

Far Eastern New Century Corporation

**Financial Statements for the
Years Ended December 31, 2022 and 2021 and
Independent Auditors' Report**

INDEPENDENT AUDITORS' REPORT

The Board of Directors and the Shareholders
Far Eastern New Century Corporation

Opinion

We have audited the financial statements of Far Eastern New Century Corporation (the “Company”), which comprise the balance sheets as of December 31, 2022 and 2021, and the statements of comprehensive income, changes in equity and cash flows for the years then ended, and the notes to the financial statements, including a summary of significant accounting policies (collectively referred to as the “financial statements”).

In our opinion, based on our audits and the report of other auditors (please refer to the Other Matter paragraph), the accompanying financial statements present fairly, in all material respects, the financial position of the Company as of December 31, 2022 and 2021, and its financial performance and cash flows for the years then ended in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers.

Basis for Opinion

We conducted our audits in accordance with the Regulations Governing Auditing and Attestation of Financial Statements by Certified Public Accountants and the Standards on Auditing of the Republic of China. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with The Norm of Professional Ethics for Certified Public Accountant of the Republic of China, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion based on our audits and the reports of other auditors.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements for the year ended December 31, 2022. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Key audit matters of the financial statements for the year ended December 31, 2022 are as follows:

Fair Value Evaluation of Investment Properties (Including Investment Properties Held by Subsidiaries Accounted for Using the Equity Method)

The Company's investment properties (including the investment properties held by subsidiaries accounted for by using the equity method) are subsequently measured using the fair value model. The fair value evaluation involves significant accounting estimation and judgment. As a result, the fair value evaluation of investment properties (including the investment properties held by subsidiaries accounted for by using the equity method) is considered a key audit matter.

For the accounting policies, significant accounting judgment, estimations, and assumptions of the main sources of uncertainty related to investment properties, refer to Notes 4(i) and 5 to the accompanying financial statements. For more information about the Company's investment properties, refer to Note 13 to the financial statements.

For the fair value evaluation of investment properties, our corresponding audit procedures were as follows:

1. We assessed the competencies and independence of the external valuer engaged by the management, discussed with the management the valuer's work scope and process of engagement acceptance, evaluated the risk of possible impairment of the valuer's independence and determined that the valuer's work scope was free from limiting factors.
2. We assessed the reasonableness of the valuer's assumptions and methods used in the valuation.
3. We audited items from management's supporting documentation, including data that was used by the valuer in the valuation process.

Recognition of Revenue Derived from Mobile Telecommunications Service of A Subsidiary's Associate

Far EasTone, an associate of the Company's subsidiary is a material component. The mobile telecommunications service revenue is the main revenue source of Far EasTone. The calculation of mobile telecommunications service revenue relies heavily on automated systems and includes complicated and huge amounts of data transmission. In order to meet market demands and remain competitive, Far EasTone often launches different combinations of products and services. The charge rates of the aforementioned products and services are set manually in the systems. Since the effectiveness of the design and implementation of internal controls over systems and rate settings relevant to telecommunications service revenue directly and significantly affects the accuracy of revenue calculation, the recognition of mobile telecommunications service revenue is considered a key audit matter.

By conducting tests of controls, we obtained an understanding of the recognition of mobile telecommunications service revenue and the design and implementation of related controls.

We also engaged internal information technology (IT) specialists to understand and assess the systems and internal controls relevant to mobile telecommunications service revenue and perform the corresponding audit procedures which are listed as follows. The IT specialists:

1. Identified key systems that processed mobile telecommunications service revenue; assessed and tested the general information technology controls of the aforementioned systems, including access controls and change controls.
2. Tested the completeness and accuracy of interface controls between the switch equipment and the billing systems.
3. Tested the access controls and change controls over the input of rates to the billing systems.
4. Tested the accuracy of the billing calculation.
5. Tested the completeness and accuracy of the calculation and billing of monthly fees, airtime fees and value-added service fees.

In coordination with the internal IT specialists, we:

1. Performed dialing tests to verify the accuracy and completeness of the traffic and information in the switch equipment.
2. Sampled user contracts to confirm the accuracy of the billing system information.

For the revenue recognition of billed and unbilled amounts, we conducted the following tests:

1. For the billed amounts, we compared whether there is any difference between the reports generated from the accounting system and the billing system.
2. For the unbilled amounts, we recalculated the service revenue for services provided as of the balance sheet date based on the applied charge rates to confirm the accuracy of the amounts.

Other Matter

The financial statements of APG Polytech, LLC and Corpus Christi Polymers, LLC, associates of the Company's subsidiaries, were audited by other auditors. Our opinion, insofar as it relates to the amounts of investment accounted for using the equity method and comprehensive income included in the financial statements for these investees, is based solely on the reports of other auditors. The balance of investment accounted for using the equity method of the aforementioned investees was NT\$20,292,936 thousand and NT\$15,882,387 thousand, representing 6% and 5% of the Company's total assets as of December 31, 2022 and 2021. The comprehensive income of the aforementioned investees was NT\$3,321,429 thousand and NT\$854,804 thousand, representing 29% and 9% of the Company's total comprehensive income, for the years ended December 31, 2022 and 2021, respectively.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance, including the audit committee, are responsible for overseeing the Company's financial reporting process.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Standards on Auditing of the Republic of China will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with the Standards on Auditing of the Republic of China, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

1. Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
2. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
4. Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern.
5. Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
6. Obtain sufficient and appropriate audit evidence regarding the financial information of entities or business activities within the Company to express an opinion on the financial statements. We are responsible for the direction, supervision, and performance of the audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements for the year ended December 31, 2022 and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

The engagement partners on the audits resulting in this independent auditors' report are Chih-Ming Shao and Jr Shian Ke.

Deloitte & Touche
Taipei, Taiwan
Republic of China

March 16, 2023

Notice to Readers

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

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

FAR EASTERN NEW CENTURY CORPORATION

BALANCE SHEETS DECEMBER 31, 2022 AND 2021 (In Thousands of New Taiwan Dollars)

ASSETS	2022		2021	
	Amount	%	Amount	%
CURRENT ASSETS				
Cash and cash equivalents (Notes 6 and 25)	\$ 12,777,733	4	\$ 17,887,855	6
Financial assets at fair value through profit or loss (Notes 4 and 7)	-	-	10,163	-
Notes and accounts receivable, net (Notes 4, 8 and 25)	7,315,406	2	7,749,273	2
Other receivables (Note 25)	293,306	-	306,763	-
Current tax assets	7,058	-	17,344	-
Inventories (Notes 4 and 9)	7,549,667	2	6,656,153	2
Prepayments	591,340	-	585,473	-
Refundable deposits	67	-	5,592	-
Other current assets	<u>222,784</u>	-	<u>238,962</u>	-
Total current assets	<u>28,757,361</u>	<u>8</u>	<u>33,457,578</u>	<u>10</u>
NON-CURRENT ASSETS				
Investments accounted for using the equity method (Notes 4, 10 and 26)	289,347,328	84	274,119,131	82
Property, plant and equipment (Notes 4, 11 and 26)	21,800,981	7	22,808,295	7
Right-of-use assets (Notes 4 and 12)	494,523	-	432,439	-
Investment properties (Notes 4, 5, 13 and 26)	1,090,987	-	1,065,125	-
Other intangible assets (Notes 4 and 14)	17,971	-	15,611	-
Deferred tax assets (Notes 4 and 21)	19,359	-	12,638	-
Prepayments for equipment (Note 11)	354,757	-	28,102	-
Refundable deposits (Note 25)	58,473	-	57,348	-
Net defined benefit assets (Note 17)	1,563,512	1	1,322,348	1
Other financial assets (Note 26)	66,943	-	56,642	-
Other non-current assets	<u>81,245</u>	-	<u>100,601</u>	-
Total non-current assets	<u>314,896,079</u>	<u>92</u>	<u>300,018,280</u>	<u>90</u>
TOTAL	<u>\$ 343,653,440</u>	<u>100</u>	<u>\$ 333,475,858</u>	<u>100</u>
LIABILITIES AND EQUITY				
CURRENT LIABILITIES				
Short-term borrowings (Note 15)	\$ 4,683,921	1	\$ 3,772,868	1
Short-term bills payable (Note 15)	15,547,728	5	-	-
Financial liabilities at fair value through profit or loss (Notes 4 and 7)	19,691	-	-	-
Contract liabilities (Note 19)	211,605	-	251,722	-
Notes and accounts payable	1,854,052	1	1,670,187	1
Notes and accounts payable to related parties (Note 25)	1,320,418	-	1,335,725	-
Payables to suppliers of machinery and equipment	7,390	-	1,804	-
Other payables	4,904,046	2	5,101,639	2
Lease liabilities (Notes 4 and 12)	240,617	-	232,097	-
Current portion of long-term liabilities (Notes 15 and 16)	10,663,990	3	9,496,599	3
Other current liabilities	<u>811,390</u>	-	<u>779,180</u>	-
Total current liabilities	<u>40,264,848</u>	<u>12</u>	<u>22,641,821</u>	<u>7</u>
NON-CURRENT LIABILITIES				
Lease liabilities (Notes 4 and 12)	264,705	-	208,966	-
Bonds payable (Note 16)	56,649,673	16	61,631,311	18
Long-term borrowings (Note 15)	34,840,806	10	40,417,185	12
Deferred tax liabilities (Notes 4 and 21)	2,579,382	1	2,481,372	1
Guarantee deposits received	1,043	-	1,043	-
Deferred credit-gains on related-party transactions (Note 25)	<u>44,505</u>	-	<u>45,425</u>	-
Total non-current liabilities	<u>94,380,114</u>	<u>27</u>	<u>104,785,302</u>	<u>31</u>
Total liabilities	<u>134,644,962</u>	<u>39</u>	<u>127,427,123</u>	<u>38</u>
EQUITY (Note 18)				
Share capital				
Common stock	<u>53,528,751</u>	<u>15</u>	<u>53,528,751</u>	<u>16</u>
Capital surplus	<u>3,408,541</u>	<u>1</u>	<u>3,403,003</u>	<u>1</u>
Retained earnings				
Legal reserve	20,777,078	6	19,759,271	6
Special reserve	119,142,658	35	119,451,597	36
Unappropriated earnings	<u>13,294,029</u>	<u>4</u>	<u>13,856,572</u>	<u>4</u>
Total retained earnings	<u>153,213,765</u>	<u>45</u>	<u>153,067,440</u>	<u>46</u>
Other equity	<u>(1,117,516)</u>	-	<u>(3,925,396)</u>	(1)
Treasury shares	<u>(25,063)</u>	-	<u>(25,063)</u>	-
Total equity	<u>209,008,478</u>	<u>61</u>	<u>206,048,735</u>	<u>62</u>
TOTAL	<u>\$ 343,653,440</u>	<u>100</u>	<u>\$ 333,475,858</u>	<u>100</u>

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

(With Deloitte & Touche auditors' report dated March 16, 2023)

FAR EASTERN NEW CENTURY CORPORATION

STATEMENTS OF COMPREHENSIVE INCOME FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021 (In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	2022		2021	
	Amount	%	Amount	%
OPERATING REVENUE (Notes 4, 19 and 25)				
Net sales	\$ 51,246,072	100	\$ 45,527,236	100
OPERATING COSTS (Notes 10, 20 and 25)				
Cost of goods sold	<u>43,950,999</u>	<u>86</u>	<u>38,592,537</u>	<u>85</u>
GROSS PROFIT	<u>7,295,073</u>	<u>14</u>	<u>6,934,699</u>	<u>15</u>
OPERATING EXPENSES (Notes 20 and 25)				
Selling and marketing	5,322,093	10	4,848,388	11
General and administrative	1,980,934	4	1,906,015	4
Research and development	813,144	2	712,873	1
Expected credit loss	<u>6,695</u>	<u>-</u>	<u>22,361</u>	<u>-</u>
Total operating expenses	<u>8,122,866</u>	<u>16</u>	<u>7,489,637</u>	<u>16</u>
OPERATING LOSS	<u>(827,793)</u>	<u>(2)</u>	<u>(554,938)</u>	<u>(1)</u>
NON-OPERATING INCOME AND EXPENSES				
Share of the profit or loss of subsidiaries and associates	9,249,244	18	11,578,885	25
Interest income (Note 25)	44,953	-	13,560	-
Other income	251,601	-	349,873	1
Gain on disposal of property, plant and equipment (Note 25)	15,508	-	3,809	-
Gain (loss) on disposal of investments (Note 10)	83	-	(47,580)	-
Gain on change in fair value of investment properties (Note 13)	25,862	-	41,713	-
Exchange gain (loss), net	880,347	2	(194,288)	-
(Loss) gain on financial assets (liabilities) at fair value through profit or loss (Note 25)	(161,086)	-	71,185	-
Interest expense (Note 25)	(1,110,613)	(2)	(890,867)	(2)
Other expenses	(205,894)	-	(264,369)	(1)
Impairment (loss) recovery benefit (Note 20)	<u>60,872</u>	<u>-</u>	<u>(163,229)</u>	<u>-</u>
Total non-operating income and expenses	<u>9,050,877</u>	<u>18</u>	<u>10,498,692</u>	<u>23</u>
INCOME BEFORE INCOME TAX	8,223,084	16	9,943,754	22
INCOME TAX EXPENSE (Notes 4 and 21)	<u>(62,792)</u>	<u>-</u>	<u>(259,170)</u>	<u>(1)</u>
NET INCOME	<u>8,160,292</u>	<u>16</u>	<u>9,684,584</u>	<u>21</u>

(Continued)

FAR EASTERN NEW CENTURY CORPORATION

STATEMENTS OF COMPREHENSIVE INCOME FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021 (In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	2022		2021	
	Amount	%	Amount	%
OTHER COMPREHENSIVE INCOME				
Items that will not be reclassified subsequently to profit or loss:				
Remeasurement of defined benefit plans (Note 17)	\$ 131,201	-	\$ 334,120	1
Share of other comprehensive profit or loss of subsidiaries and associates	(801,101)	(1)	850,012	2
Income tax relating to items that will not be reclassified subsequently to profit or loss	<u>(26,240)</u>	<u>-</u>	<u>(66,824)</u>	<u>-</u>
	<u>(696,140)</u>	<u>(1)</u>	<u>1,117,308</u>	<u>3</u>
Items that may be reclassified subsequently to profit or loss:				
Share of other comprehensive profit or loss of subsidiaries and associates	<u>3,820,273</u>	<u>7</u>	<u>(1,632,345)</u>	<u>(4)</u>
Other comprehensive income (loss), net of income tax	<u>3,124,133</u>	<u>6</u>	<u>(515,037)</u>	<u>(1)</u>
TOTAL COMPREHENSIVE INCOME	<u>\$ 11,284,425</u>	<u>22</u>	<u>\$ 9,169,547</u>	<u>20</u>
EARNINGS PER SHARE (NEW TAIWAN DOLLARS; Note 22)				
Basic	<u>\$ 1.63</u>		<u>\$ 1.94</u>	
Diluted	<u>\$ 1.63</u>		<u>\$ 1.94</u>	

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

(With Deloitte & Touche auditors' report dated March 16, 2023)

(Concluded)

FAR EASTERN NEW CENTURY CORPORATION

**STATEMENTS OF CHANGES IN EQUITY
FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021
(In Thousands of New Taiwan Dollars)**

	Common Stock	Capital Surplus	Retained Earnings			Exchange Differences on Translation of Foreign Operations	Unrealized Gain (Loss) on Financial Assets at Fair Value Through Other Comprehensive Income	Gain on Hedging Instruments	Gain on Property Revaluations	Treasury Shares	Total Equity
			Legal Reserve	Special Reserve	Unappropriated Earnings						
BALANCE AT JANUARY 1, 2021	\$ 53,528,751	\$ 3,320,137	\$ 19,028,517	\$ 117,342,360	\$ 13,744,880	\$ (7,218,941)	\$ 1,995,447	\$ 19,480	\$ 2,293,619	\$ (25,063)	\$ 204,029,187
Appropriation of the 2020 earnings											
Legal reserve	-	-	730,754	-	(730,754)	-	-	-	-	-	-
Special reserve	-	-	-	2,109,237	(2,109,237)	-	-	-	-	-	-
Cash dividends	-	-	-	-	(7,226,382)	-	-	-	-	-	(7,226,382)
Net income for the year ended December 31, 2021	-	-	-	-	9,684,584	-	-	-	-	-	9,684,584
Other comprehensive income (loss) for the year ended December 31, 2021	-	-	-	-	288,692	(1,500,584)	409,880	3,912	283,063	-	(515,037)
Total comprehensive income (loss) for the year ended December 31, 2021	-	-	-	-	9,973,276	(1,500,584)	409,880	3,912	283,063	-	9,169,547
Change in associates and subsidiaries accounted for using the equity method	-	81,814	-	-	98,746	-	(103,498)	-	(1,731)	-	75,331
Change in the Company's capital surplus due to the distribution of dividends to subsidiaries	-	1,052	-	-	-	-	-	-	-	-	1,052
Subsidiaries and associates disposal the investment in equity instruments designated as at fair value through other comprehensive income	-	-	-	-	106,043	-	(106,043)	-	-	-	-
BALANCE, DECEMBER 31, 2021	53,528,751	3,403,003	19,759,271	119,451,597	13,856,572	(8,719,525)	2,195,786	23,392	2,574,951	(25,063)	206,048,735
Appropriation of the 2021 earnings											
Legal reserve	-	-	1,017,807	-	(1,017,807)	-	-	-	-	-	-
Special reserve	-	-	-	779,995	(779,995)	-	-	-	-	-	-
Cash dividends	-	-	-	-	(8,029,313)	-	-	-	-	-	(8,029,313)
Net income for the year ended December 31, 2022	-	-	-	-	8,160,292	-	-	-	-	-	8,160,292
Other comprehensive income (loss) for the year ended December 31, 2022	-	-	-	-	342,487	4,146,901	(1,384,912)	1,192	18,465	-	3,124,133
Total comprehensive income (loss) for the year ended December 31, 2022	-	-	-	-	8,502,779	4,146,901	(1,384,912)	1,192	18,465	-	11,284,425
Change in associates and subsidiaries accounted for using the equity method	-	4,369	-	-	(325,355)	-	24,454	-	(6)	-	(296,538)
Change in the Company's capital surplus due to the distribution of dividends to subsidiaries	-	1,169	-	-	-	-	-	-	-	-	1,169
Associates disposed the investments in equity instruments designated as at fair value through other comprehensive income	-	-	-	-	(1,786)	-	1,786	-	-	-	-
Reversal of special reserve	-	-	-	(1,088,934)	1,088,934	-	-	-	-	-	-
BALANCE, DECEMBER 31, 2022	\$ 53,528,751	\$ 3,408,541	\$ 20,777,078	\$ 119,142,658	\$ 13,294,029	\$ (4,572,624)	\$ 837,114	\$ 24,584	\$ 2,593,410	\$ (25,063)	\$ 209,008,478

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

(With Deloitte & Touche auditors' report dated March 16, 2023)

FAR EASTERN NEW CENTURY CORPORATION

STATEMENTS OF CASH FLOWS FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021 (In Thousands of New Taiwan Dollars)

	2022	2021
CASH FLOWS FROM OPERATING ACTIVITIES		
Income before income tax	\$ 8,223,084	\$ 9,943,754
Adjustments for:		
Depreciation	2,305,187	2,378,051
Amortization	10,066	9,229
Expected credit loss	6,695	22,361
Interest expense	1,110,613	890,867
Interest income	(44,953)	(13,560)
Share of the profit of subsidiaries and associates	(9,249,244)	(11,578,885)
Gain on disposal of property, plant and equipment	(15,508)	(3,809)
(Gain)/loss on disposal of investments	(83)	47,580
(Reversal of) impairment loss	(60,872)	163,229
(Reversal of) write-down of inventories	(128,876)	121,694
Gain on change in fair value of investment properties	(25,862)	(41,713)
Net changes in operating assets and liabilities		
Financial assets at fair value through profit or loss	10,163	(10,163)
Notes and accounts receivable	427,172	(2,674,405)
Other receivables	13,457	(89,659)
Inventories	(764,638)	(2,496,534)
Prepayments	(5,867)	(529,386)
Other current assets	16,178	(61,420)
Contract liabilities	(40,117)	(43,034)
Notes and accounts payable	183,865	435,287
Notes and accounts payable to related parties	(15,307)	591,820
Other payables	(216,250)	843,150
Financial liabilities at fair value through profit or loss	19,691	(10,619)
Other current liabilities	32,210	12,470
Net defined benefit assets	(109,962)	(419,527)
Cash generated from (used in) operations	1,680,842	(2,513,222)
Interest received	44,953	13,648
Dividends received	10,277,476	8,073,232
Interest paid	(1,106,500)	(958,437)
Income tax received	12,543	15,518
Net cash generated from operating activities	10,909,314	4,630,739
CASH FLOWS FROM INVESTING ACTIVITIES		
Decrease in financial assets at amortized cost	-	300,000
Acquisition of investments accounted for using the equity method	(13,572,613)	(1,974,813)
Proceeds from the capital reduction on investments accounted for using the equity method	39,984	-
Acquisition of property, plant, equipment and prepayments for equipment	(1,373,552)	(857,796)
Proceeds from disposal of property, plant and equipment	16,641	5,262
Decrease in refundable deposits	4,400	10,450
		(Continued)

FAR EASTERN NEW CENTURY CORPORATION

STATEMENTS OF CASH FLOWS FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021 (In Thousands of New Taiwan Dollars)

	2022	2021
Decrease in other receivables	\$ -	\$ 660,000
Acquisition of intangible assets	(12,426)	(8,560)
(Increase) decrease in other financial assets	(10,301)	14,701
Decrease (increase) in other non-current assets	<u>95,079</u>	<u>(46,455)</u>
Net cash used in investing activities	<u>(14,812,788)</u>	<u>(1,897,211)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Increase in short-term borrowings	911,053	310,375
Proceeds from short-term bills payable	15,600,000	-
Proceeds from issue of bonds	5,000,000	17,200,000
Repayments of bonds payable	(9,500,000)	(11,300,000)
Proceeds from long-term borrowings	168,162,380	146,039,764
Repayments of long-term borrowings	(173,090,734)	(149,069,299)
Repayment of the principal portion of lease liabilities	(260,034)	(236,321)
Decrease in guarantee deposits received	-	(121)
Cash dividends paid	<u>(8,029,313)</u>	<u>(7,226,382)</u>
Net cash used in financing activities	<u>(1,206,648)</u>	<u>(4,281,984)</u>
DECREASE IN CASH AND CASH EQUIVALENTS	(5,110,122)	(1,548,456)
CASH AND CASH EQUIVALENTS, BEGINNING OF THE YEAR	<u>17,887,855</u>	<u>19,436,311</u>
CASH AND CASH EQUIVALENTS, END OF THE YEAR	<u>\$ 12,777,733</u>	<u>\$ 17,887,855</u>

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

(With Deloitte & Touche auditors' report dated March 16, 2023)

(Concluded)

FAR EASTERN NEW CENTURY CORPORATION

NOTES TO FINANCIAL STATEMENTS

FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021

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

1. GENERAL INFORMATION

Far Eastern New Century Corporation (FENC or the “Company”), which was incorporated in 1954, manufactures and sells polyester materials and semi-finished and finished textiles such as cotton, synthetic or blended fabrics, towels and bed sheets, and woven and knitted garments; PET (polyethylene terephthalate) bottles and sheets; and natural, synthetic or blended yarns and polyester textured yarns. It also does yarn, silk and cloth printing and dyeing.

On October 13, 2009, the shareholders resolved to change the Company’s name from its former name Far Eastern Textile Ltd. to Far Eastern New Century Corporation; thus, the original ticker symbol of FETL was changed to FENC.

The financial statements are presented in the Company’s functional currency, the New Taiwan dollar.

2. APPROVAL OF FINANCIAL STATEMENTS

The financial statements were approved by the board of directors on March 8, 2023.

3. APPLICATION OF NEW AND REVISED STANDARDS, AMENDMENTS 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 “IFRSs”) endorsed and issued into effect by the Financial Supervisory Commission (FSC)

The initial application of the amendments to the Regulations Governing the Preparation of Financial Reports by Securities Issuers and the IFRSs endorsed and issued into effect by the FSC did not have material impact on the Company’s accounting policies.

- b. The IFRSs endorsed by the FSC for application starting from 2023.

New, Amended and Revised Standards and Interpretations	Effective Date Announced by IASB
Amendments to IAS 1 “Disclosure of Accounting Policies”	January 1, 2023 (Note 1)
Amendments to IAS 8 “Definition of Accounting Estimates”	January 1, 2023 (Note 2)
Amendments to IAS 12 “Deferred Tax related to Assets and Liabilities arising from a Single Transaction”	January 1, 2023 (Note 3)

Note 1: The amendments will be applied prospectively for annual reporting periods beginning on or after January 1, 2023.

Note 2: The amendments will be applicable to changes in accounting estimates and changes in accounting policies that occur on or after the beginning of the annual reporting period beginning on or after January 1, 2023.

Note 3: Except for deferred taxes that were recognized on January 1, 2022 for temporary differences associated with leases and decommissioning obligations, the amendments were applied prospectively to transactions that occurred on or after January 1, 2022.

Amendments to IAS 12 “Deferred Tax related to Assets and Liabilities arising from a Single Transaction

The amendments clarify that the initial recognition exemption under IAS 12 does not apply to transactions in which equal taxable and deductible temporary differences arise on initial recognition. The Company shall recognize a deferred tax asset (to the extent that it is probable that taxable profit will be available against which the deductible temporary difference can be utilized) and a deferred tax liability for all deductible and taxable temporary differences associated with leases and decommissioning obligations on January 1, 2022, and the Company shall recognize the cumulative effect of initial application in retained earnings at that date. The Company shall apply the amendments prospectively to transactions other than leases and decommissioning obligations that occur on or after January 1, 2022. The Company shall restate its comparative information when it initially applies the aforementioned amendments.

Except for the above impact, as of the date the only financial statements were authorized for issue, the Company has assessed that the application of other standards and interpretations will not have a material impact on the Company’s financial position and financial performance.

- c. New IFRSs 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 1)</u>
Amendments to IFRS 10 and IAS 28 “Sale or Contribution of Assets between an Investor and its Associate or Joint Venture”	To be determined by IASB
Amendments to IFRS 16 “Leases Liability in a Sale and Leaseback”	January 1, 2024 (Note 2)
IFRS 17 “Insurance Contracts”	January 1, 2023
Amendments to IFRS 17	January 1, 2023
Amendments to IFRS 17 “Initial Application of IFRS 9 and IFRS 17 - Comparative Information”	January 1, 2023
Amendments to IAS 1 “Classification of Liabilities as Current or Non-current”	January 1, 2024
Amendments to IAS 1 “Non-current Liabilities with Covenants”	January 1, 2024

Note 1: Unless stated otherwise, the above IFRSs are effective for annual reporting periods beginning on or after their respective effective dates.

Note 2: A seller-lessee shall apply the Amendments to IFRS 16 retrospectively to sale and leaseback transactions entered into after the date of initial application of IFRS 16.

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

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a. Statement of compliance

The financial statements have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers.

b. Basis of preparation

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

When preparing its financial statements, the Company used the equity method to account for its investments in subsidiaries and associates. In order for the amounts of the net profit for the year, other comprehensive income for the year and total equity in the parent company only financial statements to be the same with the amounts attributable to the owners of the Company in its financial statements, adjustments arising from the differences in accounting treatment between parent company only basis and consolidated basis were made to investments accounted for by equity method, share of profit or loss of subsidiaries, associates and joint ventures, share of other comprehensive income of subsidiaries, associates and joint ventures and related equity items, as appropriate, in the parent company only financial statements.

c. Classification of current and non-current assets and liabilities

Current assets include:

- 1) Assets held primarily for the purpose of trading;
- 2) Assets expected to be realized within 12 months after the reporting period; and
- 3) Cash and cash equivalents 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:

- 1) Liabilities held primarily for the purpose of trading;
- 2) Liabilities due to be settled within 12 months after the reporting period; and
- 3) Liabilities for which the Company does not have an unconditional right 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.

d. Foreign currencies

In preparing the financial statements of the Company, transactions in currencies other than the Company's functional currency (i.e. foreign currencies) are recognized at the rates of exchange prevailing at the dates of the transactions.

At the end of each reporting period, monetary items denominated in foreign currencies are retranslated at the rates prevailing at that date. Exchange differences on monetary items arising from settlement or translation are recognized in profit or loss in the period.

Non-monetary items measured at fair value that are denominated in foreign currencies are retranslated at the rates prevailing at the date when the fair value was determined. Exchange differences arising from the retranslation of non-monetary items are included in profit or loss for the period except for exchange differences arising from the retranslation of non-monetary items in respect of which gains and losses are recognized directly in other comprehensive income, in which cases, the exchange differences are also recognized directly in other comprehensive income.

Non-monetary items that are measured at historical cost in a foreign currency are not retranslated.

On the disposal of a foreign operation, or a disposal involving loss of control over a subsidiary that includes a foreign operation, or a partial disposal of an interest in a joint arrangement or an associate that includes a foreign operation of which the retained interest becomes a financial asset, all of the exchange differences accumulated in equity in respect of that operation attributable to the owners of the Company are reclassified to profit or loss.

In relation to a partial disposal of a subsidiary that does not result in the Company losing control over the subsidiary, the proportionate share of accumulated exchange differences is included in the calculation of equity transactions but is not recognized in profit or loss. For all other partial disposals, the proportionate share of the accumulated exchange differences recognized in other comprehensive income is reclassified to profit or loss.

e. Inventories

Inventories consist of raw materials, supplies, finished goods and work in progress and are stated at the lower of cost or net realizable value. Inventory write-downs are made by item, except where it may be appropriate to group similar or related items. The net realizable value is the estimated selling price of inventories less all estimated costs of completion and costs necessary to make the sale. Inventories are recorded at weighted-average cost on the balance sheet date.

f. Investment in subsidiaries

The Company uses the equity method to account for its investments in subsidiaries.

Subsidiary is an entity (including structured entity) that is controlled by the Company.

Under the equity method, investment in a subsidiary is initially recognized at cost and adjusted thereafter to recognize the Company's share of the profit or loss and other comprehensive income of the subsidiary. The Company also recognizes the changes in the Company's share of equity of subsidiaries attributable to the Company.

Changes in the Company's ownership interest in a subsidiary that do not result in the Company losing control of the subsidiary are equity transactions. The Company recognizes directly in equity any difference between the carrying amount of the investment and the fair value of the consideration paid or received.

When the Company's share of losses of a subsidiary exceeds its interest in that subsidiary (which includes any carrying amount of the investment accounted for by the equity method and long-term interests that, in substance, form part of the Company's net investment in the subsidiary), the Company continues recognizing its share of further losses.

Any excess of the cost of acquisition over the Company's share of the net fair value of the identifiable assets and liabilities of a subsidiary at the date of acquisition is recognized as goodwill, which is included within the carrying amount of the investment and is not amortized. Any excess of the Company's share of the net fair value of the identifiable assets and liabilities over the cost of acquisition is recognized immediately in profit or loss.

The Company assesses its investment for any impairment by comparing the carrying amount with the estimated recoverable amount as assessed based on the entire financial statements of the invested company. Impairment loss is recognized when the carrying amount exceeds the recoverable amount. If the recoverable amount of the investment subsequently increases, the Company recognizes reversal of the impairment loss; the adjusted post-reversal carrying amount should not exceed the carrying amount that would have been recognized (net of amortization or depreciation) had no impairment loss been recognized in prior years. An impairment loss recognized on goodwill cannot be reversed in a subsequent period.

When the Company loses control of a subsidiary, it recognizes the investment retained in the former subsidiary at its fair value at the date when control is lost. The difference between the fair value of the retained investment plus any consideration received and the carrying amount of previous investment at the date when control is lost is recognized as a gain or loss in profit or loss. Besides, the Company accounts for all amounts previously recognized in other comprehensive income in relation to that subsidiary on the same basis as would be required if the Company had directly disposed of the related assets or liabilities.

Profits or losses resulting from downstream transactions are eliminated in full in the parent company only financial statements. Profits and losses resulting from upstream transactions and transactions between subsidiaries are recognized in the parent company only financial statements only to the extent of interests in the subsidiaries that are not related to the Company.

g. Investment in associates

An associate is an entity over which the Company has significant influence and that is neither a subsidiary.

The Company uses the equity method to account for its investments in associates.

Under the equity method, investments in an associate are initially recognized at cost and adjusted thereafter to recognize the Company's share of the profit or loss and other comprehensive income of the associate. The Company also recognizes the changes in the Company's share of equity of associates attributable to the Company.

When a reciprocal relationship exists between the Company and its investee, each holds an equity method investment interest in each other's shares, and the Company chooses to apply the treasury shares method to calculate its shares in the associate's profit or loss.

Any excess of the cost of acquisition over the Company's share of the net fair value of the identifiable assets and liabilities of an associate at the date of acquisition is recognized as goodwill, which is included within the carrying amount of the investment and is not amortized. Any excess of the Company's share of the net fair value of the identifiable assets and liabilities over the cost of acquisition, after reassessment, is recognized immediately in profit or loss.

When the Company subscribes for additional new shares of the associate at a percentage different from its existing ownership percentage, the resulting carrying amount of the investment differs from the amount of the Company's proportionate interest in the associate. The Company records such a difference as an adjustment to investments with the corresponding amount charged or credited to capital surplus - changes in the Company's share of equity of associates. If the Company's ownership interest is reduced due to the additional subscription of the new shares of associate, the proportionate amount of the gains or losses previously recognized in other comprehensive income in relation to that associate is reclassified to profit or loss on the same basis as would be required if the investee had directly disposed of the related assets or liabilities. When the adjustment should be debited to capital surplus, but the capital surplus recognized from investments accounted for by the equity method is insufficient, the shortage is debited to retained earnings.

When the Company's share of losses of an associate equals or exceeds its interest in that associate (which includes any carrying amount of the investment accounted for by the equity method and long-term interests that, in substance, form part of the Company's net investment in the associate), the Company discontinues recognizing its share of further losses. Additional losses and liabilities are recognized only to the extent that the Company has incurred legal obligations, or constructive obligations, or made payments on behalf of that associate.

The entire carrying amount of the investment (including goodwill) is tested for impairment as a single asset by comparing its recoverable amount with its carrying amount. Any impairment loss recognized is not allocated to any asset, including goodwill, which forms part of the carrying amount of the investment. Any reversal of that impairment loss is recognized to the extent that the recoverable amount of the investment subsequently increases.

Gain or loss is recognized under treasury share method when there are cross shareholdings with and among associates.

The Company discontinues the use of the equity method from the date on which its investment ceases to be an associate. Any retained investment is measured at fair value at that date and the fair value is regarded as its fair value on initial recognition as a financial asset. The difference between the previous carrying amount of the associate attributable to the retained interest and its fair value is included in the determination of the gain or loss on disposal of the associate. The Company accounts for all amounts previously recognized in other comprehensive income in relation to that associate on the same basis as would be required if that associate had directly disposed of the related assets or liabilities. If an investment in an associate becomes an investment in a joint venture or an investment in a joint venture becomes an investment in an associate, the Company continues to apply the equity method and does not remeasure the retained interest.

When the Company transacts with its associate, profits and losses resulting from the transactions with the associate are recognized in the Company's financial statements only to the extent of interests in the associate that are not related to the Company.

h. Property, plant and equipment

Property, plant and equipment (including assets held under finance leases) are stated at cost, less accumulated depreciation and accumulated impairment loss.

Properties, plant and equipment in the course of construction are carried at cost, less any recognized impairment loss. Cost includes professional fees and borrowing costs eligible for capitalization. Before that asset reaches its intended use are measured at the lower of cost or net realizable value, and any proceeds from selling those assets and the cost of those assets are recognized in profit or loss. Such assets are depreciated and classified to the appropriate categories of property, plant and equipment when completed and ready for intended use.

Depreciation on property, plant and equipment is recognized using the straight-line method. Each significant part is depreciated separately. If the lease term is shorter than the useful lives, assets are depreciated over the lease term. The estimated useful lives, residual values and depreciation method are reviewed at the end of each reporting period, with the effect of any changes in estimate accounted for on a prospective basis.

Property, plant and equipment are measured at the fair value on the date of transferring from investment properties to freehold properties.

The difference between the book value and the fair value is recognized in other comprehensive income when freehold property, plant and equipment are transferred to investment properties.

On derecognition of an item of property, plant and equipment, the difference between the sales proceeds and the carrying amount of the asset is recognized in profit or loss.

i. Investment properties

Investment properties are properties held to earn rental and/or for capital appreciation. Investment properties also include land held for a currently undetermined future use.

Investment properties are measured initially at cost, including transaction costs, and are subsequently measured using the fair value model. Changes in the fair value of investment properties are included for profit or loss in the period in which they arise.

For a transfer of classification from property, plant and equipment to investment properties at the end of owner-occupation, any difference between the fair value of an item of property at the transfer date and its previous carrying amount is recognized in other comprehensive income and accumulated in gain on property revaluation under other equity that will be transferred directly to retained earnings when the asset is derecognized.

On derecognition of an investment property, the difference between the net disposal proceeds and the carrying amount of the asset is included in profit or loss.

j. Intangible assets

1) Intangible assets acquired separately

Intangible assets with finite useful lives that are acquired separately are initially measured at cost and subsequently measured at cost less accumulated amortization and accumulated impairment losses. Amortization is recognized on a straight-line basis. The estimated useful lives, residual values, and amortization methods are reviewed at the end of each reporting period, with the effect of any changes in estimates accounted for on a prospective basis. Intangible assets with indefinite useful lives that are acquired separately are measured at cost less accumulated impairment loss.

2) Derecognition of intangible assets

On derecognition of an intangible asset, the difference between the net disposal proceeds and the carrying amount of the asset are recognized in profit or loss.

k. Impairment of property, plant and equipment, right-of-use asset, intangible assets other than goodwill

At the end of each reporting period, the Company reviews the carrying amounts of its property, plant and equipment, right-of-use asset and intangible assets, excluding goodwill, to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss. When it is not possible to estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the cash-generating unit to which the asset belongs. Corporate assets are allocated to the individual cash-generating units on a reasonable and consistent basis of allocation.

Intangible assets with indefinite useful lives and intangible assets not yet available for use are tested for impairment at least annually and whenever there is an indication that the assets may be impaired.

The recoverable amount is the higher of fair value less costs to sell and value in use. If the recoverable amount of an asset or cash-generating unit is estimated to be less than its carrying amount, the carrying amount of the asset or cash-generating unit is reduced to its recoverable amount, with the resulting impairment loss recognized in profit or loss.

When an impairment loss is subsequently reversed, the carrying amount of the corresponding asset, cash-generating unit or assets related to contract costs is increased to the revised estimate of its recoverable amount, but only to the extent of the carrying amount that would have been determined had no impairment loss been recognized on the asset, cash-generating unit or assets related to contract costs in prior years. A reversal of an impairment loss is recognized in profit or loss.

l. Financial instruments

Financial assets and financial liabilities are recognized when the Company becomes a party to the contractual provisions of the instruments.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at FVTPL) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at FVTPL are recognized immediately in profit or loss.

1) Financial assets

All regular way purchases or sales of financial assets are recognized and derecognized on a trade date basis.

a) Measurement categories

Financial assets are classified into the following categories: Financial assets at FVTPL, financial assets at amortized cost.

Financial assets at amortized cost

Financial assets that meet the following conditions are subsequently measured at amortized cost:

- i. The financial asset is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows; and

- ii. The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Subsequent to initial recognition, financial assets at amortized cost, including cash and cash equivalents, accounts receivable at amortized cost, other receivables, refundable deposits and other financial assets, are measured at amortized cost, which equals the gross carrying amount determined using the effective interest method less any impairment loss. Exchange differences are recognized in profit or loss.

Interest income is calculated by applying the effective interest rate to the gross carrying amount of such a financial asset, except for:

- i. Purchased or originated credit impaired financial assets, for which interest income is calculated by applying the credit adjusted effective interest rate to the amortized cost of such financial assets; and
- ii. Financial assets that are not credit-impaired on purchase or origination but have subsequently become credit-impaired, for which interest income is calculated by applying the effective interest rate to the amortized cost of such financial assets in subsequent reporting periods.

Cash equivalents include time deposits with original maturities within 3 months from the date of acquisition and repurchase commercial paper, which are highly liquid, readily convertible to a known amount of cash and are subject to an insignificant risk of changes in value. These cash equivalents are held for the purpose of meeting short-term cash commitments.

b) Impairment of financial assets

The Company recognizes a loss allowance for expected credit losses on financial assets at amortized cost (including accounts receivable).

The Company always recognizes lifetime Expected Credit Loss (ECL) for account receivable, and lease receivables. For all other financial instruments, the Company recognizes lifetime ECL when there has been a significant increase in credit risk since initial recognition. If, on the other hand, the credit risk on the financial instrument has not increased significantly since initial recognition.

Expected credit losses reflect the weighted average of credit losses with the respective risks of a default occurring as the weights. Lifetime ECL represents the expected credit losses that will result from all possible default events over the expected life of a financial instrument. In contrast, 12-month ECL represents the portion of lifetime ECL that is expected to result from default events on a financial instrument that are possible within 12 months after the reporting date.

The Company recognizes an impairment gain or loss in profit or loss for all financial instruments with a corresponding adjustment to their carrying amount through a loss allowance account.

c) Derecognition of financial assets

The Company derecognizes a financial asset only when the contractual rights to the cash flows from the asset expire or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another party.

On derecognition of a financial asset at amortized cost in its entirety, the difference between the asset's carrying amount and the sum of the consideration received and receivable is recognized in profit or loss.

2) Equity instruments

Debt and equity instruments issued by a Company are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

Equity instruments issued by a Company are recognized at the proceeds received, net of direct issue costs.

The repurchase of the Company's own equity instruments is recognized in and deducted directly from equity. No gain or loss is recognized in profit or loss on the purchase, sale, issuance or cancellation of the Company's own equity instruments.

3) Financial liabilities

a) Subsequent measurement

All financial liabilities are measured at amortized cost using the effective interest method.

b) Derecognition of financial liabilities

The difference between the carrying amount of a financial liability derecognized and the consideration paid, including any non-cash assets transferred or liabilities assumed, is recognized in profit or loss.

4) Derivative financial instruments

Derivatives are initially recognized at fair value at the date on which the derivative contracts are entered into and are subsequently remeasured to their fair value at the end of each reporting period. When the fair value of a derivative financial instrument is positive, the derivative is recognized as a financial asset; when the fair value of a derivative financial instrument is negative, the derivative is recognized as a financial liability.

m. Revenue recognition

The Company identifies contracts with customers, allocates the transaction price to the performance obligations and recognizes revenue when performance obligations are satisfied.

For contracts where the period between the date on which the Company transfers a promised good or service to a customer and the date on which the customer pays for that good or service is one year or less, the Company does not adjust the promised amount of consideration for the effects of a significant financing component.

Revenue from the sale of goods

Revenue from sale of goods comes from sales of chemical fiber and textile goods. Sales of goods are recognized as revenue when the goods are shipped or delivered because it is the time when the customer has full discretion over the manner of distribution and price to sell the goods, has the primary responsibility for sales to future customers, and bears the risks of obsolescence. Revenue and accounts receivable are recognized concurrently.

The Company does not recognize revenue on materials delivered to subcontractors because this delivery does not involve a transfer of control.

n. Leasing

At the inception of a contract, the Company assesses whether the contract is, or contains, a lease.

For a contract that contains a lease component and non-lease components, the Company allocates the consideration in the contract to each component on the basis of the relative stand-alone price and accounts for each component separately.

1) The Company as lessor

Leases are classified as finance leases whenever the terms of a lease transfer substantially all the risks and rewards of ownership to the lessee. All other leases are classified as operating leases.

Lease payments from operating leases are recognized as income on a straight-line basis over the terms of the relevant leases.

2) The Company as lessee

The Company recognizes right-of-use assets and lease liabilities for all leases at the commencement date of a lease, except for short-term leases and low-value asset leases accounted for applying a recognition exemption where lease payments are recognized as expenses on a straight-line basis over the lease terms.

Right-of-use assets are initially measured at cost, which comprises the initial measurement of lease liabilities adjusted for lease payments made at or before the commencement date and less any lease incentives received. Right-of-use assets are subsequently measured at cost less accumulated depreciation and impairment losses and adjusted for any remeasurement of the lease liabilities. Right-of-use assets are presented on a separate line in the balance sheets.

Right-of-use assets are depreciated using the straight-line method from the commencement dates to the earlier of the end of the useful lives of the right-of-use assets or the end of the lease terms.

Lease liabilities are initially measured at the present value of the lease payments. The lease payments are discounted using the interest rate implicit in a lease, if that rate can be readily determined. If that rate cannot be readily determined, the Company uses the its incremental borrowing rate.

Subsequently, lease liabilities are measured at amortized cost using the effective interest method, with interest expense recognized over the lease terms. When there is a change in a lease term, the Company remeasures the lease liabilities with a corresponding adjustment to the right-of-use-assets. However, if the carrying amount of the right-of-use assets is reduced to zero, any remaining amount of the remeasurement is recognized in profit or loss. For a lease modification that is not accounted for as a separate lease, the Company accounts for the remeasurement of the lease liability by (a) decreasing the carrying amount of the right-of-use asset of lease modifications that decreased the scope of the lease, and recognizing in profit or loss any gain or loss on the partial or full termination of the lease. Lease liabilities are presented on a separate line in the balance sheets.

o. Borrowing costs

Borrowing costs directly attributable to an acquisition, construction or production of qualifying assets are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale.

Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalization.

Other than that which is stated above, all other borrowing costs are recognized in profit or loss in the period in which they are incurred.

p. Employee benefits

1) Short-term employee benefits

Liabilities recognized in respect of short-term employee benefits are measured at the undiscounted amount of the benefits expected to be paid in exchange for the related services.

2) Retirement benefits

Payments to defined contribution retirement benefit plans are recognized as an expense when employees have rendered services entitling them to the contributions.

Defined benefit costs (including service cost, net interest and remeasurement) under the defined benefit retirement benefit plans are determined using the projected unit credit method. Service cost (including current service cost and past service cost) as well as gains and losses on settlements and net interest on the net defined benefit liabilities (assets) are recognized as employee benefits expense in the period in which they occur. Remeasurement, comprising actuarial gains and losses, the effect of the changes to the asset ceiling and the return on plan assets (excluding interest), is recognized in other comprehensive income in the period in which it occurs. Remeasurement recognized in other comprehensive income is reflected immediately in retained earnings and will not be reclassified to profit or loss.

Net defined benefit liabilities (assets) represent the actual deficit (surplus) in the Company's defined benefit plans. Any surplus resulting from this calculation is limited to the present value of any refunds from the plans or reductions in future contributions to the plans.

q. Taxation

Income tax expense represents the sum of the tax currently payable and deferred tax.

1) Current tax

The company determines the current income (loss) in accordance with the laws and regulations formulated by each income tax reporting jurisdiction, and calculates the payable (recoverable) income tax accordingly.

According to the Income Tax Law, an additional tax on unappropriated earnings is provided for as income tax in the year the shareholders approve to retain earnings.

Adjustments of prior years' tax liabilities are added to or deducted from the current year's tax provision.

2) Deferred tax

Deferred tax is recognized on temporary differences between the carrying amounts of assets and liabilities and the corresponding tax bases used in the computation of taxable profit.

Deferred tax liabilities are generally recognized for all taxable temporary differences. Deferred tax assets are generally recognized for all deductible temporary differences, and unused tax credits for purchases of machinery, equipment and technology, research and development expenditures, and personnel training expenditures to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilized.

Deferred tax liabilities are recognized for taxable temporary differences associated with investments in subsidiaries and associates, except where the Company is able to control the reversal of the temporary difference and it is probable that the temporary difference will not reverse in the foreseeable future. Deferred tax assets arising from deductible temporary differences associated with such investments and interests are only recognized to the extent that it is probable that there will be sufficient taxable profit against which to utilize the benefits of the temporary differences and they are expected to reverse in the foreseeable future.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the assets to be recovered. A previously unrecognized deferred tax asset is also reviewed at the end of each reporting period and recognized to the extent that it has become probable that future taxable profit will allow the deferred tax asset to be recovered.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liabilities are settled or the assets are realized, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Company expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

3) Current and deferred taxes for the year

Current and deferred taxes are recognized in profit or loss, except when they relate to items that are recognized in other comprehensive income or directly in equity, in which case, the current tax and deferred tax are also recognized in other comprehensive income or directly in equity, respectively.

5. CRITICAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

In the application of the Company'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.

The Company considers the economic implications of the COVID-19 when making its critical accounting estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised if the revisions affect only that period or in the period of the revisions and future periods if the revisions affect both current and future periods.

Fair value measurements and valuation processes of investment properties (including the investment properties held by subsidiaries accounted for using the equity method)

If the investment properties (including the investment properties held by subsidiaries which are accounted for using the equity method) where Level 1 inputs are not available, the Company or engaged valuers would determine appropriate inputs for investment properties which were measured using the income approach by referring to the existing lease contracts and rentals of similar properties in the vicinity. The Company or engaged valuers would determine appropriate inputs for investment properties which were measured by using a land development analysis approach by considering related policies, macroeconomics, the usage of the land and the investment properties' market conditions. If there are changes of the actual inputs in the future which differ from expectation, the fair value of investment properties held by subsidiaries which are accounted for using the equity method might vary accordingly. The Company updates inputs every quarter to confirm the appropriateness of the fair value measurement.

Information about the valuation techniques and inputs used in determining the fair value is disclosed in Note 13.

6. CASH AND CASH EQUIVALENTS

	December 31	
	2022	2021
Cash on hand and petty cash	\$ 4,804	\$ 6,302
Checking and demand accounts	9,604,092	13,782,175
Cash equivalents (investments with original maturities of less than three months)		
Repurchase of commercial paper	2,247,537	4,099,378
Time deposits	<u>921,300</u>	<u>-</u>
	<u>\$ 12,777,733</u>	<u>\$ 17,887,855</u>

As of December 31, 2022 and 2021, the deposits in foreign banks in Japan amounted to \$414,659 thousand (JPY1,784,246 thousand) and \$210,286 thousand (JPY874,370 thousand), respectively.

The interest rates for bank deposits and cash equivalents as of the balance sheet date were as follows:

	December 31	
	2022	2021
Repurchase of commercial paper	1.00%-1.05%	0.31%-0.315%
Time deposits	4.10%-4.15%	-

7. FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

	December 31	
	2022	2021
<u>Financial assets - current</u>		
Financial assets mandatorily classified as at FVTPL		
Derivative financial assets (not under hedge accounting)		
Forward exchange contracts	<u>\$ -</u>	<u>\$ 10,163</u>
<u>Financial liabilities - current</u>		
Held for trading		
Derivative financial liabilities (not under hedge accounting)		
Forward exchange contracts	<u>\$ 19,691</u>	<u>\$ -</u>
a. Forward exchange contracts		

The Company entered into forward exchange contracts to hedge against the exchange risks on foreign currency assets and liabilities. Since these transactions did not meet the criteria for hedge accounting, they were classified as financial instruments at FVTPL.

As of December 31, 2022 and 2021, the Company had outstanding forward exchange contracts, which were stated as follows:

	Currency	Maturity	Contract Amount (Thousands)
<u>December 31, 2022</u>			
Sell	USD/NTD	2023.1.6-2023.1.30	USD39,000/NTD1,199,258
Sell	EUR/USD	2023.1.19-2023.2.24	EUR7,000/USD7,153
Buy	USD/JPY	2023.1.18-2023.3.6	USD2,500/JPY343,525
Buy	USD/RMB	2023.2.24-2023.2.27	USD8,500/RMB59,164
Sell	RMB/NTD	2023.1.12-2023.2.6	RMB8,000/NTD35,232
Sell	JPY/NTD	2023.2.2-2023.3.10	JPY1,157,000/NTD261,705
<u>December 31, 2021</u>			
Sell	USD/NTD	2022.1.7-2022.4.1	USD73,620/NTD2,042,646
Sell	EUR/USD	2022.1.28-2022.3.31	EUR9,000/USD10,190
Buy	USD/JPY	2022.1.25-2022.4.1	USD6,500/JPY739,823
Buy	USD/RMB	2022.2.25	USD3,000/RMB19,188
Sell	RMB/NTD	2022.1.10-2022.1.20	RMB16,850/NTD73,368
Sell	JPY/NTD	2022.1.7-2022.3.4	JPY1,179,380/NTD287,191

b. Option contracts

The Company sold option contracts to earn profit from royalties and the difference between exchange rate fluctuations.

The Company had no outstanding option contracts as of December 31, 2022 and 2021.

8. NOTES AND ACCOUNTS RECEIVABLE

	<u>December 31</u>	
	2022	2021
<u>Notes and accounts receivable</u>		
At amortized cost		
Gross carrying amount	\$ 7,381,097	\$ 7,808,269
Less: Allowance for impairment loss	<u>(65,691)</u>	<u>(58,996)</u>
	<u>\$ 7,315,406</u>	<u>\$ 7,749,273</u>

In order to minimize credit risk, the management of the Company has delegated a team responsible for determining credit limits, credit approvals and other monitoring procedures to ensure that follow-up action is taken to recover overdue debts. In this regard, the management believes the Company's credit risk was significantly reduced. In addition, the Company reviews the recoverable amount of each individual trade debt at the end of the reporting period to ensure that adequate allowance is made for possible irrecoverable amount.

The Company applies the simplified approach to providing for expected credit losses prescribed by IFRS 9, which permits the use of lifetime expected loss provision for all accounts receivables. The expected credit losses on accounts receivables are estimated by reference to past default experience of the debtor and an analysis of the debtor's current financial position, adjusted for general economic conditions of the industry in which the debtors operate and an assessment of both the current as well as the forecast direction of economic conditions at the reporting date.

The Company recognizes 100% of an allowance for doubtful accounts when there is information indicating that a debtor is experiencing severe financial difficulty and there is no realistic prospect of recovery of the receivable. Furthermore, the Company continues to engage in enforcement activity to attempt to recover the receivables due. Where recoveries are made, these are recognized in profit or loss.

The following table details the loss allowance of notes and accounts receivables:

December 31, 2022

	1 to 90 Days	91 to 180 Days	181 to 365 Days	Over 365 Days	Total
Gross carrying amount	\$ 5,795,965	\$ 1,540,164	\$ 44,968	\$ -	\$ 7,381,097
Loss allowance (Lifetime ECL)	<u>(29,993)</u>	<u>(33,724)</u>	<u>(1,974)</u>	<u>-</u>	<u>(65,691)</u>
Amortized cost	<u>\$ 5,765,972</u>	<u>\$ 1,506,440</u>	<u>\$ 42,994</u>	<u>\$ -</u>	<u>\$ 7,315,406</u>

December 31, 2021

	1 to 90 Days	91 to 180 Days	181 to 365 Days	Over 365 Days	Total
Gross carrying amount	\$ 6,480,571	\$ 1,317,130	\$ 10,568	\$ -	\$ 7,808,269
Loss allowance (Lifetime ECL)	<u>(33,723)</u>	<u>(23,996)</u>	<u>(1,277)</u>	<u>-</u>	<u>(58,996)</u>
Amortized cost	<u>\$ 6,446,848</u>	<u>\$ 1,293,134</u>	<u>\$ 9,291</u>	<u>\$ -</u>	<u>\$ 7,749,273</u>

The movements of the loss allowance of trade receivables were as follows:

	For the Year Ended December 31	
	2022	2021
Balance at January 1	\$ 58,996	\$ 274,150
Less: Amounts written off	-	(237,515)
Less impairment losses on receivables	<u>6,695</u>	<u>22,361</u>
Balance at December 31	<u>\$ 65,691</u>	<u>\$ 58,996</u>

9. INVENTORIES

	December 31	
	2022	2021
Finished goods	\$ 2,046,360	\$ 1,693,212
Work in progress	2,202,982	2,325,200
Raw materials	2,051,612	1,973,905
Supplies	958,718	388,597
Raw materials in transit	<u>289,995</u>	<u>275,239</u>
	<u>\$ 7,549,667</u>	<u>\$ 6,656,153</u>

For the years ended December 31, 2022 and 2021, the costs of inventories sold were \$43,950,999 thousand and \$38,592,537 thousand, respectively. The cost of goods sold for the years ended December 31, 2022 and 2021 included inventory (reversal of write-downs) write-downs of \$(128,876) thousand and \$121,694 thousand, respectively.

10. INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

	December 31	
	2022	2021
Investments in subsidiaries	\$ 257,488,142	\$ 242,577,462
Investments in associates	<u>31,859,186</u>	<u>31,541,669</u>
	<u>\$ 289,347,328</u>	<u>\$ 274,119,131</u>

a. Investments in subsidiaries

	December 31			
	2022		2021	
	Carrying Amount	% of Owner- ship	Carrying Amount	% of Owner- ship
Unlisted companies				
Far Eastern Resources Development Co., Ltd.	\$ 107,669,917	100.00	\$ 106,789,756	100.00
Yuan Ding Investment Co., Ltd.	43,004,479	99.40	43,790,144	99.40
Far Eastern Investment (Holding) Ltd.	40,993,789	100.00	28,278,359	100.00
Far Eastern Construction Co., Ltd.	10,521,112	65.11	10,420,022	65.11
Far Eastern Polytex (Holding) Ltd.	9,721,893	100.00	9,415,124	100.00
Yuan Tong Investment Co., Ltd.	8,866,769	100.00	8,871,338	100.00
Oriental Petrochemical (Taiwan) Co., Ltd.	8,309,214	75.56	7,683,250	75.56
Far Eastern Polychem Industries Ltd.	7,415,878	73.04	7,683,110	73.04
Kai Yuan International Investment Co., Ltd.	5,647,439	100.00	5,720,430	100.00
PET Far Eastern (Holding) Ltd.	3,015,403	91.95	4,056,695	91.95
Yuan Ding Co., Ltd.	3,213,931	37.13	3,201,935	37.13
Ding Yuan International Investment Co., Ltd.	3,203,985	100.00	3,285,246	100.00
An Ho Garment Co., Ltd.	2,179,991	100.00	2,182,745	100.00

(Continued)

	December 31			
	2022		2021	
	Carrying Amount	% of Owner- ship	Carrying Amount	% of Owner- ship
Far Eastern Fibertech Co., Ltd.	\$ 1,285,633	100.00	\$ -	-
FEDP (Holding) Ltd.	782,142	50.43	760,474	50.43
Oriental Green Materials Ltd.	776,543	100.00	-	-
Fu Kwok Knitting & Garment Co., Ltd.	299,154	100.00	254,514	100.00
Far Eastern Apparel Co., Ltd.	209,543	100.00	-	-
FE Oriental Investment Holding (Singapore) Pte. Ltd.	199,638	100.00	161,991	100.00
Oriental Resources Development Limited	146,265	100.00	-	-
Far Eastern Textile Ltd.	14,055	100.00	13,345	100.00
Ding Hotel Co., Ltd.	<u>11,369</u>	0.74	<u>8,984</u>	0.74
	<u>\$ 257,488,142</u>		<u>\$ 242,577,462</u>	

(Concluded)

The Company appointed the general manager of Yuan Ding Co., Ltd., and therefore, the Company could exercise control over Yuan Ding Co., Ltd. which is recognized as a subsidiary. Ding Hotel Co., Ltd. was recognized as subsidiary because the Company and its subsidiaries owned more than 50% of Ding Hotel Co., Ltd.'s voting shares.

In order to improve operational efficiency and meet the long-term development strategy, the Company's board of directors resolved to acquired 100% of ownership interest of Far Eastern Fibertech Co., Ltd., Oriental Resources Development Co., Ltd., Oriental Green Materials Ltd. and Far Eastern Apparel Co., Ltd. from its subsidiary, Yuan Ding Investment Co., Ltd with consideration paid in cash in November 2022, please refer to Note 25.

b. Investments in associates

	December 31			
	2022		2021	
	Carrying Amount	% of Owner- ship	Carrying Amount	% of Owner- ship
<u>Associates that are individually material</u>				
Listed companies				
Asia Cement Corporation	\$ <u>20,370,209</u>	21.17	\$ <u>19,942,978</u>	21.17
<u>Associates that are not individually material</u>				
Listed companies				
Far Eastern Department Stores Co., Ltd.	5,137,442	17.06	5,053,729	17.06
Far Eastern International Bank	1,341,657	2.55	1,209,972	2.62
Oriental Union Chemical Corporation	1,018,610	9.17	1,190,073	9.17
Everest Textile Corporation	<u>1,214</u>	0.02	<u>1,166</u>	0.02
	<u>7,498,923</u>		<u>7,454,940</u>	

(Continued)

	December 31			
	2022		2021	
	Carrying Amount	% of Owner- ship	Carrying Amount	% of Owner- ship
Unlisted companies				
Pacific Liu Tong Investment Co., Ltd.	\$ 2,088,859	16.83	\$ 2,042,479	16.83
Oriental Securities Corporation	<u>1,901,195</u>	19.65	<u>2,101,272</u>	19.65
	<u>3,990,054</u>		<u>4,143,751</u>	
	<u>\$ 31,859,186</u>		<u>\$ 31,541,669</u>	

(Concluded)

1) Material associates

Name of Associate	Nature of Activities	Principal Place of Business	Proportion of Ownership and Voting Rights	
			December 31 2022	2021
Asia Cement Corporation	Cement production	Taiwan	21.17%	21.17%

Fair value (Level 1) of investment in associates with available published price quotation are summarized follows:

Name of Associate	December 31	
	2022	2021
Asia Cement Corporation	<u>\$ 30,770,964</u>	<u>\$ 33,247,652</u>

All the associates above are accounted for using equity method.

The summarized financial information below represents amounts shown in the associate's consolidated financial statements prepared in accordance with IFRSs adjusted by the Company for equity accounting purposes.

Asia Cement Corporation

	December 31	
	2022	2021
Current assets	\$ 111,449,752	\$ 105,955,718
Non-current assets	212,793,375	211,100,351
Current liabilities	(70,962,661)	(71,082,366)
Non-current liabilities	<u>(69,047,221)</u>	<u>(65,700,817)</u>
Equity	184,233,245	180,272,886
Non-controlling interests	<u>(23,416,398)</u>	<u>(23,345,963)</u>
	<u>\$ 160,816,847</u>	<u>\$ 156,926,923</u>
Proportion of the Company's ownership	21.17%	21.17%

(Continued)

	December 31	
	2022	2021
Equity attributable to the Company	\$ 34,044,927	\$ 33,221,430
Cross shareholdings	<u>(13,674,718)</u>	<u>(13,278,452)</u>
Carrying amount	<u>\$ 20,370,209</u>	<u>\$ 19,942,978</u> (Concluded)

	For the Year Ended December 31	
	2022	2021
Operating revenue	<u>\$ 90,340,503</u>	<u>\$ 90,332,604</u>
Net income for the year	\$ 12,597,136	\$ 17,527,770
Other comprehensive (loss) income	<u>4,417,882</u>	<u>(396,550)</u>
Total comprehensive income for the year	<u>\$ 17,015,018</u>	<u>\$ 17,131,220</u>
Dividends received from Asia Cement Corporation	<u>\$ 2,551,483</u>	<u>\$ 2,598,899</u>

2) Aggregate information of associates that are not individually material

	For the Year Ended December 31	
	2022	2021
The Company's share of:		
Net income for the year	\$ 445,124	\$ 627,651
Other comprehensive income (loss)	<u>(171,802)</u>	<u>20,985</u>
Total comprehensive income for the year	<u>\$ 273,322</u>	<u>\$ 648,636</u>

The combined equity of the Company and subsidiaries in some investee companies - Far Eastern Department Stores Co., Ltd., Oriental Union Chemical Corporation (OUCC), Everest Textile Corporation (Everest Textile), Oriental Securities Corporation and Pacific Liu Tong Investment Co., Ltd. (PLT) - exceeded 20% of their respective outstanding common stock. Thus, related investments were accounted for using the equity method.

Investment in Far Eastern International Bank (FEIB) was accounted for using the equity method because the Company has significant influence over FEIB even though the Company and its subsidiaries owned 16% of the investee's voting shares.

The calculation of the investments accounted for using the equity method and the share of profit or loss and other comprehensive income of the investments were based on the subsidiaries' or associates' audited financial statements as of December 31, 2022 and 2021.

11. PROPERTY, PLANT, EQUIPMENT AND PREPAYMENTS FOR EQUIPMENT

					<u>December 31</u>	
					<u>2022</u>	<u>2021</u>
<u>Carrying amounts</u>						
Total property, plant and equipment					\$ 21,800,981	\$ 22,808,295
Prepayments for equipment					<u>354,757</u>	<u>28,102</u>
					<u>\$ 22,155,738</u>	<u>\$ 22,836,397</u>
	Land	Buildings	Machinery and Equipment	Operating and Miscellaneous Equipment	Construction- in-progress and Prepayments for Equipment	Total
<u>Cost</u>						
Balance at January 1, 2022	\$ 7,200,549	\$ 10,010,542	\$ 50,478,233	\$ 5,898,566	\$ 753,219	\$ 74,341,109
Additions	-	-	-	-	1,379,138	1,379,138
Disposals	-	-	(926,820)	(225,838)	-	(1,152,658)
Reclassification	-	<u>61,230</u>	<u>514,342</u>	<u>239,988</u>	<u>(815,560)</u>	-
Balance at December 31, 2022	<u>\$ 7,200,549</u>	<u>\$ 10,071,772</u>	<u>\$ 50,065,755</u>	<u>\$ 5,912,716</u>	<u>\$ 1,316,797</u>	<u>\$ 74,567,589</u>
<u>Accumulated depreciation and impairment</u>						
Balance at January 1, 2022	\$ -	\$ (6,401,299)	\$ (39,925,688)	\$ (5,177,725)	\$ -	\$ (51,504,712)
Disposals	-	-	926,373	224,318	-	1,150,691
Impairment loss	-	-	(14,852)	-	-	(14,852)
Depreciation expense	-	<u>(216,653)</u>	<u>(1,509,938)</u>	<u>(316,387)</u>	-	<u>(2,042,978)</u>
Balance at December 31, 2022	<u>\$ -</u>	<u>\$ (6,617,952)</u>	<u>\$ (40,524,105)</u>	<u>\$ (5,269,794)</u>	<u>\$ -</u>	<u>\$ (52,411,851)</u>
Carrying amount at January 1, 2022/December 31, 2021	<u>\$ 7,200,549</u>	<u>\$ 3,609,243</u>	<u>\$ 10,552,545</u>	<u>\$ 720,841</u>	<u>\$ 753,219</u>	<u>\$ 22,836,397</u>
Carrying amount at December 31, 2022	<u>\$ 7,200,549</u>	<u>\$ 3,453,820</u>	<u>\$ 9,541,650</u>	<u>\$ 642,922</u>	<u>\$ 1,316,797</u>	<u>\$ 22,155,738</u>
<u>Cost</u>						
Balance at January 1, 2021	\$ 7,200,549	\$ 9,944,041	\$ 49,988,303	\$ 5,874,431	\$ 861,953	\$ 73,869,277
Additions	-	-	-	-	859,004	859,004
Disposals	-	(4,022)	(167,992)	(215,158)	-	(387,172)
Reclassification	-	<u>70,523</u>	<u>657,922</u>	<u>239,293</u>	<u>(967,738)</u>	-
Balance at December 31, 2021	<u>\$ 7,200,549</u>	<u>\$ 10,010,542</u>	<u>\$ 50,478,233</u>	<u>\$ 5,898,566</u>	<u>\$ 753,219</u>	<u>\$ 74,341,109</u>
<u>Accumulated depreciation and impairment</u>						
Balance at January 1, 2021	\$ -	\$ (6,179,740)	\$ (38,389,730)	\$ (5,006,837)	\$ -	\$ (49,576,307)
Disposals	-	4,022	165,705	215,158	-	384,885
Impairment loss	-	-	(170,578)	-	-	(170,578)
Depreciation expense	-	<u>(225,581)</u>	<u>(1,531,085)</u>	<u>(386,046)</u>	-	<u>(2,142,712)</u>
Balance at December 31, 2021	<u>\$ -</u>	<u>\$ (6,401,299)</u>	<u>\$ (39,925,688)</u>	<u>\$ (5,177,725)</u>	<u>\$ -</u>	<u>\$ (51,504,712)</u>
Carrying amount at December 31, 2021	<u>\$ 7,200,549</u>	<u>\$ 3,609,243</u>	<u>\$ 10,552,545</u>	<u>\$ 720,841</u>	<u>\$ 753,219</u>	<u>\$ 22,836,397</u>

The Company expects that there will be no future cash flows of machinery equipment which used to produce certain products. As a result, the Company recognized the impairment loss amounting to \$14,852 thousand and \$170,578 thousand, respectively, for the years ended December 31, 2022 and 2021. The impairment loss was recognized in the comprehensive income statements under the impairment loss account.

The above items of property, plant and equipment are depreciated on a straight-line basis over the following estimated useful lives:

Buildings	3-60 years
Machinery and equipment	5-20 years
Operating and miscellaneous equipment	3-15 years

For the amount of property, plant and equipment that the Company pledged or mortgaged as collateral for borrowings, refer to Note 26.

As of December 31, 2022 and 2021, farmland was recognized as property, plant and equipment all amounted to \$241,797 thousand and recognized as investment properties amounting to \$46,220 thousand and \$42,182 thousand, respectively. The titles to the land are temporarily registered in the name of trustees who have either signed an agreement showing the farmland belongs to the Company or have pledged the land to the Company.

12. LEASE ARRANGEMENTS

a. Right-of-use assets

	Land	Buildings	Machinery and Equipment	Operating and Miscellaneous Equipment	Total
<u>Cost</u>					
Balance at January 1, 2022	\$ 116,250	\$ 1,230,905	\$ 408	\$ 3,114	\$ 1,350,677
Increase	1,968	321,870	-	455	324,293
Decrease	<u>(6,439)</u>	<u>-</u>	<u>(408)</u>	<u>(809)</u>	<u>(7,656)</u>
Balance at December 31, 2022	<u>\$ 111,779</u>	<u>\$ 1,552,775</u>	<u>\$ -</u>	<u>\$ 2,760</u>	<u>\$ 1,667,314</u>
<u>Accumulated depreciation and impairment</u>					
Balance at January 1, 2022	\$ 78,387	\$ 838,426	\$ 351	\$ 1,074	\$ 918,238
Depreciation expense	17,783	243,429	57	940	262,209
Decrease	<u>(6,439)</u>	<u>-</u>	<u>(408)</u>	<u>(809)</u>	<u>(7,656)</u>
Balance at December 31, 2022	<u>\$ 89,731</u>	<u>\$ 1,081,855</u>	<u>\$ -</u>	<u>\$ 1,205</u>	<u>\$ 1,172,791</u>
Carrying amount at December 31, 2022	<u>\$ 22,048</u>	<u>\$ 470,920</u>	<u>\$ -</u>	<u>\$ 1,555</u>	<u>\$ 494,523</u>
<u>Cost</u>					
Balance at January 1, 2021	\$ 113,907	\$ 1,241,841	\$ 408	\$ 9,131	\$ 1,365,287
Increase	2,343	37	-	1,716	4,096
Decrease	<u>-</u>	<u>(10,973)</u>	<u>-</u>	<u>(7,733)</u>	<u>(18,706)</u>
Balance at December 31, 2021	<u>\$ 116,250</u>	<u>\$ 1,230,905</u>	<u>\$ 408</u>	<u>\$ 3,114</u>	<u>\$ 1,350,677</u>

(Continued)

	Land	Buildings	Machinery and Equipment	Operating and Miscellaneous Equipment	Total
<u>Accumulated depreciation and impairment</u>					
Balance at January 1, 2021	\$ 61,265	\$ 633,389	\$ 215	\$ 6,736	\$ 701,605
Depreciation expense	17,122	216,010	136	2,071	235,339
Decrease	<u>-</u>	<u>(10,973)</u>	<u>-</u>	<u>(7,733)</u>	<u>(18,706)</u>
Balance at December 31, 2021	<u>\$ 78,387</u>	<u>\$ 838,426</u>	<u>\$ 351</u>	<u>\$ 1,074</u>	<u>\$ 918,238</u>
Carrying amount at December 31, 2021	<u>\$ 37,863</u>	<u>\$ 392,479</u>	<u>\$ 57</u>	<u>\$ 2,040</u>	<u>\$ 432,439</u>

(Concluded)

b. Lease liabilities

Item	Summary	Lease Term	Discount Rate	December 31, 2022
Land	Land for plant	2011.06.01-2027.12.31	0.92%-1.00%	\$ 22,212
Buildings	Office, factory	2016.05.01-2030.06.30	0.86%-1.00%	481,543
Operating and miscellaneous equipment	Corporate vehicle	2019.10.31-2026.03.28	0.78%-1.04%	<u>1,567</u>
				<u>\$ 505,322</u>

Item	Summary	Lease Term	Discount Rate	December 31, 2021
Land	Land for plant	2011.06.01-2027.12.31	0.92%-1.00%	\$ 38,624
Buildings	Office, factory	2016.05.01-2023.12.31	1.00%	400,331
Machinery and equipment	Equipment for production	2019.06.01-2022.05.31	1.00%	57
Operating and miscellaneous equipment	Corporate vehicle	2019.10.31-2026.03.28	0.78%-1.04%	<u>2,051</u>
				<u>\$ 441,063</u>

<u>December 31</u>	
2022	2021

Carrying amounts

Current	<u>\$ 240,617</u>	<u>\$ 232,097</u>
Non-current	<u>\$ 264,705</u>	<u>\$ 208,966</u>

<u>For the Year Ended December 31</u>	
2022	2021

Interest expense from lease liabilities	<u>\$ 4,796</u>	<u>\$ 5,526</u>
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c. Material leasing activities and terms

As lessee, the Company leases certain operating and other equipment for use in operations uses with lease terms of 2 to 5 years. These lease arrangements do not contain renewal or purchase options.

The Company also leases land and buildings for the use as plants and offices with lease terms of 3 to 17 years. The Company does not have bargain purchase options to acquire the leasehold land and buildings at the end of the lease terms.

d. Other lease information

Lease arrangements under operating leases for the leasing out of investment properties are set out in Note 13.

	For the Year Ended December 31	
	2022	2021
Expenses relating to short-term leases	\$ 44,560	\$ 35,477
Expenses relating to low-value asset leases	\$ 73	\$ 21
Total cash outflow for leases	<u>\$ (308,161)</u>	<u>\$ (277,177)</u>

The Company has elected to apply the recognition exemption for short-term leases and low-value asset leases and thus, did not recognize right-of-use assets and lease liabilities for these leases.

13. INVESTMENT PROPERTIES

	December 31	
	2022	2021
Completed Investment Properties	<u>\$ 1,090,987</u>	<u>\$ 1,065,125</u>

The abovementioned investment properties were leased out for 1 years. The lease contracts contain market review clauses in the event that the lessees exercise their options to extend. The lessees do not have bargain purchase options to acquire the investment properties at the expiry of the lease periods. The maturity analysis of lease payments receivable under operating leases of investment properties was as follows:

	December 31	
	2022	2021
First year	<u>\$ 4,394,903</u>	<u>\$ 3,142,539</u>

The fair value of investment properties was estimated using unobservable inputs (Level 3). The movements in the fair value were as follows:

	Completed Investment Properties
Balance at January 1, 2022	\$ 1,065,125
Recognized in profit (gain arising from the change in fair value of investment properties)	<u>25,862</u>
Balance at December 31, 2022	<u>\$ 1,090,987</u>
Balance at January 1, 2021	\$ 1,023,412
Recognized in profit (gain arising from the change in fair value of investment properties)	<u>41,713</u>
Balance at December 31, 2021	<u>\$ 1,065,125</u>

The major investment properties of the Company were as follows:

The buildings and lands located in Hsinchu Hukou section was leased to the Company's subsidiary for its operation. Under the "IFRSs Questions and Answers" issued by Taiwan Stock Exchange Corp. (TWSE), the Company recognized these items as investment properties in the company only financial statements and reclassified them to property, plant and equipment in its consolidated financial statements. The Company used the equity method and share of the profit or loss of subsidiaries and associates to adjust the differences between the investment property amounts presented in the company only and consolidated financial statements.

The fair values of investment properties were as follows:

	<u>December 31</u>	
	2022	2021
Independent valuation	<u>\$ 1,090,987</u>	<u>\$ 1,065,125</u>

The fair value of the investment properties as of December 31, 2022 and 2021 was based on the valuations carried out at February 15, 2023 and January 28, 2022, respectively, by independent qualified professional valuers Mr. Chia-ho Tsai from Debenham Tie Leung Real Estate Appraiser Office, a member of certified ROC real estate appraisers.

The fair value of investment properties was measured using the income approach. The significant assumptions used were as follows. The increase in estimated future net cash inflows, or the decrease in discount rates would result in increase in the fair value.

	<u>December 31</u>	
	2022	2021
Expected future cash inflows	\$ 1,277,762	\$ 1,207,587
Expected future cash outflows	<u>(53,444)</u>	<u>(56,915)</u>
Expected future cash inflows, net	<u>\$ 1,224,318</u>	<u>\$ 1,150,672</u>
Discount rate intervals	2.47%	1.845%

The expected future cash inflows generated by investment properties referred to rental income, interest income on rental deposits, loss on vacancy rate of space and disposal value. The rental income was extrapolated using the comparative market rentals covering 10 years, excluding too-high and too-low values, taking into account the annual rental growth rate. The interest income on rental deposits was extrapolated using the current market practice with a three-month monthly rent with reference to the average one-year deposit interest rate of the five major banks which announced by the Central Bank of the R.O.C (Taiwan). Loss on vacancy rate of space was extrapolated using the vacancy rates of the neighboring stores and factories, and the disposal value was determined using the direct capitalization method under the income approach. The expected future cash outflows on investment property included expenditures such as land value taxes, house taxes, insurance premium, maintenance costs and replacement allowance. These expenditures were extrapolated on the basis of the current level of expenditures, taking into account the future adjustment to the government-announced land value and the tax rate promulgated under the House Tax Act.

The discount rate was determined by reference to the local same class product, a reasonable rental income level and the selling price of investment properties taking into consideration the liquidity, potential risk, appreciation and the complexity of management; in addition, the discount rate should not be lower than the interest rate for two-year time deposits of Chunghwa Post Corporation plus 0.75%.

14. OTHER INTANGIBLE ASSETS

	Computer Software
Balance at January 1, 2022	\$ 15,611
Additions	12,426
Amortization	<u>(10,066)</u>
Balance at December 31, 2022	<u>\$ 17,971</u>
Balance at January 1, 2021	\$ 16,280
Additions	8,560
Amortization	<u>(9,229)</u>
Balance at December 31, 2021	<u>\$ 15,611</u>

The above intangible assets are amortized on a straight-line basis up to the estimated useful lives of the assets as follows:

Computer software	1-10 years
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15. BORROWINGS

a. Short-term borrowings

	December 31	
	2022	2021
Bank credit loans	<u>\$ 4,683,921</u>	<u>\$ 3,772,868</u>
Interest rate	0.77%-6.15%	0.67%-0.84%

b. Short-term bills payable

	December 31, 2022
Commercial paper	\$ 15,600,000
Less: Unamortized discount on commercial paper	<u>52,272</u>
	<u>\$ 15,547,728</u>
Interest rate	1.03%-1.71%

c. Long-term borrowings

	December 31	
	2022	2021
Bank loans	<u>\$ 31,511,667</u>	<u>\$ 19,540,021</u>
Long-term commercial paper	4,000,000	20,900,000
Less: Unamortized discount on commercial paper	<u>4,194</u>	<u>22,836</u>
	<u>3,995,806</u>	<u>20,877,164</u>
	35,507,473	40,417,185
Less: Current portion	<u>666,667</u>	<u>-</u>
	<u>\$ 34,840,806</u>	<u>\$ 40,417,185</u>

The foregoing loans are payable in New Taiwan dollars and U.S. dollars. The loans are repayable by lump sum payment of principal and interest on maturity, by lump sum payment of principal on maturity and monthly payments of interest, and by lump sum payment of principal on maturity and prepayment of interest. Some of the loans are revolving within credit line limitation. The maturity dates of revolving credit loans are based on the maturity dates of the credit line limit contracts. The maturity dates and bank interest rate intervals of the Company's borrowings were as follows:

	December 31	
	2022	2021
Maturity	March 2024 - November 2026	March 2023 - June 2025
Interest rates intervals	0.66%-2.02%	0.66%-1.30%

16. BONDS PAYABLE

	December 31	
	2022	2021
Non-convertible bonds	\$ 66,700,000	\$ 71,200,000
Discount of non-convertible bonds	<u>(53,004)</u>	<u>(72,090)</u>
	66,646,996	71,127,910
Less: Current portion	<u>9,997,323</u>	<u>9,496,599</u>
	<u>\$ 56,649,673</u>	<u>\$ 61,631,311</u>

For details of bonds payable as of December 31, 2022, refer to Statement 10 following the Notes to Financial Statements. The details of bonds payable as of December 31, 2021 which were repaid in 2022 were as follows:

On May 17, 2017, the Company issued five-year unsecured bonds (the first tranche) amounting to \$5,000,000 thousand at a unit face value of \$1,000 thousand. The five-year bonds are repayable at 50% of the total amount at the end of the fourth and fifth years of bond issuance, respectively, with a 1.15% interest rate. The interest is calculated by the simple interest method (based on the outstanding balance) starting from the issuance date and is payable annually.

17. RETIREMENT BENEFIT PLANS

a. Defined contribution plans

The Company adopted a pension plan under the Labor Pension Act (LPA), which is a state-managed defined contribution plan. Under the LPA, an entity makes monthly contributions to employees' individual pension accounts at 6% of monthly salaries and wages.

b. Defined benefit plans

The defined benefit plan adopted by the Company in accordance with the Labor Standards Act is operated by the government. Pension benefits are calculated on the basis of the length of service and average monthly salaries of the six months before retirement. The Company contribute amounts equal to 4% of total monthly salaries and wages to a pension fund administered by the pension fund monitoring committee. Pension contributions are deposited in the Bank of Taiwan in the committee's name. Before the end of each year, the Company assesses the balance in the pension fund. If the amount of the balance in the pension fund is inadequate to pay retirement benefits for employees who conform to retirement requirements in the next year, the Company is required to fund the difference in one appropriation that should be made before the end of March of the next year.

The investment is conducted at the discretion of Bureau of Labor Funds, Ministry of Labor or under the mandated management. The plan assets are invested in domestic (foreign) equity and debt securities, bank deposits, etc. However, in accordance with Regulations for Revenues, Expenditures, Safeguard and Utilization of the Labor Retirement Fund the return generated by employees' pension contribution should not be below the interest rate for a 2-year time deposit with local banks.

The amounts included in the balance sheets in respect of the Company's defined benefit plans were as follows:

	<u>December 31</u>	
	<u>2022</u>	<u>2021</u>
Present value of defined benefit obligation	\$ 4,437,312	\$ 4,673,515
Fair value of plan assets	<u>(6,000,824)</u>	<u>(5,995,863)</u>
Net defined benefit (assets) liabilities	<u>\$ (1,563,512)</u>	<u>\$ (1,322,348)</u>

Movements in net defined benefit (assets) liabilities were as follows:

	Present Value of the Defined Benefit Obligation	Fair Value of the Plan Assets	Net Defined Benefit (Assets) Liabilities
Balance at January 1, 2022	<u>\$ 4,673,515</u>	<u>\$ (5,995,863)</u>	<u>\$ (1,322,348)</u>
Service cost			
Current service cost	30,227	-	30,227
Net interest expense (income)	<u>31,503</u>	<u>(41,971)</u>	<u>(10,468)</u>
Recognized in profit or loss	<u>61,730</u>	<u>(41,971)</u>	<u>19,759</u>
Remeasurement			
Return on plan assets (excluding amounts included in net interest)	-	(161,710)	(161,710)
Actuarial (gain) loss - changes in financial assumptions	(187,490)	-	(187,490)
Actuarial (gain) loss - experience adjustments	<u>217,999</u>	<u>-</u>	<u>217,999</u>
Recognized in other comprehensive income	<u>30,509</u>	<u>(161,710)</u>	<u>(131,201)</u>
Contributions from the employer	-	(77,451)	(77,451)
Benefits paid	<u>(328,442)</u>	<u>276,171</u>	<u>(52,271)</u>
Balance at December 31, 2022	<u>\$ 4,437,312</u>	<u>\$ (6,000,824)</u>	<u>\$ (1,563,512)</u>
Balance at January 1, 2021	<u>\$ 5,035,876</u>	<u>\$ (5,604,577)</u>	<u>\$ (568,701)</u>
Service cost			
Current service cost	36,546	-	36,546
Net interest expense (income)	<u>14,420</u>	<u>(16,814)</u>	<u>(2,394)</u>
Recognized in profit or loss (Note)	<u>50,966</u>	<u>(16,814)</u>	<u>34,152</u>
Remeasurement			
Return on plan assets (excluding amounts included in net interest)	-	(401,298)	(401,298)
Actuarial (gain) loss - changes in vital statistics assumptions	86,196	-	86,196
Actuarial (gain) loss - changes in financial assumptions	(122,116)	-	(122,116)
Actuarial (gain) loss - experience adjustments	<u>103,098</u>	<u>-</u>	<u>103,098</u>
Recognized in other comprehensive income	<u>67,178</u>	<u>(401,298)</u>	<u>(334,120)</u>
Contributions from the employer	-	(302,855)	(302,855)
Benefits paid	<u>(480,505)</u>	<u>329,681</u>	<u>(150,824)</u>
Balance at December 31, 2021	<u>\$ 4,673,515</u>	<u>\$ (5,995,863)</u>	<u>\$ (1,322,348)</u>

Through the defined benefit plans under the Labor Standards Act, the Company is exposed to the following risks:

- 1) Investment risk: The plan assets are invested in domestic and foreign equity and debt securities, bank deposits, etc. The investment is conducted at the discretion of the Bureau or under the mandated management. However, in accordance with relevant regulations, the return generated by plan assets should not be below the interest rate for a 2-year time deposit with local banks. In addition, the Company has another pension fund which is separate from the above. This pension fund is invested in domestic listed companies' shares and time deposits. It is exposed to the risks of changes in market price and interest rates.

- 2) Interest risk: A decrease in the government bond interest rate will increase the present value of the defined benefit obligation; however, this will be partially offset by an increase in the return on the plan's debt investments.
- 3) Salary risk: The present value of the defined benefit obligation is calculated by reference to the future salaries of plan participants. As such, an increase in the salaries of the plan participants will increase the present value of the defined benefit obligation.

The actuarial valuations of the present value of the defined benefit obligation were carried out by qualified actuaries. The significant assumptions used for the purposes of the actuarial valuations were as follows:

	<u>December 31</u>	
	2022	2021
Discount rate(s)	1.40%	0.70%
Expected rate(s) of salary increase	2.00%	2.00%

If possible reasonable change in each of the significant actuarial assumptions occurs and all other assumptions remain constant, the present value of the defined benefit obligation will increase (decrease) as follows:

	<u>December 31</u>	
	2022	2021
Discount rate(s)		
0.50% increase	<u>\$ (125,524)</u>	<u>\$ (145,088)</u>
0.50% decrease	<u>\$ 132,455</u>	<u>\$ 153,528</u>
Expected rate(s) of salary increase		
0.50% increase	<u>\$ 131,055</u>	<u>\$ 150,823</u>
0.50% decrease	<u>\$ (125,452)</u>	<u>\$ (144,029)</u>

The sensitivity analysis presented above may not be representative of the actual change in the present value of the defined benefit obligation as it is unlikely that the change in assumptions would occur in isolation of one another as some of the assumptions may be correlated.

	<u>December 31</u>	
	2022	2021
The expected contributions to the plan for the next year	<u>\$ 463,367</u>	<u>\$ 308,912</u>
The average duration of the defined benefit obligation	5.9 years	6.4 years

18. EQUITY

a. Share capital

1) Common stock

	<u>December 31</u>	
	<u>2022</u>	<u>2021</u>
Numbers of authorized shares (in thousands)	<u>6,000,000</u>	<u>6,000,000</u>
Amount of authorized shares	<u>\$ 60,000,000</u>	<u>\$ 60,000,000</u>
Number of issued and fully paid shares (in thousands)	<u>5,352,875</u>	<u>5,352,875</u>
Amount of issued	<u>\$ 53,528,751</u>	<u>\$ 53,528,751</u>

The issued shares have a par value of NT\$10 and have the rights of voting and receiving dividends.

2) Global depositary receipt

In order to reduce related management costs, the Company has terminated the issuance of global depositary receipts listed on the Luxembourg Stock Exchange and traded on the London Stock Exchange on April 29, 2021, and was delisted from the Luxembourg Stock Exchange.

b. Capital surplus

	<u>December 31</u>	
	<u>2022</u>	<u>2021</u>
<u>May be used to offset a deficit, distributed as cash dividends or transferred to share capital (1)</u>		
The difference between consideration received or paid and the carrying amount of the subsidiaries net assets during actual disposal or acquisition	\$ 2,604,860	\$ 2,604,860
Treasury shares transactions	18,859	17,690
<u>May be used to offset a deficit only (2)</u>		
Changes in percentage of ownership interests in subsidiaries and associates	631,411	627,118
<u>May not be used for any purpose</u>		
Others	<u>153,411</u>	<u>153,335</u>
	<u>\$ 3,408,541</u>	<u>\$ 3,403,003</u>

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 to once a year).

2) Such capital surplus arises from the effect of changes in ownership interest in a subsidiary resulting from equity transactions other than actual disposal or acquisition of ownership interests, or from changes in capital surplus of subsidiaries accounted for using the equity method.

c. Retained earnings and dividend policy

Under the dividends policy as set forth in the Company’s Articles, where the Company made profit in a fiscal year, the profit shall be first utilized for paying taxes, offsetting losses of previous years, setting aside current net income plus other items for undistributed retained earnings as legal reserve 10% of the remaining profit, setting aside or reversing special reserve in accordance with the laws and regulations, and then any remaining profit together with any undistributed retained earnings shall be used as the basis for proposing a distribution plan. After adding prior years’ unappropriated earnings, the Company would retain a certain amount for expansion plans and then make the distribution of dividends evenly for all shares. When there is a capital increase, the amount of dividends for new shares of that year would be according to the resolution of the shareholders’ meeting. For the policies on distribution of employees’ compensation and remuneration to directors before and after amendment, refer to Note 20 (e), d. “Employees’ compensation and remuneration of directors”.

The Company’s dividends should be appropriated at a percentage based on the Company’s Articles of Incorporation to have a stable dividend distribution while taking into account the future economic condition, cash demands and taxation. The cash dividends should be at least 10% of total dividends declared, unless cash is required for investments, productivity expansion, any significant future capital expenditures or plans to improve financial structure.

An appropriation of earnings to a legal reserve should be made until the legal reserve equals the Company’s paid-in capital. The 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 capital surplus, the excess may be transferred to capital or distributed in cash.

Items referred to under rules issued by the FSC and in the directive titled “Questions and Answers for Special Reserves Appropriated Following Adoption of IFRSs” should be appropriated to or reversed from a special reserve by the Company.

The appropriations of earnings for 2021 and 2020 approved in the shareholders’ meetings on June 30, 2022 and July 29, 2021, respectively, were as follows:

	Appropriation of Earnings		Dividends Per Share (NT\$)	
	For Year 2021	For Year 2020	For Year 2021	For Year 2020
Legal reserve	\$ 1,017,807	\$ 730,754		
Special reserve	779,995	2,109,237		
Cash dividends	8,029,313	7,226,382	\$ 1.50	\$ 1.35

The appropriation of earnings for 2022 proposed by the Company’s board of directors on March 8, 2023 were as follows:

	Appropriation of Earnings	Dividends Per Share (NT\$)
Legal reserve	\$ 817,564	
Special reserve	271,822	
Cash dividends	7,226,382	\$ 1.35

The appropriation of earnings for 2022 is subject to the resolution of the shareholders in the shareholders’ meeting to be held on June 28, 2023.

d. Special reserve

The Company's appropriated special reserve following the first-time adoption of IFRSs was \$22,287,929 thousand.

Information on the above special reserve appropriated or reversed on elimination of the original need to appropriate a special reserve is as follows:

	For the Year Ended December 31	
	2022	2021
Balance at January 1	\$ 21,552,496	\$ 21,552,496
Reversal of special reserve		
Disposal of investment properties	<u>(534,089)</u>	<u>-</u>
Balance at December 31	<u>\$ 21,018,407</u>	<u>\$ 21,552,496</u>

On the initial application of the fair value model to investment properties, the Company appropriated for a special reserve of \$80,462,245 thousand, the same amount as the net increase that arose from fair value measurement and was transferred to retained earnings.

	For the Year Ended December 31	
	2022	2021
Balance at January 1	\$ 94,723,258	\$ 92,614,722
Proposed to special surplus reserve		
Application of the fair value method to investment properties	780,268	2,108,536
Reversal of special reserve		
Disposal of investment properties	<u>(554,845)</u>	<u>-</u>
Balance at December 31	<u>\$ 94,948,681</u>	<u>\$ 94,723,258</u>

e. Other equity items

The changes in other equity items are summarized as follow:

	Exchange Differences on Translation of Foreign Operations	Unrealized Gain (Loss) on Financial Assets at FVTOCI	Gain (Loss) on Hedging Instruments	Gain on Property Revaluation	Total
Balance at January 1, 2021	\$ (7,218,941)	\$ 1,995,447	\$ 19,480	\$ 2,293,619	\$ (2,910,395)
Share of other comprehensive income (loss) of subsidiaries and associates	(1,500,584)	409,880	3,912	283,063	(803,729)
Change in subsidiaries and associates accounted for using equity method	-	(103,498)	-	(1,731)	(105,229)
Subsidiaries and associates disposed the investment in equity instruments designated as at FVTOCI	<u>-</u>	<u>(106,043)</u>	<u>-</u>	<u>-</u>	<u>(106,043)</u>
Balance at December 31, 2021	(8,719,525)	2,195,786	23,392	2,574,951	(3,925,396)
Share of other comprehensive income (loss) of subsidiaries and associates	4,146,901	(1,384,912)	1,192	18,465	2,781,646

(Continued)

	Exchange Differences on Translation of Foreign Operations	Unrealized Gain (Loss) on Financial Assets at FVTOCI	Gain (Loss) on Hedging Instruments	Gain on Property Revaluation	Total
Change in subsidiaries and associates accounted for using equity method	\$ -	\$ 24,454	\$ -	\$ (6)	\$ 24,448
Subsidiaries and associates disposed the investment in equity instruments designated as at FVTOCI	<u>-</u>	<u>1,786</u>	<u>-</u>	<u>-</u>	<u>1,786</u>
Balance at December 31, 2022	<u>\$ (4,572,624)</u>	<u>\$ 837,114</u>	<u>\$ 24,584</u>	<u>\$ 2,593,410</u>	<u>\$ (1,117,516)</u> (Concluded)

f. Treasury shares

The Company's shares held by its subsidiary, Yuan Ding Corporation (Yuan Ding), at the end of the reporting periods were as follows:

Name of Subsidiary	Number of Shares Held (In Thousands)	Carrying Amount	Market Price
<u>December 31, 2022</u>			
Yuan Ding	779	<u>\$ 25,063</u>	<u>\$ 24,862</u>
<u>December 31, 2021</u>			
Yuan Ding	779	<u>\$ 25,063</u>	<u>\$ 22,836</u>

The Company consolidated its subsidiary Yuan Ding since December 28, 2011. On December 31, 2011, the Company's shares held by Yuan Ding had a carrying amount of \$25,063 thousand.

The Company's shares held by the subsidiary are recognized as treasury shares. The subsidiaries which hold treasury shares can retain shareholders' rights, except the rights to participate in any share issuance for cash and to vote.

19. REVENUE

	For the Year Ended December 31	
	2022	2021
Revenue from contracts with customers		
Net sales	<u>\$ 51,246,072</u>	<u>\$ 45,527,236</u>

a. Description of customer contract

Refer to Note 4(m) revenue recognition for the significant accounting policies.

b. Contract balances

	December 31, 2022	December 31, 2021	January 1, 2021
Notes and accounts receivable (Notes 8)	<u>\$ 7,315,406</u>	<u>\$ 7,749,273</u>	<u>\$ 5,097,229</u>
Contract liabilities - current			
Sale of goods	<u>\$ 211,605</u>	<u>\$ 251,722</u>	<u>\$ 294,756</u>

The changes in the contract liability balances primarily result from the timing difference between the Company's performance of obligations and the respective customer's payment, and there did not have other significant changes other than the amount decided above.

c. Disaggregation of revenue

Refer to Statement 11 for information about disaggregation of revenue.

20. NET PROFIT FROM CONTINUING OPERATIONS

a. Interest expense

	For the Year Ended December 31	
	2022	2021
Capitalized interests on properties	\$ 8,239	\$ 5,084
Capitalization rates	0.81%-1.24%	0.80%-0.88%

b. Impairment losses recognized (reversed)

	For the Year Ended December 31	
	2022	2021
Property, plant and equipment	\$ (14,852)	\$ (170,578)
Other equipment components	<u>75,724</u>	<u>7,349</u>
	<u>\$ 60,872</u>	<u>\$ (163,229)</u>

c. Depreciation and amortization

	For the Year Ended December 31	
	2022	2021
Property, plant and equipment	\$ 2,042,978	\$ 2,142,712
Right-of-use assets	262,209	235,339
Other Intangible assets	<u>10,066</u>	<u>9,229</u>
	<u>\$ 2,315,253</u>	<u>\$ 2,387,280</u>

(Continued)

	For the Year Ended December 31	
	2022	2021
An analysis of deprecation by function		
Operating costs	\$ 1,936,316	\$ 1,999,485
Operating expenses	320,884	312,063
Other expense	<u>47,987</u>	<u>66,503</u>
	<u>\$ 2,305,187</u>	<u>\$ 2,378,051</u>
 An analysis of amortization by function		
Operating costs	\$ 4,548	\$ 2,165
Operating expenses	<u>5,518</u>	<u>7,064</u>
	<u>\$ 10,066</u>	<u>\$ 9,229</u>

(Concluded)

d. Employee benefits expense

	For the Year Ended December 31, 2022		
	Operating Costs	Operating Expenses	Total
Short-term employee benefits	<u>\$ 3,375,573</u>	<u>\$ 2,281,245</u>	<u>\$ 5,656,818</u>
Post-employment benefits			
Defined contribution plans	80,793	69,478	150,271
Defined benefit plans	<u>11,552</u>	<u>8,207</u>	<u>19,759</u>
	<u>92,345</u>	<u>77,685</u>	<u>170,030</u>
	<u>\$ 3,467,918</u>	<u>\$ 2,358,930</u>	<u>\$ 5,826,848</u>
	For the Year Ended December 31, 2021		
	Operating Costs	Operating Expenses	Total
Short-term employee benefits	<u>\$ 3,376,925</u>	<u>\$ 2,248,655</u>	<u>\$ 5,625,580</u>
Post-employment benefits			
Defined contribution plans	80,011	62,962	142,973
Defined benefit plans	<u>21,374</u>	<u>12,778</u>	<u>34,152</u>
	<u>101,385</u>	<u>75,740</u>	<u>177,125</u>
	<u>\$ 3,478,310</u>	<u>\$ 2,324,395</u>	<u>\$ 5,802,705</u>

e. Employees' compensation and remuneration of directors

The Company accrued employees' compensation and remuneration of directors at the rates of 2.0% to 3.5% and no higher than 2.5%, respectively, of net profit before income tax, employees' compensation and remuneration of directors. However, the Company has to first offset losses from the previous years. The employees' compensation and remuneration of directors for the years ended December 31, 2022 and 2021, which were approved by the Company's board of directors on March 8, 2023 and March 8, 2022, respectively, are as follows:

Accrual rate

	<u>For the Year Ended December 31</u>	
	<u>2022</u>	<u>2021</u>
Employees' compensation	3.30%	3.30%
Remuneration of directors	1.78%	1.73%

Amount

	<u>For the Year Ended December 31</u>	
	<u>2022</u>	<u>2021</u>
Employees' compensation	\$ 285,617	\$ 345,347
Remuneration of directors	153,878	180,847

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

There was no difference between the actual appropriated amounts of employees' compensation and remuneration of directors and the amounts recognized in the financial statements for the years ended December 31, 2021 and 2020. The employees' compensation was distributed in cash by the Company.

Information on the employees' compensation and remuneration of directors resolved by the Company's board of directors in 2023 and 2022 is available at the Market Observation Post System website of the Taiwan Stock Exchange.

21. INCOME TAXES RELATING TO CONTINUING OPERATIONS

a. Major components of income tax (expense)/benefits recognized in profit or loss

	<u>For the Year Ended December 31</u>	
	<u>2022</u>	<u>2021</u>
Current tax		
In respect of the current year	\$ -	\$ -
Adjustments for prior year	<u>2,257</u>	<u>18,669</u>
	<u>2,257</u>	<u>18,669</u>
Deferred tax		
In respect of the current period	<u>(65,049)</u>	<u>(277,839)</u>
Income tax (expense)/benefits recognized in profit or loss	<u>\$ (62,792)</u>	<u>\$ (259,170)</u>

A reconciliation of accounting profit and income tax (expense)/benefits was as follows:

	<u>For the Year Ended December 31</u>	
	2022	2021
Profit before tax from continuing operations	<u>\$ 8,223,084</u>	<u>\$ 9,943,754</u>
Income tax expense at the statutory rate (20%)	\$ (1,644,617)	\$ (1,988,751)
Adjustment items effect on income tax	<u>1,644,617</u>	<u>1,988,751</u>
Current income tax	-	-
Deferred income tax	(65,049)	(277,839)
Adjustments for prior years	<u>2,257</u>	<u>18,669</u>
Income tax (expense)/benefits recognized in profit or loss	<u>\$ (62,792)</u>	<u>\$ (259,170)</u>

b. Income tax expense recognized in other comprehensive income

	<u>For the Year Ended December 31</u>	
	2022	2021
<u>Deferred tax</u>		
In respect of the current year		
Remeasurement on defined benefit plan	<u>\$ 26,240</u>	<u>\$ 66,824</u>

c. Deferred tax assets and liabilities

The movements of deferred tax assets and deferred tax liabilities were as follows:

For the year ended December 31, 2022

	Opening Balance	Recognized in Profit or Loss	Recognized in Other Comprehensive Income	Closing Balance
<u>Deferred tax assets</u>				
Allowance for doubtful accounts	\$ 1,058	\$ 766	\$ -	\$ 1,824
Inventory write-downs	2,260	511	-	2,771
Impairment loss	8,037	4,485	-	12,522
Others	<u>1,283</u>	<u>959</u>	<u>-</u>	<u>2,242</u>
	<u>\$ 12,638</u>	<u>\$ 6,721</u>	<u>\$ -</u>	<u>\$ 19,359</u>
<u>Deferred tax liabilities</u>				
Share of profit of subsidiaries and associates	\$ 452,948	\$ 48,532	\$ -	\$ 501,480
Provision of land value incremental tax	1,590,431	(778)	-	1,589,653
Others	<u>437,993</u>	<u>24,016</u>	<u>26,240</u>	<u>488,249</u>
	<u>\$ 2,481,372</u>	<u>\$ 71,770</u>	<u>\$ 26,240</u>	<u>\$ 2,579,382</u>

For the year ended December 31, 2021

	Opening Balance	Recognized in Profit or Loss	Recognized in Other Comprehensive Income	Closing Balance
<u>Deferred tax assets</u>				
Allowance for doubtful accounts	\$ 5,698	\$ (4,640)	\$ -	\$ 1,058
Inventory write-downs	9,056	(6,796)	-	2,260
Impairment loss	41,811	(33,774)	-	8,037
Others	<u>6,788</u>	<u>(5,505)</u>	<u>-</u>	<u>1,283</u>
	<u>\$ 63,353</u>	<u>\$ (50,715)</u>	<u>\$ -</u>	<u>\$ 12,638</u>
<u>Deferred tax liabilities</u>				
Share of profit of subsidiaries and associates	\$ 350,329	\$ 102,619	\$ -	\$ 452,948
Provision of land value incremental tax	1,588,438	1,993	-	1,590,431
Others	<u>248,657</u>	<u>122,512</u>	<u>66,824</u>	<u>437,993</u>
	<u>\$ 2,187,424</u>	<u>\$ 227,124</u>	<u>\$ 66,824</u>	<u>\$ 2,481,372</u>

- d. Deductible temporary differences for which no deferred tax assets have been recognized in the balance sheets

	<u>December 31</u>	
	2022	2021
Deductible temporary differences	<u>\$ 2,913,277</u>	<u>\$ 3,226,101</u>

- e. Income tax assessments

The tax returns through 2019 have been assessed by the tax authorities.

22. EARNINGS PER SHARE

Unit: NT\$ Per Share

	<u>For the Year Ended December 31</u>	
	2022	2021
Basic earnings per share	<u>\$ 1.63</u>	<u>\$ 1.94</u>
Diluted earnings per share	<u>\$ 1.63</u>	<u>\$ 1.94</u>

The earnings and weighted average number of common stock outstanding that were used in the computation of earnings per share are as follows:

Net Income for the Year

	<u>For the Year Ended December 31</u>	
	2022	2021
Net income for the year	<u>\$ 8,160,292</u>	<u>\$ 9,684,584</u>

Weighted Average Number of Ordinary Shares Outstanding

Unit: In Thousand Shares

	<u>For the Year Ended December 31</u>	
	2022	2021
Weighted average number of common stock used in the computation of basic earnings per share	5,001,002	4,986,743
Effect of potentially dilutive common stock Employees' compensation	<u>10,905</u>	<u>13,868</u>
Weighted average number of common stock used in the computation of diluted earnings per share	<u>5,011,907</u>	<u>5,000,611</u>

In calculating the weighted average number of share outstanding for EPS, the Company recognized the number of the shares held by associates as treasury shares and deducted the number of treasury shares from the weighted average number of outstanding shares in the current period.

The Company may settle the compensation paid to employees in cash or shares; therefore, the Company assumes that 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 calculation of diluted earnings per share, if the effect is dilutive. Such dilutive effect of the potential shares is included in the computation of diluted earnings per share until the number of shares to be distributed to employees is resolved in the following year.

The Company calculated basic EPS with the weighted average number of actual outstanding shares in the current period. Based on the calculation, for the years ended December 31, 2022 and 2021, the Company's basic EPS was NT\$1.52 and NT\$1.81, respectively.

23. CAPITAL MANAGEMENT

The Company manages its capital to ensure that entities in the Company will be able to continue as a going concern while maximizing the return to shareholders through the optimization of the debt and equity balance.

24. FINANCIAL INSTRUMENTS

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

1) The financial assets and financial liabilities which have significant difference from their fair values

	<u>December 31</u>			
	2022		2021	
	Carrying Amount	Fair Value	Carrying Amount	Fair Value
<u>Financial liabilities</u>				
Bonds payable	\$ 66,646,996	\$ 65,716,848	\$ 71,127,910	\$ 71,468,974

2) Fair value hierarchy

December 31, 2022

	Level 1	Level 2	Level 3	Total
<u>Financial liabilities</u>				
Bonds payable	<u>\$ 65,716,848</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 65,716,848</u>

December 31, 2021

	Level 1	Level 2	Level 3	Total
<u>Financial liabilities</u>				
Bonds payable	<u>\$ 71,468,974</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 71,468,974</u>

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

1) Fair value hierarchy

December 31, 2022

	Level 1	Level 2	Level 3	Total
Financial liabilities at FVTPL				
Forward exchange contracts	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 19,691</u>	<u>\$ 19,691</u>

December 31, 2021

	Level 1	Level 2	Level 3	Total
Financial liabilities at FVTPL				
Forward exchange contracts	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,163</u>	<u>\$ 10,163</u>

There were no transfers between Levels 1 and 2 for the years ended December 31, 2021.

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

For the year ended 2022

	Financial Assets (Liabilities) at Fair Value Through Profit or Loss
Balance at January 1, 2022	\$ 10,163
Recognized in profit or loss	(161,086)
Settlements	<u>131,232</u>
Balance at December 31, 2022	<u>\$ (19,691)</u>

For the year ended 2021

	Financial Assets (Liabilities) at Fair Value Through Profit or Loss
Balance at January 1, 2021	\$ (10,619)
Recognized in profit or loss	71,185
Settlements	<u>(50,403)</u>
Balance at December 31, 2021	<u>\$ 10,163</u>

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

<u>Financial Instruments</u>	<u>Valuation Techniques and Inputs</u>
Forward exchange contracts and option contracts	Discounted cash flow. Future cash flows are estimated based on observable forward spot exchange rates at the end of the reporting period and contract rates, which can reflect the credit risk of counterparties.

c. Categories of financial instruments

	<u>December 31</u>	
	2022	2021
<u>Financial assets</u>		
Financial assets at FVTPL	\$ -	\$ 10,163
Financial assets at amortized cost (Note 1)	20,511,928	26,063,473
<u>Financial liabilities</u>		
Financial liabilities at FVTPL	19,691	-
Financial liabilities measured at amortized cost (Note 2)	130,473,067	123,428,361

Note 1: The balances included financial assets measured at amortized cost, which comprised cash and cash equivalents, financial assets measured at amortized cost, notes and accounts receivable (including those from related parties), other receivables (including those from related parties), refundable deposits and other financial assets.

Note 2: The balances included financial liabilities measured at amortized cost, which comprised short-term borrowings, notes and accounts payable (including those to related parties), other payables (including those to related parties), payables to suppliers of machinery and equipment, bonds payable, long-term borrowings and guarantee deposits received.

d. Financial risk management objectives and policies

The Company's Corporate Treasury function provides services to the business, coordinates access to domestic and international financial markets, monitors and manages the financial risks relating to the non-operating activities of the Company through internal risk reports that analyze exposures by degree and magnitude of risks. These risks include market risk (including currency risk, interest rate risk and other price rate), credit risk and liquidity risk.

The Company seeks to minimize the effects of these risks by using derivative financial instruments to hedge risk exposures. The use of financial derivatives is governed by the Company's policies approved by the board of directors, which provide written principles on foreign exchange risk, interest rate risk, credit risk, the use of financial derivatives and non-derivative financial instruments, and the investment of excess liquidity.

1) Market risk

The Company's activities exposed itself primarily to the financial risks of changes in exchange rates (refer to (a) below) and interest rates (refer to (b) below).

a) Foreign currency risk

The Company had foreign assets, which exposed the Company to exchange rate risk. Exchange rate exposures were managed within approved policy parameters through forward exchange contracts.

The Company's significant foreign currency-denominated monetary assets and monetary liabilities at the end of the reporting period were detailed in Note 30.

Sensitivity analysis

The Company was mainly exposed to the U.S. dollars.

The following table details the Company's sensitivity to a 5% increase and decrease in New Taiwan dollars (the functional currency) against the U.S. dollar. The 5% sensitivity rate is used when foreign currency risk is reported internally to key management personnel and represents management's assessment of the reasonably possible changes in exchange rates. The sensitivity analysis included only outstanding foreign currency-denominated monetary items, and the translation of these items at the end of the reporting period was adjusted for a 5% change in exchange rates. A positive number below indicates an increase in pretax profit and other equity associated with New Taiwan dollars that strengthen 5% against the relevant currency. For a 5% weakening of New Taiwan dollars against the relevant currency, there would be an equal and opposite impact on pretax profit and other equity, and the balances below would be negative.

	December 31	
	2022	2021
5% change in profit or loss		
USD	<u>\$ (184,146)</u>	<u>\$ (136,346)</u>

b) Interest rate risk

The Company was exposed to interest rate risk because entities in the Company borrowed funds at both fixed and floating interest rates. It managed the risk by maintaining an appropriate mix of fixed and floating rate borrowings.

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

	December 31	
	2022	2021
Fair value interest rate risk		
Financial assets	\$ 3,235,780	\$ 4,156,020
Financial liabilities	105,680,852	105,056,158
Cash flow interest rate risk		
Financial assets	1,417,405	2,661,150
Financial liabilities	17,210,588	10,702,868

Sensitivity analysis

The sensitivity analysis below was determined on the basis of the Company's exposure to interest rates for financial assets and financial liabilities at the end of the reporting period. An increase or decrease of 0.25% is used when reporting interest rate risk internally to key management personnel and represents management's assessment of the reasonably possible change in interest rates. For the financial assets and financial liabilities with fixed interest rate, their fair value will change as the market interest rates change. For the financial assets and financial liabilities with floating interest rate, their effective interest rates will change as the market interest rates change.

If interest rate had been 0.25% higher/lower and all other variables were held constant, the fair value of the Company's financial assets with fixed interest rates would have decreased/increased by \$8,069 thousand and \$10,364 thousand, respectively, and the cash flows on the Company's financial assets with floating interest rates would have increased/decreased by \$3,544 thousand and \$6,653 thousand, respectively.

If interest rate had been 0.25% higher/lower and all other variables were held constant, the fair value of the Company's financial liabilities with fixed interest rates would have decreased/increased by \$263,543 thousand and \$261,985 thousand, respectively, and the cash flows on the Company's financial liabilities with floating interest rates would have decreased/increased by \$43,026 thousand and \$26,757 thousand, respectively.

2) Credit risk

Credit risk refers to the risk that counterparties will default on its contractual obligations, resulting in a financial loss to the Company. As of the end of a reporting period, the Company's maximum exposure to credit risk that will cause the Company a financial loss due to the carrying amounts of the recognized financial assets as stated in the balance sheets.

The Company has a policy of dealing with only creditworthy counterparties and obtaining sufficient collateral, where appropriate, to mitigate the risk of financial loss from defaults. The Company uses other publicly available financial information and its own trading records to rate its major customers. The Company's exposure and the credit ratings of its counterparties are continually monitored.

Account receivables refer to a large number of customers, spread across diverse industries and geographical areas. Ongoing credit evaluation is made to determine the financial condition of account receivables.

3) Liquidity risk

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

The maturity dates of financial liabilities (except for the current portion) are as follows:

	1-2 Years	2-3 Years	3-5 Years	Total
<u>December 31, 2022</u>				
Long-term borrowings	\$ 23,757,574	\$ 6,583,779	\$ 4,499,453	\$ 34,840,806
Bonds payable	<u>14,000,000</u>	<u>13,600,000</u>	<u>29,100,000</u>	<u>56,700,000</u>
	<u>\$ 37,757,574</u>	<u>\$ 20,183,779</u>	<u>\$ 33,599,453</u>	<u>\$ 91,540,806</u>
<u>December 31, 2021</u>				
Long-term borrowings	\$ 24,730,338	\$ 5,997,388	\$ 9,689,459	\$ 40,417,185
Bonds payable	<u>10,000,000</u>	<u>14,000,000</u>	<u>37,700,000</u>	<u>61,700,000</u>
	<u>\$ 34,730,338</u>	<u>\$ 19,997,388</u>	<u>\$ 47,389,459</u>	<u>\$ 102,117,185</u>

Additional information about the maturity analysis for lease liabilities

	1-2 Years	2-3 Years	3-5 Years	5-10 Years
<u>December 31, 2022</u>				
Lease liabilities	<u>\$ 46,560</u>	<u>\$ 39,980</u>	<u>\$ 82,059</u>	<u>\$ 103,597</u>
<u>December 31, 2021</u>				
Lease liabilities	<u>\$ 203,916</u>	<u>\$ 2,339</u>	<u>\$ 2,585</u>	<u>\$ 1,157</u>

25. RELATED-PARTY TRANSACTIONS

The Company had significant transactions with related parties. Besides the transactions mentioned in the other notes, the transactions for the years ended December 31, 2022 and 2021 and the related balances as of the balance sheet dates are summarized in the accompanying Tables 1, 2 and 3.

26. ASSETS PLEDGED AS COLLATERAL OR FOR SECURITY

In addition to those disclosed in the other notes, the following assets had been pledged or mortgaged as collaterals for performance guarantees, short-term borrowings, tariff duties and long-term borrowings.

	December 31	
	2022	2021
Other financial assets - non-current		
Pledged time deposits	\$ 66,943	\$ 56,642
Investments accounted for using the equity method	540,121	528,793
Property, plant and equipment	5,636,086	5,774,127
Investment properties	<u>961,480</u>	<u>956,518</u>
	<u>\$ 7,204,630</u>	<u>\$ 7,316,080</u>

27. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNIZED COMMITMENTS

Significant commitments and contingencies of the Company as of December 31, 2022 and 2021:

- Issued unused letters of credit aggregated at approximately \$563,029 thousand and \$938,511 thousand, respectively.
- Unpaid construction contracts and property, plant and equipment amounting to \$368,058 thousand and \$53,566 thousand, respectively.
- Undelivered cotton contracts which were unable to be canceled amounting to \$54,888 thousand and \$105,896 thousand, respectively.

28. OTHER ITEMS

As of the date the financial statements were authorized for issue, the Company assessed that the COVID-19 pandemic would have no material impact on operation and finance aspects. The Company also assessed that there is no doubt in aspects of The Company's ability to continue as a going concern, risk of assets impairment and financing activities. The Company will continue to observe and assess the possible impact that the COVID-19 will have on the Company's aforesaid aspect.

29. SUBSEQUENT EVENTS

On March 8, 2023, the Parent Company's board of directors decided to participate in the issuance of new shares of cash of the subsidiary, PET Far Eastern Holding Ltd., and reinvest in the investments accounted for using equity method, Far Eastern Union Petrochemical (Yangzhou) Corporation, with a transaction amount of US\$26,520 thousand.

30. SIGNIFICANT ASSETS AND LIABILITIES DENOMINATED IN FOREIGN CURRENCIES

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

December 31, 2022

	Foreign Currency (In Thousands)	Exchange Rate	Carrying Amount (NT\$)
<u>Financial assets</u>			
Monetary items			
USD	\$ 222,136	30.71	\$ 6,821,797
<u>Financial liabilities</u>			
Monetary items			
USD	102,210	30.71	3,138,869

December 31, 2021

	Foreign Currency (In Thousands)	Exchange Rate	Carrying Amount (NT\$)
<u>Financial assets</u>			
Monetary items			
USD	\$ 245,494	27.68	\$ 6,795,274
<u>Financial liabilities</u>			
Monetary items			
USD	146,978	27.68	4,068,351

31. ADDITIONAL DISCLOSURES

- a. Information about significant transactions and b. investees
 - 1) Financing provided to others: Table 4 (attached)
 - 2) Endorsements/guarantees provided: Table 5 (attached)
 - 3) Marketable securities held: Table 6 (attached)
 - 4) Marketable securities acquired or disposed of at costs or prices of at least NT\$300 million or 20% of the paid-in capital: Table 7 (attached)
 - 5) Acquisitions of individual real states at costs of at least NT\$300 million or 20% of the paid-in capital: Table 8 (attached)
 - 6) Disposals of individual real estate at prices of at least NT\$300 million or 20% of the paid-in capital: Table 9 (attached)
 - 7) Total purchases from or sales to related parties amounting to at least NT\$100 million or 20% of the paid-in capital: Table 10 (attached)
 - 8) Receivables from related parties amounting to at least NT\$100 million or 20% of the paid-in capital: Table 11 (attached)
 - 9) Trading in derivative instruments: Note 7
 - 10) Information on investees: Table 12 (attached)
- c. Information on investments in mainland China
 - 1) Information on any investee company in mainland China, showing the name, principal business activities, paid-in capital, method of investment, inward and outward remittance of funds, ownership percentage, net income of investees, investment income or loss, carrying amount of the investment at the end of the period, repatriations of investment income, and limit on the amount of investment in the mainland China area: Tables 13 and 13-1 (attached)
 - 2) Any of the following significant transactions with investee companies in mainland China, either directly or indirectly through a third party, and their prices, payment terms, and unrealized gains or losses: Tables 2, 3, 4, 7, 10 and 11
 - a) The amount and percentage of purchases and the balance and percentage of the related payables at the end of the period.
 - b) The amount and percentage of sales and the balance and percentage of the related receivables at the end of the period.
 - c) The amount of property transactions and the amount of the resultant gains or losses.
 - d) The balance of negotiable instrument endorsements or guarantees or pledges of collateral at the end of the period and the purposes.
 - e) The highest period balance, the end of period balance, the interest rate range, and total current period interest with respect to financing of funds.

- f) Other transactions that have a material effect on the profit or loss for the period or on the financial position, such as rendering or receipt services.
- d. Information on major shareholders: Shareholders' name holding amounts and ratio whose holding ratio exceed 5%: Table 14

TABLE 1**FAR EASTERN NEW CENTURY CORPORATION****RELATED PARTY NAMES AND CATEGORIES****DECEMBER 31, 2022**

Related Party Names	Related Party Category
Fu Kwok Knitting & Garment Co., Ltd.	Subsidiary
Far Eastern Apparel Co., Ltd.	Subsidiary
Far Eastern Apparel (Vietnam) Ltd.	Subsidiary
Far Eastern Polytex (Vietnam) Ltd.	Subsidiary
Far Eastern New Apparel (Vietnam) Ltd.	Subsidiary
Far Eastern Apparel (Suzhou) Co., Ltd.	Subsidiary
Far Eastern Industries (Shanghai) Ltd.	Subsidiary
Far Eastern Industries (Wuxi) Ltd.	Subsidiary
Oriental Resources Development Co., Ltd.	Subsidiary
Oriental Green Materials Ltd.	Subsidiary
Oriental Industries (Suzhou) Ltd.	Subsidiary
PET Far Eastern (M) Sdn. Bhd.	Subsidiary
Wuhan Far Eastern New Material Ltd.	Subsidiary
Worldwide Polychem (HK) Ltd. (WWPI)	Subsidiary
Far Eastern Fibertech Co., Ltd.	Subsidiary
Far Eastern Resources Development Co., Ltd.	Subsidiary
Far EasTone Telecommunications Co., Ltd.	Subsidiary
New Century InfoComm Tech Co., Ltd.	Subsidiary
Yuanshi Digital Technology Co., Ltd.	Subsidiary
Information Security Service Digital United Inc.	Subsidiary
Oriental Petrochemical Corporation	Subsidiary
Oriental Investment Holding (Netherlands) B.V.	Subsidiary
Yuan Cheng Human Resources Consultant Corporation	Subsidiary
Yuan Ding Co., Ltd.	Subsidiary
Yuan Ding Investment Co., Ltd.	Subsidiary
YDT Technology International Co., Ltd.	Subsidiary
Far Eastern Technical Consultants Co., Ltd.	Subsidiary
Far Eastern Construction Co., Ltd.	Subsidiary
Far Eastern Ishizuka Green Pet Corporation (FIGP)	Subsidiary
Far Eastern Polytex (Holding) Ltd.	Subsidiary
Far Eastern Investment (Holding) Ltd.	Subsidiary
Phoenix Technologies International, LLC	Subsidiary
Asia Cement Corporation	Associate
Far Eastern Department Stores Co., Ltd.	Associate
Oriental Union Chemical Corporation	Associate
Everest Textile Corporation	Associate
Far Eastern International Bank	Associate

(Continued)

Related Party Names	Related Party Categories
Freudenberg Far Eastern Spunweb Co., Ltd.	Other related party (the subsidiary of FENC's investee accounted for using the equity method)
Yu Ding Industry Co., Ltd.	Other related party (the subsidiary of FENC's investee accounted for using the equity method)
Liquid Air Far East Co., Ltd.	Other related party (the subsidiary of FENC's investee accounted for using the equity method)
Da Ju Fiber Co., Ltd.	Other related party (the subsidiary of FENC's investee accounted for using the equity method)
Far Eastern International Leasing Corporation	Other related party (the subsidiary of FENC's investee accounted for using the equity method)
Far Eastern City Super Ltd.	Other related party (the subsidiary of FENC's investee accounted for using the equity method)
Far Eastern Ai Mai Co., Ltd.	Other related party (the subsidiary of FENC's investee accounted for using the equity method)
Everest Textile USA, LLC	Other related party (the subsidiary of FENC's investee accounted for using the equity method)
Fu Ming Transport Corporation	Other related party (the subsidiary of FENC's investee accounted for using the equity method)
Fu-Da Transport Corporation	Other related party (the subsidiary of FENC's investee accounted for using the equity method)
Ya Sing Ready-Mixed Concrete Corporation	Other related party (the subsidiary of FENC's investee accounted for using the equity method)
Nan Hwa Cement Corporation	Other related party (the subsidiary of FENC's investee accounted for using the equity method)
Everest Textile (Shanghai) Ltd.	Other related party (the subsidiary of FENC's investee accounted for using the equity method)
Yuan Ze University	Other related party (the same chairman)
U-Ming Marine Transport Corporation	Other related party (the same chairman)
Tranquil Enterprise Ltd.	Other related party (the same chairman)
U-Ming Marine Transport (Singapore) Private Limited	Other related party (related party in substance)
SYSTEX Corporation	Other related party (related party in substance)
Ding&Ding Management Consultants Co., Ltd.	Other related party (related party in substance)
Taiwan Chang Cheng (H) Co., Ltd.	Other related party (related party in substance)

(Concluded)

TABLE 2**FAR EASTERN NEW CENTURY CORPORATION****RELATED-PARTY TRANSACTIONS
FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021
(In Thousands of New Taiwan Dollars)**

	For the Year Ended December 31	
	2022	2021
Sales		
Subsidiaries		
WWPI	\$ 5,473,239	\$ 3,863,170
Other subsidiaries	5,334,307	3,081,786
Associates	225,038	255,432
Other related parties	<u>395,137</u>	<u>510,015</u>
	<u>\$ 11,427,721</u>	<u>\$ 7,710,403</u>
Operating cost and expense		
Purchase		
Subsidiaries		
Oriental Petrochemical Corporation	\$ 15,094,236	\$ 13,844,409
Other subsidiaries	3,288,535	1,944,101
Associates	983,108	1,562,886
Other related parties	<u>328,165</u>	<u>250,382</u>
	<u>\$ 19,694,044</u>	<u>\$ 17,601,778</u>
Contract fees		
Subsidiaries	\$ 63,190	\$ 54,019
Other related parties	<u>256,628</u>	<u>263,878</u>
	<u>\$ 319,818</u>	<u>\$ 317,897</u>
Computer processing expense		
Subsidiaries	\$ 2,703	\$ 2,588
Associates	68	-
Other related parties	<u>101,281</u>	<u>116,382</u>
	<u>\$ 104,052</u>	<u>\$ 118,970</u>
Non-operating expenses		
Other expenses - endorsement/guarantee expenses		
Subsidiary	<u>\$ -</u>	<u>\$ 320</u>

(Continued)

Lease arrangements - Company is lessee

	<u>For the Year Ended December 31</u>	
	<u>2022</u>	<u>2021</u>
Acquisition of right-to-use assets		
Other related parties		
Far Eastern Ai Mai Co., Ltd.	\$ 284,833	\$ -
	<u>December 31</u>	
	<u>2022</u>	<u>2021</u>
Lease liabilities		
Subsidiaries		
Yuan Ding Co., Ltd.	\$ 111,298	\$ 243,646
Others	47,423	75,558
Associates		
Far Eastern Ai Mai Co., Ltd.	273,688	-
Others	41,715	86,515
Other related parties	<u>10,646</u>	<u>21,187</u>
	<u>\$ 484,770</u>	<u>\$ 426,906</u>

There is no lease payable of finance lease to related parties on December 31, 2022 and 2021.

	<u>For the Year Ended December 31</u>	
	<u>2022</u>	<u>2021</u>
Interest expense		
Subsidiaries	\$ 2,354	\$ 3,985
Associates	2,047	1,088
Other related parties	<u>164</u>	<u>272</u>
	<u>\$ 4,565</u>	<u>\$ 5,345</u>
Rent expense		
Subsidiaries	\$ 28,118	\$ 31,655
Other related parties	<u>6,763</u>	<u>5,243</u>
	<u>\$ 34,881</u>	<u>\$ 36,898</u>

The lease contract's resolution and way of payment between the Company and related party are equivalent to the general lease transaction.

Lease arrangement - Company is lessor

	<u>December 31</u>	
	<u>2022</u>	<u>2021</u>
Operating lease receivable		
Subsidiaries	\$ 889	\$ 1,032
Other related parties	<u>669</u>	<u>201</u>
	<u>\$ 1,558</u>	<u>\$ 1,233</u>

(Continued)

	December 31	
	2022	2021
Future lease receivable		
Subsidiaries	\$ 2,954	\$ 3,578
Other related parties	<u>2,995</u>	<u>5,441</u>
	<u>\$ 5,949</u>	<u>\$ 9,019</u>
	<u>For the Year Ended December 31</u>	
	2022	2021
Rent revenue		
Subsidiaries	\$ 8,775	\$ 7,981
Other related parties	<u>6,462</u>	<u>6,466</u>
	<u>\$ 15,237</u>	<u>\$ 14,447</u>

The Company leases the plants and spaces for operation and business to subsidiaries and other related parties as operating lease. The lease period is 1 to 3 years.

The lease contract's resolution and the way of payment between the Company and related party are equivalent to the general lease transaction.

Compensation of key management personnel:

	<u>For the Year Ended December 31</u>	
	2022	2021
Short-term employee benefits	\$ 316,161	\$ 339,879
Post-employment benefits	<u>1,290</u>	<u>1,141</u>
	<u>\$ 317,451</u>	<u>\$ 341,020</u>

Note: The terms of sales to and purchases from the related parties were based on agreements.

(Concluded)

TABLE 3**FAR EASTERN NEW CENTURY CORPORATION****RELATED-PARTY TRANSACTIONS
FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021
(In Thousands of New Taiwan Dollars)**

	December 31	
	2022	2021
Notes and accounts receivable		
Subsidiaries		
WWPI	\$ 2,542,001	\$ 1,731,885
Other subsidiaries	887,493	589,799
Associates	30,858	30,669
Other related parties	<u>82,427</u>	<u>69,059</u>
	<u>\$ 3,542,779</u>	<u>\$ 2,421,412</u>
Refundable deposits		
Subsidiaries		
Yuan Ding Co., Ltd.	\$ 33,251	\$ 33,251
Other subsidiaries	5,529	3,585
Associates	5,406	5,406
Other related parties		
Da Ju Fiber Co., Ltd.	<u>8,000</u>	<u>8,000</u>
	<u>\$ 52,186</u>	<u>\$ 50,242</u>
Notes and accounts payable to related parties		
Subsidiaries		
Oriental Petrochemical Corporation	\$ 924,942	\$ 876,872
Oriental Green Materials Ltd.	162,100	135,540
Far Eastern Ishizuka Green Pet Corporation (FIGP)	142,441	67,506
Other subsidiaries	22,951	144,580
Associates	55,159	103,155
Other related parties	<u>12,825</u>	<u>8,072</u>
	<u>\$ 1,320,418</u>	<u>\$ 1,335,725</u>
Deferred credit - gain on related-party transactions		
Sale of securities		
Subsidiaries		
Yuan Ding Investment Co., Ltd. (Note a)	\$ 30,256	\$ 30,256
Others subsidiary (Note b)	2,484	2,567
Other related parties (Note c)	2,579	2,579
Disposal of property, plant and equipment (Note d)		
Subsidiary		
Far Eastern Polytex (Vietnam) Ltd.	<u>9,189</u>	<u>10,023</u>
	<u>\$ 44,508</u>	<u>\$ 45,425</u>

(Continued)

Bank deposits and other financial assets

	<u>December 31</u>	
	<u>2022</u>	<u>2021</u>
Far Eastern International Bank	<u>\$ 789,924</u>	<u>\$ 800,183</u>

The Company had bank deposits and time deposits (accounting for other financial assets) in Far Eastern International Bank. The interest income was \$8,120 thousand and \$5,101 thousand for the years ended December 31, 2022 and 2021, respectively.

Financial assets (liabilities) at FVTPL - current

	<u>December 31</u>	
	<u>2022</u>	<u>2021</u>
Far Eastern International Bank	<u>\$ (14,398)</u>	<u>\$ 1,947</u>

The Company signed forward exchange contracts with Far Eastern International Bank. The (loss) gain of financial (liabilities) assets at FVTPL was \$88,666 thousand and \$34,868 thousand for the years ended December 31, 2022 and 2021, respectively.

Financing to related parties

There were no loans to related parties on December 31, 2022 and 2021.

The interest income from loans to subsidiaries was \$2,062 thousand for the years ended December 31, 2021.

In 2022 and 2021, the Company bought machinery and construction from subsidiaries for \$124,775 thousand and \$23,383 thousand, respectively. As of December 31, 2022 and 2021, the payables on these purchases had been paid.

In 2022 and 2021, the Company bought machinery, software equipment and construction from other related party for \$13,257 thousand and \$1,501 thousand. As of December 31, 2022 and 2021, the payables on these purchases had been paid.

In 2022, the Company sold other equipment to associates for \$1,815 thousand, and the Company recognized gain on disposal of other equipment of \$311 thousand.

In 2021, the Company sold machinery and equipment to subsidiaries Oriental Resources Development Co., Ltd. and Far Eastern Ishizuka Green Pet Corporation for \$184 thousand and \$2,245 thousand, respectively. And the Company recognized gain on disposal of machinery and equipment of \$4 thousand and \$138 thousand, respectively.

In 2022, the Company participated in the issuance of common stock for cash of associate, Far Eastern International Bank, and the investment amounted to \$100,639 thousand after the acquisition of the new shares; the Company reduced its controlling interest from 2.62% to 2.55% after the additional.

In 2022, the Company participated in the issuance of common stock for cash of subsidiaries, Far Eastern Investment (Holding) Ltd., Oriental Petrochemical Corporation, Ding Ding Hotel Co., Ltd. and Far Eastern Polytex (Holding) Ltd., according to its existing ownership percentage; the subscription amounts were \$8,325,100 thousand (or US\$260,000 thousand), \$2,266,745 thousand, \$7,391 thousand and \$345,300 (or US\$12,000 thousand), respectively.

(Continued)

In 2022, the Company purchased 100% of the shares of Far Eastern Apparel Co., Ltd., Far Eastern Fibertech Co., Ltd., Oriental Resources Development Co and Oriental Green Materials Ltd. from its subsidiary Yuan Ding Investment Corporation, and the amounts were \$181,416 thousand, \$1,380,326 thousand, \$140,127 thousand and \$825,569 thousand, respectively.

In 2021, the Company participated in the issuance of common stock for cash of subsidiaries, Far Eastern Investment (Holding) Ltd., Ding Ding Hotel Co., Far Eastern Textile Ltd., according to its existing ownership percentage; the amounts were \$1,955,422 thousand (or US\$70,000 thousand), \$7,391 thousand and \$12,000 thousand, respectively.

Note:

- a. In 1994, the Company sold the following shares to Yuan Ding Investment Corporation and recognized deferred incomes on these sales: Yu Yuan Investment Co., Ltd.'s shares for \$30,256 thousand.
- b. The deferred income was made by selling the shares of New Century InfoComm Tech Corporation to Yuan Cing Infocomm Tech Co., Ltd. in 2010 (dissolved on its merger with Far Eastone Telecommunication Co., Ltd. on March 1, 2011). The amortization is according to the difference of New Century InfoComm Tech Corporation's net assets between fair value and book value and durable service life on the selling date.
- c. The deferred income was made by selling the shares of Oriental Petrochemical Corporation to Yue Ding Industry Co., Ltd. in March 2008.
- d. The Company sold the production equipment to its subsidiary Far Eastern Polytex (Vietnam) Ltd. in 2017. The sales price was \$638,977 thousand and deferred the gain on disposal of equipment \$12,528 thousand (recognized as deferred credit - gain on related-party accounts), and amortized the deferred credit according to the useful lives for \$835 thousand and \$834 thousand, respectively in 2022 and 2021.
- e. The terms of sales to and purchases from the related parties were based on agreements.

(Concluded)

FAR EASTERN NEW CENTURY CORPORATION AND INVESTEES

FINANCING PROVIDED TO OTHERS
FOR THE YEAR ENDED DECEMBER 31, 2022
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

No.	Lender	Borrower	Financial Statement Account	Related Parties	Maximum Amounts Allowed for the Period	Amounts Allowed for Ending Period	Actual Borrowing Amount	Interest Rate (%)	Nature of Financing	Business Transaction Amounts	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower	Aggregate Financing Limits	Note
													Item	Value			
1	Yuan Ding Investment Co., Ltd.	Yuan Tong Investment Co., Ltd.	Receivables from related parties	Yes	\$ 1,500,000	\$ 1,500,000	\$ 470,000	0.9504-0.9823	2	\$ -	For revolving fund	\$ -	Promissory note	\$ -	\$ 4,361,147	\$ 21,805,737	Amounts allowed for ending period (Note B); maximum amounts allowed for the period (Note E)
		Kai Yuan International Investment Co., Ltd.	Receivables from related parties	Yes	1,100,000	1,100,000	340,000	0.9823	2	-	For revolving fund	-	Promissory note	-	4,361,147	21,805,737	Amounts allowed for ending period (Note B); maximum amounts allowed for the period (Note E)
		An Ho Garment Co., Ltd.	Receivables from related parties	Yes	600,000	600,000	100,000	0.9097-0.9823	2	-	For revolving fund	-	Promissory note	-	4,361,147	21,805,737	Amounts allowed for ending period (Note B); maximum amounts allowed for the period (Note E)
		Ding Yuan International Investment Co., Ltd.	Receivables from related parties	Yes	600,000	600,000	300,000	0.9097-0.9823	2	-	For revolving fund	-	Promissory note	-	4,361,147	21,805,737	Amounts allowed for ending period (Note B); maximum amounts allowed for the period (Note E)
		Yu Ding Industry Co., Ltd.	Receivables from related parties	Yes	1,000,000	1,000,000	800,000	0.9097-0.9823	2	-	For revolving fund	-	Promissory note	-	4,361,147	21,805,737	Amounts allowed for ending period (Note B); maximum amounts allowed for the period (Note E)
		Da Ju Fiber Co., Ltd.	Receivables from related parties	Yes	1,200,000	1,200,000	300,000	0.9097-0.9823	2	-	For revolving fund	-	Promissory note	-	4,361,147	21,805,737	Amounts allowed for ending period (Note B); maximum amounts allowed for the period (Note E)
		Far Eastern Resources Development Co., Ltd.	Receivables from related parties	Yes	2,300,000	2,300,000	-	-	2	-	For revolving fund	-	Promissory note	-	4,361,147	21,805,737	Amounts allowed for ending period (Note B); maximum amounts allowed for the period (Note E)
		Oriental Green Materials Ltd.	Receivables from related parties	Yes	400,000	-	-	-	2	-	For revolving fund	-	Promissory note	-	4,361,147	21,805,737	Amounts allowed for ending period (Note B); maximum amounts allowed for the period (Note E)
		Oriental Resources Development Ltd.	Receivables from related parties	Yes	50,000	-	-	-	2	-	For revolving fund	-	Promissory note	-	4,361,147	21,805,737	Amounts allowed for ending period (Note B); maximum amounts allowed for the period (Note E)
		Oriental Petrochemical (Taiwan) Corporation	Receivables from related parties	Yes	250,000	250,000	-	-	2	-	For revolving fund	-	Promissory note	-	4,361,147	21,805,737	Amounts allowed for ending period (Note B); maximum amounts allowed for the period (Note E)
2	Yuan Tong Investment Co., Ltd.	Far Eastern Apparel Co., Ltd.	Receivables from related parties	Yes	400,000	200,000	90,000	1.3596-1.5444	2	-	For revolving fund	-	Promissory note	-	916,217	4,581,086	Amounts allowed for ending period (Note B); maximum amounts allowed for the period (Note E)
3	New Century InfoComm Tech Co., Ltd.	Far EasTone Telecommunications Co., Ltd.	Receivables from related parties	Yes	1,800,000	1,800,000	1,800,000	0.7580-0.9120	1	2,036,483	Business transactions	-	-	-	2,036,483	12,509,927	Amounts allowed for ending period (Note K); maximum amounts allowed for the period (Note E)
		Far EasTone Telecommunications Co., Ltd.	Receivables from related parties	Yes	9,200,000	9,200,000	8,700,000	0.7573-1.3053	2	-	For revolving fund	-	-	-	10,007,942	12,509,927	Amounts allowed for ending period (Note D); maximum amounts allowed for the period (Note E)

(Continued)

No.	Lender	Borrower	Financial Statement Account	Related Parties	Maximum Amounts Allowed for the Period	Amounts Allowed for Ending Period	Actual Borrowing Amount	Interest Rate (%)	Nature of Financing	Business Transaction Amounts	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower	Aggregate Financing Limits	Note
													Item	Value			
4	Yuan Ding Co., Ltd.	Ding Ding Hotel Co., Ltd.	Receivables from related parties	Yes	\$ 600,000	\$ 600,000	\$ -	-	2	\$ -	For revolving fund	\$ -	Promissory note	\$ -	\$ 1,569,598	\$ 3,923,995	Amounts allowed for ending period (Note C); maximum amounts allowed for the period (Note E)
5	Far Eastern Investment (Holding) Ltd.	Far Eastern New Apparel (Vietnam) Ltd.	Receivables from affiliates	Yes	614,200	614,200	-	-	2	-	For revolving fund	-	Promissory note	-	20,496,895	61,490,684	Amounts allowed for ending period (Note E); maximum amounts allowed for the period (Note G)
		FILSYN Corporation	Receivables from affiliates	Yes	276,390	276,390	-	-	2	-	For revolving fund	-	Promissory note	-	16,397,516	16,397,516	Amounts allowed for ending period (Note D); maximum amounts allowed for the period (Note D)
		FYN Green PET Corporation	Receivables from affiliates	Yes	92,130	92,130	-	-	2	-	For revolving fund	-	Promissory note	-	16,397,516	16,397,516	Amounts allowed for ending period (Note D); maximum amounts allowed for the period (Note D)
6	Far Eastern Polytex (Holding) Ltd.	Sino Belgium (Holding) Limited	Receivables from affiliates	Yes	184,260	-	-	-	2	-	For revolving fund	-	Promissory note	-	3,869,766	3,869,766	Amounts allowed for ending period (Note D); maximum amounts allowed for the period (Note D)
7	FEDP (Holding) Ltd.	Sino Belgium (Holding) Limited	Receivables from affiliates	Yes	168,905	168,905	168,905	-	2	-	For revolving fund	-	Promissory note	-	620,378	620,378	Amounts allowed for ending period (Note D); maximum amounts allowed for the period (Note D)
8	APG Polytech USA Holdings, Inc.	Phoenix Technologies International, LLC	Receivables from affiliates	Yes	153,550	-	-	-	2	-	For revolving fund	-	Promissory note	-	10,455,441	31,366,324	Amounts allowed for ending period (Note E); maximum amounts allowed for the period (Note G)
9	Far Eastern Dyeing & Finishing (Suzhou) Ltd.	Oriental Industries (Suzhou) Ltd.	Other receivables - loans to related parties	Yes	2,600,720	2,600,720	2,380,320	2.37-2.61	2	-	For revolving fund	-	Promissory note	-	2,652,859	5,895,241	Amounts allowed for ending period (Note F); maximum amounts allowed for the period (Note H)
10	Far Eastern Apparel (Suzhou) Co., Ltd.	Oriental Industries (Suzhou) Ltd.	Other receivables - loans to related parties	Yes	1,317,992	1,102,000	533,368	2.20-2.60	2	-	For revolving fund	-	Promissory note	-	1,354,300	3,009,555	Amounts allowed for ending period (Note F); maximum amounts allowed for the period (Note H)
11	Far Eastern Industries (Suzhou) Ltd.	Oriental Industries (Suzhou) Ltd.	Other receivables - loans to related parties	Yes	559,816	495,768	495,768	2.20-2.60	2	-	For revolving fund	-	Promissory note	-	1,493,642	3,319,205	Amounts allowed for ending period (Note F); maximum amounts allowed for the period (Note H)
		Sino Belgium Beer (Suzhou) Ltd.	Other receivables - loans to related parties	Yes	793,440	793,440	781,230	2.20-2.60	2	-	For revolving fund	-	Promissory note	-	1,493,642	3,319,205	Amounts allowed for ending period (Note F); maximum amounts allowed for the period (Note H)
12	Oriental Industries (Suzhou) Ltd.	Far Eastern Innovation Apparel (Suzhou) Co., Ltd.	Other receivables - loans to related parties	Yes	220,400	220,400	-	-	2	-	For revolving fund	-	Promissory note	-	6,383,530	14,185,622	Amounts allowed for ending period (Note F); maximum amounts allowed for the period (Note H)
		Far Eastern Industries (Suzhou) Ltd.	Other receivables - loans to related parties	Yes	44,080	44,080	-	-	2	-	For revolving fund	-	Promissory note	-	6,383,530	14,185,622	Amounts allowed for ending period (Note F); maximum amounts allowed for the period (Note H)
		Far Eastern Industries (Wuxi) Ltd.	Other receivables - loans to related parties	Yes	220,400	220,400	-	2.61-2.76	2	-	For revolving fund	-	Promissory note	-	6,383,530	14,185,622	Amounts allowed for ending period (Note F); maximum amounts allowed for the period (Note H)

(Continued)

No.	Lender	Borrower	Financial Statement Account	Related Parties	Maximum Amounts Allowed for the Period	Amounts Allowed for Ending Period	Actual Borrowing Amount	Interest Rate (%)	Nature of Financing	Business Transaction Amounts	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower	Aggregate Financing Limits	Note
													Item	Value			
		Far Eastern Dyeing & Finishing (Suzhou) Ltd.	Other receivables - loans to related parties	Yes	\$ 220,400	\$ 220,400	\$ -	-	2	\$ -	For revolving fund	\$ -	Promissory note	\$ -	\$ 6,383,530	\$ 14,185,622	Amounts allowed for ending period (Note F); maximum amounts allowed for the period (Note H)
		Sino Belgium Beer (Suzhou) Ltd.	Other receivables - loans to related parties	Yes	44,080	44,080	533	2.61-2.76	2	-	For revolving fund	-	Promissory note	-	6,383,530	14,185,622	Amounts allowed for ending period (Note F); maximum amounts allowed for the period (Note H)
		Far Eastern Union Petrochemical (Yangzhou) Corporation	Other receivables - loans to related parties	Yes	1,278,320	1,278,320	1,278,320	2.75	2	-	For revolving fund	-	Promissory note	-	2,837,124	2,837,124	Amounts allowed for ending period (Note D); maximum amounts allowed for the period (Note D)
13	Far Eastern Industries (Wuxi) Ltd.	Oriental Industries (Suzhou) Ltd.	Other receivables - loans to related parties	Yes	220,400	220,400	53,302	2.20-2.32	2	-	For revolving fund	-	Promissory note	-	2,298,373	5,107,495	Amounts allowed for ending period (Note F); maximum amounts allowed for the period (Note H)
14	Suzhou An Ho Apparel Ltd.	Oriental Industries (Suzhou) Ltd.	Other receivables - loans to related parties	Yes	39,672	39,672	39,672	2.20-2.60	2	-	For revolving fund	-	Promissory note	-	52,444	116,542	Amounts allowed for ending period (Note F); maximum amounts allowed for the period (Note H)
15	Far Eastern Innovation Apparel (Suzhou) Co., Ltd.	Far Eastern Dyeing & Finishing (Suzhou) Ltd.	Other receivables - loans to related parties	Yes	176,320	176,320	176,320	2.20-2.60	2	-	For revolving fund	-	Promissory note	-	1,007,310	2,238,467	Amounts allowed for ending period (Note F); maximum amounts allowed for the period (Note H)
		Oriental Industries (Suzhou) Ltd.	Other receivables - loans to related parties	Yes	969,760	969,760	926,081	2.20-2.60	2	-	For revolving fund	-	Promissory note	-	1,007,310	2,238,467	Amounts allowed for ending period (Note F); maximum amounts allowed for the period (Note H)
16	Far Eastern Industries (Shanghai) Ltd.	Oriental Petrochemical (Shanghai) Corporation	Other receivables - loans to related parties	Yes	220,400	-	-	2.66-2.97	2	-	For revolving fund	-	Promissory note	-	4,351,986	4,351,986	Amounts allowed for ending period (Note D); maximum amounts allowed for the period (Note D); (Note L)
		Oriental Petrochemical (Shanghai) Corporation	Other receivables - loans to related parties	Yes	1,150,488	-	-	2.94-3.04	1	8,035,643	Business transactions	-	Promissory note	-	5,439,982	5,439,982	Amounts allowed for ending period (Note E); maximum amounts allowed for the period (Note E); (Note L)
		Far Eastern Union Petrochemical (Yangzhou) Corporation	Other receivables - loans to related parties	Yes	1,322,400	1,322,400	1,322,400	3.01-3.26	2	-	For revolving fund	-	Promissory note	-	4,351,986	4,351,986	Amounts allowed for ending period (Note D); maximum amounts allowed for the period (Note D)
17	Far Eastern New Century (China) Investment Co., Ltd.	Oriental Petrochemical (Shanghai) Corporation	Other receivables - loans to related parties	Yes	88,160	-	-	1.21	2	-	For revolving fund	-	Promissory note	-	1,451,851	1,451,851	Amounts allowed for ending period (Note D); maximum amounts allowed for the period (Note D); (Note L)
		Far Eastern Industries (Shanghai) Ltd.	Other receivables - loans to related parties	Yes	88,160	88,160	88,160	1.21	2	-	For revolving fund	-	Promissory note	-	9,074,070	12,703,698	Amounts allowed for ending period (Note I); maximum amounts allowed for the period (Note J)
18	Far Eastern Industries (Yangzhou) Ltd.	Oriental Industries (Suzhou) Ltd.	Other receivables - loans to related parties	Yes	308,560	308,560	308,560	2.5	2	-	For revolving fund	-	Promissory note	-	1,262,882	2,806,404	Amounts allowed for ending period (Note F); maximum amounts allowed for the period (Note H)
		Far Eastern Union Petrochemical (Yangzhou) Corporation	Other receivables - loans to related parties	Yes	528,960	528,960	528,960	2.5	2	-	For revolving fund	-	Promissory note	-	561,281	561,281	Amounts allowed for ending period (Note D); maximum amounts allowed for the period (Note D)

(Continued)

Notes: A. Reasons for financing are as follows:

1. Business relationship.
 2. For short-term financing.
- B. The limitation is 10% of the net value of the financier based on audited financial statements as of December 31, 2022.
- C. The limitation is 20% of the net value of the financier based on audited financial statements as of December 31, 2022.
- D. The limitation is 40% of the net value of the financier based on audited financial statements as of December 31, 2022.
- E. The limitation is 50% of the net value of the financier based on audited financial statements as of December 31, 2022.
- F. The limitation is 90% of the net value of the financier based on audited financial statements as of December 31, 2022.
- G. The limitation is 150% of the net value of the financier based on audited financial statements as of December 31, 2022.
- H. The limitation is 200% of the net value of the financier based on audited financial statements as of December 31, 2022.
- I. The limitation is 250% of the net value of the financier based on audited financial statements as of December 31, 2022.
- J. The limitation is 350% of the net value of the financier based on audited financial statements as of December 31, 2022.
- K. Where New Century InfoComm Tech Co., Ltd. (NCIC) provides loans for business transactions and short-term financing needs, the amount of loans is limited to 50% of NCIC's net worth. A) For business transactions: The individual loan amount should not exceed the business transaction amount between the two parties. The business transaction amounts refer to the estimated amount in the year, and the loan contract was signed or the prior year's actual transaction amount. B) For loans provided due to short-term financing needs, both the financing limit for each borrower and the aggregate financing limit should not exceed 40% of NCIC's net worth. The total amounts as mentioned previously are limited to 50% of NCIC's net worth.
- L. Oriental Petrochemical (Shanghai) Corporation is absorbed and merged by Far Eastern Industries (Shanghai) Ltd. on December 31, 2022; Far Eastern Industries (Shanghai) Ltd. was the surviving company, Oriental Petrochemical (Shanghai) Corporation was dissolved company.

(Concluded)

FAR EASTERN NEW CENTURY CORPORATION AND INVESTEEES

ENDORSEMENTS/GUARANTEES PROVIDED
FOR THE YEAR ENDED DECEMBER 31, 2022
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

No.	Endorser/Guarantor	Endorsee/Guarantee		Limits on Each Counterparty's Endorsement/Guarantee Amounts	Maximum Amounts Allowed for the Period	Outstanding Endorsement/Guarantee at the End of the Period	Actual Borrowing Amount	Amount Endorsed/Guaranteed by Collateral	Ratio of Accumulated Endorsements/Guarantees to Net Equity in Latest Financial Statements (%)	Aggregate Endorsement/Guarantee Limit	Endorsements/Guarantees Given by Parent on Behalf of Subsidiaries (Note L)	Endorsements/Guarantees Given by Subsidiaries on Behalf of Parent (Note L)	Endorsements/Guarantees Given on Behalf of Companies in Mainland China (Note L)	Note
		Name	Relationship											
1	Yuan Ding Investment Co., Ltd.	Da Ju Fiber Co., Ltd.	(Note A)	\$ 21,805,736	\$ 328,000	\$ 316,000	\$ 48,000	\$ -	0.72	\$ 43,611,473	-	-	-	Limits on each counterparty's endorsement/guarantee amounts (Note E); maximum amounts allowed for the period (Note F)
		APG Polytech, LLC	(Note B)	20,900,847	1,494,720	-	-	-	-	20,900,847	-	-	-	Limits on each counterparty's endorsement/guarantee amounts (Note G); maximum amounts allowed for the period (Note H)
		APG Polytech USA Holdings, Inc.	(Note B)	20,900,847	2,383,910	2,272,540	-	-	5.21	20,900,847	-	-	-	Limits on each counterparty's endorsement/guarantee amounts (Note G); maximum amounts allowed for the period (Note H)
		Phoenix Technologies International, LLC	(Note B)	20,900,847	1,932,900	1,842,600	1,205,736	-	4.23	20,900,847	-	-	-	Limits on each counterparty's endorsement/guarantee amounts (Note G); maximum amounts allowed for the period (Note H)
2	Far Eastern Resources Development Co., Ltd.	Far Eastern New Century Corporation	(Note C)	13,994,427	106,448	-	-	-	-	27,988,855	-	Yes	-	Limits on each counterparty's endorsement/guarantee amounts (Note E); maximum amounts allowed for the period (Note F)
3	Yuan Ding Co., Ltd.	Ding Ding Hotel Co., Ltd.	(Note D)	3,923,994	1,850,000	1,850,000	395,000	350,000	0.89	7,847,989	-	-	-	Limits on each counterparty's endorsement/guarantee amounts (Note E); maximum amounts allowed for the period (Note F)
		Ding Ding Integrated Marketing Service Co., Ltd.	(Note D)	3,923,994	200,000	-	-	-	-	7,847,989	-	-	-	Limits on each counterparty's endorsement/guarantee amounts (Note E); maximum amounts allowed for the period (Note F)
4	Far Eastern Investment (Holding) Ltd.	APG Polytech, LLC	(Note D)	104,504,239	1,617,193	1,541,642	527,389	-	0.74	209,008,478	-	-	-	Limits on each counterparty's endorsement/guarantee amounts (Note I); maximum amounts allowed for the period (Note J)
		APG Polytech USA Holdings, Inc.	(Note D)	104,504,239	6,667,431	6,355,946	204,733	-	3.04	209,008,478	-	-	-	Limits on each counterparty's endorsement/guarantee amounts (Note I); maximum amounts allowed for the period (Note J)
5	APG Polytech USA Holdings, Inc.	APG Polytech, LLC	(Note D)	104,504,239	64,430	61,420	15,678	-	0.03	209,008,478	-	-	-	Limits on each counterparty's endorsement/guarantee amounts (Note I); maximum amounts allowed for the period (Note J)

Notes: A. Companies that are endorsed and guaranteed by all capital shareholders based on their shareholding ratio due to a joint investment relationship.

B. Companies in which the Company directly or indirectly holds more than 90% of the voting shares.

C. Companies that directly and indirectly hold more than 50% of the voting rights in the Company.

D. Companies in which the Company directly or indirectly holds more than 50% of the voting shares.

E. The amount of the collateral/guarantees is based on 50% of the net value of the guarantor from the latest audited financial statements.

F. The amount of the collateral/guarantees is based on the net value of the guarantor from the latest audited financial statements.

G. The amount of the collateral/guarantees is based on the lower of 10% of the net value of the ultimate parent company, and 50% of the net value of Yuan Ding Investment Co., Ltd. from the latest audited financial statements.

H. The amount of the collateral/guarantees is based on the lower of 10% of the net value of the ultimate parent company, and the net value of Yuan Ding Investment Co., Ltd. from the latest audited financial statements.

I. The amount of the collateral/guarantees is based on 50% of the net value of the ultimate parent company from the latest audited financial statements.

J. The amount of the collateral/guarantees is based on the net value of the ultimate parent company from the latest audited financial statements.

K. The ratio of accumulated endorsements/guarantees to net equity in latest financial statements is calculated in accordance with Regulations Governing Loaning of Funds and Marketing of Endorsements/Guarantees by Public Companies.

L. There will be a "Yes" if the situation meets any with endorsement/guarantee given by parent on behalf of subsidiaries, endorsement/guarantee given by subsidiaries on behalf of parent and endorsement/guarantee given on behalf of companies in mainland China.

FAR EASTERN NEW CENTURY CORPORATION AND INVESTEEES

MARKETABLE SECURITIES HELD

DECEMBER 31, 2022

(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	December 31, 2022				Note
				Shares or Units (All Common Stock Unless Stated Otherwise) (Thousands)	Carrying Amount	Percentage of Ownership (%)	Market Value or Net Asset Value (Note H)	
Far Eastern New Century Corporation	Asia Cement Corporation	(Note A)	Investments accounted for using the equity method	750,511	\$ 20,370,209	21.17	\$ 30,770,964	19,900 thousand shares pledged or mortgaged as collateral for loans. (Note F)
	Far Eastern Department Stores Co., Ltd.	(Note A)	Investments accounted for using the equity method	241,770	5,137,442	17.06	5,198,049	
	Oriental Union Chemical Corporation	(Note A)	Investments accounted for using the equity method	81,216	1,018,610	9.17	1,510,618	
	Everest Textile Corporation	(Note A)	Investments accounted for using the equity method	108	1,214	0.02	767	
	Oriental Securities Corporation	(Note A)	Investments accounted for using the equity method	141,961	1,901,195	19.65	-	
	Pacific Liu Tong Investment Co., Ltd.	(Note A)	Investments accounted for using the equity method	135,000	2,088,859	16.83	-	
	Far Eastern International Bank	(Note A)	Investments accounted for using the equity method	103,816	1,341,657	2.55	1,141,981	
	Yuan Ding Investment Co., Ltd.	(Note A)	Investments accounted for using the equity method	1,822,822	43,004,479	99.40	-	
	Far Eastern Resources Development Co., Ltd.	(Note A)	Investments accounted for using the equity method	775,836	107,669,917	100.00	-	
	Far Eastern Polytex (Holding) Ltd.	(Note A)	Investments accounted for using the equity method	173	9,721,893	100.00	-	
	Far Eastern Polychem Industries Ltd.	(Note A)	Investments accounted for using the equity method	830,815	7,415,878	73.04	-	
	Yuan Tong Investment Co., Ltd.	(Note A)	Investments accounted for using the equity method	744,410	8,866,769	100.00	-	
	Kai Yuan International Investment Co., Ltd.	(Note A)	Investments accounted for using the equity method	371,671	5,647,439	100.00	-	
	Far Eastern Investment (Holding) Ltd.	(Note A)	Investments accounted for using the equity method	6,851	40,993,789	100.00	-	
	PET Far Eastern (Holding) Ltd.	(Note A)	Investments accounted for using the equity method	397	3,015,403	91.95	-	
	Oriental Petrochemical Corporation	(Note A)	Investments accounted for using the equity method	1,938,893	8,309,214	75.56	-	
	Far Eastern Construction Co., Ltd.	(Note A)	Investments accounted for using the equity method	270,412	10,521,112	65.11	-	
	Yuan Ding Co., Ltd.	(Note A)	Investments accounted for using the equity method	186,929	3,213,931	37.13	-	
	An Ho Garment Co., Ltd.	(Note A)	Investments accounted for using the equity method	76,629	2,179,991	100.00	-	
	Ding Yuan International Investment Co., Ltd.	(Note A)	Investments accounted for using the equity method	258,756	3,203,985	100.00	-	
	FEDP (Holding) Ltd.	(Note A)	Investments accounted for using the equity method	244	782,142	50.43	-	
	Fu Kwok Knitting & Garment Co., Ltd.	(Note A)	Investments accounted for using the equity method	4,000	299,154	100.00	-	
	Ding Ding Hotel Co., Ltd.	(Note A)	Investments accounted for using the equity method	769	11,369	0.74	-	
	Far Eastern Textile Ltd.	(Note A)	Investments accounted for using the equity method	1,300	14,055	100.00	-	
	FE Oriental Investment Holding (Singapore) Pte. Ltd.	(Note A)	Investments accounted for using the equity method	50	199,638	100.00	-	
	Far Eastern Apparel Co., Ltd.	(Note A)	Investments accounted for using the equity method	44,772	209,543	100.00	-	
	Far Eastern Fibertech Co., Ltd.	(Note A)	Investments accounted for using the equity method	91,000	1,285,633	100.00	-	
	Oriental Resources Development Co., Ltd.	(Note A)	Investments accounted for using the equity method	5,739	146,265	100.00	-	
Oriental Green Materials Ltd.	(Note A)	Investments accounted for using the equity method	66,116	776,543	100.00	-		
Yuan Ding Investment Co., Ltd.	Asia Cement Corporation	(Note A)	Investments accounted for using the equity method	54,202	2,341,329	1.53	2,222,262	8,807 thousand shares pledged or mortgaged as collateral for loans.
	Oriental Union Chemical Corporation	(Note A)	Investments accounted for using the equity method	70,818	1,064,257	8.00	1,317,209	
	Far Eastern Department Stores Co., Ltd.	(Note A)	Investments accounted for using the equity method	139,785	3,389,346	9.87	3,005,377	
	Everest Textile Corporation	(Note A)	Investments accounted for using the equity method	164,614	1,541,103	23.70	1,167,111	
	Far EasTone Telecommunications Co., Ltd.	(Note A)	Investments accounted for using the equity method	1,066,658	20,643,180	32.73	70,292,737	
	Far Eastern International Bank	(Note A)	Investments accounted for using the equity method	141,238	1,824,748	3.47	1,553,615	
	Far Eastern Polychem Industries Ltd.	(Note A)	Investments accounted for using the equity method	306,644	2,737,296	26.96	-	
	Far Eastern Apparel (Holding) Ltd.	(Note A)	Investments accounted for using the equity method	111	5,206,827	100.00	-	
	Da Ju Fiber Co., Ltd.	(Note A)	Investments accounted for using the equity method	74,886	2,755,803	41.86	-	
	Yuan Faun Co., Ltd.	(Note A)	Investments accounted for using the equity method	6,675	189,283	100.00	-	
	Yue Ming Corporation	(Note A)	Investments accounted for using the equity method	4,745	59,492	45.50	-	
	Yuan Ding Leasing Corporation	(Note A)	Investments accounted for using the equity method	36,706	400,020	46.20	-	
	Liquid Air Far East Co., Ltd.	(Note A)	Investments accounted for using the equity method	86,615	3,343,061	35.00	-	
	Freudenberg Far Eastern Spunweb Co., Ltd.	(Note A)	Investments accounted for using the equity method	33,003	553,169	29.80	-	

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	December 31, 2022				Note
				Shares or Units (All Common Stock Unless Stated Otherwise) (Thousands)	Carrying Amount	Percentage of Ownership (%)	Market Value or Net Asset Value (Note H)	
	Oriental Securities Corporation	(Note A)	Investments accounted for using the equity method	187,470	\$ 2,617,270	25.96	\$ -	31,600 thousand shares pledged or mortgaged as collateral for loans. 10,000 thousand shares pledged or mortgaged as collateral for loans.
	Yuan Ding Co., Ltd.	(Note A)	Investments accounted for using the equity method	64,759	1,122,624	12.86	-	
	Far Eastern International Leasing Corporation	(Note A)	Investments accounted for using the equity method	75,268	949,695	16.87	-	(Note F)
	Oriental Textile (Holding) Ltd.	(Note A)	Investments accounted for using the equity method	110	8,583,122	100.00	-	
	Pacific Liu Tong Investment Co., Ltd.	(Note A)	Investments accounted for using the equity method	119,653	1,765,241	14.92	-	
	Yu Yuan Investment Co., Ltd.	(Note A)	Investments accounted for using the equity method	98,198	1,021,379	18.96	-	
	Far Eastern General Contractor Inc.	(Note A)	Investments accounted for using the equity method	1,803	31,224	1.00	-	
	Oriental Petrochemical Corporation	(Note A)	Investments accounted for using the equity method	133,334	586,552	5.20	-	
	Chung Nan Textile Co., Ltd.	(Note L)	Financial asset at FVTOCI - non-current	2,985	110,619	5.27	110,619	
	Overseas Investment and Development Co., Ltd.	-	Financial asset at FVTOCI - non-current	1,000	8,530	1.11	8,530	
	Universal Venture Capital Investment Corporation	-	Financial asset at FVTOCI - non-current	1,400	10,990	1.16	10,990	
	China Investment and Development Co., Ltd.	(Note L)	Financial asset at FVTOCI - non-current	1,287	15,894	0.80	15,894	
	Taiwan Stock Exchange Corporation	-	Financial asset at FVTOCI - non-current	1,598	71,246	0.16	71,246	
	Oriental Securities Investment Consultant Co., Ltd.	(Note I)	Financial asset at FVTOCI - non-current	1	11	-	11	
	Dah Chung Bills Finance Corporation	-	Financial asset at FVTOCI - non-current	2,311	30,036	0.50	30,036	
	U-Ming Marine Transport Corporation	(Note B)	Financial asset at FVTOCI - non-current	8,869	431,033	1.05	431,033	
	Financial assets under asset management contracts (Note E)							
	Yuanta Daily CSI 300 Bull 2X ETF	-	Financial assets at fair value through profit or loss - current	440	6,807	-	6,807	
	Formosa Plastics Corporation	-	Financial assets at fair value through profit or loss - current	50	4,340	-	4,340	
	China General Plastics Corporation	-	Financial assets at fair value through profit or loss - current	55	1,452	-	1,452	
	Grand Pacific Petrochemical Corporation	-	Financial assets at fair value through profit or loss - current	282	5,316	-	5,316	
	Chung-Hsin Electric and Machinery Manufacturing Corp.	-	Financial assets at fair value through profit or loss - current	225	15,120	-	15,120	
	Fortune Electric Co., Ltd.	-	Financial assets at fair value through profit or loss - current	150	7,245	-	7,245	
	Walsin Lihwa Corporation	-	Financial assets at fair value through profit or loss - current	185	8,732	-	8,732	
	Panion & BF Biotech Inc.	-	Financial assets at fair value through profit or loss - current	35	6,265	-	6,265	
	Delta Electronics, Inc.	-	Financial assets at fair value through profit or loss - current	2	573	-	573	
	Hon Hai Precision Ind. Co., Ltd.	-	Financial assets at fair value through profit or loss - current	80	7,992	-	7,992	
	Micro-Star International Co., Ltd.	-	Financial assets at fair value through profit or loss - current	5	597	-	597	
	Via Technologies, Inc.	-	Financial assets at fair value through profit or loss - current	145	9,759	-	9,759	
	Nanya Technology Corporation	-	Financial assets at fair value through profit or loss - current	25	1,280	-	1,280	
	Evergreen Marine Corp.	-	Financial assets at fair value through profit or loss - current	5	815	-	815	
	Asia Vital Components Co., Ltd.	-	Financial assets at fair value through profit or loss - current	45	5,040	-	5,040	
	Taiwan Semiconductor Co., Ltd.	-	Financial assets at fair value through profit or loss - current	100	7,420	-	7,420	
	Waffer Technology Corporation	-	Financial assets at fair value through profit or loss - current	250	8,725	-	8,725	
	Oriental Petrochemical Corporation 2020 First Term Unsecured Privately Placed Corporate Bonds	(Note A)	Financial assets measured at amortized cost - non-current	0.03	3,000,000	-	-	
Far Eastern Investment (Holding) Ltd.	Filsyn Corporation	(Note A)	Investments accounted for using the equity method	45,066	-	21.85	-	
	PET Far Eastern (M) Sdn. Bhd.	(Note A)	Investments accounted for using the equity method	Common stock5,000 Preferred stock3,000	148,978	50.00	-	
	Com2B	(Note A)	Investments accounted for using the equity method	9,000	-	20.00	-	
	Far Eastern Apparel (Vietnam) Ltd.	(Note A)	Investments accounted for using the equity method	(Note G)	1,175,368	100.00	-	
	Worldwide Polychem (HK) Ltd.	(Note A)	Investments accounted for using the equity method	2,700	80,098	100.00	-	
	Opas Fund Segregated Portfolio Company	(Note A)	Investments accounted for using the equity method	(Note G)	1,739	34.00	-	
	Far Eastern Polytex (Vietnam) Ltd.	(Note A)	Investments accounted for using the equity method	(Note G)	14,349,714	100.00	-	
	Far Eastern New Apparel (Vietnam) Ltd.	(Note A)	Investments accounted for using the equity method	(Note G)	443,278	100.00	-	

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	December 31, 2022				Note
				Shares or Units (All Common Stock Unless Stated Otherwise) (Thousands)	Carrying Amount	Percentage of Ownership (%)	Market Value or Net Asset Value (Note H)	
	Magna View Sdn. Bhd.	(Note A)	Investments accounted for using the equity method	3,000	\$ 149,429	100.00	\$ -	
	Malaysia Garment Manufactures Pte. Ltd.	(Note A)	Investments accounted for using the equity method	30	488,545	37.92	-	
	Drive Catalyst SPC	(Note A)	Investments accounted for using the equity method	(Note G) 539	539	34.00	-	
	APG Polytech USA Holdings, Inc.	(Note A)	Investments accounted for using the equity method	6	20,910,883	100.00	-	
	Drive Catalyst SPC-SP Tranche One	(Note A)	Investments accounted for using the equity method	4	137,086	25.00	-	
	Drive Catalyst SPC-SP Tranche Three	(Note A)	Investments accounted for using the equity method	8	249,104	25.00	-	
	Drive Catalyst SPC-SP Tranche Two	(Note A)	Investments accounted for using the equity method	8	254,508	25.00	-	
	Far Eastern International Garments	(Note A)	Other non-current liabilities	59	(12,650)	41.00	-	
	Cemtex Apparel Inc.	(Note A)	Other non-current liabilities	90	(11,738)	50.00	-	
	Opas Fund Segregated Portfolio Tranche A	(Note K)	Financial assets at fair value through profit or loss - current	4	134,076	-	134,076	
	Opas Fund Segregated Portfolio Tranche B	(Note K)	Financial assets at fair value through profit or loss - current	5	151,970	-	151,970	
	Opas Fund Segregated Portfolio Tranche C	(Note K)	Financial assets at fair value through profit or loss - current	5	266,617	-	266,617	
APG Polytech USA Holdings, Inc.	Corpus Christi Polymers LLC	(Note N)	Investments accounted for using the equity method	(Note G)	14,116,324	33.33	-	
	APG Polytech, LLC	(Note A)	Investments accounted for using the equity method	(Note G)	6,176,612	100.00	-	
	Phoenix Technologies International, LLC	(Note A)	Investments accounted for using the equity method	(Note G)	412,638	100.00	-	
Magna View Sdn. Bhd.	PET Far Eastern (M) Sdn. Bhd.	(Note A)	Investments accounted for using the equity method	Common stock5,000 Preferred stock3,000	148,978	50.00	-	
Ding Yuan International Investment Co., Ltd.	Asia Cement Corporation	(Note A)	Investments accounted for using the equity method	12,369	482,067	0.35	507,117	
	Far Eastern Department Stores Co., Ltd.	(Note A)	Investments accounted for using the equity method	11,983	281,952	0.85	257,635	
	Everest Textile Corporation	(Note A)	Investments accounted for using the equity method	6,447	64,172	0.93	45,709	
	Oriental Union Chemical Corporation	(Note A)	Investments accounted for using the equity method	27,365	579,415	3.09	508,998	
	Far EasTone Telecommunications Co., Ltd.	(Note A)	Investments accounted for using the equity method	920	40,194	0.03	60,605	
	Pacific Liu Tong Investment Co., Ltd.	(Note A)	Investments accounted for using the equity method	18,000	260,023	2.24	-	(Note F)
	Yu Ding Industry Co., Ltd.	(Note A)	Investments accounted for using the equity method	17,121	490,519	13.20	-	
	Far Eastern International Bank	(Note A)	Investments accounted for using the equity method	104,951	1,355,147	2.58	1,154,456	5,000 thousand shares pledged or mortgaged as collateral for loans.
	U-Ming Marine Transport Corporation	(Note C)	Financial asset at FVTOCI - non-current	1,684	81,842	0.20	81,842	
Kai Yuan International Investment Co., Ltd.	Asia Cement Corporation	(Note A)	Investments accounted for using the equity method	25,312	1,035,279	0.71	1,037,812	
	Far EasTone Telecommunications Co., Ltd.	(Note A)	Investments accounted for using the equity method	35,558	1,089,670	1.09	2,343,274	13,950 thousand shares pledged or mortgaged as collateral for loans.
	Everest Textile Corporation	(Note A)	Investments accounted for using the equity method	4,211	46,086	0.61	29,856	
	Oriental Union Chemical Corporation	(Note A)	Investments accounted for using the equity method	32,474	567,643	3.67	604,020	
	Far Eastern Department Stores Co., Ltd.	(Note A)	Investments accounted for using the equity method	20,672	602,281	1.46	444,452	
	Kowloon Cement Corporation	(Note A)	Investments accounted for using the equity method	1,127	490,895	49.00	-	
	Far Eastern International Leasing Corporation	(Note A)	Investments accounted for using the equity method	74,970	950,626	16.80	-	
	Pacific Liu Tong Investment Co., Ltd.	(Note A)	Investments accounted for using the equity method	18,000	260,225	2.24	-	(Note F)
	Far Eastern International Bank	(Note A)	Investments accounted for using the equity method	127,414	1,645,815	3.13	1,401,558	
	U-Ming Marine Transport Corporation	(Note C)	Financial asset at FVTOCI - non-current	1,425	69,255	0.17	69,255	
Far Eastern Polychem Industries Ltd.	Far Eastern Industries (Shanghai) Ltd.	(Note A)	Investments accounted for using the equity method	(Note G)	7,074,153	65.02	-	
	PET Far Eastern (Holding) Ltd.	(Note A)	Investments accounted for using the equity method	35	263,991	8.05	-	
	FEDP (Holding) Ltd.	(Note A)	Investments accounted for using the equity method	240	768,804	49.57	-	
	Far Eastern Industries (Yangzhou) Ltd.	(Note A)	Investments accounted for using the equity method	(Note G)	1,403,202	100.00	-	
	Far Eastern Ishizuka Green Pet Corporation	(Note A)	Investments accounted for using the equity method	3,578	1,612,792	90.00	-	
	Nippon Parison Co., Ltd.	-	Financial asset at FVTOCI - non-current	4	137,163	10.00	137,163	
Far Eastern Construction Co., Ltd.	Asia Cement Corporation	(Note A)	Investments accounted for using the equity method	17,726	632,111	0.50	726,771	
	Far Eastern General Contractor Inc.	(Note A)	Investments accounted for using the equity method	178,370	2,874,769	98.95	-	
	U-Ming Marine Transport Corporation	(Note C)	Financial asset at FVTOCI - current	1,590	77,264	0.19	77,264	

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	December 31, 2022				Note
				Shares or Units (All Common Stock Unless Stated Otherwise) (Thousands)	Carrying Amount	Percentage of Ownership (%)	Market Value or Net Asset Value (Note H)	
Far Eastern Apparel (Holding) Ltd.	Far Eastern Apparel (Suzhou) Co., Ltd.	(Note A)	Investments accounted for using the equity method	(Note G)	\$ 578,737	38.46	\$ -	
	Far Eastern Dyeing & Finishing (Suzhou) Ltd.	(Note A)	Investments accounted for using the equity method	(Note G)	2,947,621	100.00	-	
	Far Eastern Innovation Apparel (Suzhou) Co., Ltd.	(Note A)	Investments accounted for using the equity method	(Note G)	1,119,233	100.00	-	
	Far Eastern Innovation Apparel (Anhui) Co., Ltd.	(Note A)	Investments accounted for using the equity method	(Note G)	15,547	38.46	-	
	Opas Fund Segregated Portfolio Tranche B	(Note K)	Financial assets at fair value through profit or loss - current	4	118,464	-	118,464	
	Opas Fund Segregated Portfolio Tranche C	(Note K)	Financial assets at fair value through profit or loss - current	4	219,542	-	219,542	
Far Eastern Apparel Co., Ltd.	Asia Cement Corporation	(Note A)	Investments accounted for using the equity method	469	16,864	0.01	19,229	
	Far EasTone Telecommunications Co., Ltd.	(Note A)	Investments accounted for using the equity method	90	5,916	-	5,931	
	Yu Ding Industry Co., Ltd.	(Note A)	Investments accounted for using the equity method	11	179	0.01	-	
Far Eastern General Contractor Inc.	Far Eastern Technical Consultants Co., Ltd.	(Note A)	Investments accounted for using the equity method	450	7,473	9.00	-	
	U-Ming Marine Transport Corporation	(Note C)	Financial asset at FVTOCI - current	746	36,279	0.09	36,279	
	Kaohsiung Rapid Transit Corporation	(Note K)	Financial asset at FVTOCI - non-current	9,687	52,020	3.48	52,020	
	Ya-Li Precast Prestressed Concrete Industries Corporation	(Note J)	Financial asset at FVTOCI - non-current	3,106	23,758	16.03	23,758	
	Jih Sun Money Market	-	Financial assets at fair value through profit or loss - current	1,484	22,365	-	22,365	
	CTBC Hwa-Win Money Market Fund	-	Financial assets at fair value through profit or loss - current	32,225	360,229	-	360,229	
	Capital Money Market Fund	-	Financial assets at fair value through profit or loss - current	13,620	223,158	-	223,158	
	Hwa Nan Phoenix Money Market Fund	-	Financial assets at fair value through profit or loss - current	9,367	154,746	-	154,746	
	Taiwan Cooperative Money Market Funds	-	Financial assets at fair value through profit or loss - current	5,289	54,475	-	54,475	
	Union Securities Money Market Funds	-	Financial assets at fair value through profit or loss - current	16,298	218,657	-	218,657	
	Hwa Nan Kylin Money Market Fund	-	Financial assets at fair value through profit or loss - current	9,405	114,331	-	114,331	
Malaysia Garment Manufactures Pte. Ltd.	Filsyn Corporation	(Note A)	Investments accounted for using the equity method	20,513	-	9.95	-	
	Arpeggio International Resources Corporation	(Note A)	Investments accounted for using the equity method	(Note G)	-	40.00	-	
	PT Malaysia Garment Bintan	(Note A)	Other non-current liabilities	(Note G)	(37)	99.00	-	
An Ho Garment Co., Ltd.	Far EasTone Telecommunications Co., Ltd.	(Note A)	Investments accounted for using the equity method	40,818	967,479	1.25	2,689,879	8,200 thousand shares pledged or mortgaged as collateral for loans.
	Asia Cement Corporation	(Note A)	Investments accounted for using the equity method	6,094	263,751	0.17	249,841	
	Oriental Union Chemical Corporation	(Note A)	Investments accounted for using the equity method	11,204	225,287	1.26	208,394	
	Far Eastern Department Stores Co., Ltd.	(Note A)	Investments accounted for using the equity method	370	12,140	0.03	7,951	
	Oriental Securities Corporation	(Note A)	Investments accounted for using the equity method	8,774	111,818	1.21	-	
	Yu Ding Industry Co., Ltd.	(Note A)	Investments accounted for using the equity method	20,324	483,808	15.66	-	
	Pacific Liu Tong Investment Co., Ltd.	(Note A)	Investments accounted for using the equity method	9,681	145,310	1.21	-	
	Yuan Ding Investment Co., Ltd.	(Note A)	Investments accounted for using the equity method	5,502	173,491	0.30	-	
	Far Eastern International Bank	(Note A)	Investments accounted for using the equity method	26,134	337,981	0.64	287,478	
Yuan Faun Co., Ltd.	Yuan Cheng Human Resources Consultant Corporation	(Note A)	Investments accounted for using the equity method	745	12,099	55.19	-	
	Far Eastern International Bank	(Note A)	Investments accounted for using the equity method	5,538	71,582	0.14	60,917	
	Yi Tong Fiber Co., Ltd.	-	Financial asset at FVTOCI - non-current	1,577	65,569	3.56	65,569	
Fu Kwok Knitting & Garment Co., Ltd.	Far EasTone Telecommunications Co., Ltd.	(Note A)	Investments accounted for using the equity method	520	18,398	0.02	34,268	
Yuan Tong Investment Co., Ltd.	Far EasTone Telecommunications Co., Ltd.	(Note A)	Investments accounted for using the equity method	100,237	2,549,498	3.08	6,605,620	29,700 thousand shares pledged or mortgaged as collateral for loans.
	Far Eastern Department Stores Co., Ltd.	(Note A)	Investments accounted for using the equity method	79,250	2,248,412	5.59	1,703,865	
	Everest Textile Corporation	(Note A)	Investments accounted for using the equity method	6,460	69,805	0.93	45,804	
	Oriental Union Chemical Corporation	(Note A)	Investments accounted for using the equity method	49,905	1,527,923	5.63	928,240	
	Asia Cement Corporation	(Note A)	Investments accounted for using the equity method	32,465	1,386,108	0.92	1,331,081	
	Pacific Liu Tong Investment Co., Ltd.	(Note A)	Investments accounted for using the equity method	18,000	259,026	2.24	-	
	Far Eastern Electronic Toll Collection Co., Ltd.	(Note A)	Investments accounted for using the equity method	35,934	610,091	11.98	-	
	Liquid Air Far East Co., Ltd.	(Note A)	Investments accounted for using the equity method	1	48	-	-	
	Sino Belgium (Holding) Ltd.	(Note A)	Other non-current liabilities	36	(835,147)	90.88	-	

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	December 31, 2022				Note
				Shares or Units (All Common Stock Unless Stated Otherwise) (Thousands)	Carrying Amount	Percentage of Ownership (%)	Market Value or Net Asset Value (Note H)	
	Freudenberg Far Eastern Spunweb Co., Ltd.	(Note A)	Investments accounted for using the equity method	3	\$ 51	-	\$ -	
	Malaysia Garment Manufactures Pte. Ltd.	(Note A)	Investments accounted for using the equity method	10	167,486	13.00	-	
	Far Eastern International Bank	(Note A)	Investments accounted for using the equity method	127,159	1,641,959	3.12	1,398,753	
	Ding Shen Investment Co., Ltd.	(Note M)	Financial asset at FVTOCI - non-current	40,329	309,724	18.00	309,724	
	Bockhold N.V - stock	-	Financial asset at FVTOCI - non-current	1	269,220	12.51	269,220	
	Financial assets under asset management contracts (Note E)							
	Yuanta Daily CSI 300 Bull 2X ETF	-	Financial assets at fair value through profit or loss - current	400	6,188	-	6,188	
	Formosa Plastics Corporation	-	Financial assets at fair value through profit or loss - current	30	2,604	-	2,604	
	China General Plastics Corporation	-	Financial assets at fair value through profit or loss - current	90	2,376	-	2,376	
	Chung-Hsin Electric and Machinery Manufacturing Corp.	-	Financial assets at fair value through profit or loss - current	130	8,736	-	8,736	
	Fortune Electric Co., Ltd	-	Financial assets at fair value through profit or loss - current	100	4,830	-	4,830	
	Walsin Lihwa Corporation	-	Financial assets at fair value through profit or loss - current	95	4,484	-	4,484	
	Panion & Bf Biotech Inc.	-	Financial assets at fair value through profit or loss - current	40	7,160	-	7,160	
	Hon Hai Precision Ind. Co., Ltd.	-	Financial assets at fair value through profit or loss - current	50	4,995	-	4,995	
	Via Technologies, Inc.	-	Financial assets at fair value through profit or loss - current	90	6,057	-	6,057	
	Asia Vital Components Co., Ltd.	-	Financial assets at fair value through profit or loss - current	40	4,480	-	4,480	
	Taiwan Mobile Co., Ltd.	-	Financial assets at fair value through profit or loss - current	66	6,250	-	6,250	
	Waffer Technology Corporation	-	Financial assets at fair value through profit or loss - current	150	5,235	-	5,235	
	Century Iron And Steel Industrial Co., Ltd.	-	Financial assets at fair value through profit or loss - current	59	5,227	-	5,227	
Far Eastern Apparel (Suzhou) Co., Ltd.	Suzhou An Ho Apparel Ltd.	(Note A)	Investments accounted for using the equity method	(Note G)	58,271	100.00	-	
PET Far Eastern (Holding) Ltd.	Far Eastern Industries (Shanghai) Ltd.	(Note A)	Investments accounted for using the equity method	(Note G)	1,537,339	14.13	-	
	Far Eastern Union Petrochemical (Yangzhou) Corporation	(Note A)	Investments accounted for using the equity method	(Note G)	2,303,096	44.20	-	
Oriental Textile (Holding) Ltd.	Far Eastern Industries (Wuxi) Ltd.	(Note A)	Investments accounted for using the equity method	(Note G)	2,553,747	100.00	-	
	Oriental Industries (Suzhou) Ltd.	(Note A)	Investments accounted for using the equity method	(Note G)	7,092,811	100.00	-	
	Opas Fund Segregated Portfolio Tranche A	(Note K)	Financial assets at fair value through profit or loss - current	8	280,945	-	280,945	
	Opas Fund Segregated Portfolio Tranche C	(Note K)	Financial assets at fair value through profit or loss - current	5	309,267	-	309,267	
FEDP (Holding) Ltd.	Far Eastern Industries (Suzhou) Ltd.	(Note A)	Investments accounted for using the equity method	(Note G)	1,322,793	100.00	-	
FE Oriental Investment Holding (Singapore) Pte. Ltd.	FE New Century Industrial (Singapore) Pte. Ltd.	(Note A)	Investments accounted for using the equity method	49	197,585	100.00	-	
	Oriental Investment Holding (Netherlands) B.V.	(Note A)	Investments accounted for using the equity method	-	-	100.00	-	(Note O)
	FE Green PET (M) Sdn. Bhd.	(Note A)	Investments accounted for using the equity method	-	-	100.00	-	(Note S)
	FYN Green PET Corporation	(Note A)	Prepayments for investments (included in other non-current assets)	-	138,195	8.26	-	(Note Q)
Oriental Investment Holding (Netherlands) B.V.	Oriental Martens (Netherlands) B.V.	(Note A)	Investments accounted for using the equity method	-	-	100.00	-	(Note P)
Far Eastern Polytex (Holding) Ltd.	Wuhan Far Eastern New Material Ltd.	(Note A)	Investments accounted for using the equity method	(Note G)	972,879	100.00	-	
	Far Eastern Apparel (Suzhou) Co., Ltd.	(Note A)	Investments accounted for using the equity method	(Note G)	926,040	61.54	-	
	Far Eastern New Century (China) Investment Co., Ltd.	(Note A)	Investments accounted for using the equity method	(Note G)	3,629,628	100.00	-	
	Far Eastern Yihua Petrochemical (Yangzhou) Corporation	(Note A)	Investments accounted for using the equity method	(Note G)	4,220,256	60.00	-	
	Far Eastern Innovation Apparel (Anhui) Co., Ltd.	(Note A)	Investments accounted for using the equity method	(Note G)	24,876	61.54	-	
Far Eastern New Century (China) Investment Co., Ltd.	Far Eastern Industries (Shanghai) Ltd.	(Note A)	Investments accounted for using the equity method	(Note G)	1,183,740	10.88	-	
	Shanghai Yuan Zi Information Technology Co., Ltd.	(Note A)	Investments accounted for using the equity method	(Note G)	59,417	100.00	-	
	Yuan Ding Enterprise (Shanghai) Limited	(Note A)	Investments accounted for using the equity method	(Note G)	2,681,696	40.00	-	

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	December 31, 2022				Note
				Shares or Units (All Common Stock Unless Stated Otherwise) (Thousands)	Carrying Amount	Percentage of Ownership (%)	Market Value or Net Asset Value (Note H)	
Sino Belgium (Holding) Ltd.	Sino Belgium Beer (Suzhou) Ltd. Martens Beers (Shanghai) Ltd.	(Note A) (Note A)	Other non-current liabilities Investments accounted for using the equity method	(Note G) (Note G)	\$ (766,054) 12,926	100.00 100.00	\$ - -	
Oriental Petrochemical (Shanghai) Corporation	Shanghai Far Eastern Petrochemical Logistic Corporation	(Note A)	Investments accounted for using the equity method	(Note G)	158,807	100.00	-	
Far Eastern Industries (Yangzhou) Ltd.	Harvest Money Market A	-	Financial assets at fair value through profit or loss - current	-	-	-	-	
Far Eastern Yihua Petrochemical (Yangzhou) Corporation	Harvest Money Market A	-	Financial assets at fair value through profit or loss - current	578,291	2,549,108	-	2,549,108	
Yuan Ding Co., Ltd.	YDT Technology International Co., Ltd. Ding Ding Integrated Marketing Service Co., Ltd. Far Eastern Technical Consultants Co., Ltd. YDC (Virgin Islands) Ltd. FET Consulting Engineers Co., Ltd. Asia Cement Corporation Far Eastone Telecommunications Co., Ltd. Yu Yuan Investment Co., Ltd.	(Note A) (Note A) (Note A) (Note A) (Note A) (Note A) (Note A) (Note A)	Investments accounted for using the equity method Investments accounted for using the equity method	13,992 21,787 4,550 (Note G) 10,400 2,500 5,329 4,164 129,637	264,671 109,476 74,354 10,400 44,444 220,156 102,885 2,135,231	100.00 60.00 91.00 17.70 100.00 0.15 0.13 25.02	- - - - - 218,474 274,375 -	119,000 thousand shares pledged or mortgaged as collateral for loans.
	Yue Ming Corporation Yu Ding Industry Co., Ltd. FEDS Asia Pacific Development Co., Ltd.	(Note A) (Note A) (Note A)	Investments accounted for using the equity method Investments accounted for using the equity method Investments accounted for using the equity method	104 3,363 10,650	502 79,642 138,458	1.00 2.59 5.00	- - -	10,236 thousand shares pledged or mortgaged as collateral for loans.
	Far Eastern Electronic Toll Collection Co., Ltd. Far Eastern International Bank Yuan Hsin Digital Payment Co., Ltd. Ding Ding Hotel Co., Ltd. Far Eastern New Century Corporation	(Note A) (Note A) (Note A) (Note A) (Note D)	Investments accounted for using the equity method Investments accounted for using the equity method Investments accounted for using the equity method Investments accounted for using the equity method Financial assets at fair value through profit or loss - current	44,796 9,880 11,052 102,509 779	755,027 127,911 39,340 572,641 24,862	14.93 0.24 16.22 98.52 -	- 108,676 - - 24,862	
Ding Ding Integrated Marketing Service Co., Ltd.	Yuanshi Digital Technology Co., Ltd. DDIM (Virgin Islands) Ltd. Pacific SOGO Department Stores Co., Ltd.	(Note A) (Note A) (Note J)	Investments accounted for using the equity method Investments accounted for using the equity method Financial asset at FVTOCI - non-current	21,180 (Note G) 1	75,382 17,946 38	31.08 46.13 -	- - 38	
Far Eastern Technical Consultants Co., Ltd.	Cosmos Foreign Exchange Intl. Co., Ltd.	-	Financial asset at FVTOCI - non-current	480	8,837	4.00	8,837	
FET Consulting Engineers Co., Ltd.	DDIM (Virgin Islands) Ltd.	(Note A)	Investments accounted for using the equity method	(Note G)	20,958	53.87	-	
YDC (Virgin Islands) Ltd.	Yuan Ding Integrated Information Service (Shanghai) Inc. Speedy (Shanghai) digital Tech. Co., Ltd.	(Note A) (Note A)	Investments accounted for using the equity method Investments accounted for using the equity method	(Note G) (Note G)	179 36,889	0.46 100.00	- -	
DDIM (Virgin Islands) Ltd.	Yuan Ding Integrated Information Service (Shanghai) Inc.	(Note A)	Investments accounted for using the equity method	(Note G)	38,809	99.54	-	
YDT Technology International Co., Ltd.	Everest Textile Corporation Far Eastern Department Stores Co., Ltd. Asia Cement Corporation YDC (Virgin Islands) Ltd. Far Eastern International Bank Oriental Securities Investment Consultant Co., Ltd.	(Note A) (Note A) (Note A) (Note A) (Note A) (Note J)	Investments accounted for using the equity method Investments accounted for using the equity method Financial asset at FVTOCI - non-current	101 2,764 61 (Note G) 48,358 3,474 1	866 99,760 2,486 48,358 45,250 11	0.01 0.20 - 82.30 0.09 -	715 59,423 2,482 - 38,217 11	

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	December 31, 2022				Note
				Shares or Units (All Common Stock Unless Stated Otherwise) (Thousands)	Carrying Amount	Percentage of Ownership (%)	Market Value or Net Asset Value (Note H)	
Far Eastern Electronic Toll Collection Co., Ltd.	FETC International Co., Ltd. Millerful No.1 REIT Subordinated perpetual corporate bonds of Cathy Life Insurance Co., Ltd.	(Note A)	Other non-current liabilities	20,000	\$ (12,730)	100.00	\$ -	5,000 thousand shares pledged or mortgaged as collateral for loans.
		-	Financial asset at FVTOCI - non-current	47,010	486,559	-	486,559	
		-	Financial assets at amortized cost - non-current	5,000	500,000	-	-	
FETC International Co., Ltd.	FETC International (Thailand) Co., Ltd. FETC International (Malaysia) Co., Ltd.	(Note A)	Investments accounted for using the equity method	8,200	87,910	100.00	-	(Note R)
		(Note A)	Investments accounted for using the equity method	-	-	100.00	-	
Far EasTone Telecommunications Co., Ltd.	New Century InfoComm Tech Co., Ltd. ARCOA Communication Co., Ltd. KGEx.com Co., Ltd. Yuanshi Digital Technology Co., Ltd. Yuan Cing Co., Ltd. Far Eastern Info Service (Holding) Ltd. IDEAWORKS Entertainment Co., Ltd. Far EasTone Property Insurance Agent Co., Ltd. Far Eastern Electronic Toll Collection Co., Ltd. Ding Ding Integrated Marketing Service Co., Ltd. Yuan Hsin Digital Payment Co., Ltd. App Works Fund II Co., Ltd. CDIB Capital Innovation Accelerator Co., Ltd. LINE Bank Taiwan Limited LI TV (Taiwan) Inc Asia Pacific Telecom Co., Ltd.	(Note A)	Investments accounted for using the equity method	2,100,000	26,433,250	100.00	-	
		(Note A)	Investments accounted for using the equity method	82,762	686,655	61.63	-	
		(Note A)	Investments accounted for using the equity method	68,897	910,643	99.99	-	
		(Note A)	Other non-current liabilities	10,821	(445,664)	96.18	-	
		(Note A)	Investments accounted for using the equity method	2,000	46,262	100.00	-	
		(Note A)	Investments accounted for using the equity method	1	5,433	100.00	-	
		(Note A)	Investments accounted for using the equity method	4,125	37,542	50.00	-	
		(Note A)	Investments accounted for using the equity method	500	94,297	100.00	-	
		(Note A)	Investments accounted for using the equity method	118,251	1,481,494	39.42	-	
		(Note A)	Investments accounted for using the equity method	5,447	27,210	15.00	-	
		(Note A)	Investments accounted for using the equity method	12,342	34,622	18.11	-	
		(Note L)	Financial asset at FVTOCI - non-current	5,355	52,105	11.11	52,105	
		(Note L)	Financial asset at FVTOCI - non-current	9,000	149,228	10.71	149,228	
		-	Financial asset at FVTOCI - non-current	37,500	334,236	2.50	334,236	
		-	Financial asset at FVTOCI - non-current	1,250	21,043	2.50	21,043	
-	Financial asset at FVTOCI - non-current	500,000	3,050,000	11.58	3,050,000			
ARCOA Communication Co., Ltd.	DataExpress Infotech Co., Ltd. THI consultants Web Point Co., Ltd.	(Note A)	Investments accounted for using the equity method	17,043	309,813	70.00	-	
		(Note L)	Financial asset at FVTOCI - non-current	1,214	12,190	18.32	12,190	
		-	Financial asset at FVTOCI - non-current	161	1,618	0.63	1,618	
New Century InfoComm Tech Co., Ltd.	New Diligent Co., Ltd. Information Security Service Digital United Inc. Digital United (Cayman) Ltd. Yuanshi Digital Technology Co., Ltd. Ding Ding Integrated Marketing Service Co., Ltd. Prime EcoPower Co., Ltd. Drive Catalyst SPC-SP Tranche One Drive Catalyst SPC-SP Tranche Two Drive Catalyst SPC-SP Tranche Three Nextlink Technology Co., Ltd. Ju An Long-Age Co., Ltd. Yuan Hsin Digital Payment Co., Ltd. ARCOA Communication Co., Ltd. Kaohsiung Rapid Transit Corporation Bank Pro E-service Technology Co., Ltd. Changing.ai Inc. Opas Fund Segregated Portfolio Tranche A Opas Fund Segregated Portfolio Tranche B Opas Fund Segregated Portfolio Tranche C	(Note A)	Investments accounted for using the equity method	54,000	83,899	100.00	-	
		(Note A)	Investments accounted for using the equity method	12,029	149,423	100.00	-	
		(Note A)	Investments accounted for using the equity method	10,320	440,428	100.00	-	
		(Note A)	Other non-current liabilities	375	(15,443)	3.33	-	
		(Note A)	Investments accounted for using the equity method	1,816	9,070	5.00	-	
		(Note A)	Investments accounted for using the equity method	16,000	126,125	100.00	-	
		(Note A)	Investments accounted for using the equity method	4	137,086	25.00	-	
		(Note A)	Investments accounted for using the equity method	8	254,508	25.00	-	
		(Note A)	Investments accounted for using the equity method	8	249,104	25.00	-	
		(Note A)	Investments accounted for using the equity method	11,164	488,446	70.00	-	
		(Note A)	Investments accounted for using the equity method	1,000	14,257	25.00	-	
		(Note A)	Investments accounted for using the equity method	4,236	11,882	6.22	-	
		(Note A)	Investments accounted for using the equity method	9,026	126,754	6.72	-	
		(Note K)	Financial asset at FVTOCI - non-current	8,858	47,569	3.18	47,569	
		-	Financial asset at FVTOCI - non-current	600	4,500	3.33	4,500	
-	Financial asset at FVTOCI - non-current	500	27,311	2.27	27,311			
(Note K)	Financial assets at fair value through profit or loss - current	10	332,663	-	332,663			
(Note K)	Financial assets at fair value through profit or loss - current	5	158,119	-	158,119			
(Note K)	Financial assets at fair value through profit or loss - current	2	128,493	-	128,493			
IDEAWORKS Entertainment Co., Ltd.	Mission International Co., Ltd.	(Note A)	Investments accounted for using the equity method	8,000	72,709	100.00	-	
New Diligent Co., Ltd.	Sino Lead Enterprise Limited New Diligent Hong Kong Co., Ltd.	(Note A)	Investments accounted for using the equity method	30	409	100.00	-	
		(Note A)	Investments accounted for using the equity method	(Note G)	2,391	100.00	-	
DataExpress Infotech Co., Ltd.	Home Master Technology Ltd.	(Note A)	Investments accounted for using the equity method	(Note G)	58,471	100.00	-	

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	December 31, 2022				Note
				Shares or Units (All Common Stock Unless Stated Otherwise) (Thousands)	Carrying Amount	Percentage of Ownership (%)	Market Value or Net Asset Value (Note H)	
Nextlink Technology Co., Ltd.	Microfusion Technology Co., Ltd.	(Note A)	Investments accounted for using the equity method	4,495	\$ 63,508	100.00	\$ -	
	Nextlink (HK) Technology Co., Ltd.	(Note A)	Investments accounted for using the equity method	-	37,565	100.00	-	
	Microfusion (HK) Technology Co., Ltd.	(Note A)	Investments accounted for using the equity method	-	281	100.00	-	
Digital United (Cayman) Ltd.	Digital United Information Technology (Shanghai) Ltd.	(Note A)	Investments accounted for using the equity method	(Note G)	16,289	100.00	-	
	TBCASoft, Inc.	-	Financial asset at FVTOCI - non-current	727	308,322	4.59	308,322	
Nextlink (HK) Technology Co., Ltd.	Nextlink (Shanghai) Technology Co., Ltd.	(Note A)	Investments accounted for using the equity method	(Note G)	2,503	70.00	-	

Notes: A. Equity-method investee.

B. Investor and investee have the same chairman.

C. The chairman of investee is the chairman of FENC.

D. Parent company.

E. Financial assets under asset management contracts can be sold in the open market investee, Oriental Securities Investment Consultant Co., Ltd.

F. The investor opened a trust account in Shanghai Bank in Taipei on September 26, 2002 to acquire the ownership of Pacific Liu Tung Investment Co., Ltd.

G. Company limited.

H. The fair value of unlisted equity investments held by the Group was not disclosed due to it cannot be reliably measured.

I. The subsidiary of the invested company accounted for using the equity method.

J. The subsidiary of FENC's associate.

K. Related party in substance.

L. The investor is the corporate director of the investee.

M. The investor is the corporate supervisor of the investee.

N. Joint operation entity.

O. Oriental Investment Holding (Netherlands) was established and registered on January 23, 2020, but as of December 31, 2022, the relevant investment funds have not been remitted.

P. Oriental Martens (Netherlands) B.V. was established and registered on February 12, 2020, but as of December 31, 2022, the relevant investment funds have not been remitted.

Q. As of December 31, 2022, the procedure of cash capital increase has not completed, therefore recognized it as prepayment for investments (accounting for other non-current assets).

R. FETC International (Malaysia) Co., Ltd. was established and registered on September 23, 2022, but as of December 31, 2022, the relevant investment funds have not been remitted.

S. FE Green PET (M) Sdn. Bhd was established and registered on October 26, 2022, but as of December 31, 2022, the relevant investment funds have not been remitted.

(Concluded)

FAR EASTERN NEW CENTURY CORPORATION AND INVESTEEES

MARKETABLE SECURITIES ACQUIRED AND DISPOSED OF AT COSTS OR PRICES OF AT LEAST NT\$300 MILLION OR 20% OF THE PAID-IN CAPITAL
FOR THE YEAR ENDED DECEMBER 31, 2022
(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			Investment Income under the Equity Method	Ending Balance		
					Shares (Thousands)/ Thousand Units	Amount	Shares (Thousands)/ Thousand Units	Amount	Shares (Thousands)/ Thousand Units	Price	Book Value		Disposal Gain	Shares (Thousands)/ Thousand Units	Amount
Far Eastern New Century Corporation	Far Eastern Polytex (Holding) Ltd.	Investments accounted for using the equity method	Cash capital increase	(Note B)	168	\$ 9,415,124	6	\$ 345,300	1	\$ -	\$ 39,984 (Note E)	\$ -	\$ 1,453	173	\$ 9,721,893
	Far Eastern Investment (Holding) Ltd.	Investments accounted for using the equity method	Cash capital increase	(Note B)	5,461	28,278,359	1,390	8,325,100	-	-	-	-	4,390,330	6,851	40,993,789
	Oriental Petrochemical Corporation	Investments accounted for using the equity method	Cash capital increase	(Note B)	1,712,218	7,683,250	226,675	2,266,745	-	-	-	-	(1,640,781)	1,938,893	8,309,214
	Far Eastern Fibertech Co., Ltd.	Investments accounted for using the equity method	Yuan Ding Investment Co., Ltd.	(Note B)	-	-	91,000	1,380,326	-	-	-	-	(94,693)	91,000	1,285,633
	Oriental Green Materials Ltd.	Investments accounted for using the equity method	Yuan Ding Investment Co., Ltd.	(Note B)	-	-	66,116	825,569	-	-	-	-	(49,026)	66,116	776,543
Yuan Ding Investment Co., Ltd.	Far Eastern Fibertech Co., Ltd.	Investments accounted for using the equity method	Far Eastern New Century Corporation	(Note A)	91,000	1,477,768	-	-	91,000	1,380,326	1,285,633	(Note H)	(192,135)	-	-
	Oriental Green Materials Ltd.	Investments accounted for using the equity method	Far Eastern New Century Corporation	(Note A)	59,936	678,459	6,180 (Note F)	-	66,116	825,569	776,543	(Note H)	98,084	-	-
Far Eastern Investment (Holding) Ltd.	Far Eastern Polytex (Vietnam) Ltd.	Investments accounted for using the equity method	Cash capital increase	(Note B)	(Note D)	US\$ 345,162	(Note D)	US\$ 100,000	-	-	-	-	US\$ 22,103	(Note C)	US\$ 467,265
APG Polytech USA Holdings, Inc.	Corpus Christi Polymers LLC	Investments accounted for using the equity method	Cash capital increase	(Note C)	(Note D)	US\$ 425,149	(Note D)	US\$ 36,487	-	-	-	-	US\$ (1,971)	(Note C)	US\$ 459,655
Far Eastern General Contractor Inc	CTBC Hwa-Win Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	11,878	132,171	66,331	740,000	45,984	512,540	512,171	369	229 (Note G)	32,225	360,229
	Capital Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	6,998	114,039	45,516	744,000	38,894	635,566	635,039	527	158 (Note G)	13,620	223,158
	Union Securities Money Market Funds	Financial assets at fair value through profit or loss - current	-	-	-	-	36,004	481,000	19,706	263,044	263,000	44	657 (Note G)	16,298	218,657
Far Eastern Polytex (Holding) Ltd.	Far Eastern Yihua Petrochemical (Yangzhou) Corporation	Investments accounted for using the equity method	Cash capital increase	(Note B)	(Note D)	3,815,870	(Note D)	342,720	-	-	-	-	61,666	(Note C)	4,220,256
Far Eastern Yihua Petrochemical (Yangzhou) Corporation	Harvest Money Market A	Financial assets at fair value through profit or loss - current	-	-	625,412	RMB 625,412	401,379	RMB 401,379	448,500	RMB 448,500	RMB 448,500	-	(Note G)	578,291	RMB 578,291
Yuan Ding Co., Ltd.	Ding Ding Hotel Co., Ltd.	Investments accounted for using the equity method	Cash capital increase	(Note A)	102,509	253,936	98,522	985,217	98,522	-	-	-	(666,512)	102,509	572,641

Notes: A. Parent company.

B. Subsidiaries.

C. Joint operation entity.

D. Company limited.

E. Capital reduction and refund.

F. Using Dividends Received from Investee.

G. Gain or loss on financial asset at FVTPL.

H. There was no gains (losses) on disposal due to the equity transactions.

FAR EASTERN NEW CENTURY CORPORATION AND INVESTEEES

ACQUISITION OF INDIVIDUAL REAL ESTATE AT COSTS OF AT LEAST NT\$300 MILLION OR 20% OF THE PAID-IN CAPITAL FOR THE YEAR ENDED DECEMBER 31, 2022
(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	Amount			
Far Eastern Resources Development Co., Ltd.	Land in Yadong Section, Banqiao District, New Taipei City	2022/5/10	\$ 1,277,755	(Note)	Far Eastern School Legal Person	The same chairman	Far East Resources Development.	Subsidiary	2015/2/2	\$ 1,080,748	Valuation report issued by Cushman & Wakefield Appraisers Valuation report issued by Colliers International Real Estate Appraisers Associates	In response to the overall planning of T park.	None

Note: Exchange out the investment properties - land amounted to \$1,277,755 thousand (referred to Table 9), and no additional cash was paid.

FAR EASTERN NEW CENTURY CORPORATION AND INVESTEEES

**DISPOSAL OF INDIVIDUAL REAL ESTATE AT PRICES OF AT LEAST NT\$300 MILLION OR 20% OF THE PAID-IN CAPITAL
FOR THE YEAR ENDED DECEMBER 31, 2022
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)**

Seller	Property	Event Date	Original Acquisition Date	Carrying Amount	Transaction Amount	Collection	Gain (Loss) on Disposal	Counterparty	Relationship	Purpose of Disposal	Price Reference	Other Terms
Far Eastern Resources Development Co., Ltd.	Land in Yadong Section, Banqiao District, New Taipei City	2022/5/10	2003/9/2	\$ 1,277,755	\$ 1,277,755	(Note A)	\$ -	Far Eastern School Legal Person	The same chairman	In response to the needs of its campus development plans.	Valuation report issued by Cushman & Wakefield Appraisers Valuation report issued by Colliers International Real Estate Appraisers Associates	
Far Eastern Resources Development Co., Ltd.	Land in Yadong Section, Banqiao District, New Taipei City	2022/8/10	2004/6/10 2022/6/30	2,289,615	2,289,615	(Note B)	-	Far Eastern Medical Foundation	The same chairman	Far Eastern Medical Foundation will consider the overall future development plan and intends to purchase the adjacent land.	Valuation report issued by Cushman & Wakefield Appraisers Valuation report issued by Colliers International Real Estate Appraisers Associates Valuation report issued by Savills plc Valuation Report Issued by Xinyi Real Estate Appraisers & Associates	

Note 1: Exchange in the investment properties - land amounted to \$1,277,755 thousand (referred to Table 8), and no additional cash was received.

Note 2: Contract price is collected in installments, as of December 31, 2022, \$89,615 thousand was received and others recognized as other receivables \$220,000 thousand and long-term receivables \$1,980,000 thousand.

FAR EASTERN NEW CENTURY CORPORATION AND INVESTEEES

TOTAL PURCHASES FROM OR SALES TO RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL
FOR THE YEAR ENDED DECEMBER 31, 2022
(In Thousands of New Taiwan Dollars)

Company Name	Related Party	Nature of Relationship	Transaction Details				Abnormal Transactions		Notes Payable or Receivable		Accounts Payable or Receivable		Note
			Purchase/Sale	Amount	% of Total	Payment Terms	Unit Price	Payment Terms	Ending Balance	% of Total	Ending Balance	% of Total	
Far Eastern New Century Corporation	Worldwide Polychem (HK) Limited	(Note A)	Sale	\$ (5,473,239)	(11)	Based on contract	-	-	\$ -	-	\$ 2,542,001	35	
	APG Polytech, LLC	(Note A)	Sale	(1,890,200)	(4)	Based on contract	-	-	-	-	430,906	6	
	Far Eastern Industries (Shanghai) Ltd.	(Note A)	Sale	(896,502)	(2)	Based on contract	-	-	-	-	164,691	2	
	Far Eastern Ishizuka Green Pet Corporation	(Note A)	Sale	(796,593)	(2)	Based on contract	-	-	-	-	32,330	-	
	Far Eastern Ishizuka Green Pet Corporation	(Note A)	Purchase	790,176	2	Based on contract	-	-	-	-	(142,441)	(5)	
	Far Eastern Polytex (Vietnam) Ltd.	(Note A)	Sale	(585,782)	(1)	Based on contract	-	-	-	-	73,227	1	
	Oriental Green Materials Ltd.	(Note A)	Sale	(300,137)	(1)	Based on contract	-	-	-	-	69,447	1	
	Phoenix Technologies International, LLC	(Note A)	Sale	(222,852)	-	Based on contract	-	-	-	-	-	-	
	Far Eastern New Apparel (Vietnam) Ltd.	(Note A)	Sale	(173,820)	-	Based on contract	-	-	-	-	15,524	-	
	Far Eastern Apparel (Vietnam) Ltd.	(Note A)	Sale	(143,883)	-	Based on contract	-	-	-	-	1,951	-	
	Oriental Industries (Suzhou) Ltd.	(Note A)	Sale	(115,025)	-	Based on contract	-	-	-	-	51,397	1	
	Freudenberg Far Eastern Spunweb Co., Ltd.	(Note D)	Sale	(393,059)	(1)	Based on contract	-	-	-	-	82,427	1	
	Everest Textile Corporation	(Note D)	Sale	(216,281)	-	Based on contract	-	-	-	-	27,636	-	
	Oriental Union Chemical Corporation	(Note D)	Purchase	976,297	2	Based on contract	-	-	-	-	(55,159)	(2)	
	Oriental Green Materials Ltd.	(Note A)	Purchase	2,375,583	5	Based on contract	-	-	-	-	(162,100)	(6)	
	Oriental Petrochemical Corporation	(Note A)	Purchase	15,094,236	34	Based on contract	-	-	-	-	(924,942)	(33)	
Oriental Petrochemical Corporation	Far Eastern New Century Corporation	(Note B)	Sale	(15,094,236)	(40)	Based on contract	-	-	-	-	924,942	23	
	Far Eastern Polytex (Vietnam) Ltd.	(Note C)	Sale	(7,259,901)	(19)	Based on contract	-	-	-	-	1,278,180	32	
	Far Eastern Industries (Shanghai) Ltd.	(Note C)	Sale	(114,277)	0	Based on contract	-	-	-	-	69,447	42	
Oriental Green Materials Ltd.	Far Eastern New Century Corporation	(Note B)	Sale	(2,375,583)	(97)	Based on contract	-	-	-	-	162,100	99	
	Far Eastern New Century Corporation	(Note B)	Purchase	300,137	13	Based on contract	-	-	-	-	-	-	
	Far Eastern Ishizuka Green Pet Corporation	(Note C)	Purchase	300,317	13	Based on contract	-	-	-	-	(23,412)	(14)	
Far Eastern Fibertech Ltd.	Far Eastern Industries (Shanghai) Ltd.	(Note C)	Sale	(236,833)	(11)	Based on contract	-	-	-	-	17,320	31	
	Everest Textile Corporation	(Note D)	Sale	(248,418)	(11)	Based on contract	-	-	-	-	3,975	7	
Far Eastern Construction Co., Ltd.	Chubei New Century Shopping Mall Co., Ltd.	(Note D)	Construction contract revenue	(113,139)	(2)	Based on contract	-	-	-	-	140,111	31	
	Far Eastern Construction Co., Ltd.	(Note C)	Construction contract revenue	(423,691)	(7)	Based on contract	-	-	-	-	122,473	27	
	Far Eastern Resources Development Co., Ltd.	(Note C)	Construction contract revenue	(537,525)	(9)	Based on contract	-	-	-	-	134,561	30	
	Ya Tung Ready-mixed Concrete Corporation	(Note D)	Purchase	(150,226)	(3)	Based on contract	-	-	-	-	94,304	5	
Far Eastern Construction Co., Ltd.	Far Eastern Construction Co., Ltd.	(Note C)	Purchase	416,559	98	Based on contract	-	-	-	-	(122,473)	(39)	
Far Eastern Dyeing & Finishing (Suzhou) Ltd.	FE New Century Industrial (Singapore) Pte. Ltd.	(Note C)	Sale	(3,696,309)	(64)	Based on contract	-	-	-	-	572,678	66	
	Far Eastern Apparel (Suzhou) Ltd.	(Note C)	Sale	(418,612)	(7)	Based on contract	-	-	-	-	85,069	10	
	Far Eastern Industries (Shanghai) Ltd.	(Note C)	Purchase	372,004	8	Based on contract	-	-	-	-	(12,343)	(2)	
Far Eastern Industries (Shanghai) Ltd.	FE New Century Industrial (Singapore) Pte. Ltd.	(Note C)	Sale	(1,174,426)	(5)	Based on contract	-	-	-	-	188,715	9	
	Wuhan Far Eastern New Material Ltd.	(Note C)	Sale	(899,167)	(4)	Based on contract	-	-	-	-	87,211	4	
	Oriental Industries (Suzhou) Ltd.	(Note C)	Sale	(433,539)	(2)	Based on contract	-	-	-	-	84,406	4	
	Far Eastern Dyeing & Finishing (Suzhou) Ltd.	(Note C)	Sale	(372,004)	(2)	Based on contract	-	-	-	-	12,343	-	
	Far Eastern Polytex (Vietnam) Ltd.	(Note C)	Sale	(162,169)	(1)	Based on contract	-	-	-	-	19,486	1	
	Far Eastern New Century Corporation	(Note B)	Purchase	896,502	4	Based on contract	-	-	-	-	(164,691)	(22)	
Oriental Petrochemical Corporation	(Note C)	Purchase	114,277	1	Based on contract	-	-	-	-	-	-		

(Continued)

Company Name	Related Party	Nature of Relationship	Transaction Details				Abnormal Transactions		Notes Payable or Receivable		Accounts Payable or Receivable		Note
			Purchase/Sale	Amount	% of Total	Payment Terms	Unit Price	Payment Terms	Ending Balance	% of Total	Ending Balance	% of Total	
Oriental Petrochemical (Shanghai) Corporation	Far Eastern Fibertech Ltd.	(Note C)	Purchase	\$ 236,833	1	Based on contract	-	-	\$ -	-	\$ (17,320)	(2)	
	Wuhan Far Eastern New Material Ltd.	(Note C)	Purchase	386,875	2	Based on contract	-	-	-	-	(80,207)	(10)	
	Oriental Petrochemical (Shanghai) Corporation	(Note C)	Purchase	10,014,906	46	Based on contract	-	-	-	-	-	-	
	Far Eastern Industries (Shanghai) Ltd.	(Note C)	Sale	(10,014,906)	(70)	Based on contract	-	-	-	-	-	-	
Far Eastern Apparel (Suzhou) Ltd.	FE New Century Industrial (Singapore) Pte. Ltd.	(Note C)	Sale	(939,159)	(38)	Based on contract	-	-	-	-	423,923	5	
	Far Eastern Dyeing & Finishing (Suzhou) Ltd.	(Note C)	Purchase	418,612	18	Based on contract	-	-	-	-	(85,069)	(25)	
Wuhan Far Eastern New Material Ltd.	Far Eastern Industries (Shanghai) Ltd.	(Note C)	Sale	(386,875)	(27)	Based on contract	-	-	-	-	80,207	26	
	FE New Century Industrial (Singapore) Pte. Ltd.	(Note C)	Sale	(223,492)	(16)	Based on contract	-	-	-	-	74,194	24	
	Far Eastern Industries (Shanghai) Ltd.	(Note C)	Purchase	899,167	66	Based on contract	-	-	-	-	(87,211)	(87)	
Oriental Industries (Suzhou) Ltd.	FE New Century Industrial (Singapore) Pte. Ltd.	(Note C)	Sale	(268,955)	(3)	Based on contract	-	-	-	-	37,867	1	
	Far Eastern New Century Corporation	(Note B)	Purchase	115,025	1	Based on contract	-	-	-	-	(51,397)	(6)	
	Far Eastern Industries (Shanghai) Ltd.	(Note C)	Purchase	433,539	5	Based on contract	-	-	-	-	(84,406)	(10)	
Far Eastern New Apparel (Vietnam) Ltd.	FE New Century Industrial (Singapore) Pte. Ltd.	(Note C)	Sale	(2,591,727)	(95)	Based on contract	-	-	-	-	340,648	91	
	Far Eastern New Century Corporation	(Note C)	Purchase	173,820	7	Based on contract	-	-	-	-	(15,524)	(100)	
	FE New Century Industrial (Singapore) Pte. Ltd.	(Note C)	Purchase	116,124	4	Based on contract	-	-	-	-	(72,089)	(100)	
	Far Eastern Polytex (Vietnam) Ltd.	(Note C)	Purchase	480,104	18	Based on contract	-	-	-	-	(75,721)	(100)	
Far Eastern Apparel (Vietnam) Ltd.	FE New Century Industrial (Singapore) Pte. Ltd.	(Note C)	Sale	(2,320,294)	(38)	Based on contract	-	-	-	-	224,819	42	
	Far Eastern New Century Corporation	(Note B)	Purchase	143,883	3	Based on contract	-	-	-	-	(1,951)	-	
	Far Eastern Polytex (Vietnam) Ltd.	(Note C)	Purchase	315,748	6	Based on contract	-	-	-	-	(44,258)	(11)	
	FE New Century Industrial (Singapore) Pte. Ltd.	(Note C)	Purchase	1,142,676	21	Based on contract	-	-	-	-	(238,985)	(58)	
Far Eastern Polytex (Vietnam) Ltd.	Worldwide Polychem (HK) Limited	(Note C)	Sale	(2,358,175)	(12)	Based on contract	-	-	-	-	1,134,231	43	
	Far Eastern New Apparel (Vietnam) Ltd.	(Note C)	Sale	(480,104)	(2)	Based on contract	-	-	-	-	75,721	3	
	APG Polytech, LLC	(Note C)	Sale	(270,918)	(1)	Based on contract	-	-	-	-	-	-	
	Far Eastern Industries (Shanghai) Ltd.	(Note C)	Purchase	162,169	1	Based on contract	-	-	-	-	(19,486)	(1)	
	Far Eastern New Century Corporation	(Note B)	Purchase	585,782	3	Based on contract	-	-	-	-	(73,227)	(3)	
	Oriental Petrochemical Corporation	(Note C)	Purchase	7,259,901	41	Based on contract	-	-	-	-	(1,278,180)	(45)	
	Far Eastern Apparel (Vietnam) Ltd.	(Note C)	Sale	(315,748)	(2)	Based on contract	-	-	-	-	44,258	2	
	Far Eastern New Century Corporation	(Note B)	Purchase	796,593	20	Based on contract	-	-	-	-	(32,330)	(7)	
Far Eastern Ishizuka Green Pet Corporation	Far Eastern New Century Corporation	(Note B)	Sale	(790,176)	(16)	Based on contract	-	-	-	-	142,441	25	
	Oriental Green Materials Ltd.	(Note C)	Sale	(300,317)	(6)	Based on contract	-	-	-	-	23,412	4	
	Far Eastern New Century Corporation	(Note B)	Purchase	796,593	20	Based on contract	-	-	-	-	(32,330)	(7)	
FE New Century Industrial (Singapore) Pte. Ltd.	Far Eastern Apparel (Vietnam) Ltd.	(Note C)	Sale	(1,142,676)	(10)	Based on contract	-	-	-	-	238,985	22	
	Pet Far Eastern (M) Sdn. Bhd.	(Note C)	Sale	(1,008,025)	(9)	Based on contract	-	-	-	-	112,210	10	
	Far Eastern New Apparel (Vietnam) Ltd.	(Note C)	Sale	(116,124)	(1)	Based on contract	-	-	-	-	72,089	7	
	Wuhan Far Eastern New Material Ltd.	(Note C)	Purchase	223,492	2	Based on contract	-	-	-	-	(72,640)	(5)	
	Oriental Industries (Suzhou) Ltd.	(Note C)	Purchase	268,955	2	Based on contract	-	-	-	-	(37,542)	(3)	
	Far Eastern Apparel (Suzhou) Ltd.	(Note C)	Purchase	939,159	8	Based on contract	-	-	-	-	(42,928)	(3)	
	Far Eastern Industries (Shanghai) Ltd.	(Note C)	Purchase	1,174,426	10	Based on contract	-	-	-	-	(183,575)	(13)	
	Far Eastern Apparel (Vietnam) Ltd.	(Note C)	Purchase	2,320,294	21	Based on contract	-	-	-	-	(224,819)	(15)	
	Far Eastern New Apparel (Vietnam) Ltd.	(Note C)	Purchase	2,591,727	23	Based on contract	-	-	-	-	(342,093)	(23)	
	Far Eastern Dyeing & Finishing (Suzhou) Ltd.	(Note C)	Purchase	3,696,309	32	Based on contract	-	-	-	-	(560,587)	(38)	
	Worldwide Polychem (HK) Limited	Phoenix Technologies International, LLC	(Note C)	Sale	(335,364)	(4)	Based on contract	-	-	-	-	-	-
Far Eastern Polytex (Vietnam) Ltd.		(Note C)	Purchase	2,358,175	30	Based on contract	-	-	-	-	(1,134,231)	(31)	
Far Eastern New Century Corporation		(Note B)	Purchase	5,473,239	70	Based on contract	-	-	-	-	(2,542,001)	(69)	
Phoenix Technologies International, LLC	APG Polytech, LLC	(Note C)	Sale	(295,695)	(15)	Based on contract	-	-	-	-	-	-	
	Far Eastern New Century Corporation	(Note B)	Purchase	222,852	11	Based on contract	-	-	-	-	-	-	(Note G)
	Worldwide Polychem (HK) Limited	(Note C)	Purchase	335,364	17	Based on contract	-	-	-	-	-	-	(Note E)

(Continued)

Company Name	Related Party	Nature of Relationship	Transaction Details				Abnormal Transactions		Notes Payable or Receivable		Accounts Payable or Receivable		Note
			Purchase/Sale	Amount	% of Total	Payment Terms	Unit Price	Payment Terms	Ending Balance	% of Total	Ending Balance	% of Total	
APG Polytech, LLC	Far Eastern Polytex (Vietnam) Ltd.	(Note C)	Purchase	\$ 270,918	2	Based on contract	-	-	\$ -	-	\$ -	-	
	Phoenix Technologies International, LLC	(Note C)	Purchase	295,695	2	Based on contract	-	-	-	-	-	-	
	Far Eastern New Century Corporation	(Note B)	Purchase	1,890,200	12	Based on contract	-	-	-	-	(430,906)	(30)	
Pet Far Eastern (M) Sdn. Bhd.	FE New Century Industrial (Singapore) Pte. Ltd.	(Note C)	Purchase	1,008,025	78	Based on contract	-	-	-	-	(112,210)	(100)	
Far EasTone Telecommunications Co., Ltd.	ARCOA Communication Co., Ltd.	(Note C)	Cost of sales and marketing expenses	8,171,910	16	Based on contract	-	-	-	-	(448,355)	(2)	
	ARCOA Communication Co., Ltd.	(Note C)	Operating revenue	(846,632)	(1)	Based on contract	-	-	-	-	175,446	2	(Note G)
	New Century InfoComm Tech Co., Ltd.	(Note C)	Operating revenue	(130,388)	-	Based on contract	-	-	-	-	9,316	-	
	New Century InfoComm Tech Co., Ltd.	(Note C)	Cost of sales	1,906,095	4	Based on contract	-	-	-	-	(453,858)	(2)	(Note E)
	DataExpress Infotech Co., Ltd.	(Note C)	Cost of sales and marketing expenses	226,352	-	Based on contract	-	-	-	-	44,013	-	
	Yuanshi Digital Technology Co., Ltd.	(Note C)	Operating revenue	(798,510)	(1)	Based on contract	-	-	-	-	77,236	1	(Note G)
New Century InfoComm Tech Co., Ltd.	Far EasTone Telecommunications Co., Ltd.	(Note C)	Operating revenue	(1,906,095)	(20)	Based on contract	-	-	-	-	453,858	32	(Note F)
	Far EasTone Telecommunications Co., Ltd.	(Note C)	Cost of sales	130,388	2	Based on contract	-	-	-	-	9,316	1	
ARCOA Communication Co., Ltd.	Far EasTone Telecommunications Co., Ltd.	(Note C)	Operating revenue	(8,171,910)	(69)	Based on contract	-	-	-	-	448,355	49	
	Far EasTone Telecommunications Co., Ltd.	(Note C)	Cost of sales	846,632	8	Based on contract	-	-	-	-	175,446	16	(Note G)
	Home Master Technology Ltd.	(Note C)	Operating revenue	(664,592)	(6)	Based on contract	-	-	-	-	117,170	13	
DataExpress Infotech Co., Ltd.	Far EasTone Telecommunications Co., Ltd.	(Note C)	Operating revenue	(226,352)	(4)	Based on contract	-	-	-	-	44,013	8	
	Home Master Technology Ltd.	(Note C)	Operating revenue	(182,601)	(3)	Based on contract	-	-	-	-	17,785	3	
	Yuanshi Digital Technology Co., Ltd.	(Note C)	Operating revenue	(111,297)	(2)	Based on contract	-	-	-	-	-	-	(Note G)
Home Master Technology Ltd.	ARCOA Communication Co., Ltd.	(Note C)	Cost of sales	664,592	43	Based on contract	-	-	-	-	(117,170)	(62)	
	DataExpress Infotech Co., Ltd.	(Note C)	Cost of sales	182,601	12	Based on contract	-	-	-	-	(17,785)	(9)	
Yuanshi Digital Technology Co., Ltd.	Far EasTone Telecommunications Co., Ltd.	(Note C)	Cost of sales	798,510	28	Based on contract	-	-	-	-	(77,236)	(23)	(Note G)
	DataExpress Infotech Co., Ltd.	(Note C)	Cost of sales	111,297	4	Based on contract	-	-	-	-	-	-	(Note G)
Far EasTone Property Insurance Agent Co., Ltd.	Far EasTone Telecommunications Co., Ltd.	(Note C)	Cost of sales	378,285	85	Based on contract	-	-	-	-	(119,354)	(92)	

Notes: A. Subsidiary.

B. Parent company.

C. Same ultimate parent company.

D. The subsidiaries of the consolidated company's investee which accounted for using the equity method.

E. The receivables from related parties were mainly from the advance payments made for NCIC's daily operating expenditures, and the operating management service revenue from NCIC, the collection of telecommunications bills by Far EasTone for NCIC and other receivables from related parties which was the financing provided by NCIC to Far EasTone.

F. Including telecommunications bills collected by Far EasTone for NCIC.

G. Part of the revenue from Yuanshi Digital Technology Co., Ltd. is collected by ARCOA Communication Co., Ltd. on behalf of Far EasTone Telecommunications Co., Ltd.

(Concluded)

FAR EASTERN NEW CENTURY CORPORATION AND INVESTEEES

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

FOR THE YEAR ENDED DECEMBER 31, 2022

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

Company Name	Related Party	Relationship	Ending Balance (Note 1)	Turnover Rate	Overdue		Amount Received in Subsequent Period	Allowance for Impairment Loss
					Amount	Actions Taken		
Far Eastern New Century Corporation	Worldwide Polychem (HK) Ltd.	(Note B)	\$ 2,542,001	2.56	\$ -	-	\$ 1,008,695	\$ -
	APG Polytech, LLC	(Note B)	430,906	8.39	-	-	152,495	-
	Far Eastern Industries (Shanghai) Ltd.	(Note B)	164,691	4.27	-	-	143,448	-
Oriental Petrochemical Co., Ltd.	Far Eastern Polytex (Vietnam) Ltd.	(Note D)	1,278,180	5.91	-	-	1,050,332	-
	Far Eastern New Century Corporation	(Note C)	924,942	16.75	-	-	924,942	-
Oriental Green Material Ltd.	Far Eastern New Century Corporation	(Note C)	162,100	15.96	-	-	162,100	-
Far Eastern Ishizuka Green Pet Corporation	Far Eastern New Century Corporation	(Note C)	142,441	7.53	-	-	142,441	-
Far Eastern Dyeing & Finishing (Suzhou) Ltd.	FE New Century Industrial (Singapore) Pte. Ltd.	(Note D)	572,678	6.70	-	-	339,591	-
Far Eastern Industries (Shanghai) Ltd.	FE New Century Industrial (Singapore) Pte. Ltd.	(Note D)	188,715	3.20	-	-	188,715	-
Far Eastern Polytex (Vietnam) Ltd.	Worldwide Polychem (HK) Ltd.	(Note D)	1,134,231	1.98	-	-	213,295	-
Far Eastern New Apparel (Vietnam) Ltd.	FE New Century Industrial (Singapore) Pte. Ltd.	(Note D)	340,648	9.42	-	-	286,859	-
Far Eastern Apparel (Vietnam) Ltd.	FE New Century Industrial (Singapore) Pte. Ltd.	(Note D)	224,819	7.87	-	-	-	-
FE New Century Industrial (Singapore) Pte. Ltd.	Pet Far Eastern (M) Sdn. Bhd.	(Note D)	112,210	7.17	-	-	46,788	-
	Far Eastern Apparel (Vietnam) Ltd.	(Note D)	238,985	4.34	-	-	18,026	-
Ding Ding Integrated Marketing Services Co., Ltd.	Pacific SOGO Department Stores Co., Ltd.	(Note E)	107,737	(Note F)	-	-	99,922	-
Far Eastern General Contractor Inc.	Chubei New Century Shopping Mall Co., Ltd.	(Note D)	140,111	(Note G)	-	-	-	-
	Far Eastern Construction Co., Ltd.	(Note D)	122,473	(Note G)	-	-	99,122	-
	Far Eastern Resource Development Co., Ltd.	(Note D)	134,561	(Note G)	-	-	134,561	-
Far EasTone Telecommunications Co., Ltd.	ARCOA Communication Co., Ltd.	(Note D)	178,129	9.22	-	-	135,319	-
	Far EasTone Property Insurance Agent Co., Ltd.	(Note D)	119,354	3.52	-	-	31,533	-
New Century InfoComm Tech Co., Ltd.	Far EasTone Telecommunications Co., Ltd.	(Note D)	531,782	(Note H)	-	-	249,576	-
ARCOA Communication Co., Ltd.	Far EasTone Telecommunications Co., Ltd.	(Note D)	448,355	17.10	-	-	448,355	-
	Home Master Technology Ltd.	(Note D)	117,170	5.77	-	-	532	-

(Continued)

Notes: A. This table does not include the receivables from loans to related parties and receivable due to disposal of real estate. For more details, refer to Tables 4 and 9.

B. Subsidiary.

C. Parent company.

D. Same ultimate parent company.

E. The consolidated company's investee and the subsidiary of the consolidated company's investee which were accounted for using the equity method.

F. The turnover rate was unavailable due to the receivables were points collections and payments on behalf of others.

G. The turnover rate was unavailable due to the fact that request for payment is made according to the progress of the construction contract, which is irrelevant to the construction revenue recognized according to the costs incurred relative to the total expected costs.

H. All interconnection revenue, costs and collection of revenue from international direct dialing between the Company and NCIC were settled in net amounts and included in accounts receivable/payable-related parties, and the turnover rate was unavailable.

(Concluded)

FAR EASTERN NEW CENTURY CORPORATION AND INVESTEEES

NAMES, LOCATIONS, AND OTHER INFORMATION OF INVESTEEES OVER WHICH THE COMPANY EXERCISES SIGNIFICANT INFLUENCE
FOR THE YEAR ENDED DECEMBER 31, 2022
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Investor	Investee	Location	Main Businesses and Products	Investment Amount		Balance as of December 31, 2022			Net Income (Loss) of the Investee	Share of Profit (Loss)	Notes
				December 31, 2022	December 31, 2021	Shares (Thousands)	% of Ownership	Carrying Amount			
Far Eastern New Century Corporation	Asia Cement Corporation	Taiwan	Cement production	\$ 2,652,282	\$ 2,652,282	750,511	21.17	\$ 20,370,209	\$ 12,016,396	\$ 2,253,120	Investment gain or loss recognized under the treasury shares method (Note A) (Note A) Including the adjustments of investment properties and the transactions between subsidiaries \$(93,212) (Note A) (Note A) (Notes A and E) Including the adjustments of the difference between cost and net worth obtained \$18,327 (Note A) Including the adjustments of the difference of investment properties between parent-company-only and consolidated and the transactions between subsidiaries \$(19,026) (Notes B and H) Including the adjustments of the transactions between subsidiaries \$(15) (Note B) (Note B) (Note B) Including the adjustments of the transactions between subsidiaries \$9,906 (Note B) (Note B) (Note B) (Note B) Including the adjustments of the difference of investment properties between parent-company-only and consolidated and the transactions between subsidiaries \$40,947 (Notes B and H) Including the adjustments of the transactions between subsidiaries \$(49,604) (Note B) (Notes B and I) Including the adjustments of the transactions between subsidiaries \$103 (Note B) Including the adjustments of the transactions between subsidiaries \$79 (Note B) (Note B) (Note B) (Note B) (Notes B and R) (Notes B and R) (Notes B and R) (Notes B and R)
	Far Eastern Department Stores Co., Ltd.	Taiwan	Department store operations	1,254,158	1,254,158	241,770	17.06	5,137,442	1,930,174	329,288	
	Oriental Union Chemical Corporation	Taiwan	Petrochemical materials production	1,176,211	1,176,211	81,216	9.17	1,018,610	38,873	(89,747)	
	Everest Textile Corporation	Taiwan	Chemical fiber production	1,689	1,689	108	0.02	1,214	21,844	4	
	Oriental Securities Corporation	Taiwan	Brokering	159,823	159,823	141,961	19.65	1,901,195	(469,364)	(92,230)	
	Pacific Liu Tong Investment Co., Ltd.	Taiwan	Investment	810,000	810,000	135,000	16.83	2,088,859	1,092,494	183,867	
	Far Eastern International Bank	Taiwan	Deposit, loan and guarantee services	906,237	805,598	103,816	2.55	1,341,657	3,677,502	113,942	
	Yuan Ding Investment Co., Ltd.	Taiwan	Investment	100,052	100,052	1,822,822	99.40	43,004,479	5,271,752	5,221,095	
	Far Eastern Resources Development Co., Ltd.	Taiwan	Real estate construction and sales	14,931,733	14,931,733	775,836	100.00	107,669,917	879,387	879,372	
	Far Eastern Polytex (Holding) Ltd.	Bermuda	Investment	10,688,227	10,382,911	173	100.00	9,721,893	(124,890)	(124,890)	
	Far Eastern Polychem Industries Ltd.	Bermuda	Investment and sale of chemical fiber production	7,318,312	7,318,312	830,815	73.04	7,415,878	325,945	238,070	
	Yuan Tong Investment Co., Ltd.	Taiwan	Investment	5,850,000	5,850,000	744,410	100.00	8,866,769	652,041	661,947	
	Kai Yuan International Investment Co., Ltd.	Taiwan	Investment	999,993	999,993	371,671	100.00	5,647,439	351,293	351,293	
	Far Eastern Investment (Holding) Ltd.	Bermuda	Investment and sale of petrochemicals	34,628,533	26,303,433	6,851	100.00	40,993,789	1,599,422	1,599,422	
	PET Far Eastern (Holding) Ltd.	Bermuda	Investment	6,626,110	6,626,110	397	91.95	3,015,403	(1,630,484)	(1,499,230)	
	Oriental Petrochemical Corporation	Taiwan	PTA production and sales	18,475,783	16,209,038	1,938,893	75.56	8,309,214	(2,259,127)	(1,666,049)	
	Far Eastern Construction Co., Ltd.	Taiwan	Real estate construction and sales	143,450	143,450	270,412	65.11	10,521,112	598,717	340,221	
	Yuan Ding Co., Ltd.	Taiwan	Real estate leasing and hotel	857,511	857,511	186,929	37.13	3,213,931	20,745	12,644	
	An Ho Garment Co., Ltd.	Taiwan	Garment production and Investment	1,023	1,023	76,629	100.00	2,179,991	217,857	217,960	
	Ding Yuan International Investment Co., Ltd.	Taiwan	Investment	2,000,062	2,000,062	258,756	100.00	3,203,985	205,801	205,880	
	FEDP (Holding) Ltd.	Bermuda	Investment	676,315	676,315	244	50.43	782,142	19,686	9,928	
	Fu Kwok Knitting & Garment Co., Ltd.	Taiwan	Garment production	9,205	9,205	4,000	100.00	299,154	88,399	88,399	
	Ding Ding Hotel Co., Ltd.	Taiwan	Hotel	415,824	408,433	769	0.74	11,369	(692,956)	(5,128)	
Far Eastern Textile Ltd.	Taiwan	Textile production	13,000	13,000	1,300	100.00	14,055	710	710		
FE Oriental Investment Holding (Singapore) Pte. Ltd.	Singapore	Investment	147,400	147,400	50	100.00	199,638	19,356	19,356		
Far Eastern Apparel Co., Ltd.	Taiwan	Sale of textiles, garments, and clothing	181,416	-	44,772	100.00	209,543	(12,929)	-		
Far Eastern Fibertech Co., Ltd.	Taiwan	Nylon production	1,380,326	-	91,000	100.00	1,285,633	151,411	-		
Oriental Resources Development Co., Ltd.	Taiwan	Medical materials manufacturing	140,127	-	5,739	100.00	146,265	71,620	-		
Oriental Green Materials Ltd.	Taiwan	Waste recycling and processing	825,569	-	66,116	100.00	776,543	97,934	-		

(Continued)

Investor	Investee	Location	Main Businesses and Products	Investment Amount		Balance as of December 31, 2022			Net Income (Loss) of the Investee	Share of Profit (Loss)	Notes	
				December 31, 2022	December 31, 2021	Shares (Thousands)	% of Ownership	Carrying Amount				
Yuan Ding Investment Co., Ltd.	Asia Cement Corporation	Taiwan	Cement production	\$ 2,116,774	\$ 2,108,810	54,202	1.53	\$ 2,341,329	\$ 12,016,396	\$ -	(Note A)	
	Oriental Union Chemical Corporation	Taiwan	Petrochemical materials production	1,085,488	1,085,488	70,818	8.00	1,064,257	38,873	-	(Note A)	
	Far Eastern Department Stores Co., Ltd.	Taiwan	Department store operations	3,288,166	3,288,166	139,785	9.87	3,389,346	1,930,174	-	(Note A)	
	Everest Textile Corporation	Taiwan	Chemical fiber production	1,120,654	1,120,654	164,614	23.70	1,541,103	21,844	-	(Note A)	
	Far EasTone Telecommunications Co., Ltd.	Taiwan	Telecommunications	2,723,598	2,723,598	1,066,658	32.73	20,643,180	9,607,895	-	(Note B)	
	Far Eastern International Bank	Taiwan	Deposit, loan and guarantee services	1,232,896	1,095,981	141,238	3.47	1,824,748	3,677,502	-	(Note A)	
	Far Eastern Polychem Industries Ltd.	Bermuda	Investment and sale of chemical fiber production	1,392,692	1,392,692	306,644	26.96	2,737,296	325,945	-	(Note B)	
	Far Eastern Apparel (Holding) Ltd.	Bermuda	Investment and sale of textile	2,179,442	2,179,442	111	100.00	5,206,827	449,407	-	(Note B)	
	Da Ju Fiber Co., Ltd.	Taiwan	Sale of polychemical products	263,790	263,790	74,886	41.86	2,755,803	564,204	-	(Note A)	
	Far Eastern Apparel Co., Ltd.	Taiwan	Sale of textiles, garments, and clothing	-	587,984	-	-	-	(12,929)	-	(Notes B and R)	
	Yuan Faun Co., Ltd.	Taiwan	Production management consulting	63,671	63,671	6,675	100.00	189,283	10,257	-	(Note B)	
	Yue Ming Corporation	Taiwan	Trading	97,852	97,852	4,745	45.50	59,492	3,565	-	(Note A)	
	Yuan Ding Leasing Corporation	Taiwan	Real estate construction and sales	319,380	319,380	36,706	46.20	400,020	19,402	-	(Note A)	
	Far Eastern Fibertech Co., Ltd.	Taiwan	Nylon production	-	585,000	-	-	-	151,411	-	(Notes B and R)	
	Oriental Resources Development Co., Ltd.	Taiwan	Medical materials manufacturing	-	13,475	-	-	-	71,620	-	(Notes B and R)	
	Liquid Air Far East Co., Ltd.	Taiwan	Industrial gas production and sales	504,806	504,806	86,615	35.00	3,343,061	1,943,242	-	(Note A)	
	Freudenberg Far Eastern Spunweb Co., Ltd.	Taiwan	Production of nonwoven industrial fabrics	144,786	144,786	33,003	29.80	553,169	288,909	-	(Note A)	
	Oriental Securities Corporation	Taiwan	Brokering	255,424	255,424	187,470	25.96	2,617,270	(469,364)	-	(Note A)	
	Yuan Ding Co., Ltd.	Taiwan	Real estate leasing and hotel	188,846	188,846	64,759	12.86	1,122,624	20,745	-	(Note B)	
	Far Eastern International Leasing Corporation	Taiwan	Leasing	1,012,057	1,012,057	75,268	16.87	949,695	138,560	-	(Note A)	
	Oriental Textile (Holding) Ltd.	Bermuda	Investment and sale of textile	7,142,602	7,142,602	110	100.00	8,583,122	76,600	-	(Note B)	
	Pacific Liu Tong Investment Co., Ltd.	Taiwan	Investment	796,491	796,491	119,653	14.92	1,765,241	1,092,494	-	(Notes A and E)	
	Yu Yuan Investment Co., Ltd.	Taiwan	Investment	673,704	673,704	98,198	18.96	1,021,379	744,574	-	(Note A)	
	Far Eastern General Contractor Inc.	Taiwan	Real estate construction	14,682	14,682	1,803	1.00	31,224	542,038	-	(Note B)	
	Oriental Petrochemical Corporation	Taiwan	PTA production and sales	935,279	779,399	133,334	5.20	586,552	(2,259,127)	-	(Note B)	
	Oriental Green Materials Ltd.	Taiwan	waste recycling and processing	-	647,083	-	-	-	97,934	-	(Notes B and R)	
	Far Eastern Investment (Holding) Ltd.	Filsyn Corporation	Philippines	Polychemical products	PESO 225,324	PESO 225,324	45,066	21.85	-	-	-	(Note A)
		PET Far Eastern (M) Sdn. Bhd.	Malaysia	Bottle production	MYR 8,000	MYR 8,000	(Note C)	50.00	148,978	61,748	-	(Note B)
		Com2B	Cayman Islands	E-business	US\$ 3,375	US\$ 3,375	9,000	20.00	-	-	-	(Note A)
		Far Eastern Apparel (Vietnam) Ltd.	Vietnam	Clothing production	US\$ 9,000	US\$ 9,000	(Note D)	100.00	1,175,368	278,646	-	(Note B)
		Worldwide Polychem (HK) Ltd.	Hong Kong	Foreign trade	US\$ 3,500	US\$ 3,500	2,700	100.00	80,098	(74,533)	-	(Note B)
		Opas Fund Segregated Portfolio Company	Cayman Islands	Investment	US\$ 51	US\$ 51	(Note D)	34.00	1,739	75	-	(Note A)
		Far Eastern Polytex (Vietnam) Ltd.	Vietnam	Chemical fiber and Textile production	US\$ 408,700	US\$ 308,700	(Note D)	100.00	14,349,714	659,784	-	(Note B)
Far Eastern New Apparel (Vietnam) Ltd.		Vietnam	Garment production	US\$ 33,000	US\$ 33,000	(Note D)	100.00	443,278	(16,550)	-	(Note B)	
Magna View Sdn. Bhd.		Malaysia	Investment	US\$ 3,465	US\$ 3,465	3,000	100.00	149,429	30,740	-	(Note B)	
Malaysia Garment Manufactures Pte. Ltd.		Singapore	Garment production and Investment	US\$ 15,849	US\$ 15,849	30	37.92	488,545	(448)	-	(Note B)	
Drive Catalyst SPC		Cayman Islands	Investment	US\$ 17	US\$ 17	(Note D)	34.00	539	13	-	(Note A)	
APG Polytech USA Holdings, Inc.		America	Investment	US\$ 606,467	US\$ 606,467	6	100.00	20,910,883	1,235,399	-	(Note B)	
Drive Catalyst SPC-SP Tranche One		Cayman Islands	Investment	US\$ 4,000	US\$ 4,000	4	25.00	137,086	4,376	-	(Note A)	
Drive Catalyst SPC-SP Tranche Two		Cayman Islands	Investment	US\$ 8,000	US\$ 4,000	8	25.00	254,508	3,143	-	(Note A)	
Drive Catalyst SPC-SP Tranche Three		Cayman Islands	Investment	US\$ 8,000	US\$ 8,000	8	25.00	249,104	3,610	-	(Note A)	
Far Eastern International Garments		Philippines	Garment production	US\$ 1	US\$ 1	59	41.00	(12,650)	-	-	(Note A)	
Cemtex Apparel Inc.	Philippines	Clothing O.E.M.	US\$ 1	US\$ 1	90	50.00	(11,738)	-	-	(Note A)		
APG Polytech USA Holdings, Inc.	Corpus Christi Polymers LLC	America	Petrochemical materials production and polychemical products production	US\$ 470,320	US\$ 433,833	(Note D)	33.33	14,116,324	(176,470)	-	(Note K)	
	APG Polytech, LLC	America	Polychemical products production	US\$ 90,000	US\$ 90,000	(Note D)	100.00	6,176,612	1,566,814	-	(Note B)	
	Phoenix Technologies International, LLC	America	Production and sale of recycled plastic resins and their waste and general industrial waste handling	US\$ 26,500	US\$ 21,500	(Note D)	100.00	412,638	(25,769)	-	(Note B)	
Magna View Sdn. Bhd.	PET Far Eastern (M) Sdn. Bhd.	Malaysia	Bottle production	MYR 8,000	MYR 8,000	(Note C)	50.00	148,978	61,748	-	(Note B)	
Ding Yuan International Investment Co., Ltd.	Asia Cement Corporation	Taiwan	Cement production	342,758	342,758	12,369	0.35	482,067	12,016,396	-	(Note A)	
	Far Eastern Department Stores Co., Ltd.	Taiwan	Department store operations	258,946	258,946	11,983	0.85	281,952	1,930,174	-	(Note A)	
	Everest Textile Corporation	Taiwan	Chemical fiber production	92,860	92,860	6,447	0.93	64,172	21,844	-	(Note A)	
	Oriental Union Chemical Corporation	Taiwan	Petrochemical materials production	677,665	677,665	27,365	3.09	579,415	38,873	-	(Note A)	
	Far EasTone Telecommunications Co., Ltd.	Taiwan	Telecommunications	38,457	38,457	920	0.03	40,194	9,607,895	-	(Note B)	
	Pacific Liu Tong Investment Co., Ltd.	Taiwan	Investment	90,000	90,000	17,121	2.24	260,023	1,092,494	-	(Notes A and E)	
	Yu Ding Industry Co., Ltd.	Taiwan	Department store operations	95,624	95,624	104,951	13.20	490,519	281,377	-	(Note A)	
	Far Eastern International Bank	Taiwan	Deposit, loan and guarantee services	916,138	814,399	25,312	2.58	1,355,147	3,677,502	-	(Note A)	

(Continued)

Investor	Investee	Location	Main Businesses and Products	Investment Amount		Balance as of December 31, 2022			Net Income (Loss) of the Investee	Share of Profit (Loss)	Notes
				December 31, 2022	December 31, 2021	Shares (Thousands)	% of Ownership	Carrying Amount			
Kai Yuan International Investment Co., Ltd.	Asia Cement Corporation	Taiwan	Cement production	\$ 732,627	\$ 732,627	35,558	0.71	\$ 1,035,279	\$ 12,016,396	\$ -	(Note A)
	Far EasTone Telecommunications Co., Ltd.	Taiwan	Telecommunications	880,911	880,911	4,211	1.09	1,089,670	9,607,895	-	(Note B)
	Everest Textile Corporation	Taiwan	Chemical fiber production	45,376	45,376	32,474	0.61	46,086	21,844	-	(Note A)
	Oriental Union Chemical Corporation	Taiwan	Petrochemical materials production	742,702	742,702	20,672	3.67	567,643	38,873	-	(Note A)
	Far Eastern Department Stores Co., Ltd.	Taiwan	Department store operations	519,473	519,473	1,127	1.46	602,281	1,930,174	-	(Note A)
	Kowloon Cement Corporation	Hong Kong	Cement production	226,896	226,896	74,970	49.00	490,895	(9,495)	-	(Note A)
	Far Eastern International Leasing Corporation	Taiwan	Leasing	1,026,489	1,026,489	18,000	16.80	950,626	138,560	-	(Note A)
	Pacific Liu Tong Investment Co., Ltd.	Taiwan	Investment	90,000	90,000	127,414	2.24	260,225	1,092,494	-	(Notes A and E)
	Far Eastern International Bank	Taiwan	Deposit, loan and guarantee services	1,112,229	988,714	114,575	3.13	1,645,815	3,677,502	-	(Note A)
Far Eastern Polychem Industries Ltd.	PET Far Eastern (Holding) Ltd.	Bermuda	Investment	US\$ 17,622	US\$ 17,622	35	8.05	263,991	(1,630,484)	-	(Note B)
	FEDP (Holding) Ltd.	Bermuda	Investment	US\$ 29,240	US\$ 29,240	240	49.57	768,804	19,686	-	(Note B)
	Far Eastern Ishizuka Green Pet Corporation	Japan	Production and sale of recycled plastic resins and their waste and general industrial waste handling	JPY 2,991,678	JPY 2,991,678	3,578	90.00	1,612,792	379,156	-	(Note B)
Far Eastern Construction Co., Ltd.	Asia Cement Corporation	Taiwan	Cement production	216,959	216,959	17,726	0.50	632,111	12,016,396	-	(Note A)
	Far Eastern General Contractor Inc.	Taiwan	Real estate construction	271,587	271,587	178,370	98.95	2,874,769	542,038	-	(Note B)
Far Eastern Apparel Co., Ltd.	Asia Cement Corporation	Taiwan	Cement production	16,246	16,246	469	0.01	16,864	12,016,396	-	(Note A)
	Far EasTone Telecommunications Co., Ltd.	Taiwan	Telecommunications	6,353	6,353	90	-	5,916	9,607,895	-	(Note B)
	Yu Ding Industry Co., Ltd.	Taiwan	Department store operations	29	29	11	0.01	179	281,377	-	(Note A)
Far Eastern General Contractor Inc.	Far Eastern Technical Consultants Co., Ltd.	Taiwan	Real estate development business consulting and management	3,864	3,864	450	9.00	7,473	13,854	-	(Note B)
Malaysia Garment Manufactures Pte. Ltd.	Filsyn Corporation	Philippines	Polychemical products	PESO 102,565	PESO 102,565	20,513	9.95	-	-	-	(Note A)
	Arpeggio International Resources Corporation	Philippines	Industry investment	PESO 15,200	PESO 15,200	(Note D)	40.00	-	-	-	(Note A)
	PT Malaysia Garment Bintan	Indonesia	Garment production	SGD -	SGD -	(Note D)	99.00	(37)	-	-	(Note B)
An Ho Garment Co., Ltd.	Far EasTone Telecommunications Co., Ltd.	Taiwan	Telecommunications	748,158	748,158	40,818	1.25	967,479	9,607,895	-	(Note B)
	Asia Cement Corporation	Taiwan	Cement production	206,551	206,551	6,094	0.17	263,751	12,016,396	-	(Note A)
	Oriental Union Chemical Corporation	Taiwan	Petrochemical materials production	287,121	287,121	11,204	1.26	225,287	38,873	-	(Note A)
	Far Eastern Department Stores Co., Ltd.	Taiwan	Department store operations	10,483	10,483	370	0.03	12,140	1,930,174	-	(Note A)
	Oriental Securities Corporation	Taiwan	Brokering	122,937	122,732	8,774	1.21	111,818	(469,364)	-	(Note A)
	Yu Ding Industry Co., Ltd.	Taiwan	Department store operations	111,997	111,997	20,324	15.66	483,808	281,377	-	(Note A)
	Pacific Liu Tong Investment Co., Ltd.	Taiwan	Investment	67,285	67,285	9,681	1.21	145,310	1,092,494	-	(Notes A and E)
	Yuan Ding Investment Co., Ltd.	Taiwan	Investment	148,994	148,994	5,502	0.30	173,491	5,271,752	-	(Note B)
	Far Eastern International Bank	Taiwan	Deposit, loan and guarantee services	228,133	202,798	26,134	0.64	337,981	3,677,502	-	(Note A)
Yuan Faun Co., Ltd.	Yuan Cheng Human Resources Consultant Corporation	Taiwan	Personnel recruitment	7,214	7,214	745	55.19	12,099	945	-	(Note B)
	Far Eastern International Bank	Taiwan	Deposit, loan and guarantee services	48,341	42,973	5,538	0.14	71,582	3,677,502	-	(Note A)
Fu Kwok Knitting & Garment Co., Ltd.	Far EasTone Telecommunications Co., Ltd.	Taiwan	Telecommunications	19,663	19,663	520	0.02	18,398	9,607,895	-	(Note B)
Yuan Tong Investment Co., Ltd.	Far EasTone Telecommunications Co., Ltd.	Taiwan	Telecommunications	2,246,035	2,246,035	100,237	3.08	2,549,498	9,607,895	-	(Note B)
	Far Eastern Department Stores Co., Ltd.	Taiwan	Department store operations	2,086,732	2,054,200	79,250	5.59	2,248,412	1,930,174	-	(Note A)
	Everest Textile Corporation	Taiwan	Chemical fiber production	68,526	59,045	6,460	0.93	69,805	21,844	-	(Note A)
	Oriental Union Chemical Corporation	Taiwan	Petrochemical materials production	1,759,501	1,759,501	49,905	5.63	1,527,923	38,873	-	(Note A)
	Asia Cement Corporation	Taiwan	Cement production	1,067,775	1,067,775	32,465	0.92	1,386,108	12,016,396	-	(Note A)
	Pacific Liu Tong Investment Co., Ltd.	Taiwan	Investment	90,000	90,000	18,000	2.24	259,026	1,092,494	-	(Notes A and E)
	Far Eastern Electronic Toll Collection Co., Ltd.	Taiwan	Electronic toll collection services	787,104	787,104	35,934	11.98	610,091	485,481	-	(Note B)
	Liquid Air Far East Co., Ltd.	Taiwan	Industrial gas production and sales	20	20	1	-	48	1,943,242	-	(Note A)
	Sino Belgium (Holding) Ltd.	Bermuda	Investment	2,255,510	2,255,510	36	90.88	(835,147)	(12,194)	-	(Note B)
	Freudenberg Far Eastern Spunweb Co., Ltd.	Taiwan	Production of nonwoven industrial fabrics	34	34	3	-	51	288,909	-	(Note A)
	Malaysia Garment Manufactures Pte. Ltd.	Singapore	Garment production and Investment	SGD 7,354	SGD 7,354	10	13.00	167,486	(448)	-	(Note B)
Far Eastern International Bank	Taiwan	Deposit, loan and guarantee services	1,110,003	986,735	127,159	3.12	1,641,959	3,677,502	-	(Note A)	

(Continued)

Investor	Investee	Location	Main Businesses and Products	Investment Amount		Balance as of December 31, 2022			Net Income (Loss) of the Investee	Share of Profit (Loss)	Notes
				December 31, 2022	December 31, 2021	Shares (Thousands)	% of Ownership	Carrying Amount			
FE Oriental Investment Holding (Singapore) Pte. Ltd.	FE New Century Industrial (Singapore) Pte. Ltd.	Singapore	Textile product sales	US\$ 4,900	US\$ 4,900	49	100.00	\$ 197,585	\$ 19,711	\$ -	(Note B)
	Oriental Investment Holding (Netherlands) B.V.	Netherlands	Investment	-	-	-	100.00	-	-	-	(Notes B and L)
	FE Green PET (M) Sdn. Bhd.	Malaysia	Manufacture and sale of recycled plastic resins, processing and sale of recycled waste materials generated from the manufacturing process, and general (industrial) waste transportation and storage	-	-	-	100.00	-	-	-	(Notes B and O)
	FYN Green PET Corporation	Philippine	Manufacture and sale of recycled plastic resins, processing and sale of recycled waste materials generated from the manufacturing process, and general (industrial) waste transportation and storage	-	-	(Note D)	8.26	-	-	-	(Notes B and M)
Oriental Investment Holding (Netherlands) B.V.	Oriental Martens (Netherlands) B.V.	Netherlands	Investment	-	-	-	100.00	-	-	-	(Notes B)
Yuan Ding Co., Ltd.	YDT Technology International Co., Ltd.	Taiwan	Electronic material and relevant by-product sales	100,000	100,000	13,992	100.00	264,671	5,276	-	(Note B)
	Ding Ding Integrated Marketing Service Co., Ltd.	Taiwan	Marketing	558,000	558,000	21,787	60.00	109,476	(64,652)	-	(Note B)
	Far Eastern Technical Consultants Co., Ltd.	Taiwan	Real estate development business consulting and management	45,182	45,182	4,550	91.00	74,354	13,854	-	(Note B)
	YDC (Virgin Islands) Ltd.	British Virgin Islands	Investment	US\$ 200	US\$ 200	(Note D)	17.70	10,400	(2,606)	-	(Note B)
	Yuanshi Digital Technology Co., Ltd.	Taiwan	Electronic information providing services	-	566,896	-	-	-	(172,095)	-	(Notes B and Q)
	Fet Engineering Co., Ltd.	Taiwan	Investment	342,701	342,701	2,500	100.00	44,444	(2,668)	-	(Note A)
	Asia Cement Corporation	Taiwan	Cement production	136,037	136,037	5,329	0.15	220,156	12,016,396	-	(Note B)
	Far EasTone Telecommunications Co., Ltd.	Taiwan	Telecommunications	100,412	100,412	4,164	0.13	102,885	9,607,895	-	(Note A)
	Yu Yuan Investment Co., Ltd.	Taiwan	Investment	411,187	411,187	129,637	25.02	2,135,231	744,574	-	(Note A)
	Yue Ming Corporation	Taiwan	Trading	787	787	104	1.00	502	3,565	-	(Note A)
	Yu Ding Industry Co., Ltd.	Taiwan	Department store operations	22,676	22,676	3,363	2.59	79,642	281,377	-	(Note A)
	FEDS Asia Pacific Development Co., Ltd.	Taiwan	Department store operations	100,000	100,000	10,650	5.00	138,458	143,440	-	(Note B)
	Far Eastern Electronic Toll Collection Co., Ltd.	Taiwan	Electronic toll collection services	977,650	977,650	44,796	14.93	755,027	485,481	-	(Note A)
	Far Eastern International Bank	Taiwan	Deposit, loan and guarantee services	86,242	76,665	9,880	0.24	127,911	3,677,502	-	(Note B)
	Yuan Hsin Digital Payment Co., Ltd.	Taiwan	Other financial and ancillary industry	428,239	428,239	11,052	16.22	39,340	(278,051)	-	(Note B)
	Ding Ding Hotel Co., Ltd.	Taiwan	Hotel	4,600,672	3,615,455	102,509	98.52	572,641	(692,956)	-	(Note B)
Ding Ding Integrated Marketing Service Co., Ltd.	Yuanshi Digital Technology Co., Ltd.	Taiwan	Electronic information providing services	-	1,828	-	-	-	(172,095)	-	(Notes B and Q)
	Yuan Hsin Digital Payment Co., Ltd.	Taiwan	Other financial and ancillary industry	500,200	500,200	21,180	31.08	75,382	(278,051)	-	(Note B)
	DDIM (Virgin Islands) Ltd.	British Virgin Islands	Investment	US\$ 11,000	US\$ 11,000	(Note D)	46.13	17,946	(5,045)	-	(Note B)
FET Consulting Engineers Co., Ltd.	DDIM (Virgin Islands) Ltd.	British Virgin Islands	Investment	384,970	384,970	(Note D)	53.87	20,958	(5,045)	-	(Note B)
YDT Technology International Co., Ltd.	Everest Textile Corporation	Taiwan	Chemical fiber production	2,451	2,451	101	0.01	866	21,844	-	(Note A)
	Far Eastern Department Stores Co., Ltd.	Taiwan	Department store operations	51,673	51,673	2,764	0.20	99,760	1,930,174	-	(Note A)
	Asia Cement Corporation	Taiwan	Cement production	862	862	61	-	2,486	12,016,396	-	(Note A)
	YDC (Virgin Islands) Ltd.	British Virgin Islands	Investment	US\$ 930	US\$ 930	(Note D)	82.30	48,358	(2,606)	-	(Note B)
	Far Eastern International Bank	Taiwan	Deposit, loan and guarantee services	30,328	26,960	3,474	0.09	45,250	3,677,502	-	(Note A)
Far Eastern Electronic Toll Collection Co., Ltd.	FETC International Co., Ltd.	Taiwan	Dispatched labor, procuring equipment, and sales agent services	200,000	200,000	20,000	100.00	(12,730)	77,497	-	(Note B)
FETC International Co., Ltd.	FETC International (Thailand) Co., Ltd.	Thailand	Dispatched labor, procuring equipment, and sales agent services	THB 82,000	THB 82,000	8,200	100.00	87,910	(9,913)	-	(Note B)
	FETC International (Malaysia) Co., Ltd.	Malaysia	Dispatched labor, procuring equipment, and sales agent services	-	-	-	100.00	-	-	-	(Notes B and P)
Far EasTone Telecommunications Co., Ltd.	New Century InfoComm Tech Co., Ltd.	Taiwan	Telecommunications services	22,249,283	22,249,283	2,100,000	100.00	26,433,250	1,750,503	-	(Note B)
	ARCOA Communication Co., Ltd.	Taiwan	Telecommunications services, sales of communications products and office equipment	1,305,802	1,305,802	82,762	61.63	686,655	169,867	-	(Note B)
	KGEx.com Co., Ltd.	Taiwan	Telecommunications services	2,340,472	2,340,472	68,897	99.99	910,643	137,527	-	(Note B)
	Yuanshi Digital Technology Co., Ltd.	Taiwan	Electronic information providing services	1,686,169	1,686,169	10,821	96.18	(445,664)	(172,095)	-	(Note B)
	Yuan Cing Co., Ltd.	Taiwan	Call center services	-	-	2,000	100.00	46,262	18,777	-	(Note B)
	Far Eastern Info Service (Holding) Ltd.	Bermuda	Investment	92,616	92,616	1	100.00	5,433	482	-	(Note B)
	Yuan Siang Original Company	Taiwan	TV/film making and issuance industry	41,250	-	4,125	50.00	37,542	(7,417)	-	(Note B)
	Far EasTone Property Insurance Agent Co., Ltd.	Taiwan	Property insurance agent	5,000	5,000	500	100.00	94,297	83,335	-	(Note B)
	Far Eastern Electronic Toll Collection Co., Ltd.	Taiwan	Electronic toll collection services	2,542,396	2,542,396	118,251	39.42	1,481,494	485,481	-	(Note B)
	Ding Ding Integrated Marketing Service Co., Ltd.	Taiwan	Marketing	139,500	139,500	5,447	15.00	27,210	(64,652)	-	(Note B)
Yuan Hsin Digital Payment Co., Ltd.	Taiwan	Other financial and ancillary industry	600,000	600,000	12,342	18.11	34,622	(278,051)	-	(Note B)	

(Continued)

Investor	Investee	Location	Main Businesses and Products	Investment Amount		Balance as of December 31, 2022			Net Income (Loss) of the Investee	Share of Profit (Loss)	Notes
				December 31, 2022	December 31, 2021	Shares (Thousands)	% of Ownership	Carrying Amount			
ARCOA Communication Co., Ltd.	DataExpress Infotech Co., Ltd.	Taiwan	Electronic information providing services	\$ 141,750	\$ 141,750	17,043	70.00	\$ 309,813	\$ 119,503	\$ -	(Note B)
New Century InfoComm Tech Co., Ltd.	New Diligent Co., Ltd.	Taiwan	Investment	540,000	540,000	54,000	100.00	83,899	10,896	-	(Note B)
	Information Security Service Digital United Inc. Digital United (Cayman) Ltd.	Taiwan	Security and monitoring service via internet	148,777	148,777	12,029	100.00	149,423	19,009	-	(Note B)
	Yuanshi Digital Technology Co., Ltd.	Cayman Islands	Investment	317,446	317,446	10,320	100.00	440,428	(16,769)	-	(Note B)
	Ding Ding Integrated Marketing Service Co., Ltd.	Taiwan	Electronic information providing services	49,579	20,000	375	3.33	(15,443)	(172,095)	-	(Note B)
	Prime EcoPower Co., Ltd.	Taiwan	Marketing	46,500	46,500	1,816	5.00	9,070	(64,652)	-	(Note B)
	Drive Catalyst SPC-SP Tranche One	Taiwan	Energy technology services	160,000	160,000	16,000	100.00	126,125	674	-	(Note B)
	Drive Catalyst SPC-SP Tranche Two	Cayman Islands	Investment	123,220	123,220	4	25.00	137,086	4,376	-	(Note A)
	Drive Catalyst SPC-SP Tranche Three	Cayman Islands	Investment	224,820	114,140	8	25.00	254,508	3,143	-	(Note A)
	Nextlink Technology Co., Ltd.	Cayman Islands	Investment	236,440	236,440	8	25.00	249,104	3,610	-	(Note A)
	JuAn Long-Age., Ltd.	Taiwan	Electronic information providing services	420,000	420,000	11,164	70.00	488,446	60,453	-	(Note B)
	Yuan Hsin Digital Payment Co., Ltd.	Taiwan	Electronic information providing services	15,500	15,500	1,000	25.00	14,257	2,160	-	(Note A)
	ARCOA Communication Co., Ltd.	Taiwan	Other financial and ancillary industries	42,358	42,358	4,236	6.22	11,882	(278,051)	-	(Note B)
	Taiwan	Telecommunications services, sales of communications products and office equipment	116,885	-	9,026	6.72	126,754	169,867	-	(Note B)	
Yuan Siang Original Company	Mission International Co., Ltd.	Taiwan	TV/film making and issuance industry	80,000	-	8,000	100.00	72,709	(7,291)	-	(Note B)
New Diligent Co., Ltd.	Sino Lead Enterprise Limited	Hong Kong	Telecommunication services	125	125	30	100.00	409	88	-	(Note B)
	Far East New Diligent Company Ltd.	British Virgin Islands	Investment	-	330,598	(Note D)	-	-	611	-	(Notes B and N)
	New Diligent Hong Kong Co., Ltd.	Hong Kong	Investment	3,051	3,051	-	100.00	2,391	285	-	(Note B)
DataExpress Infotech Co., Ltd.	Home Master Technology Ltd.	Taiwan	Electronic information providing services	10,000	10,000	(Note D)	100.00	58,471	15,611	-	(Note B)
Nextlink Technology Co., Ltd.	Microfusion Technology Co., Ltd.	Taiwan	Electronic information providing services	17,000	17,000	4,495	100.00	63,508	16,194	-	(Note B)
	Nextlink (HK) Technology Co., Ltd.	Hong Kong	Electronic information providing services	973	973	-	100.00	37,565	(2,963)	-	(Note B)
	Microfusion (HK) Technology Co., Ltd.	Hong Kong	Electronic information providing services	1,494	1,494	-	100.00	281	(2,764)	-	(Note B)

Notes: A. Equity-method investee.

B. Subsidiary.

C. Including 5,000 thousand common stock and 3,000 thousand preferred shares.

D. Company limited.

E. The investor opened a trust account in Shanghai Bank in Taipei on September 26, 2002 to acquire the ownership of Pacific Liu Tong Investment Co., Ltd.

F. Shares in thousands.

G. For investments in mainland China, refer to Table 13.

H. Under the “IFRSs Questions and Answers” issued by Taiwan Stock Exchange Corporation (TWSE), the Company recognized these items as investment properties in its parent-company-only financial statements and reclassified them to property, plant and equipment in the consolidated financial statements. The Company used the equity method and share of the profit or loss of associates to adjust the differences between the investment property amounts presented in the parent-company-only financial statements and the consolidated financial statements.

I. The effects from the adjustments of FENC shares which are held by Yuan Ding Co., Ltd. and the transactions between subsidiaries amounted to \$4,941 thousand.

J. The ending balance of the investment is zero in 2016 because the amount of reduction in capital was over the original investing value.

K. Joint operation entity.

L. Oriental Investment Holding (Netherlands) was established and registered on January 23, 2020, but as of December 31, 2022, the relevant investment funds have not been remitted.

M. Oriental Martens (Netherlands) B.V. was established and registered on February 12, 2020, but as of December 31, 2022, the relevant investment funds have not been remitted.

N. The dissolution of Far East New Diligent Company, Ltd. had been approved by the local government in April 2022.

O. FE Green PET (M) Sdn. Bhd was established and registered on October 26, 2022, but as of December 31, 2022, the relevant investment funds have not been remitted.

P. Yuan To Trading Corp. (Malaysia) was established and registered on September 23, 2022, but as of December 31, 2022, the relevant investment funds have not been remitted.

Q. Sold to New Century InfoComm Tech Co., Ltd. in December 2022.

R. In order to simplify the investment scheme, increase operation efficiency, the Company purchased 100% of the shares of Far Eastern Apparel Co., Ltd., Far Eastern Fibertech Co., Ltd., Oriental Resources Development Co. and Oriental Green Materials Ltd. from its subsidiary, Yuan Ding Investment Corporation, the date of share exchange was December 30, 2022.

(Concluded)

FAR EASTERN NEW CENTURY CORPORATION AND INVESTEEES

INVESTMENTS IN MAINLAND CHINA
FOR THE YEAR ENDED DECEMBER 31, 2022
(In Thousands of New Taiwan Dollars, Renminbi and U.S. Dollars)

Investee Company	Main Businesses and Products	Paid-in Capital (Note S)	Method of Investment (Note A)	Accumulated Outward Remittance for Investment from Taiwan as of January 1, 2022	Investment Flows		Accumulated Outward Remittance for Investment from Taiwan as of December 31, 2022	Net Income (Loss) of the Investee	% Ownership of Direct or Indirect Investment	Investment Gain (Loss)	Carrying Amount as of December 31, 2022 (Note B)	Accumulated Repatriation of Investment Income as of December 31, 2022	Note
					Outflow	Inflow							
Far Eastern Industries (Shanghai) Ltd.	Manufacture and sales of PET staple, PET filament, polyester top, PET performs, draw textured yarn, spinning yarn, knit fabrics, woven fabrics, knit garments and woven garments	\$ 8,288,800 (RMB 1,880,399 thousand)	2	\$ 3,700,967	\$ -	\$ -	\$ 7,491,974	\$ 195,726	90.03	\$ 195,726	\$ 9,795,232	\$ 853,493	Notes D, E and T
Far Eastern Apparel (Suzhou) Co., Ltd.	Production and marketing of knit garments, woven garments, non-knit garments, and nonwoven garments and accessories	901,776 (RMB 204,577 thousand)	2	1,010,901	-	-	1,010,901	(492)	100.00	(492)	1,504,777	233,172	Notes F and G
Far Eastern Innovation Apparel (Suzhou) Co., Ltd.	Production and marketing of knit garments, woven garments, non-knit garments, and nonwoven garments and accessories	1,047,422 (RMB 237,619 thousand)	3	-	-	-	-	17,578	100.00	17,578	1,119,233	-	
Far Eastern Innovation Apparel (Anhui) Co., Ltd.	Knitted and woven apparel, bedding and apparel accessories	40,774 (RMB 9,250 thousand)	2	-	-	-	-	(352)	100.00	(352)	40,423	-	
Far Eastern Industries (Wuxi) Ltd.	Production and marketing of combed cotton yarn, 60/40 poly/cotton blended yarn, 65/35 poly/cotton blended yarn, spun yarn, woven fabrics, grieve woven fabrics, print woven fabrics, piece dyed woven fabrics and bleached woven fabrics	2,122,322 (RMB 481,471 thousand)	2	2,018,430	-	-	2,018,430	(361,516)	100.00	(361,516)	2,553,747	313,458	Notes H and I
Oriental Petrochemical (Shanghai) Corporation	Manufacture and distribution of PTA and its by-products	7,906,143 (RMB 1,793,590 thousand)	2	3,791,007	-	-	-	(1,358,231)	-	(833,275)	-	1,064,005	Notes J and T
Far Eastern Dyeing & Finishing (Suzhou) Ltd.	Manufacture and sales of weaving, dyeing and finishing of novelty fabrics, high-value engineered textiles industrial woven fabrics and scraps	1,627,756 (RMB 369,273 thousand)	2	1,663,638	-	-	1,663,638	560,242	100.00	560,242	2,947,621	159,799	Notes H and Q
Far Eastern Industries (Suzhou) Ltd.	Production and marketing of PET staple, PET filament, polyester top, PET performs, draw textured yarn, spinning yarn, knit fabrics, woven fabrics, knit garments and woven garments	1,738,382 (RMB 394,370 thousand)	2	1,765,319	-	-	1,765,319	(4,310)	100.00	(4,310)	1,322,793	-	Note K

(Continued)

Investee Company	Main Businesses and Products	Paid-in Capital (Note S)	Method of Investment (Note A)	Accumulated Outward Remittance for Investment from Taiwan as of January 1, 2022	Investment Flows		Accumulated Outward Remittance for Investment from Taiwan as of December 31, 2022	Net Income (Loss) of the Investee	% Ownership of Direct or Indirect Investment	Investment Gain (Loss)	Carrying Amount as of December 31, 2022 (Note B)	Accumulated Repatriation of Investment Income as of December 31, 2022	Note
					Outflow	Inflow							
Wuhan Far Eastern New Material Ltd.	Manufacture and sales of PET sheets, chips, and filaments PET performs and garments and its by-products	\$ 753,978 (RMB 171,048 thousand)	2	\$ 724,110	\$ -	\$ -	\$ 724,110	\$ 17,425	100.00	\$ 17,425	\$ 972,879	\$ -	
Oriental Industries (Suzhou) Ltd.	Production and marketing of polyester chips, partially oriented yarn, fully oriented yarn, and polyester yarn	4,826,084 (RMB 1,094,847 thousand)	2	4,957,248	-	-	4,957,248	621,751	100.00	621,751	7,092,811	-	Note H
Far Eastern New Century (China) Investment Co., Ltd.	Investment	4,716,787 (RMB 1,070,052 thousand)	2	4,794,027	-	-	4,794,027	(125,796)	100.00	(125,796)	3,629,628	-	
Sino Belgium Beer (Suzhou) Ltd.	Beer brewing	1,680,145 (RMB 381,158 thousand)	2	1,763,952	-	-	1,763,952	(2,363)	100.00	(2,363)	(766,054)	-	Note L
Martens Beers (Shanghai) Ltd.	Beer brewing	329,085 (RMB 74,656 thousand)	2	231,475	-	-	231,475	6,806	100.00	6,806	12,926	-	Note L
Far Eastern Yihua Petrochemical (Yangzhou) Corporation	PA and its by-product production and sale	6,986,497 (RMB 1,584,958 thousand)	2	4,181,323	342,720	-	4,524,043	154	60.00	92	4,220,256	-	
Far Eastern Industries (Yangzhou) Ltd.	PA and its by-product production	1,361,642 (RMB 308,902 thousand)	2	1,436,190	-	-	1,436,190	2,293	100.00	2,293	1,403,202	-	
Far Eastern Union Petrochemical (Yangzhou) Corporation	PA and its by-product production	8,337,123 (RMB 1,891,362 thousand)	2	2,983,397	-	-	2,983,397	(1,870,015)	44.20	(826,547)	2,303,096	-	
Shanghai Yuan Zi Information Technology Co., Ltd.	Software development, equipment maintenance and consulting	56,026 (RMB 12,710 thousand)	3	-	-	-	-	516	100.00	516	59,417	-	
Shanghai Far Eastern Petrochemical Logistic Corporation	Transportation	83,752 (RMB 19,000 thousand)	3	-	-	-	-	6,724	100.00	6,724	158,807	-	
Suzhou An Ho Apparel Ltd.	Garment production	4,408 (RMB 1,000 thousand)	3	-	-	-	-	928	100.00	928	58,271	-	
Yuan Ding Enterprise (Shanghai) Limited	Liquid oxygen, oxygen, nitrogen and hydrogen warehousing	7,773,177 (RMB 1,763,425 thousand)	3	-	-	-	-	(177,325)	40.00	(70,930)	2,681,696	-	
Yuan Ding Integrated Information Service (Shanghai) Inc.	Computer software and internet software design and development	664,058 (RMB 150,648 thousand)	2	598,270	-	-	598,270	(5,009)	100.00	(5,009)	38,988	-	Note M

(Continued)

Investee Company	Main Businesses and Products	Paid-in Capital (Note S)	Method of Investment (Note A)	Accumulated Outward Remittance for Investment from Taiwan as of January 1, 2022	Investment Flows		Accumulated Outward Remittance for Investment from Taiwan as of December 31, 2022	Net Income (Loss) of the Investee	% Ownership of Direct or Indirect Investment	Investment Gain (Loss)	Carrying Amount as of December 31, 2022 (Note B)	Accumulated Repatriation of Investment Income as of December 31, 2022	Note
					Outflow	Inflow							
Speedy (Shanghai) digital Tech. Co., Ltd.	Intelligent control equipment and security monitoring products and services	\$ 28,825 (RMB 6,539 thousand)	2	\$ 24,220	\$ -	\$ -	\$ 24,220	\$ (330)	100.00	\$ (330)	\$ 36,889	\$ -	Note N
Digital United Information Technology (Shanghai) Ltd.	Research and design of computer systems	95,201 (US\$ 3,100 thousand)	2	92,132	-	-	92,132	4,751	100.00	4,751	16,289	-	Note O
Nextlink (Shanghai) Technology Co., Ltd.	Computer software, data processing and provision of network information services	2,211 (US\$ 72 thousand)	2	2,140	-	-	2,140	465	70.00	465	2,503	-	Note P

Investee Company	Accumulated Outward Remittance for Investment in Mainland China as of December 31, 2022	Investment Amounts Authorized by Investment Commission, MOEA	Upper Limit on the Amount of Investment Stipulated by Investment Commission, MOEA
Parent Company	\$ 24,546,349 (US\$ 799,295 thousand)	\$ 28,182,321 (US\$ 916,731 thousand) (RMB 6,695 thousand)	\$ -
Yuan Ding Investment Co., Ltd.	9,380,677 (US\$ 305,460 thousand)	13,330,904 (US\$ 434,090 thousand)	24,680,830
Yuan Tong Investment Co., Ltd.	1,947,014 (US\$ 63,400 thousand)	2,079,190 (US\$ 67,704 thousand)	4,466,462
YDT Technology International Co., Ltd.	27,946 (US\$ 910 thousand)	27,946 (US\$ 910 thousand)	83,952
FET Consulting Engineers Co., Ltd.	248,751 (US\$ 8,100 thousand)	248,751 (US\$ 8,100 thousand)	15,000
Ding Ding Integrated Marketing Service Co., Ltd.	33,781 (US\$ 1,100 thousand)	33,781 (US\$ 1,100 thousand)	217,866
Far EasTone Telecommunications Co., Ltd.	92,616	92,616	38,512,905
New Century InfoComm Tech Co., Ltd.	95,201 (US\$ 3,100 thousand)	95,201 (US\$ 3,100 thousand)	15,109,513
New Diligent Co., Ltd.	458,408 (US\$ 14,927 thousand)	458,408 (US\$ 14,927 thousand)	50,340
Nextlink Technology Co., Ltd.	2,211 (US\$ 72 thousand)	2,211 (US\$ 72 thousand)	137,062

(Continued)

Notes: A. Investment types are classified as follows:

- 1 The investment was made directly in China.
- 2 The investment was made through a company registered in a third region. Companies which registered in a third region are: Far Eastern Polychem Industries Ltd., PET Far Eastern (Holding) Ltd., Far Eastern Apparel (Holding) Ltd., Oriental Textile (Holding) Ltd., FEDP (Holding) Ltd., Far Eastern Polytex (Holding) Ltd., Sino Belgium (Holding) Ltd., YDC (Virgin Islands) Ltd., DDIM (Virgin Islands) Ltd., Far Eastern Info Service (Holding) Ltd., Digital United (Cayman) Ltd., Nextlink Technology Co., Ltd. and Far East New Diligent Company Ltd.
- 3 Other types.

B. Recognition of gains or losses was based on the following two information:

1. Financial statements of these companies, which were audited by an international accounting firm with a cooperative relationship with an ROC accounting firm: Far Eastern Industries (Shanghai) Ltd., Far Eastern Apparel (Suzhou) Co., Ltd., Far Eastern Industries (Wuxi) Ltd., Oriental Petrochemical (Shanghai) Corporation, Far Eastern Dyeing and Finishing (Suzhou) Ltd., Wuhan Far Eastern New Material Ltd., Oriental Industries (Suzhou) Ltd., and Far Eastern Union Petrochemical (Yangzhou) Corporation.
2. Others: Far Eastern Industries (Suzhou) Ltd., Far Eastern Innovation Apparel (Suzhou) Co., Ltd., Far Eastern New Century (China) Investment Co., Ltd., Sino Belgium Beer (Suzhou) Ltd., Martens Beers (Shanghai) Ltd., Far Eastern Industries (Yangzhou) Ltd., Far Eastern Yihua Petrochemical (Yangzhou) Corporation, Shanghai Yuan Zi Information Technology Co., Ltd., Shanghai Far Eastern Petrochemical Logistic Corporation, Suzhou An Ho Apparel Ltd., Yuan Ding Enterprise (Shanghai) Limited, Yuan Ding Integrated Information Service (Shanghai) Inc., Speedy (Shanghai) digital Tech. Co., Ltd., Digital United Information Technology (Shanghai) Ltd., and Nextlink (Shanghai) Technology Co., Ltd.

C. The ending balance of long term investment.

D. As of December 31, 2022, the accumulated outflow of investment from Taiwan was NT\$3,700,967 thousand which NT\$3,134,807 thousand where from the Company and the other was from Yuan Ding Investment Co., Ltd.

E. As of December 31, 2022, the remitted amount of profit of investment was the total cash dividend of Far Eastern Polychem Industries Ltd. received by FENC and Yuan Ding Investment Co., Ltd.

F. As of December 31, 2022, the accumulated outflow of investment from Taiwan was NT\$1,010,901 thousand which NT\$509,725 thousand was remitted by FENC the other was by Yuan Ding Investment Co., Ltd.

G. As of December 31, 2022, the profit of investment was cash dividend paid by Far Eastern Apparel (Suzhou) Co., Ltd. which remitted through FENC subsidiaries, Far Eastern Polytex (Holding) Ltd. and Far Eastern Apparel (Holding) Ltd.

H. As of December 31, 2022, the accumulated outflow of investment from Taiwan was remitted by Yuan Ding Investment Co., Ltd.

I. As of December 31, 2022, the profit of investment was cash dividend paid by Far Eastern Industries (Wuxi) Ltd. remitted through a FENC's subsidiary, Oriental Textile (Holding) Ltd.

J. As of December 31, 2022, the profit of investment was cash dividend paid by Oriental Petrochemical (Shanghai) Corporation remitted through FENC's subsidiaries, PET Far Eastern (Holding) Ltd. and Far Eastern Polytex (Holding) Ltd.

K. As of December 31, 2022, the accumulated outflow of investment from Taiwan was NT\$1,765,319 thousand which NT\$1,099,293 thousand was remitted by FENC, and the other was by subsidiaries, Yuan Ding Investment Co., Ltd. and Yuan Tong Investment Co., Ltd.

L. As of December 31, 2022, the accumulated outflow of investment from Taiwan was remitted by a FENC's subsidiary, Yuan Tong Investment Co., Ltd.

M. As of December 31, 2022, the accumulated outflow of investment from Taiwan was remitted by FENC's subsidiaries, YDT Technology International Co., Ltd., FET Consulting Engineers Co., Ltd. and Ding Ding Integrated Marketing Service Co., Ltd.

N. As of December 31, 2022, the accumulated outflow of investment from Taiwan was remitted by a FENC's subsidiary, YDT Technology International Co., Ltd.

O. As of December 31, 2022, the accumulated outflow of investment from Taiwan was remitted by a FENC's subsidiary, New Century InfoComm Tech Co., Ltd.

P. As of December 31, 2022, the accumulated outflow of investment from Taiwan was remitted by a FENC's subsidiary, Nextlink Technology Co., Ltd.

Q. As of December 31, 2022, the profit from investment was cash dividend paid by Far Eastern Dyeing & Finishing (Suzhou) Ltd. which remitted through a FENC subsidiary, Far Eastern Apparel (Holding) Ltd.

R. In accordance with the "Principles for Examination of Investment or Technical Cooperation in Mainland China" issued by the Board of Investment in accordance with 97.8.29, 60% of the net value of the investing company or the combined net value, whichever is higher, shall be the limit. However, the parent company has been issued with the Industrial Development Bureau of the Ministry of Economic Affairs (MOEA) Enterprise Operation Headquarters Certificate No. 10920434850, and in accordance with the "Principles for Examination of Investment or Technical Cooperation in Mainland China", there is no limit on the cumulative amount of the parent company's investment in Mainland China.

S. It is calculated based on the ending exchange rate of US\$1:30.71 and RMB1:4.408.

T. Oriental Petrochemical (Shanghai) Corporation was absorbed by Far Eastern Industries (Shanghai) Ltd. in December 2022, The tentative record date was December 31, 2022. Far Eastern Industries (Shanghai) Ltd. was the surviving company, and Oriental Petrochemical (Shanghai) Corporation was the dissolved company. As of March 16, 2023, Far Eastern Industries (Shanghai) Ltd. was modified and registered, and its paid-in capital changed by RMB1,880,399 thousand (NT\$8,288,799 thousand) to RMB3,673,989 thousand (NT\$16,194,944 thousand). Oriental Petrochemical (Shanghai) Corporation was liquidated and canceled.

(Concluded)

FAR EASTERN NEW CENTURY CORPORATION AND INVESTEEES

INVESTMENTS IN MAINLAND CHINA - INVESTMENT TYPES
FOR THE YEAR ENDED DECEMBER 31, 2022
(In Thousands of U.S. Dollars)

Investee Company	Authorized by Investment Commission, MOEA				Investment Type			
	Investor Company	MOEA Approval Letter No.	Through Investor Company in Third Area	Investment Amount (US\$)	Investor Company's Own Capital	Investor Company in Third Area Using Dividends Received from Investee (US\$)	Financed from Financial Institutions in Third Area (US\$)	Investor Company in Third Area Using Its Own Capital to Invest (US\$)
Far Eastern Industries (Shanghai) Ltd.	Far Eastern New Century Corporation	No. 84015136	Far Eastern Polychem Industries Ltd.	\$ 6,000	\$ 6,000			
	Yuan Ding Investment Co., Ltd.		Far Eastern Polychem Industries Ltd.	24,000	24,000			
	Far Eastern New Century Corporation	No. 093032400	Far Eastern Polychem Industries Ltd.	1,712		\$ 1,712		
	Far Eastern New Century Corporation	No. 093032090	Far Eastern Polychem Industries Ltd.	1,540			\$ 1,540	
	Far Eastern New Century Corporation	No. 093032240	Far Eastern Polychem Industries Ltd.	3,879		3,879		
	Yuan Ding Investment Co., Ltd.	No. 093032402	Far Eastern Polychem Industries Ltd.	7,014		7,014		
	Yuan Ding Investment Co., Ltd.	No. 093032239	Far Eastern Polychem Industries Ltd.	15,898		15,898		
	Yuan Ding Investment Co., Ltd.	No. 093032089	Far Eastern Polychem Industries Ltd.	6,313			6,313	
	Far Eastern New Century Corporation	No. 09500287850	Far Eastern Polychem Industries Ltd.	31,779	31,779			
	Far Eastern New Century Corporation	No. 09700163440	Far Eastern Polychem Industries Ltd.	56,000	56,000			
	Far Eastern New Century Corporation	No. 09700045490	Far Eastern Polychem Industries Ltd.	4,800	4,800			
				8,198 (Note E)				
	Far Eastern New Century Corporation	No. 09900142680 (Note D)	Far Eastern Polychem Industries Ltd.	11,500	11,500			
	Far Eastern New Century Corporation	No. 11100176580	Far Eastern Polychem Industries Ltd.	86,168 (Note Y)	-			
Far Eastern Apparel (Suzhou) Co., Ltd.	Yuan Ding Investment Co., Ltd.	No. 85016219	Far Eastern Apparel (Holding) Ltd.	10,000	10,000			
	Yuan Ding Investment Co., Ltd.	No. 092033299	Far Eastern Apparel (Holding) Ltd.	5,000	5,000			
	Far Eastern New Century Corporation	No. 09500112650	Far Eastern Polytex (Holding) Ltd.	11,000	11,000			
	Far Eastern New Century Corporation	No. 09700038490	Far Eastern Polytex (Holding) Ltd.	5,000	5,000			
Far Eastern Innovation Apparel (Suzhou) Co., Ltd.	Yuan Ding Investment Co., Ltd.	No. 10730028260	Far Eastern Apparel (Holding) Ltd.	35,000			\$ 35,000	
Far Eastern Innovation Apparel (Anhui) Co., Ltd.	Far Eastern New Century Corporation	No. 11000195650	Far Eastern Polytex (Holding) Ltd. (Note V)	8,739				8,739
	Yuan Ding Investment Co., Ltd.	No. 11000195640	Far Eastern Apparel (Holding) Ltd. (Note W)	5,461				5,461
Far Eastern Industries (Wuxi) Ltd.	Yuan Ding Investment Co., Ltd.	No. 091011903	Oriental Textile (Holding) Ltd.	19,960	19,960			
	Yuan Ding Investment Co., Ltd.	No. 094024169	Oriental Textile (Holding) Ltd.	40,000	40,000			
Oriental Petrochemical (Shanghai) Corporation	Far Eastern New Century Corporation	No. 09800408170 (Note B)	Far Eastern Polychem Industries Ltd.	1,228				1,228
	Yuan Ding Investment Co., Ltd.	No. 09800408160 (Note C)	PET Far Eastern (Holding) Ltd.	6,592				6,592
	Far Eastern New Century Corporation	No. 09700163430	PET Far Eastern (Holding) Ltd.	49,500	49,500			
	Far Eastern New Century Corporation	No. 09700045500	Far Eastern Polychem Industries Ltd.	4,800	4,800			
			PET Far Eastern (Holding) Ltd.	2,936 (Note F)				
	Far Eastern New Century Corporation	No. 09800456740	PET Far Eastern (Holding) Ltd.	41,171	41,171			
Far Eastern New Century Corporation	No. 10630056570	PET Far Eastern (Holding) Ltd.	27,000	27,000				
Far Eastern Dyeing & Finishing (Suzhou) Ltd.	Yuan Ding Investment Co., Ltd.	No. 092033525	Far Eastern Apparel (Holding) Ltd.	20,000	20,000			
	Yuan Ding Investment Co., Ltd.	No. 09700348610	Far Eastern Apparel (Holding) Ltd.	30,000	30,000			

(Continued)

Investee Company	Authorized by Investment Commission, MOEA				Investment Type			
	Investor Company	MOEA Approval Letter No.	Through Investor Company in Third Area	Investment Amount (US\$)	Investor Company's Own Capital	Investor Company in Third Area Using Dividends Received from Investee (US\$)	Financed from Financial Institutions in Third Area (US\$)	Investor Company in Third Area Using Its Own Capital to Invest (US\$)
Far Eastern Industries (Suzhou) Ltd.	Yuan Ding Investment Co., Ltd.	No. 091035216	Far Eastern Polychem Industries Ltd. FEDP (Holding) Ltd.	\$ 9,352				\$ 9,352
	Far Eastern New Century Corporation	No. 093025506	Far Eastern Polychem Industries Ltd. FEDP (Holding) Ltd.	1,569			\$ 1,569	
	Far Eastern New Century Corporation	No. 093030298	Far Eastern Polychem Industries Ltd. FEDP (Holding) Ltd.	713				713
	Far Eastern New Century Corporation	No. 09900403430 (Note H)	FEDP (Holding) Ltd.	5,288	\$ 5,288			
	Far Eastern New Century Corporation	No. 09500287850	Far Eastern Polychem Industries Ltd. FEDP (Holding) Ltd.	4,524	4,524			
	Far Eastern New Century Corporation	No. 09700045510	Far Eastern Polychem Industries Ltd. FEDP (Holding) Ltd.	4,800	4,800			
	Far Eastern New Century Corporation	No. 09900470520 (Note I)	FEDP (Holding) Ltd.	754 (Note G) 18,224		18,224		
Oriental Industries (Suzhou) Ltd.	Yuan Ding Investment Co., Ltd.	No. 094015006	Oriental Textile (Holding) Ltd.	19,800	19,800			
	Yuan Ding Investment Co., Ltd.	No. 094037416	Oriental Textile (Holding) Ltd.	30,200	30,200			
	Yuan Ding Investment Co., Ltd.	No. 09600280400	Oriental Textile (Holding) Ltd.	23,000	23,000			
	Yuan Ding Investment Co., Ltd.	No. 09700172130	Oriental Textile (Holding) Ltd.	32,500	32,500			
	Yuan Ding Investment Co., Ltd.	No. 10200127470	Oriental Textile (Holding) Ltd.	8,000	8,000			
	Yuan Ding Investment Co., Ltd.	No. 10300223190 (Note K)	Oriental Textile (Holding) Ltd.	43,000	43,000			
	Yuan Ding Investment Co., Ltd.	No. 11100191790	Oriental Textile (Holding) Ltd.	43,000	43,000			
Wuhan Far Eastern New Material Ltd.	Far Eastern New Century Corporation	No. 09500090070	Far Eastern Polytex (Holding) Ltd.	12,000	12,000			
	Far Eastern New Century Corporation	No. 09800135640	Far Eastern Polytex (Holding) Ltd.	10,000	10,000			
	Far Eastern New Century Corporation	No. 09900470530	Far Eastern Polytex (Holding) Ltd.	RMB 6,695				RMB 6,695
Far Eastern New Century (China) Investment Co., Ltd. (Note A)	Far Eastern New Century Corporation	No. 09500124430	Far Eastern Polytex (Holding) Ltd.	48,000	48,000			
Sino Belgium Beer (Suzhou) Ltd.	Yuan Tong Investment Co., Ltd.	No. 09600248620	Sino Belgium (Holding) Ltd.	18,000	18,000			
	Yuan Tong Investment Co., Ltd.	No. 09600451060	Sino Belgium (Holding) Ltd.	12,000	12,000			
	Yuan Tong Investment Co., Ltd.	No. 10300091010 (Note L)	Sino Belgium (Holding) Ltd.	16,000	16,000			
	Yuan Tong Investment Co., Ltd.	No. 10300249370 (Note O)	Sino Belgium (Holding) Ltd.	10,000	10,000			
Martens Beers (Shanghai) Ltd.	Yuan Tong Investment Co., Ltd.	No. 09700456110	Sino Belgium (Holding) Ltd.	3,800	3,800			
	Yuan Tong Investment Co., Ltd.	No. 09900284200	Bockhold N.V. Martens HK Ltd.	4,304				4,304
	Yuan Tong Investment Co., Ltd.	No. 10300091010 (Note L)	Sino Belgium (Holding) Ltd.	1,500	1,500			
	Yuan Tong Investment Co., Ltd.	No. 10200451570 (Note N)	Sino Belgium (Holding) Ltd.	1,100	1,100			
	Yuan Tong Investment Co., Ltd.	No. 10300249370 (Note O)	Sino Belgium (Holding) Ltd.	1,000	1,000			
Far Eastern Yihua Petrochemical (Yangzhou) Corporation	Far Eastern New Century Corporation	No. 11100012810 (Note J)	Far Eastern Polytex (Holding) Ltd.	138,000	138,000			
	Far Eastern New Century Corporation	No. 11100014610 (Note J)	Far Eastern Polytex (Holding) Ltd.	12,000	12,000			
Far Eastern Industries (Yangzhou) Ltd.	Far Eastern New Century Corporation	No. 10100043080	Far Eastern Polychem Industries Ltd.	49,000	49,000			
Far Eastern Union Petrochemical (Yangzhou) Corporation	Far Eastern New Century Corporation	No. 10300210860 (Note M)	PET Far Eastern (Holding) Ltd.	66,000	66,000			
	Far Eastern New Century Corporation	No. 10900223750 (Note T)	PET Far Eastern (Holding) Ltd.	9,250	9,250			
	Far Eastern New Century Corporation	No. 11000095860 (Note U)	PET Far Eastern (Holding) Ltd.	32,824	32,824			
Yuan Ding Enterprise (Shanghai) Limited	Far Eastern New Century Corporation	No. 10200399280	Far Eastern Polytex (Holding) Ltd. Far Eastern New Century (China) Investment Co., Ltd.	1,000	1,000			

(Continued)

Investee Company	Authorized by Investment Commission, MOEA				Investment Type			
	Investor Company	MOEA Approval Letter No.	Through Investor Company in Third Area	Investment Amount (US\$)	Investor Company's Own Capital	Investor Company in Third Area Using Dividends Received from Investee (US\$)	Financed from Financial Institutions in Third Area (US\$)	Investor Company in Third Area Using Its Own Capital to Invest (US\$)
	Far Eastern New Century Corporation	No. 10800190930 (Note S)	Far Eastern Polytex (Holding) Ltd. Far Eastern New Century (China) Investment Co., Ltd.	\$ 74,335	\$ 74,335			
	Far Eastern New Century Corporation	No. 10800217150	Far Eastern Polytex (Holding) Ltd. Far Eastern New Century (China) Investment Co., Ltd.	32,000	32,000			
Tong Da Air Industry (Yangzhou) Co., Ltd.	Far Eastern New Century Corporation	No. 10300203670 (Note P)	PET Far Eastern (Holding) Ltd.	33,500	33,500			
Yuan Ding Integrated Information Service (Shanghai) Inc.	YDT Technology International Co., Ltd. FET Consulting Engineers Co., Ltd. Ding Ding Integrated Marketing Service Co., Ltd.	No. 10000429550 No. 10000439470 No. 10400179060	YDC (Virgin Islands) Ltd. DDIM (Virgin Islands) Ltd. DDIM (Virgin Islands) Ltd.	110 8,100 1,100	110 8,100 1,100			
Speedy (Shanghai) digital Tech. Co., Ltd.	YDT Technology International Co., Ltd. YDT Technology International Co., Ltd.	No. 093003471 No. 094003122	YDC (Virgin Islands) Ltd. YDC (Virgin Islands) Ltd.	300 500	300 500			
Far Eastern Tech-Info Ltd. (Shanghai)	Far EasTone Telecommunications Co., Ltd. New Diligent Co., Ltd.	No. 093018811 (Note X) No. 10300022990 (Note X)	Far Eastern Info Service (Holding) Ltd. Far East New Diligent Company Ltd.	NT\$ 92,616 3,500	NT\$ 92,616 3,500			
Far Eastern Tech-Info Ltd. (Shanghai)	New Century InfoComm Tech Co., Ltd. New Century InfoComm Tech Co., Ltd.	No. 091041498 No. 10200302730	Digital United (Cayman) Ltd. Digital United (Cayman) Ltd.	2,100 1,000	2,100 1,000			
Digital United Information Technology (Shanghai) Ltd.	Nextlink Technology Co., Ltd.	No. 10830010930	Nextlink (HK) Technology Co., Ltd.	72	72			
New Diligence Corporation (Shanghai)	New Diligent Co., Ltd.	No. 09600261870	New Diligent Co., Ltd. (Note Q)	1,127	1,127			
Far Eastern New Century Information Technology (Beijing) Limited	New Diligent Co., Ltd.	No. 10100496420	Far East New Diligent Company Ltd. (Note R)	10,300	10,300			

Notes: A. Far Eastern New Century (China) Investment Co., Ltd. invested US\$30,000 thousand in Far Eastern Industries (Shanghai) Ltd. and US\$16,000 thousand in Oriental Petrochemical (Shanghai) Corporation, and the other US\$2,000 thousand was held by Far Eastern New Century (China) Investment Co., Ltd.

B. Document No. 092035971 had been canceled and replaced with document No. 09800408170.

C. Document No. 092035970 had been canceled and replaced with document No. 09800408160.

D. The approved amount of US\$12,000 thousand on September 18, 2009 as stated in document No. 09800283970, had been changed to US\$11,500 thousand and updated to document No. 09900142680 on April 19, 2010 while completed the-review process.

E. The shares offered for the privatization of FEPI had antilutive effects; thus, FEPI's ownership and amount invested in Far Eastern Industry (Shanghai) Ltd. increased.

F. The shares offered for the privatization of FEPI had antilutive effects; thus, FEPI's ownership and amount invested in Oriental Petrochemical (Shanghai) Corporation increased.

G. The shares offered for the privatization of FEPI had antilutive effects; thus, FEPI's ownership and amount invested in Far Eastern Industries (Suzhou) Ltd. increased.

H. Under the original investment scheme, the investment in Far Eastern Industry (Suzhou) Ltd. was made indirectly through Far Eastern Polytex (Holding) Ltd. and FEDP (Holding) Ltd., under the approval stated in Letter No. 09600059830 of the Ministry of Economic Affairs (MOEA). After a scheme modification, this investment was made indirectly only through FEDP (Holding) Ltd. under the MOEA's approval (Letter No. 09900403430).

I. After obtaining MOEA approval (No. 09900470520), FENC received FEDP (Holding) Ltd. from Yuan Tong Investment Co., Ltd., for US\$18,224 thousand (MOEA approval No. 09600243260).

J. After modifying MOEA approval from No. 10000021360 to No. 11100012810, FENC's subsidiary, Far Eastern Polytex (Holding) Ltd., amended to indirectly invest US\$138,000 thousand in Far Eastern Yihua Petrochemical (Yangzhou) Corporation. After obtaining MOEA approval (No. 11100014610), FENC's subsidiary, Far Eastern Polytex (Holding) Ltd., indirectly invest US\$12,000 in Far Eastern Yihua Petrochemical (Yangzhou) Corporation.

K. After modifying MOEA approval from No. 10300140570 to No. 10300223190, FENC's subsidiary, Yuan Ding Investment Co., Ltd. amended to invest US\$43,000 thousand indirectly or equivalent RMB through its subsidiary, Oriental Textile (Holding) Ltd. in Far Eastern Industries (Suzhou) Ltd.

(Continued)

- L. After modifying MOEA approval from No. 10000446910 to No. 10300091010, FENC's subsidiary, Yuan Tong Investment Co., Ltd. amended to invest US\$16,000 and US\$17,500 indirectly through its subsidiary, Sino Belgium (Holding) Corporation, in Sino Belgium Beer (Suzhou) Ltd. and Martens Beers (Shanghai) Ltd.
- M. After modifying MOEA approval from No. 10100115020 to No. 10300210860, FENC amended to invest US\$66,000 thousand, and invested through its subsidiary, PET Far Eastern (Holding) Ltd., in Far Eastern Union Petrochemical (Yangzhou) Corporation.
- N. After obtaining MOEA approval (No. 10200451570), FENC's subsidiary, Yuan Tong Investment Co., Ltd., indirectly invest US\$1,100 thousand through its subsidiary, Sino Belgium (Holding) Corporation, in Martens Beers (Shanghai) Ltd.
- O. After obtaining MOEA approval (No. 10300249370), FENC's subsidiary Yuan Tong Investment Co., Ltd. indirectly invest US\$10,000 thousand and US\$1,000 thousand through its subsidiary, Sino Belgium (Holding) Corporation, in Sino Belgium Beer (Suzhou) Ltd. and Martens Beers (Shanghai) Ltd.
- P. After modifying MOEA approval from No. 10200478110 to No. 10300203670, FENC amended its indirect investment to US\$33,500 thousand, and invested through its subsidiary, PET Far Eastern (Holding) Ltd., indirectly in Tong Da Air Industry (Yangzhou) Co., Ltd. In 2020, Tong Da Air Industry (Yangzhou) Co., Ltd., Far Eastern Union Petrochemical (Yangzhou) Corporation and Oriental Union Chemical Corporation's subsidiary Oriental Petrochemical (Yangzhou) Corporation dissolved by absorption and merger, however, the balance has not yet been cancelled to the MOEA.
- Q. The dissolution of this investment had been approved by the local government on April 13, 2010. On June 27, 2012, the remittance of the remaining shares of US\$73 thousand was made. MOEA approved the cancellation of the amount, the balance has not been cancelled to the MOEA.
- R. The dissolution of this investment had been approved by the local government, but the balance has not been cancelled to the MOEA.
- S. After modifying MOEA approval from No. 10600282650 to No. 10800015840, FENC invested US\$82,340 thousand through its subsidiary, Far Eastern Polytex (Holding) Ltd., indirectly in Far Eastern New Century (China) Investment Co., Ltd., then capitalized to Yuan Ding Enterprise (Shanghai) Limited. On August 2, 2019, the remitted amount had been changed to US\$74,335 thousand and updated to document No. 10800190930.
- T. After obtaining MOEA approval (No. 10900223750), FENC's subsidiary, PET Far Eastern (Holding) Ltd., indirectly invest US\$9,250 thousand in Far Eastern Union Petrochemical (Yangzhou) Corporation.
- U. After obtaining MOEA approval (No. 11000095860), FENC's subsidiary, PET Far Eastern (Holding) Ltd., indirectly invest US\$32,824 thousand in Far Eastern Union Petrochemical (Yangzhou) Corporation.
- V. The Company was approved to indirectly invest in Far Eastern Innovation Apparel (Anhui) Co., Ltd. in Mainland China through Far Eastern Polytex (Holding) Ltd., by obtaining MOEA approval (No. 11000195650), but as of December 30, 2022, the Company had invested US\$838 thousand.
- W. Yuan Ding Investment Co., Ltd. was approved to indirectly invest in Far Eastern Innovation Apparel (Anhui) Co., Ltd. in Mainland China through Far Eastern Polytex (Holding) Ltd., by obtaining MOEA approval (No. 11000195640), but as of December 30, 2022, the Company had invested US\$524 thousand.
- X. The dissolution of this investment had been approved by the local government in 2020, however, the balance has not yet been cancelled to the MOEA.
- Y. After obtaining MOEA approval (No. 11100176580), Oriental Petrochemical (Shanghai) Corporation was absorbed and merged by the Company's subsidiary Far Eastern Industries (Shanghai) Ltd. Far Eastern Industries (Shanghai) Ltd. was the surviving company, and Oriental Petrochemical (Shanghai) Corporation was the dissolved company. Due to the absorption and merger, the authorized investment amount increased by US\$86,168 thousand.

(Concluded)

FAR EASTERN NEW CENTURY CORPORATION**INFORMATION OF MAJOR SHAREHOLDERS
DECEMBER 31, 2022**

Name of Major Shareholder	Shares	
	Number of Shares	Percentage of Ownership (%)
Asia Cement Corporation	1,272,277,085	23.77

Note 1: 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 preferred shares held by shareholders with ownership of 5% or greater, that have been issued without physical registration (including 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.

Note 2: If a shareholder delivers the shareholdings to the trust, the above information will be disclosed by the individual trustor who opened the trust account. For shareholders who declare insider shareholdings with ownership greater than 10% in accordance with the Security and Exchange Act, the shareholdings include shares held by shareholders and those delivered to the trust over which shareholders have rights to determine the use of trust property. For information relating to insider shareholding declaration, please refer to Market Observation Post System.

FAR EASTERN NEW CENTURY CORPORATION

THE CONTENTS OF STATEMENTS OF MAJOR ACCOUNTING ITEMS

<u>Item</u>	<u>Statement Index</u>
Major Accounting Items in Assets, Liabilities and Equity	
Statement of cash and cash equivalents	Statement 1
Statement of notes and accounts receivable	Statement 2
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Statement of financial costs	Statements of comprehensive income
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FAR EASTERN NEW CENTURY CORPORATION**STATEMENT OF CASH AND CASH EQUIVALENTS****DECEMBER 31, 2022****(In Thousands of New Taiwan Dollars, Unless Specified Otherwise)**

Item	Maturity	Annual Rate (%)	Amount
Cash			
Cash on hand			\$ 2,000
Petty cash			<u>2,804</u>
Cash in banks			
Checking accounts			8,186,687
Demand deposits (Note A)			<u>1,417,405</u>
			<u>9,604,092</u>
Cash equivalents			
Repurchase of commercial paper	2022.12.15-2023.01.16	1.00-1.05	<u>2,247,537</u>
Time deposits	2022.12.27-2023.01.05	4.10-4.15	<u>921,300</u>
			<u>\$ 12,777,733</u>

Note A: Including US\$40,636 thousand, JPY1,784,246 thousand, RMB1,867 thousand and EUR374 thousand.

Note B: Based on the exchange rate of US\$1:NT\$30.71, JPY1:NT\$0.2324, RMB1:NT\$4.408 and EUR1:NT\$32.72, respectively.

FAR EASTERN NEW CENTURY CORPORATION

STATEMENT OF NOTES AND ACCOUNTS RECEIVABLE

DECEMBER 31, 2022

(In Thousands of New Taiwan Dollars)

Client Name	Amount
Worldwide Polychem (HK) Ltd.	\$ 2,542,001
APG Polytech, LLC	430,906
Others (Note)	<u>4,408,190</u>
	7,381,097
Less: Allowance for doubtful accounts	<u>(65,691)</u>
Notes and accounts receivable, net	<u>\$ 7,315,406</u>

Note: The amount from each client which included in others does not exceed 5% of the account balance.

FAR EASTERN NEW CENTURY CORPORATION**STATEMENT OF INVENTORIES****DECEMBER 31, 2022****(In Thousands of New Taiwan Dollars)**

Item	Amount	
	Cost	Market Value (Note)
Finished goods	\$ 2,227,780	\$ 2,108,927
Work in progress	2,283,276	2,358,760
Raw materials	2,167,321	2,172,236
Supplies	981,191	959,713
Materials in transit	<u>289,995</u>	<u>289,995</u>
	7,949,563	<u>\$ 7,889,631</u>
Less: Allowance for valuation loss	<u>399,896</u>	
Inventories, net	<u>\$ 7,549,667</u>	

Note: Market value is net realizable value.

FAR EASTERN NEW CENTURY CORPORATION

STATEMENT OF CHANGES IN EQUITY METHOD INVESTMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022
(In Thousands of New Taiwan Dollars, Except Par Value and Unit Price is in New Taiwan Dollars)

Investees	Par Value	Balance, January 1, 2022		Annual Changes				Increase (Decrease) in Using the Equity Method Amount (Note A)	Balance, December 31, 2022			Market Value or Net Assets Value		Pledged Shares (In Thousands) (Note B)	Notes	
		Shares (In Thousands)	Amount	Shares (In Thousands)	Amount	Shares (In Thousands)	Amount		Shares (In Thousands)	%	Amount	Unit Price (NT\$)	Total Amount			
Shares																
Investments accounted for using the equity method																
Publicly traded companies																
Asia Cement Corporation	\$ 10	750,511	\$ 19,942,978	-	\$ -	-	\$ -	\$ 427,231	750,511	21.17	\$ 20,370,209	\$ 41.00	\$ 30,770,964	19,900	(Notes C and D)	
Far Eastern Department Stores Co., Ltd.	10	241,770	5,053,729	-	-	-	-	83,713	241,770	17.06	5,137,442	21.50	5,198,049	-	(Notes C and D)	
Far Eastern International Bank	10	91,903	1,209,972	11,913	100,639	-	-	31,046	103,816	2.55	1,341,657	11.00	1,141,981	-	(Notes C, D, E and F)	
Oriental Union Chemical Corporation	10	81,216	1,190,073	-	-	-	-	(171,463)	81,216	9.17	1,018,610	18.60	1,510,618	-	(Notes C and D)	
Everest Textile Corporation	10	108	1,166	-	-	-	-	48	108	0.02	1,214	7.09	767	-	(Notes C and D)	
			<u>27,397,918</u>		<u>100,639</u>			<u>370,575</u>			<u>27,869,132</u>		<u>38,622,379</u>			
Private companies																
Far Eastern Resources Development Co., Ltd.	10	775,836	106,789,756	-	-	-	-	880,161	775,836	100.00	107,669,917		107,694,963	-	(Note D)	
Yuan Ding Investment Co., Ltd.	10	1,822,822	43,790,144	-	-	-	-	(785,665)	1,822,822	99.40	43,004,479		43,349,810	-	(Note D)	
Far Eastern Investment (Holding) Ltd.	US\$ 0.01	5,461	28,278,359	1,390	8,325,100	-	-	4,390,330	6,851	100.00	40,993,789		40,993,789	-	(Notes D and E)	
Far Eastern Construction Co., Ltd.	10	245,829	10,420,022	24,583	-	-	-	101,090	270,412	65.11	10,521,112		10,656,559	-	(Notes D and F)	
Far Eastern Polytex (Holding) Ltd.	US\$ 0.01	168	9,415,124	6	345,300	(1)	(39,984)	1,453	173	100.00	9,721,893		9,725,592	-	(Notes D, E and G)	
Oriental Petrochemical Corporation	10	1,712,218	7,683,250	226,675	2,266,745	-	-	(1,640,781)	1,938,893	75.56	8,309,214		8,533,551	-	(Notes D and E)	
Yuan Tong Investment Co., Ltd.	10	742,184	8,871,338	2,226	-	-	-	(4,569)	744,410	100.00	8,866,769		9,162,389	-	(Notes D and F)	
Far Eastern Polychem Industries Ltd.	HK\$ 0.0001	830,815	7,683,110	-	-	-	-	(267,232)	830,815	73.04	7,415,878		7,415,878	-	(Note D)	
Kai Yuan International Investment Co., Ltd.	10	369,417	5,720,430	2,254	-	-	-	(72,991)	371,671	100.00	5,647,439		5,647,579	-	(Notes D and F)	
PET Far Eastern (Holding) Ltd.	US\$ 0.01	397	4,056,695	-	-	-	-	(1,041,292)	397	91.95	3,015,403		3,015,403	-	(Note D)	
Yuan Ding Co., Ltd.	10	186,929	3,201,935	-	-	-	-	11,996	186,929	37.13	3,213,931		3,325,836	-	(Note D)	
Ding Yuan International Investment Co., Ltd.	10	256,906	3,285,246	1,850	-	-	-	(81,261)	258,756	100.00	3,203,985		3,224,324	-	(Notes D and F)	
An Ho Garment Co., Ltd.	10	76,165	2,182,745	464	-	-	-	(2,754)	76,629	100.00	2,179,991		2,255,191	-	(Notes D and F)	
Oriental Securities Corporation	10	141,961	2,101,272	-	-	-	-	(200,077)	141,961	19.65	1,901,195		1,893,014	-	(Note D)	
Pacific Liu Tong Investment Co., Ltd.	10	135,000	2,042,479	-	-	-	-	46,380	135,000	16.83	2,088,859		1,996,888	-	(Note D)	
FEDP (Holding) Ltd.	US\$ 0.01	244	760,474	-	-	-	-	21,668	244	50.43	782,142		782,142	-	(Note D)	
Fu Kwok Knitting & Garment Co., Ltd.	10	4,000	254,514	-	-	-	-	44,640	4,000	100.00	299,154		297,995	-	(Note D)	
FE Oriental Investment Holding (Singapore) Pte. Ltd.	US\$ 0.01	50	161,991	-	-	-	-	37,647	50	100.00	199,638		199,638	-	(Note D)	
Ding Ding Hotel Co., Ltd.	10	769	8,984	739	7,391	(739)	-	(5,006)	769	0.74	11,369		4,396	-	(Notes D, E and H)	
Far Eastern Textile Ltd.	10	1,300	13,345	-	-	-	-	710	1,300	100.00	14,055		14,055	-	(Note D)	
Far Eastern Apparel Co., Ltd.	10	-	-	44,772	181,416	-	-	28,127	44,772	100.00	209,543		213,034	-	(Notes D and E)	
Far Eastern Fibertech Ltd.	10	-	-	91,000	1,380,326	-	-	(94,693)	91,000	100.00	1,285,633		1,275,202	-	(Notes D and E)	
Oriental Resources Development Co., Ltd.	10	-	-	5,739	140,127	-	-	6,138	5,739	100.00	146,265		151,150	-	(Notes D and E)	
Oriental Green Materials Co., Ltd.	10	-	-	66,116	825,569	-	-	(49,026)	66,116	100.00	776,543		776,543	-	(Notes D and E)	
			<u>246,721,213</u>		<u>13,471,974</u>		<u>(39,984)</u>	<u>1,324,993</u>			<u>261,478,196</u>		<u>262,604,921</u>			
			<u>\$ 274,119,131</u>		<u>\$ 13,572,613</u>		<u>\$ (39,984)</u>	<u>\$ 1,695,568</u>			<u>\$ 289,347,328</u>		<u>\$ 301,227,300</u>			

Note A: Including:

1. Current net profit of investee recognized based on the percentage of shares	\$ 9,249,244
2. Current cash dividends distributed by investee	(10,277,476)
3. Changes in capital surplus of investee	4,384
4. Changes in unappropriated earnings of investee	(327,287)
5. Changes in exchange differences arising on translation of foreign operations	4,146,885
6. Unrealized gain on financial assets at FVTOCI	(1,358,534)
7. Hedging instrument of investee	1,192
8. Changes in remeasurement of defined benefit plans of investee	237,526
9. Changes in gain on property revaluations of investee	18,465
10. Cash dividends distributed to subsidiaries	1,169
	<u>\$ 1,695,568</u>

Note B: Shares was provided to financial organization as collaterals for issuing long-term loans.

Note C: The market value is calculated based on the share's closing market price on December 31, 2022 from Taiwan Stock Exchange.

Note D: The amount is calculated by the percentage of holding shares based on the audited financial statement as of December 31, 2022.

Note E: There was an increase in shares or value because of purchasing the investee's shares or participating in cash issuance of new shares from the investee.

Note F: There was an increase in shares because the investee increase the capital from retain earnings.

Note G: There was a decrease in shares and amounts because the proceeds from the capital reduction on investments.

Note H: There was a decrease in shares, because the investee reduce the capital to upset the accumulate deficits.

FAR EASTERN NEW CENTURY CORPORATION

STATEMENT OF SHORT-TERM LOANS

DECEMBER 31, 2022

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

Type	Contract Period	Interest Rates (%)	Original Currency	In New Taiwan Dollars
Bank loans				
Mitsubishi UFJ	2022.04.25-2023.04.25	Note	\$ 1,500,000	\$ 1,500,000
	2022.11.14-2023.01.13	Note	US\$ 28,000	859,880
CTBC Bank Co., Ltd.	2022.11.11-2023.03.30	Note	US\$ 10,000	307,100
	2022.07.11-2023.01.06	Note	JPY 104,880	24,374
	2022.07.13-2023.01.06	Note	JPY 56,147	13,049
	2022.07.22-2023.01.18	Note	JPY 81,240	18,880
	2022.08.08-2023.02.03	Note	JPY 49,200	11,434
	2022.08.08-2023.02.03	Note	JPY 158,340	36,798
	2022.08.24-2023.02.20	Note	JPY 190,720	44,323
	2022.09.02-2023.03.01	Note	JPY 74,280	17,263
	2022.09.08-2023.03.01	Note	JPY 99,480	23,119
	2022.09.16-2023.03.15	Note	JPY 90,360	21,000
	2022.10.17-2023.04.14	Note	JPY 88,200	20,497
United Overseas Bank	2022.12.20-2023.06.01	Note	US\$ 16,600	509,786
Calyon Corporate an Investment Bank	2022.11.14-2023.01.13	Note	US\$ 15,000	460,650
E.SUN Bank	2022.11.14-2023.01.13	Note	US\$ 9,000	276,390
	2022.10.03-2023.03.30	Note	JPY 134,240	31,197
Mizuho Bank	2022.11.14-2024.03.03	Note	US\$ 8,000	245,680
DBS Bank	2022.11.15-2023.01.16	Note	US\$ 2,400	73,704
	2022.12.01-2023.02.03	Note	US\$ 5,000	153,550
Chang Hwa Commercial Bank	2022.11.18-2023.02.21	Note	US\$ 738	22,659
Bank of Taiwan	2022.08.26-2023.08.26	Note	US\$ 360	11,070
First Commercial Bank	2022.10.14-2023.03.29	Note	JPY 6,530	1,518
				<u>\$ 4,683,921</u>

Note: The interest rates for short-term borrowings were from 0.77%-6.15%.

FAR EASTERN NEW CENTURY CORPORATION

STATEMENT OF COMMERCIAL PAPER
DECEMBER 31, 2022

(In Thousands of New Taiwan Dollars)

Guarantee Agency	Period	Discount Rate (%)	Amount of Commercial Principal			
			Amount of Issue	Unamortized Short-term Notes and Bills Payable Discount	Carrying Amount	Mortgage or Guarantee
Ta Ching	2022.04.14-2023.04.14	Note	\$ 400,000	\$ 1,240	\$ 398,760	-
	2022.04.20-2023.04.20	Note	200,000	686	199,314	-
	2022.04.26-2023.04.26	Note	100,000	368	99,632	-
	2022.04.27-2023.04.27	Note	100,000	381	99,619	-
	2022.05.27-2023.05.26	Note	200,000	1,166	198,834	-
CBFC	2022.11.25-2023.01.13	Note	900,000	538	899,462	-
	2022.04.12-2023.04.11	Note	500,000	1,436	498,564	-
	2022.04.14-2023.04.12	Note	600,000	1,740	598,260	-
	2022.04.21-2023.04.20	Note	200,000	692	199,308	-
	2022.04.21-2023.04.20	Note	100,000	346	99,654	-
Taishin Bank	2022.04.11-2023.04.11	Note	500,000	1,436	498,564	-
	2022.04.22-2023.04.21	Note	100,000	346	99,654	-
TFC	2022.04.22-2023.04.21	Note	200,000	692	199,308	-
	2022.04.11-2023.04.11	Note	100,000	287	99,713	-
Bank SinoPac	2022.11.11-2023.02.09	Note	700,000	1,311	698,689	-
	2022.04.11-2023.04.11	Note	1,150,000	3,271	1,146,729	-
	2022.04.12-2023.04.12	Note	200,000	575	199,425	-
Mega Bills	2022.04.14-2023.04.14	Note	350,000	1,035	348,965	-
	2022.04.15-2023.04.14	Note	100,000	310	99,690	-
	2022.04.22-2023.04.21	Note	100,000	349	99,651	-
	2022.04.22-2023.04.21	Note	100,000	352	99,648	-
	2022.04.26-2023.04.26	Note	100,000	378	99,622	-
	2022.04.27-2023.04.27	Note	100,000	381	99,619	-
	2022.05.18-2023.05.18	Note	200,000	1,118	198,882	-
	2022.05.03-2023.05.03	Note	200,000	821	199,179	-
	2022.04.18-2023.04.18	Note	100,000	322	99,678	-
	2022.04.20-2023.04.20	Note	500,000	1,639	498,361	-
IBFC	2022.04.22-2023.04.21	Note	200,000	723	199,277	-
	2022.05.17-2023.05.17	Note	600,000	3,329	596,671	-
	2022.04.11-2023.04.11	Note	200,000	575	199,425	-
	2022.04.14-2023.04.14	Note	300,000	930	299,070	-
	2022.04.15-2023.04.14	Note	100,000	310	99,690	-
	2022.04.18-2023.04.18	Note	200,000	644	199,356	-
	2022.04.19-2023.04.19	Note	500,000	1,625	498,375	-
	2022.04.20-2023.04.20	Note	100,000	328	99,672	-
	2022.04.20-2023.04.20	Note	100,000	328	99,672	-
	2022.04.21-2023.04.21	Note	150,000	501	149,499	-
	2022.04.22-2023.04.21	Note	150,000	501	149,499	-
	2022.04.25-2023.04.25	Note	100,000	349	99,651	-
	2022.04.29-2023.04.28	Note	100,000	391	99,609	-
	2022.05.05-2023.05.05	Note	100,000	431	99,569	-
	2022.05.11-2023.05.11	Note	300,000	1,441	298,559	-
2022.05.13-2023.05.12	Note	200,000	968	199,032	-	
2022.05.13-2023.05.12	Note	300,000	1,462	298,538	-	
2022.05.19-2023.05.18	Note	100,000	529	99,471	-	
2022.05.20-2023.05.19	Note	200,000	1,064	198,936	-	
2022.05.20-2023.05.19	Note	200,000	1,072	198,928	-	
2022.05.23-2023.05.23	Note	200,000	1,111	198,889	-	
2022.05.24-2023.05.24	Note	100,000	559	99,441	-	

(Continued)

Guarantee Agency	Period	Discount Rate (%)	Amount of Commercial Principal			Mortgage or Guarantee
			Amount of Issue	Unamortized Short-term Notes and Bills Payable Discount	Carrying Amount	
Grand Bills	2022.04.20-2023.04.20	Note	\$ 100,000	\$ 343	\$ 99,657	-
	2022.04.22-2023.04.21	Note	100,000	346	99,654	-
	2022.11.11-2023.02.09	Note	700,000	1,311	698,689	-
Union Bank of Taiwan	2022.04.15-2023.04.14	Note	600,000	1,860	598,140	-
	2022.04.19-2023.04.19	Note	200,000	656	199,344	-
	2022.04.20-2023.04.20	Note	400,000	1,348	398,652	-
	2022.04.21-2023.04.22	Note	300,000	1,066	298,934	-
	2022.04.21-2023.04.22	Note	200,000	715	199,285	-
	2022.05.18-2023.05.18	Note	100,000	551	99,449	-
	2022.05.20-2023.05.19	Note	<u>300,000</u>	<u>1,689</u>	<u>298,311</u>	-
			<u>\$ 15,600,000</u>	<u>\$ 52,272</u>	<u>\$ 15,547,728</u>	

Note: The interest rates for commercial paper were from 1.03%-1.71%.

(Concluded)

FAR EASTERN NEW CENTURY CORPORATION

STATEMENT OF NOTES AND ACCOUNTS PAYABLE

DECEMBER 31, 2022

(In Thousands of New Taiwan Dollars)

Vendor Name	Amount
Nan Ya Plastics Corporation	\$ 169,535
Others (Note)	<u>1,684,517</u>
	<u>\$ 1,854,052</u>

Note: The amount from each vendor in others does not exceed 5% of the account balance.

FAR EASTERN NEW CENTURY CORPORATION**STATEMENT OF OTHER PAYABLES****DECEMBER 31, 2022****(In Thousands of New Taiwan Dollars)**

Item	Amount
Director remuneration payable	\$ 1,406,960
Payroll and bonus payable	1,337,410
Commission payable	575,279
Interest payable	329,648
Employee compensation payable	285,617
Others (Note)	<u>969,132</u>
	<u>\$ 4,904,046</u>

Note: The amount from each item does not exceed 5% of the account balance.

FAR EASTERN NEW CENTURY CORPORATION

STATEMENT OF LONG-TERM BORROWINGS
DECEMBER 31, 2022
(In Thousands of New Taiwan Dollars)

Type/Creditor Bank	Repayment (Note)	Interest Rate (%)	Original Currency	Balance		Total Amount	Collateral
				Expired in A Year	Expired after A Year		
Bank loans							
Credit loans							
First Commercial Bank	2022.12.29-2024.06.29, lump sum repayment on maturity, interest payment monthly	Note 2	-	\$ -	\$ 1,360,000	\$ 1,360,000	19,900 thousand of Asia Cement Corporation shares
First Commercial Bank	2022.10.28-2024.06.28, lump sum repayment on maturity, interest payment monthly	Note 2	-	-	1,500,000	1,500,000	
Bank of Taiwan	2022.08.26-2026.02.26, lump sum repayment on maturity, interest payment monthly	Note 2	-	-	3,500,000	3,500,000	Building and land in Xinpu Far Eastern section and Shuichetou section
Bank of Taiwan	2021.11.19-2025.05.19, lump sum repayment on maturity, interest payment monthly	Note 2	-	-	700,000	700,000	
Mizuho Bank	2022.06.30-2025.06.30, lump sum repayment on maturity, interest payment monthly	Note 2	-	-	2,800,000	2,800,000	
Mizuho Bank	2022.04.14-2025.06.22, lump sum repayment on maturity, interest payment monthly	Note 2	-	-	2,500,000	2,500,000	
Mizuho Bank	2022.11.28-2025.06.22, lump sum repayment on maturity	Note 2	-	-	300,000	300,000	
DBS Bank Ltd.	2022.06.14-2025.06.14, lump sum repayment on maturity, interest payment monthly	Note 2	-	-	200,000	200,000	
Sumitomo Mitsui Banking Corporation	2022.09.16-2024.05.31, lump sum repayment on maturity	Note 2	-	-	5,400,000	5,400,000	
The Bank of Tokyo-Mitsubishi UFJ	2022.07.27-2024.03.30, lump sum repayment on maturity, interest payment monthly	Note 2	-	-	1,500,000	1,500,000	
Bangkok Bank	2022.12.02-2024.03.17, lump sum repayment on maturity, interest payment monthly	Note 2	-	-	600,000	600,000	
Bank of Taiwan	2022.11.21-2024.08.26, lump sum repayment on maturity, interest payment monthly	Note 2	-	-	1,000,000	1,000,000	
Hua Nan Commercial Bank	2022.12.12-2024.12.12, lump sum repayment on maturity, interest payment monthly	Note 2	-	-	500,000	500,000	
BNP Paribas	2022.12.15-2024.07.26, lump sum repayment on maturity	Note 2	-	-	300,000	300,000	
Land Bank of Taiwan	2022.12.09-2024.11.30, lump sum repayment on maturity, interest payment monthly	Note 2	-	-	1,000,000	1,000,000	
E.SUN Commercial Bank	2022.12.19-2024.06.01, lump sum repayment on maturity, interest payment monthly	Note 2	-	-	800,000	800,000	
Bank SinoPac	2022.12.13-2024.04.30, lump sum repayment on maturity, interest payment monthly	Note 2	-	-	2,500,000	2,500,000	
Taiwan Shin Kong Commercial Bank Co., Ltd.	2022.12.14-2025.12.15, lump sum repayment on maturity, interest payment monthly	Note 2	-	-	500,000	500,000	
Bank of America, National Association	2022.04.14-2025.01.12, lump sum repayment on maturity	Note 2	-	-	885,000	885,000	
Yuanta Commercial Bank Co., Ltd.	2022.09.16-2024.08.23, lump sum repayment on maturity, interest payment monthly	Note 2	-	-	1,500,000	1,500,000	
CTBC Bank Co., Ltd.	2022.09.15-2024.07.31, lump sum repayment on maturity, interest payment monthly	Note 2	-	-	1,500,000	1,500,000	
Calyon Corporate and Investment Bank	2020.09.29-2023.09.21, the first installment shall be repaid within 2 years from the issue date, then the repayment period has been every half year for a total of 3 installments	Note 2	-	666,667	-	666,667	
Bank loan				666,667	30,845,000	31,511,667	
Commercial paper							
Ta Ching	2022.11.14-2026.11.13, Interest prepayment, lump sum repayment on maturity	Note 2	-	-	999,453	999,453	
TFC	2020.06.23-2024.06.21, Interest prepayment, lump sum repayment on maturity	Note 2	-	-	1,497,574	1,497,574	
E.SUN Bank	2021.06.30-2025.06.27, Interest prepayment, lump sum repayment on maturity	Note 2	-	-	1,498,779	1,498,779	
					3,995,806	3,995,806	
				\$ 666,667	\$ 34,840,806	\$ 35,507,473	

Note A: Expiration date is the date for loans or cycle contracts.

Note B: The interest rates for long-term borrowings were from 1.23%-2.02%. The interest rates for long-term commercial paper were from 0.66%-2.00%.

FAR EASTERN NEW CENTURY CORPORATION

STATEMENT OF BONDS PAYABLE
DECEMBER 31, 2022
(In Thousands of New Taiwan Dollars)

Period	Trustee	Maturity	Repayment	Annual Rate (%)	Original Currency	Issued Amount	Repayment Paid	Unamortized Bonds Discounts	Outstanding Balance			Collateral
									Expired Within A Year	Expired After A Year	Total Amount	
Ordinary bonds No. 106-2	Unsecured	2018.01.08-2023.01.08	The bond is repayable in lump sum on maturity. The interest is calculated by the simple interest method (based on the outstanding balance) starting from the issuance date and is payable annually.	0.95		\$ 3,000,000	\$ -	\$ 26	\$ 2,999,974	\$ -	\$ 2,999,974	-
No. 107-1	Unsecured	2018.05.18-2023.05.18	The bond is repayable at 50% of the total amount at the end of the fourth year and the other 50% at the end of the fifth year of bond issuance. The interest is calculated by the simple interest method (based on the outstanding balance) starting from the issuance date and is payable annually.	0.92		6,000,000	3,000,000	907	2,999,093	-	2,999,093	-
No. 107-2	Unsecured	2018.07.18-2023.07.18	The bond is repayable at 50% of the total amount at the end of the fourth year and the other 50% at the end of the fifth year of bond issuance. The interest is calculated by the simple interest method (based on the outstanding balance) starting from the issuance date and is payable annually.	0.90		8,000,000	4,000,000	1,744	3,998,256	-	3,998,256	-
No. 108-1	Unsecured	2019.04.29-2024.04.29	The bond is repayable in lump sum on maturity. The interest is calculated by the simple interest method (based on the outstanding balance) starting from the issuance date and is payable annually.	0.93		8,000,000	-	4,247	-	7,995,753	7,995,753	-
No. 108-2	Unsecured	2019.08.08-2024.08.08	The bond is repayable in lump sum on maturity. The interest is calculated by the simple interest method (based on the outstanding balance) starting from the issuance date and is payable annually.	0.79		6,000,000	-	3,849	-	5,996,151	5,996,151	-
No. 109-1	Unsecured	2020.04.22-2025.04.22	The bond is repayable in lump sum on maturity. The interest is calculated by the simple interest method (based on the outstanding balance) starting from the issuance date and is payable annually.	0.66		6,000,000	-	5,543	-	5,994,457	5,994,457	-
No. 109-2-A	Unsecured	2020.06.10-2025.06.10	The bond is repayable in lump sum on maturity. The interest is calculated by the simple interest method (based on the outstanding balance) starting from the issuance date and is payable annually.	0.77		2,200,000	-	1,310	-	2,198,690	2,198,690	-
No. 109-2-B	Unsecured	2020.06.10-2027.06.10	The bond is repayable in lump sum on maturity. The interest is calculated by the simple interest method (based on the outstanding balance) starting from the issuance date and is payable annually.	0.85		3,000,000	-	3,248	-	2,996,752	2,996,752	-
No. 109-3	Unsecured	2020.09.17-2027.09.17	The bond is repayable in lump sum on maturity. The interest is calculated by the simple interest method (based on the outstanding balance) starting from the issuance date and is payable annually.	0.83		5,500,000	-	5,555	-	5,494,445	5,494,445	-
No. 109-4	Unsecured	2020.12.21-2025.12.21	The bond is repayable in lump sum on maturity. The interest is calculated by the simple interest method (based on the outstanding balance) starting from the issuance date and is payable annually.	0.54		3,800,000	-	3,390	-	3,796,610	3,796,610	-
No. 110-1	Unsecured	2021.04.28-2026.04.28	The bond is repayable in lump sum on maturity. The interest is calculated by the simple interest method (based on the outstanding balance) starting from the issuance date and is payable annually.	0.67		9,500,000	-	9,474	-	9,490,526	9,490,526	-

(Continued)

Period	Trustee	Maturity	Repayment	Annual Rate (%)	Original Currency	Issued Amount	Repayment Paid	Unamortized Bonds Discounts	Outstanding Balance			Collateral
									Expired Within A Year	Expired After A Year	Total Amount	
No. 110-2	Unsecured	2021.05.24-2026.05.24	The bond is repayable in lump sum on maturity. The interest is calculated by the simple interest method (based on the outstanding balance) starting from the issuance date and is payable annually.	0.52		\$ 1,200,000	\$ -	\$ 1,222	\$ -	\$ 1,198,778	\$ 1,198,778	-
No. 110-3	Unsecured	2021.09.27-2026.09.27	The bond is repayable in lump sum on maturity. The interest is calculated by the simple interest method (based on the outstanding balance) starting from the issuance date and is payable annually.	0.63		6,500,000	-	7,294	-	6,492,706	6,492,706	-
No. 111-1	Unsecured	2022.09.14-2027.09.14	The bond is repayable at 50% of the total amount at the end of the fourth year and the other 50% at the end of the fifth year of bond issuance. The interest is calculated by the simple interest method (based on the outstanding balance) starting from the issuance date and is payable annually.(Note)	1.75		2,500,000	-	2,823	-	2,497,177	2,497,177	-
No. 111-2-A	Unsecured	2022.10.26-2025.10.26	The bond is repayable in lump sum on maturity. The interest is calculated by the simple interest method (based on the outstanding balance) starting from the issuance date and is payable annually.	1.70		1,600,000	-	1,504	-	1,598,496	1,598,496	-
No. 111-2-B	Unsecured	2022.10.26-2027.10.26	The bond is repayable in lump sum on maturity. The interest is calculated by the simple interest method (based on the outstanding balance) starting from the issuance date and is payable annually.	1.80		<u>900,000</u>	<u>-</u>	<u>868</u>	<u>-</u>	<u>899,132</u>	<u>899,132</u>	-
						<u>\$ 73,700,000</u>	<u>\$ 7,000,000</u>	<u>\$ 53,004</u>	<u>\$ 9,997,323</u>	<u>\$ 56,649,673</u>	<u>\$ 66,646,996</u>	

Note: It is a sustainability-linked bond (SLB), bearing an annual fixed rate of 1.75%. Interest payment terms are adjusted if there is a triggering event at the target measurement date. Triggering event has to observe two key performance indicators (KPIs) and whether sustainability performance targets (SPTs) will be achieved at the target measurement date (December 31, 2025), including: (a) greenhouse gas emissions (Scope 1 + Scope 2) by 2025 compared to 2020 should be 20% reduction and (b) 80% growth in green product revenue by 2025 compared to 2015. Information on the SLB is available at the Market Observation Post System website of the Taiwan Stock Exchange.

(Concluded)

FAR EASTERN NEW CENTURY CORPORATION**STATEMENT OF OPERATING REVENUE
FOR THE YEAR ENDED DECEMBER 31, 2022
(In Thousands of New Taiwan Dollars)**

Item	Quality	Amount
Sales of goods		
PET	617,181 tones	\$ 26,753,584
Polyester cotton	133,425 tones	6,194,901
Knitted fabrics	9,873 tones	2,833,092
DTY	35,969 tones	2,755,321
Others (Note)		<u>12,709,174</u>
		<u>\$ 51,246,072</u>

Note: The amount of each item does not exceed 5% of total revenue.

FAR EASTERN NEW CENTURY CORPORATION**STATEMENT OF COST OF OPERATING REVENUE
FOR THE YEAR ENDED DECEMBER 31, 2022****(In Thousands of New Taiwan Dollars)**

Item	Amount
Cost of goods sold	
Raw material, beginning of year	\$ 2,345,636
Raw material purchased	31,248,600
Less: Raw materials, end of year	<u>(2,457,316)</u>
Raw materials consumption	31,136,920
Supplies consumption	<u>2,029,770</u>
Direct labor	<u>1,705,862</u>
Manufacturing expenses	
Depreciation	1,936,316
Payroll	1,798,285
Electricity	1,113,567
Outsourcing processing fees	1,082,678
Repair costs	909,912
Fuel expense	775,791
Others	<u>1,638,037</u>
	<u>9,254,586</u>
Manufacturing cost	44,127,138
Work in process, beginning of year	2,434,272
Work in process, end of year	<u>(2,283,276)</u>
Cost of finished goods	44,278,134
Finished goods, beginning of year	1,941,650
Finished goods, end of year	<u>(2,227,780)</u>
	43,992,004
Transferred cost to related parties	(404,270)
Reversal of write-down of inventories	(128,876)
Idle capacity	<u>492,141</u>
	<u>\$ 43,950,999</u>

FAR EASTERN NEW CENTURY CORPORATION

STATEMENT OF OPERATING EXPENSES FOR THE YEAR ENDED DECEMBER 31, 2022 (In Thousands of New Taiwan Dollars)

Item	Selling Expenses	General and Administrative Expenses	Research and Development Expenses	Expected Credit Loss
Transportation expense	\$ 4,255,320	\$ -	\$ -	\$ -
Payroll and bonus expense	391,077	1,123,128	392,162	-
Contract fee	-	269,396	-	-
Remuneration of directors	-	153,878	-	-
Expected credit loss	-	-	-	6,695
Depreciation expense	-	155,324	108,876	-
Commission	389,247	-	-	-
Computer processing fees	-	105,415	-	-
Research and development expenses	-	-	80,212	-
Others (Note)	<u>286,449</u>	<u>173,793</u>	<u>231,894</u>	<u>-</u>
	<u>\$ 5,322,093</u>	<u>\$ 1,980,934</u>	<u>\$ 813,144</u>	<u>\$ 6,695</u>

Note: The amount of each item does not exceed 5% of the account balance.

FAR EASTERN NEW CENTURY CORPORATION

STATEMENT OF EMPLOYEE BENEFITS, DEPRECIATION AND AMORTIZATION EXPENSES
FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021
(In Thousands of New Taiwan Dollars)

	2022			2021		
	Operating Costs	Operating Expenses	Total	Operating Costs	Operating Expenses	Total
Employee benefits expense						
Salary	\$ 2,969,940	\$ 1,906,367	\$ 4,876,307	\$ 2,966,096	\$ 1,854,145	\$ 4,820,241
Insurance	264,360	146,519	410,879	265,908	136,360	402,268
Pension expense	92,345	77,685	170,030	101,385	75,740	177,125
Remuneration of directors	-	155,438	155,438	-	182,267	182,267
Other employee benefits expense	141,273	72,921	214,194	144,921	75,883	220,804
	<u>\$ 3,467,918</u>	<u>\$ 2,358,930</u>	<u>\$ 5,826,848</u>	<u>\$ 3,478,310</u>	<u>\$ 2,324,395</u>	<u>\$ 5,802,705</u>
Depreciation expense	<u>\$ 1,936,316</u>	<u>\$ 320,884</u>	<u>\$ 2,257,200</u>	<u>\$ 1,999,485</u>	<u>\$ 312,063</u>	<u>\$ 2,311,548</u>
Amortization expense	<u>\$ 4,548</u>	<u>\$ 5,518</u>	<u>\$ 10,066</u>	<u>\$ 2,165</u>	<u>\$ 7,064</u>	<u>\$ 9,229</u>

Notes: 1. The average number of employees for this year and the previous year were 4,323 and 4,379 respectively, of which the number of directors who did not serve concurrently was both 9.

2. a. The average employee benefit expenses for the year were \$1,315 thousand and \$1,286 thousand respectively. (Total employee benefit expenses - Total director's remuneration/Number of employees - Number of directors who are not part-time employees).
- b. The average employee salary expenses for the year were \$1,130 thousand and \$1,103 thousand respectively. (Total salary expenses/Number of employees - Number of directors who are not part-time employees).
- c. The average employee salary expense this year increased by 2% compared to last year. (Average employee salary expense of the current year - Average employee salary expense of the previous year/Average employee salary expense of the previous year).
3. a. Pursuant to the Company Act and Article 26 of the "Articles of Incorporation of Far Eastern New Century Corporation", 2% to 3.5% of the profit of the current year should be distributed as employees' compensation and not more than 2.5% of the profit of the current year should be distributed as directors' remuneration in the case where there are profits for the current year. However, the Company's accumulated losses shall have been covered. The Company may, by a resolution adopted by the board of directors, determine the actual ratio, amount, form (in the form of shares or in cash) and the number of shares distributable as employees' compensation; in addition, thereto a report of such distribution shall be submitted to the shareholders' meeting. The remuneration paid to independent directors is a fixed amount. The actual ratio and amount of the profit distributable as directors' remuneration shall also be determined by the board of directors in accordance with the "Board Performance Evaluation Rule", and a report of such distribution shall be submitted to the shareholders' meeting. The remuneration of directors, presidents, executive vice presidents, and managers was paid according to not only the peer standards but also the correlations with the personnel assessment, operational performance, and future risks. The remaining compensation is determined based on the business results of the whole company and each department; meanwhile, results of market surveys on the general salary level of TWSE-listed companies and reports by professional consulting companies will also be used as references. In addition, the remuneration committee of the Company regularly (at least once a year) reviews and evaluates the remuneration policies, systems, standards and structures of directors and managers, and presents its recommendations to the board of directors for discussion in order to balance the Company's sustainability and risk control.
- b. The salary of employees includes monthly salary and remuneration paid by the Company based on annual profitability. The Company determines the total amount of performance bonuses and remunerations based on the Company's operating results and with reference to the level of domestic industry distribution. The amount each employee receives depends on their position, contribution, and performance.