

# **Pou Chen Corporation and Subsidiaries**

**Consolidated Financial Statements for the  
Nine Months Ended September 30, 2024 and 2023 and  
Independent Auditors' Review Report**

## INDEPENDENT AUDITORS' REVIEW REPORT

The Board of Directors and Shareholders  
Pou Chen Corporation

### Introduction

We have reviewed the accompanying consolidated balance sheets of Pou Chen Corporation (the "Company") and its subsidiaries (collectively, the "Group") as of September 30, 2024 and 2023, the related consolidated statements of comprehensive income for the three months ended September 30, 2024 and 2023 and for the nine months ended September 30, 2024 and 2023, the consolidated statements of changes in equity and cash flows for the nine months then ended, and the related notes to the consolidated financial statements, including material accounting policy information (collectively referred to as the "consolidated financial statements").

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

We conducted our reviews in accordance with the Standards on Review Engagements of the Republic of China 2410 "Review of Interim 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.

### Conclusion

Based on our reviews and the reports of other auditors (please refer to the other matter paragraph), nothing has come to our attention that caused us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of the Group as of September 30, 2024 and 2023, its consolidated financial performance for the three months ended September 30, 2024 and 2023, and its consolidated financial performance and its consolidated cash flows for the nine months ended September 30, 2024 and 2023 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.

## Other Matter

The Group's investments in Ruen Chen Investment Holding Co., Ltd., Nan Shan Life Insurance Co., Ltd. and Elitegroup Computer Systems Co., Ltd. were accounted for by using the equity method based on its financial statements which were reviewed by other auditors. Our conclusion, insofar as it relates to the Group's investments in Ruen Chen Investment Holding Co., Ltd. and Nan Shan Life Insurance Co., Ltd., is based solely on the review reports of other auditors. As of September 30, 2024 and 2023, the carrying amounts of investments in Ruen Chen Investment Holding Co., Ltd. and Nan Shan Life Insurance Co., Ltd. were \$54,756,073 thousand and \$42,031,103 thousand, respectively, representing 15.23% and 12.40%, respectively, of the Group's consolidated total assets. For the three months ended September 30, 2024 and 2023, the amounts of profit of the associates were \$1,988,121 thousand and \$4,007,772 thousand, respectively, representing 21.21% and 50.77%, respectively, of the income which the Group recognized before income tax, and for the nine months ended September 30, 2024 and 2023, the amounts of profit of the associates were \$6,625,108 thousand and \$6,748,292 thousand, respectively, representing 27.93% and 42.51%, respectively, of the income which the Group recognized before income tax. As of September 30, 2023, the carrying amount of the investments in Elitegroup Computer Systems Co., Ltd. was \$1,524,545 thousand, representing 0.45% of the Group's consolidated total assets. For the three months ended September 30, 2023, the amount of profit of the associates was \$38,135 thousand, representing 0.48% of the income which the Group recognized before income tax, and for the nine months ended September 30, 2023, the amount of profit of the associates was \$101,379 thousand, representing 0.64% of the income which the Group recognized before income tax.

The engagement partners on the reviews resulting in this independent auditors' review report are Ker-Chang Wu and Wen-Yea Shyu.

Deloitte & Touche  
Taipei, Taiwan  
Republic of China

November 12, 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.*

**POU CHEN CORPORATION AND SUBSIDIARIES**

**CONSOLIDATED BALANCE SHEETS**  
(In Thousands of New Taiwan Dollars)

ASSETS	September 30, 2024		December 31, 2023		September 30, 2023 (Retrospectively Adjusted)	
	Amount	%	Amount	%	Amount	%
<b>CURRENT ASSETS</b>						
Cash and cash equivalents (Notes 3 and 6)	\$ 34,099,942	9	\$ 40,582,121	12	\$ 47,468,757	14
Financial assets at fair value through profit or loss - current (Note 7)	2,030,440	1	945,643	-	1,213,640	-
Financial assets at fair value through other comprehensive income - current (Note 8)	23,989,598	7	22,747,994	7	21,875,962	7
Financial assets at amortized cost - current (Notes 3 and 9)	9,575,900	3	8,238,845	3	7,790,996	2
Notes receivable (Note 10)	29	-	201	-	623	-
Accounts receivable (Notes 10 and 34)	33,342,774	9	27,221,196	8	26,921,198	8
Other receivables (Note 10)	6,762,922	2	5,845,568	2	6,414,518	2
Current tax assets (Notes 4 and 28)	1,755,227	-	420,896	-	244,539	-
Inventories - manufacturing and retailing (Note 11)	46,639,546	13	38,368,737	12	41,838,539	12
Inventories - construction (Note 11)	3,719,138	1	3,658,698	1	3,690,859	1
Other current assets (Note 13)	10,984,119	3	9,825,235	3	11,602,500	4
<b>Total current assets</b>	<b>172,899,635</b>	<b>48</b>	<b>157,855,134</b>	<b>48</b>	<b>169,062,131</b>	<b>50</b>
<b>NON-CURRENT ASSETS</b>						
Financial assets at fair value through profit or loss - non-current (Note 7)	1,444,471	-	889,745	-	943,614	-
Financial assets at fair value through other comprehensive income - non-current (Note 8)	867,323	-	760,400	-	732,773	-
Financial assets at amortized cost - non-current (Notes 9 and 35)	13,549,291	4	3,758,063	1	2,581,862	1
Investments accounted for using the equity method (Note 15)	73,746,906	21	66,899,029	20	62,881,156	18
Property, plant and equipment (Note 16)	57,174,254	16	57,772,269	18	61,763,356	18
Right-of-use assets (Note 17)	16,164,649	4	16,443,139	5	17,040,258	5
Investment properties (Note 18)	5,658,195	2	6,034,953	2	5,800,572	2
Goodwill (Note 19)	8,685,763	2	8,379,396	3	8,767,147	3
Other intangible assets (Note 20)	2,105,503	1	2,025,692	1	1,985,520	1
Deferred tax assets (Note 4)	5,547,844	2	5,483,415	2	6,034,780	2
Other non-current assets (Note 13)	1,754,047	-	1,280,100	-	1,305,709	-
<b>Total non-current assets</b>	<b>186,698,246</b>	<b>52</b>	<b>169,726,201</b>	<b>52</b>	<b>169,836,747</b>	<b>50</b>
<b>TOTAL</b>	<b>\$ 359,597,881</b>	<b>100</b>	<b>\$ 327,581,335</b>	<b>100</b>	<b>\$ 338,898,878</b>	<b>100</b>
<b>LIABILITIES AND EQUITY</b>						
<b>CURRENT LIABILITIES</b>						
Short-term borrowings (Note 21)	\$ 32,893,230	9	\$ 26,665,698	8	\$ 24,348,928	7
Short-term bills payable (Note 21)	1,764,568	-	1,891,766	1	3,826,119	1
Financial liabilities at fair value through profit or loss - current (Note 7)	34,005	-	329,470	-	158,411	-
Notes payable (Note 22)	1,559	-	3,608	-	5,453	-
Accounts payable (Notes 22 and 34)	19,659,054	5	14,246,431	4	17,639,776	5
Other payables (Note 23)	19,797,119	6	17,587,766	5	19,074,500	6
Current tax liabilities (Note 4)	3,498,839	1	3,037,204	1	2,865,442	1
Lease liabilities (Note 17)	2,673,781	1	2,765,479	1	2,923,171	1
Current portion of long-term borrowings (Note 21)	5,182,534	1	13,210,895	4	7,915,450	2
Other current liabilities	5,505,561	2	5,237,149	2	6,323,362	2
<b>Total current liabilities</b>	<b>91,010,250</b>	<b>25</b>	<b>84,975,466</b>	<b>26</b>	<b>85,080,612</b>	<b>25</b>
<b>NON-CURRENT LIABILITIES</b>						
Long-term borrowings (Note 21)	35,188,390	10	28,051,451	8	43,304,345	13
Deferred tax liabilities (Note 4)	2,701,637	1	2,750,892	1	3,097,172	1
Lease liabilities - non-current (Note 17)	5,035,373	1	5,529,176	2	5,953,349	2
Long-term payables (Note 23)	175,159	-	155,150	-	160,157	-
Net defined benefit liabilities (Note 4)	3,719,170	1	3,384,119	1	3,452,540	1
Other non-current liabilities	68,742	-	71,802	-	67,250	-
<b>Total non-current liabilities</b>	<b>46,888,471</b>	<b>13</b>	<b>39,942,590</b>	<b>12</b>	<b>56,034,813</b>	<b>17</b>
<b>Total liabilities</b>	<b>137,898,721</b>	<b>38</b>	<b>124,918,056</b>	<b>38</b>	<b>141,115,425</b>	<b>42</b>
<b>EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY (Note 25)</b>						
Share capital						
Ordinary shares	29,467,872	8	29,467,872	9	29,467,872	8
Capital surplus	4,419,561	1	4,410,292	2	4,420,165	1
Retained earnings						
Legal reserve	20,344,110	6	19,300,806	6	19,300,806	6
Special reserve	55,117,885	15	57,646,766	18	57,646,766	17
Unappropriated earnings	36,176,563	10	24,101,997	7	24,250,181	7
Total retained earnings	111,638,558	31	101,049,569	31	101,197,753	30
Other equity	(4,924,441)	(1)	(8,738,371)	(3)	(14,455,567)	(4)
<b>Total equity attributable to owners of the Company</b>	<b>140,601,550</b>	<b>39</b>	<b>126,189,362</b>	<b>39</b>	<b>120,630,223</b>	<b>35</b>
<b>NON-CONTROLLING INTERESTS (Note 25)</b>	<b>81,097,610</b>	<b>23</b>	<b>76,473,917</b>	<b>23</b>	<b>77,153,230</b>	<b>23</b>
<b>Total equity</b>	<b>221,699,160</b>	<b>62</b>	<b>202,663,279</b>	<b>62</b>	<b>197,783,453</b>	<b>58</b>
<b>TOTAL</b>	<b>\$ 359,597,881</b>	<b>100</b>	<b>\$ 327,581,335</b>	<b>100</b>	<b>\$ 338,898,878</b>	<b>100</b>

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

(With Deloitte & Touche review report dated November 12, 2024)

## POU CHEN CORPORATION AND SUBSIDIARIES

### CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	For the Three Months Ended September 30				For the Nine Months Ended September 30			
	2024		2023		2024		2023	
	Amount	%	Amount	%	Amount	%	Amount	%
OPERATING REVENUE (Notes 26 and 34)	\$ 66,803,825	100	\$ 58,295,948	100	\$ 195,420,039	100	\$ 185,757,970	100
OPERATING COSTS (Notes 11, 24, 27 and 34)	<u>50,448,883</u>	<u>76</u>	<u>44,334,052</u>	<u>76</u>	<u>147,384,605</u>	<u>75</u>	<u>141,359,453</u>	<u>76</u>
GROSS PROFIT	<u>16,354,942</u>	<u>24</u>	<u>13,961,896</u>	<u>24</u>	<u>48,035,434</u>	<u>25</u>	<u>44,398,517</u>	<u>24</u>
OPERATING EXPENSES (Notes 24 and 27)								
Selling and marketing expenses	6,472,338	9	6,569,678	11	20,018,531	10	21,047,579	11
General and administrative expenses	4,595,953	7	4,636,835	8	13,401,971	7	14,248,135	8
Research and development expenses	<u>1,144,489</u>	<u>2</u>	<u>1,233,717</u>	<u>2</u>	<u>3,382,886</u>	<u>2</u>	<u>3,759,195</u>	<u>2</u>
Total operating expenses	<u>12,212,780</u>	<u>18</u>	<u>12,440,230</u>	<u>21</u>	<u>36,803,388</u>	<u>19</u>	<u>39,054,909</u>	<u>21</u>
INCOME FROM OPERATIONS	<u>4,142,162</u>	<u>6</u>	<u>1,521,666</u>	<u>3</u>	<u>11,232,046</u>	<u>6</u>	<u>5,343,608</u>	<u>3</u>
NON-OPERATING INCOME AND EXPENSES								
Interest income (Note 27)	525,071	1	484,098	1	1,635,961	1	1,229,083	1
Other income (Note 27)	1,404,371	2	1,363,040	2	2,432,251	1	2,600,892	1
Other gains and (losses) (Note 27)	1,200,197	2	739,129	1	2,034,740	1	944,346	-
Net loss on derecognition of financial assets at amortized cost	(1,416)	-	(5,988)	-	(10,438)	-	(80,397)	-
Finance costs (Note 27)	(706,513)	(1)	(832,172)	(1)	(2,099,750)	(1)	(2,481,217)	(1)
Share of profit of associates and joint ventures (Note 15)	<u>2,809,966</u>	<u>4</u>	<u>4,624,247</u>	<u>8</u>	<u>8,498,941</u>	<u>4</u>	<u>8,318,325</u>	<u>4</u>
Total non-operating income and expenses	<u>5,231,676</u>	<u>8</u>	<u>6,372,354</u>	<u>11</u>	<u>12,491,705</u>	<u>6</u>	<u>10,531,032</u>	<u>5</u>
PROFIT BEFORE INCOME TAX	9,373,838	14	7,894,020	14	23,723,751	12	15,874,640	8
INCOME TAX EXPENSE (Notes 4 and 28)	<u>1,228,084</u>	<u>2</u>	<u>902,457</u>	<u>2</u>	<u>4,050,353</u>	<u>2</u>	<u>2,512,963</u>	<u>1</u>
NET INCOME	<u>8,145,754</u>	<u>12</u>	<u>6,991,563</u>	<u>12</u>	<u>19,673,398</u>	<u>10</u>	<u>13,361,677</u>	<u>7</u>
OTHER COMPREHENSIVE NET INCOME (LOSS)								
Items that will not be reclassified subsequently to income or loss:								
Unrealized gain (loss) on investments in equity instruments designated as at fair value through other comprehensive income	205,719	-	(74,453)	-	1,024,665	1	4,292,589	2
Share of other comprehensive gain (loss) of associates and joint ventures	60,347	-	(77,495)	-	166,178	-	(384,093)	-

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## POU CHEN CORPORATION AND SUBSIDIARIES

### CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	For the Three Months Ended September 30				For the Nine Months Ended September 30			
	2024		2023		2024		2023	
	Amount	%	Amount	%	Amount	%	Amount	%
Items that may be reclassified subsequently to income or loss:								
Exchange differences on translation of the financial statements of foreign operations	\$ (3,043,748)	(4)	\$ 5,981,031	10	\$ 5,713,607	3	\$ 6,486,905	4
Share of other comprehensive loss of associates and joint ventures	<u>(1,187,425)</u>	<u>(2)</u>	<u>(6,802,648)</u>	<u>(12)</u>	<u>(204,487)</u>	<u>-</u>	<u>(1,251,064)</u>	<u>(1)</u>
Other comprehensive net (loss) income for the period, net of income tax	<u>(3,965,107)</u>	<u>(6)</u>	<u>(973,565)</u>	<u>(2)</u>	<u>6,699,963</u>	<u>4</u>	<u>9,144,337</u>	<u>5</u>
<b>TOTAL COMPREHENSIVE NET INCOME FOR THE PERIOD</b>	<u>\$ 4,180,647</u>	<u>6</u>	<u>\$ 6,017,998</u>	<u>10</u>	<u>\$ 26,373,361</u>	<u>14</u>	<u>\$ 22,506,014</u>	<u>12</u>
<b>NET INCOME ATTRIBUTABLE TO:</b>								
Owners of the Company	\$ 5,727,421	8	\$ 6,083,119	10	\$ 13,793,502	7	\$ 10,581,173	6
Non-controlling interests	<u>2,418,333</u>	<u>4</u>	<u>908,444</u>	<u>2</u>	<u>5,879,896</u>	<u>3</u>	<u>2,780,504</u>	<u>1</u>
	<u>\$ 8,145,754</u>	<u>12</u>	<u>\$ 6,991,563</u>	<u>12</u>	<u>\$ 19,673,398</u>	<u>10</u>	<u>\$ 13,361,677</u>	<u>7</u>
<b>TOTAL COMPREHENSIVE NET INCOME ATTRIBUTABLE TO:</b>								
Owners of the Company	\$ 2,606,198	4	\$ 2,454,066	4	\$ 17,644,385	9	\$ 17,449,249	9
Non-controlling interests	<u>1,574,449</u>	<u>2</u>	<u>3,563,932</u>	<u>6</u>	<u>8,728,976</u>	<u>5</u>	<u>5,056,765</u>	<u>3</u>
	<u>\$ 4,180,647</u>	<u>6</u>	<u>\$ 6,017,998</u>	<u>10</u>	<u>\$ 26,373,361</u>	<u>14</u>	<u>\$ 22,506,014</u>	<u>12</u>
<b>EARNINGS PER SHARE (Note 29)</b>								
Basic	<u>\$ 1.94</u>		<u>\$ 2.06</u>		<u>\$ 4.68</u>		<u>\$ 3.59</u>	
Diluted	<u>\$ 1.94</u>		<u>\$ 2.06</u>		<u>\$ 4.67</u>		<u>\$ 3.58</u>	

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

(With Deloitte & Touche review report dated November 12, 2024)

(Concluded)

**POU CHEN CORPORATION AND SUBSIDIARIES**

**CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY**  
(In Thousands of New Taiwan Dollars)

	Equity Attributable to Owners of the Company							Non-controlling Interests	Total	Total Equity	
	Share Capital	Capital Surplus	Retained Earnings		Unappropriated Earnings	Exchange Differences on Translation of the Financial Statements of Foreign Operations	Other Equity Unrealized (Loss) Gain on Financial Assets at Fair Value through Other Comprehensive Income				Others
			Legal Reserve	Special Reserve							
BALANCE AT JANUARY 1, 2023	\$ 29,467,872	\$ 4,420,389	\$ 17,986,740	\$ -	\$ 76,460,614	\$ (273,894)	\$ (3,520,843)	\$ (17,528,857)	\$ 107,012,021	\$ 75,115,457	\$ 182,127,478
Appropriation of 2022 earnings (Note 25)	-	-	1,314,066	-	(1,314,066)	-	-	-	-	-	-
Legal reserve	-	-	-	57,646,766	(57,646,766)	-	-	-	-	-	-
Special reserve	-	-	-	(3,830,823)	(3,830,823)	-	-	-	(3,830,823)	-	(3,830,823)
Cash dividends	-	-	-	-	(62,791,655)	-	-	-	(62,791,655)	-	(62,791,655)
Net income for the nine months ended September 30, 2023	-	-	-	-	10,581,173	3,843,071	1,474,495	1,550,510	10,581,173	2,780,504	13,361,677
Other comprehensive net income for the nine months ended September 30, 2023	-	-	-	-	-	3,843,071	1,474,495	1,550,510	6,868,076	2,276,261	9,144,337
Total comprehensive net income for the nine months ended September 30, 2023	-	-	-	-	10,581,173	3,843,071	1,474,495	1,550,510	17,449,249	5,056,765	22,506,014
Disposal of associates accounted for using the equity method	-	(1,346)	-	-	19	-	(19)	-	(1,346)	-	(1,346)
Disposal of investments in equity instruments designated as at fair value through other comprehensive income by subsidiaries and associates	-	-	-	-	30	-	(30)	-	-	-	-
Unclaimed dividends by shareholders	-	1,122	-	-	-	-	-	-	1,122	(3,015,992)	1,122
Changes in non-controlling interests	-	-	-	-	-	-	-	-	-	-	-
Changes in equity for the nine months ended September 30, 2023	-	(224)	1,314,066	57,646,766	(62,210,433)	3,843,071	1,473,446	1,550,510	13,618,202	2,037,773	15,655,975
BALANCE AT SEPTEMBER 30, 2023	\$ 29,467,872	\$ 4,420,165	\$ 19,300,806	\$ 57,646,766	\$ 24,250,181	\$ 3,569,177	\$ (2,046,397)	\$ (15,973,347)	\$ 120,630,223	\$ 77,153,230	\$ 197,783,453
BALANCE AT JANUARY 1, 2024	\$ 29,467,872	\$ 4,410,292	\$ 19,300,806	\$ 57,646,766	\$ 24,101,997	\$ (741,919)	\$ 2,433,063	\$ (10,429,515)	\$ 126,189,362	\$ 76,473,917	\$ 202,663,279
Appropriation of 2023 earnings (Note 25)	-	-	1,043,304	-	(1,043,304)	-	-	-	-	-	-
Legal reserve	-	-	-	(2,528,881)	2,528,881	-	-	-	-	-	-
Reversal of special reserve	-	-	-	(3,241,466)	(3,241,466)	-	-	-	(3,241,466)	-	(3,241,466)
Cash dividends	-	-	-	-	(1,755,889)	-	-	-	(1,755,889)	-	(1,755,889)
Net income for the nine months ended September 30, 2024	-	-	-	-	13,793,502	-	-	-	13,793,502	5,879,896	19,673,398
Other comprehensive net income (loss) for the nine months ended September 30, 2024	-	-	-	-	-	3,001,300	1,402,928	(653,395)	3,850,833	2,849,080	6,699,963
Total comprehensive net income (loss) for the nine months ended September 30, 2024	-	-	-	-	13,793,502	3,001,300	1,402,928	(653,395)	17,644,385	8,728,976	26,373,361
Disposal of associates accounted for using the equity method	-	-	-	-	31,339	-	(31,339)	-	-	-	-
Excess of the consideration received over the carrying amount of the subsidiaries' net assets during actual disposal or acquisition	-	7,557	-	-	-	-	-	-	7,557	-	7,557
Disposal of investments in equity instruments designated as at fair value through other comprehensive income by subsidiaries and associates	-	-	-	-	5,614	-	(5,614)	-	-	-	-
Unclaimed dividends by shareholders	-	1,712	-	-	-	-	-	-	1,712	(4,105,283)	1,712
Changes in non-controlling interests	-	-	-	-	-	-	-	-	-	-	-
Changes in equity for the nine months ended September 30, 2024	-	9,269	1,043,304	(2,528,881)	12,074,566	3,001,300	1,366,025	(653,395)	14,412,188	4,623,693	19,035,881
BALANCE AT SEPTEMBER 30, 2024	\$ 29,467,872	\$ 4,419,561	\$ 20,344,110	\$ 55,117,885	\$ 36,176,563	\$ 2,759,381	\$ 3,799,088	\$ (10,982,910)	\$ 140,601,520	\$ 81,097,610	\$ 221,699,160

The accompanying notes are an integral part of the consolidated financial statements.  
(With Deloitte & Touche review report dated November 12, 2024)

# POU CHEN CORPORATION AND SUBSIDIARIES

## CONSOLIDATED STATEMENTS OF CASH FLOWS (In Thousands of New Taiwan Dollars)

	For the Nine Months Ended September 30	
	2024	2023 (Retrospectively Adjusted)
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Income before income tax	\$ 23,723,751	\$ 15,874,640
Adjustments for:		
Depreciation expense	9,684,185	10,247,087
Amortization expense	113,803	97,928
Expected credit loss recognized on accounts receivable and other receivables	33,668	47,459
Net gain on fair value changes of financial instruments at fair value through profit or loss	(942,023)	(1,255,012)
Finance costs	2,099,750	2,481,217
Net loss on derecognition of financial assets at amortized cost	10,438	80,397
Interest income	(1,635,961)	(1,229,083)
Dividend income	(897,935)	(738,845)
Compensation cost of employee share options	91,890	95,550
Share of profit of associates and joint ventures	(8,498,941)	(8,318,325)
Net gain on disposal of property, plant and equipment	(21,780)	(93,356)
Net gain on disposal of investment properties	-	(7,857)
Gain on modification of lease	(276,612)	-
Net gain on disposal of associates	(822,884)	(121,195)
Impairment loss of financial assets	206,391	-
Changes in operating assets and liabilities		
Financial assets mandatorily classified as at fair value through profit or loss	(992,965)	2,645,743
Notes receivable	55	(584)
Accounts receivable	(6,154,764)	1,761,991
Other receivables	(795,839)	(1,845,140)
Inventories	(8,262,246)	8,223,189
Other current assets	(1,156,288)	(766,840)
Other operating assets	15,525	(22,131)
Notes payable	(2,049)	1,459
Accounts payable	5,412,623	5,103,599
Other payables	125,090	(2,927,661)
Other current liabilities	268,412	312,843
Net defined benefit liabilities	335,051	390,689
Other operating liabilities	18,009	(8,421)
Cash generated from operations	11,678,354	30,029,341
Interest paid	(2,067,884)	(2,497,279)
Income tax paid	(5,032,742)	(3,349,543)
Net cash generated from operating activities	4,577,728	24,182,519

(Continued)



# POU CHEN CORPORATION AND SUBSIDIARIES

## CONSOLIDATED STATEMENTS OF CASH FLOWS (In Thousands of New Taiwan Dollars)

	For the Nine Months Ended September 30	
	2024	2023 (Retrospectively Adjusted)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of financial assets at fair value through other comprehensive income	\$ (395,606)	\$ -
Proceeds from disposal of financial assets at fair value through other comprehensive income	47,583	4,609
Proceeds from capital reduction of financial assets at fair value through other comprehensive income	54,354	60,898
Purchases of financial assets at amortized cost	(23,191,395)	(9,843,795)
Proceeds from sale of financial assets at amortized cost	12,395,568	4,515,111
Proceeds from disposal of associates and joint ventures	1,369,615	378,694
Acquisition of property, plant and equipment	(3,673,249)	(4,473,317)
Proceeds from disposal of property, plant and equipment	125,181	2,627,116
Decrease in refundable deposits	25,705	100,289
Payments for intangible assets	(174,484)	(269,729)
Payments for right-of-use assets	(181,131)	(110,573)
Payments for investment properties	(324)	(4,178)
Proceeds from disposal of investment properties	-	12,857
Increase in prepayment for equipment and long-term prepayment	(795,670)	(379,059)
Interest received	1,524,851	1,196,156
Dividends received	2,346,582	2,032,938
Proceeds from disposal of right-of-use assets	300,264	-
Net cash used in investing activities	<u>(10,222,156)</u>	<u>(4,151,983)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from short-term borrowings	6,227,532	3,737,119
Proceeds from short-term bills payable	-	2,250,500
Repayments of short-term bills payable	(126,700)	-
Repayments of long-term borrowings	(909,497)	(10,732,604)
Decrease in guarantee deposits	(943)	(2,289)
Repayment of principal portion of lease liabilities	(2,605,069)	(2,888,532)
Cash dividends	(3,241,466)	(3,830,823)
Changes in non-controlling interests	(2,554,213)	(2,325,313)
Unclaimed dividends by shareholders	1,712	1,122
Net cash used in financing activities	<u>(3,208,644)</u>	<u>(13,790,820)</u>
<b>EFFECTS OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH HELD IN FOREIGN CURRENCIES</b>	<u>2,370,893</u>	<u>1,892,993</u>

(Continued)

# POU CHEN CORPORATION AND SUBSIDIARIES

## CONSOLIDATED STATEMENTS OF CASH FLOWS (In Thousands of New Taiwan Dollars)

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	For the Nine Months Ended September 30	
	2024	2023 (Retrospectively Adjusted)
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	\$ (6,482,179)	\$ 8,132,709
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	<u>40,582,121</u>	<u>39,336,048</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	<u>\$ 34,099,942</u>	<u>\$ 47,468,757</u>

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

(With Deloitte & Touche review report dated November 12, 2024)

(Concluded)

# POU CHEN CORPORATION AND SUBSIDIARIES

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024 AND 2023 (In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

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### 1. GENERAL INFORMATION

Pou Chen Corporation (the “Company”) has main business activities which include the manufacture and sale of various kinds of shoes and the import and export of related products and materials. The Company invests in Yue Yuen Industrial (Holdings) Limited (“Yue Yuen”) and other footwear-related companies through Wealthplus Holdings Limited (“Wealthplus”). Yue Yuen and Pou Sheng International (Holdings) Limited (“Pou Sheng”), a subsidiary of Yue Yuen, are listed on the Hong Kong Exchange and Clearing Limited (“HKEx”).

In January 1990, the Company started to trade its shares on the Taiwan Stock Exchange.

The consolidated financial statements of the Company and its subsidiaries (collectively the “Group”) are presented in New Taiwan dollars, the functional currency of the Company.

### 2. APPROVAL OF FINANCIAL STATEMENTS

The consolidated financial statements were approved by the Company’s board of directors on November 12, 2024.

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

- a. Initial application of the amendments to the International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), IFRIC Interpretations (IFRIC), and SIC Interpretations (SIC) (collectively, the “IFRS Accounting Standards”) endorsed and issued into effect by the Financial Supervisory Commission (FSC) did not have a material impact on the Group’s accounting policies.
- b. The IFRS Accounting Standards endorsed by the FSC for application starting from 2025

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

Note: An entity shall apply those amendments for annual reporting periods beginning on or after January 1, 2025. Upon initial application of the amendments to IAS 21, the Group shall not restate the comparative information and shall recognize any effect of initially applying the amendments as an adjustment to the opening balance of retained earnings or, if applicable, to the cumulative amount of translation differences in equity as well as affected assets or liabilities.

## Amendments to IAS 21 “Lack of Exchangeability”

The amendments stipulate that a currency is 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. An entity shall estimate the spot exchange rate at a measurement date when a currency is not exchangeable into another currency to reflect the rate at which an orderly exchange transaction would take place at the measurement date between market participants under prevailing economic conditions. In this situation, 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, its financial performance, financial position and cash flows.

- c. The IFRS Accounting Standards in issue but not yet endorsed and issued into effect by the FSC

<u>New, Amended and Revised Standards and Interpretations</u>	<u>Effective Date Announced by IASB (Note)</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”	To be determined by IASB
IFRS 17 “Insurance Contracts”	January 1, 2023
Amendments to IFRS 17 “Insurance Contracts”	January 1, 2023
Amendments 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: Unless stated otherwise, the above IFRS Accounting Standards are effective for annual reporting periods beginning on or after their respective effective dates.

- 1) Amendments to IFRS 9 and IFRS 7 “Amendments to the Classification and Measurement of Financial Instruments”

The amendments mainly amend the requirements for the classification of financial assets, including if a financial asset contains a contingent feature that could change the timing or amount of contractual cash flows and the contingent event itself does not relate directly to changes in basic lending risks and costs (e.g., whether the debtor achieves a contractually specified reduction in carbon emissions), the financial asset has contractual cash flows that are solely payments of principal and interest on the principal amount outstanding if, and only if,

- In all possible scenarios (before and after the occurrence of a contingent event), the contractual cash flows are solely payments of principal and interest on the principal amount outstanding; and
- In all possible scenarios, the contractual cash flows would not be significantly different from the contractual cash flows on a financial instrument with identical contractual terms, but without such a contingent feature.

The amendments also stipulate that, when settling a financial liability in cash using an electronic payment system, an entity can choose to derecognize the financial liability before the settlement date if, and only if, the entity has initiated a payment instruction that resulted in:

- The entity having no practical ability to withdraw, stop or cancel the payment instruction;

- The entity having no practical ability to access the cash to be used for settlement as a result of the payment instruction; and
  - The settlement risk associated with the electronic payment system being insignificant.
- 2) Amendments to IFRS 10 and IAS 28 “Sale or Contribution of Assets between an Investor and its Associate or Joint Venture”

The amendments stipulate that, when the Group sells or contributes assets that constitute a business (as defined in IFRS 3) to an associate or joint venture, the gain or loss resulting from the transaction is recognized in full. Also, when the Group loses control of a subsidiary that contains a business but retains significant influence or joint control, the gain or loss resulting from the transaction is recognized in full.

Conversely, when the Group sells or contributes assets that do not constitute a business to an associate or joint venture, the gain or loss resulting from the transaction is recognized only to the extent of the Group’s interest as an unrelated investor in the associate or joint venture, i.e., the Group’s share of the gain or loss is eliminated. Also, when the Group loses control of a subsidiary that does not contain a business but retains significant influence or joint control over an associate or a joint venture, the gain or loss resulting from the transaction is recognized only to the extent of the Group’s interest as an unrelated investor in the associate or joint venture, i.e., the Group’s share of the gain or loss is eliminated.

- 3) IFRS 18 “Presentation and Disclosure in Financial Statements”

IFRS 18 will supersede IAS 1 “Presentation of Financial Statements”. The main changes comprise:

- Items of income and expenses included in the statement of profit or loss shall be classified into the operating, investing, financing, income taxes and discontinued operations categories.
- The statement of profit or loss shall present totals and subtotals for operating profit or loss, profit or loss before financing and income taxes and profit or loss.
- Provides guidance to enhance the requirements of aggregation and disaggregation: The Group shall identify the assets, liabilities, equity, income, expenses and cash flows that arise from individual transactions or other events and shall classify and aggregate them into groups based on shared characteristics, so as to result in the presentation in the primary financial statements of line items that have at least one similar characteristic. The Group shall disaggregate items with dissimilar characteristics in the primary financial statements and in the notes. The Group labels items as “other” only if it cannot find a more informative label.
- Disclosures on Management-defined Performance Measures (MPMs): When in public communications outside financial statements and communicating to users of financial statements management’s view of an aspect of the financial performance of the Group as a whole, the Group shall disclose related information about its MPMs in a single note to the financial statements, including the description of such measures, calculations, reconciliations to the subtotal or total specified by IFRS Accounting Standards and the income tax and non-controlling interests effects of related reconciliation items.

Except for the above impact, as of the date the consolidated financial statements were authorized for issue, the Group is continuously assessing other impacts of the above amended standards and interpretations on the Group’s financial position and financial performance and will disclose the relevant impact when the assessment is completed.

d. Reclassification

The management of the Group considers the bank deposits repatriated for restricted purpose for the use of substantial investments and financial investments in accordance with the Management, Utilization, and Taxation of Repatriated Offshore Funds Act do not change the nature of the deposit as the entity can access those amounts on demand. The management concludes that the presentation of cash and cash equivalents is more appropriate and, therefore, has changed the presentation of the consolidated balance sheets and consolidated statements of cash flows. The financial assets at amortized cost were reclassified to cash and cash equivalents with a carrying amount of \$3,344 thousand and \$18,419 thousand on September 30, 2023 and January 1, 2023. The impact on cash flows for the nine months ended September 30, 2023 was as follows:

	<b>Adjustments</b>
Net cash generated from operating activities	\$ 18,462
Net cash used in investing activities	<u>(15,118)</u>
Net increase in cash and cash equivalents	<u>\$ 3,344</u>

#### 4. SUMMARY OF MATERIAL ACCOUNTING POLICY INFORMATION

a. Statement of compliance

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

b. Basis of preparation

The consolidated financial statements have been prepared on the historical cost basis except for financial instruments which are measured at fair value, and net defined benefit liabilities which are measured at the present value of the defined benefit obligation less the fair value of plan assets. Historical cost is generally based on the fair value of the consideration given in exchange for assets.

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

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

c. Basis of consolidation

The basis of consolidation has been followed in these consolidated financial statements as was applied in the preparation of the consolidated financial statements for the year ended December 31, 2023.

Please refer to Note 14 “Subsidiaries” to the consolidated financial statements, Table 9 “Information on Investees” and Table 10 “Information on investments in mainland China” of Note 38 to the consolidated financial statements for detailed information on subsidiaries, including the percentages of ownership and main businesses.

d. Other material accounting policies

Except for the following, please refer to the consolidated financial statements for the year ended December 31, 2023.

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

Current assets include:

- Assets held primarily for the purpose of trading;
- Assets expected to be realized within 12 months after the reporting period; and
- Cash and cash equivalents unless the asset is restricted from being exchanged or used to settle a liability for at least 12 months after the reporting period.

Current liabilities include:

- Liabilities held primarily for the purpose of trading;
- Liabilities due to be settled within 12 months after the reporting period, and
- Liabilities for which the Group does not have the substantial right at the end of the reporting period to defer settlement for at least 12 months after the reporting period.

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

The Group is engaged in the construction business, which has an operating cycle of over 1 year. The normal operating cycle applies when considering the classification of the Group’s construction-related assets and liabilities.

2) Retirement benefits

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

3) Other long-term employee benefits

Other long-term employee benefits are accounted for in the same way as the accounting required for defined benefit plans except that remeasurement is recognized in profit or loss.

4) Income tax expense

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

## 5. MATERIAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

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

In addition, the same material accounting judgments and key sources of estimates and uncertainty have been followed in these consolidated financial statements as were applied in the preparation of the Company's consolidated financial statements for the year ended December 31, 2023.

## 6. CASH AND CASH EQUIVALENTS

	September 30, 2024	December 31, 2023	September 30, 2023
Cash on hand	\$ 14,723	\$ 19,040	\$ 15,998
Checking accounts and demand deposits	17,250,161	14,094,271	17,208,416
Cash equivalents (investments with original maturities of less than three months)			
Time deposits	12,800,211	24,840,386	29,861,239
Repurchase agreements collateralized by bonds	3,838,047	1,628,424	383,104
Commercial paper	<u>196,800</u>	<u>-</u>	<u>-</u>
	<u>\$ 34,099,942</u>	<u>\$ 40,582,121</u>	<u>\$ 47,468,757</u>

## 7. FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

	September 30, 2024	December 31, 2023	September 30, 2023
<u>Financial assets at FVTPL</u>			
Financial assets mandatorily as at FVTPL			
Derivative financial assets (not under hedge accounting)			
Forward exchange contracts (a)	\$ 476,313	\$ -	\$ 21,253
Exchange rate option contracts (b)	10,439	11,733	7,750
Exchange rate swap contracts (c)	285,773	139,663	555,266
Cross-currency swap contracts (d)	-	25,363	6,609
Non-derivative financial assets			
Domestic listed shares	-	7,286	-
Mutual funds	<u>2,702,386</u>	<u>1,651,343</u>	<u>1,566,376</u>
	<u>\$ 3,474,911</u>	<u>\$ 1,835,388</u>	<u>\$ 2,157,254</u>
Current	\$ 2,030,440	\$ 945,643	\$ 1,213,640
Non-current	<u>1,444,471</u>	<u>889,745</u>	<u>943,614</u>
	<u>\$ 3,474,911</u>	<u>\$ 1,835,388</u>	<u>\$ 2,157,254</u>

(Continued)



	<b>September 30, 2024</b>	<b>December 31, 2023</b>	<b>September 30, 2023</b>
<u>Financial liabilities at FVTPL</u>			
Financial liabilities held for trading			
Derivative financial liabilities (not under hedge accounting)			
Forward exchange contracts (a)	\$ 1,920	\$ 99,812	\$ 42,090
Exchange rate option contracts (b)	10,928	19,420	115,271
Exchange rate swap contracts (c)	<u>21,157</u>	<u>210,238</u>	<u>1,050</u>
	<u>\$ 34,005</u>	<u>\$ 329,470</u>	<u>\$ 158,411</u>
Current	<u>\$ 34,005</u>	<u>\$ 329,470</u>	<u>\$ 158,411</u> (Concluded)

- a. At the end of the reporting period, outstanding forward exchange contracts not under hedge accounting were as follows:

September 30, 2024

**Notional Amount  
(In Thousands)**

US\$ 227,200  
US\$ 26,000  
US\$ 32,216

**Forward Exchange Rate**

Sell US\$/Buy IDR at 15,840 to 16,395  
Sell HK\$/Buy US\$ at 7.783  
Sell US\$/Buy VND at 25,595 to 25,625

December 31, 2023

**Notional Amount  
(In Thousands)**

US\$ 91,775  
NT\$ 1,398,012

**Forward Exchange Rate**

Sell US\$/Buy IDR at 15,250 to 15,450  
Sell NT\$/Buy US\$ at 32.104 to 32.149

September 30, 2023

**Notional Amount  
(In Thousands)**

US\$ 117,305  
NT\$ 1,398,012

**Forward Exchange Rate**

Sell US\$/Buy IDR at 15,250 to 15,450  
Sell NT\$/Buy US\$ at 30.649 to 31.503

The Group entered into forward exchange contracts to manage exposures to exchange rate fluctuations of foreign currency denominated assets and liabilities.

- b. At the end of the reporting period, outstanding exchange rate option contracts not under hedge accounting were as follows:

September 30, 2024

<b>Notional Amount (In Thousands)</b>	<b>Type</b>	<b>Buy/Sell</b>	<b>Maturity Date</b>	<b>Exchange Rate</b>
US\$ 128,000	Put	Sell	2024.10-2026.07	US\$:RMB 7.0000-7.4500
US\$ 71,000	Call	Sell	2024.10-2026.05	US\$:HK\$ 7.7210-7.7440
US\$ 114,000	Call	Sell	2024.10-2026.05	US\$:RMB 6.7460-6.7790
US\$ 29,000	Put	Sell	2025.02	US\$:IDR 15,620

December 31, 2023

<b>Notional Amount (In Thousands)</b>	<b>Type</b>	<b>Buy/Sell</b>	<b>Maturity Date</b>	<b>Exchange Rate</b>
US\$ 243,000	Put	Sell	2024.01-2025.07	US\$:RMB 6.7500-7.0200
US\$ 160,000	Put	Sell	2024.01-2025.08	US\$:NT\$ 32.5000-33.5000
US\$ 30,070	Put	Sell	2024.01-2024.02	US\$:IDR 15,100-15,500
US\$ 78,000	Call	Sell	2024.04-2025.04	US\$:HK\$ 7.7210-7.7440
RMB 138,000	Call	Sell	2024.03	US\$:RMB 6.5000

September 30, 2023

<b>Notional Amount (In Thousands)</b>	<b>Type</b>	<b>Buy/Sell</b>	<b>Maturity Date</b>	<b>Exchange Rate</b>
US\$ 294,000	Put	Sell	2023.10-2025.07	US\$:RMB 6.7500-7.0200
US\$ 242,000	Put	Sell	2023.10-2025.08	US\$:NT\$ 32.5600-33.0000
US\$ 73,350	Put	Sell	2023.10-2024.02	US\$:IDR 15,100-15,500
US\$ 109,000	Call	Sell	2023.10-2025.04	US\$:HK\$ 7.7210-7.7440
RMB 1,078,000	Call	Sell	2023.10-2024.03	US\$:RMB 6.5000

The Group entered into exchange rate option contracts to manage exposures to exchange rate fluctuations of foreign currency denominated assets and liabilities.

- c. At the end of the reporting period, outstanding exchange rate swap contracts not under hedge accounting were as follows:

September 30, 2024

<b>Notional Amount (In Thousands)</b>	<b>Maturity Date</b>	<b>Exchange Rate</b>
US\$ 73,000	2024.10	US\$:NT\$ 31.8610
RMB 1,449,760	2024.10-2025.04	RMB:NT\$ 4.3004-4.3871

December 31, 2023

<b>Notional Amount (In Thousands)</b>	<b>Maturity Date</b>	<b>Exchange Rate</b>
US\$ 347,500	2024.01-2024.03	US\$:NT\$ 28.6400-31.0770
RMB 1,460,460	2024.03-2024.11	RMB:NT\$ 4.3054-4.3750

September 30, 2023

<b>Notional Amount (In Thousands)</b>	<b>Maturity Date</b>	<b>Exchange Rate</b>
US\$ 422,500	2023.10-2024.02	US\$:NT\$ 28.6400-31.7885
RMB 868,460	2023.10-2024.06	RMB:NT\$ 4.3072-4.3653

The Group entered into exchange rate swap contracts to manage exposures to exchange rate fluctuations of foreign currency denominated assets and liabilities.

- d. At the end of the reporting period, outstanding cross-currency swap contracts not under hedge accounting were as follows:

December 31, 2023

<b>Notional Amount (In Thousands)</b>	<b>Maturity Date</b>	<b>Exchange Rate</b>	<b>Exchange Interest Rate %</b>
US\$ 30,000	2024.09	US\$:RMB 7.2600	2.9800

September 30, 2023

<b>Notional Amount (In Thousands)</b>	<b>Maturity Date</b>	<b>Exchange Rate</b>	<b>Exchange Interest Rate %</b>
US\$ 30,000	2024.09	US\$:RMB 7.2600	2.9800

The Group entered into cross-currency swap contracts to manage exposures to exchange rate and interest rate fluctuations of foreign currency denominated assets and liabilities.

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

	<b>September 30, 2024</b>	<b>December 31, 2023</b>	<b>September 30, 2023</b>
Domestic investments			
Listed shares	\$ 24,684,816	\$ 23,299,045	\$ 22,392,916
Unlisted shares	76,289	73,608	71,273
Foreign investments			
Unlisted shares	<u>95,816</u>	<u>135,741</u>	<u>144,546</u>
	<u>\$ 24,856,921</u>	<u>\$ 23,508,394</u>	<u>\$ 22,608,735</u>
Current	\$ 23,989,598	\$ 22,747,994	\$ 21,875,962
Non-current	<u>867,323</u>	<u>760,400</u>	<u>732,773</u>
	<u>\$ 24,856,921</u>	<u>\$ 23,508,394</u>	<u>\$ 22,608,735</u>

These investments in equity instruments are held for medium- to long-term strategic purposes. Accordingly, the management selected to designate these investments in equity instruments as at FVTOCI as they believe that recognizing short-term fluctuations in these investments' fair value in profit or loss would not be consistent with the Group's strategy of holding these investments for long-term purposes.

## 9. FINANCIAL ASSETS AT AMORTIZED COST

	September 30, 2024	December 31, 2023	September 30, 2023
Domestic investments			
Bonds	\$ 284,850	\$ -	\$ -
Time deposits with original maturities of more than three months	5,016,409	4,579,025	3,836,801
Foreign investments			
Bonds	11,419,808	2,636,501	2,750,818
Time deposits with original maturities of more than three months	6,166,749	4,781,382	3,785,239
Structured products	<u>237,375</u>	<u>-</u>	<u>-</u>
	<u>\$ 23,125,191</u>	<u>\$ 11,996,908</u>	<u>\$ 10,372,858</u>
Current	\$ 9,575,900	\$ 8,238,845	\$ 7,790,996
Non-current	<u>13,549,291</u>	<u>3,758,063</u>	<u>2,581,862</u>
	<u>\$ 23,125,191</u>	<u>\$ 11,996,908</u>	<u>\$ 10,372,858</u>

Please refer to Note 35 to the consolidated financial statements for information relating to investments in financial assets at amortized cost pledged as security.

## 10. NOTES RECEIVABLE, ACCOUNTS RECEIVABLE AND OTHER RECEIVABLES

	September 30, 2024	December 31, 2023	September 30, 2023
<u>Notes receivable</u>			
Operating	\$ 29	\$ 169	\$ 623
Non-operating	<u>-</u>	<u>32</u>	<u>-</u>
	<u>\$ 29</u>	<u>\$ 201</u>	<u>\$ 623</u>
<u>Accounts receivable (including related parties)</u>			
At amortized cost			
Gross carrying amount	\$ 34,152,526	\$ 27,983,785	\$ 27,699,325
Less: Allowance for impairment loss	<u>(809,752)</u>	<u>(762,589)</u>	<u>(778,127)</u>
	<u>\$ 33,342,774</u>	<u>\$ 27,221,196</u>	<u>\$ 26,921,198</u>
<u>Other receivables</u>			
Tax refund receivables	\$ 5,729,464	\$ 4,389,709	\$ 4,188,751
Others	1,055,771	1,477,076	2,246,258
Less: Allowance for impairment loss	<u>(22,313)</u>	<u>(21,217)</u>	<u>(20,491)</u>
	<u>\$ 6,762,922</u>	<u>\$ 5,845,568</u>	<u>\$ 6,414,518</u>

a. Notes receivable

The notes receivable balances at September 30, 2024, December 31, 2023 and September 30, 2023 were not past due. The merged company assessed that the expected recoverable amount is equivalent to the original recorded amount; therefore, no provision for impairment loss has been made.

b. Accounts receivable

The Group use simplified practice of IFRS 9 to measures the loss allowance for trade receivables at an amount equal to lifetime ECLs. The expected credit losses on trade receivables are estimated using a provision matrix approach considering the past default experience of the debtor and an analysis of the debtor's current financial position. As the Group's historical credit loss experience shows significantly different loss patterns for different customer segments, the provision for loss allowance based on past due status is further distinguished according to the Group's different customer base.

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

1) The following table details the loss allowance of trade receivables.

September 30, 2024

	<b>Less than 30 Days</b>	<b>31 to 90 Days</b>	<b>Over 91 Days</b>	<b>Total</b>
Gross carrying amount	\$ 20,071,558	\$ 13,074,783	\$ 1,006,185	\$ 34,152,526
Loss allowance (lifetime ECLs)	<u>-</u>	<u>(222)</u>	<u>(809,530)</u>	<u>(809,752)</u>
Amortized cost	<u>\$ 20,071,558</u>	<u>\$ 13,074,561</u>	<u>\$ 196,655</u>	<u>\$ 33,342,774</u>

December 31, 2023

	<b>Less than 30 Days</b>	<b>31 to 90 Days</b>	<b>Over 91 Days</b>	<b>Total</b>
Gross carrying amount	\$ 17,442,294	\$ 9,667,443	\$ 874,048	\$ 27,983,785
Loss allowance (lifetime ECLs)	<u>-</u>	<u>(31)</u>	<u>(762,558)</u>	<u>(762,589)</u>
Amortized cost	<u>\$ 17,442,294</u>	<u>\$ 9,667,412</u>	<u>\$ 111,490</u>	<u>\$ 27,221,196</u>

September 30, 2023

	<b>Less than 30 Days</b>	<b>31 to 90 Days</b>	<b>Over 91 Days</b>	<b>Total</b>
Gross carrying amount	\$ 18,084,937	\$ 8,807,832	\$ 806,556	\$ 27,699,325
Loss allowance (lifetime ECLs)	<u>-</u>	<u>-</u>	<u>(778,127)</u>	<u>(778,127)</u>
Amortized cost	<u>\$ 18,084,937</u>	<u>\$ 8,807,832</u>	<u>\$ 28,429</u>	<u>\$ 26,921,198</u>

2) The movements of the loss allowance of accounts receivable were as follows:

	<b>For the Nine Months Ended September 30</b>	
	<b>2024</b>	<b>2023</b>
Balance at January 1	\$ 762,589	\$ 724,541
Add: Impairment losses recognized on receivable	33,186	28,102
Less: Amounts written off	(13,324)	(4,872)
Foreign exchange gains and losses	<u>27,301</u>	<u>30,356</u>
Balance at September 30	<u>\$ 809,752</u>	<u>\$ 778,127</u>

3) The movements of the loss allowance of other receivables were as follows:

	<b>For the Nine Months Ended September 30</b>	
	<b>2024</b>	<b>2023</b>
Balance at January 1	\$ 21,217	\$ 859
Add: Impairment losses recognized on receivable	482	19,357
Less: Amounts written off	-	(859)
Foreign exchange gains and losses	<u>614</u>	<u>1,134</u>
Balance at September 30	<u>\$ 22,313</u>	<u>\$ 20,491</u>

## 11. INVENTORIES

	<b>September 30, 2024</b>	<b>December 31, 2023</b>	<b>September 30, 2023</b>
Inventories - manufacturing and retailing	\$ 46,639,546	\$ 38,368,737	\$ 41,838,539
Inventories - construction	<u>3,719,138</u>	<u>3,658,698</u>	<u>3,690,859</u>
	<u>\$ 50,358,684</u>	<u>\$ 42,027,435</u>	<u>\$ 45,529,398</u>

a. Inventories - manufacturing and retailing at the end of the reporting period consisted of the following:

	<b>September 30, 2024</b>	<b>December 31, 2023</b>	<b>September 30, 2023</b>
Raw materials	\$ 8,759,134	\$ 6,328,000	\$ 7,500,706
Work in progress	6,252,418	4,635,776	5,124,388
Finished goods and merchandise	<u>31,627,994</u>	<u>27,404,961</u>	<u>29,213,445</u>
	<u>\$ 46,639,546</u>	<u>\$ 38,368,737</u>	<u>\$ 41,838,539</u>

The cost of manufacturing and retailing inventories recognized as cost of goods sold for the three months ended September 30, 2024 and 2023, were \$50,404,195 thousand and \$44,320,672 thousand, respectively, and for the nine months ended September 30, 2024 and 2023, were \$147,336,481 thousand and \$141,308,173 thousand, respectively.

b. Inventories - construction at the end of the reporting period consisted of the following:

	<b>September 30, 2024</b>	<b>December 31, 2023</b>	<b>September 30, 2023</b>
Land and buildings held for development	\$ 3,581,486	\$ 3,515,607	\$ 3,538,152
Land and buildings held for sale	26,760	32,199	41,815
Land held for construction sites	<u>110,892</u>	<u>110,892</u>	<u>110,892</u>
	<u>\$ 3,719,138</u>	<u>\$ 3,658,698</u>	<u>\$ 3,690,859</u>

The cost of construction inventories recognized as cost of goods sold for the three months ended September 30, 2024 and 2023, were \$44,688 thousand and \$13,380 thousand, respectively, and for the nine months ended September 30, 2024 and 2023, were \$48,124 thousand and \$51,280 thousand, respectively.

## 12. NON-CURRENT ASSETS HELD FOR SALE

	<b>September 30, 2024</b>	<b>December 31, 2023</b>	<b>September 30, 2023</b>
<u>Non-current assets held for sale</u>			
Investments accounted for using the equity method	\$ _____-	\$ _____-	\$ _____-

In September 2023, Yue Yuen resolved to dispose of all the shares of its associates, Full Pearl International Ltd., to unrelated parties and, therefore, had its assets reclassified as “non-current assets held for sale”. The carrying amount of the assets was zero as of September 30, 2023. Yue Yuen completed this transaction as of October 30, 2023, and the transaction amount was RMB42,500 thousand.

## 13. OTHER ASSETS

	<b>September 30, 2024</b>	<b>December 31, 2023</b>	<b>September 30, 2023</b>
Prepayments	\$ 9,864,673	\$ 8,776,007	\$ 10,401,049
Refundable deposits	523,874	549,579	546,528
Defined benefit assets	43,754	43,754	43,754
Prepayments for equipment and long-term prepayment	1,139,952	624,775	652,443
Others	<u>1,165,913</u>	<u>1,111,220</u>	<u>1,264,435</u>
	<u>\$ 12,738,166</u>	<u>\$ 11,105,335</u>	<u>\$ 12,908,209</u>
Current	\$ 10,984,119	\$ 9,825,235	\$ 11,602,500
Non-current	<u>1,754,047</u>	<u>1,280,100</u>	<u>1,305,709</u>
	<u>\$ 12,738,166</u>	<u>\$ 11,105,335</u>	<u>\$ 12,908,209</u>

## 14. SUBSIDIARIES

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

Name of Subsidiary	Location of Incorporation	Main Business	Proportion of Ownership (%)		
			September 30, 2024	December 31, 2023	September 30, 2023
Wealthplus Holdings Limited (“Wealthplus”)	British Virgin Islands	Investing in footwear, electronics and peripheral products	100.00	100.00	100.00
Win Fortune Investments Limited	British Virgin Islands	Investing activities	100.00	100.00	100.00
Windsor Entertainment Co., Ltd.	ROC	Entertainment and resort operations	100.00	100.00	100.00
Pou Shine Investments Co., Ltd.	ROC	Investing activities	100.00	100.00	100.00
Pan Asia Insurance Services Co., Ltd.	ROC	Agency of property and casualty insurance	100.00	100.00	100.00
Pro Arch International Development Enterprise Inc.	ROC	Design and manufacture of footwear products	100.00	100.00	100.00
Pou Yuen Technology Co., Ltd.	ROC	Rental of real estate	99.81	99.81	99.81
Barits Development Corporation	ROC	Import and export of shoe related materials and investing activities	99.62	99.62	99.62

The information of Wealthplus’ major subsidiaries is as follows:

Name of Subsidiary	Location of Incorporation	Main Business	Proportion of Ownership (%)		
			September 30, 2024	December 31, 2023	September 30, 2023
Yue Yuen Industrial (Holdings) Limited (“Yue Yuen”)	Bermuda	Manufacture and sale of athletic and casual footwear and sports apparel	50.04	50.04	50.04
Pou Sheng International (Holdings) Limited (“Pou Sheng”)	Bermuda	Retail of sporting goods	31.30	31.30	31.30
Tetor Ventures Ltd.	British Virgin Islands	Investment holding	100.00	100.00	100.00
Allied Charm Holdings Limited	British Virgin Islands	Investment holding	100.00	100.00	100.00

Win Fortune Investments Limited (“Win Fortune”) invested in Yue Yuen (as at September 30, 2024, December 31, 2023 and September 30, 2023, the ownership percentage were 1.07%). Investing is its primary operation activity.

The information of Pou Yuen Technology Co., Ltd.’s subsidiary is as follows:

Name of Subsidiary	Location of Incorporation	Main Business	Proportion of Ownership (%)		
			September 30, 2024	December 31, 2023	September 30, 2023
Pearl Dove International Limited	British Virgin Islands	Investment holdings	100.00	100.00	100.00

The information of Barits Development Corporation’s subsidiaries is as follows:

Name of Subsidiary	Location of Incorporation	Main Business	Proportion of Ownership (%)		
			September 30, 2024	December 31, 2023	September 30, 2023
Song Ming Investments Co., Ltd.	ROC	Investing activities	100.00	100.00	100.00
Pou Chin Development Co., Ltd.	ROC	Agency of land demarcation	100.00	100.00	100.00
Yue Hong Realty Development Co., Ltd.	ROC	Development of real estate	Note	100.00	100.00
Wang Yi Construction Co., Ltd.	ROC	Construction	89.75	89.75	89.75
Pou Yii Development Co., Ltd.	ROC	Rental and sale of real estate	75.00	75.00	75.00

Note: Merged with Bailey Development Co., Ltd. and dissolved on September 30, 2024.



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

Name of Subsidiary	Proportion of Ownership by Non-controlling Interests (%)		
	September 30,	December 31,	September 30,
	2024	2023	2023
Yue Yuen	48.89	48.89	48.89
Pou Sheng	37.45	37.45	37.45

Please refer to Table 9 “Information on Investees” of Note 38 to the consolidated financial statements for business location and business item of the material associates.

Name of Subsidiary	Profit (Loss) Allocated to Non-controlling Interests				Accumulated Non-controlling Interests		
	For the Three Months Ended		For the Nine Months Ended		September 30,	December 31,	September 30,
	September 30		September 30		2024	2023	2023
	2024	2023	2024	2023			
Yue Yuen	\$ 2,318,362	\$ 821,552	\$ 5,162,840	\$ 2,042,341	\$ 65,449,985	\$ 61,675,136	\$ 62,355,319
Pou Sheng	10,691	(2,186)	559,253	496,407	15,342,907	14,473,109	14,592,010

Pou Sheng is a subsidiary of Yue Yuen, and the summarized financial information in respect of Yue Yuen and its subsidiaries (including Pou Sheng) is set out below:

	September 30, 2024	December 31, 2023	September 30, 2023
Current assets	\$ 133,289,150	\$ 116,183,436	\$ 128,534,680
Non-current assets	108,490,920	107,067,722	111,823,707
Current liabilities	(68,332,978)	(60,841,199)	(60,348,582)
Non-current liabilities	<u>(23,906,131)</u>	<u>(21,451,188)</u>	<u>(37,637,243)</u>
Equity	<u>\$ 149,540,961</u>	<u>\$ 140,958,771</u>	<u>\$ 142,372,562</u>
Equity attributable to:			
Owners of the Company	\$ 68,803,994	\$ 64,845,591	\$ 65,574,514
Non-controlling interests of Yue Yuen	65,449,985	61,675,136	62,355,319
Non-controlling interests of Yue Yuen’s subsidiaries	<u>15,286,982</u>	<u>14,438,044</u>	<u>14,442,729</u>
	<u>\$ 149,540,961</u>	<u>\$ 140,958,771</u>	<u>\$ 142,372,562</u>

	For the Three Months Ended		For the Nine Months Ended	
	September 30		September 30	
	2024	2023	2024	2023
Operating revenue	<u>\$ 66,536,830</u>	<u>\$ 58,034,094</u>	<u>\$ 194,638,038</u>	<u>\$ 184,959,078</u>
Net income	\$ 4,823,903	\$ 1,758,627	\$ 11,253,301	\$ 4,892,153
Other comprehensive net income (loss)	<u>1,977,209</u>	<u>(234,176)</u>	<u>923,123</u>	<u>(2,560,592)</u>
Total comprehensive net income	<u>\$ 6,801,112</u>	<u>\$ 1,524,451</u>	<u>\$ 12,176,424</u>	<u>\$ 2,331,561</u>

(Continued)

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2024	2023	2024	2023
Net income attributable to:				
Owners of the Company	\$ 2,415,745	\$ 856,820	\$ 5,383,183	\$ 2,121,230
Non-controlling interests of Yue Yuen	2,318,362	821,552	5,162,840	2,042,341
Non-controlling interests of Yue Yuen's subsidiaries	<u>89,796</u>	<u>80,255</u>	<u>707,278</u>	<u>728,582</u>
	<u>\$ 4,823,903</u>	<u>\$ 1,758,627</u>	<u>\$ 11,253,301</u>	<u>\$ 4,892,153</u>
Total comprehensive net income attributable to:				
Owners of the Company	\$ 3,106,069	\$ 755,509	\$ 5,711,278	\$ 1,182,279
Non-controlling interests of Yue Yuen	2,978,445	724,679	5,476,563	1,144,522
Non-controlling interests of Yue Yuen's subsidiaries	<u>716,598</u>	<u>44,263</u>	<u>988,583</u>	<u>4,760</u>
	<u>\$ 6,801,112</u>	<u>\$ 1,524,451</u>	<u>\$ 12,176,424</u>	<u>\$ 2,331,561</u>

(Concluded)

	For the Nine Months Ended September 30	
	2024	2023
Net cash (outflow) inflow from:		
Operating activities	\$ 6,408,055	\$ 25,579,312
Investing activities	(234,027)	(5,024,263)
Financing activities	<u>(8,113,123)</u>	<u>(15,532,114)</u>
Net cash (outflow) inflow	<u>\$ (1,939,095)</u>	<u>\$ 5,022,935</u>
Dividends paid to:		
Non-controlling interests of Yue Yuen	<u>\$ 2,288,099</u>	<u>\$ 2,173,824</u>
Non-controlling interests of Yue Yuen's subsidiaries	<u>\$ 417,584</u>	<u>\$ 152,400</u>

## 15. INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

	September 30, 2024	December 31, 2023	September 30, 2023
Investments in associates	\$ 68,535,301	\$ 61,502,235	\$ 57,331,395
Investments in joint ventures	<u>5,211,605</u>	<u>5,396,794</u>	<u>5,549,761</u>
	<u>\$ 73,746,906</u>	<u>\$ 66,899,029</u>	<u>\$ 62,881,156</u>

a. Investments in associates

	September 30, 2024	December 31, 2023	September 30, 2023
Material associate			
Ruen Chen Investment Holding Co., Ltd.	\$ 54,159,854	\$ 47,687,183	\$ 41,565,354
Associates that are not individually material	<u>14,375,447</u>	<u>13,815,052</u>	<u>15,766,041</u>
	<u>\$ 68,535,301</u>	<u>\$ 61,502,235</u>	<u>\$ 57,331,395</u>

1) Material associate

Name of Associate	<u>Proportion of Ownership (%)</u>		
	September 30, 2024	December 31, 2023	September 30, 2023
Ruen Chen Investment Holding Co., Ltd.	20	20	20

- a) As of October 18, 2023, the Company purchasing 10,000 thousand issued ordinary shares with \$10 per share with the amount of \$100,000 thousand.
- b) The summarized financial information below represents amounts shown in the material associate's financial statements prepared in accordance with IFRS Accounting Standards adjusted by the Group for equity accounting purposes.

Ruen Chen Investment Holding Co., Ltd.

Name of Associate	September 30, 2024	December 31, 2023	September 30, 2023
Assets	\$ 5,525,995,676	\$ 5,373,009,122	\$ 5,456,511,616
Liabilities	(5,218,608,953)	(5,101,450,286)	(5,218,971,031)
Non-controlling interests	<u>(36,290,891)</u>	<u>(32,826,359)</u>	<u>(29,417,253)</u>
Owners of Ruen Chen	<u>\$ 271,095,832</u>	<u>\$ 238,732,477</u>	<u>\$ 208,123,332</u>
Proportion of the Group's interest	20%	20%	20%
Equity attributable to the Group	\$ 54,219,166	\$ 47,746,495	\$ 41,624,666
Other adjustments	<u>(59,312)</u>	<u>(59,312)</u>	<u>(59,312)</u>
Carrying amount	<u>\$ 54,159,854</u>	<u>\$ 47,687,183</u>	<u>\$ 41,565,354</u>

	<u>For the Three Months Ended September 30</u>		<u>For the Nine Months Ended September 30</u>	
	2024	2023	2024	2023
Operating revenue	<u>\$ 118,250,971</u>	<u>\$ 132,067,454</u>	<u>\$ 376,965,983</u>	<u>\$ 378,449,194</u>
Net income	\$ 11,000,567	\$ 22,160,258	\$ 36,649,781	\$ 37,328,582
Other comprehensive net loss	<u>(7,264,327)</u>	<u>(37,547,842)</u>	<u>(467,590)</u>	<u>(5,753,515)</u>
Total comprehensive net income (loss)	<u>\$ 3,736,240</u>	<u>\$ (15,387,584)</u>	<u>\$ 36,182,191</u>	<u>\$ 31,575,067</u>

2) Associates that are not individually material

Name of Associate	Proportion of Ownership and Voting Rights (%)		
	September 30, 2024	December 31, 2023	September 30, 2023
Eagle Nice (International) Holdings Limited	33.44	35.97	35.97
San Fang Chemical Industry Co., Ltd.	43.72	44.72	44.72
Elitegroup Computer Systems Co., Ltd.	-	-	12.78
Brandblack Inc.	31.25	31.25	31.25
Just Lucky Investments Limited	38.30	38.30	38.30
Natural Options Limited	38.30	38.30	38.30
Oftenrich Holdings Limited	45.00	45.00	45.00
Pou Ming Paper Products Manufacturing Co., Ltd.	20.00	20.00	20.00
Prosperlink Limited	38.00	38.00	38.00
Prosperous Industrial (Holdings) Ltd.	22.50	22.50	22.50
Rise Bloom International Limited	38.00	38.00	38.00
Venture Well Holdings Ltd.	31.55	31.55	31.55
Nan Pao Resins Chemical Co., Ltd.	14.10	17.23	17.59
Nan Shan Life Insurance Co., Ltd.	0.18	0.18	0.18

- a) The Group holds less than 20% interest in Elitegroup Computer Systems Co., Ltd. However, the Group has the power to appoint two out of the nine directors of Elitegroup Computer Systems Co., Ltd. Therefore, the Group is able to exercise significant influence over Elitegroup Computer Systems Co., Ltd. In November 2023, the Group disposed of partial shares of Elitegroup Computer Systems Co., Ltd. in the public market. The total of 80,785 thousand shares was disposed which amounted to \$2,453,577 thousand. After the transaction, the shareholding ratio of the Group at Elitegroup Computer Systems Co., Ltd. dropped from 14.53% to 0.04%. In addition, the directors who originally occupied two seats were naturally dismissed due to the disposal of shares, resulting in the loss of significant impact. The Group retained the remaining 0.04% interest as financial assets at FVTPL whose fair value at the date of disposal was \$6,939 thousand.
- b) In September 2023, the Group resolved to dispose of its associate, Full Pearl International Ltd., of all shares to unrelated parties. The carrying amount of the investment was zero as of September 30, 2023, and the transaction was completed on October 30, 2023 with an amount of RMB42,500 thousand.
- c) The Group holds less than 20% interest in Nan Pao Resins Chemical Co., Ltd. However, the Group has the power to appoint one out of the seven directors of Nan Pao Resins Chemical Co., Ltd. Therefore, the Group is able to exercise significant influence over Nan Pao Resins Chemical Co., Ltd. The Group sold part of Nan Pao's equity in the open market during the six months ended June 30, 2024 and disposed of a total of 3,772 thousand shares for \$1,236,424 thousand, resulting in a gain on disposal of \$758,044 thousand.
- d) The Group holds less than 20% interest in Nan Shan Life Insurance Co., Ltd. However, the Group exercises significant influence over Ruen Chen Investment Holding Co., Ltd., which is the parent company of Nan Shan Life Insurance Co., Ltd. Therefore, Nan Shan Life Insurance Co., Ltd. is classified as an associate of the Group.

- e) The summarized financial information below represents the amounts shown in the financial statements of associates that are not individually material which were prepared in accordance with IFRS Accounting Standards adjusted by the Group for equity accounting purposes.

	<b>For the Three Months Ended September 30</b>		<b>For the Nine Months Ended September 30</b>	
	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>
The Group's share of:				
Net income	\$ 645,280	\$ 500,412	\$ 1,370,974	\$ 1,273,648
Other comprehensive net income (loss)	<u>83,267</u>	<u>(406,355)</u>	<u>(46,564)</u>	<u>(513,558)</u>
Total comprehensive net income	<u>\$ 728,547</u>	<u>\$ 94,057</u>	<u>\$ 1,324,410</u>	<u>\$ 760,090</u>

- 3) Fair values (Level 1) of investments in associates that are not individually material with available published price quotation are summarized as follows:

<b>Name of Associate</b>	<b>September 30, 2024</b>	<b>December 31, 2023</b>	<b>September 30, 2023</b>
Eagle Nice (International) Holdings Limited	<u>\$ 3,353,838</u>	<u>\$ 3,192,482</u>	<u>\$ 3,481,319</u>
Prosperous Industrial (Holdings) Ltd.	<u>\$ 749,043</u>	<u>\$ 683,497</u>	<u>\$ 820,385</u>
San Fang Chemical Industry Co., Ltd.	<u>\$ 6,684,314</u>	<u>\$ 4,617,565</u>	<u>\$ 4,683,733</u>
Elitegroup Computer Systems Co., Ltd.	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,112,972</u>
Nan Pao Resins Chemical Co., Ltd.	<u>\$ 5,156,728</u>	<u>\$ 5,860,380</u>	<u>\$ 4,404,557</u>

- 4) For the information of the associate's business location and business item, please refer to Table 9 Information on investees of Note 38 to the consolidated financial statements.

b. Investments in joint ventures

	<b>September 30, 2024</b>	<b>December 31, 2023</b>	<b>September 30, 2023</b>
Joint ventures that are not individually material	<u>\$ 5,211,605</u>	<u>\$ 5,396,794</u>	<u>\$ 5,549,761</u>

At the end of the reporting period, the proportions of ownership and voting rights in joint ventures that are not individually material held by the Group were as follows:

<b>Name of Joint Venture</b>	<b>Proportion of Ownership and Voting Rights (%)</b>		
	<b>September 30, 2024</b>	<b>December 31, 2023</b>	<b>September 30, 2023</b>
Cohen Enterprises Inc.	50.00	50.00	50.00
Hangzhou Baohong Sports Goods Company Limited	50.00	50.00	50.00
Hua Jian Industrial Holding Co., Limited	22.41	22.41	22.41

(Continued)

Name of Joint Venture	Proportion of Ownership and Voting Rights (%)		
	September 30, 2024	December 31, 2023	September 30, 2023
Jilin Xinfangwei Sports Goods Company Limited	50.00	50.00	50.00
Jumbo Power Enterprises Limited	50.00	50.00	50.00
Ka Yuen Rubber Factory Limited	50.00	50.00	50.00
Top Units Developments Limited	49.00	49.00	49.00
Twinways Investments Limited	50.00	50.00	50.00
Zhong Ao Multiplex Management Group Limited	46.82	46.82	46.82

(Concluded)

- 1) Please refer to Table 9 “Information on Investees” of Note 38 to the consolidated financial statements for business location and business item of the ventures that are not individually material.
- 2) The summarized financial information below represents amounts shown in the financial statements of joint ventures that are not individually material which were prepared in accordance with IFRS Accounting Standards adjusted by the Group for equity accounting purposes:

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2024	2023	2024	2023
The Group’s share of:				
Net income	\$ 197,225	\$ 157,412	\$ 571,551	\$ 366,303
Other comprehensive net income (loss)	<u>78,976</u>	<u>(8,776)</u>	<u>33,594</u>	<u>(99,213)</u>
Total comprehensive net income	<u>\$ 276,201</u>	<u>\$ 148,636</u>	<u>\$ 605,145</u>	<u>\$ 267,090</u>

## 16. PROPERTY, PLANT AND EQUIPMENT

	September 30, 2024	December 31, 2023	September 30, 2023
Land	\$ 2,692,629	\$ 2,701,318	\$ 2,701,336
Buildings and improvements	40,215,351	40,594,670	43,412,770
Machinery and equipment	9,477,950	10,520,064	11,064,031
Transportation equipment	188,372	203,628	214,108
Office equipment	1,874,699	1,808,861	2,028,720
Other equipment	55,504	62,718	63,836
Construction in progress	<u>2,669,749</u>	<u>1,881,010</u>	<u>2,278,555</u>
	<u>\$ 57,174,254</u>	<u>\$ 57,772,269</u>	<u>\$ 61,763,356</u>

- a. The Group sold property to non-related parties for disposal proceeds of \$2,352,000 thousand and gain on disposal of \$303,692 thousand recognized during the nine months ended September 30, 2023.

- b. Except for the above description and depreciation expenses recognized, the Group had neither significant disposal nor impairment of property, plant and equipment during the three months ended September 30, 2024 and 2023 and the nine months ended September 30, 2024 and 2023.
- c. The above items of property, plant and equipment are depreciated on a straight-line basis over the estimated useful life as follows:

<u>Items</u>	<u>Estimated Useful Life</u>
Buildings and improvements	
Main buildings	20-55 years
Elevators	15 years
Machinery and equipment	5-10 years
Transportation equipment	5 years
Office equipment	3-7 years
Other equipment	3-10 years

- d. The Group has land with a carrying amount of \$56,102 thousand. Due to certain restrictions under the land regulations, ownership of the land has been temporarily transferred to a trustee through a trust agreement, which prohibits the trustee from selling, pledging or hypothecating the property.

## 17. LEASE ARRANGEMENTS

- a. Right-of-use assets

	<b>September 30, 2024</b>	<b>December 31, 2023</b>	<b>September 30, 2023</b>
<u>Carrying amount</u>			
Land	\$ 9,123,715	\$ 8,808,406	\$ 8,747,079
Buildings and improvements	7,018,949	7,613,540	8,286,638
Machinery and equipment	15,568	15,707	-
Transportation equipment	3,561	2,624	3,470
Other equipment	<u>2,856</u>	<u>2,862</u>	<u>3,071</u>
	<u>\$ 16,164,649</u>	<u>\$ 16,443,139</u>	<u>\$ 17,040,258</u>
	<b>For the Three Months Ended September 30</b>	<b>For the Nine Months Ended September 30</b>	
	<b>2024</b>	<b>2023</b>	<b>2024</b>
	<b>2023</b>	<b>2024</b>	<b>2023</b>
Additions to right-of-use assets	<u>\$ 1,433,749</u>	<u>\$ 814,051</u>	<u>\$ 2,530,484</u>
Depreciation charge for right-of-use assets			
Land	\$ 64,927	\$ 61,571	\$ 194,072
Buildings and improvements	873,122	973,883	2,625,218
Machinery and equipment	212	-	630
Transportation equipment	760	699	2,337
Other equipment	<u>313</u>	<u>209</u>	<u>836</u>
	<u>\$ 939,334</u>	<u>\$ 1,036,362</u>	<u>\$ 2,823,093</u>
	<u>\$ 3,180,008</u>		

b. Lease liabilities

	<b>September 30, 2024</b>	<b>December 31, 2023</b>	<b>September 30, 2023</b>
<u>Carrying amount</u>			
Current	\$ 2,673,781	\$ 2,765,479	\$ 2,923,171
Non-current	<u>5,035,373</u>	<u>5,529,176</u>	<u>5,953,349</u>
	<u>\$ 7,709,154</u>	<u>\$ 8,294,655</u>	<u>\$ 8,876,520</u>

Range of discount rates for lease liabilities was as follows:

	<b>September 30, 2024</b>	<b>December 31, 2023</b>	<b>September 30, 2023</b>
Land	1.10%-7.47%	1.10%-7.47%	1.10%-7.47%
Buildings and improvements	1.10%-10.75%	0.90%-7.91%	0.90%-7.91%
Machinery and equipment	5.59%	0.85%-5.59%	-
Transportation equipment	3.70%-4.25%	3.98%-4.25%	3.98%-4.25%
Other equipment	1.25%-2.10%	1.25%-1.34%	1.25%-1.34%

c. Other lease information

	<b>For the Three Months Ended September 30</b>		<b>For the Nine Months Ended September 30</b>	
	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>
Expenses relating to short-term leases	<u>\$ 146,570</u>	<u>\$ 62,002</u>	<u>\$ 313,330</u>	<u>\$ 185,667</u>
Expenses relating to low-value asset leases	<u>\$ 192</u>	<u>\$ 1,658</u>	<u>\$ 3,086</u>	<u>\$ 3,959</u>
Expenses relating to variable lease payments not included in the measurement of lease liabilities	<u>\$ 801,790</u>	<u>\$ 947,947</u>	<u>\$ 3,573,503</u>	<u>\$ 3,931,608</u>
Total cash outflow for leases			<u>\$ 6,737,772</u>	<u>\$ 7,308,804</u>

The Group leases which qualify as short-term leases and qualify as low-value asset 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.

## 18. INVESTMENT PROPERTIES

	<b>September 30, 2024</b>	<b>December 31, 2023</b>	<b>September 30, 2023</b>
Investment properties	<u>\$ 5,658,195</u>	<u>\$ 6,034,953</u>	<u>\$ 5,800,572</u>

- a. Except for depreciation expenses recognized and reclassification, the Group had neither significant disposal nor impairment of investment properties during the three months ended September 30, 2024 and 2023 and the nine months ended September 30, 2024 and 2023.



- b. The investment properties are depreciated using the straight-line method over 30-55 years.
- c. The fair values of the Group's investment properties as of December 31, 2023 and 2022 were \$13,033,458 thousand and \$12,967,385 thousand, respectively. The fair value of investment properties which did not changed significantly for during the nine months ended September 30, 2024 and 2023.

## 19. GOODWILL

The Group's goodwill was tested as of December 31, 2023 and 2022, and the Group's management team evaluated that goodwill as of September 30, 2024 and 2023, has not changed significantly and was not impaired.

## 20. OTHER INTANGIBLE ASSETS

	September 30, 2024	December 31, 2023	September 30, 2023
Computer software	\$ 1,889,109	\$ 1,798,068	\$ 1,741,401
Non-compete agreements	216,043	227,248	243,735
Trademarks	57	65	67
Patents	<u>294</u>	<u>311</u>	<u>317</u>
	<u>\$ 2,105,503</u>	<u>\$ 2,025,692</u>	<u>\$ 1,985,520</u>

- a. Except for amortization recognized, the Group had neither significant disposal nor impairment of other intangible assets during the three months ended September 30, 2024 and 2023 and the nine months ended September 30, 2024 and 2023.
- b. The abovementioned items of other intangible assets are amortized on a straight-line basis over their estimated useful life as follows:

<u>Item</u>	<u>Estimated Useful Life</u>
Computer software	3-20 years
Non-compete agreements	5-20 years
Trademarks	10 years
Patents	10-20 years

## 21. BORROWINGS

- a. Short-term borrowings

	September 30, 2024	December 31, 2023	September 30, 2023
<u>Unsecured borrowings</u>			
Credit borrowings	<u>\$ 32,893,230</u>	<u>\$ 26,665,698</u>	<u>\$ 24,348,928</u>

The ranges of effective interest rate on bank borrowings were 1.68%-6.06%, 1.61%-6.38% and 1.50%-6.00% per annum as of September 30, 2024, December 31, 2023 and September 30, 2023, respectively.

b. Short-term bills payable

September 30, 2024

	<b>Properties</b>	<b>Annual Interest Rate</b>	<b>Amount</b>
Commercial papers	Unsecured	1.57%-1.76%	\$ 1,765,800
Less: Unamortized discount on bills payable			<u>(1,232)</u>
			<u>\$ 1,764,568</u>

December 31, 2023

	<b>Properties</b>	<b>Annual Interest Rate</b>	<b>Amount</b>
Commercial papers	Unsecured	1.45%-1.70%	\$ 1,892,500
Less: Unamortized discount on bills payable			<u>(734)</u>
			<u>\$ 1,891,766</u>

September 30, 2023

	<b>Properties</b>	<b>Annual Interest Rate</b>	<b>Amount</b>
Commercial papers	Unsecured	1.40%-1.66%	\$ 3,831,500
Less: Unamortized discount on bills payable			<u>(5,381)</u>
			<u>\$ 3,826,119</u>

c. Long-term borrowings

	<b>September 30, 2024</b>	<b>December 31, 2023</b>	<b>September 30, 2023</b>
<u>Unsecured borrowings</u>			
Bank loans	\$ 40,382,571	\$ 41,292,068	\$ 51,248,967
Less: Expenses for long-term borrowings	(11,647)	(29,722)	(29,172)
Less: Current portion	<u>(5,182,534)</u>	<u>(13,210,895)</u>	<u>(7,915,450)</u>
	<u>\$ 35,188,390</u>	<u>\$ 28,051,451</u>	<u>\$ 43,304,345</u>

Maturity dates and ranges of annual interest rates:

	<b>September 30, 2024</b>	<b>December 31, 2023</b>	<b>September 30, 2023</b>
<u>Maturity date</u>			
Long-term borrowings	2025.10.03- 2029.03.12	2025.01.03- 2027.05.03	2024.10.15- 2026.11.29
Current portion of long-term borrowings	2024.10.15- 2025.09.26	2024.01.15- 2024.12.20	2023.10.15- 2024.09.16
<u>Ranges of interest rate</u>	0.95%-6.08%	0.95%-6.23%	0.94%-6.23%

## 22. NOTES PAYABLE AND ACCOUNTS PAYABLE

	<b>September 30, 2024</b>	<b>December 31, 2023</b>	<b>September 30, 2023</b>
<u>Notes payable</u>			
Operating	\$ 859	\$ 2,297	\$ 2,610
Non-operating	<u>700</u>	<u>1,311</u>	<u>2,843</u>
	<u>\$ 1,559</u>	<u>\$ 3,608</u>	<u>\$ 5,453</u>
Accounts payable (included related parties)	<u>\$ 19,659,054</u>	<u>\$ 14,246,431</u>	<u>\$ 17,639,776</u>

The Group has financial risk management policies in place to ensure that all payables are paid within the pre-agreed credit terms.

## 23. OTHER PAYABLES

	<b>September 30, 2024</b>	<b>December 31, 2023</b>	<b>September 30, 2023</b>
Payables for salaries	\$ 9,244,796	\$ 9,600,928	\$ 9,912,905
Payables for purchase of property, plant and equipment	1,340,544	972,672	1,150,258
Compensation due to directors	154,182	134,446	127,828
Compensation of employees	483,007	468,604	481,548
Interest payables	203,964	122,976	112,595
Payables for annual leave	979,436	953,707	904,226
Payables for dividends	1,635,403	-	789,229
Others	<u>5,930,946</u>	<u>5,489,583</u>	<u>5,756,068</u>
	<u>\$ 19,972,278</u>	<u>\$ 17,742,916</u>	<u>\$ 19,234,657</u>
Current	\$ 19,797,119	\$ 17,587,766	\$ 19,074,500
Non-current	<u>175,159</u>	<u>155,150</u>	<u>160,157</u>
	<u>\$ 19,972,278</u>	<u>\$ 17,742,916</u>	<u>\$ 19,234,657</u>

## 24. RETIREMENT BENEFIT PLANS

Employee benefits expenses in respect of the Group's defined benefit retirement plans during the three months ended September 30, 2024 and 2023 and during the nine months ended September 30, 2024 and 2023 were calculated using the respective annual, actuarially determined pension cost discount rates as of December 31, 2023 and 2022 and recognized in the following line items in their respective periods:

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2024	2023	2024	2023
Operating costs	\$ 132,510	\$ 115,706	\$ 387,684	\$ 342,841
Selling and marketing expenses	710	636	2,079	1,883
General and administrative expenses	14,589	12,898	42,548	38,837
Research and development expenses	<u>806</u>	<u>1,333</u>	<u>2,378</u>	<u>3,497</u>
	<u>\$ 148,615</u>	<u>\$ 130,573</u>	<u>\$ 434,689</u>	<u>\$ 387,058</u>

## 25. EQUITY

### a. Share capital

	September 30, 2024	December 31, 2023	September 30, 2023
Number of shares authorized (in thousands)	<u>4,500,000</u>	<u>4,500,000</u>	<u>4,500,000</u>
Amount of shares authorized	<u>\$ 45,000,000</u>	<u>\$ 45,000,000</u>	<u>\$ 45,000,000</u>
Number of shares issued and fully paid (in thousands)	<u>2,946,787</u>	<u>2,946,787</u>	<u>2,946,787</u>
Amount of shares issued	<u>\$ 29,467,872</u>	<u>\$ 29,467,872</u>	<u>\$ 29,467,872</u>

### b. Capital surplus

	September 30, 2024	December 31, 2023	September 30, 2023
May be used to offset a deficit, distributed as cash dividends, or transferred to share capital (Note 1)			
Recognized from issuance of ordinary shares	\$ 848,603	\$ 848,603	\$ 848,603
Recognized from conversion of bonds	1,447,492	1,447,492	1,447,492
Recognized from treasury share transactions	1,824,608	1,824,608	1,824,608
Recognized from the excess of the consideration received over the carrying amount of the subsidiaries' net assets during actual disposal or acquisition	117,194	109,637	109,637

(Continued)

	September 30, 2024	December 31, 2023	September 30, 2023
<u>May be used to offset a deficit only</u>			
Recognized from the changes in ownership to subsidiaries (Note 2)	\$ 27,234	\$ 27,234	\$ 27,234
Recognized from the share of changes in net assets of associates and joint ventures	121,958	121,958	131,825
Others	<u>32,472</u>	<u>30,760</u>	<u>30,766</u>
	<u>\$ 4,419,561</u>	<u>\$ 4,410,292</u>	<u>\$ 4,420,165</u>
			(Concluded)

Note 1: Such capital surplus 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 transferred to share capital (limited to a certain percentage of the Company's capital surplus and once a year).

Note 2: Such capital surplus are the changes in equity transactions recognized from the equity changes of subsidiaries when the Company does not actually receive or dispose of subsidiaries' shares.

c. Retained earnings and dividend policy

Under the dividend policy of the Articles, the Company should make appropriations from the annual net income in the following order:

- 1) For paying taxes.
- 2) For offsetting deficit.
- 3) For the legal reserve at 10% of the remaining profit, and for the special reserve to be appropriated and distributed according to regulations or upon request by the FSC.
- 4) The total of any remaining profit after the appropriations mentioned above plus any accumulated unappropriated earnings from prior years may be partially retained and then the remainder distributed as proposed according to the share ownership proportion.

The board of directors proposes an earnings distribution in the form of new shares shall be approved following the resolution of the shareholders' meetings. Distribution of dividends and bonuses or distribution of the legal reserve and capital surplus in whole or in part by cash shall be resolved by a majority vote at a meeting attended by more than two thirds of the total number of directors, and such distribution shall be reported at the shareholders' meeting.

For information about the accrual basis of the compensation of employees and remuneration of directors and supervisors and the actual appropriations, please refer to Note 27 (h) to the consolidated financial statements.

In accordance with the "Articles", profit may be distributed after taking into consideration the future development plan, financial condition, business and operational status, and so on. The distribution of profit shall be proposed by the board of directors, and submitted to the shareholders' meeting for approval. The ratio of distribution shall be no less than 30% of the net income for each fiscal year, and the proportion of cash dividends distributed shall be no less than 30% of total dividends distributed. If there are material changes in the operating environment, the Company can adjust the ratio and amounts of distribution of profit.

Appropriation of earnings to the legal reserve shall be made until the legal reserve equals the Company's paid-in capital. Legal reserve may be used to offset deficit. 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 2023 and 2022 were as follows:

	<b>Appropriation of Earnings</b>	
	<b>For Year 2023</b>	<b>For Year 2022</b>
Legal reserve	<u>\$ 1,043,304</u>	<u>\$ 1,314,066</u>
Special reserve	<u>\$ (2,528,881)</u>	<u>\$ 57,646,766</u>
Cash dividends	<u>\$ 3,241,466</u>	<u>\$ 3,830,823</u>
Dividends per share (NT\$)	<u>\$ 1.10</u>	<u>\$ 1.30</u>

The above 2023 and 2022 appropriations for cash dividends were resolved by the Company's board of directors on April 15, 2024 and April 26, 2023, respectively; the other proposed appropriations were resolved by the shareholders at their meeting on May 31, 2024 and June 15, 2023.

d. Special reserve

	<b>For the Nine Months Ended September 30</b>	
	<b>2024</b>	<b>2023</b>
Balance at January 1	\$ 57,646,766	\$ -
(Reversals) appropriations in respect of		
Debits to other equity items	(12,585,223)	21,323,594
Change in the fair value of the financial assets reclassified	<u>10,056,342</u>	<u>36,323,172</u>
Balance at September 30	<u>\$ 55,117,885</u>	<u>\$ 57,646,766</u>

The Group's associate, Nan Shan Life Insurance Co., Ltd., is an insurance company, and on October 1, 2022, Nan Shan Life Insurance Co., Ltd. reclassified the financial assets at fair value through other comprehensive income to financial assets at amortized cost. In accordance with Rule No. 11104942741 issued by the Insurance Bureau of the FSC, Nan Shan Life Insurance Co., Ltd. shall appropriate its earnings as a special reserve. When distributing the distributable retained earnings, the Group shall appropriate as a special reserve the amount of changes in the fair value of the financial assets reclassified by Nan Shan Life Insurance Co., Ltd. based on the Group's shareholding percentage of Nan Shan Life Insurance Co., Ltd. If there is a reversal in the changes in the fair value of the financial assets reclassified by Nan Shan Life Insurance Co., Ltd. subsequently, the appropriated special reserve may be reversed based on the Group's shareholding percentage of Nan Shan Life Insurance Co., Ltd. and is thereafter distributed. The balance of the special reserve appropriated or reversed by the Group shall not exceed the carrying amount of the Group's investment in Nan Shan Life Insurance Co., Ltd. Therefore, the Company appropriated a special reserve of \$10,056,342 thousand and \$36,323,172 thousand, respectively, in accordance with the above provision. The Company reversed and appropriated a special reserve of \$12,585,223 thousand and \$21,323,594 thousand, respectively, due to debits to other equity items. A total special reserve of \$2,528,881 thousand and \$57,646,766 thousand, respectively, were resolved by the shareholders in their meeting on May 31, 2024 and June 15, 2023.

e. Other equity item

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

	<b>For the Nine Months Ended September 30</b>	
	<b>2024</b>	<b>2023</b>
Balance at January 1	\$ (741,919)	\$ (273,894)
Exchange differences on translation of the financial statements of foreign operations	2,985,135	3,922,368
Share of exchange differences of associates and joint ventures accounted for using the equity method	<u>16,165</u>	<u>(79,297)</u>
Balance at September 30	<u>\$ 2,259,381</u>	<u>\$ 3,569,177</u>

2) Unrealized gain or loss on financial assets at FVTOCI

	<b>For the Nine Months Ended September 30</b>	
	<b>2024</b>	<b>2023</b>
Balance at January 1	\$ 2,433,063	\$ (3,520,843)
Unrealized gain from equity instruments	928,503	4,274,992
Cumulative unrealized loss on equity instruments transferred to retained earnings due to disposal	(5,614)	(30)
Disposal of associates accounted for using the equity method	(31,339)	(19)
Share of gain (loss) from associates and joint ventures accounted for using the equity method	<u>474,475</u>	<u>(2,800,497)</u>
Balance at September 30	<u>\$ 3,799,088</u>	<u>\$ (2,046,397)</u>

3) Others

	<b>For the Nine Months Ended September 30</b>	
	<b>2024</b>	<b>2023</b>
Balance at January 1	\$ (10,429,515)	\$ (17,528,857)
Share of (loss) gain from associates and joint ventures accounted for using the equity method	<u>(553,395)</u>	<u>1,550,510</u>
Balance at September 30	<u>\$ (10,982,910)</u>	<u>\$ (15,978,347)</u>

f. Non-controlling interests

	<b>For the Nine Months Ended September 30</b>	
	<b>2024</b>	<b>2023</b>
Balance at January 1	\$ 76,473,917	\$ 75,115,457
Share of non-controlling interests		
Net income	5,879,896	2,780,504
Exchange differences on translation of the financial statements of foreign operations	2,750,223	2,456,575
Unrealized gain (loss) on financial assets at FVTOCI	98,868	(180,344)
Others	(11)	30
Changes in non-controlling interests	<u>(4,105,283)</u>	<u>(3,018,992)</u>
Balance at September 30	<u>\$ 81,097,610</u>	<u>\$ 77,153,230</u>

**26. REVENUE**

	<b>For the Three Months Ended September 30</b>		<b>For the Nine Months Ended September 30</b>	
	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>
Sales revenue	\$ 66,614,706	\$ 58,102,352	\$ 194,771,756	\$ 185,140,243
Revenue from entertainment and resorts	144,624	144,598	442,755	417,574
Others	<u>44,495</u>	<u>48,998</u>	<u>205,528</u>	<u>200,153</u>
	<u>\$ 66,803,825</u>	<u>\$ 58,295,948</u>	<u>\$ 195,420,039</u>	<u>\$ 185,757,970</u>

**27. NET PROFIT FROM CONTINUING OPERATIONS**

Net profit from continuing operations consists of the following:

a. Interest income

	<b>For the Three Months Ended September 30</b>		<b>For the Nine Months Ended September 30</b>	
	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>
Interest income				
Cash in bank	\$ 371,858	\$ 409,861	\$ 1,355,958	\$ 1,049,536
Financial assets at amortized cost	152,911	74,201	279,488	179,467
Repurchase agreements collateralized by bonds	147	6	316	11
Others	<u>155</u>	<u>30</u>	<u>199</u>	<u>69</u>
	<u>\$ 525,071</u>	<u>\$ 484,098</u>	<u>\$ 1,635,961</u>	<u>\$ 1,229,083</u>



b. Other income

	<b>For the Three Months Ended September 30</b>		<b>For the Nine Months Ended September 30</b>	
	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>
Rental income from operating lease	\$ 219,895	\$ 204,232	\$ 655,192	\$ 621,587
Dividend income	897,935	738,845	897,935	738,845
Others	<u>286,541</u>	<u>419,963</u>	<u>879,124</u>	<u>1,240,460</u>
	<u>\$ 1,404,371</u>	<u>\$ 1,363,040</u>	<u>\$ 2,432,251</u>	<u>\$ 2,600,892</u>

c. Other gains and losses

	<b>For the Three Months Ended September 30</b>		<b>For the Nine Months Ended September 30</b>	
	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>
Net gain (loss) on disposal of property, plant and equipment	\$ 8,903	\$ (3,029)	\$ 21,780	\$ 93,356
Net gain on disposal of investment properties	-	-	-	7,857
Net foreign exchange gain (loss)	185,867	442,552	433,150	(275,097)
Net gain on disposal of associates (Note 15)	57,819	98,099	822,884	121,195
Net gain on fair value of financial instruments at FVTPL	1,019,543	292,716	942,023	1,255,012
Impairment loss recognized	-	-	(206,391)	-
Gain on modification of lease	-	-	276,612	-
Others	<u>(71,935)</u>	<u>(91,209)</u>	<u>(255,318)</u>	<u>(257,977)</u>
	<u>\$ 1,200,197</u>	<u>\$ 739,129</u>	<u>\$ 2,034,740</u>	<u>\$ 944,346</u>

d. Finance costs

	<b>For the Three Months Ended September 30</b>		<b>For the Nine Months Ended September 30</b>	
	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>
Interest on bank borrowings	\$ 606,042	\$ 717,749	\$ 1,791,508	\$ 2,142,711
Lease liabilities	79,882	98,072	242,784	299,038
Interest on short-term bills payable	20,558	16,330	65,359	39,387
Other interest expense	<u>31</u>	<u>21</u>	<u>99</u>	<u>81</u>
	<u>\$ 706,513</u>	<u>\$ 832,172</u>	<u>\$ 2,099,750</u>	<u>\$ 2,481,217</u>

e. Depreciation and amortization

	<b>For the Three Months Ended September 30</b>		<b>For the Nine Months Ended September 30</b>	
	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>
Property, plant and equipment	\$ 2,154,157	\$ 2,315,563	\$ 6,749,227	\$ 6,942,979
Right-of-use assets	939,334	1,036,362	2,823,093	3,180,008
Investment properties	31,178	43,066	111,865	124,100
Other intangible assets	<u>41,645</u>	<u>33,978</u>	<u>113,803</u>	<u>97,928</u>
	<u>\$ 3,166,314</u>	<u>\$ 3,428,969</u>	<u>\$ 9,797,988</u>	<u>\$ 10,345,015</u>
An analysis of depreciation by function				
Operating costs	\$ 1,321,650	\$ 1,430,054	\$ 4,260,090	\$ 4,213,965
Operating expenses	1,775,908	1,925,426	5,323,839	5,919,419
Non-operating expenses	<u>27,111</u>	<u>39,511</u>	<u>100,256</u>	<u>113,703</u>
	<u>\$ 3,124,669</u>	<u>\$ 3,394,991</u>	<u>\$ 9,684,185</u>	<u>\$ 10,247,087</u>
An analysis of amortization by function				
Operating expenses	<u>\$ 41,645</u>	<u>\$ 33,978</u>	<u>\$ 113,803</u>	<u>\$ 97,928</u>

f. Direct operating expenses from investment properties

	<b>For the Three Months Ended September 30</b>		<b>For the Nine Months Ended September 30</b>	
	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>
Generated rental income	<u>\$ 12,953</u>	<u>\$ 12,304</u>	<u>\$ 38,449</u>	<u>\$ 38,751</u>

g. Employee benefits expense

	<b>For the Three Months Ended September 30</b>		<b>For the Nine Months Ended September 30</b>	
	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>
Short-term benefits	\$ 16,003,537	\$ 14,296,832	\$ 45,957,990	\$ 44,031,094
Post-employment benefits				
Defined contribution plans	1,754,106	1,926,115	4,953,284	6,122,803
Defined benefit plans	<u>148,615</u>	<u>130,573</u>	<u>434,689</u>	<u>387,058</u>
	1,902,721	2,056,688	5,387,973	6,509,861
Share-based payments				
Equity-settled	17,346	11,311	91,890	95,550
Termination benefits	<u>5</u>	<u>2,321</u>	<u>1,470</u>	<u>10,169</u>
	<u>\$ 17,923,609</u>	<u>\$ 16,367,152</u>	<u>\$ 51,439,323</u>	<u>\$ 50,646,674</u>

(Continued)

	<b>For the Three Months Ended September 30</b>		<b>For the Nine Months Ended September 30</b>	
	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>
An analysis of employee benefits expense by function				
Operating costs	\$ 12,522,864	\$ 10,727,418	\$ 35,315,504	\$ 33,228,112
Operating expenses	<u>5,400,745</u>	<u>5,639,734</u>	<u>16,123,819</u>	<u>17,418,562</u>
	<u>\$ 17,923,609</u>	<u>\$ 16,367,152</u>	<u>\$ 51,439,323</u>	<u>\$ 50,646,674</u>

(Concluded)

h. Compensation of employees and remuneration of directors

According to the Company's Articles, the Company shall distribute compensation of employees and remuneration of directors at rates of 1%-5% and no higher than 3%, respectively, of net income before income tax, compensation of employees, and remuneration of directors. In the case of an accumulated loss, the Company shall allocate an amount to recover such loss before appropriating any compensation of employees and remuneration of directors.

The compensation of employees and remuneration of directors for the nine months ended September 30, 2024 and 2023 were as follows:

Accrual rate

	<b>For the Nine Months Ended September 30</b>	
	<b>2024</b>	<b>2023</b>
Compensation of employees	1.6%	1.6%
Remuneration of directors	0.8%	0.8%

Amount

	<b>For the Three Months Ended September 30</b>		<b>For the Nine Months Ended September 30</b>	
	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>
Compensation of employees	<u>\$ 101,571</u>	<u>\$ 104,841</u>	<u>\$ 246,141</u>	<u>\$ 185,502</u>
Remuneration of directors	<u>\$ 50,786</u>	<u>\$ 52,420</u>	<u>\$ 123,070</u>	<u>\$ 92,750</u>

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

The compensation of employees and remuneration of directors for the years ended December 31, 2023 and 2022, which were approved by the Company's board of directors on March 14, 2024 and March 16, 2023, respectively, were as follows:

	<b>For the Year Ended December 31</b>			
	<b>2023</b>		<b>2022</b>	
	<b>Cash</b>	<b>Shares</b>	<b>Cash</b>	<b>Shares</b>
Compensation of employees	\$ 189,119	\$ -	\$ 221,811	\$ -
Remuneration of directors	94,560	-	110,906	-

There was no difference between the actual amounts of compensation of employees and remuneration of directors paid and the amounts recognized in the consolidated financial statements for the years ended December 31, 2023 and 2022.

Information on compensation of employees and remuneration of directors resolved by the Company's board of directors in 2024 and 2023 is available at the Market Observation Post System website of the Taiwan Stock Exchange.

## 28. INCOME TAXES

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

The major components of tax expense were as follows:

	<b>For the Three Months Ended September 30</b>		<b>For the Nine Months Ended September 30</b>	
	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>
Current tax				
In respect of the current period	\$ 1,166,614	\$ 1,019,554	\$ 3,765,666	\$ 2,575,044
Land value increment tax	735	-	765	-
Income tax expense of unappropriated earnings	31	-	430,245	-
Adjustments for prior year's income tax	<u>2,884</u>	<u>-</u>	<u>(32,069)</u>	<u>4,840</u>
	<u>1,170,264</u>	<u>1,019,554</u>	<u>4,164,607</u>	<u>2,579,884</u>
Deferred tax				
In respect of the current period	<u>57,820</u>	<u>(117,097)</u>	<u>(114,254)</u>	<u>(66,921)</u>
Income tax expense recognized in profit or loss	<u>\$ 1,228,084</u>	<u>\$ 902,457</u>	<u>\$ 4,050,353</u>	<u>\$ 2,512,963</u>

b. Income tax recognized in other comprehensive income

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2024	2023	2024	2023
Deferred tax				
In respect of the current period	\$ 270	\$ -	\$ 570	\$ -
Income tax recognized in other comprehensive income	<u>\$ 270</u>	<u>\$ -</u>	<u>\$ 570</u>	<u>\$ -</u>

c. Income tax assessments

All the Company's income tax returns as of 2021 have been assessed and approved by the tax authorities.

d. Pillar Two Income Tax Legislation

In November 2023, the government of Vietnam enacted the Pillar Two income tax legislation effective from January 1, 2024.

Under the legislation, the Group is required to pay top-up tax in Vietnam on profits of the group entities in Vietnam that are taxed at an effective tax rate of less than 15%. As of September 30, 2024, the total taxable amount of the Group's Vietnam subsidiaries that are not taxed is below the effective tax rate of 15%. The Group has no related current tax exposure under the abovementioned items of pillar two income tax legislation.

- e. As of September 30, 2024, the Indonesian subsidiary has paid \$1,234,746 thousand (US\$39,013 thousand), being the first installment amount equivalent to approximately 49% of the tax in dispute in relation to transfer pricing adjustments, including interest and penalties, claimed by the Indonesian Tax Bureau relating to corporate income tax and related withholding tax imposed onto the subsidiary's profit for the tax period 2017. The management of the subsidiary in question is of the view that adequate corporate income tax was charged for the tax period 2017 in accordance with the relevant laws and regulations. Therefore, no additional taxes should be charged by the Indonesian Tax Bureau, and the above amount paid is expected to be recovered when the issue is resolved. The management of the subsidiary is of the view that there are strong grounds to defend the claim. The subsidiary has lodged an appeal with Indonesia's Supreme Court on July 29, 2024 against the additional taxes. No ruling has been made by Indonesia's Supreme Court as of the date of this report.

## 29. EARNINGS PER SHARE

The basic earnings per share and diluted earnings per share were as follows:

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2024	2023	2024	2023
<u>Net income (in thousand dollars)</u>				
Earnings used in the computation of earnings per share	<u>\$ 5,727,421</u>	<u>\$ 6,083,119</u>	<u>\$ 13,793,502</u>	<u>\$ 10,581,173</u>

(Continued)

	<u>For the Three Months Ended September 30</u>		<u>For the Nine Months Ended September 30</u>	
	2024	2023	2024	2023
<u>Weighted average number of shares outstanding (in thousand shares)</u>				
Weighted average number of ordinary shares used in the computation of basic earnings per share	2,946,787	2,946,787	2,946,787	2,946,787
Effect of potentially dilutive ordinary shares:				
Compensation of employees	<u>2,810</u>	<u>3,659</u>	<u>7,980</u>	<u>7,876</u>
Weighted average number of ordinary shares used in the computation of diluted earnings per share	<u>2,949,597</u>	<u>2,950,446</u>	<u>2,954,767</u>	<u>2,954,663</u>
<u>Earnings per share (in dollars)</u>				
Basic earnings per share	<u>\$ 1.94</u>	<u>\$ 2.06</u>	<u>\$ 4.68</u>	<u>\$ 3.59</u>
Diluted earnings per share	<u>\$ 1.94</u>	<u>\$ 2.06</u>	<u>\$ 4.67</u>	<u>\$ 3.58</u>
				(Concluded)

The Company may settle the compensation paid to employees by cash or shares; therefore, the Company assumes the entire amount of the compensation will be settled in shares and the resulting potential shares will be included in the weighted average number of shares outstanding used in the computation of diluted earnings per share, as the effect is dilutive. Such dilutive effect of the potential shares is included in the computation of diluted earnings per share until the shareholders resolve the number of shares to be distributed to employees at their meeting in the following year.

### 30. SHARE-BASED PAYMENT ARRANGEMENTS

#### a. Information about Yue Yuen's employee share options

Information about the granted employee share options was as follows:

	<u>For the Nine Months Ended September 30</u>	
	<u>2024</u>	<u>2023</u>
	<u>Number of Shares (In Thousands)</u>	<u>Number of Shares (In Thousands)</u>
Balance at January 1	1,705	1,470
Options granted	1,355	2,935
Options cancelled	-	(46)
Options exercised	<u>(1,355)</u>	<u>(2,609)</u>
Balance at September 30	<u>1,705</u>	<u>1,750</u>

Yue Yuen recognized \$84,286 thousand and \$86,980 thousand in compensation costs for the nine months ended September 30, 2024 and 2023, respectively.

b. Information about Pou Sheng's employee share options

Information about the granted employee share options was as follows:

	<b>For the Nine Months Ended September 30</b>	
	<b>2024</b>	<b>2023</b>
	<b>Number of Shares (In Thousands)</b>	<b>Number of Shares (In Thousands)</b>
Balance at January 1	5,227	8,163
Options granted	22,000	-
Options cancelled	(36)	(395)
Options exercised	<u>(4,351)</u>	<u>(2,173)</u>
Balance at September 30	<u>22,840</u>	<u>5,595</u>

Pou Sheng recognized \$7,604 thousand and \$8,570 thousand in compensation costs for the nine months ended September 30, 2024 and 2023, respectively.

### 31. EXPLANATORY COMMENTS ABOUT THE SEASONALITY OR CYCLICALITY OF INTERIM OPERATIONS

The Group's industry is not seasonal in nature. Based on historical experience, the sales of the Group are not seasonally dependent.

### 32. CAPITAL MANAGEMENT

The Group's capital management policy is to ensure that the Group has sufficient financial resources and operating plans to balance the working capital, capital expenditure, research and development expenditure, repayment of debt and dividends paid to shareholders within twelve months.

### 33. FINANCIAL INSTRUMENTS

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

Except those listed in the table below, the Group's management considers that the carrying amounts of financial assets and financial liabilities recognized in the consolidated financial statements approximate their fair values.

September 30, 2024

	<b>Carrying Amount</b>	<b>Fair Value</b>			<b>Total</b>
		<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	
<u>Financial assets</u>					
Financial assets at amortized cost					
Bonds	<u>\$ 11,704,658</u>	<u>\$ -</u>	<u>\$ 11,757,533</u>	<u>\$ -</u>	<u>\$ 11,757,533</u>

December 31, 2023

	Carrying Amount	Fair Value			Total
		Level 1	Level 2	Level 3	
<u>Financial assets</u>					
Financial assets at amortized cost					
Bonds	<u>\$ 2,636,501</u>	<u>\$ -</u>	<u>\$ 2,565,508</u>	<u>\$ -</u>	<u>\$ 2,565,508</u>

September 30, 2023

	Carrying Amount	Fair Value			Total
		Level 1	Level 2	Level 3	
<u>Financial assets</u>					
Financial assets at amortized cost					
Bonds	<u>\$ 2,750,818</u>	<u>\$ -</u>	<u>\$ 2,613,813</u>	<u>\$ -</u>	<u>\$ 2,613,813</u>

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

The following table provides an analysis of financial instruments that are measured subsequent to initial recognition at fair value, grouped into Levels 1, 2 and 3 based on the degree to which the fair value is observable:

1) The fair value hierarchy is as follows:

September 30, 2024

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Derivative financial assets	\$ -	\$ 772,525	\$ -	\$ 772,525
Mutual funds	<u>1,371,507</u>	<u>-</u>	<u>1,330,879</u>	<u>2,702,386</u>
	<u>\$ 1,371,507</u>	<u>\$ 772,525</u>	<u>\$ 1,330,879</u>	<u>\$ 3,474,911</u>
Financial assets at FVTOCI				
Investments in equity instruments				
Domestic listed shares	\$ 24,684,816	\$ -	\$ -	\$ 24,684,816
Domestic unlisted shares	-	-	76,289	76,289
Foreign unlisted shares	<u>-</u>	<u>-</u>	<u>95,816</u>	<u>95,816</u>
	<u>\$ 24,684,816</u>	<u>\$ -</u>	<u>\$ 172,105</u>	<u>\$ 24,856,921</u>
Financial liabilities at FVTPL				
Derivative financial liabilities	<u>\$ -</u>	<u>\$ 34,005</u>	<u>\$ -</u>	<u>\$ 34,005</u>



December 31, 2023

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Derivative financial assets	\$ -	\$ 176,759	\$ -	\$ 176,759
Structured deposits	7,286	-	-	7,286
Mutual funds	<u>862,152</u>	<u>-</u>	<u>789,191</u>	<u>1,651,343</u>
	<u>\$ 869,438</u>	<u>\$ 176,759</u>	<u>\$ 789,191</u>	<u>\$ 1,835,388</u>
Financial assets at FVTOCI				
Investments in equity instruments				
Domestic listed shares	\$ 23,299,045	\$ -	\$ -	\$ 23,299,045
Domestic unlisted shares	-	-	73,608	73,608
Foreign unlisted shares	<u>-</u>	<u>-</u>	<u>135,741</u>	<u>135,741</u>
	<u>\$ 23,299,045</u>	<u>\$ -</u>	<u>\$ 209,349</u>	<u>\$ 23,508,394</u>
Financial liabilities at FVTPL				
Derivative financial liabilities	<u>\$ -</u>	<u>\$ 329,470</u>	<u>\$ -</u>	<u>\$ 329,470</u>

September 30, 2023

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Derivative financial assets	\$ -	\$ 590,878	\$ -	\$ 590,878
Mutual funds	<u>742,228</u>	<u>-</u>	<u>824,148</u>	<u>1,566,376</u>
	<u>\$ 742,228</u>	<u>\$ 590,878</u>	<u>\$ 824,148</u>	<u>\$ 2,157,254</u>
Financial assets at FVTOCI				
Investments in equity instruments				
Domestic listed shares	\$ 22,392,916	\$ -	\$ -	\$ 22,392,916
Domestic unlisted shares	-	-	71,273	71,273
Foreign unlisted shares	<u>-</u>	<u>-</u>	<u>144,546</u>	<u>144,546</u>
	<u>\$ 22,392,916</u>	<u>\$ -</u>	<u>\$ 215,819</u>	<u>\$ 22,608,735</u>
Financial liabilities at FVTPL				
Derivative financial liabilities	<u>\$ -</u>	<u>\$ 158,411</u>	<u>\$ -</u>	<u>\$ 158,411</u>

- 2) There were no transfers between Levels 1 and 2 in the current and prior periods.
- 3) There was no reconciliation of Level 3 fair value measurements of financial assets except for changes in fair value recognized in other comprehensive income.
- 4) The fair value of Level 2 financial assets and financial liabilities is determined as follows:
  - a) The fair value of financial instruments with standard terms and conditions and traded in active liquid markets is determined with reference to the quoted market prices.
  - b) The future cash flows of derivatives 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.

5) Valuation techniques and assumptions applied for Level 3 fair value measurement is as follows:

The fair values of unlisted shares and funds with no active market is determined using the asset approach, income approach and market approach.

c. Categories of financial instruments

	September 30, 2024	December 31, 2023	September 30, 2023
<u>Financial assets</u>			
Financial assets at FVTPL			
Mandatorily at FVTPL	\$ 3,474,911	\$ 1,835,388	\$ 2,157,254
Financial assets at amortized cost (Note 1)	97,854,732	86,195,573	91,724,482
Financial assets at FVTOCI	24,856,921	23,508,394	22,608,735
<u>Financial liabilities</u>			
Financial liabilities at FVTPL			
Held for trading	34,005	329,470	158,411
Financial liabilities at amortized cost (Note 2)	114,712,540	101,864,752	116,321,497

Note 1: The balance included financial assets at amortized cost, which comprise cash and cash equivalents, financial assets at amortized cost, notes receivable, accounts receivable, other receivables and refundable deposits.

Note 2: The balances included financial liabilities at amortized cost, which comprise short-term borrowings, short-term bills payable, notes payable, accounts payable, other payables, long-term borrowings (including current portion), long-term payables and guarantee deposits.

d. Financial risk management objectives and policies

The Group's major financial instruments included equity investments, borrowings, receivables, payables, lease liabilities, refundable deposits and guarantee deposits. The Group's treasury function monitors and manages the financial risks relating to the operations of the Group through internal risk reports that analyze exposures by degree and magnitude of risks. These risks include market risk (including foreign currency risk, interest rate risk and other price risk), credit risk and liquidity risk.

1) Market risk

The Group's activities expose it primarily to the financial risks of changes in foreign currency exchange rates and interest rates. The Group entered into a variety of derivative financial instruments to manage its exposure to foreign currency risk and interest rate risk.

a) Foreign currency risk

The Group had foreign currency sales and purchases, which exposed the Group to foreign currency risk. Exchange rate exposures were managed within approved policy parameters utilizing forward foreign exchange contracts and other derivative instruments.

The carrying amounts of the Group's foreign currency-denominated monetary assets and monetary liabilities and the carrying amount of the derivatives exposed to foreign currency risk at the end of the reporting period are set out in Note 37 to the consolidated financial statements.

### Sensitivity analysis

The Group was mainly exposed to the USD, RMB, HKD, VND and IDR.

The following table details the Group's sensitivity to 1% increase (decrease) in New Taiwan dollars (the functional currency) against the relevant foreign currencies. A positive (negative) number below indicates an increase (decrease) in pre-tax profit with New Taiwan dollars strengthening 1% against the relevant currency. For a 1% weakening of New Taiwan dollars against the relevant currency, there would be an equal and opposite impact on pre-tax profit and the balances below would be negative.

	<b>For the Nine Months Ended September 30</b>	
	<b>2024</b>	<b>2023</b>
USD	\$ 8,740	\$ 44,972
RMB	(42,751)	(74,621)
HKD	(48,942)	(23,460)
VND	19,137	4,166
IDR	186	749

#### b) Interest rate risk

The Group was exposed to interest rate risk because entities in the Group borrowed funds at both fixed and floating interest rates. The risk is managed by the Group by maintaining an appropriate mix of fixed and floating rate borrowings and using interest rate swap contracts and forward interest rate contracts.

The carrying amounts of the Group's financial liabilities with exposure to interest rates at the end of the reporting periods were as follows:

	<b>September 30, 2024</b>	<b>December 31, 2023</b>	<b>September 30, 2023</b>
Cash flow interest rate risk			
Financial liabilities	\$ 75,934,208	\$ 65,888,744	\$ 74,565,617

### Sensitivity analysis

The sensitivity analysis below was based on the Group's floating rate liabilities. The analysis was prepared assuming the amount of the liabilities outstanding at the end of the reporting period was outstanding for the whole period. If there had been a 1% increase in interest rates, the Group to increase its cash outflow by \$569,507 thousand and \$559,242 thousand during the nine months ended September 30, 2024 and 2023, respectively.

#### c) Other price risk

The Group was exposed to equity price risk through its investments in listed equity securities and mutual funds. The investments are held for strategic rather than trading purposes. The Group does not actively trade these investments.

## Sensitivity analysis

The sensitivity analysis below was determined based on the exposure to equity price risks at the end of the reporting period. If equity prices had declined by 1%, income before income tax for the nine months ended September 30, 2024 and 2023 would have decreased by \$27,024 thousand and \$15,664 thousand, respectively, as a result of the changes in fair value of financial assets at FVTPL, and the other comprehensive income for the nine months ended September 30, 2024 and 2023 would have decreased by \$247,037 thousand and \$224,118 thousand, respectively, as a result of the changes in fair value of financial assets at FVTOCI.

The Group's sensitivity to equity securities investment has not changed significantly from the previous year.

### 2) Credit risk

Financial instruments are evaluated for credit risk (which represents the potential loss that would be incurred by the Company if a counterparty or third party were to breach a contract). The risk includes the centralization of credit risk, components, contract figures, and accounts receivable. Besides, the Company requires significant clients to provide guarantees of a credit rating of intermediate or higher issued by a bank so as to effectively reduce its credit risk.

### 3) Liquidity risk

The Group manages liquidity risk by monitoring and maintaining a level of cash and cash equivalents deemed adequate to finance the Group's operations and mitigate the effects of fluctuations in cash flows. In addition, management monitors the utilization of bank borrowings and ensures compliance with loan covenants.

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

The tables have been drawn up based on the undiscounted cash flows of financial liabilities including both interest and principal from the earliest date on which the Group can be required to pay.

#### September 30, 2024

	<b>On Demand or Less than 1 Month</b>	<b>1-3 Months</b>	<b>3 Months to 1 Year</b>	<b>1-5 Years</b>	<b>5+ Years</b>
<u>Non-derivative financial liabilities</u>					
Non-interest bearing liabilities	\$ 23,950,670	\$ 8,295,071	\$ 7,218,171	\$ 61,811	\$ 158,095
Lease liabilities	273,129	601,646	2,057,239	4,686,527	902,658
Floating interest rate liabilities	18,004,600	6,773,318	15,051,727	36,104,563	-
Fixed interest rate liabilities	1,000,000	-	-	-	-
Financial guarantee contracts	<u>1,683,780</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>\$ 44,912,179</u>	<u>\$ 15,670,035</u>	<u>\$ 24,327,137</u>	<u>\$ 40,852,901</u>	<u>\$ 1,060,753</u>

December 31, 2023

	<b>On Demand or Less than 1 Month</b>	<b>1-3 Months</b>	<b>3 Months to 1 Year</b>	<b>1-5 Years</b>	<b>5+ Years</b>
<u>Non-derivative financial liabilities</u>					
Non-interest bearing liabilities	\$ 17,511,401	\$ 6,351,405	\$ 7,979,642	\$ 144,305	\$ 58,189
Lease liabilities	226,092	918,716	1,908,224	4,938,277	1,259,028
Floating interest rate liabilities	13,532,982	10,605,481	14,141,389	27,608,892	-
Fixed interest rate liabilities	119,197	2,110,865	2,500,000	1,430,000	-
Financial guarantee contracts	<u>1,479,983</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>\$ 32,869,655</u>	<u>\$ 19,986,467</u>	<u>\$ 26,529,255</u>	<u>\$ 34,121,474</u>	<u>\$ 1,317,217</u>

September 30, 2023

	<b>On Demand or Less than 1 Month</b>	<b>1-3 Months</b>	<b>3 Months to 1 Year</b>	<b>1-5 Years</b>	<b>5+ Years</b>
<u>Non-derivative financial liabilities</u>					
Non-interest bearing liabilities	\$ 21,505,101	\$ 6,916,007	\$ 8,299,350	\$ 145,042	\$ 61,155
Lease liabilities	248,924	656,764	2,318,943	5,370,211	1,216,966
Floating interest rate liabilities	13,914,759	9,091,703	10,321,450	41,237,705	-
Fixed interest rate liabilities	68,897	3,082,185	1,500,000	2,430,000	-
Financial guarantee contracts	<u>1,544,064</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>\$ 37,281,745</u>	<u>\$ 19,746,659</u>	<u>\$ 22,439,743</u>	<u>\$ 49,182,958</u>	<u>\$ 1,278,121</u>

The amounts included above for floating interest rate instruments for non-derivative financial liabilities were subject to change if floating interest rates differ from those estimates of interest rates determined at the end of the reporting period.

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

The following table details the Group's liquidity analysis for its derivative financial instruments. The table was based on the undiscounted contractual net cash inflows and outflows on derivative instruments. When the amount payable or receivable is not fixed, the amount disclosed has been determined by reference to the projected interest rates as illustrated by the yield curves at the end of the reporting period.

September 30, 2024

	<b>On Demand or Less than 1 Month</b>	<b>1-3 Months</b>	<b>3 Months to 1 Year</b>	<b>1-5 Years</b>	<b>5+ Years</b>
Forward exchange contracts	\$ 1,920	\$ -	\$ -	\$ -	\$ -
Exchange rate option contracts	-	-	10,928	-	-
Exchange rate swap contracts	<u>21,157</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>\$ 23,077</u>	<u>\$ -</u>	<u>\$ 10,928</u>	<u>\$ -</u>	<u>\$ -</u>

December 31, 2023

	<b>On Demand or Less than 1 Month</b>	<b>1-3 Months</b>	<b>3 Months to 1 Year</b>	<b>1-5 Years</b>	<b>5+ Years</b>
Forward exchange contracts	\$ 75,663	\$ 3,347	\$ 20,802	\$ -	\$ -
Exchange rate option contracts	-	8,486	10,934	-	-
Exchange rate swap contracts	<u>-</u>	<u>154,792</u>	<u>55,446</u>	<u>-</u>	<u>-</u>
	<u>\$ 75,663</u>	<u>\$ 166,625</u>	<u>\$ 87,182</u>	<u>\$ -</u>	<u>\$ -</u>

September 30, 2023

	<b>On Demand or Less than 1 Month</b>	<b>1-3 Months</b>	<b>3 Months to 1 Year</b>	<b>1-5 Years</b>	<b>5+ Years</b>
Forward exchange contracts	\$ 28,464	\$ 1,868	\$ 11,758	\$ -	\$ -
Exchange rate option contracts	2,054	-	113,217	-	-
Exchange rate swap contracts	<u>-</u>	<u>1,050</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>\$ 30,518</u>	<u>\$ 2,918</u>	<u>\$ 124,975</u>	<u>\$ -</u>	<u>\$ -</u>

#### 34. TRANSACTIONS WITH RELATED PARTIES

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. Details of transactions between the Group and other related parties are disclosed below.

a. Related party names and categories

<u>Name</u>	<u>Related Party Category</u>
Oftenrich Holdings Limited	Associate
San Fang Chemical Industry Co., Ltd.	Associate
Ka Yuen Rubber Factory Limited	Joint venture
Twinways Investments Limited	Joint venture
Shan Dong Liwei Economic and Trade Co., Ltd.	Other related party

b. Operating revenue

Account	Related Party Category	For the Three Months Ended September 30		For the Nine Months Ended September 30	
		2024	2023	2024	2023
Sales	Associates	\$ 34,664	\$ 26,003	\$ 77,028	\$ 78,053
	Joint ventures	114,317	92,381	300,122	283,027
	Other related party	<u>36,403</u>	<u>37,957</u>	<u>104,978</u>	<u>112,978</u>
		<u>\$ 185,384</u>	<u>\$ 156,341</u>	<u>\$ 482,128</u>	<u>\$ 474,058</u>

The sales prices and receivable terms to related parties were not significantly different from those of non-related parties.

c. Purchases

Account	Related Party Category	For the Three Months Ended September 30		For the Nine Months Ended September 30	
		2024	2023	2024	2023
Purchases	Associates	\$ 1,012,333	\$ 855,140	\$ 2,640,938	\$ 2,413,654
	Joint ventures	<u>1,419,892</u>	<u>1,217,290</u>	<u>3,554,597</u>	<u>3,461,137</u>
		<u>\$ 2,432,225</u>	<u>\$ 2,072,430</u>	<u>\$ 6,195,535</u>	<u>\$ 5,874,791</u>

The purchase prices and payment terms from related parties were not significantly different from those of non-related parties.

d. Receivables from related parties

Account Items	Related Party Category	September 30, 2024	December 31, 2023	September 30, 2023
Accounts receivable	Associates	\$ 17,889	\$ 19,703	\$ 36,078
	Joint ventures	41,980	40,383	46,947
	Other related party	<u>13,559</u>	<u>4,637</u>	<u>9,196</u>
		<u>\$ 73,428</u>	<u>\$ 64,723</u>	<u>\$ 92,221</u>

No expected credit loss was recognized for the nine months ended September 30, 2024 and 2023 for the amounts owed by related parties.

e. Payables to related parties

Account Items	Related Party Category	September 30, 2024	December 31, 2023	September 30, 2023
Accounts payable	Associates	\$ 821,856	\$ 611,861	\$ 757,316
	Joint ventures	<u>1,178,806</u>	<u>900,229</u>	<u>981,424</u>
		<u>\$ 2,000,662</u>	<u>\$ 1,512,090</u>	<u>\$ 1,738,740</u>

f. Financing provided

Please refer to Table 1 “Financing provided to others” of Note 38 to the consolidated financial statements.

g. Endorsements/guarantees provided

Please refer to Table 2 “Endorsements/guarantees provided” of Note 38 to the consolidated financial statements.

h. Compensation of key management personnel

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2024	2023	2024	2023
Short-term employee benefits	\$ 98,458	\$ 92,711	\$ 250,902	\$ 212,872
Post-retirement benefits	<u>-</u>	<u>-</u>	<u>-</u>	<u>13,500</u>
	<u>\$ 98,458</u>	<u>\$ 92,711</u>	<u>\$ 250,902</u>	<u>\$ 226,372</u>

The remuneration of directors and key management personnel was determined by the remuneration committee with regard to the performance of individuals and market trends.

### 35. ASSETS PLEDGED AS COLLATERAL OR FOR SECURITY

The following assets were provided as collateral for the issuance of gift vouchers:

	September 30, 2024	December 31, 2023	September 30, 2023
Financial assets at amortized cost	<u>\$ 50,731</u>	<u>\$ 52,384</u>	<u>\$ 52,739</u>

### 36. SIGNIFICANT COMMITMENTS AND UNRECOGNIZED LIABILITIES

a. Outstanding letters of credit of the Group at the end of reporting period were as follows:

(Unit: In Thousands of Foreign Currencies)

Foreign Currencies	September 30, 2024	December 31, 2023	September 30, 2023
USD	\$ 1,266	\$ 1,545	\$ 1,689
VND	12,685,381	14,685,381	9,185,381

b. The Company entered into project agreements with the Taiwan Small & Medium Enterprise Counseling Foundation. According to the project agreements, the Company has to provide promissory notes and the bank’s guaranteed letter to Taiwan Small & Medium Enterprise Counseling Foundation as guarantee.



c. The Group entered into a memorandum of cooperation with the government of Tamil Nadu, India, on April 17, 2023. According to the memorandum, the Group will invest approximately INR23 billion (approximately US\$276 million) in two stages during the 12-year investment period from 2023 to 2035 to set up a production base in the Special Economic Zone of Tamil Nadu.

d. The unrecognized contractual commitments of the merged company are as follows:

	September 30, 2024	December 31, 2023	September 30, 2023
Inventory procurement - construction industry	\$ 196,800	\$ -	\$ -
Procurement of property, plant and equipment	2,920,630	3,913,873	3,729,670
Procurement of intangible assets	-	48,207	-

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

The following information was aggregated by the foreign currencies other than the functional currencies of the entities Group and the exchange rates between the foreign currencies and respective functional currencies were disclosed. The significant assets and liabilities denominated in foreign currencies were as follows:

September 30, 2024

	Foreign Currencies (In Thousands)	Exchange Rate	Carrying Amount (In Thousands)
<u>Financial assets</u>			
Monetary items			
USD	\$ 45,516	31.650	\$ 1,440,574
NTD	189,932	1	189,932
RMB	2,666,923	4.523	12,062,491
HKD	1,220,686	4.075	4,974,294
VND	463,667,717	0.00127	588,858
IDR	135,745,192	0.00208	282,350
Non-monetary items			
USD	12,029	31.650	380,723
NTD	818,501	1	818,501
RMB	153,582	4.523	694,650
VND	129,141,732	0.00127	164,010
<u>Financial liabilities</u>			
Monetary items			
USD	73,098	31.650	2,313,555
NTD	3,247,682	1	3,247,682
RMB	1,721,686	4.523	7,787,186
HKD	19,619	4.075	79,947
VND	2,377,382,677	0.00127	3,019,276
IDR	145,027,885	0.00208	301,658
Non-monetary items			
USD	668	31.650	21,157

December 31, 2023

	<b>Foreign Currencies (In Thousands)</b>	<b>Exchange Rate</b>	<b>Carrying Amount (In Thousands)</b>
<u>Financial assets</u>			
Monetary items			
USD	\$ 44,102	30.705	\$ 1,354,146
NTD	206,153	1	206,153
RMB	1,151,633	4.327	4,983,117
HKD	12,243	3.929	48,101
VND	382,117,600	0.00125	477,647
IDR	136,838,889	0.00198	270,941
Non-monetary items			
USD	4,626	30.705	142,045
NTD	675,541	1	675,541
RMB	24,538	4.327	106,178
VND	124,736,000	0.00125	155,920

Financial liabilities

Monetary items			
USD	86,263	30.705	2,648,707
NTD	2,139,544	1	2,139,544
RMB	1,551,332	4.327	6,712,614
HKD	22,713	3.929	89,238
VND	970,820,800	0.00125	1,213,526
IDR	146,572,727	0.00198	290,214
Non-monetary items			
USD	6,738	30.705	206,885

September 30, 2023

	<b>Foreign Currencies (In Thousands)</b>	<b>Exchange Rate</b>	<b>Carrying Amount (In Thousands)</b>
<u>Financial assets</u>			
Monetary items			
USD	\$ 44,064	32.270	\$ 1,421,937
NTD	1,594,633	1	1,594,633
RMB	2,638,541	4.415	11,649,157
HKD	594,611	4.123	2,451,582
VND	623,235,878	0.00131	816,439
IDR	92,543,750	0.00208	192,491
Non-monetary items			
USD	17,172	32.270	554,129
NTD	637,558	1	637,558
RMB	216,091	4.415	954,041
VND	83,236,641	0.00131	109,040

(Continued)

	<b>Foreign Currencies (In Thousands)</b>	<b>Exchange Rate</b>	<b>Carrying Amount (In Thousands)</b>
<u>Financial liabilities</u>			
Monetary items			
USD	\$ 183,402	32.270	\$ 5,918,382
NTD	2,033,013	1	2,033,013
RMB	948,290	4.415	4,186,702
HKD	25,582	4.123	105,476
VND	1,039,870,992	0.00131	1,362,231
IDR	129,979,327	0.00208	270,357
Non-monetary items			
USD	21	32.270	668 (Concluded)

For the three months ended September 30, 2024 and 2023 and the nine months ended September 30, 2024 and 2023, net foreign exchange gains (loss) were \$185,867 thousand, \$442,552 thousand, \$433,150 thousand and \$(275,097) thousand, respectively. It is impractical to disclose net foreign exchange gain (loss) by each significant foreign currency due to the variety of the functional currencies of the Group's entities.

### 38. SEPARATELY DISCLOSED ITEMS

a. Information about significant transactions and investees:

- 1) Financing provided to others (Table 1)
- 2) Endorsements/guarantees provided (Table 2)
- 3) Marketable securities held (Table 3)
- 4) Marketable securities acquired and disposed of at costs or prices of at least \$300 million or 20% of the paid-in capital (Table 4)
- 5) Acquisition of individual real estate at costs of at least NT\$300 million or 20% of the paid-in capital (Table 5)
- 6) Disposal 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 6)
- 8) Receivables from related parties amounting to at least NT\$100 million or 20% of the paid-in capital (Table 7)
- 9) Trading in derivative instruments (Notes 7 and 33)
- 10) Intercompany relationships and significant intercompany transactions (Table 8)
- 11) Information on investees (Table 9)

- b. Information on investments in mainland China
- 1) Information on any investee company in mainland China, showing the name, principal business activities, paid-in capital, method of investment, inward and outward remittance of funds, ownership percentage, net income of investees, investment income or loss, carrying amount of the investment at the end of the period, repatriations of investment income, and limit on the amount of investment in the mainland China area (Table 10)
  - 2) Any of the following significant transactions with investee companies in mainland China, either directly or indirectly through a third party: (None)
- c. Information of major shareholders: List all shareholders with ownership of 5% or greater showing the name of the shareholder, the number of shares owned, and percentage of ownership of each shareholder (Table 11)

### 39. SEGMENT INFORMATION

- a. Information about reportable segments

Information reported to the chief operating decision maker for the purpose of resource allocation and assessment of segment performance focuses on the types of goods or services delivered or provided. Specifically, the Group's reportable segments were as follows:

- 1) Manufacturing of shoes;
- 2) Retail of sporting goods; and
- 3) Others.

- b. Segment revenue and results

The Group's revenue and results by reportable segment were as follows:

For the nine months ended September 30, 2024

	<b>Manufacturing of Shoes</b>	<b>Retail of Sporting Goods</b>	<b>Others</b>	<b>Total</b>
Revenue from external customers	<u>\$ 132,666,558</u>	<u>\$ 62,051,206</u>	<u>\$ 702,275</u>	<u>\$ 195,420,039</u>
Segment income	<u>\$ 20,271,201</u>	<u>\$ 3,920,380</u>	<u>\$ 442,436</u>	\$ 24,634,017
Administrative costs and remuneration of directors				(13,401,971)
Interest income				1,635,961
Rental income				655,192
Dividend income				897,935
Other income				879,124
Net gain on disposal of property, plant and equipment				21,780
Net foreign exchange gain				433,150
Net gain on disposal of associates				822,884
Net gain on financial instruments at FVTPL				942,023
Impairment loss of assets				(206,391)
Gain on modification of lease				276,612
Other loss				(255,318)

(Continued)

	<b>Manufacturing of Shoes</b>	<b>Retail of Sporting Goods</b>	<b>Others</b>	<b>Total</b>
Net loss on derecognition of financial assets at amortized cost				\$ (10,438)
Finance costs				(2,099,750)
Share of profit of associates and joint ventures				<u>8,498,941</u>
Income before income tax				<u>\$ 23,723,751</u> (Concluded)

For the nine months ended September 30, 2023

	<b>Manufacturing of Shoes</b>	<b>Retail of Sporting Goods</b>	<b>Others</b>	<b>Total</b>
Revenue from external customers	<u>\$ 117,368,308</u>	<u>\$ 67,695,056</u>	<u>\$ 694,606</u>	<u>\$ 185,757,970</u>
Segment income	<u>\$ 15,355,517</u>	<u>\$ 3,791,282</u>	<u>\$ 444,944</u>	\$ 19,591,743
Administrative costs and remuneration of directors				(14,248,135)
Interest income				1,229,083
Rental income				621,587
Dividend income				738,845
Other income				1,240,460
Net gain on disposal of property, plant and equipment				93,356
Net gain on disposal of investment properties				7,857
Net foreign exchange loss				(275,097)
Net gain on disposal of associates				121,195
Net gain on financial instruments at FVTPL				1,255,012
Other loss				(257,977)
Net loss on derecognition of financial assets at amortized cost				(80,397)
Finance costs				(2,481,217)
Share of profit of associates and joint ventures				<u>8,318,325</u>
Income before income tax				<u>\$ 15,874,640</u>

- 1) Sales between segments were made at market price.
- 2) Segment profit represented the profit before income tax earned by each segment without allocation of administration costs, remuneration of directors, interest income, rental income, dividend income, other income, net gain on disposal of property, plant and equipment, net gain on disposal of investment properties, net foreign exchange gain (loss), net gain on disposal of associates, net gain on financial instruments, impairment loss of assets, gain on modification of lease, other loss, net loss on derecognition of financial assets at amortized cost, finance costs and the share of profit of associates and joint ventures. This was the measure reported to the chief operating decision maker for the purpose of resource allocation and assessment of segment performance.

**POU CHEN CORPORATION AND SUBSIDIARIES**

FINANCING PROVIDED TO OTHERS  
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024  
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

No. (Note 1)	Financing Company	Borrowing Company	Financial Statement Account	Related Party	Maximum Balance for the Period	Ending Balance	Actual Borrowing Amount	Interest Rate	Nature of Financing (Note 2)	Transaction Amount	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower (Notes 3 and 4)	Aggregate Financing Limit (Notes 3 and 4)	Note	
													Item	Value				
1	Dongguan Baotian Electronic Technology Co., Ltd.	Shangqiao Yisen Industry Co., Ltd.	Accounts receivable from related parties	Yes	\$ 87,040 (RMB 10,000,000)	\$ -	\$ -	-	2	\$ -	Operating capital	\$ -	\$ 253,552	-	\$ 253,552	253,552		
2	Dongguan Yaming Electronic Technology Co., Ltd.	Shangqiao Yisen Industry Co., Ltd.	Accounts receivable from related parties	Yes	45,450 (RMB 10,000,000)	-	-	-	2	-	Operating capital	-	340,331	-	340,331	340,331		
3	Wang Yi Construction Co., Ltd.	Barris Development Corporation	Accounts receivable from related parties	Yes	26,000	26,000	26,000	1.29	2	-	Operating capital	-	26,870	-	26,870	26,870		
4	Song Ming Investments Co., Ltd.	Barris Development Corporation	Accounts receivable from related parties	Yes	100,000	100,000	42,500	1.29	2	-	Operating capital	-	1,347,175	-	1,347,175	1,347,175		
5	Orison Asia Limited	Orison Vietnam Co., Ltd.	Accounts receivable from related parties	Yes	1,600,000 (US\$ 90,000)	28,165 (US\$ 90,000)	28,165 (US\$ 90,000)	4.50	2	-	Operating capital	-	563,920	-	563,920	563,920		
6	Prime Asia (S.E. Asia) Leather Corporation	Prime Asia (Vietnam) Co., Ltd.	Accounts receivable from related parties	Yes	581,180 (US\$ 17,700,000)	560,205 (US\$ 17,700,000)	560,205 (US\$ 17,700,000)	1.50	2	-	Operating capital	-	1,503,593	-	1,503,593	1,503,593		
7	Yue Yuen Industrial (Holdings) Limited	Pt. Pou Yuen Indonesia	Accounts receivable from related parties	Yes	5,374,508 (US\$ 164,500,000)	1,256,825 (US\$ 134,500,000)	1,256,825 (US\$ 134,500,000)	4.50	2	-	Operating capital	-	53,911,888	-	53,911,888	53,911,888		
		Pt. Ghosar Indonesia	Accounts receivable from related parties	Yes	3,084,655 (US\$ 95,500,000)	1,502,542 (US\$ 50,317,292)	1,502,542 (US\$ 50,317,292)	4.50	2	-	Operating capital	-	53,911,888	-	53,911,888	53,911,888		
		Pt. Nihoms Gemilang	Accounts receivable from related parties	Yes	5,253,100 (US\$ 162,000,000)	4,462,650 (US\$ 141,000,000)	4,462,650 (US\$ 141,000,000)	4.50	2	-	Operating capital	-	53,911,888	-	53,911,888	53,911,888		
		Pt. Pou Chen Indonesia	Accounts receivable from related parties	Yes	29,000,000 (US\$ 29,000,000)	-	-	-	4.50	2	-	Operating capital	-	53,911,888	-	53,911,888	53,911,888	
		Prime Asia (Vietnam) Co., Ltd.	Accounts receivable from related parties	Yes	2,000,000 (US\$ 2,000,000)	-	-	-	4.50	2	-	Operating capital	-	53,911,888	-	53,911,888	53,911,888	
		Pouyuan Vietnam Company Limited	Accounts receivable from related parties	Yes	9,569,375 (US\$ 293,500,000)	6,836,400 (US\$ 216,000,000)	6,836,400 (US\$ 216,000,000)	4.50	2	-	Operating capital	-	53,911,888	-	53,911,888	53,911,888		
		Prime Vietnam Company Limited	Accounts receivable from related parties	Yes	50,000,000 (US\$ 50,000,000)	15,000,000 (US\$ 15,000,000)	15,000,000 (US\$ 15,000,000)	4.50	2	-	Operating capital	-	53,911,888	-	53,911,888	53,911,888		
		Pou Li Vietnam Company Limited	Accounts receivable from related parties	Yes	11,657,745 (US\$ 36,000,000)	727,950 (US\$ 23,000,000)	727,950 (US\$ 23,000,000)	4.50	2	-	Operating capital	-	53,911,888	-	53,911,888	53,911,888		
		Pou Phong Vietnam Company Limited	Accounts receivable from related parties	Yes	2,190,521 (US\$ 1,904,430)	601,350 (US\$ 1,855,700)	601,350 (US\$ 1,855,700)	4.50	2	-	Operating capital	-	53,911,888	-	53,911,888	53,911,888		
		Yue Da Vietnam Company Limited	Accounts receivable from related parties	Yes	58,000,000 (US\$ 291,000,000)	58,000,000 (US\$ 146,000,000)	58,000,000 (US\$ 146,000,000)	4.50	2	-	Operating capital	-	53,911,888	-	53,911,888	53,911,888		
		Pou Sung Vietnam Company Limited	Accounts receivable from related parties	Yes	9,514,385 (US\$ 43,500,000)	4,620,300 (US\$ 23,200,000)	4,620,300 (US\$ 23,200,000)	4.50	2	-	Operating capital	-	53,911,888	-	53,911,888	53,911,888		
		Pro King Industrial Company Limited	Accounts receivable from related parties	Yes	151,588 (US\$ 1,511,454)	74,694 (US\$ 1,131,804)	74,694 (US\$ 1,014,669)	4.50	2	-	Operating capital	-	53,911,888	-	53,911,888	53,911,888		
		Pro King Industrial Company Limited	Accounts receivable from related parties	Yes	1,511,454 (US\$ 46,440,000)	1,511,454 (US\$ 35,760,000)	1,511,454 (US\$ 32,960,000)	4.50	2	-	Operating capital	-	53,911,888	-	53,911,888	53,911,888		
		Presious Fall Investments Ltd.	Accounts receivable from related parties	Yes	339,705 (US\$ 10,630,000)	121,536 (US\$ 3,840,000)	121,536 (US\$ 3,840,000)	4.50	2	-	Operating capital	-	53,911,888	-	53,911,888	53,911,888		
		Solar Link International Inc.	Accounts receivable from related parties	Yes	450,000 (US\$ 450,000)	460,000 (US\$ 460,000)	460,000 (US\$ 460,000)	4.50	2	-	Operating capital	-	53,911,888	-	53,911,888	53,911,888		
		Ci Fook Mui Pich Yu Thung Mai	Accounts receivable from related parties	Yes	1,252,348 (US\$ 38,700,000)	1,224,855 (US\$ 38,700,000)	1,224,855 (US\$ 38,700,000)	4.50	2	-	Operating capital	-	53,911,888	-	53,911,888	53,911,888		
		Tu Yee Xian Shup Khai Van Thuan	Accounts receivable from related parties	Yes	8,000,000 (US\$ 262,680)	253,200 (US\$ 8,000,000)	253,200 (US\$ 8,000,000)	4.50	2	-	Operating capital	-	53,911,888	-	53,911,888	53,911,888		
		Pt. Hardass Abadi Indonesia	Accounts receivable from related parties	Yes	313,605 (US\$ 69,000,000)	312,087 (RMB 69,000,000)	312,087 (RMB 69,000,000)	2.42	2	-	Operating capital	-	53,911,888	-	53,911,888	53,911,888		
		Yang Xin Pou Jia Shoes	Accounts receivable from related parties	Yes	43,014 (US\$ 1,310,000)	41,462 (US\$ 1,310,000)	41,462 (US\$ 1,310,000)	4.50	2	-	Operating capital	-	53,911,888	-	53,911,888	53,911,888		
		Yisen (YiFeng) Mouth Co., Ltd.	Accounts receivable from related parties	Yes	569,065 (RMB 77,000,000)	488,579 (RMB 77,000,000)	488,579 (RMB 77,000,000)	2.42	2	-	Operating capital	-	53,911,888	-	53,911,888	53,911,888		
		Dongguan Yu Xiang Shoes Material Co., Ltd.	Accounts receivable from related parties	Yes	722,370 (US\$ 22,000,000)	696,300 (US\$ 22,000,000)	696,300 (US\$ 22,000,000)	3.00	2	-	Operating capital	-	3,692,036	-	3,692,036	3,692,036		
8	Hero Lack Group Ltd.	High Glory Footwear India Private Ltd.	Accounts receivable from related parties	Yes	458,500 (RMB 100,000,000)	452,300 (RMB 100,000,000)	452,300 (RMB 100,000,000)	2.77	2	-	Operating capital	-	2,212,383	-	2,212,383	2,212,383		
9	The Look (Macro Commercial Orinoro) Company Limited	Dongguan Yuhong Shoe Industry Co., Ltd.	Accounts receivable from related parties	Yes	1,933,173 (US\$ 59,400,000)	1,497,995 (US\$ 47,330,000)	1,497,995 (US\$ 47,330,000)	3.00	2	-	Operating capital	-	2,373,465	-	2,373,465	2,373,465		
10	Pou Chen Enterprise Co., Ltd.	Prime Asia Leather Corporation	Accounts receivable from related parties	Yes	445,100 (US\$ 14,000,000)	443,100 (US\$ 14,000,000)	443,100 (US\$ 14,000,000)	3.00	2	-	Operating capital	-	2,373,465	-	2,373,465	2,373,465		
		E-Tech Sporting Enterprise Ltd.	Accounts receivable from related parties	Yes	300,000 (RMB 300,000)	300,000 (RMB 300,000)	300,000 (RMB 300,000)	1.29	2	-	Operating capital	-	2,373,465	-	2,373,465	2,373,465		
11	Dongguan Yuhong Shoe Industry Co., Ltd.	Dong Guan Pou Chen Footwear Company Limited	Accounts receivable from related parties	Yes	1,094,800 (RMB 240,000,000)	1,085,520 (RMB 240,000,000)	904,600 (RMB 200,000,000)	2.42	2	-	Operating capital	-	1,832,547	-	1,832,547	1,832,547		
		Shangqiao Yisen Industry Co., Ltd.	Accounts receivable from related parties	Yes	550,160 (RMB 80,000,000)	90,460 (RMB 20,000,000)	-	-	2.42	2	-	Operating capital	-	1,832,547	-	1,832,547	1,832,547	
		Dongguan Yu Xiang Shoes Material Co., Ltd.	Accounts receivable from related parties	Yes	-	-	-	-	2.42	2	-	Operating capital	-	1,832,547	-	1,832,547	1,832,547	

(Continued)

No. (Note 1)	Financing Company	Borrowing Company	Financial Statement Account	Related Party	Maximum Balance for the Period	Ending Balance	Actual Borrowing Amount		Interest Rate	Nature of Financing (Note 2)	Transaction Amounts	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower (Notes 3 and 4)	Aggregate Financing Limit (Notes 3 and 4)	Note
							Item	Value										
12	Rui Jin Pao Yuan Footwear Development Co., Ltd. Yue Yuen (Anfo) Footwear Co., Ltd.	Yu Xing (Dishu) Footwear Co., Ltd. Yue Yuen (Anfo) Footwear Co., Ltd.	Accounts receivable from related parties Accounts receivable from related parties	Yes Yes	\$ 33,179 (RMB 7,681,725) (RMB 15,000,000)	\$ 33,018 (RMB 7,300,000) (RMB 15,000,000)	\$ 33,018 (RMB 7,300,000) (RMB 15,000,000)	33,018 (RMB 7,300,000) (RMB 15,000,000)	2.42 2.42	2 2	\$ - -	Operating capital Operating capital	\$ - -	- -	2,457,706 2,457,706	245,706 245,706		
13	Yichun Yisen Industry Co., Ltd.	Yisen (Yifeng) Mould Co., Ltd.	Accounts receivable from related parties	Yes	12,981	-	-	-	-	2	-	Operating capital	-	-	580,657	580,657		
14	Ban Hong (Yangzhou) Shoes Co., Ltd.	Shangqiao Yisen Industry Co., Ltd.	Accounts receivable from related parties	Yes	190,800 (RMB 42,000,000)	189,066 (RMB 42,000,000)	189,066 (RMB 42,000,000)	189,066 (RMB 42,000,000)	2.42	2	-	Operating capital	-	-	836,044	836,044		
15	Dong Guan Yue Yuan Footwear Products Company Limited	Dong Guan Pou Chen Footwear Company Limited	Accounts receivable from related parties	Yes	318,150 (RMB 70,000,000)	316,610 (RMB 70,000,000)	316,610 (RMB 70,000,000)	316,610 (RMB 70,000,000)	2.42	2	-	Operating capital	-	-	347,133	347,133		
16	Pouyan Vietnam Company Limited	Tech Mastery Vietnam Company Limited	Accounts receivable from related parties	Yes	309,158 (US\$ 9,768,010)	309,158 (US\$ 9,768,010)	309,158 (US\$ 9,768,010)	309,158 (US\$ 9,768,010)	2.50	2	-	Operating capital	-	-	3,539,616	3,539,616		
17	Pou Seng Vietnam Enterprise Ltd.	Tech Mastery Vietnam Company Limited	Accounts receivable from related parties	Yes	182,055 (US\$ 5,731,832)	180,342 (US\$ 5,698,006)	180,342 (US\$ 5,698,006)	180,342 (US\$ 5,698,006)	2.50	2	-	Operating capital	-	-	4,200,366	4,200,366		
18	Pou Chen Vietnam Enterprise Ltd.	Tech Mastery Vietnam Company Limited	Accounts receivable from related parties	Yes	155,018 (US\$ 4,912,999)	154,579 (US\$ 4,884,005)	154,579 (US\$ 4,884,005)	154,579 (US\$ 4,884,005)	2.50	2	-	Operating capital	-	-	1,923,928	1,923,928		
19	Precious Full Investments Limited	Bargladesh/Pou Hung Industrial Limited Pou Yuen Cambodia Enterprise, Ltd.	Accounts receivable from related parties	Yes Yes	746,011 (US\$ 22,720,000) 299,028 (US\$ 9,107,000)	719,088 (US\$ 22,720,000) 288,237 (US\$ 9,107,000)	719,088 (US\$ 22,720,000) 288,237 (US\$ 9,107,000)	601,350 (US\$ 19,000,000) 288,237 (US\$ 9,107,000)	- -	2 2	- -	Operating capital Operating capital	- -	- -	5,447,781 5,447,781	5,447,781 5,447,781		
20	Wealthplus Holdings Limited	Pou Chen Corporation	Accounts receivable from related parties	Yes	939,1251 (US\$ 73,000,000) (RMB 1,544,000,000)	8,660,293 (US\$ 72,700,000) (RMB 1,406,000,000)	8,660,293 (US\$ 72,700,000) (RMB 1,406,000,000)	8,660,293 (US\$ 72,700,000) (RMB 1,406,000,000)	-	2	-	Operating capital	-	-	173,365,681	173,365,681		
21	Pou Sheng (China) Investment Group Co., Ltd.	Qiyuhen Pou Sheng International Sport Products Co., Ltd.	Loans receivable	Yes	1,504,734 (RMB 331,074,592)	1,497,159 (RMB 331,074,592)	1,497,159 (RMB 331,074,592)	32,566 (RMB 7,200,000)	3.65	2	-	Operating capital	-	-	6,612,066	6,612,066		

Note 1: The Company is coded as follows:

- The Company is coded "y";
- The investee is coded consecutively beginning from "1" in the order presented in the table above.

Note 2: The nature of financing is coded as follows

- Business relationship is coded 1
- The need for short-term financing is coded 2.

Note 3: According to the Company's policy, procedure of financing provided to others as follows:

- The maximum amount permitted to a single borrower is listed based on the types of financing reasons as follows:
  - Business relationship: Each of the financing amount shall not exceed 10% of the Company's net worth.
  - The need for short-term financing: Each of the financing amount shall not exceed 40% of the Company's net worth.
  - The need for short-term financing: Each of the financing amount shall not exceed 10% of the Company's net worth.

Note 4: The total maximum amount permitted to a single borrower is listed based on the types of financing reasons as follows:

- Business relationship: Each of the financing amount shall not exceed 10% of the Company's net worth.
  - The need for short-term financing: Each of the financing amount shall not exceed 40% of the Company's net worth.
  - Among foreign companies which the Company holds 100% voting rights directly and indirectly, when financing is necessary, the amount is not limited by the above information. However, the limit amount of financing to others during one year shall not exceed the borrowers' net worth.
- Dongguan Baoqiao Electronic Technology Co., Ltd. for subsidiaries in which Pou Chen holds 100% voting rights directly and indirectly; The financing amount and each of the financing amount shall not exceed 100% of total equity of Dongguan Baoqiao Electronic Technology Co., Ltd.'s financial statement. Dongguan Yuming Electronic Technology Co., Ltd. for subsidiaries in which Pou Chen holds 100% voting rights directly and indirectly; The financing amount and each of the financing amount shall not exceed 100% of total equity of Dongguan Yuming Electronic Technology Co., Ltd.'s financial statement. Yue Yuen Industrial (Holdings) Limited engages in fund raising; the financing amount shall not exceed 40% of total equity in the Yue Yuen's consolidated financial statements. Foreign companies on which Yue Yuen Industrial (Holdings) Limited holds 100% voting rights directly and indirectly; The financing amount shall not exceed 100% of total equity of Yue Yuen's consolidated financial statement. When Yue Yuen Industrial (Holdings) Limited engages in fund raising, the financing amount shall not exceed 40% of total equity in the Yue Yuen's consolidated financial statements. Foreign companies on which Yue Yuen Industrial (Holdings) Limited holds 100% voting rights directly and indirectly; The financing amount shall not exceed 100% of total equity of Yue Yuen's consolidated financial statement. When Wealthplus Holdings Limited engages in fund raising, the financing amount shall not exceed 40% of total equity of lender's financial statement. When Wealthplus Holdings Limited engages in fund raising, the financing amount shall not exceed 100% of total equity in the Wealthplus Holdings Limited's consolidated financial statements. For subsidiaries in which Pou Sheng (China) Investment Group Co., Ltd. holds not 100% voting rights directly. The financing amount shall not exceed 40% of total equity of lender's financial statement.

(Continued)

**POU CHEN CORPORATION AND SUBSIDIARIES**

ENDORSEMENTS/GUARANTEES PROVIDED FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024 (In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

No. (Note 1)	Endorsement/Guarantee Provider	Endorsee/Guaranteee		Limit on Endorsement/Guarantee Given on Behalf of Each Party (Note 2)	Maximum Amount Endorsed/Guaranteed During the Period	Outstanding Endorsement/Guarantee at the End of the Period	Actual Borrowing Amount	Amount Endorsed/Guaranteed by Collateral	Ratio of Accumulated Endorsement/ Guarantee to Net Equity at Latest Fiscal Statements (%)	Aggregate Endorsement/Guarantee Limit (Note 3)	Endorsement/Guarantee Given by Parent on Behalf of Subsidiaries (Note 4)	Endorsement/Guarantee Given by Subsidiaries on Behalf of Parent (Note 4)	Endorsement/Guarantee Given on Behalf of Companies in Mainland China (Note 4)	Note				
		Name	Relationship (Note 2)															
0	Pou Chen Corporation	Wealthplus Holdings Limited Pro-Ach International Development Enterprise Inc. Baris Development Corporation Windsor Entertainment Co., Ltd. Yue Hong Realty Development Co., Ltd. Pou Shine Investments Co., Ltd. Pou Yuen Technology Co., Ltd. Pou Yi Development Co., Ltd.	b	\$ 140,601,550	\$ 30,864,900	\$ 29,751,000	\$ -	\$ -	21	\$ 281,203,100	Y	N	N	N				
				85,201	85,201	70,081	-	-	-	-	-	-	-	-	-	-	-	
				140,601,550	8,670,100	8,599,000	-	-	-	-	-	-	-	-	-	-	-	-
				140,601,550	80,000	80,000	-	-	-	-	-	-	-	-	-	-	-	-
				140,601,550	1,100,000	-	-	-	-	-	-	-	-	-	-	-	-	-
				140,601,550	1,750,000	1,750,000	-	-	-	-	-	-	-	-	-	-	-	-
				140,601,550	100,000	100,000	-	-	-	-	-	-	-	-	-	-	-	-
				140,601,550	400,000	400,000	-	-	-	-	-	-	-	-	-	-	-	-
1	Yue Yuen Industrial (Holdings) Limited	Cohen Enterprises Inc. Otenrich Holdings Limited Pt. Sejalu China Indonesia Onsol Taiwan Limited Prime Asia Leather Corporation Pou Phong Vietnam Company Ltd. Pt. KMK Global Sports Pt. KMK Global Sports Pt. Sheoanyu Jay anesia Inc. Pt. Sheoanyu Jay anesia Inc. Yue Deun Technology Corporation I-Fish Sporting Enterprises Ltd. Pou Chen (Cambodia) Co., Ltd. Yue Yuen Industrial Limited	f	80,867,833	1,549,863	1,028,625	528,555	528,555	1	202,169,581	N	N	N	N				
				80,867,833	47,500,000	32,500,000	16,700,000	-	-	-	-	-	-	-	-	-	-	
				80,867,833	767,558	655,155	-	-	-	-	-	-	-	-	-	-	-	-
				80,867,833	23,400,000	20,700,000	-	-	-	-	-	-	-	-	-	-	-	-
				80,867,833	4,403,503	3,303,469	2,116,788	-	-	-	-	-	-	-	-	-	-	-
				80,867,833	134,375,000	104,375,000	66,881,125	-	-	-	-	-	-	-	-	-	-	-
				80,867,833	90,000	90,000	-	-	-	-	-	-	-	-	-	-	-	-
				80,867,833	1,301,800	-	-	-	-	-	-	-	-	-	-	-	-	-
				80,867,833	40,000,000	-	-	-	-	-	-	-	-	-	-	-	-	-
				80,867,833	295,5315	284,880	478,057	-	-	-	-	-	-	-	-	-	-	-
				80,867,833	9,000,000	9,000,000	15,142,021	-	-	-	-	-	-	-	-	-	-	-
				80,867,833	2,000,000	87,500,000	1,074,787	-	-	-	-	-	-	-	-	-	-	-
				80,867,833	1,826,201	1,288,738	1,074,787	-	-	-	-	-	-	-	-	-	-	-
				80,867,833	55,750,000	40,750,000	33,958,500	-	-	-	-	-	-	-	-	-	-	-
80,867,833	4,400,000	1,500,000	137,000	-	-	-	-	-	-	-	-	-	-	-				
80,867,833	3,700,000	2,000,000	1,189,600	-	-	-	-	-	-	-	-	-	-	-				
80,867,833	1,789,975	2,000,000	-	-	-	-	-	-	-	-	-	-	-	-				
80,867,833	55,000,000	-	-	-	-	-	-	-	-	-	-	-	-	-				
80,867,833	325,450	-	-	-	-	-	-	-	-	-	-	-	-	-				
80,867,833	10,000,000	-	-	-	-	-	-	-	-	-	-	-	-	-				
2	Pou Sheng International (Holdings) Limited	Shuang Posheng Trading Co., Ltd. Shanghai Pou-Yuen Sport Products Business Trading Co., Ltd. Hefei Pouxun Sporting Goods Co., Ltd. Henan YYSPORTS Sport Products Co., Ltd. Zhejiang Shengdao Sporting-Goods Co., Ltd. Yue Cheng (Kun Shan) Sports Co., Ltd. Qingdao Pou-Sheng International Sport Products Co., Ltd. Bao Sheng Dao Ji (Beijing) Trading Company Ltd. Pou Yuen Trading Corporation Taiwan Taosong Trading Co., Ltd. Guangzhou Pou-Yuen Trading Co., Ltd. Pou Sheng (China) Investment Group Co., Ltd. Taicang Yue-Shen Sporting Goods Co., Ltd. Yue-Shen (Taicang) Footwear Co., Ltd.	b	79,625,760	8,078,323	6,185,388	5,209	5,209	16	159,251,519	N	N	N	Y				
				79,625,760	1,305,701,422	905,701,422	1,151,526	-	-	-	-	-	-	-	-	-	-	
				79,625,760	66,000,000	66,000,000	105,455	-	-	-	-	-	-	-	-	-	-	-
				79,625,760	14,141,451	12,219,168	23,315,262	-	-	-	-	-	-	-	-	-	-	-
				79,625,760	2,639,723,044	2,239,723,044	23,315,262	-	-	-	-	-	-	-	-	-	-	-
				79,625,760	46,772	46,545	-	-	-	-	-	-	-	-	-	-	-	-
				79,625,760	10,290,859	10,290,859	-	-	-	-	-	-	-	-	-	-	-	-
				79,625,760	34,158	35,993	2,758	-	-	-	-	-	-	-	-	-	-	-
				79,625,760	7,515,578	7,515,578	609,843	-	-	-	-	-	-	-	-	-	-	-
				79,625,760	4,896,988	4,805,564	529	-	-	-	-	-	-	-	-	-	-	-
				79,625,760	600,653,258	600,653,258	116,977	-	-	-	-	-	-	-	-	-	-	-
				79,625,760	66,000,000	66,000,000	75,076	-	-	-	-	-	-	-	-	-	-	-
				79,625,760	50,125,677	50,125,677	2,526,257	-	-	-	-	-	-	-	-	-	-	-
				79,625,760	28,638	27,902	6,168,997	-	-	-	-	-	-	-	-	-	-	-
				79,625,760	6,168,997	6,168,997	-	-	-	-	-	-	-	-	-	-	-	-
				79,625,760	6,399,170	4,514,363	2,676	-	-	-	-	-	-	-	-	-	-	-
79,625,760	936,250,852	536,250,852	591,556	-	-	-	-	-	-	-	-	-	-	-				
79,625,760	66,000,000	66,000,000	198,300	-	-	-	-	-	-	-	-	-	-	-				
79,625,760	92,1340	666,600	-	-	-	-	-	-	-	-	-	-	-	-				
79,625,760	790,000	4,000,000	4,000,000	-	-	-	-	-	-	-	-	-	-	-				
79,625,760	4,000,000	4,000,000	-	-	-	-	-	-	-	-	-	-	-	-				
79,625,760	80,000	40,000	-	-	-	-	-	-	-	-	-	-	-	-				
79,625,760	2,167,110	2,088,900	-	-	-	-	-	-	-	-	-	-	-	-				
79,625,760	66,000,000	66,000,000	1,543,621	-	-	-	-	-	-	-	-	-	-	-				
79,625,760	13,064,164	8,673,710	341,282,500	-	-	-	-	-	-	-	-	-	-	-				
79,625,760	2,409,850,000	1,455,850,000	-	-	-	-	-	-	-	-	-	-	-	-				
79,625,760	2,188,697	2,110,382	3,384	-	-	-	-	-	-	-	-	-	-	-				
79,625,760	66,000,000	66,000,000	748,249	-	-	-	-	-	-	-	-	-	-	-				
79,625,760	4,749,548	4,749,548	22,615	-	-	-	-	-	-	-	-	-	-	-				
79,625,760	22,725	4,999,971	4,999,971	-	-	-	-	-	-	-	-	-	-	-				



No. (Note 1)	Endorsement/ Guarantee Provider	Endorsee/Guaranteee		Limit on Endorsement/ Guarantee Given on Behalf of Each Party (Note 3)	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 3)	Endorsement/ Guarantee Given by Parent on Behalf of Subsidiaries (Note 4)	Endorsement/ Guarantee Given by Subsidiaries on Behalf of Parent (Note 4)	Endorsement/ Guarantee Given on Behalf of Companies in Mainland China (Note 4)	Note
		Name	Relationship (Note 2)											
2	Pou Sheng International (Holdings) Limited	PCG Bros Sports Management Co., Ltd.	b	\$ 79,625,760	\$ 164,175 (US\$ 5,000,000)	\$ 158,250 (US\$ 5,000,000)	\$ -	\$ -	-	\$ 159,251,519	N	N	N	
		Hainan Baotun Electronic Commerce Co., Ltd.	b	79,625,760	(RMB 2,890,900,000)	(RMB 2,490,900,000)	-	-	-	159,251,519	N	N	Y	
		Hainan Shengwei Electronic Commerce Co., Ltd.	b	79,625,760	(RMB 66,000,000)	(RMB 66,000,000)	-	-	-	159,251,519	N	N	Y	
		Dalian YYSPO RTS Sport Industrial Development Co., Ltd.	b	79,625,760	(RMB 6,147,425,675)	(RMB 3,180,000,000)	863,220 (RMB 190,851,117)	-	-	159,251,519	N	N	Y	
					(RMB 19,681 4,330,230)	(RMB 19,586 4,330,230)	-	-	-	159,251,519	N	N	Y	
3	Pou Sheng (China) Investment Group Co., Ltd.	Shanghai Pou-Yuen Sport Products Business Trading Co., Ltd.	b	33,060,326	(RMB 1,388,973)	(RMB 1,232,882)	23,414 (RMB 5,176,769)	-	-	66,120,651	N	N	Y	
		Hefei Pouxuan Sporting Goods Co., Ltd.	b	33,060,326	(RMB 97,185)	(RMB 72,580,000)	2,872 (RMB 634,989)	-	-	66,120,651	N	N	Y	
		Shaanxi Pouxuan Trading Co., Ltd.	b	33,060,326	(RMB 21,510,000)	(RMB 11,510,000)	-	-	-	66,120,651	N	N	Y	
		Taiwang Yue-Shen Sporting Goods Co., Ltd.	b	33,060,326	(RMB 11,352,000)	(RMB 52,381)	-	-	-	66,120,651	N	N	Y	
		Hainan YYSPO RTS Sport Products Co., Ltd.	b	33,060,326	(RMB 13,315,000)	(RMB 6,815,000)	4,455 (RMB 984,997)	-	-	66,120,651	N	N	Y	
		Qingdao Pou-Sheng International Sport Products Co., Ltd.	b	33,060,326	(RMB 20,000,000)	(RMB 20,000,000)	-	-	-	66,120,651	N	N	Y	
		Shanghai Shengdao Sports Goods Company Limited	b	33,060,326	(RMB 31,315,000)	(RMB 20,315,000)	91,885	-	-	66,120,651	N	N	Y	
		Shanghai Shengjie Sports Goods Co., Ltd.	b	33,060,326	(RMB 909,000)	(RMB 904,600)	-	-	-	66,120,651	N	N	Y	
		Shanghai YYSPO RTS Sport Products Co., Ltd.	b	33,060,326	(RMB 200,000,000)	(RMB 200,000,000)	893,835	-	-	66,120,651	N	N	Y	
		Changsha YYSPO RTS Sport Products Co., Ltd.	b	33,060,326	(RMB 197,620,000)	(RMB 197,620,000)	54,995	-	-	66,120,651	N	N	Y	
		Kunshan Bao Kuan Smart Chain Information Technology Co., Ltd.	b	33,060,326	(RMB 12,105,000)	(RMB 12,105,000)	104,081	-	-	66,120,651	N	N	Y	
		Shanghai Dongzhijie Sporting Goods Development Co., Ltd.	b	33,060,326	(RMB 22,900,000)	(RMB 22,900,000)	103,577	-	-	66,120,651	N	N	Y	
		Harbin Shengdao Sporting Goods Co., Ltd.	b	33,060,326	(RMB 1,000,000)	(RMB 1,000,000)	4,545	-	-	66,120,651	N	N	Y	
		Dalian YYSPO RTS Sport Industrial Development Co., Ltd.	b	33,060,326	(RMB 925,000)	(RMB 925,000)	2,375	-	-	66,120,651	N	N	Y	
		Bao Sheng Dao JI (Beijing) Trading Company Ltd.	b	33,060,326	(RMB 5,525,000)	(RMB 5,525,000)	25,111	-	-	66,120,651	N	N	Y	
		Zhejiang Shengdao Sporting Goods Co., Ltd.	b	33,060,326	(RMB 1,050,000)	(RMB 1,050,000)	4,772	-	-	66,120,651	N	N	Y	
		Fujian Pou Yuan Sporting Goods Co., Ltd.	b	33,060,326	(RMB 5,800,000)	(RMB 5,800,000)	6,749	-	-	66,120,651	N	N	Y	
		Jiangxi Bao Yuan Trade Co., Ltd.	b	33,060,326	(RMB 32,769)	(RMB 32,611)	32,611	-	-	66,120,651	N	N	Y	
		Guizhou Pou-Sheng Sport Products Co., Ltd.	b	33,060,326	(RMB 210,000)	(RMB 210,000)	954	-	-	66,120,651	N	N	Y	
		YYSPO RTS (Chengdu) Business Trading Co., Ltd.	b	33,060,326	(RMB 210,000)	(RMB 210,000)	954	-	-	66,120,651	N	N	Y	
		Yue-Shen (Taicang) Footwear Co., Ltd.	b	33,060,326	(RMB 105,000)	(RMB 105,000)	475	-	-	66,120,651	N	N	Y	
		Kun Shan Taisong Trading Co., Ltd.	b	33,060,326	(RMB 11,000)	(RMB 11,000)	50	-	-	66,120,651	N	N	Y	
					(RMB 4,545)	(RMB 4,523)	-	-	-	66,120,651	N	N	Y	

Note 1: The Company is coded as follows:

- a. The Company is coded "0".
- b. The investee is coded consecutively beginning from "1" in the order presented in the table above.

Note 2: Relationships for guarantee provider and guaranteee are as follows:

- a. Business relationship.
- b. A company in which the Company directly and indirectly holds more than 50% of the voting shares.
- c. A company that directly and indirectly holds more than 50% of the voting shares in the Company.
- d. A company that is controlled by the Company.
- e. A company fulfills its contractual obligations by providing mutual endorsements/guarantees for another company in the same industry or for joint builders for purposes of undertaking a construction project.
- f. A company where all capital contributing shareholders make endorsements/guarantees for their jointly invested company in proportion to their shareholding percentages.
- g. A company where companies in the same industry provide among themselves joint and several security for a performance guarantee of a sales contract for pre-construction homes pursuant to the Consumer Protection Act for each other.

Note 3: According to the Company's procedures for the Management of Endorsements and Guarantees, the aggregate amount of endorsements/guarantees provided by the Company shall not exceed 200% of its net worth. Meanwhile, the amount of endorsements/guarantees provided by the Company for any single entity shall not exceed 100% of the Company's net worth. The aggregate amount of endorsements/guarantees provided by the Yue Yuen Industrial (Holdings) Limited shall not exceed 150% of its net worth. Meanwhile, the amount of endorsements/guarantees provided by the Company for any single entity shall not exceed 60% of the Company's net worth. The aggregate amount of endorsements/guarantees provided by the Pou Sheng International (Holdings) Limited shall not exceed 400% of its net worth. Meanwhile, the amount of endorsements/guarantees provided by the Company for any single entity shall not exceed 200% of the Company's net worth. The aggregate amount of endorsements/guarantees provided by the Pou Sheng (China) Investment Group Co., Ltd. shall not exceed 400% of its net worth. Meanwhile, the amount of endorsements/guarantees provided by the Company for any single entity shall not exceed 200% of the Company's net worth.

Note 4: Endorsement/guarantee given by listed parent on behalf of subsidiaries, by subsidiaries on behalf of listed parent, and on behalf of companies in mainland China is coded "Y".

(Concluded)

## POU CHEN CORPORATION AND SUBSIDIARIES

MARKETABLE SECURITIES HELD  
SEPTEMBER 30, 2024

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

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	Shares	September 30, 2024			Note
					Carrying Amount	Percentage of Ownership	Fair Value	
Pou Chen Corporation	Ordinary shares	None	Financial assets at FVTOCI - current	208,288,378	\$ 8,185,733	1.40	\$ 8,185,733	
	Mega Financial Holding Company Ltd.	None	Financial assets at FVTOCI - current	615,473	44,930	0.21	44,930	
	Taiwan Patho Limited	None	Financial assets at FVTOCI - non-current	4,478,572	46,233	10.71	46,233	
	Zhiyuan Venture Capital Co., Ltd. New Loutan Corporation, Ltd.	None	Financial assets at FVTOCI - non-current	100,000	788	4.00	788	
Wealthplus Holdings Limited	Bonds	None	Financial assets at amortized cost - non-current	-	94,950	-	94,950	
	CIB Callable Structured Deposit	None	Financial assets at amortized cost - non-current	-	(US\$ 3,000,000)	-	(US\$ 3,000,000)	
	Ordinary shares	None	Financial assets at FVTOCI - non-current	13,814,705	53,151	5.88	53,151	
	Golden Brands Developments Ltd.	None	Financial assets at FVTOCI - non-current	1,352,511	(US\$ 1,679,325)	7.05	(US\$ 1,679,325)	
	Great Team Backend Foundry, Inc.	None	Financial assets at FVTOCI - non-current	-	(US\$ 1,348,040)	-	(US\$ 1,348,040)	
	Bonds	None	Financial assets at amortized cost - current	-	31,468	-	31,463	
	Financial subordinated debt issued by the BPCE Group. (BUS05578UAD63)	None	Financial assets at amortized cost - current	-	(US\$ 994,230)	-	(US\$ 994,080)	
	Qatar National Bank Senior Bond (XS2196300698)	None	Financial assets at amortized cost - current	-	72,175	-	72,393	
	Financial subordinated debt issued by the BPCE Group. (FR001400MWP6)	None	Financial assets at amortized cost - non-current	-	(US\$ 2,280,415)	-	(US\$ 2,287,310)	
	Senior debt issued by the Barclays Group. (US06738EBY05)	None	Financial assets at amortized cost - non-current	-	115,470	-	116,199	
	Senior debt issued by the Barclays Group. (US06738ECK91)	None	Financial assets at amortized cost - non-current	-	(US\$ 3,648,345)	-	(US\$ 3,671,386)	
	Senior debt issued by the Barclays Group. (US06738ECR45)	None	Financial assets at amortized cost - non-current	-	193,896	-	195,146	
	Qatar National Bank Senior Bond (XS2454678009)	None	Financial assets at amortized cost - non-current	-	(US\$ 6,126,244)	-	(US\$ 6,165,745)	
	Senior debt issued by Banco Internacional de España. (US05964HBA23)	None	Financial assets at amortized cost - non-current	-	167,950	-	169,262	
	Senior debt issued by Banco Internacional de España. (US05964HBC92)	None	Financial assets at amortized cost - non-current	-	(US\$ 5,306,457)	-	(US\$ 5,347,921)	
	Senior debt issued by BNP Paribas S.A. (US09659X2V32)	None	Financial assets at amortized cost - non-current	-	327,267	-	328,510	
Senior debt issued by Crédit Agricole S.A. (US22536PAJ03)	None	Financial assets at amortized cost - non-current	-	(US\$ 10,340,204)	-	(US\$ 10,379,450)		
Senior debt issued by Société Générale S.A. (US83368TBR86)	None	Financial assets at amortized cost - non-current	-	157,538	-	163,338		
Senior debt issued by Société Générale S.A. (US83368TBV98)	None	Financial assets at amortized cost - non-current	-	(US\$ 4,977,512)	-	(US\$ 5,160,752)		
Senior debt issued by Société Générale S.A. (US83368TBW71)	None	Financial assets at amortized cost - non-current	-	548,197	-	548,201		
Perpetual debt issued by Société Générale S.A. (USF43628B413)	None	Financial assets at amortized cost - non-current	-	(US\$ 17,320,582)	-	(US\$ 17,320,740)		
Senior debt issued by Citigroup Inc. (US172967MP39)	None	Financial assets at amortized cost - non-current	-	327,937	-	329,755		
				(US\$ 10,361,384)	-	(US\$ 10,418,800)		
				449,985	-	458,959		
				(US\$ 14,217,529)	-	(US\$ 14,501,060)		
				696,454	-	706,321		
				(US\$ 22,004,838)	-	(US\$ 22,316,620)		
				328,646	-	329,856		
				(US\$ 10,383,763)	-	(US\$ 10,421,980)		
				159,762	-	160,709		
				(US\$ 5,047,788)	-	(US\$ 5,077,684)		
				323,067	-	324,729		
				(US\$ 10,207,515)	-	(US\$ 10,260,007)		
				100,951	-	95,885		
				(US\$ 3,189,595)	-	(US\$ 3,029,550)		
				251,279	-	250,715		
				(US\$ 7,939,292)	-	(US\$ 7,921,471)		

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	September 30, 2024			Note
				Shares	Carrying Amount	Percentage of Ownership	
Wealthplus Holdings Limited	Corporate senior debt issued by the National Bank of Dubai, UAE. (XS2297529799)	None	Financial assets at amortized cost - non-current	-	\$ 145,202	-	\$ 148,798
	Corporate senior debt issued by Bank of America. (US06051GGA13)	None	Financial assets at amortized cost - non-current	-	(US\$ 4,587,747)	-	(US\$ 4,701,353)
	Senior debt issued by Bank of America. (US06051GLG28)	None	Financial assets at amortized cost - non-current	-	(US\$ 97,16,463)	-	(US\$ 9,775,600)
	Senior debt issued by Santander Holdings USA, Inc. (US80282KBF21)	None	Financial assets at amortized cost - non-current	-	(US\$ 291,674)	-	(US\$ 293,653)
	Senior debt issued by Santander Holdings USA, Inc. (US80282KBJ43)	None	Financial assets at amortized cost - non-current	-	(US\$ 9,215,620)	-	(US\$ 9,278,137)
	Senior debt issued by Goldman Sachs Financial Company International. (XS2688673172)	None	Financial assets at amortized cost - non-current	-	(US\$ 164,090)	-	(US\$ 165,482)
	Corporate senior debt issued by Goldman Sachs Bank. (US38141CWB66)	None	Financial assets at amortized cost - non-current	-	(US\$ 92,635)	-	(US\$ 93,523)
	Senior debt issued by National Westminster Bank Plc. (USG6382G7N69)	None	Financial assets at amortized cost - non-current	-	(US\$ 2,926,854)	-	(US\$ 2,954,906)
	Senior debt issued by National Westminster Bank Plc. (US639057AS70)	None	Financial assets at amortized cost - non-current	-	(US\$ 312,763)	-	(US\$ 313,826)
	Perpetual debt issued by National Westminster Group Plc. (US780099CK11)	None	Financial assets at amortized cost - non-current	-	(US\$ 9,881,944)	-	(US\$ 9,915,500)
	Senior debt issued by ING Group. (US456837BL64)	None	Financial assets at amortized cost - non-current	-	(US\$ 5,051,758)	-	(US\$ 5,091,000)
	Senior debt issued by Nomura Holdings, Inc. (US65535HBC25)	None	Financial assets at amortized cost - non-current	-	(US\$ 159,888)	-	(US\$ 161,130)
	Senior debt issued by Wells Fargo & Company. (US95000U3A91)	None	Financial assets at amortized cost - non-current	-	(US\$ 159,698)	-	(US\$ 161,269)
	Senior debt issued by Wells Fargo & Company. (US95000U3L56)	None	Financial assets at amortized cost - non-current	-	(US\$ 5,045,761)	-	(US\$ 5,095,400)
	Senior debt issued by Standard Chartered PLC. (USG84228FQ64)	None	Financial assets at amortized cost - non-current	-	(US\$ 117,849)	-	(US\$ 112,386)
	Senior debt issued by Standard Chartered PLC. (USG84228GG73)	None	Financial assets at amortized cost - non-current	-	(US\$ 3,723,505)	-	(US\$ 3,550,890)
	Senior debt issued by Standard Chartered PLC. (XS2150091739)	None	Financial assets at amortized cost - non-current	-	(US\$ 258,895)	-	(US\$ 262,510)
	Perpetual debt issued by Standard Chartered Bank. (SG84228EH74)	None	Financial assets at amortized cost - non-current	-	(US\$ 327,077)	-	(US\$ 328,904)
	Senior debt issued by HSBC Holdings plc. (US404280CG21)	None	Financial assets at amortized cost - non-current	-	(US\$ 10,334,167)	-	(US\$ 10,391,900)
	Senior debt issued by HSBC Holdings plc. (US404280DH94)	None	Financial assets at amortized cost - non-current	-	(US\$ 255,331)	-	(US\$ 256,788)
	Senior debt issued by HSBC Holdings plc. (US404280ED71)	None	Financial assets at amortized cost - non-current	-	(US\$ 8,067,325)	-	(US\$ 8,113,366)
	Senior debt issued by HSBC Holdings plc. (US404280EC03)	None	Financial assets at amortized cost - non-current	-	(US\$ 163,173)	-	(US\$ 163,751)
	Senior debt issued by UBS Group AG. (USH42097EX11)	None	Financial assets at amortized cost - non-current	-	(US\$ 5,155,536)	-	(US\$ 5,173,805)
	Senior debt issued by Mizuho Financial Group, Inc. (US60687YCZ07)	None	Financial assets at amortized cost - non-current	-	(US\$ 166,008)	-	(US\$ 165,260)
	Senior debt issued by Deutsche Bank. (US251525AN16)	None	Financial assets at amortized cost - non-current	-	(US\$ 5,245,105)	-	(US\$ 5,221,500)
	Structured products Redeemable structured deposits offered by East Asia Bank.	None	Financial assets at amortized cost - non-current	-	(US\$ 291,670)	-	(US\$ 293,179)
	Fund Prodigy Strategic Investment Fund XXII Segregated Portfolio	None	Financial assets at amortized cost - non-current	-	(US\$ 156,659)	-	(US\$ 157,921)
	Win Fortune Investments Limited	None	Financial assets at amortized cost - non-current	-	(US\$ 4,949,726)	-	(US\$ 4,989,619)
					(US\$ 343,611)	-	(US\$ 316,500)
					(US\$ 10,856,593)	-	(US\$ 10,000,000)
					(US\$ 276,133)	-	(US\$ 279,599)
					(US\$ 8,724,581)	-	(US\$ 8,834,101)
				(US\$ 163,244)	-	(US\$ 162,713)	
				(US\$ 5,157,792)	-	(US\$ 5,141,000)	
				(US\$ 163,148)	-	(US\$ 163,820)	
				(US\$ 5,154,765)	-	(US\$ 5,176,000)	
				(US\$ 863,263)	-	(US\$ 880,453)	
				(US\$ 27,275,293)	-	(US\$ 27,818,425)	
				(US\$ 618,546)	-	(US\$ 627,791)	
				(US\$ 19,543,306)	-	(US\$ 19,835,420)	
				(US\$ 197,736)	-	(US\$ 199,231)	
				(US\$ 6,247,582)	-	(US\$ 6,294,818)	
				(US\$ 487,044)	-	(US\$ 490,075)	
				(US\$ 15,388,448)	-	(US\$ 15,484,200)	
				(US\$ 123,408)	-	(US\$ 120,406)	
				(US\$ 3,899,138)	-	(US\$ 3,804,302)	
				(US\$ 237,375)	-	(US\$ 237,375)	
				(US\$ 7,500,000)	-	(US\$ 7,500,000)	
				(US\$ 113,592)	-	(US\$ 113,592)	
				(US\$ 3,589,002)	-	(US\$ 3,589,002)	

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	September 30, 2024			Note
				Shares	Carrying Amount	Percentage of Ownership	
Pou Shine Investments Co., Ltd.	Ordinary shares Taiwan Patho Limited Mega Financial Holding Company Ltd.	None None	Financial assets at FVTOCI - current Financial assets at FVTOCI - current	775,170 135,928,701	\$ 56,587 5,341,998	0.26 0.92	\$ 56,587 5,341,998
Pou Yuen Technology Co., Ltd.	Fund Cathay Taiwan Money Market Fund	None	Financial assets mandatorily at FVTPL - current	146,808	1,892	-	1,892
Baritis Development Corporation	Ordinary shares Mega Financial Holding Company Ltd.	None	Financial assets at FVTOCI - current	18,510,895	727,478	0.12	727,478
Song Ming Investments Co., Ltd.	Ordinary shares Mega Financial Holding Company Ltd.	None	Financial assets at FVTOCI - current	53,683,713	2,109,770	0.37	2,109,770
Pro Arch International Development Enterprise Inc.	Fund Cathay Taiwan Money Market Fund	None	Financial assets mandatorily at FVTPL - current	2,199,305	28,349	-	28,349
Pou Chin Development Co., Ltd.	Fund Cathay Taiwan Money Market Fund	None	Financial assets mandatorily at FVTPL - current	1,149,017	14,811	-	14,811
Wang Yi Construction Co., Ltd.	Fund Cathay Taiwan Money Market Fund	None	Financial assets mandatorily at FVTPL - current	121,337	1,564	-	1,564
Windsor Entertainment Co., Ltd.	Fund Jih Sun Money Market Fund Fuh Hwa You Li Money Market	None None	Financial assets mandatorily at FVTPL - current Financial assets mandatorily at FVTPL - current	886,180 207,649	13,658 2,896	- -	13,658 2,896
Pou Yui Development Co., Ltd.	Ordinary shares Taichung International Entertainment Corporation	None	Financial assets at FVTOCI - non-current	3	14,850	0.09	14,850
Yue Yuen Industrial (Holdings) Limited	Ordinary shares Mega Financial Holding Company Ltd.	None	Financial assets at FVTOCI - current	43,529,856	1,710,723	0.29	1,710,723
	Fund Cathay Taiwan Money Market Fund	None	Financial assets mandatorily at FVTPL - current	92,734,186	1,194,745	-	1,194,745
	BPEA Asia Private Equity	None	Financial assets mandatorily at FVTPL - current	-	(US\$ 37,748,660) 1,330,879	-	(US\$ 37,748,660) 1,330,879
	Ordinary shares Evermore Chemical Industry Co., Ltd.	None	Financial assets at FVTOCI - current	5,032,281	122,224	5.06	122,224
	Taiwan Patho Limited	None	Financial assets at FVTOCI - non-current	9,528,228	(US\$ 3,861,742) 695,218	3.20	(US\$ 3,861,742) 695,218
	Keg Big Dome Sports Co., Ltd.	None	Financial assets at FVTOCI - non-current	1,000,000	(US\$ 21,965,805) 14,098	11.76	(US\$ 21,965,805) 14,098
	Bonds 10-year subordinated corporate bonds issued by Cathay Life Insurance. 10-year subordinated corporate bonds issued by Fubon Life Insurance.	None None	Financial assets at amortized cost - non-current Financial assets at amortized cost - non-current	- -	89,949 (US\$ 2,842,000) 99,951 (US\$ 3,158,000)	- -	89,985 99,986

Note: The marketable securities stated here are related to shares, debentures and beneficiary certificates and the derivative products caused by those of "IFRS 9 Financial Instruments". For information on the investments in subsidiaries, associates and joint ventures please refer to Tables 9 and 10.

(Concluded)

## POU CHEN CORPORATION AND SUBSIDIARIES

ACQUISITION OF INDIVIDUAL REAL ESTATE AT COSTS OF AT LEAST NT\$300 MILLION OR 20% OF THE PAID-IN CAPITAL FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024  
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Company Name	Type and Name of Marketable Securities	Financial Statement Account	Counterparty	Relationship	Beginning Balance		Acquisition		Disposal			Company Name	
					Number of Shares	Amount	Number of Shares	Amount	Number of Shares	Amount	Carrying Amount	Gain (Loss) on Disposal	Number of Shares
Yue Yuen Industrial (Holdings) Limited	Cadbury Taiwan Money Market Fund	Financial assets measured at fair value through profit and loss - current	-	None	48,086,529	\$ 616,207 (US\$ 20,068,609)	102,737,218	\$ 1,326,292 (US\$ 40,976,392)	\$ 747,754 (US\$ 23,296,341)	\$ 747,754 (US\$ 23,296,341)	58,089,561	92,734,186	\$ 1,194,745 (US\$ 37,748,660)
Wealthplus Holdings Limited	Nan Pao Resins Chemical Co., Ltd.	Investments accounted for using the equity method	-	None	20,771,248	2,209,736 (US\$ 71,966,646)	-	146,840 (US\$ 1,984,091)	478,380 (US\$ 14,608,042)	758,044 (US\$ 23,782,000)	3,772,000	16,999,248	1,878,196 (US\$ 59,342,695)
	Senior debt issued by Barclays Group (US06738EQR45)	Financial assets measured at amortized cost - non-current	-	None	-	327,267 (US\$ 10,340,204)	-	327,267 (US\$ 10,340,204)	-	-	-	-	327,267 (US\$ 10,340,204)
	Senior debt issued by Banco Internacional de España (US05964HBAZ5)	Financial assets measured at amortized cost - non-current	-	None	-	548,197 (US\$ 17,320,582)	-	548,197 (US\$ 17,320,582)	-	-	-	-	548,197 (US\$ 17,320,582)
	Senior debt issued by Banco Internacional de España (US05964HBBG92)	Financial assets measured at amortized cost - non-current	-	None	-	327,937 (US\$ 10,361,384)	-	327,937 (US\$ 10,361,384)	-	-	-	-	327,937 (US\$ 10,361,384)
	Senior debt issued by BNP Paribas S.A. (US09659XV32)	Financial assets measured at amortized cost - non-current	-	None	-	449,985 (US\$ 14,217,529)	-	449,985 (US\$ 14,217,529)	-	-	-	-	449,985 (US\$ 14,217,529)
	Senior debt issued by Crédito Agrícola S.A. (US22536PAJ03)	Financial assets measured at amortized cost - non-current	-	None	-	696,454 (US\$ 22,004,838)	-	696,454 (US\$ 22,004,838)	-	-	-	-	696,454 (US\$ 22,004,838)
	Senior debt issued by Société Générale S.A. (US83368TBR86)	Financial assets measured at amortized cost - non-current	-	None	-	328,646 (US\$ 10,383,763)	-	328,646 (US\$ 10,383,763)	-	-	-	-	328,646 (US\$ 10,383,763)
	Senior debt issued by Société Générale S.A. (US83368TBW71)	Financial assets measured at amortized cost - non-current	-	None	-	323,067 (US\$ 10,207,515)	-	323,067 (US\$ 10,207,515)	-	-	-	-	323,067 (US\$ 10,207,515)
	Senior debt issued by Bank of America (US06051G1G28)	Financial assets measured at amortized cost - non-current	-	None	-	291,674 (US\$ 9,215,620)	-	291,674 (US\$ 9,215,620)	-	-	-	-	291,674 (US\$ 9,215,620)
	Senior debt issued by Sunamer Holdings USA, Inc. (US80282KBF21)	Financial assets measured at amortized cost - non-current	-	None	-	561,495 (US\$ 17,740,783)	-	561,495 (US\$ 17,740,783)	-	-	-	-	561,495 (US\$ 17,740,783)
	Senior debt issued by Nomura Holdings, Inc. (US66553HBC25)	Financial assets measured at amortized cost - non-current	-	None	-	327,077 (US\$ 10,334,167)	-	327,077 (US\$ 10,334,167)	-	-	-	-	327,077 (US\$ 10,334,167)
	Senior debt issued by Standard Chartered PLC. (USG84228CG73)	Financial assets measured at amortized cost - non-current	-	None	-	291,670 (US\$ 9,215,482)	-	291,670 (US\$ 9,215,482)	-	-	-	-	291,670 (US\$ 9,215,482)
	Senior debt issued by HSBC Holdings plc. (US04020E0G03)	Financial assets measured at amortized cost - non-current	-	None	-	863,263 (US\$ 27,275,293)	-	863,263 (US\$ 27,275,293)	-	-	-	-	863,263 (US\$ 27,275,293)
	Senior debt issued by UBS Group AG. (USH42097EX11)	Financial assets measured at amortized cost - non-current	-	None	-	618,546 (US\$ 19,543,306)	-	618,546 (US\$ 19,543,306)	-	-	-	-	618,546 (US\$ 19,543,306)
	Senior debt issued by Mizuho Financial Group, Inc. (US60687YDD85)	Financial assets measured at amortized cost - non-current	-	None	-	487,044 (US\$ 15,388,448)	-	487,044 (US\$ 15,388,448)	-	-	-	-	487,044 (US\$ 15,388,448)

Note 1: Include acquisition and valuation adjustments for fair value.

Note 2: Include dividend, investment profit (loss) for using the equity method and share of other comprehensive income (loss).

Note 3: Include acquisition and the amortization of the carrying value.

## POU CHEN CORPORATION AND SUBSIDIARIES

DISPOSAL OF INDIVIDUAL REAL ESTATE AT PRICES OF AT LEAST NT\$300 MILLION OR 20% OF THE PAID-IN CAPITAL FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024

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

Buyer	Property	Event Date	Transaction Amount	Payment Status	Counterparty	Relationship	Information on Previous Title Transfer If Counterparty Is A Related Party			Pricing Reference	Purpose of Acquisition	Other Terms
							Property Owner	Relationship	Transaction Date			
Yue Yuen Industrial (Holdings) Limited	Public construction such as factories and dormitories	2024.01-2024.09	\$ 2,845,573 (US\$ 89,907,518)	Accumulated payment as of September 30, 2024 \$ 1,086,367 (US\$ 34,324,384)	-	None	-	-	-	Market price	Plant expansion	

## POU CHEN 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

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

Buyer	Related Party	Relationship	Transaction Details		Abnormal Transaction		Notes/Accounts Payable or Receivable		Note	
			Purchases/ Sales	Amount	% to Total	Payment Terms	Unit Price	Payment Terms		Ending Balance
Pou Chen Corporation	Yue Yuen Industrial (Holdings) Limited	Subsidiary	Sales	\$ (6,978,691)	(98)	D/A 45 days	-	\$ 1,563,114	99	
	Chang Yang Material Corporation	Affiliated enterprises	Purchases	129,971	4	D/A 45 days	-	(17,676)	(3)	
Yue Yuen Industrial (Holdings) Limited	Pou Chen Corporation	The parent company	Purchases	6,978,691	6	D/A 45 days	-	(1,563,114)	(8)	
	Ka Yuen Rubber Factory Limited	Investee accounted for by the equity method	Purchases	(US\$ 217,729,431)	1	D/A 45 days	-	(US\$ (49,387,488))	(3)	
	Twinways Investments Limited	Investee accounted for by the equity method	Purchases	1,509,711	1	D/A 45 days	-	(558,274)	(2)	
	Top Units Developments Ltd.	Investee accounted for by the equity method	Purchases	(US\$ 47,069,000)	1	D/A 45 days	-	(US\$ (17,639,000))	(1)	
	San Fang Chemical Industry Co., Ltd.	Investee accounted for by the equity method	Purchases	1,356,988	1	D/A 45 days	-	(413,887)	(2)	
	Nan Pao Resins Chemical Co., Ltd.	Investee accounted for by the equity method	Purchases	(US\$ 42,289,000)	-	D/A 45 days	-	(US\$ (13,077,000))	(1)	
	Cohen Enterprises Inc.	Investee accounted for by the equity method	Purchases	467,985	1	D/A 45 days	-	(164,042)	(2)	
				(US\$ 14,607,000)	1	D/A 45 days	-	(US\$ (5,183,000))	(2)	
				1,321,887	1	D/A 45 days	-	(333,306)	(2)	
				(US\$ 41,265,000)	1	D/A 45 days	-	(US\$ (10,531,000))	(2)	
Pou Sheng International (Holdings) Limited			Purchases	1,200,056	-	D/A 45 days	-	(461,046)	-	
			Sales	(US\$ 37,426,000)	-	D/A 45 days	-	(US\$ (14,567,000))	-	
			(US\$ 255,724)	-	D/A 45 days	-	27,061	-		
			(US\$ (7,980,000))	-	D/A 45 days	-	855,000	-		
	Shandong Liwei Economic and Trade Co., Ltd.	Other related parties	Sales	(104,978)	-	D/A 30 days	-	13,546	-	
				(US\$ (3,283,000))	-	D/A 30 days	-	(US\$ 428,000)	-	

**POU CHEN CORPORATION AND SUBSIDIARIES**

RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL  
 SEPTEMBER 30, 2024  
 (In Thousands of New Taiwan Dollars)

Company Name	Related Party	Relationship	Financial Statement Account and Ending Balance	Turnover Rate	Overdue		Amount Received in Subsequent Period	Allowance for Impairment Loss
					Amount	Actions Taken		
Pou Chen Corporation	Yue Yuen Industrial (Holdings) Limited	Subsidiary	\$ 1,563,114	6	\$ -	-	\$ 1,117,357	\$ -



**POU CHEN CORPORATION AND SUBSIDIARIES**

**INTERCOMPANY RELATIONSHIPS AND SIGNIFICANT INTERCOMPANY TRANSACTIONS  
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024**

(In Thousands of New Taiwan Dollars)

No. (Note 1)	Investee Company	Counterparty	Relationship (Note 2)	Transaction Details			% of Total Sales or Assets (Note 3)
				Financial Statement Accounts	Amount	Payment Terms	
0	Pou Chen Corporation	Yue Yuen Industrial (Holdings) Limited Yue Yuen Industrial (Holdings) Limited	a a	Operating revenue Accounts receivable	\$ 6,978,691 1,563,114	D/A 45 days D/A 45 days	4 -

Note 1: The Company and its subsidiaries are coded as follows:

- a. The Company is coded "0".
- b. The subsidiaries are coded consecutively beginning from "1" in the order presented in the table above.

Note 2: Nature of relationship is as follows:

- a. From the parent company to its subsidiary.
- b. From a subsidiary to its parent company.
- c. Between subsidiaries.

Note 3: The percentage calculation is based on the consolidated total operating revenue or total assets. For balance sheet items, each item's period-end balance is shown as a percentage to consolidated total assets as of September 30, 2024. For profit or loss items, cumulative amounts are shown as a percentage to the consolidated total operating revenue for the nine months ended September 30, 2024.

TABLE 9

## POU CHEN CORPORATION AND SUBSIDIARIES

INFORMATION ON INVESTEEES  
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024  
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		As of September 30, 2024		Carrying Amount	Net Income (Loss) of the Investee		Share of Profit (Loss)	Note
				September 30, 2024	December 31, 2023	Shares	%		Net Income (Loss)	Net Income (Loss)		
Pou Chen Corporation	Wealthplus Holdings Limited	British Virgin Islands	Investing in footwear, electronic and peripheral products	\$ 295,429	\$ 295,429	9,222,000	100.00	\$ 100,078,863	\$ 6,369,125	\$ 6,378,249		
	Win Fortune Investments Limited	British Virgin Islands	Investing activities	(US\$ 9,222,000)	(US\$ 9,222,000)	100,000	100.00	(US\$ 3,162,049,374)	(US\$ 198,523,501)	(US\$ 198,808,410)		
Wealthplus Holdings Limited	Windsor Entertainment Co., Ltd.	ROC	Entertainment and resort operations	3,230	71,000	7,100,000	100.00	(US\$ 79,211,147)	(US\$ 2,507,033)	(US\$ 3,957,876)		
	Pou Shine Investments Co., Ltd.	ROC	Investing activities	71,000	1,124,667	133,094,460	100.00	96,836	4,657	(16,450)		
	Pan Asia Insurance Services Co., Ltd.	ROC	Agency of property and casualty insurance	1,124,667	5,000	-	100.00	5,130,621	224,458	224,458		
	Bartis Development Corporation	ROC	Import and export of shoe-related materials and investing activities	5,000	2,117,292	357,895,636	99.49	7,284	(414)	(414)		
	Pou Yuen Technology Co., Ltd.	ROC	Rental of real estate	2,117,293	966,450	-	-	12,330,871	343,727	342,232		
	Pro Arch International Development Enterprise Inc.	ROC	Design and manufacture of footwear products	2,643,184	2,643,184	30,456,252	97.82	773,154	214,562	200,949		
Win Fortune Investments Limited	Pou Yi Development Co., Ltd.	ROC	Rental and sale of real estate	40,320	40,320	7,875,000	15.00	251,239	78,490	11,774		
	Wang Yi Construction Co., Ltd.	ROC	Construction	5,356	5,356	367,305	7.82	-	(1,681)	214		
	Ruen Chen Investment Holding Co., Ltd.	ROC	Investment holding	15,532,000	15,532,000	6,585,300,000	20.00	54,159,854	32,782,081	6,556,416		
	Nan Shan Life Insurance Co., Ltd.	ROC	Sale of life insurance	370	370	10,634	-	401	37,010,874	37		
	Yue Yuen Industrial (Holdings) Limited	Hong Kong	Manufacturing and sale of athletic and casual footwear and sports apparel	24,199,976	24,199,976	806,836,663	50.04	67,966,372	10,546,022	5,270,135		
	Venture Well Holdings Ltd.	British Virgin Islands	Sale of electronic components	(US\$ 747,132,133)	(US\$ 747,132,133)	4,798,114	31.55	(US\$ 2,147,436,702)	(US\$ 328,969,668)	(US\$ 164,401,148)		
Win Fortune Investments Limited	Yue Yuen Industrial (Holdings) Limited	Hong Kong	Manufacturing and sale of athletic and casual footwear and sports apparel	404,026	404,026	17,307,172	1.07	1,458,562	10,546,022	113,008		
	Yue Yuen Industrial (Holdings) Limited	Hong Kong	Manufacturing and sale of athletic and casual footwear and sports apparel	(US\$ 12,769,118)	(US\$ 12,769,118)	414,662	0.13	(US\$ 46,084,105)	(US\$ 328,969,668)	(US\$ 3,526,488)		
Pou Shine Investments Co., Ltd.	Bartis Development Corporation	ROC	Import and export of shoe-related materials and investing activities	2,583	2,583	414,662	0.13	15,792	343,727	439		
	Nan Shan Life Insurance Co., Ltd.	ROC	Sale of life insurance	189,772	189,772	13,624,400	0.09	297,787	37,010,874	34,309		
Bartis Development Corporation	Song Ming Investments Co., Ltd.	ROC	Investing activities	1,218,879	1,218,879	120,486,400	100.00	3,478,920	141,750	141,750		
	Wang Yi Construction Co., Ltd.	ROC	Construction	62,787	62,787	58,781	89.75	58,781	(1,681)	(1,508)		
	Pou Chin Development Co., Ltd.	ROC	Agency of land demarcation	200,000	200,000	20,000,000	100.00	199,154	165	165		
	Yue Hong Realty Development Co., Ltd.	ROC	Development of real estate	-	240,000	-	-	-	(12,363)	(12,363)	Note	
	Nan Shan Life Insurance Co., Ltd.	ROC	Sale of life insurance	189,920	189,920	13,635,035	0.09	298,109	37,010,874	34,346		
	Pou Yi Development Co., Ltd.	ROC	Rental and sale of real estate	262,500	262,500	39,375,000	75.00	1,256,193	78,490	58,868		
Pou Yuen Technology Co., Ltd.	Pou Yuen Technology Co., Ltd.	ROC	Rental of real estate	21,240	21,240	619,220	1.99	22,290	214,562	4,267		
	Pearl Dove International Limited	British Virgin Islands	Investment holding	78,348	78,348	25,901	100.00	(US\$ 7,359,413)	(US\$ 6,821,529)	(US\$ 6,821,529)		
Yue Yuen Industrial (Holdings) Limited	Eagle Nice (International) Holdings Limited	British Cayman Islands	Manufacturing of wearing apparel and clothing accessories	1,297,712	1,297,712	192,000,000	33.44	2,968,049	746,501	249,645		
	Ofteach Holdings Limited	Bermuda	Manufacturing and sale of footwear	(US\$ 39,972,084)	(US\$ 39,972,084)	5,400	45.00	(US\$ 93,777,215)	(US\$ 23,092,339)	(US\$ 7,722,078)		
Prosperous Industrial (Holdings) Ltd.	Prosperous Industrial (Holdings) Ltd.	British Cayman Islands	Manufacturing and sale of gym bags	1,339,783	1,339,783	252,000,000	22.50	(US\$ 3,075,811)	(US\$ 6,530,004)	(US\$ 2,938,502)		
	San Fang Chemical Industry Co., Ltd.	ROC	Manufacturing and sale of synthetic leather	583,740	583,740	175,930,075	43.72	(US\$ 23,767,976)	(US\$ 638,359)	(US\$ 143,631)		
	Nan Pao Resins Chemical Co., Ltd.	ROC	Manufacturing and sale of chemical materials	2,636,480	2,696,757	16,999,248	14.10	(US\$ 4,998,021)	(US\$ 1,127,438)	(US\$ 4,495,731)		
	Just Lucky Investments Limited	British Virgin Islands	Property management	432,697	528,749	808,130	38.30	(US\$ 157,915,367)	(US\$ 35,237,745)	(US\$ 15,405,942)		
	Natural Options Limited	British Virgin Islands	Manufacturing of foam	13,525,999	16,528,579	808,130	38.30	(US\$ 59,342,695)	(US\$ 69,217,908)	(US\$ 9,759,725)		
	Rise Bloom International Limited	British Virgin Islands	Manufacturing of foam	26,207	26,207	340,870	38.30	(US\$ 1,713,857)	(US\$ 418,133)	(US\$ 160,145)		
Prosperlink Limited	Rise Bloom International Limited	Hong Kong	Processing and sale of foam	11,144	11,144	760,000	38.00	(US\$ 7,380)	(US\$ 52)	(US\$ 20)		
	Prosperlink Limited	Samoa	Processing and sale of foam	343,638	343,638	570,000	38.00	(US\$ 233,175)	(US\$ 1,634)	(US\$ 626)		
				24,312	24,312	760,000	38.00	(US\$ 33,180)	(US\$ 634)	(US\$ 292)		
				17,432	17,432	570,000	38.00	(US\$ 1,048,334)	(US\$ 24,753)	(US\$ 9,406)		
				(US\$ 570,000)	(US\$ 570,000)	570,000	38.00	(US\$ 22,063)	(US\$ 1,908)	(US\$ 726)		
								(US\$ 697,100)	(US\$ 59,011)	(US\$ 22,424)		

(Continued)

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		As of September 30, 2024		Carrying Amount	Net Income (Loss) of the Investee		Share of Profit (Loss)	Note
				September 30, 2024	December 31, 2023	Shares	%		(US\$)	(US\$)		
Yue Yuen Industrial (Holdings) Limited	Pou Ming Paper Products Manufacturing Co., Ltd.	British Virgin Islands	Manufacturing of paper products	\$ 66,937	\$ 66,937	1,000,000	20.00	\$ 8,225	\$ 12,964	\$ 2,593		
	Brandblack Inc.	USA	Sale of footwear	(US\$ 2,163,800)	(US\$ 2,163,800)	1,135,796	31.25	(US\$ 259,875)	(US\$ 401,665)	(US\$ 80,333)		
	Jumbo Power Enterprises Limited	British Virgin Islands	Manufacturing and sale of footwear	(US\$ 2,275,000)	(US\$ 2,275,000)	8,000,000	50.00	(US\$ 402,165)	(US\$ (52,606))	(US\$ (26,303))		
	Ka Yuen Rubber Factory Limited	British Virgin Islands	Manufacturing and sale of rubber sole	(US\$ 8,000,000)	(US\$ 8,000,000)	10,000,000	50.00	(US\$ 12,706,623)	(US\$ (1,635,392))	(US\$ (817,696))		
	Hua Jian Industrial Holding Co., Limited	British Virgin Islands	Manufacturing and sale of women's clothing and footwear	(US\$ 10,000,000)	(US\$ 10,000,000)	2,241	22.41	(US\$ 30,260,454)	(US\$ 9,379,374)	(US\$ 150,164)		
	Cohen Enterprises Inc.	British Virgin Islands	Manufacturing and sale of footwear leather products	(US\$ 13,684,113)	(US\$ 13,684,113)	20,000,000	50.00	(US\$ 456,659)	(US\$ (161,053))	(US\$ (80,526))		
	Twinways Investments Limited	British Virgin Islands	Manufacturing and sale of footwear accessory injection crepe	(US\$ 20,215,015)	(US\$ 20,215,015)	17,500,000	50.00	(US\$ 14,428,397)	(US\$ (5,013,394))	(US\$ (2,506,697))		
	Top Units Developments Ltd.	British Virgin Islands	Manufacturing of footwear accessories	(US\$ 17,500,000)	(US\$ 17,500,000)	5,390,000	49.00	(US\$ 34,826,568)	(US\$ 20,647,242)	(US\$ 10,323,621)		
					(US\$ 418,997)	(US\$ 418,997)			(US\$ 1,019,044)	(US\$ 459,053)	(US\$ 224,935)	
					(US\$ 14,079,196)	(US\$ 14,079,196)			(US\$ 32,197,277)	(US\$ 14,318,951)	(US\$ 7,016,286)	

Note: Merged and dissolved on September 30, 2024.

(Concluded)

## POU CHEN CORPORATION AND SUBSIDIARIES

INFORMATION ON INVESTMENTS IN MAINLAND CHINA  
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024  
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Investee Company	Main Businesses and Products	Paid-in Capital	Method of Investment (Note 1)	Accumulated Outward Remittance for Investment from January 1, 2024	Remittance of Funds		Accumulated Outward Remittance for Investment from Taiwan as of September 30, 2024	Net Income (Loss) of the Investee	% Ownership of Direct or Indirect Investment	Investment Gain (Loss) (Note 2)	Carrying Amount as of September 30, 2024	Accumulated Repatriation of Investment Income as of September 30, 2024	Note
					Outward	Inward							
Great Team Backend Foundry, Inc.	Processing and manufacturing of transistors	\$ 2,642,140 (US\$ 88,116,600)	b	\$ -	\$ -	\$ -	\$ -	2.10	\$ -	\$ 42,665 (RMB 9,433,000)	\$ -	(Note 3)	
Yue-Shen (Taichang) Footwear Co., Ltd.	Finished shoes, semi-finished products, components and production and marketing of molds	554,646 (US\$ 17,100,000)	b	-	-	-	(RMB (14,533) (3,318,060))	31.97	(RMB (4,646) (1,060,784))	254,647 (RMB 56,300,435)	-		
Dongguan Yuning Electronic Technology Co., Ltd.	Production and marketing of over 17 inches color-image monitor, motherboards and other products	475,745 (US\$ 14,500,000)	b	-	-	-	(RMB 7,979 1,795,813)	100.00	(RMB 7,979 1,795,813)	348,454 (RMB 77,040,439)	-		
Yue Cheng (Kun Shan) Sports Co., Ltd.	Operating sporting goods and equipment, spare parts production and marketing business	435,402 (US\$ 14,200,000)	b	-	-	-	(RMB 118,801 27,003,240)	31.97	(RMB 37,981 8,632,936)	1,223,871 (RMB 270,588,299)	-		
Dongguan Baojiao Electronic Technology Co., Ltd.	Production and marketing of other optical appliances and instruments	147,645 (US\$ 4,500,000)	b	-	-	-	(RMB 50,494 11,566,233)	100.00	(RMB 50,494 11,566,233)	311,110 (RMB 68,783,952)	-		
Poushun Paper Products Manufacturing Co., Ltd.	Production and sale of shoe inner boxes, cartons	68,901 (US\$ 2,100,000)	b	-	-	-	(RMB 10,208 2,297,082)	10.22	(RMB 1,043 234,762)	9,337 (RMB 2,064,316)	-		
Poahong Footwear Industrial Ltd.	Production and operation of casual shoes, sports shoes	49,215 (US\$ 1,500,000)	b	-	-	-	(RMB 391 85,403)	51.11	(RMB 200 43,649)	22,141 (RMB 4,895,263)	-		
Shanggao Yisen Industry Co., Ltd.	Production and sale of finished shoes, semi-finished products, components and molds	945,204 (US\$ 30,590,000)	b	-	-	-	(RMB 327,093 73,712,983)	51.11	(RMB 167,177 37,674,706)	910,745 (RMB 201,358,629)	-		
Bao Hong (Yangzhong) Shoes Co., Ltd.	Production of needles, woven garments, footwear and sales of self-produce products	2,591,184 (US\$ 85,291,730)	b	-	-	-	(RMB (54,014) (12,158,671))	51.11	(RMB (27,607) (6,214,297))	361,892 (RMB 80,011,451)	-		
Dong Guan Yu Yuen Mold Co., Ltd.	Production and sale of molds for non-metallic products	3,281 (US\$ 100,000)	b	-	-	-	(RMB 590 133,490)	51.11	(RMB 301 68,227)	3,343 (RMB 739,195)	-		
Zhong Shan Glory Shoes Ind., Ltd.	Production and operation of various types of leather shoes products	951,490 (US\$ 29,000,000)	b	-	-	-	(RMB 15,296 3,438,087)	23.00	(RMB 3,518 790,760)	281,445 (RMB 62,225,207)	-		
Zhong Shan Lu Mei Da Shoes Ind., Ltd.	Production and operation of various types of leather shoes products	-	b	-	-	-	(RMB 105 23,808)	23.00	(RMB 24 5,476)	-	-	Cancellation	
Zhong Ao Multiplex Management Group Co., Ltd.	Stadium management, wholesale and retail of clothing and footwear accessories	2,055,560 (RMB 431,795,000)	b	-	-	-	(RMB (69,218) (15,605,455))	20.34	(RMB (14,079) (3,174,149))	602,668 (RMB 133,245,244)	-		
ShangGao Yisen Ka Yuen Industry Co., Ltd.	Production and sale of footwear products	77,432 (US\$ 2,360,000)	b	-	-	-	(RMB 55,136 12,402,461)	25.56	(RMB 14,093 3,170,069)	61,790 (RMB 13,661,210)	-		

(Continued)

Investee Company	Main Businesses and Products	Paid-in Capital	Method of Investment (Note 1)	Accumulated Outward Remittance for Investment from Taiwan as of January 1, 2024	Remittance of Funds		Accumulated Outward Remittance for Investment from Taiwan as of September 30, 2024	Net Income (Loss) of the Investee	% Ownership of Direct or Indirect Investment	Investment Gain (Loss) (Note 2)	Carrying Amount as of September 30, 2024	Accumulated Repatriation of Investment Income as of September 30, 2024	Note
					Outward	Inward							
Bao Sheng Dao Ji (Bai Jing) Trading Company Ltd.	Retail business of sports goods and accessories	\$ 1,988,061 (US\$ 65,000,000)	b	\$ -	\$ -	\$ -	\$ (37,839) (RMB 8,516,459)	31.97	\$ (12,097) (RMB 2,722,712)	\$ 559,988 (RMB 123,809,001)	-		
Qingdao Pou-Sheng International Sport Products Co., Ltd.	Sales of sports and casual shoes and accessories	94,800 (RMB 20,000,000)	b	-	-	-	228,831 (RMB 51,971,520)	23.02	52,677 (RMB 11,963,844)	355,782 (RMB 78,660,637)	-		
Guizhou Pou-Sheng Sport Products Co., Ltd.	Sales of sports and casual shoes and accessories	322,886 (US\$ 10,000,000)	b	-	-	-	31,376 (RMB 7,034,744)	31.97	10,031 (RMB 2,249,008)	149,439 (RMB 33,039,757)	-		
Nanning Pou-Kung Sport Products Co., Ltd.	Retail business of sports goods and accessories	42,653 (US\$ 1,300,000)	b	-	-	-	20,157 (RMB 4,548,573)	31.97	6,444 (RMB 1,454,179)	(25,781) (RMB 5,699,962)	-		
Shanghai Pou-Yuen Sport Products Business Trading Co., Ltd.	Retail business of sports goods and accessories	1,567,250 (US\$ 50,000,000)	b	-	-	-	199,066 (RMB 44,433,666)	31.97	63,642 (RMB 14,205,443)	1,861,265 (RMB 411,511,257)	-		
Yangzhou Baoyi Shoes Manufacturing Co., Ltd.	Vulcanized shoes, sports shoes, casual shoes and other footwear manufacturing, marketing	729,906 (US\$ 22,456,800)	b	-	-	-	(42,831) (RMB 9,585,154)	25.56	(10,947) (RMB 2,449,965)	205,161 (RMB 45,359,386)	-		
Dalian YYSPO RTS Sport Industrial Development Co., Ltd.	Development and sale of sports goods, clothing, shoes and hats, fitness equipment and related products	928,000 (RMB 200,000,000)	b	-	-	-	(25,441) (RMB 5,785,086)	31.97	(8,133) (RMB 1,849,492)	550,474 (RMB 121,705,489)	-		
YYSPO RTS (Chengtu) Business Trading Co., Ltd.	Retail business of sports goods and accessories	689,194 (US\$ 22,400,000)	b	-	-	-	(5,830) (RMB 1,312,153)	31.97	(1,864) (RMB 419,495)	191,184 (RMB 42,269,244)	-		
Fujian Baomin Sporting Goods Co., Ltd.	Retail business of sports goods and accessories	-	b	-	-	-	(133) (RMB 30,344)	31.97	(38) (RMB 8,779)	-	-	Cancellation	
Guangzhou Pou-Yuen Trading Co., Ltd.	Retail business of sports goods and accessories	710,251 (US\$ 23,310,000)	b	-	-	-	(43,027) (RMB 9,603,884)	31.97	(13,756) (RMB 3,070,362)	202,150 (RMB 44,693,897)	-		
Dragon Light (Chma) Sporting Goods Co., Ltd.	Development and sale of sports goods, clothing, shoes and hats, fitness equipment and related products	2,111,340 (US\$ 66,000,000)	b	-	-	-	4,638 (RMB 1,065,765)	31.97	1,483 (RMB 340,725)	821,661 (RMB 181,662,928)	-		
Kunshan Baoyuanyi Sports Goods Co., Ltd. (Formerly known as Sheng Dao (Yang Zhou) Sporting Goods Dev Co., Ltd.)	Shopping mall management and property management	2,111,340 (US\$ 66,000,000)	b	-	-	-	(41) (RMB 9,280)	31.97	(13) (RMB 2,967)	738,856 (RMB 163,355,340)	-		
Shaanxi Pousheng Trading Co., Ltd.	Engaged in wholesale, retail and import and export business of sports goods, fitness equipment and sportswear	2,012,320 (US\$ 66,000,000)	b	-	-	-	1,952 (RMB 439,395)	31.97	624 (RMB 140,475)	1,425,407 (RMB 315,146,314)	-		
Taiwang Yue-Shen Sporting Goods Co., Ltd.	Engaged in the production and sales of shoe products, semi-finished products, moulds and related sports goods.	393,720 (US\$ 12,000,000)	b	-	-	-	(4,003) (RMB 900,960)	31.97	(1,280) (RMB 288,037)	371,185 (RMB 82,066,135)	-		
Hangzhou Pou-Hung Sport Products Co., Ltd.	Design, development, production and processing of sports goods, sports instruments, sportswear, sports shoes and accessories	67,308 (RMB 14,200,000)	b	-	-	-	-	15.90	-	-	-		

(Continued)

Investee Company	Main Businesses and Products	Paid-in Capital	Method of Investment (Note 1)	Accumulated Outward Remittance for Investment from Taiwan as of January 1, 2024	Remittance of Funds		Accumulated Outward Remittance for Investment from Taiwan as of September 30, 2024	Net Income (Loss) of the Investee	% Ownership of Direct or Indirect Investment	Investment Gain (Loss) (Note 2)	Carrying Amount as of September 30, 2024	Accumulated Repatriation of Investment Income as of September 30, 2024	Note
					Outward	Inward							
Rui Jin Pao Yuan Footwear Development Co., Ltd.	Production and sale of sports shoes, casual shoes and semi-finished products	\$ 356,697 (US\$ 12,000,000)	b	\$ -	\$ -	\$ -	\$ (3,640) (RMB 818,229)	51.11	\$ (1,860) (RMB 418,197)	\$ 123,689 (RMB 27,346,607)	\$ -		
Yang Xin Pou Jia Shoes Manufacturing Co., Ltd.	Production and sale of shoes uppers, footwear and garments	1,737,815 (RMB 387,563,020)	b	-	-	-	31,143 (RMB 7,021,250)	51.11	15,917 (RMB 3,588,551)	689,673 (RMB 152,481,295)	-		
Jiangxi Province Yurui Shoe Co., Ltd.	Production and sale of footwear products and semi-finished products	918,125 (US\$ 30,000,000)	b	-	-	-	(15,977) (RMB 3,594,216)	51.11	(8,166) (RMB 1,837,004)	107,063 (RMB 23,670,707)	-		
Dongguan Yu Xiang Shoes Material Co., Ltd.	Production and sale of footwear products	295,820 (US\$ 9,500,000)	b	-	-	-	54,923 (RMB 12,259,472)	51.11	28,071 (RMB 6,245,816)	220,978 (RMB 48,856,604)	-		
Jiang Xi Hwa Ching Foam Ltd.	Manufacturing and sale of plastic foam, plastic packaging materials and other plastic products	63,600 (US\$ 2,000,000)	b	-	-	-	1,429 (RMB 317,450)	19.42	277 (RMB 61,649)	15,700 (RMB 3,471,219)	-		
Yue Yuen (Anhui) Footwear Co., Ltd.	Production and marketing of finished shoes, semi-finished products and components and modules	1,763,350 (US\$ 60,000,000)	b	-	-	-	352,330 (RMB 79,221,038)	51.11	180,076 (RMB 40,489,873)	1,307,662 (RMB 289,113,874)	-		
Dong Guan Bao Yu Shoes Co., Ltd.	Production and sale of sports shoes, casual shoes, leather shoes, children's shoes, semi-finished footwear and footwear materials	66,780 (US\$ 2,100,000)	b	-	-	-	(1,035) (RMB 231,974)	51.11	(529) (RMB 118,562)	3,436 (RMB 759,660)	-		
Kim Shan Pou-chi Sports Co., Ltd.	Wholesale, commission agency, import and export business of sports goods, sports equipment, clothing, shoes, caps and packaging and related design, technical consultation and services	-	b	-	-	-	-	31.97	b,1)	-	-	Cancellation	
Dongguan De Chang Zi Xun Co., Ltd.	Business management consultation, marketing planning and other services	10,290 (US\$ 350,000)	b	-	-	-	5,510 (RMB 1,238,728)	51.11	2,816 (RMB 633,114)	16,008 (RMB 3,539,187)	-		
Zhong Shan Bao Song Zi Xun Co., Ltd.	Business management consultation, marketing planning and other services	-	b	-	-	-	(5,877) (RMB 1,342,063)	51.11	(3,004) (RMB 685,928)	-	-	Cancellation	
Yiyang Yujing Shoes Industrial Co., Ltd.	Production and sale of finished and semi-finished sports shoes and casual shoes	743,983 (US\$ 24,000,000)	b	-	-	-	(11,121) (RMB 2,503,746)	51.11	(5,684) (RMB 1,279,665)	63,713 (RMB 14,086,360)	-		
Jiangxi Uniscien Consulting Co., Ltd.	Business management consultation, marketing planning and other services	10,442 (US\$ 350,000)	b	-	-	-	1,495 (RMB 336,775)	51.11	764 (RMB 172,125)	8,847 (RMB 1,956,049)	-		
Yu Xing (Jishui) Footwear Co., Ltd.	Production and sale of sports shoes	183,840 (US\$ 6,400,000)	b	-	-	-	(9,340) (RMB 2,099,388)	51.11	(4,774) (RMB 1,072,997)	30,022 (RMB 6,637,629)	-		
Yang Xin Zhang Yuan Shoe Co., Ltd.	Production and sale of footwear products	-	b	-	-	-	(759) (RMB 172,051)	51.11	(388) (RMB 87,935)	-	-	It has merged with Yang Xin Pou Jia Shoes Manufacturing Co., Ltd.	
Yang Xin Pou Jia Yuan Shoes Manufacturing Co., Ltd.	Production and sale of rubber soles	87,258 (US\$ 3,000,000)	b	-	-	-	(6,826) (RMB 1,538,907)	25.56	(1,745) (RMB 393,345)	5,171 (RMB 1,143,241)	-		

(Continued)

Investee Company	Main Businesses and Products	Paid-in Capital	Method of Investment (Note 1)	Accumulated Outward Remittance for Investment from Taiwan as of January 1, 2024	Remittance of Funds		Accumulated Outward Remittance for Investment from Taiwan as of September 30, 2024	Net Income (Loss) of the Investee	% Ownership of Direct or Indirect Investment	Investment Gain (Loss) (Note 2)	Carrying Amount as of September 30, 2024	Accumulated Repatriation of Investment Income as of September 30, 2024	Note
					Outward	Inward							
Pou Sheng (China) Investment Group Co., Ltd.	Business of investment, technical services and wholesale, import and export sports goods, sportswear, sports shoes and leisure shoes	\$ 4,550,741 (US\$ 152,922,400)	b	\$ -	\$ -	\$ -	\$ 489,925 (RMB 112,278,172)	31.97	\$ 156,629 (RMB 35,895,332) b,1)	\$ 4,856,046 (RMB 1,073,633,783)	\$ -		
Yichun Yisen Industry Co., Ltd.	Production and sale of footwear and mold products	410,130 (US\$ 14,000,000)	b	-	-	-	93,217 (RMB 20,914,063)	51.11	47,643 (RMB 10,689,178) b,1)	354,806 (RMB 78,444,909)	-		
Dong Guan Yue Chen Footwear Company Limited	Production and sale of footwear products, semi-finished footwear products and accessories, moulding tools and engaged in the wholesale and import and export business of footwear products	1,223,925 (RMB 263,827,800)	b	-	-	-	53,320 (RMB 11,980,862)	51.11	27,252 (RMB 6,123,418) b,1)	777,916 (RMB 171,991,188)	-		
Dongguan Yusheng Shoe Industry Co., Ltd.	Production and sale of finished shoes, semi-finished shoes and mold products and engaged in research and development of shoes, finished shoes, mold products	1,469,176 (RMB 319,970,250)	b	-	-	-	122,982 (RMB 27,674,592)	51.11	62,836 (RMB 14,144,484) b,1)	940,426 (RMB 207,920,868)	-		
Dong Guan Yue Yuan Footwear Products Company Limited	Production and sale of footwear products, semi-finished footwear products, mold products and engaged in wholesale and import and export business of footwear products	1,026,777 (RMB 217,720,430)	b	-	-	-	(37,861) (RMB 8,498,796)	51.11	(19,351) (RMB 4,343,735) b,1)	157,773 (RMB 34,882,366)	-		
Jilin Xinliangwei Sports Goods Company Limited	Sports goods sales	196,160 (RMB 40,000,000)	b	-	-	-	-	15.90	b,1)	-	-		
Dong Guan Yue Guan Paper Products Co., Ltd.	Production and sale of cartons and engaged in research and development of cartons	48,693 (RMB 10,000,000)	b	-	-	-	(2,275) (RMB 513,005)	10.22	(233) (RMB 52,429) b,1)	4,578 (RMB 1,012,180)	-		
Kun Shan YYSPO RTS E-Commerce Co., Ltd.	Network technology development, technical consultation, technical services and retail and wholesale of sports goods, sports equipment	89,367 (US\$ 3,000,000)	b	-	-	-	(112,248) (RMB 25,442,471)	31.97	(35,886) (RMB 8,133,958) b,1)	(22,695) (RMB 5,017,764)	-		
Hunan Huangqing Foam Products Co., Ltd.	Processing and production of plastic foam, foam daily products, shoe products and composite products	76,819 (US\$ 2,500,000)	b	-	-	-	(2,990) (RMB 671,914)	6.80	(203) (RMB 45,690) b,1)	3,202 (RMB 707,862)	-		
Kun Shan Taisong Trading Co., Ltd.	Wholesale and retail of clothing, footwear, glasses and watches	790,110 (US\$ 26,500,000)	b	-	-	-	10,746 (RMB 2,376,607)	31.97	3,436 (RMB 759,801) b,1)	(212,421) (RMB 46,964,701)	-		
Kun Shan Pou-Han Sport Culture Development Co., Ltd.	Management consultants, wholesale of sports goods and equipment wholesale, other sports services and other art performance assistant services	48,278 (US\$ 1,500,000)	b	-	-	-	(221) (RMB 49,450)	31.97	(71) (RMB 15,809) b,1)	12,245 (RMB 2,707,281)	-		
Yisen (Yifeng) Mould Co., Ltd.	Production and sale of mould products	479,284 (US\$ 14,850,000)	b	-	-	-	(22,917) (RMB 5,160,392)	51.11	(11,713) (RMB 2,637,477) b,1)	134,858 (RMB 29,815,975)	-		
Zhu Hai Yu Yuan Industrial Co., Ltd.	Processing, production and sale of footwear products	1,408 (RMB 300,000)	b	-	-	-	(1,907) (RMB 431,886)	51.11	(975) (RMB 220,737) b,1)	4,292 (RMB 948,881)	-		

(Continued)

Investee Company	Main Businesses and Products	Paid-in Capital	Method of Investment (Note 1)	Accumulated Outward Remittance for Investment from Taiwan as of January 1, 2024	Remittance of Funds		Accumulated Outward Remittance for Investment from Taiwan as of September 30, 2024	Net Income (Loss) of the Investee	% Ownership of Direct or Indirect Investment	Investment Gain (Loss) (Note 2)	Carrying Amount as of September 30, 2024	Accumulated Repatriation of Investment Income as of September 30, 2024	Note
					Outward	Inward							
Changsha YYSPO RTS Sport Products Co., Ltd.	Sales of sports goods and equipment	\$ 22,825 (RMB 5,000,000)	b	\$ -	\$ -	\$ -	\$ 158 (RMB 35,531)	31.97	\$ 50 (RMB 11,359)	\$ (5,880) (RMB (1,299,979))	\$ -	-	
Henan YYSPO RTS Sport Products Co., Ltd.	Retail business of sports goods and accessories	9,130 (RMB 2,000,000)	b	-	-	-	15,341 (RMB 3,578,536)	31.97	4,905 (RMB 1,144,058)	30,511 (RMB 6,745,834)	-	-	
Shenyang Pou-Yi Trading Co., Ltd.	Retail business of sports goods and accessories	182,600 (RMB 40,000,000)	b	-	-	-	(77,878) (RMB (17,563,184))	31.97	(24,898) (RMB (5,614,950))	(43,922) (RMB (9,710,866))	-	-	
Zhejiang Shenghao Sporting-Goods Co., Ltd.	Retail business of sports goods and accessories	228,250 (RMB 50,000,000)	b	-	-	-	(15,580) (RMB (3,506,678))	31.97	(4,981) (RMB (1,121,085))	281,667 (RMB 62,274,269)	-	-	
Mudanjiang YYSPO RTS Sport Technology Co., Ltd.	Sports services, research and development of sports fitness equipment and retail business of sports goods	4,565 (RMB 1,000,000)	b	-	-	-	5,792 (RMB 1,305,850)	31.97	1,852 (RMB 417,480)	13,791 (RMB 3,048,976)	-	-	
Widvision Investment (Shenzhen) Co., Ltd.	Business management consulting, economic information consulting and market management planning	13,833 (RMB 3,000,000)	b	-	-	-	529 (RMB 119,346)	100.00	529 (RMB 119,346)	18,912 (RMB 4,181,188)	-	-	
Chongqing Baiyu Sports Goods Company Limited	Wholesale and retail of sports goods, sports equipment, clothing, shoes, caps and accessories and premises leasing	8,994 (RMB 2,000,000)	b	-	-	-	5,617 (RMB 1,194,778)	31.97	1,796 (RMB 381,970)	(26,254) (RMB (5,804,571))	-	-	
Kuo Yuen Tannery	Production, processing, sales, research and development of shoe materials, import and export goods or technic	176,844 (RMB 41,047,490)	b	-	-	-	(4,737) (RMB (1,074,820))	25.56	(1,211) (RMB (274,724))	25,684 (RMB 5,678,437)	-	-	
Yangzhou Yuhong Garment Co., Ltd.	Engaged in the processing and production of apparel, apparel accessories, and selling our own products	588,725 (US\$ 19,749,000)	b	-	-	-	(28,975) (RMB (6,521,989))	51.11	(14,809) (RMB (3,333,389))	276,266 (RMB 61,080,191)	-	-	
Yifeng Kun Ching Foam Ltd.	Production, sales, processing of plastic foam and foam daily products	8,994 (US\$ 300,000)	b	-	-	-	3,200 (RMB 716,137)	19.42	622 (RMB 139,074)	4,400 (RMB 972,821)	-	-	
Zhongshan Hwa Ching Foam Co., Ltd.	Production of foam products	29,980 (US\$ 1,000,000)	b	-	-	-	20,718 (RMB 4,638,984)	19.58	4,057 (RMB 908,313)	15,220 (RMB 3,364,974)	-	-	
Hubei PouShou Sports Goods Trading Company Limited	Management consultants, retail of sports goods, sports equipment, clothing, shoes, caps and accessories and advertising design agency	4,191 (RMB 1,000,000)	b	-	-	-	(12,065) (RMB (2,709,338))	31.97	(3,848) (RMB (866,175))	(16,125) (RMB (3,565,119))	-	-	
Dong Guan Orisol Trading Company Ltd.	Wholesale or repair of shoe-related machinery and parts	27,850 (US\$ 1,000,000)	b	-	-	-	9,581 (RMB 2,152,217)	51.11	4,897 (RMB 1,099,998)	22,037 (RMB 4,872,267)	-	-	
Shanghai Shangjie Sports Goods Co., Ltd.	Retail business of sports goods and accessories	67,095 (RMB 15,000,000)	b	-	-	-	136,495 (RMB 30,675,324)	31.97	43,637 (RMB 9,806,901)	116,076 (RMB 25,665,530)	-	-	
Suzhou Baocheng Sports Goods Trading Co., Ltd.	Retail business of sports goods and accessories	2,204 (RMB 500,000)	b	-	-	-	8,445 (RMB 1,916,738)	31.97	2,700 (RMB 612,781)	5,346 (RMB 1,181,887)	-	-	

(Continued)



Investee Company	Main Businesses and Products	Paid-in Capital	Method of Investment (Note 1)	Accumulated Outward Remittance for Investment from Taiwan as of January 1, 2024	Remittance of Funds		Accumulated Outward Remittance for Investment from Taiwan as of September 30, 2024	Net Income (Loss) of the Investee	% Ownership of Direct or Indirect Investment	Investment Gain (Loss) (Note 2)	Carrying Amount as of September 30, 2024	Accumulated Repatriation of Investment Income as of September 30, 2024	Note
					Outward	Inward							
Fujian Pou Yuan Sporting Goods Co., Ltd.	Retail business of sports goods and accessories	\$ 856,400 (RMB 2,000,000,000)	b	\$ -	\$ -	\$ -	\$ 131,649 (RMB 29,352,183)	31.97	\$ 42,088 (RMB 9,383,893) b,1)	\$ 349,440 (RMB 77,258,480)	\$ -		
Xinjiang Shengdao Sporting-Goods Co., Ltd.	Retail business of sports goods and accessories	21,635 (RMB 5,000,000)	b	-	-	-	(1,996) (476,644)	31.97	(638) (RMB (152,383)) b,1)	5,036 (RMB 1,113,493)	-		
Hainan Shengzhao E-Commerce Co., Ltd.	Retail business of sports goods and accessories	22,615 (RMB 5,000,000)	b	-	-	-	33,038 (RMB 7,335,165)	23.02	7,605 (RMB 1,688,555) b,1)	12,843 (RMB 2,839,555)	-		
Ka To Footwear Material (Shishi) Limited	Production and sale of footwear	253,200 (US\$ 8,000,000)	b	-	-	-	-	16.61	- b,1)	42,708 (RMB 9,442,320)	-		
Shanghai Shengdao Warehouse Trading Co., Ltd.	Retail business of sports goods and accessories	4,523 (RMB 1,000,000)	b	-	-	-	(1,800) (399,655)	31.97	(575) (RMB 127,770) b,1)	868 (RMB 191,930)	-		

Accumulated Outward Remittance for Investment in Mainland China as of September 30, 2024	Investment Amount Authorized by Investment Commission, MOEA	Upper Limit on the Amount of Investment Stipulated by Investment Commission, MOEA (Note 4)
\$ -	\$ 23,306,984 (US\$ 736,397,391)	\$ 84,360,930

Note 1: Methods of investments have following type:

- a. Direct investment in mainland China.
- b. Indirect investment in the Company located in mainland China through a third place of the subsidiaries of Wealthplus Holdings Limited and Yue Yuen Industrial Holdings Limited.
- c. Other.

Note 2: Investment profit or loss recognized in the current period:

- a. If it is in the preparation stage, there is no investment gains and losses. It should be noted.
- b. The amount of investment gain (loss) was recognized in following base:

- 1) Based on the financial statements reviewed by an ROC CPA firm cooperating with an international CPA firm.
- 2) Based on the financial statements reviewed by the auditor of parent company.

Note 3: Financial assets at FVTOCI.

Note 4: The limitation of the amount is in accordance with the provisions of the "Regulations Governing the Examination of Investment or Technical Cooperation in Mainland China" which was passed on August 29, 2008.

(Concluded)

## POU CHEN CORPORATION AND SUBSIDIARIES

INFORMATION ON INVESTMENTS IN MAINLAND CHINA  
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024  
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Investee Company	Main Businesses and Products	Paid-in Capital (US\$)	Method of Investment (Note 1)	Remittance of Funds		Accumulated Outward Remittance for Investment from Taiwan as of September 30, 2024	Net Income (Loss) of the Investee	% Ownership of Direct or Indirect Investment	Investment Gain (Loss) (Note 2)	Carrying Amount as of September 30, 2024	Accumulated Repatriation of Investment Income as of September 30, 2024	Note
				Outward	Inward							
Kunshan Yuanying Electronics Technology Co., Ltd.	Manufacturing and sale of alloy	\$ (US\$) 85,936 2,620,000	b	\$ -	\$ -	\$ -	\$ (RMB) 188,472 43,163,308	100	\$ (RMB) 188,472 43,163,308 b, 1)	\$ (RMB) 115,542 25,545,346)	\$ -	

Accumulated Outward Remittance for Investment in Mainland China as of September 30, 2024	Investment Amount Authorized by Investment Commission, MOEA	Upper Limit on the Amount of Investment Stipulated by Investment Commission, MOEA (Note 3)
\$ -	\$ 182,620 (US\$ 5,770,000)	\$ 672,421

Note 1: Methods of investments have following types:

- a. Direct investment in mainland China.
- b. Indirect investment in the Company located in mainland China through a third region of Pearl Dove International Limited.
- c. Other.

Note 2: Investment profit or loss recognized in the current period:

- a. If it is in the preparation stage, there is no investment gains and losses, it should be noted.
- b. The amount of investment gain (loss) was recognized on following bases:

- 1) Based on the financial statements reviewed by an ROC CPA firm cooperating with an international CPA firm.
- 2) Based on the financial statements reviewed by the auditor of parent company.

Note 3: The limitation of the amount is in accordance with the provisions of the "Regulations Governing the Examination of Investment or Technical Cooperation in Mainland China" which was amended on August 29, 2008.

**TABLE 11****POU CHEN CORPORATION AND SUBSIDIARIES****INFORMATION OF MAJOR SHAREHOLDERS  
SEPTEMBER 30, 2024**

Name of Major Shareholder	Shares	
	Number of Shares	Percentage of Ownership (%)
PC Holdings Limited	213,270,710	7.24
Chuan Mou Investments Co., Limited	163,425,022	5.55

Note: The information of major shareholders presented in this table is provided by the Taiwan Depository & Clearing Corporation based on the number of ordinary shares and preference shares held by shareholders with ownership of 5% or greater, that have been issued without physical registration (included treasury shares) by the Company as of the last business day for the current quarter. The share capital in the consolidated financial statements may differ from the actual number of shares that have been issued without physical registration because of different preparation basis.