 Real Estate Investment Trust Fund	—	Financial assets at FVTPL - current	4,054,000	65,027	-	65,027	
Union Polymer International Investment Corporation	Shares							
	Taita Chemical Company, Ltd.	Investments accounted for using the equity method	Financial assets at FVTOCI - non-current	456,253	9,901	0.11	9,901	
	Asia Polymer Corporation	"	"	22,182,486	421,467	3.74	421,467	
	China General Plastics Corporation	"	"	4,469,307	79,554	0.77	79,554	

(Continued)

(Continued)

Holding Company Name	Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	End-of-period				Remark
				Unit/Share	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Swanlake Traders Ltd.	Fund beneficiary certificates Taishin 1699 Money Market Fund	—	Financial assets at FVTPL - current	542,763	\$ 7,649	-	\$ 7,649	
	Shares Neurosky Inc. Preferred Stock D	—	Financial assets at FVTOCI - non-current	2,397,364	-	0.70	-	Note 2
	Sohoware Inc.	—	"	1,150,000	-	1.05	-	Note 2
	TGF Linux Communications Inc.	—	"	300,000	-	2.14	-	Note 2
USIFE Investment Co., Ltd.	Shares							
	AU Optronics Corporation	—	Financial assets at FVTOCI - current	1,012,849	17,269	0.01	17,269	
	AU Optronics Corporation	—	Financial assets at FVTOCI - non-current	1,012,849	17,269	0.01	17,269	
	Dah Chung Bills Finance Corp.	—	"	506,894	8,044	0.11	8,044	
	Digimax, Inc.	—	"	23,234	-	0.05	-	
	Swanson Plastics Corporation	Same chairman	"	11,623,897	164,246	7.53	164,246	
	USI Optronics Corporation	"	"	165,279	79	0.25	79	
	Wafer Works Corporation	—	"	1,502,433	47,702	0.28	47,702	
	Solargiga Energy Holdings Limited	—	"	11,876,111	4,646	0.37	4,646	
	Silicon Technology Investment (Cayman) Corp.	—	"	911,849	97,823	1.77	97,823	
	Taiwan Cement Corporation	—	Financial assets at FVTPL - current	1,000,000	33,800	0.01	33,800	
	Zeon Corporation	—	"	21,600	6,528	0.01	6,528	
	Kyushu Electric Power Co., Inc.	—	"	10,000	3,473	-	3,473	
	Cathay Financial Holdings Co., Ltd.	—	"	178,000	11,837	-	11,837	
	Taita Chemical Company, Ltd.	Same chairman	"	1,415,368	30,713	0.36	30,713	
	Asia Polymer Corporation	"	"	1,714,180	32,569	0.29	32,569	
	China General Plastics Corporation	"	"	550,772	9,803	0.09	9,803	
	Acme Electronics Corporation	"	"	500,000	17,975	0.23	17,975	

(Continued)

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Holding Company Name	Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	End-of-period				Remark
				Unit/Share	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Taiwan United Venture Capital Corp.	Fund beneficiary certificates							
	Yuanta U.S. Treasury 20+ Year Bond ETF	—	Financial assets at FVTPL - current	290,000	\$ 8,923	-	\$ 8,923	
	Yuanta De-Li Money Market Fund	—	"	1,907,988	32,321	-	32,321	
	Cathay Taiwan Money Market Fund	—	"	3,444,200	44,395	-	44,395	
	Fuh Hwa Money Market Fund	—	"	1,440,659	21,516	-	21,516	
	Shares							
	Teratech Corporation	—	Financial assets at FVTPL - non-current	90,000	-	0.58	-	
	Innovation & Infinity Global Corp.	—	"	720,804	-	0.73	-	
	Shares							
	Leadwell Cnc Machines Mfg., Corp.	—	Financial assets at FVTOCI - non-current	419,753	12,870	0.68	12,870	
	Digimax Inc.	—	"	518,898	-	1.18	-	
	Hexawave Inc.	—	"	109,109	327	0.27	327	
	Uranus Chemicals Co., Ltd.	—	"	15,351	568	0.02	568	
	Neuro Sky, Inc. Preferred Stock A	—	"	10,000,000	-	1.21	-	Note 2
Chong Loong Co., Ltd.	Neuro Sky, Inc. Preferred Stock B	—	"	12,595,523	-	1.53	-	Note 2
	Neuro Sky, Inc. Preferred Stock C	—	"	4,532,823	-	0.55	-	Note 2
	Fund beneficiary certificates							
	Cathay Taiwan Money Market Fund	—	Financial assets at FVTPL - current	1,091,738	14,071	-	14,071	
Chong Loong Co., Ltd.	Fund beneficiary certificates							
	Fubon Chi-Hsiang Money Market Fund	—	Financial assets at FVTPL - current	614,936	10,005	-	10,005	

(Continued)

(Continued)

Holding Company Name	Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	End-of-period				Remark
				Unit/Share	Carrying Amount	Percentage of Ownership (%)	Fair Value	
USI Optronics Corporation	Fund beneficiary certificates Taishin 1699 Money Market Fund	—	Financial assets at FVTPL - current	1,187,618	\$ 16,737	-	\$ 16,737	
USI Management Consulting Corp.	Fund beneficiary certificates Taishin Ta-Chong Money Market Fund	—	Financial assets at FVTPL - current	5,759,423	85,025	-	85,025	
USI Green Energy Corporation	Fund beneficiary certificates Taishin 1699 Money Market Fund	—	Financial assets at FVTPL - current	709,703	10,002	-	10,002	

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

As of September 30, 2024

Table 3-1

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

Holding Company Name	Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	End-of-period				Remark
				Unit/Share	Carrying Amount	Percentage of Ownership (%)	Fair Value	
China General Plastics Corporation	Beneficiary securities							
	Cathay No. 1 Real Estate Investment Trust Fund	—	Financial assets at FVTPL - current	3,964,000	\$ 63,582	-	\$ 63,582	Note 1
	Fund beneficiary certificates							
	Yuanta U.S. Treasury 20+ Year Bond ETF	—	Financial assets at FVTPL - current	580,000	17,847	-	17,847	Note 1
	Shares							
	Cathay Financial Holdings Co., Ltd.	—	Financial assets at FVTPL - current	356,000	23,674	-	23,674	Note 1
	Taiwan Cement Corporation	—	"	2,000,000	67,600	-	67,600	Note 1
	KHL IB Venture Capital Co., Ltd.	—	Financial assets at FVTOCI - non-current	6,566,096	59,094	5.95	59,094	Note 1
Taiwan VCM Corporation	Fund beneficiary certificates							
	Yuanta De-Li Money Market Fund	—	Financial assets at FVTPL - current	2,952,866	50,022	-	50,022	Note 1
	Jih Sun Money Market Fund	—	"	3,245,426	50,022	-	50,022	Note 1
	Taishin 1699 Money Market Fund	—	"	9,644,074	135,912	-	135,912	Note 1
	Taishin Ta-Chong Money Market Fund	—	"	6,786,240	100,184	-	100,184	Note 1
	SinoPac NTD Money Market Fund	—	"	3,461,357	50,022	-	50,022	Note 1
	FSITC Taiwan Money Market	—	"	3,144,951	50,023	-	50,023	Note 1
	UPAMC James Bond Money Market Fund	—	"	1,387,749	24,045	-	24,045	Note 1
	Fubon Chi-Hsiang Money Market Fund	—	"	3,074,464	50,022	-	50,022	Note 1
	Hua Nan Phoenix Money Market Fund	—	"	2,960,577	50,022	-	50,022	Note 1
	Shares							
	Asia Polymer Corporation	With the same main shareholders as CGPC	Financial assets at FVTOCI - non-current	130,244	2,475	0.02	2,475	Note 1

(Continued)

(Continued)

Holding Company Name	Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	End-of-period				Remark
				Unit/Share	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Global Green Technology Corporation	Fund beneficiary certificates Taishin 1699 Money Market Fund	—	Financial assets at FVTPL - current	1,789,554	\$ 25,220	-	\$ 25,220	Note 1
CGPC (BVI) Holding Co., Ltd.	Shares SOHOWare, Inc. - preferred shares	—	Financial assets at FVTPL - non-current	100,000	-	-	-	Notes 1, 2 and 3
	Teratech Corporation	—	"	112,000	-	0.67	-	Notes 1 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.

Note 3: As of September 30, 2024, the fair value of CGPC's equity investment in the company was evaluated as 0.

Note 4: For information about investments in subsidiaries and associates, please refer to Tables 7-3 and 8-3.

USI CORPORATION AND SUBSIDIARIES

Taita Chemical Company, Ltd.

MARKETABLE SECURITIES HELD

As of September 30, 2024

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

Holding Company Name	Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	End-of-period				Remark
				Unit/Share	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Taita Chemical Company, Ltd.	Shares							
	USI Corporation	Ultimate parent company	Financial assets at FVTOCI - non-current	15,109,901	\$ 244,025	1.27	\$ 244,025	Note 1
	Harbinger Venture Capital Corp.	—	"	990	6	0.50	6	Note 2
	Cathay Financial Holdings Co., Ltd.	—	Financial assets at FVTPL - current	356,000	23,674	-	23,674	Note 1
	Taiwan Cement Corporation	—	"	2,000,000	67,600	0.03	67,600	Note 1
	Fund beneficiary certificates							
	Yuanta U.S. Treasury 20+ Year Bond ETF	—	Financial assets at FVTPL - current	580,000	17,847	-	17,847	Note 1
TAITA (BVI) Holding Co., Ltd.	Beneficiary securities							
	Cathay No. 1 Real Estate Investment Trust Fund	—	Financial assets at FVTPL - current	3,963,000	63,566	-	63,566	Note 1
	Shares							
	Budworth Investment Ltd.	—	Financial assets at FVTOCI - non-current	20,219	-	2.22	-	Note 3
					(USD- thousand)		(USD- thousand)	
	Sohoware — Inc. - Preferred Shares	—	Financial assets at FVTPL - non-current	100,000	-	-	-	Note 3
	Teratech Corporation	—	"	112,000	-	0.74	-	Note 3

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

Note 2: 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 3: As of September 30, 2024, the fair value of equity investment was evaluated by TTC as 0.

Note 4: 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

As of September 30, 2024

Table 3-3

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

Holding Company Name	Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	End-of-period				Remark
				Unit/Share	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Asia Polymer Corporation	Shares							
	CTCI Corporation	—	Financial assets at FVTOCI - non-current	14,446,107	\$ 683,301	1.78	\$ 683,301	
	AU Optronics Corporation	—	"	7,694,812	131,196	0.10	131,196	
	USI Corporation	Ultimate parent company	"	101,355,673	1,636,894	8.53	1,636,894	
	PELL Bio-Med Technology Co. Ltd.	—	"	235,000	18,988	0.41	18,988	
	KHL IB Venture Capital Co., Ltd.	—	"	13,132,193	118,190	11.90	118,190	
	Harbinger Venture Capital Corp.	—	"	2,377	12	1.20	12	
	Wafer Works Corporation	—	Financial assets at FVTOCI - current	518,668	16,468	0.10	16,468	
	Zeon Corporation	—	Financial assets at FVTPL - current	39,500	11,938	0.02	11,938	
	Kyushu Electric Power Co., Inc.	—	"	20,000	6,947	-	6,947	
	Cathay Financial Holdings Co., Ltd.	—	"	368,000	24,472	-	24,472	
	Taiwan Cement Corporation	—	"	2,000,000	67,600	0.03	67,600	
	Beneficiary securities							
	Cathay No. 1 Real Estate Investment Trust Fund	—	"	4,053,000	65,010	-	65,010	
	Beneficiary certificates							
	Yuanta U.S. Treasury 20+ Year Bond ETF	—	"	580,000	17,847	-	17,847	
	Yuanta De-Li Money Market Fund	—	"	177,362	3,005	-	3,005	
	Taishin 1699 Money Market Fund	—	"	3,575,848	50,394	-	50,394	
	Taishin Ta-Chong Money Market Fund	—	"	8,819,507	130,201	-	130,201	
	UPAMC James Bond Money Market Fund	—	"	2,886,369	50,010	-	50,010	

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Holding Company Name	Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	End-of-period				Remark
				Unit/Share	Carrying Amount	Percentage of Ownership (%)	Fair Value	
APC (BVI) Holding Co., Ltd.	Shares							
	Budworth Investment Ltd.	—	Financial assets at FVTOCI - non-current	40,467	\$ -	4.45	\$ -	Note 1
	Neurosky Inc. - Preferred Stock D	—	"	2,397,364	-	0.37	-	Note 1
	Silicon Technology Investment (Cayman) Corp. - Preferred Shares	—	"	1,139,776	122,270	2.21	122,270	
	Solargiga Energy Holdings Ltd.	—	"	15,863,333	6,206	0.48	6,206	
	Teratech Corp.	—	"	112,000	-	0.67	-	Note 1
	Boldworks, Inc. - Preferred Shares	—	Financial assets at FVTPL - non-current	689,266	-	-	-	Note 1
	Sohoware Inc. - Preferred Shares	—	"	450,000	-	-	-	Note 1
	TGF Linux Communication, Inc. -Preferred Shares	—	"	300,000	-	-	-	Note 1
APC Investment Corporation	Shares							
	USI Corporation	Ultimate parent company	Financial assets at FVTPL - current	44,808	723	-	723	
	Zeon Corporation	—	"	21,600	6,528	0.01	6,528	
	Cathay Financial Holdings Co., Ltd.	—	"	178,000	11,837	-	11,837	
	Kyushu Electric Power Co., Inc.	—	"	10,000	3,473	-	3,473	
	Taiwan Cement Corporation	—	"	1,000,000	33,800	0.01	33,800	
	Beneficiary certificates							
	Yuanta U.S. Treasury 20+ Year Bond ETF	—	"	290,000	8,923	-	8,923	

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
 As of September 30, 2024

Table 3-4

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

Holding Company Name	Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	End-of-period				Remark
				Unit/Share	Carrying Amount	Percentage of Ownership (%)	Fair Value	
China General Terminal & Distribution Corporation	Shares							
	Taita Chemical Company, Ltd.	Investee that accounted for CGTD using the equity method	Financial assets at FVTOCI - non-current	2,278,217	\$ 49,437	0.57	\$ 49,437	
	Asia Polymer Corporation	"	"	5,290,482	100,519	0.89	100,519	
	China General Plastics Corporation	"	"	2,940,788	52,346	0.51	52,346	
	Fund beneficiary certificates							
	Yuanta U.S. Treasury 20+ Year Bond ETF	—	Financial assets at FVTPL - current	380,000	11,693	-	11,693	
	Taishin 1699 Money Market Fund	—	"	1,450,621	20,443	-	20,443	

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, 2024

Table 4

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

Buyer/Seller	Type and Name of Marketable Securities	Financial Statement Account	Counterparty	Relationship	Beginning (Note)		Acquisition		Disposal				Closing (Note)	
					Unit/Share	Amount	Unit/Share	Amount	Unit/Share	Selling price	Carrying Cost	Gain on disposal	Unit/Share	Amount
USI Corporation	Fund beneficiary certificates													
	Hua Nan Phoenix Money Market Fund	Financial assets at FVTPL - current	—	—	1,503,362	\$ 25,000	-	\$ -	1,503,362	\$ 25,159	\$ 25,000	\$ 159	-	\$ -
	Yuanta De-Li Money Market Fund	"	—	—	-	-	2,962,735	50,000	2,962,735	50,030	50,000	30	-	-
	Capital Money Market Fund	"	—	—	11,526,061	190,000	-	-	11,526,061	192,115	190,000	2,115	-	-
	Jih Sun Money Market Fund	"	—	—	10,284,152	156,000	-	-	10,284,152	157,523	156,000	1,523	-	-
	Taishin Ta-Chong Money Market Fund	"	—	—	-	-	3,397,316	50,000	3,397,316	50,018	50,000	18	-	-
	SinoPac NTD Money Market Fund	"	—	—	14,778,813	210,000	3,472,946	50,000	18,251,759	262,692	260,000	2,692	-	-
	Taishin 1699 Money Market Fund	"	—	—	7,262,234	100,000	-	-	7,262,234	101,891	100,000	1,891	-	-
USIFE Investment Co., Ltd.	Fund beneficiary certificates													
	Yuanta De-Li Money Market Fund	Financial assets at FVTPL - current	—	—	3,707,988	60,654	-	-	1,800,000	30,288	29,444	844	1,907,988	31,210
USI Optronics Corporation	Fund beneficiary certificates													
	Taishin 1699 Money Market Fund	Financial assets at FVTPL - current	—	—	776,598	10,500	1,320,982	18,500	909,962	12,756	12,500	256	1,187,618	16,500
USI Management Consulting Corp.	Fund beneficiary certificates													
	Taishin Ta-Chong Money Market Fund	Financial assets at FVTPL - current	—	—	-	-	8,819,523	130,000	3,060,100	45,050	45,000	50	5,759,423	85,000
	Taishin 1699 Money Market Fund	"	—	—	-	-	2,858,220	40,000	2,858,220	40,072	40,000	72	-	-
Chong Loong Trading Co., Ltd.	Fund beneficiary certificates													
	Fubon Chi-Hsiang Money Market Fund	Financial assets at FVTPL - current	—	—	1,741,498	28,000	3,517,224	57,000	4,643,786	75,136	75,000	136	614,936	10,000
INOMA Corporation	Fund beneficiary certificates													
	Taishin 1699 Money Market Fund	Financial assets at FVTPL - current	—	—	186,139	2,500	-	-	186,139	2,605	2,500	105	-	-
Union Polymer International Investment Corporation	Fund beneficiary certificates													
	Taishin 1699 Money Market Fund	Financial assets at FVTPL - current	—	—	644,079	8,900	-	-	101,316	1,418	1,400	18	542,763	7,500

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, 2024

Table 4-1

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

Buyer/Seller	Type and Name of Marketable Securities	Financial Statement Account	Counterparty	Relationship	Beginning (Note)		Acquisition		Disposal				Closing (Note)	
					Unit/Share	Amount	Unit/Share	Amount	Unit/Share	Selling price	Carrying Cost	Gain on disposal	Unit/Share	Amount
China General Plastics Corporation	Fund beneficiary certificates													
	CTBC Hwa-win Money Market Fund	Financial assets at FVTPL - current	—	—	2,651,301	\$ 30,000	6,611,854	\$ 75,000	9,263,155	\$ 105,064	\$ 105,000	\$ 64	-	\$ -
	Jih Sun Money Market Fund	"	—	—	-	-	6,539,050	100,000	6,539,050	100,197	100,000	197	-	-
	SinoPac NTD Money Market Fund	"	—	—	-	-	3,495,379	50,000	3,495,379	50,012	50,000	12	-	-
	Fubon Chi-Hsiang Money Market Fund	"	—	—	-	-	6,610,403	107,000	6,610,403	107,058	107,000	58	-	-
	Hua Nan Phoenix Money Market Fund	"	—	—	1,793,765	30,000	-	-	1,793,765	30,015	30,000	15	-	-
Taiwan VCM Corporation	Fund beneficiary certificates													
	CTBC Hwa-win Money Market Fund	Financial assets at FVTPL - current	—	—	-	-	15,858,668	180,000	15,858,668	180,150	180,000	150	-	-
	Yuanta De-Li Money Market Fund	"	—	—	-	-	7,698,551	130,000	4,745,685	80,098	80,000	98	2,952,866	50,000
	Jih Sun Money Market Fund	"	—	—	1,967,394	30,000	8,475,227	130,000	7,197,195	110,353	110,000	353	3,245,426	50,000
	Taishin 1699 Money Market Fund	"	—	—	6,787,013	94,000	4,296,475	60,000	1,439,414	20,240	20,000	240	9,644,074	134,000
	Taishin Ta-Chong Money Market Fund	"	—	—	-	-	12,220,852	180,000	5,434,612	80,053	80,000	53	6,786,240	100,000
	SinoPac NTD Money Market Fund	"	—	—	10,792,282	154,000	9,011,948	130,000	16,342,873	235,503	234,000	1,503	3,461,357	50,000
	Fubon Chi-Hsiang Money Market Fund	"	—	—	1,863,655	30,000	18,527,445	300,000	17,316,636	280,232	280,000	232	3,074,464	50,000
	Hua Nan Phoenix Money Market Fund	"	—	—	5,994,413	100,000	11,909,607	200,000	14,943,443	250,357	250,000	357	2,960,577	50,000
	Capital Money Market Fund	"	—	—	3,018,394	50,000	3,012,430	50,000	6,030,824	100,269	100,000	269	-	-
CGPC Polymer Corporation	Fund beneficiary certificates													
	Yuanta De-Li Money Market Fund	Financial assets at FVTPL - current	—	—	-	-	2,958,860	50,000	2,958,860	50,030	50,000	30	-	-
	Jih Sun Money Market Fund	"	—	—	-	-	11,305,868	173,000	11,305,868	173,122	173,000	122	-	-
	Taishin Ta-Chong Money Market Fund	"	—	—	-	-	6,787,624	100,000	6,787,624	100,074	100,000	74	-	-
	SinoPac NTD Money Market Fund	"	—	—	7,007,081	100,000	8,676,355	125,000	15,683,436	225,357	225,000	357	-	-
	Fubon Chi-Hsiang Money Market Fund	"	—	—	1,243,588	20,000	11,478,180	185,000	12,721,768	205,160	205,000	160	-	-

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, 2024

Table 4-2

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

Buyer/Seller	Type and Name of Marketable Securities	Financial Statement Account	Counterparty	Relationship	Beginning (Note)		Acquisition		Disposal				Closing (Note)	
					Unit/Share	Amount	Unit/Share	Amount	Unit/Share	Selling price	Carrying Cost	Gain on disposal	Unit/Share	Amount
Taita Chemical Company, Ltd.	Fund beneficiary certificates													
	CTBC Hwa-win Money Market Fund	Financial assets at FVTPL - current	—	—	-	\$ -	4,416,181	\$ 50,000	4,416,181	\$ 50,076	\$ 50,000	\$ 76	-	\$ -
	Yuanta De-Li Money Market Fund	"	—	—	-	-	2,969,333	50,000	2,969,333	50,017	50,000	17	-	-
	Jih Sun Money Market Fund	"	—	—	-	-	3,275,767	50,000	3,275,767	50,038	50,000	38	-	-
	Taishin Ta-Chong Money Market Fund	"	—	—	-	-	2,716,395	40,000	2,716,395	40,015	40,000	15	-	-
	SinoPac NTD Money Market Fund	"	—	—	-	-	2,081,050	30,000	2,081,050	30,007	30,000	7	-	-
	Fubon Chi-Hsiang Money Market Fund	"	—	—	-	-	3,103,085	50,000	3,103,085	50,026	50,000	26	-	-
	Hua Nan Phoenix Money Market Fund	"	—	—	-	-	2,387,262	40,000	2,387,262	40,022	40,000	22	-	-

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, 2024

Table 4-3 (In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Buyer/Seller	Type and Name of Marketable Securities	Financial Statement Account	Counterparty	Relationship	Beginning (Note)		Acquisition		Disposal				Closing (Note)	
					Unit/Share	Amount	Unit/Share	Amount	Unit/Share	Selling price	Carrying Cost	Gain on disposal	Unit/Share	Amount
Asia Polymer Corporation	Fund beneficiary certificates	Financial assets at FVTPL - current	—	—	-	\$ -	4,940,116	\$ 80,000	4,940,116	\$ 80,082	\$ 80,000	\$ 82	-	\$ -
	Fubon Chi-Hsiang Money Market Fund	"	—	—	-	-	1,777,272	30,000	1,777,272	30,008	30,000	8	-	-
	Hua Nan Phoenix Money Market Fund	"	—	—	-	-	1,773,616	30,000	1,596,254	27,023	27,000	23	177,362	3,000
	Yuanta De-Li Money Market Fund	"	—	—	2,897,690	48,000	3,012,429	50,000	5,910,119	98,293	98,000	293	-	-
	Capital Money Market Fund	"	—	—	3,953,746	60,000	5,853,648	90,000	9,807,394	150,654	150,000	654	-	-
	Jih Sun Money Market Fund	"	—	—	-	-	19,011,713	280,000	10,192,206	150,134	150,000	134	8,819,507	130,000
	Taishin Ta-Chong Money Market Fund	"	—	—	11,202,715	158,000	-	-	11,202,715	160,830	158,000	2,830	-	-
	SinoPac NTD Money Market Fund	"	—	—	1,771,181	20,000	4,415,869	50,000	6,187,050	70,102	70,000	102	-	-
	Account of CTBC Hwa-win Money Market Fund	"	—	—	18,260,735	252,000	4,269,853	60,000	18,954,740	266,232	262,000	4,232	3,575,848	50,000
	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
 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, 2024

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

Buyer/Seller	Counterparty	Relationship	Transaction Details				Distinctive terms of trade and reasons		Notes/Accounts Receivable (Payable)		Remark
			Purchase (Sale)	Amount	As a percentage of total purchase (sale) (%)	Credit Terms	Unit Price	Credit Terms	Ending Balance	As a percentage of total notes or accounts receivable (payable) (%)	
USI Corporation	Asia Polymer Corporation	Subsidiary	Purchase	\$ 309,280	5.76	Within 60 days after purchasing on credit	No significant difference	No significant difference	(\$ 49,036)	(8.20)	Note
	Asia Polymer Corporation	Subsidiary	Sale	(116,497)	(1.76)	Within 60 days after selling on credit	"	"	155,135	40.20	Note
	Fujian Gulei Petrochemical Co., Ltd.	Joint ventures	Purchase	237,706	4.43	Current Letter of Credit	"	"	-	-	—

Note 1: 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, 2024

Table 5-1

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

Buyer/Seller	Counterparty	Relationship	Transaction Details				Distinctive terms of trade and reasons		Notes/Accounts Receivable (Payable)		Remark
			Purchase (Sale)	Amount	As a percentage of total purchase (sale) (%)	Credit Terms	Unit Price	Credit Terms	Ending Balance	As a percentage of total notes or accounts receivable (payable) (%)	
Acme Electronics Corporation	Acme Electronics (Guang-Zhou) Co., Ltd.	Subsidiary of GAEL	Purchase (including processing fees)	\$ 279,098	35	55 days	\$ -	—	(\$ 72,329)	53	
Acme Electronics (Guang-Zhou) Co., Ltd.	Acme Electronics Corporation	Subsidiary of GAEL	Sale (including processing fees)	(279,098)	36	55 days	-	—	72,329	21	
Acme Electronics (Kunshan) Co., Ltd.	Acme Electronics Corporation	Subsidiary of ACME (Cayman)	Purchase	155,671	73	55 days	-	—	(29,122)	69	
Acme Electronics Corporation	Acme Electronics (Kunshan) Co., Ltd.	Subsidiary of ACME (Cayman)	Sale	(155,671)	12	55 days	-	—	29,122	8	
Acme Electronics Corporation	Acme Electronics (Kunshan) Co., Ltd.	Subsidiary of ACME (Cayman)	Purchase	102,943	20	55 days	-	—	(19,121)	14	
Acme Electronics (Kunshan) Co., Ltd.	Acme Electronics Corporation	Subsidiary of ACME (Cayman)	Sale	(102,943)	16	55 days	-	—	19,121	9	

Note 1: 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, 2024

Table 5-2

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

Buyer/Seller	Counterparty	Relationship	Transaction Details				Distinctive terms of trade and reasons		Notes/Accounts Receivable (Payable)		Remark
			Purchase (Sale)	Amount	As a percentage of total purchase (sale) (%)	Credit Terms	Unit Price	Credit Terms	Ending Balance	As a percentage of total notes or accounts receivable (payable) (%)	
Swanson Plastics (Singapore) Pte., Ltd.	Swanson Plastics (Malaysia) Sdn. Bhd.	Subsidiary	Purchase	\$ 161,835	81	90 days after month-end	No significant difference	No significant difference	Accounts payable - related parties (\$ 33,831)	(86)	Note
Swanson Plastics (Kunshan) Co., Ltd.	ASK-Swanson (Kunshan) Co., Ltd.	Have the same ultimate parent company	Sale	(129,016)	(16)	60 days after month-end	"	"	Accounts receivables - related parties 58,042	22	
Swanson Plastics (Malaysia) Sdn. Bhd.	Swanson Plastics (Singapore) Pte., Ltd.	Parent company	Sale	(161,835)	(23)	90 days after month-end	"	"	Accounts receivables - related parties 33,831	21	Note
ASK-Swanson (Kunshan) Co., Ltd.	Swanson Plastics (Kunshan) Co., Ltd.	Have the same ultimate parent company	Purchase	129,016	50	60 days after month-end	"	"	Accounts payable - related parties (58,042)	(81)	

Note 1: 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, 2024

Table 5-3

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

Buyer/Seller	Counterparty	Relationship	Transaction Details				Distinctive terms of trade and reasons		Notes/Accounts Receivable (Payable)		Remark
			Purchase (Sale)	Amount	As a percentage of total purchase (sale) (%)	Credit Terms	Unit Price	Credit Terms	Ending Balance	As a percentage of total notes or accounts receivable (payable) (%)	
China General Plastics Corporation Taiwan VCM Corporation	CGPCAmerica Corporation	Subsidiary	Sale	(\$ 340,242)	(7)	90 days	No significant difference	No significant difference	\$ 125,395	21	Note
	China General Plastics Corporation	Parent company	Sale	(2,263,902)	(41)	45 days	"	"	450,184	31	Note
	CGPC Polymer Corporation	Fellow company	Sale	(2,736,129)	(50)	75 days	"	"	915,375	62	Note
	Fujian Gulei Petrochemical Co., Ltd.	Substantive related party	Purchase	223,853	6	Current Letter of Credit	"	"	-	-	—

Note 1: 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, 2024

Table 5-4

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

Buyer/Seller	Counterparty	Relationship	Transaction Details				Distinctive terms of trade and reasons		Notes/Accounts Receivable (Payable)			Remark
			Purchase (Sale)	Amount	As a percentage of total purchase (sale) (%)	Credit Terms	Unit Price	Credit Terms	Ending Balance		As a percentage of total notes or accounts receivable (payable) (%)	
Asia Polymer Corporation	USI Corporation	Ultimate parent company	Sale	(\$ 310,396)	(7.24)	60 days	No significant difference	No significant difference	Accounts receivables - related parties	\$ 50,095	12.99	Note
	USI Trading (Shanghai) Co., Ltd.	Subsidiary	Sale	(165,475)	(3.86)	90 days	No significant difference	No significant difference	Accounts receivables - related parties	15,881	4.12	Note
	USI Corporation	Ultimate parent company	Purchase	118,040	3.87	30 days	No significant difference	No significant difference	Accounts payable - related parties	(9,052)	3.77	Note
	Fujian Gulei Petrochemical Co., Ltd.	Associate	Purchase	330,582	10.84	Current Letter of Credit	No significant difference	No significant difference	—	-	-	—

Note 1: 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

As of September 30, 2024

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

Company Name	Counterparty	Relationship	Financial Statement Account and Ending Balance (Note 3)	Turnover Rate (%)	Overdue		Amounts Received in Subsequent Period (Note 2)	Allowance for Impairment Loss
					Amount	Actions Taken		
USI Corporation	Taiwan VCM Corporation	Subsidiary	Other receivables - related parties \$ 191,622	-	\$ -	—	\$ 37,947	Note 1

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

Note 2: Refers to the period from October 1 to November 7, 2024.

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

USI CORPORATION AND SUBSIDIARIES
Acme Electronics Corporation
RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL
As of September 30, 2024

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		
Acme Electronics (Guang-Zhou) Co., Ltd.	Acme Electronics (Kunshan) Co., Ltd.	Fellow company	Other receivables - related parties \$ 181,747	-	\$ -	—	\$ -	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 6, 2024.

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

USI CORPORATION AND SUBSIDIARIES

Swanson Plastics Corporation

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

As of September 30, 2024

Table 6-2

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

Company Name	Counterparty	Relationship	Financial Statement Account and Ending Balance (Note 3)	Turnover Rate (%)	Overdue		Amounts Received in Subsequent Period (Note 2)	Allowance for Impairment Loss
					Amount	Actions Taken		
Swanson Plastics (Singapore) Pte., Ltd.	PT. Swanson Plastics Indonesia	Subsidiary	Other receivables - related parties\$144,182 (USD4,556 thousand)	-	\$ -	—	\$ -	Note 1
ASK-Swanson (Kunshan) Co., Ltd.	Swanson Plastics (Tianjin) Co., Ltd.	Have the same ultimate parent company	Other receivables - related parties167,611 (RMB37,109 thousand)	-	-	—	2,766 (RMB 612 thousand)	Note 1

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

Note 2: Refers to the period from October 1 to November 7, 2024.

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
 As of September 30, 2024

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		
China General Plastics Corporation	CGPC America Corporation	Subsidiary	Accounts receivables - \$ 125,395 related parties	3.20	\$ -	—	\$ 38,488	Note 1
Taiwan VCM Corporation	China General Plastics Corporation	Parent company	Accounts receivables 450,184 - related parties	5.50	-	—	249,533	Note 1
	CGPC Polymer Corporation	Fellow company	Accounts receivables 915,375 - related parties	3.78	-	—	374,229	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 6, 2024.

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

USI CORPORATION AND SUBSIDIARIES

Taita Chemical Company, Ltd.

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

As of September 30, 2024

Table 6-4

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

Company Name	Counterparty	Relationship	Financial Statement Account and Ending Balance (Note 3)	Turnover Rate (%)	Overdue		Amounts Received in Subsequent Period (Note 2)	Allowance for Impairment Loss
					Amount	Actions Taken		
Taita Chemical Company, Ltd.	Taita Chemical (Tianjin) Co., Ltd.	Subsidiary	Other receivables \$ 288,907 (USD 9,128 thousand) (Note 1)	-	\$ 288,907	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 recovered as of November 6, 2024.

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, 2024

Table 7

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

Investor	Investee	Location	Main Businesses and Products	Original Investment Amount		Hold at End of Period			Investee Profit (loss) for the period	Investment gains (losses) recognized for the period	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 (R.O.C.)	Investments in production, transportation, warehousing, construction, banking, securities investment companies and trading companies	\$ 550,000	\$ 550,000	89,647,000	100.00	\$ 971,686	\$ 25,573	\$ 25,573	Subsidiary
	Swanlake Traders Ltd.	Citco Building, Wickhams Cay, P.O. Box 662, Road Town, Tortola, British Virgin Islands	Trading and investment	728,439	728,439	30,000,000	100.00	1,584,060	68,651	68,651	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	62,027	(4,747)	(4,747)	Subsidiary
	Union Polymer International Investment Corporation	12F., No. 37, Jihu Rd., Neihu Dist., Taipei City 114, Taiwan (R.O.C.)	Investment (focused on "production and service industry")	3,490,255	3,490,255	918,324,656	100.00	9,426,705	(314,469)	(327,885)	Subsidiary
	Taiwan United Venture Capital Corp.	10F., No. 37, Jihu Rd., Taipei City, Taiwan (R.O.C.)	Venture capital (focused on "high technology industry")	226,800	296,800	7,000,000	70.00	23,452	(321)	(225)	Subsidiary
	Chong Loong Trading Co., Ltd.	12F., No. 37, Jihu Rd., Neihu Dist., Taipei City 114, Taiwan (R.O.C.)	Import and export trade	28,323	28,323	7,723,419	99.96	94,836	11,693	11,689	Subsidiary
	Swanson Plastics Corporation	12F., No. 37, Jihu Rd., Neihu Dist., Taipei City 114, Taiwan (R.O.C.)	Production and sales of stretch film, embossed film and industrial-use multilayer wrap	171,210	171,210	62,616,299	40.58	1,035,827	(38,180)	(15,493)	Subsidiary
	Acme Electronics Corporation	8F., No. 39, Jihu Rd., Neihu Dist., Taipei City 114, Taiwan (R.O.C.)	Production and sales of manganese-zinc soft ferrite powder	470,158	470,158	61,682,967	28.96	582,478	188,118	54,479	Subsidiary
	INOMA Corporation	12F., No. 37, Jihu Rd., Neihu Dist., Taipei City 114, Taiwan (R.O.C.)	Optical products and fire protection materials	250,354	250,354	1,334,728	94.37	10,451	(614)	(579)	Subsidiary
	USI Management Consulting Corp.	12F., No. 37, Jihu Rd., Neihu Dist., Taipei City 114, Taiwan (R.O.C.)	Providing management services	1,000	1,000	671,400	100.00	6,591	(81)	(81)	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	2,893,306	(1,572,132)	(929,647)	Subsidiary
	USI Optronics Corporation	12F., No. 37, Jihu Rd., Neihu Dist., Taipei City 114, Taiwan (R.O.C.)	Manufacturing and marketing of sapphire single crystal	330,000	330,000	33,000,000	50.85	18,578	(16,985)	(8,636)	Subsidiary
	USI Green Energy Corporation	12F., No. 37, Jihu Rd., Neihu Dist., Taipei City 114, Taiwan (R.O.C.)	Solar power generation business	357,506	357,506	36,616,004	100.00	387,425	(4,243)	(5,486)	Subsidiary
	Chem Union Renewable Energy Corporation	9F-3, No. 301, Songjiang Rd., Zhongshan Dist., Taipei City 104, Taiwan (R.O.C.)	Energy Technology Services	10,000	10,000	1,000,000	33.33	9,333	(1,505)	(502)	Associate
	Delmind Inc.	No. 18, Xinglong Rd., Taoyuan Dist., Taoyuan City	Manufacturing of machinery and equipment	90,000	90,000	9,000,000	30.00	76,131	(12,854)	(3,856)	Associate
Ever Conquest Global Limited	Ever Victory Global Limited	Vistra Corporate Services Centre, Wickhams Cay II, Road Town, Tortola VG1110	Investment business	13,202,639 (USD 417,145 thousand)	13,202,639 (USD 417,145 thousand)	417,145,000	67.40	4,892,885 (USD 154,594 thousand)	(2,332,447) (USD -72,798 thousand)		Sub-subsidiary Corporation
Ever Victory Global Limited	Dynamic Ever Investments Limited	6/F, Caltex House, 258 Hennessy Road, Hong Kong	Investment business	18,637,103 (USD 588,850 thousand)	18,637,103 (USD 588,850 thousand)	588,850,000	85.00	6,205,381 (USD 196,063 thousand)	(2,792,722) (USD -87,164 thousand)		Sub-subsidiary Corporation

(Continued)

(Continued)

Investor	Investee	Location	Main Businesses and Products	Original Investment Amount		Hold at End of Period			Net Income (Loss) of Investee	Share of Profit (Loss)	Remark
				Ending balance of the current period	Ending balance of the prior year	Number of Shares	Percentage (%)	Carrying Amount			
Union Polymer International Investment Corporation	Taita Chemical Company, Ltd.	12F., No. 37, Jihu Rd., Neihu Dist., Taipei City 114, Taiwan (R.O.C.)	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	\$ 2,535,583	(\$ 239,931)		Sub-subsidiary Corporation
	Asia Polymer Corporation	12F., No. 37, Jihu Rd., Neihu Dist., Taipei City 114, Taiwan (R.O.C.)	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	4,520,613	(474,316)		Sub-subsidiary Corporation
	China General Plastics Corporation	12F., No. 37, Jihu Rd., Neihu Dist., Taipei City 114, Taiwan (R.O.C.)	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	2,316,266	(348,757)		Sub-subsidiary Corporation
USIFE Investment Co., Ltd.	Acme Electronics Corporation	8F., No. 39, Jihu Rd., Neihu Dist., Taipei City 114, Taiwan (R.O.C.)	Production and sales of manganese-zinc soft ferrite powder	222,752	222,752	19,780,230	9.29	201,178	188,118		Subsidiary
	Swanson Technologies Corporation	12F., No. 37, Jihu Rd., Neihu Dist., Taipei City 114, Taiwan (R.O.C.)	Planting agriculture, marketing, research and development of agricultural products, production, sale, and development of EVA packaging films and other high value-added plastic products	52,500	22,500	3,000,015	15.00	20,787	(23,751)		Sub-subsidiary Corporation
	Taiwan United Venture Management Corporation	12F., No. 37, Jihu Rd., Neihu Dist., Taipei City 114, Taiwan (R.O.C.)	Corporate management consulting	8,000	8,000	800,000	100.00	14,051	(953)		Sub-subsidiary Corporation
Swanlake Traders Ltd.	ACME Electronics (Cayman) Corp.	Ugland House P.O. Box 309 George Town, Grand Cayman, Cayman Islands	Corporate investments	307,785 (USD9,725 thousand)	271,832 (USD8,589 thousand)	12,689,415	18.93	324,576 (USD10,255 thousand)	(17,569) (USD -549 thousand)		Sub-subsidiary Corporation

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

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

USI CORPORATION AND SUBSIDIARIES

Acme Electronics Corporation

INFORMATION ON INVESTEEES

For the Nine Months Ended September 30, 2024

Table 7-1

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

Investor	Investee	Location	Main Businesses and Products	Original Investment Amount (Note 2)		Hold at End of Period			Net Income (Loss) of Investee (Note 3)	Investment gains (losses) recognized for the period (Note 3)	Remark
				Ending balance of the current period	Ending balance of the prior year	Number of Shares	Percentage (%)	Carrying Amount (Note 2)			
Acme Electronics Corporation	ACME (Cayman)	Ugland House P.O. Box 309 George Town, Grand Cayman, Cayman Islands	Corporate investments	\$ 993,360	\$ 880,420	40,281,531	60.10	\$ 1,030,340	(\$ 17,569) (USD -549 thousand)	(\$ 9,515) (USD -299 thousand)	Note 1
	GAEL	CITCO Building, Wickhams Cay Road Town, Tortola, British Virgin Islands	Corporate investments	669,072	669,072	20,800,000	100.00	1,017,274	13,214	14,010	Note 1
	USIO	12F, No. 37, Jihu Road, Neihu District, Taipei City 114, Taiwan (R.O.C.)	Manufacturing and marketing of sapphire single crystal	646,200	646,200	22,064,224	34.00	12,421	(16,985)	(5,775)	
ACME Electronics (Cayman) Corp.	ACME (MA)	Plot 15,Jalan Industri 6 Kawasan Perindustrian Jelapang II (ZPB) Jelapang 30020 Ipoh, Perak, Malaysia.	Corporate investments	566,250 (USD17,891 thousand)	376,350 (USD11,891 thousand)	69,900,000	100.00	1,020,079 (USD32,230 thousand)	9,797 (MYR1,640 thousand)		Note 1
ACME Components (Malaysia) Sdn. Bhd.	ACME Ferrite	Plot 15,Jalan Industri 6 Kawasan Perindustrian Jelapang II (ZPB) Jelapang 30020 Ipoh, Perak, Malaysia.	Manufacturing and sales of manganese- zinc soft ferrite core	281,712 (MYR37,964 thousand)	281,712 (MYR37,964 thousand)	9,120,000	100.00	814,657 (MYR109,785 thousand)	16,764 (MYR2,601 thousand)		Note 1
	ACME Advanced	Plot 15,Jalan Industri 6 Kawasan Perindustrian Jelapang II(ZPB) Jelapang 30020 Ipoh, Perak, Malaysia.	Manufacturing and sale of silicon carbide	191,093 (MYR27,301 thousand)	-	27,301,000	100.00	189,556 (MYR25,545 thousand)	(12,750) (MYR-1,756 thousand)		Note 1

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

Note 2: The amount was converted using spot exchange rate as of September 30, 2024.

Note 3: The amount is calculated based on the average exchange rate for the nine months ended September 30, 2024.

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

USI CORPORATION AND SUBSIDIARIES

Swanson Plastics Corporation

INFORMATION ON INVESTEEES

For the Nine Months Ended September 30, 2024

Table 7-2

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

Investor	Investee	Location	Main Businesses and Products	Original Investment Amount		Hold at End of Period			Investee Profit (loss) for the period (Note 3)	Investment gains (losses) recognized for the period (Note 3)	Remark
				Ending balance of the current period (Note 2)	Ending balance of the prior year (Note 2)	Number of Shares	Percentage (%)	Carrying Amount (Note 2)			
Swanson Plastics Corporation	Swanson Plastics (Singapore) Pte. Ltd.	2 Venture Drive Vision Exchange #12-10 Singapore 608526	Production and marketing of plastic products	\$ 808,506	\$ 808,506	36,862,980	100.00	\$ 1,956,785	\$ 66,889	\$ 66,889	
	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	24,772	(16,214)	(16,214)	
	Swanson International Ltd.	PO Box 309 Ugland House Grand Cayman KY1-1104 Cayman Islands	Investment	499,996	499,996	16,041,205	100.00	1,483,163	22,001	22,001	
	Swanson Technologies Corporation	12F, No. 37, Jihu Road, Neihs District, Taipei City 114, Taiwan (R.O.C.)	Planting agriculture, marketing, research and development of agricultural products, production, sale, and development of EVA packaging films and other high value-added plastic products	385,000	245,000	14,000,070	70.00	97,004	(23,751)	(16,626)	
	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	8,539	21,263	213	
	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	189	-	
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	208,681 (USD6,593 thousand)	208,681 (USD6,593 thousand)	20,000,000	100.00	573,075 (USD18,107 thousand)	60,662 (USD1,894 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	554,177 (USD17,510 thousand)	522,568 (USD16,511 thousand)	115,651,389	100.00	318,804 (USD10,073 thousand)	189 (INR 583 thousand)		
	PT. Swanson Plastics Indonesia	Ngoro Industrial Park Blok D2-3 Ds. Lolawang Kec. Ngoro Kab. Mojokerto	Manufacturing and marketing of plastic products	817,837 (USD25,840 thousand)	817,837 (USD25,840 thousand)	25,840,033	99.00	845,333 (USD26,709 thousand)	21,263 (IDR10,358,960 thousand)		
	A.S. Holdings (UK) Limited	5TH Floor 7-10 Chandos Street London W1G 9DQ	Investment	224,528 (USD7,094 thousand)	224,528 (USD7,094 thousand)	3,156,993	100.00	587,747 (USD18,570 thousand)	25,304 (USD 788 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 as of September 30, 2024.

Note 3: The amount is calculated based on the average exchange rate for the nine months ended September 30, 2024.

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

USI CORPORATION AND SUBSIDIARIES

China General Plastics Corporation

INFORMATION ON INVESTEEES

For the Nine Months Ended September 30, 2024

Table 7-3

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

Investor	Investee	Location	Main Businesses and Products	Original Investment Amount		Hold at End of Period			Investee Gain/Loss of Period	Share of Profit (Loss) for the recognized period	Remark
				Ending balance of the current period	Ending balance of the previous period	Number of Shares	Percentage (%)	Carrying Amount			
China General Plastics Corporation	Taiwan VCM Corporation	No. 1, Gongye 1st Rd., Linyuan Dist., Kaohsiung City 832, Taiwan (R.O.C.)	Manufacturing and sales of VCM	\$ 2,933,648	\$ 2,933,648	259,591,005	87.27	\$ 4,010,396	(\$ 297,009)	(\$ 211,860)	Subsidiary
	CGPC Polymer Corporation	12F., No. 37, Jihu Rd., Neihs Dist., Taipei City 114, Taiwan (R.O.C.)	Manufacturing and marketing of PVC resins	800,000	800,000	70,170,682	100.00	507,991	(118,970)	(118,970)	Subsidiary
	CGPC (BVI) Holding Co., Ltd.	Citco Building, Wickhams Cay, P.O. Box 662, Road Town, Tortola, British Virgin Islands	Reinvestment	1,059,344	1,059,344	14,808,258	100.00	324,624	(1,189)	(1,189)	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	319,414	(7,123)	(2,374)	Associate accounted for using the equity method
	CGPC America Corporation	4 Latitude Way, Suite 108 Corona, CA 92881	Marketing of PVC two- or three-time processed products	648,931	648,931	100	100.00	175,177	(3,090)	(3,090)	Subsidiary
	Acme Electronics Corporation	8F., No. 39, Jihu Rd., Neihs Dist., Taipei City 114, Taiwan (R.O.C.)	Production and sales of manganese zinc, soft ferrite, magnetic powder, and magnetic cores.	41,805	41,805	3,566,526	1.67	34,566	188,118	3,150	Associate accounted for using the equity method
Taiwan VCM Corporation	Global Green Technology Corporation	12F., No. 37, Jihu Rd., Neihs Dist., Taipei City 114, Taiwan (R.O.C.)	Environmental detection services	50,000	50,000	5,315,193	100.00	49,041	(4,503)	-	Subsidiary

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

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

USI CORPORATION AND SUBSIDIARIES

Taita Chemical Company, Ltd.

INFORMATION ON INVESTEEES

For the Nine Months Ended September 30, 2024

Table 7-4

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

Investor	Investee	Location	Main Businesses and Products	Original Investment Amount		Hold at End of Period			Net Income (Loss) of Investee (Note 4)	Share of Profit (Loss) (Note 4)	Remark
				Ending balance of the current period (Note 3)	Ending balance of the previous period (Note 3)	Number of Shares	Percentage (%)	Carrying Amount (Note 3)			
Taita Chemical Company, Ltd.	TAITA (BVI) Holding Co., Ltd.	British Virgin Islands	Reinvestment	\$ 2,840,208 (USD89,738 thousand)	\$ 2,840,208 (USD89,738 thousand)	89,738,000	100.00	\$ 3,220,425 (USD101,751 thousand)	\$ 52,563 (USD 1,621 thousand)	\$ 52,563 (USD 1,621 thousand)	Subsidiary (Note 1)
	China General Plastics Corporation	Taipei City	Production and marketing of PVC tape and other plastic products	65,365	65,365	11,516,174	1.98	179,086	(348,757)	(6,913)	Investee accounted for using the equity method (Note 1)
	China General Terminal & Distribution Corporation	Kaohsiung City	Warehousing of petrochemical raw materials	41,082	41,082	25,053,468	33.33	319,414	(7,123)	(2,374)	Investee accounted for using the equity method (Note 2)
	Acme Electronics Corporation	Taipei City	Production and sales of manganese-zinc soft ferrite powder	55,702	55,702	4,991,556	2.34	48,377	188,118	4,409	Investee accounted for using the equity method (Note 1)
TAITA (BVI) Holding Co., Ltd.	ACME Electronics (Cayman) Corp.	British Cayman Islands	Reinvestment	62,195 (USD1,965 thousand)	53,806 (USD1,700 thousand)	2,960,656	4.42	75,729 (USD2,393 thousand)	(17,569) (USD -549 thousand)		Investee accounted for using the equity method (Note 1)

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

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

Note 3: Original investment amount and book amounts were calculated using the spot exchange rate as of September 30, 2024.

Note 4: The amount is calculated based on the average exchange rate for the nine months ended September 30, 2024.

Note 5: All the transactions were eliminated when preparing the consolidated financial statements.

Note 6: 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, 2024

Table 7-5

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

Investor	Investee	Location	Main Businesses and Products	Original Investment Amount		Hold at End of Period			Investee Profit (loss) for the period (Note 2)	Investment gains (losses) recognized for the period	Remark
				Ending balance of the current year (Note 1)	Ending balance of the prior year (Note 1)	Number of Shares	Percentage (%)	Carrying Amount (Note 1)			
Asia Polymer Corporation	APC (BVI) Holding Co., Ltd.	British Virgin Islands	Reinvestment business	\$ 435,973 (USD13,775 thousand)	\$ 435,973 (USD13,775 thousand)	11,342,594	100.00%	\$ 692,298	\$ 27,915	\$ 27,915	Subsidiary
	APC Investment Corporation	Taipei City	Investment business	200,000	200,000	20,000,000	100.00%	147,661	4,422	4,422	Subsidiary
	USI International Corp.	British Virgin Islands	Reinvestment business	66,465 (USD 2,100 thousand)	66,465 (USD 2,100 thousand)	2,100,000	70.00%	67,503	(1,746)	(1,222)	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%	729,115	(348,757)	(28,142)	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%	319,414	(7,123)	(2,374)	Investments accounted for using the equity method
	Swanson Plastics Corporation	Taipei City	Production and sales of stretch films and industrial use multi-layer films	75,242	75,242	12,266,779	7.95%	203,898	(38,180)	(3,035)	Investments accounted for using the equity method
	Acme Electronics Corporation	Taipei City	Production and sales of manganese zinc, soft ferrite, magnetic powder, and magnetic cores.	76,241	76,241	6,801,315	3.20%	65,917	188,118	6,007	Investments accounted for using the equity method
	Taiwan United Venture Capital Corp.	Taipei City	Investments in high-tech undertakings	30,309	38,636	832,666	8.33%	2,790	(321)	(27)	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%	3,362	(16,985)	(1,563)	Investments accounted for using the equity method
	Ever Conquest Global Ltd.	British Virgin Islands	Reinvestment business	5,395,534 (USD170,475 thousand)	5,395,534 (USD170,475 thousand)	170,475,000	40.87%	1,999,580	(1,572,132)	(642,484)	Investments accounted for using the equity method
APC (BVI) Holding Co., Ltd.	ACME Electronics (Cayman) Corp.	British Cayman Islands	Reinvestment business	191,881 (USD 6,063 thousand)	166,001 (USD 5,245 thousand)	9,134,135	13.63%	233,637	(17,569)		APC (BVI) Holding Co., Ltd. Investments accounted for using the equity method
	USI International Corp.	British Virgin Islands	Reinvestment business	28,485 (USD 900 thousand)	28,485 (USD 900 thousand)	900,000	30.00%	28,930	(1,746)		APC (BVI) Holding Co., Ltd. Investments accounted for using the equity method (Note 1)

(Continued)

(Continued)

Investor	Investee	Location	Main Businesses and Products	Original Investment Amount		Hold at End of Period			Investee Profit (loss) for the period (Note 2)	Investment gains (losses) recognized for the period	Remark
				Ending balance of the current year (Note 1)	Ending balance of the prior year (Note 1)	Number of Shares	Percentage (%)	Carrying Amount (Note 1)			
APC Investment Corporation	Acme Electronics Corporation	Taipei City	Production and sales of manganese zinc, soft ferrite, magnetic powder, and magnetic cores.	\$ 39,523	\$ 39,523	3,116,262	1.46%	\$ 30,202	\$ 188,118		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	52,500	22,500	3,000,015	15.00%	20,787	(23,751)		APC Investment Corporation Investments accounted for using the equity method
Ever Conquest Global Ltd.	Ever Victory Global Limited	British Virgin Islands	Reinvestment business	13,202,639 (USD417,145 thousand)	13,202,639 (USD417,145 thousand)	417,145,000	67.40%	4,892,885 (USD154,594 thousand)	(2,332,447) (USD72,798 thousand)		Ever Conquest Global Ltd. Investments accounted for using the equity method
Ever Victory Global Ltd.	Dynamic Ever Investments Ltd.	Hong Kong	Reinvestment business	18,637,103 (USD588,850 thousand)	18,637,103 (USD588,850 thousand)	588,850,000	85.00%	6,205,381 (USD196,063 thousand)	(2,792,722) (USD87,164 thousand)		Ever Victory Global Ltd. Investee accounted for using the equity method

Note 1: Original investment amount and book amounts were calculated using the spot exchange rate as of September 30, 2024.

Note 2: The amount is calculated based on the average exchange rate for the nine months ended September 30, 2024.

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

Note 4: 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, 2024

Table 8

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

Investee Company	Main Businesses and Products	Paid-in Capital (Note 7)	Method of Investment	Accumulated Outward Remittance for Investment from Taiwan as of the beginning of the Period (Note 7)	Investment Flows for the Period (Note 7)		Accumulated Outward Remittance for Investment from Taiwan as of the End of Period (Note 7)	Net Income (Loss) of Investee (Note 8)	Ownership of Direct or Indirect Investment (%)	Investment gains (losses) recognized for the period (Notes 6, 8 and 9)	Carrying Amount as of the End of Period (Notes 6, 7 and 8)	Accumulated Repatriation of Investment Income as of the End of Period
					Outflow	Inflow						
Acme Electronics (Kunshan) Co., Ltd.	Manufacturing and sales of manganese-zinc soft ferrite core	\$ 972,446 (USD 30,725 thousand)	Note 1	\$ 89,175 (USD 2,818 thousand)	\$ -	\$ -	\$ 89,175 (USD 2,818 thousand)	(\$ 28,355) (USD -890 thousand)	18.93	(\$ 5,368) (USD -168 thousand)	\$ 128,340 (USD 4,055 thousand)	\$ -
Zhangzhou USI Trading Co., Ltd.	Import and distribution of various types of chemical raw materials and products	45,167 (RMB 10,000 thousand)	Note 1	32,808 (USD 1,037 thousand)	-	-	32,808 (USD 1,037 thousand)	3,109 (USD 100 thousand)	70.00	2,176 (USD 70 thousand)	51,507 (USD 1,627 thousand)	-
Xiamen USI Trading Co.,Ltd.	Import and distribution of various types of chemical raw materials and products	45,167 (RMB 10,000 thousand)	Note 1	30,835 (USD 974 thousand)	-	-	30,835 (USD 974 thousand)	32,212 (USD 1,005 thousand)	70.00	22,548 (USD 704 thousand)	54,205 (USD 1,713 thousand)	-
(DEIL) Zhangzhou Dynamic Ever Property Co., Ltd.	Property Management	94,851 (RMB 21,000 thousand)	Note 1	30,933 (USD 977)	-	-	30,933 (USD 977 thousand)	48) (USD -2 thousand)	33.88	16) (USD -5 thousand)	32,127 (USD 1,015 thousand)	-
USIG (Shanghai) Co., Ltd.	Import and distribution of various types of chemical raw materials and products	-	Note 2	158,250 (USD 5,000 thousand)	-	131,552 (USD 4,156 thousand)	-	-	-	-	-	-
Fujian Gulei Petrochemical Co., Ltd.	Crude oil processing and petroleum products manufacturing	42,070,350 (RMB9,314,400 thousand)	Note 3	7,230,434 (USD228,450 thousand)	-	-	7,230,434 (USD228,450 thousand)	5,585,407) (USD174,328 thousand)	16.94	946,128) (USD-29,529 thousand)	2,323,087 (USD 73,399 thousand)	-

Accumulated Outward Remittance of Investment to Mainland China from Taiwan at the End of the Current Period (Notes 7 and 11)	Investment Amounts Authorized by Investment Commission, MOEA (Notes 7 and 11)	Upper Limit on the Amount of Investment Stipulated by Investment Commission, MOEA
\$ 7,602,739	\$ 9,952,289	\$ (Note 4)

- Note 1: The Company reinvested in China-based companies via Swanlake Traders Ltd. (100%) by wiring transfer funds to other areas.
- Note 2: As a mainland company with direct 100% investment, USIG (Shanghai) Co., Ltd. resolved to liquidate on August 8, 2023, completed dissolution and liquidation procedures on December 1, 2023, and repatriated the investment funds on January 16, 2024.
- Note 3: Through the use of investee - Ever Conquest Global Limited (59.13% ownership) located in a third region, the Company invested into Ever Victory Global Limited (67.40%), which then invested into Dynamic Ever Investments Limited (85.00%) for an indirect holding of 50% in Fujian Gulei Petrochemical Co., Ltd. and 100% in Zhangzhou Dynamic Ever Property Co., Ltd.
- Note 4: As the Company has obtained the certificate of being qualified for operating headquarters issued by the Industrial Development Bureau, MOEA No. 11251003100 on February 7, 2023, the upper limit on investment in mainland China is not applicable.
- Note 5: This includes: US\$257,939 thousand invested into Fujian Gulei Petrochemical Co., Ltd. in Mainland China through a 3rd region, which were approved by the Investment Commission, MOEA, under Letters No. Jing-Shen-2-10500116380 dated September 1, 2016, Letter No. Jing-Shen-2-10500234240 dated December 29, 2016, and Letter No. Jing-Shen-2-10800262920 dated February 26, 2020; US\$32,200 thousand invested into a selling company through a 3rd region, which was approved by the Investment Commission, MOEA, under Letter No. Jing-Shen-2-10900245220 dated October 5, 2020; US\$1,422 thousand invested into ACME (KS) through a 3rd region, which was approved by the Investment Commission, MOEA, under Letter No. Jing-Shen-2-11000010830 dated January 21, 2021; and US\$10,500 thousand invested into the incorporation of XUL through a 3rd region, which was approved by the Investment Commission, MOEA, under Letter No. Jing-Shen-2-11200093470 dated August 8, 2023.
- Note 6: Except for the investment in Fujian Gulei Petrochemical Co., Ltd., the recognized investment gain (loss) and carrying amount in the period have been fully written off when preparing the consolidated financial statements.
- Note 7: The conversion was based on spot exchange rate as of September 30, 2024.
- Note 8: Except for ACME (KS) where calculations were based on auditor-reviewed financial statements of the parent company in Taiwan, all other calculations were based on non-auditor reviewed financial statements.
- Note 9: The amount is calculated based on the average exchange rate for the nine months ended September 30, 2024.
- Note 10: The board of directors of USIG passed a resolution on December 1, 2023 to proceed with liquidation; the investment proceeds were repatriated on January 16, 2024. The difference between the repatriated proceeds and the initial investment were recognized as cumulative losses.
- Note 11: Accumulated outward investment to Mainland China from Taiwan and the investment amounts authorized by the Investment Commission, MOEA at the end of the current period amounted to US\$240,213 thousand and US\$314,448 thousand.

USI CORPORATION AND SUBSIDIARIES
Acme Electronics Corporation
INFORMATION ON INVESTMENTS IN MAINLAND CHINA
For the Nine Months Ended September 30, 2024

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

Investee Company	Main Businesses and Products	Paid-in Capital (Note 6)	Method of Investment	Accumulated Outward Remittance for Investment from Taiwan as of the beginning of the Period (Note 4)	Investment Flows for the Period		Accumulated Outward Remittance for Investment from Taiwan as of the End of Period (Note 4)	Net Income (Loss) of Investee (Note 5)	Ownership of Direct or Indirect Investment (%)	Investment gains (losses) recognized for the period (Notes 3, 5 and 7)	Carrying Amount as of the End of Period (Notes 6 and 7)	Accumulated Repatriation of Investment Income as of the End of Period
					Outflow	Inflow						
Acme Electronics (Kunshan) Co., Ltd.	Manufacturing and sales of manganese- zinc soft ferrite core	\$ 972,446 (USD30,725 thousand)	Indirect investment via ACME (Cayman)	\$ 374,188 (USD11,144 thousand)	\$ -	\$ -	\$ 374,188 (USD11,144 thousand)	(\$ 28,355) (RMB-6,325 thousand)	60.10	(\$ 17,041) (RMB-3,801 thousand)	\$ 407,406 (RMB90,200 thousand)	\$ -
Acme Electronics (Guang-Zhou) Co., Ltd.	Manufacturing and sales of manganese- zinc soft ferrite core	607,680 (USD19,200 thousand)	Indirect investment via GAEL	619,676 (USD19,200 thousand)			619,676 (USD19,200 thousand)	13,521 (RMB2,977 thousand)	100.00	13,521 (RMB2,977 thousand)	1,013,191 (RMB224,321 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
\$ 960,388(USD 30,344 thousand) (Notes 2 and Note 6)	\$ 1,159,434(USD 36,633 thousand) (Notes 2 and Note 6)	\$- (Note 1)

- Note 1: As ACME has obtained the certificate of qualification for operating headquarters issued by the Investment Development Bureau, MOEA No. 09704604680 on August 29, 2008, the upper limit on investment is not applicable.
- Note 2: It includes the capital increase transferred from a surplus of Acme Electronics (Kunshan) Co., Ltd., and ACME increased the amount of USD\$6,289 thousand at its ownership percentage.
- Note 3: The investment gain (loss) recognized for the period was calculated on the basis of financial statements reviewed by CPAs of the parent company of ACME.
- Note 4: The calculation was based on the exchange rate of the original investment.
- Note 5: The amount is calculated based on the average exchange rate for the nine months ended September 30, 2024.
- Note 6: The conversion was based on spot exchange rate as of September 30, 2024.
- Note 7: The carrying amount and the recognized investment gain (loss) for the period have been fully written off when preparing the consolidated financial statements.

USI CORPORATION AND SUBSIDIARIES
Swanson Plastics Corporation
INFORMATION ON INVESTMENTS IN MAINLAND CHINA
For the Nine Months Ended September 30, 2024

Table 8-2

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

Investee Company	Main Businesses and Products	Paid-in Capital (Note 1)	Method of Investment	Accumulated Outward Remittance for Investment from Taiwan as of the beginning of the Period	Investment Flows for the Period		Accumulated Outward Remittance for Investment from Taiwan as of the End of Period	Net Income (Loss) of Investee (Note 4)	Ownership of Direct or Indirect Investment (%)	Investment gains (losses) recognized for the period (Note 4)	Carrying Amount as of the End of Period (Note 5)	Accumulated Repatriation of Investment Income as of the End of Period	Remark
					Outflow	Inflow							
Swanson Plastics (Kunshan) Co., Ltd.	Production, sales and development of multi- functional film, optical film, etc.	\$ 420,629 (USD13,290 thousand)	Indirect investment via Swanson International Ltd. of British Cayman Islands	\$ 223,930	\$ -	\$ -	\$ 223,930	(\$ 3,204) (USD-109 thousand)	100.00	(\$ 3,204) (USD-109 thousand)	\$ 894,704 (USD28,269 thousand)	\$ 181,682 (USD5,898 thousand)	Notes 7, 9 and 10
ASK-Swanson (Kunshan) Co., Ltd.	Production and sales of PE release film and other release products	288,015 (USD9,100 thousand)	Indirect investment in A.S. Holdings (UK) Limited via Swanson International Ltd. of British Cayman Islands	193,447	-	-	193,447	25,614 (USD797 thousand)	100.00	25,614 (USD797 thousand)	586,165 (USD18,520 thousand)	148,194 (USD5,042 thousand)	Notes 6, 8 and 10
Swanson Plastics (Tianjin) Co., Ltd.	Production, sales and development of multi- functional film, optical film, etc.	338,655 (USD10,700 thousand)	Indirect investment via Swanson (Singapore) Private Ltd. in the third region	170,754	-	-	170,754	(16,341) (USD-510 thousand)	100.00	(16,341) (USD510 thousand)	11,337 (USD358 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	\$ 1,037,669 (USD 32,786 thousand)	\$(Note 2)

Note 1: The paid-in capital and the investment amount approved by the Investment Commission, MOEA were calculated using the spot exchange rate on September 30, 2024.

Note 2: As SPC had obtained the certificate of qualification for operating headquarters issued by the Industrial Development Bureau, MOEA No. 11251024920 on May 31, 2023, the upper limit on investment is not applicable.

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

Note 4: The amount is calculated based on the average exchange rate for the nine months ended September 30, 2024.

Note 5: The conversion was based on spot exchange rate as of September 30, 2024.

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

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

Note 8: Swanson International Ltd. received a cash dividend of US\$2,771 thousand from its reinvestment company API-Swanson (Kunshan) Co., Ltd. in 2023, US\$2,715 thousand of which has been remitted to Swanson Plastics Corporation.

Note 9: Swanson International Ltd. received a cash dividend of US\$4,298 thousand from its reinvestment company Swanson Plastics (Kunshan) Co., Ltd. in 2023, which has been remitted to Swanson Plastics Corporation.

Note 10: Calculated at the spot exchange rate at remittance.

USI CORPORATION AND SUBSIDIARIES
China General Plastics Corporation
INFORMATION ON INVESTMENTS IN MAINLAND CHINA
For the Nine Months Ended September 30, 2024

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

Investee Company	Main Businesses and Products	Paid-in Capital (Note 1)	Method of Investment	Accumulated Outward Remittance for Investment from Taiwan as of the beginning of the Period (Note 1)	Investment Flows for the Period		Accumulated Outward Remittance for Investment from Taiwan as of the End of Period (Note 1)	Investee Gain/Loss of Period (Note 4)	Ownership of Direct or Indirect Investment (%)	Investment gains/losses recognized for the period (Note 4)	Carrying Amount as of the End of Period (Notes 1 and 4)	Accumulated Repatriation of Investment Income as of the End of Period
					Outflow	Inflow						
China General Plastics (ZhongShan) Co.,Ltd.	Manufacturing and sales of PVC film and third-time processed products	\$ 633,000 (USD20,000 thousand)	Indirect investment via CGPC (BVI) Holding Co., Ltd.	\$ 633,000 (USD20,000 thousand)	\$ -	\$ -	\$ 633,000 (USD20,000 thousand)	(\$ 4,547) (USD-147 thousand)	100.00	(\$ 4,547) (USD-147 thousand)	\$ 235,484 (USD7,440 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)
\$ 842,365(USD 26,615 thousand)	\$ 946,335(USD 29,900 thousand)	\$-

- Note 1: The conversion was based on spot exchange rate as of September 30, 2024.
- Note 2: As CGPC had obtained the certificate of qualification for operating headquarters issued by the Industrial Development Bureau, MOEA No. 11251035580 on September 6, 2023, the upper limit on investment is not applicable.
- Note 3: QuanZhou Continental General Plastics Co., Ltd. ("CGPC (QZ)") and Union (Zhong Shan) Co., Ltd. ("Union (ZS)") completed dissolution procedures, and CGPC (BVI) retrieved the residual assets. The shares of Continental General Plastics (SanHe) Co., Ltd. ("CGPC (SH)") were fully sold, and CGPC (BVI) retrieved the residual assets. However, the amount of capital has not been wired back to Taiwan. The accumulated amount includes the investment amount of CGPC (QZ) of US\$684 thousand, the investment amount of Union (ZS) of US\$898 thousand, and the investment amount of CGPC (SH) of US\$4,000 thousand.
- Note 4: These transactions have been fully eliminated when preparing the consolidated financial statements; investment gains (losses) were recognized using non-auditor reviewed financial statements. See Note 12 for details.

USI CORPORATION AND SUBSIDIARIES
Taita Chemical Company, Ltd.
INFORMATION ON INVESTMENTS IN MAINLAND CHINA
For the Nine Months Ended September 30, 2024

Table 8-4 (In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Investee Company	Main Businesses and Products	Paid-in Capital	Method of Investment	Accumulated Outward Remittance for Investment from Taiwan as of the beginning of the Period	Investment Flows for the Period		Accumulated Outward Remittance for Investment from Taiwan as of the End of Period	Net Income (Loss) of Investee (Note 6)	Ownership of Direct or Indirect Investment (%)	Investment gains (losses) recognized for the period (Note 6)	Carrying Amount as of the End of Period (Note 6)	Accumulated Repatriation of Investment Income as of the End of Period
					Outflow	Inflow						
Taita Chemical (Zhongshan) Co., Ltd. ("TAITA (ZS)")	Production and marketing of polystyrene derivatives	\$ 1,463,813 (USD 46,250 thousand) (Note 1)	Reinvest in the mainland companies by establishing a company through investment in the third region	\$ 1,360,950 (USD 43,000 thousand)	\$ -	\$ -	\$ 1,360,950 (USD 43,000 thousand)	\$ 60,068 (USD 1,856 thousand)	100.00	\$ 60,068 (USD 1,856 thousand) (Note 7)	\$ 1,883,005 (USD 59,495 thousand) (Note 7)	\$ -
Taita Chemical (Tianjin) Co., Ltd. (TTC (TJ)) (Note 8)	Production and marketing of polystyrene derivatives	865,628 (USD 27,350 thousand) (Note 2)	Reinvest in the mainland companies by establishing a company through investment in the third region	822,900 (USD 26,000 thousand)	-	-	822,900 (USD 26,000 thousand)	(15,335) (USD -479 thousand)	100.00	(15,335) (USD -479 thousand) (Note 7)	(190,935) (USD -6,033 thousand) (Note 7)	-
Zhangzhou Taita Chemical Company, Limited (TTCZZ)	Production and marketing of polystyrene derivatives	1,537,543 (USD 48,580 thousand) (Note 3)	Reinvest in the mainland companies by establishing a company through investment in the third region	-	-	-	-	8,179 (USD 255 thousand)	100.00	8,179 (USD 255 thousand) (Note 7)	1,424,696 (USD 45,014 thousand) (Note 7)	-
Acme Electronics (Kunshan) Co., Ltd. ("ACME (KS)")	Manufacturing and marketing of manganese-zinc soft ferrite core	972,446 (USD 30,725 thousand)	Reinvest in a mainland company by reinvesting in the existing company in the third region, ACME Electronics(Cayman) Corp.	42,855 (USD 1,354 thousand)	-	-	42,855 (USD 1,354 thousand)	(28,355) (USD -890 thousand)	4.42	(1,252) (USD -39 thousand)	29,944 (USD 946 thousand)	-

Accumulated Outward Remittance of Investment to Mainland China from Taiwan at the End of the Current Period	Investment Amounts Authorized by Investment Commission, MOEA	Upper Limit on the Amount of Investment Stipulated by Investment Commission, MOEA
\$ 2,226,705 (USD 70,354 thousand)	\$ 3,982,118 (USD 125,817 thousand) (Note 4)	\$-(Note 5)

Note 1: TAITA (ZS) increased capital from earnings of US\$3,250 thousand in 2007.

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

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

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

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

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

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

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

USI Corporation and investees
Asia Polymer Corporation
INFORMATION ON INVESTMENTS IN MAINLAND CHINA
For the Nine Months Ended September 30, 2024

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

Investee Company	Main Businesses and Products	Paid-in Capital (Note 4)	Method of Investment (Note 1)	Accumulated Outward Remittance for Investment from Taiwan as of the beginning of the Period	Investment Flows for the Period		Accumulated Outward Remittance for Investment from Taiwan as of the End of Period	Investee Gain/Loss of Period (Note 3)	Ownership of Direct or Indirect Investment (%)	Investment gains (losses) recognized for the period (Note 3)	Closing carrying amount of investment (Note 4)	Accumulated repatriation of investment income as of the end of period
					Outflow	Inflow						
Acme Electronics (Kunshan) Co., Ltd.	Manufacturing and marketing of manganese-zinc ferritecore	\$ 972,446 (USD 30,725 thousand)	(2) ACME Electronics (Cayman) Corp.	\$ 135,556 (USD 4,177 thousand)	\$ -	\$ -	\$ 135,556 (USD 4,177 thousand)	B (\$ 28,355)	13.63	(\$ 3,864)	\$ 92,382	\$ -
USI Trading (Shanghai) Co., Ltd.	Sales of chemical products and equipment, etc.	79,125 (USD 2,500 thousand)	(2) APC (BVI) Holding Co., Ltd.	98,505 (USD 3,036 thousand)	-	-	98,505 (USD 3,036 thousand)	C 9,065	100.00	9,065	178,399	-
Fujian Gulei Petrochemical Co., Ltd.	Crude oil processing and petroleum products manufacturing	42,070,350 (RMB9,314,400 thousand)	(2) Dynamic Ever Investments Ltd.,(Note 2)	5,123,299 (USD 157,883 thousand)	-	-	5,123,299 (USD 157,883 thousand)	C (5,585,407)	11.71	(653,875)	1,605,516	-
Zhangzhou USI Trading Co., Ltd.	Sales of chemical products	45,167 (RMB 10,000 thousand)	(2) APC (BVI) Holding Co., Ltd.	13,660 (RMB 3,000 thousand)	-	-	13,660 (RMB 3,000 thousand)	C 3,109	30.00	933	22,074	-
Xiamen USI Trading Co.,Ltd.	Sales of chemical products	45,167 (RMB 10,000 thousand)	(2) APC (BVI) Holding Co., Ltd.	13,660 (RMB 3,000 thousand)	-	-	13,660 (RMB 3,000 thousand)	C 32,212	30.00	9,664	23,231	-
(DEIL) Zhangzhou Dynamic Ever Property Co., Ltd.	Property Management	94,851 (RMB 21,000 thousand)	(2) Dynamic Ever Investments Ltd.,(Note 2)	22,387 (RMB 4,917 thousand)	-	-	22,387 (RMB 4,917 thousand)	C (48)	23.41	(11)	22,203	-

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
\$ 5,426,494 (Note 5) (USD 171,453 thousand)	\$ 7,248,200 (USD 229,011 thousand)	\$ - (Note 6)

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

(1) Direct investments in mainland companies.

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

(3) Others.

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

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

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

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

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

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

C. Others.

Note 4: The calculation was based on the spot exchange rate as of September 30, 2024.

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

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

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

USI CORPORATION AND SUBSIDIARIES
INTERCOMPANY RELATIONSHIPS AND SIGNIFICANT INTERCOMPANY TRANSACTIONS
For the Nine Months Ended September 30, 2024

Table 9

(In Thousands of New Taiwan Dollars)

No. (Note 1)	Trading Company	Counterparty	Relationship with the transaction counterparty (Note 2)	Transactions Details			
				Financial Statement Account	Amount (Note 3)	Transaction Terms	As a percentage of total revenues or total assets (Note 4)
0	USI Corporation	Swanson Plastics Corporation	1	Sales revenue	\$ 39,638	No significant difference	0.10%
0	USI Corporation	USI Trading (Shanghai) Co., Ltd.	1	Sales revenue	80,951	No significant difference	0.21%
0	USI Corporation	USI (Hong Kong) Company Ltd.	1	Sales revenue	56,969	No significant difference	0.15%
0	USI Corporation	Asia Polymer Corporation	1	Purchase	309,280	No significant difference	0.81%
0	USI Corporation	Swanson Plastics Corporation	1	Purchase	47,255	No significant difference	0.12%
0	USI Corporation	Taita Chemical Company, Ltd.	1	Purchase	12,045	No significant difference	0.03%
0	USI Corporation	Asia Polymer Corporation	1	Income from sale of raw materials	116,497	No significant difference	0.30%
0	USI Corporation	USI Trading (Shanghai) Co., Ltd.	1	Accounts receivables	12,202	No significant difference	0.02%
0	USI Corporation	Asia Polymer Corporation	1	Other receivables	155,135	No significant difference	0.22%
0	USI Corporation	Taiwan VCM Corporation	1	Other receivables	195,574	No significant difference	0.27%
0	USI Corporation	USI Management Consulting Corp.	1	Management service expenses	121,096	No significant difference	0.32%
0	USI Corporation	Asia Polymer Corporation	1	Accounts payable	49,036	No significant difference	0.07%
0	USI Corporation	China General Terminal & Distribution Corporation	1	Storage tank operating expenses	19,409	No significant difference	0.05%
0	USI Corporation	Taiwan VCM Corporation	1	Accounts receivables	195,574	No significant difference	0.27%
1	Asia Polymer Corporation	China General Terminal & Distribution Corporation	3	Storage tank operating expenses	30,341	No significant difference	0.08%
1	Asia Polymer Corporation	Swanson Plastics Corporation	3	Purchase	27,291	No significant difference	0.07%
1	Asia Polymer Corporation	USI (Hong Kong) Company Ltd.	3	Sales revenue	36,214	No significant difference	0.09%
1	Asia Polymer Corporation	USI Trading (Shanghai) Co., Ltd.	3	Accounts receivables	15,881	No significant difference	0.02%

(Continued)

(Continued)

No. (Note 1)	Trading Company	Counterparty	Relationship with the transaction counterparty (Note 2)	Transactions Details			
				Financial Statement Account	Amount (Note 3)	Transaction Terms	As a percentage of total revenues or total assets (Note 4)
1	Asia Polymer Corporation	USI Trading (Shanghai) Co., Ltd.	3	Sales revenue	\$ 165,475	No significant difference	0.43%
2	China General Plastics Corporation	Swanson Plastics Corporation	3	Purchase	15,042	No significant difference	0.04%
2	China General Plastics Corporation	USI Management Consulting Corp.	3	Management service expenses	60,959	No significant difference	0.16%
2	China General Plastics Corporation	Taiwan VCM Corporation	3	Accounts payable	450,184	No significant difference	0.62%
2	China General Plastics Corporation	Taiwan VCM Corporation	3	Purchase	2,263,902	No significant difference	5.90%
2	China General Plastics Corporation	CGPC America Corporation	3	Accounts receivables	125,395	No significant difference	0.17%
2	China General Plastics Corporation	CGPC America Corporation	3	Sales revenue	340,242	No significant difference	0.89%
2	China General Plastics Corporation	CGPC Polymer Corporation	3	Purchase	13,536	No significant difference	0.04%
3	Taita Chemical Company, Ltd.	USI Management Consulting Corp.	3	Management service expenses	56,615	No significant difference	0.15%
3	Taita Chemical Company, Ltd.	USI Corporation	2	Sales revenue	12,045	No significant difference	0.03%
3	Taita Chemical Company, Ltd.	Taita Chemical (Tianjin) Co., Ltd.	3	Other receivables	288,907	No significant difference	0.40%
4	USI Management Consulting Corp.	Taiwan VCM Corporation	3	Management service revenue	30,848	No significant difference	0.08%
4	USI Management Consulting Corp.	Asia Polymer Corporation	3	Management service revenue	44,497	No significant difference	0.12%
4	USI Management Consulting Corp.	Swanson Plastics Corporation	3	Management service revenue	30,047	No significant difference	0.08%
4	USI Management Consulting Corp.	China General Terminal & Distribution Corporation	3	Management service revenue	17,808	No significant difference	0.05%
4	USI Management Consulting Corp.	USI Corporation	2	Management service revenue	121,095	No significant difference	0.32%
5	CGPC Polymer Corporation	Taiwan VCM Corporation	3	Accounts payable	915,375	No significant difference	1.27%
5	CGPC Polymer Corporation	Taiwan VCM Corporation	3	Other payables	17,795	No significant difference	0.02%
5	CGPC Polymer Corporation	Taiwan VCM Corporation	3	Purchase	2,736,129	No significant difference	7.13%
6	China General Terminal & Distribution Corporation	Taiwan VCM Corporation	3	Storage tank operating expenses	87,361	No significant difference	0.23%

(Continued)

(Continued)

No. (Note 1)	Trading Company	Counterparty	Relationship with the transaction counterparty (Note 2)	Transactions Details			
				Financial Statement Account	Amount (Note 3)	Transaction Terms	As a percentage of total revenues or total assets (Note 4)
6	China General Terminal & Distribution Corporation	Taiwan VCM Corporation	3	Accounts receivables	\$ 20,285	No significant difference	0.03%
7	Acme Electronics Corporation	Acme Electronics (Kunshan) Co., Ltd.	3	Sales revenue	144,968	No significant difference	0.38%
7	Acme Electronics Corporation	Acme Electronics (Guang-Zhou) Co., Ltd.	3	Sales revenue	93,781	No significant difference	0.24%
7	Acme Electronics Corporation	ACME Ferrite Product Sdn. Bhd.	3	Sales revenue	26,973	No significant difference	0.07%
7	Acme Electronics Corporation	Acme Electronics (Kunshan) Co., Ltd.	3	Cost of goods sold	102,943	No significant difference	0.27%
7	Acme Electronics Corporation	Acme Electronics (Kunshan) Co., Ltd.	3	Licensing fee income	18,373	No significant difference	0.05%
7	Acme Electronics Corporation	Acme Electronics (Kunshan) Co., Ltd.	3	Accounts receivables	29,122	No significant difference	0.04%
7	Acme Electronics Corporation	Acme Electronics (Guang-Zhou) Co., Ltd.	3	Accounts receivables	18,335	No significant difference	0.03%
7	Acme Electronics Corporation	Acme Electronics (Kunshan) Co., Ltd.	3	Other receivables	17,019	No significant difference	0.02%
7	Acme Electronics Corporation	Acme Electronics (Guang-Zhou) Co., Ltd.	3	Notes/Accounts Payable	72,329	No significant difference	0.10%
7	Acme Electronics Corporation	Acme Electronics (Kunshan) Co., Ltd.	3	Notes/Accounts Payable	19,121	No significant difference	0.03%
8	Acme Electronics (Kunshan) Co., Ltd.	Acme Electronics (Guang-Zhou) Co., Ltd.	3	Sales revenue	20,877	No significant difference	0.05%
8	Acme Electronics (Kunshan) Co., Ltd.	Acme Electronics (Guang-Zhou) Co., Ltd.	3	Cost of goods sold	18,132	No significant difference	0.05%
8	Acme Electronics (Kunshan) Co., Ltd.	ACME Ferrite Product Sdn. Bhd.	3	Sales revenue	49,415	No significant difference	0.13%
8	Acme Electronics (Kunshan) Co., Ltd.	ACME Ferrite Product Sdn. Bhd.	3	Accounts receivables	15,717	No significant difference	0.02%
9	Swanson Plastics Corporation	USI Corporation	2	Sales revenue	59,407	No significant difference	0.15%
9	Swanson Plastics Corporation	USI Corporation	2	Cost of goods sold	40,122	No significant difference	0.10%
9	Swanson Plastics Corporation	USI Corporation	2	Right-of-use assets - Cost of building	11,514	No significant difference	0.03%
9	Swanson Plastics Corporation	USI Corporation	2	Accumulated depreciation - Right-of-use assets - Cost of building	10,057	No significant difference	0.03%

(Continued)

(Continued)

No. (Note 1)	Trading Company	Counterparty	Relationship with the transaction counterparty (Note 2)	Transactions Details			
				Financial Statement Account	Amount (Note 3)	Transaction Terms	As a percentage of total revenues or total assets (Note 4)
9	Swanson Plastics Corporation	Asia Polymer Corporation	3	Sales revenue	\$ 27,336	No significant difference	0.07%
9	Swanson Plastics Corporation	China General Plastics Corporation	3	Sales revenue	15,042	No significant difference	0.04%
9	Swanson Plastics Corporation	USI Management Consulting Corp.	3	Management service expenses	30,047	No significant difference	0.08%
9	Swanson Plastics Corporation	Forever Young Company Limited	3	Other income	17,248	No significant difference	0.04%
9	Swanson Plastics Corporation	Swanson Plastics (India) Private Ltd.	3	Accounts receivables	23,491	No significant difference	0.03%
9	Swanson Plastics Corporation	PT. Swanson Plastics Indonesia	3	Accounts receivables	55,251	No significant difference	0.08%
9	Swanson Plastics Corporation	Swanson Plastics (Kunshan) Co., Ltd.	3	Accounts receivables	31,903	No significant difference	0.04%
9	Swanson Plastics Corporation	Swanson Plastics (Kunshan) Co., Ltd.	3	Accounts payable	11,792	No significant difference	0.02%
9	Swanson Plastics Corporation	Swanson Plastics (Kunshan) Co., Ltd.	3	Cost of goods sold	37,447	No significant difference	0.10%
9	Swanson Plastics Corporation	Swanson Plastics (Kunshan) Co., Ltd.	3	Sales revenue	25,449	No significant difference	0.07%
9	Swanson Plastics Corporation	Swanson Plastics (Malaysia) Sdn. Bhd.	3	Accounts receivables	54,236	No significant difference	0.08%
10	Swanson Plastics (Singapore) Pte., Ltd.	PT. Swanson Plastics Indonesia	3	Other receivables	144,182	No significant difference	0.20%
10	Swanson Plastics (Singapore) Pte., Ltd.	PT. Swanson Plastics Indonesia	3	Cost of goods sold	37,708	No significant difference	0.10%
10	Swanson Plastics (Singapore) Pte., Ltd.	Swanson Plastics (Malaysia) Sdn. Bhd.	3	Accounts payable	33,831	No significant difference	0.05%
10	Swanson Plastics (Singapore) Pte., Ltd.	Swanson Plastics (Malaysia) Sdn. Bhd.	3	Cost of goods sold	161,835	No significant difference	0.42%
11	Swanson Plastics (Malaysia) Sdn. Bhd.	USI Corporation	2	Accounts payable	13,483	No significant difference	0.02%
11	Swanson Plastics (Malaysia) Sdn. Bhd.	USI Corporation	2	Cost of goods sold	58,714	No significant difference	0.15%
11	Swanson Plastics (Malaysia) Sdn. Bhd.	Asia Polymer Corporation	3	Accounts payable	20,372	No significant difference	0.03%
11	Swanson Plastics (Malaysia) Sdn. Bhd.	Asia Polymer Corporation	3	Cost of goods sold	29,238	No significant difference	0.08%
12	Swanson Plastics (Kunshan) Co., Ltd.	ASK-Swanson (Kunshan) Co., Ltd.	3	Accounts receivables	58,042	No significant difference	0.08%

(Continued)

(Continued)

No. (Note 1)	Trading Company	Counterparty	Relationship with the transaction counterparty (Note 2)	Transactions Details			
				Financial Statement Account	Amount (Note 3)	Transaction Terms	As a percentage of total revenues or total assets (Note 4)
12	Swanson Plastics (Kunshan) Co., Ltd.	ASK-Swanson (Kunshan) Co., Ltd.	3	Sales revenue	\$ 129,016	No significant difference	0.34%
12	Swanson Plastics (Kunshan) Co., Ltd.	USI Corporation	2	Accounts payable	22,180	No significant difference	0.03%
12	Swanson Plastics (Kunshan) Co., Ltd.	USI Corporation	2	Cost of goods sold	80,749	No significant difference	0.21%
12	Swanson Plastics (Kunshan) Co., Ltd.	Asia Polymer Corporation	3	Accounts payable	14,246	No significant difference	0.02%
12	Swanson Plastics (Kunshan) Co., Ltd.	Asia Polymer Corporation	3	Cost of goods sold	27,420	No significant difference	0.07%
13	ASK-Swanson (Kunshan) Co., Ltd.	Swanson Plastics (Tianjin) Co., Ltd.	3	Other receivables	167,611	No significant difference	0.23%

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

- (1) The parent company: 0.
- (2) The subsidiaries: 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
As of September 30, 2024

Table 10

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

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

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