

**Far Eastern New Century Corporation and  
Subsidiaries**

**Consolidated Financial Statements for the  
Six Months Ended June 30, 2023 and 2022 and  
Independent Auditors' Review Report**

## **INDEPENDENT AUDITORS' REVIEW REPORT**

The Board of Directors and Shareholders  
Far Eastern New Century Corporation

### **Introduction**

We have reviewed the accompanying consolidated balance sheets of Far Eastern New Century Corporation and its subsidiaries (collectively, the "Group") as of June 30, 2023 and 2022, the related consolidated statements of comprehensive income for the three months ended June 30, 2023 and 2022 and for the six months ended June 30, 2023 and 2022, the consolidated statements of changes in equity and cash flows for six months ended June 30, 2023 and 2022, and related notes to the consolidated financial statements, including a summary of significant accounting policies (collectively referred to as the consolidated financial statements). Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34 "Our responsibility is to express a conclusion on the consolidated financial statements based on our reviews.

### **Scope of Review**

Except as explained in the following paragraph, we conducted our reviews in accordance with the Standards on Review Engagements of the Republic of China 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of consolidated financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

### **Basis for Qualified Conclusion**

As disclosed in Note 12 and 14 to the consolidated financial statements, the financial statements of some non-significant subsidiaries and joint operations included in the consolidated financial statements referred to in the first paragraph were not reviewed. As of June 30, 2023 and 2022, combined total assets of these non-significant subsidiaries and joint operations were NT\$257,238,699 thousand and NT\$263,280,647 thousand, respectively, representing 41% and 40%, respectively, of the consolidated total assets, and combined total liabilities of these non-significant subsidiaries and joint operations were NT\$85,435,750 thousand and NT\$97,787,136 thousand, respectively, representing 24 % and 25%, respectively, of the consolidated total liabilities; for the three months and six months ended June 30, 2023 and 2022, the combined comprehensive income (loss) of these non-significant subsidiaries and joint operations were NT\$3,035,769 thousand, NT\$1,685,019 thousand, NT\$2,935,405 thousand and NT\$6,511,162 thousand, respectively, representing 43%、50%、27% and 59%, respectively, of the consolidated total comprehensive income. In addition, as stated in Note 13 to the consolidated financial statements, the investments accounted for using equity-method as of June 30, 2023 and 2022, with carrying values of NT\$38,143,144 thousand and NT\$39,083,838 thousand, respectively,

and the related shares of the comprehensive income of these investees amounting to NT\$825,969 thousand, NT\$370,364 thousand, NT\$1,515,586 thousand and NT\$1,584,137 thousand, for the three months and six months ended June 30, 2023 and 2022, respectively. These amounts referring to the investments accounted for using equity-method were based on unreviewed financial statements of associates. Related investments information on subsidiaries, joint operations, and associates stated above shown in Note 40 to the consolidated financial statements was also unreviewed.

### **Qualified Conclusion**

Based on our reviews, except for the adjustments, if any, as might have been determined to be necessary had the financial statements of the non-significant subsidiaries, joint operations, and associates as described in the preceding paragraph been reviewed, nothing has come to our attention that caused us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of the Group as of June 30, 2023 and 2022, its consolidated financial performance for the three months ended June 30, 2023 and 2022, and its consolidated financial performance and its cash flows for the six months ended June 30, 2023 and 2022 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, and International Accounting Standard 34 “Interim Financial Reporting” endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

The engagement partners on the reviews resulting in this independent auditors’ review report are Chih Ming, Shao and Jr Shian, Ke.

Deloitte & Touche  
Taipei, Taiwan  
Republic of China

August 11, 2023

### Notice to Readers

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

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

# FAR EASTERN NEW CENTURY CORPORATION AND SUBSIDIARIES

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

ASSETS	June 30, 2023		December 31, 2022 (Retrospectively Adjusted)		June 30, 2022 (Retrospectively Adjusted)	
	Amount	%	Amount	%	Amount	%
<b>CURRENT ASSETS</b>						
Cash and cash equivalents (Note 6)	\$ 13,382,143	2	\$ 47,244,499	7	\$ 45,151,468	7
Financial assets at fair value through profit or loss (Notes 7 and 35)	4,755,277	1	5,973,631	1	4,534,881	1
Financial assets at fair value through other comprehensive income (Note 8)	110,506	-	113,543	-	95,904	-
Financial assets at amortized cost (Notes 9 and 35)	2,388,906	-	1,904,585	-	2,774,320	-
Contract assets (Notes 26 and 35)	6,471,178	1	6,807,718	1	7,472,432	1
Notes and accounts receivable, net (Notes 10, 26 and 35)	31,831,414	5	29,095,332	4	35,616,027	5
Other receivables (Note 35)	7,636,136	1	5,806,618	1	9,365,015	1
Current tax assets (Note 4)	232,903	-	178,449	-	28,854	-
Inventories (Note 11)	48,796,950	8	53,945,228	8	58,485,960	9
Prepayments (Note 35)	3,897,362	1	3,909,731	1	4,868,972	1
Other financial assets (Notes 35 and 36)	2,726,954	-	3,088,720	1	2,879,222	-
Refundable deposits	88,297	-	88,991	-	85,530	-
Other current assets (Note 26)	3,985,095	1	3,716,111	1	3,700,332	1
Total current assets	<u>126,303,121</u>	<u>20</u>	<u>161,873,156</u>	<u>25</u>	<u>175,058,917</u>	<u>26</u>
<b>NON-CURRENT ASSETS</b>						
Financial assets at fair value through other comprehensive income (Note 8)	6,327,038	1	6,190,477	1	6,688,216	1
Financial assets at amortized cost (Notes 9, 35 and 36)	1,395,300	-	1,455,482	-	515,300	-
Financial assets for hedging	7,318	-	6,980	-	6,668	-
Investments accounted for using the equity method (Notes 13 and 36)	80,805,565	13	80,443,033	12	77,087,185	12
Contract assets (Note 26)	3,862,921	1	3,670,471	1	3,533,892	1
Property, plant and equipment (Notes 15 and 36)	168,140,307	27	172,053,588	26	166,487,079	25
Right-of-use assets (Notes 16 and 35)	17,303,475	3	17,590,081	3	17,534,962	3
Investment properties (Notes 17 and 35)	127,446,548	20	115,498,368	18	117,305,575	18
Concessions (Notes 19 and 36)	64,007,792	10	66,899,173	10	69,444,887	10
Goodwill (Note 18)	12,292,425	2	12,289,981	2	12,289,735	2
Other intangible assets (Note 19)	2,669,557	-	2,906,901	1	3,216,117	1
Deferred tax assets (Note 4)	2,739,037	1	2,787,479	-	2,927,683	-
Prepayments for equipment (Note 15)	2,789,132	1	2,747,703	-	1,662,749	-
Refundable deposits	1,468,055	-	1,603,216	-	1,384,561	-
Long-term receivables (Notes 10 and 26)	2,166,827	-	2,142,111	-	77,081	-
Incremental costs of obtaining a contract (Note 26)	3,550,286	1	3,702,294	1	3,691,837	1
Net defined benefit assets	1,785,820	-	1,684,780	-	1,460,242	-
Other financial assets (Notes 35 and 36)	1,676,387	-	1,819,892	-	2,081,399	-
Other non-current assets	984,722	-	591,574	-	626,849	-
Total non-current assets	<u>501,418,512</u>	<u>80</u>	<u>496,083,584</u>	<u>75</u>	<u>488,022,017</u>	<u>74</u>
<b>TOTAL</b>	<u>\$ 627,721,633</u>	<u>100</u>	<u>\$ 657,956,740</u>	<u>100</u>	<u>\$ 663,080,934</u>	<u>100</u>
<b>LIABILITIES AND EQUITY</b>						
<b>CURRENT LIABILITIES</b>						
Short-term borrowings (Note 20)	\$ 32,203,504	5	\$ 45,591,748	7	\$ 50,135,771	8
Short-term bills payable (Note 20)	26,179,175	4	32,170,182	5	23,462,942	4
Financial liabilities at fair value through profit or loss (Notes 7 and 35)	17,453	-	28,382	-	26,131	-
Contract liabilities (Notes 26 and 35)	6,254,362	1	6,408,943	1	5,541,900	1
Notes and accounts payable (Notes 24 and 35)	18,461,590	3	19,200,434	3	23,249,485	3
Lease liabilities (Notes 16 and 35)	3,209,047	-	3,213,996	-	3,349,736	-
Payables to suppliers of machinery and equipment	3,995,247	1	3,973,468	1	2,835,133	-
Other payables	29,687,297	5	15,577,136	2	30,229,771	5
Current tax liabilities (Note 4)	2,614,477	-	3,462,990	1	2,196,372	-
Provisions (Note 22)	288,688	-	301,143	-	260,847	-
Guarantee deposits received	164,968	-	157,537	-	146,870	-
Current portion of long-term liabilities (Notes 20 and 21)	20,880,071	3	25,081,824	4	22,886,876	3
Other current liabilities	3,670,415	1	3,023,979	-	3,870,464	1
Total current liabilities	<u>147,626,294</u>	<u>23</u>	<u>158,191,762</u>	<u>24</u>	<u>168,192,298</u>	<u>25</u>
<b>NON-CURRENT LIABILITIES</b>						
Contract liabilities (Note 26)	10,028,410	2	10,375,860	2	10,839,674	2
Bonds payable (Note 21)	92,721,722	15	92,419,985	14	89,611,697	14
Long-term borrowings (Note 20)	71,551,932	11	93,047,183	14	96,828,459	15
Provisions (Note 22)	1,437,438	-	1,447,991	-	1,419,493	-
Deferred tax liabilities (Note 4)	19,146,686	3	18,576,180	3	18,841,056	3
Lease liabilities (Notes 16 and 35)	6,506,722	1	6,491,971	1	6,393,935	1
Deferred credit-gains on related-party transactions (Note 35)	120,583	-	120,861	-	121,138	-
Net defined benefit liabilities	530,759	-	531,833	-	813,433	-
Guarantee deposits received (Note 35)	792,220	-	769,600	-	789,871	-
Other non-current liabilities	3,988,820	1	4,291,870	1	2,894,662	-
Total non-current liabilities	<u>206,825,292</u>	<u>33</u>	<u>228,073,334</u>	<u>35</u>	<u>228,553,418</u>	<u>35</u>
Total liabilities	<u>354,451,586</u>	<u>56</u>	<u>386,265,096</u>	<u>59</u>	<u>396,745,716</u>	<u>60</u>
<b>EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY (Note 25)</b>						
Share capital						
Common stock	53,528,751	9	53,528,751	8	53,528,751	8
Capital surplus	6,695,621	1	3,408,541	1	3,409,523	-
Retained earnings						
Legal reserve	21,594,642	3	20,777,078	3	20,777,078	3
Special reserve	118,965,501	19	119,142,658	18	119,352,450	18
Unappropriated earnings	9,152,392	2	13,311,926	2	10,760,566	2
Total retained earnings	<u>149,712,535</u>	<u>24</u>	<u>153,231,662</u>	<u>23</u>	<u>150,890,094</u>	<u>23</u>
Other equity	2,355,126	-	(1,117,817)	-	(1,504,162)	-
Treasury shares	(25,063)	-	(25,063)	-	(25,063)	-
Total equity attributable to owners of the Company	<u>212,266,970</u>	<u>34</u>	<u>209,026,074</u>	<u>32</u>	<u>206,299,143</u>	<u>31</u>
<b>NON-CONTROLLING INTERESTS (Note 25)</b>						
Total equity	<u>61,003,077</u>	<u>10</u>	<u>62,665,570</u>	<u>9</u>	<u>60,036,075</u>	<u>9</u>
Total equity	<u>273,270,047</u>	<u>44</u>	<u>271,691,644</u>	<u>41</u>	<u>266,335,218</u>	<u>40</u>
<b>TOTAL</b>	<u>\$ 627,721,633</u>	<u>100</u>	<u>\$ 657,956,740</u>	<u>100</u>	<u>\$ 663,080,934</u>	<u>100</u>

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

(With Deloitte & Touche review report dated August 11, 2023)

## FAR EASTERN NEW CENTURY CORPORATION AND SUBSIDIARIES

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

	For the Three Months Ended June 30				For the Six Months Ended June 30			
	2023		2022 (Retrospectively Adjusted)		2023		2022 (Retrospectively Adjusted)	
	Amount	%	Amount	%	Amount	%	Amount	%
<b>OPERATING REVENUE</b>								
(Notes 26 and 35)								
Net sales	\$ 45,023,820	71	\$ 51,449,234	74	\$ 89,232,535	72	\$ 97,995,077	74
Gain on disposal of investments, net	31,598	-	-	-	29,943	-	-	-
Telecommunications service revenue	11,973,076	19	11,631,662	17	23,809,622	19	23,011,225	17
Construction revenue	1,172,240	2	1,542,260	2	1,559,895	1	2,139,637	2
Other operating revenue	<u>5,117,305</u>	<u>8</u>	<u>4,673,149</u>	<u>7</u>	<u>10,223,536</u>	<u>8</u>	<u>9,534,617</u>	<u>7</u>
Total operating revenue	<u>63,318,039</u>	<u>100</u>	<u>69,296,305</u>	<u>100</u>	<u>124,855,531</u>	<u>100</u>	<u>132,680,556</u>	<u>100</u>
<b>OPERATING COSTS (Notes 11, 27 and 35)</b>								
Cost of goods sold	41,684,329	66	44,239,031	64	82,619,811	66	84,746,034	64
Cost of telecommunications services	6,161,483	10	6,213,779	9	12,305,922	10	12,307,072	9
Construction costs	944,968	1	1,251,143	2	1,323,956	1	1,760,858	2
Other operating costs	2,887,358	4	2,906,709	4	5,742,851	4	5,733,749	4
Loss on disposal of investments, net	-	-	3,045	-	-	-	6,012	-
Total operating costs	<u>51,678,138</u>	<u>81</u>	<u>54,613,707</u>	<u>79</u>	<u>101,992,540</u>	<u>81</u>	<u>104,553,725</u>	<u>79</u>
<b>GROSS PROFIT</b>	<u>11,639,901</u>	<u>19</u>	<u>14,682,598</u>	<u>21</u>	<u>22,862,991</u>	<u>19</u>	<u>28,126,831</u>	<u>21</u>
<b>REALIZED CONSTRUCTION INCOME</b>	<u>278</u>	<u>-</u>	<u>278</u>	<u>-</u>	<u>278</u>	<u>-</u>	<u>278</u>	<u>-</u>
<b>OPERATING EXPENSES</b>								
(Notes 27 and 35)								
Selling and marketing	4,909,915	8	6,507,529	9	9,760,242	8	12,722,002	10
General and administrative	2,814,108	5	2,676,935	4	6,091,749	5	5,479,926	4
Research and development	262,751	-	230,016	-	512,417	-	453,660	-
Expected credit loss	<u>70,166</u>	<u>-</u>	<u>84,877</u>	<u>-</u>	<u>134,424</u>	<u>-</u>	<u>136,599</u>	<u>-</u>
Total operating expenses	<u>8,056,940</u>	<u>13</u>	<u>9,499,357</u>	<u>13</u>	<u>16,498,832</u>	<u>13</u>	<u>18,792,187</u>	<u>14</u>
<b>OTHER GAIN AND LOSS, NET</b>	<u>186,250</u>	<u>-</u>	<u>113,708</u>	<u>-</u>	<u>371,504</u>	<u>-</u>	<u>225,439</u>	<u>-</u>
<b>OPERATING INCOME</b>	<u>3,769,489</u>	<u>6</u>	<u>5,297,227</u>	<u>8</u>	<u>6,735,941</u>	<u>6</u>	<u>9,560,361</u>	<u>7</u>
<b>NON-OPERATING INCOME AND EXPENSES</b>								
Share of the profit or loss of associates	1,875,410	3	1,291,046	2	3,237,285	3	2,098,921	1
Interest income	212,608	-	81,977	-	414,648	-	136,396	-
Other income	328,086	1	215,937	-	622,390	-	811,284	1
Gain on change in fair value of investment properties (Note 17)	514,821	1	21,934	-	1,125,818	1	38,074	-
Interest expense (Notes 27 and 35)	(1,120,435)	(2)	(743,587)	(1)	(2,305,941)	(2)	(1,386,661)	(1)
Other expenses	(229,168)	-	(140,965)	-	(420,295)	-	(243,820)	-
Loss on disposal of non-financial assets (Note 27)	(85,872)	-	(148,597)	-	(230,515)	-	(180,409)	-
Exchange gain, net	344,910	1	360,952	1	246,552	-	496,053	-

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## FAR EASTERN NEW CENTURY CORPORATION AND SUBSIDIARIES

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

	For the Three Months Ended June 30				For the Six Months Ended June 30			
	2023		2022 (Retrospectively Adjusted)		2023		2022 (Retrospectively Adjusted)	
	Amount	%	Amount	%	Amount	%	Amount	%
Gain (loss) on financial (liabilities) assets at fair value through profit or loss	\$ 106,298	-	\$ (423,412)	(1)	\$ 211,348	-	\$ (535,487)	-
Impairment loss (Note 15)	<u>(318,222)</u>	<u>(1)</u>	<u>(1,933)</u>	<u>-</u>	<u>(324,090)</u>	<u>-</u>	<u>(1,933)</u>	<u>-</u>
Total non-operating incomes and expenses	<u>1,628,436</u>	<u>3</u>	<u>513,352</u>	<u>1</u>	<u>2,577,200</u>	<u>2</u>	<u>1,232,418</u>	<u>1</u>
INCOME BEFORE INCOME TAX	5,397,925	9	5,810,579	9	9,313,141	8	10,792,779	8
INCOME TAX EXPENSE (Notes 4 and 28)	<u>(1,170,125)</u>	<u>(2)</u>	<u>(1,240,754)</u>	<u>(2)</u>	<u>(2,057,048)</u>	<u>(2)</u>	<u>(2,156,826)</u>	<u>(2)</u>
NET INCOME	<u>4,227,800</u>	<u>7</u>	<u>4,569,825</u>	<u>7</u>	<u>7,256,093</u>	<u>6</u>	<u>8,635,953</u>	<u>6</u>
OTHER COMPREHENSIVE INCOME (LOSS)								
Items that will not be reclassified subsequently to profit or loss:								
Gain on property revaluation	4,553,525	7	-	-	4,840,397	4	-	-
Unrealized gain (loss) on investments in equity instruments designated as at fair value through other comprehensive income	<u>(187,979)</u>	<u>-</u>	<u>(69,567)</u>	<u>-</u>	<u>100,567</u>	<u>-</u>	<u>(806,780)</u>	<u>(1)</u>
Share of the other comprehensive income of associates accounted for using the equity method	347,784	1	(1,231,942)	(2)	846,017	-	(429,206)	-
Income tax relating to items that will not be reclassified subsequently to profit or loss	<u>(331,790)</u>	<u>(1)</u>	<u>1,445</u>	<u>-</u>	<u>(389,515)</u>	<u>-</u>	<u>(3,614)</u>	<u>-</u>
	<u>4,381,540</u>	<u>7</u>	<u>(1,300,064)</u>	<u>(2)</u>	<u>5,397,466</u>	<u>4</u>	<u>(1,239,600)</u>	<u>(1)</u>
Items that may be reclassified subsequently to profit or loss:								
Exchange differences on translating foreign operations	(1,195,653)	(2)	341,822	-	(1,456,653)	(1)	3,092,646	2
Gain on hedging instruments	141	-	1,508	-	338	-	3,151	-
Share of the other comprehensive income of associates accounted for using the equity method	<u>(423,901)</u>	<u>(1)</u>	<u>(260,575)</u>	<u>-</u>	<u>(341,835)</u>	<u>-</u>	<u>601,101</u>	<u>1</u>
	<u>(1,619,413)</u>	<u>(3)</u>	<u>82,755</u>	<u>-</u>	<u>(1,798,150)</u>	<u>(1)</u>	<u>3,696,898</u>	<u>3</u>
Other comprehensive income (loss), net of income tax	<u>2,762,127</u>	<u>4</u>	<u>(1,217,309)</u>	<u>(2)</u>	<u>3,599,316</u>	<u>3</u>	<u>2,457,298</u>	<u>2</u>
TOTAL COMPREHENSIVE INCOME	<u>\$ 6,989,927</u>	<u>11</u>	<u>\$ 3,352,516</u>	<u>5</u>	<u>\$ 10,855,409</u>	<u>9</u>	<u>\$ 11,093,251</u>	<u>8</u>
NET INCOME								
ATTRIBUTABLE TO:								
Owners of the Company	\$ 2,273,040	4	\$ 3,083,628	5	\$ 3,733,966	3	\$ 5,835,786	4
Non-controlling interests	<u>1,954,760</u>	<u>3</u>	<u>1,486,197</u>	<u>2</u>	<u>3,522,127</u>	<u>3</u>	<u>2,800,167</u>	<u>2</u>
	<u>\$ 4,227,800</u>	<u>7</u>	<u>\$ 4,569,825</u>	<u>7</u>	<u>\$ 7,256,093</u>	<u>6</u>	<u>\$ 8,635,953</u>	<u>6</u>

(Continued)

## FAR EASTERN NEW CENTURY CORPORATION AND SUBSIDIARIES

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

	For the Three Months Ended June 30				For the Six Months Ended June 30			
	2023		2022 (Retrospectively Adjusted)		2023		2022 (Retrospectively Adjusted)	
	Amount	%	Amount	%	Amount	%	Amount	%
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:								
Owners of the Company	\$ 4,991,839	8	\$ 2,024,563	3	\$ 7,185,504	6	\$ 8,262,043	6
Non-controlling interests	<u>1,998,088</u>	<u>3</u>	<u>1,327,953</u>	<u>2</u>	<u>3,669,905</u>	<u>3</u>	<u>2,831,208</u>	<u>2</u>
	<u>\$ 6,989,927</u>	<u>11</u>	<u>\$ 3,352,516</u>	<u>5</u>	<u>\$ 10,855,409</u>	<u>9</u>	<u>\$ 11,093,251</u>	<u>8</u>
 EARNINGS PER SHARE (NEW TAIWAN DOLLARS; Note 29)								
Basic	<u>\$ 0.45</u>		<u>\$ 0.62</u>		<u>\$ 0.75</u>		<u>\$ 1.17</u>	
Diluted	<u>\$ 0.45</u>		<u>\$ 0.62</u>		<u>\$ 0.75</u>		<u>\$ 1.16</u>	

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

(With Deloitte & Touche review report dated August 11, 2023)

(Concluded)

**FAR EASTERN NEW CENTURY CORPORATION AND SUBSIDIARIES**

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

	Equity Attributable to Owners of the Company						Other Equity				Total Equity Attributable to Owners of the Company	Non-controlling Interests	Total Equity
	Common Stock	Capital Surplus	Retained Earnings		Unappropriated Earnings	Exchange Differences on Translating Foreign Operations	Unrealized Gain (Loss) on Financial Assets at Fair Value Through Other Comprehensive Income	Gain (Loss) on Hedging Instruments	Gain on Property Revaluations	Treasury Shares			
			Legal Reserve	Special Reserve									
BALANCE AT JANUARY 1, 2022	\$ 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	\$ 63,366,183	\$ 269,414,918
Effects of retrospective application and retrospective restatement	-	-	-	-	12,580	-	-	-	-	-	12,580	1,409	13,989
Balance at January 1, 2022 after adjustments	53,528,751	3,403,003	19,759,271	119,451,597	13,869,152	(8,719,525)	2,195,786	23,392	2,574,951	(25,063)	206,061,315	63,367,592	269,428,907
Appropriation of the 2021 earnings	-	-	1,017,807	-	(1,017,807)	-	-	-	-	-	-	-	-
Legal reserve	-	-	-	-	-	-	-	-	-	-	-	-	-
Special reserve	-	-	-	779,995	(779,995)	-	-	-	-	-	-	-	-
Cash dividends	-	-	-	-	(8,029,313)	-	-	-	-	-	(8,029,313)	-	(8,029,313)
Cash dividends distributed by subsidiaries	-	-	-	-	-	-	-	-	-	-	-	(5,290,167)	(5,290,167)
Subsidiary's cash dividends from capital surplus and legal reserve	-	-	-	-	-	-	-	-	-	-	-	(1,464,953)	(1,464,953)
Net income for the six months ended June 30, 2022	-	-	-	-	5,835,786	-	-	-	-	-	5,835,786	2,800,167	8,635,953
Other comprehensive income (loss) for the six months ended June 30, 2022	-	-	-	-	-	3,484,436	(1,058,333)	1,085	(931)	-	2,426,257	31,041	2,457,298
Total comprehensive income (loss) for the six months ended June 30, 2022	-	-	-	-	5,835,786	3,484,436	(1,058,333)	1,085	(931)	-	8,262,043	2,831,208	11,093,251
Cash capital increase by subsidiaries	-	-	-	-	-	-	-	-	-	-	-	672,479	672,479
Change in associates accounted for using the equity method	-	2,045	-	-	(1,274)	-	(142)	-	(6)	-	623	26	649
Differences between the acquisition or disposition of the equity price of subsidiaries and the carrying amount	-	4,475	-	-	-	-	-	-	-	-	4,475	(80,110)	(75,635)
Associate disposed the investment in equity instruments designated as at fair value through other comprehensive income	-	-	-	-	4,875	-	(4,875)	-	-	-	-	-	-
Reversal of special reserve	-	-	-	(879,142)	879,142	-	-	-	-	-	-	-	-
BALANCE AT JUNE 30, 2022	\$ 53,528,751	\$ 3,409,523	\$ 20,777,078	\$ 119,352,450	\$ 10,760,566	\$ (5,235,089)	\$ 1,132,436	\$ 24,477	\$ 2,574,014	\$ (25,063)	\$ 206,299,143	\$ 60,036,075	\$ 266,335,218
BALANCE AT JANUARY 1, 2023	\$ 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	\$ 62,663,599	\$ 271,672,077
Effects of retrospective application and retrospective restatement	-	-	-	-	17,897	(301)	-	-	-	-	17,596	1,971	19,567
Balance at January 1, 2023 after adjustments	53,528,751	3,408,541	20,777,078	119,142,658	13,311,926	(4,572,925)	837,114	24,584	2,593,410	(25,063)	209,026,074	62,665,570	271,691,644
Appropriation of the 2022 earnings	-	-	817,564	-	(817,564)	-	-	-	-	-	-	-	-
Legal reserve	-	-	-	-	-	-	-	-	-	-	-	-	-
Special reserve	-	-	-	271,822	(271,822)	-	-	-	-	-	-	-	-
Cash dividends	-	-	-	-	(7,226,382)	-	-	-	-	-	(7,226,382)	-	(7,226,382)
Cash dividends distributed by subsidiaries	-	-	-	-	-	-	-	-	-	-	-	(5,271,287)	(5,271,287)
Subsidiary's cash dividends from legal reserve	-	-	-	-	-	-	-	-	-	-	-	(1,807,723)	(1,807,723)
Net income for the six months ended June 30, 2023	-	-	-	-	3,733,966	-	-	-	-	-	3,733,966	3,522,127	7,256,093
Other comprehensive income (loss) for the six months ended June 30, 2023	-	-	-	-	-	(1,042,885)	897,351	113	3,596,959	-	3,451,538	147,778	3,599,316
Total comprehensive income (loss) for the six months ended June 30, 2023	-	-	-	-	3,733,966	(1,042,885)	897,351	113	3,596,959	-	7,185,504	3,669,905	10,855,409
Change in associates accounted for using the equity method	-	(384)	-	-	(18,101)	-	(215)	-	(9)	-	(18,709)	(478)	(19,187)
Disposal of equity-method investment	-	-	-	-	(4,869)	-	5,124	-	(255)	-	-	-	-
Differences between the acquisition or disposition of the equity price of subsidiaries and the carrying amount	-	3,282,044	-	-	-	(506)	14,562	(57)	(980)	-	3,295,063	1,770,013	5,065,076
Cash capital increase by subsidiaries	-	3,961	-	-	-	-	-	-	-	-	3,961	41,462	45,423
Share-based payments arrangement	-	1,459	-	-	-	-	-	-	-	-	1,459	4,130	5,589
Disposal of subsidiaries	-	-	-	-	-	-	-	-	-	-	-	(68,515)	(68,515)
Associate disposed the investment in equity instruments designated as at fair value through other comprehensive income	-	-	-	-	(3,741)	-	3,741	-	-	-	-	-	-
Reversal of special reserve	-	-	-	(448,979)	448,979	-	-	-	-	-	-	-	-
BALANCE AT JUNE 30, 2023	\$ 53,528,751	\$ 6,695,621	\$ 21,594,642	\$ 118,965,501	\$ 9,152,392	\$ (5,616,316)	\$ 1,757,677	\$ 24,640	\$ 6,189,125	\$ (25,063)	\$ 212,266,970	\$ 61,003,077	\$ 273,270,047

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

(With Deloitte & Touche review report dated August 11, 2023)

# FAR EASTERN NEW CENTURY CORPORATION AND SUBSIDIARIES

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

	For the Six Months Ended June 30	
	2023	2022
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Income before income tax	\$ 9,313,141	\$ 10,792,779
Adjustments for:		
Depreciation	10,459,575	10,452,821
Amortization	3,578,512	3,355,023
Expected credit loss	134,424	136,599
Interest expense	2,305,941	1,386,661
Interest income	(414,648)	(136,396)
Dividend income	(53,436)	(52,393)
Share-based payment arrangement	5,589	-
Share of the profit of associates	(3,237,285)	(2,098,921)
Loss on disposal of non-financial assets	230,515	180,409
(Gain) loss on disposal of investment	(52,461)	3
Impairment loss	324,090	1,933
Reversal of write-down of inventories	(706,980)	(288,668)
Realized gain on the transactions with associates	(278)	(278)
Gain on change in fair value of investment properties	(1,125,818)	(38,074)
Gain on modifications of lease	(560)	(507)
Net changes in operating assets and liabilities		
Financial assets at fair value through profit or loss	1,196,362	1,438,917
Contract assets	144,090	(805,324)
Notes and accounts receivable	(2,986,077)	(6,399,181)
Other receivables	491,771	(556,975)
Inventories	5,693,274	(9,275,398)
Prepayments	12,369	(209,420)
Other current assets	(318,899)	(165,868)
Incremental cost of obtaining a contract	152,008	217,131
Financial liabilities at fair value through profit or loss	(10,929)	25,759
Contract liabilities	(493,711)	929,000
Notes and accounts payable	(666,784)	3,925,960
Other payables	(80,400)	(440,385)
Provisions	(6,205)	44,290
Other current liabilities	646,436	403,383
Net defined benefit assets and liabilities	(102,114)	(110,447)
Other non-current liabilities	(389,605)	(244,500)
Cash generated from operations	24,041,907	12,467,933
Interest received	370,652	109,166
Dividend received	127,548	147,948
Interest paid	(2,400,957)	(1,566,289)
Income tax paid	(2,730,582)	(2,983,491)
Net cash generated from operating activities	19,408,568	8,175,267

(Continued)

# FAR EASTERN NEW CENTURY CORPORATION AND SUBSIDIARIES

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

	For the Six Months Ended June 30	
	2023	2022
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Acquisition of financial assets at fair value through other comprehensive income	\$ (39,676)	\$ (3,003)
Refund from capital reduction of financial assets at fair value through other comprehensive income	-	15,769
Acquisition of investments accounted for using the equity method	(832,539)	(270,601)
(Increase) decrease in financial assets at amortized cost	(424,139)	961,859
Proceeds from disposal of investments accounted for using the equity method	265,222	-
Increase in prepayments of long-term investments	-	(128,812)
Net cash outflow on disposal of subsidiary (Note 31)	(191,561)	-
Acquisition of property, plant, equipment and prepayments for equipment	(11,478,891)	(9,317,904)
Proceeds from disposal of property, plant and equipment	25,713	75,125
Decrease (increase) in refundable deposits	135,855	(36,980)
Decrease (increase) in other receivables	1,745,860	(48,950)
Acquisition of intangible assets	(343,194)	(305,673)
Increase in concessions	(175,901)	(336,028)
Proceeds from disposal of concessions and other intangible assets	1,363	3,178
Acquisition of investment properties	-	(594)
Proceeds from the disposal of investment properties	8,318	-
Decrease in other financial assets	505,271	140,500
(Increase) decrease in other non-current assets	(442,190)	161,872
Other investing activities	96,280	83,780
Net cash used in investing activities	(11,144,209)	(9,006,462)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
(Decrease) increase in short-term borrowings	(13,329,098)	9,012,586
(Decrease) increase in short-term bills payables	(6,041,600)	17,721,200
Proceeds from issue of bonds	11,500,000	2,700,000
Repayments of bonds payables	(17,000,000)	(18,200,000)
Proceeds from long-term borrowings	165,890,105	156,250,062
Repayments of long-term borrowings	(185,570,076)	(154,446,239)
Increase in guarantee deposits received	30,051	12,102
Repayment of the principal portion of lease liabilities	(1,985,352)	(1,743,933)
(Decrease) increase in other non-current liabilities	(9,725)	1,805
Dividends paid to non-controlling interest	(401)	(616)
Cash capital increase by subsidiaries	45,423	577,375
Disposal of partial shares of subsidiary	5,065,076	-
Acquisition of additional interests in subsidiaries from non-controlling interests	-	(75,635)
Net cash (used in) generated from financing activities	(41,405,597)	11,808,707

(Continued)

# FAR EASTERN NEW CENTURY CORPORATION AND SUBSIDIARIES

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

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	For the Six Months Ended	
	June 30	
	2023	2022
EFFECTS OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH HELD IN FOREIGN CURRENCIES	\$ <u>(721,118)</u>	\$ <u>(371,007)</u>
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	(33,862,356)	10,606,505
CASH AND CASH EQUIVALENTS, BEGINNING OF PERIOD	<u>47,244,499</u>	<u>34,544,963</u>
CASH AND CASH EQUIVALENTS, END OF PERIOD	<u>\$ 13,382,143</u>	<u>\$ 45,151,468</u>

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

(With Deloitte & Touche review report dated August 11, 2023)

(Concluded)

# FAR EASTERN NEW CENTURY CORPORATION AND SUBSIDIARIES

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED JUNE 30, 2023 AND 2022 (In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

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### 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 Co., Ltd., to Far Eastern New Century Corporation; thus, the original ticker symbol of FETL was changed to FENC.

The consolidated financial statements of the Company and its subsidiaries, hereto forth collectively referred to as the “Group”, are presented in the Company’s functional currency, the New Taiwan dollar (NTD).

### 2. APPROVAL OF FINANCIAL STATEMENTS

The consolidated financial statements were reported to the board of directors on August 11, 2023.

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

- a. Initial application of the amendments to the International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), IFRIC Interpretations (IFRIC), and SIC Interpretations (SIC) (collectively, the “IFRSs”) endorsed and issued into effect by the FSC

Except for the following, the initial application of the IFRSs endorsed and issued into effect by the FSC did not have material impact on the Group’s accounting policies.

#### 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 Group applied the amendments and recognized 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. The Group shall apply the amendments prospectively to transactions other than leases and decommissioning obligations that occur on or after January 1, 2022. Upon initial application of the amendments to IAS 12, the Group recognized the cumulative effect of retrospective application in retained earnings on January 1, 2022, and restated comparative information. The information of consolidated statement on January 1, 2022 has no significant influence, the current balance sheet did not include the balance sheet at the beginning of the year.

The impact for the application of the amendments to IAS 12 is summarized below:

		<b>June 30, 2023</b>	
Increase in deferred tax assets			<u>\$ 192,155</u>
Increase in assets			<u>\$ 192,155</u>
Increase in deferred tax liabilities			<u>\$ 170,652</u>
Increase in liabilities			<u>\$ 170,652</u>
Increase in retained earnings			\$ 21,125
Decrease in other equity			(1,788)
Increase in non-controlling interests			<u>2,166</u>
Increase in equity			<u>\$ 21,503</u>
		<b>For the Three Months Ended June 30, 2023</b>	<b>For the Six Months Ended June 30, 2023</b>
Decrease in income tax expense		<u>\$ (1,894)</u>	<u>\$ (3,589)</u>
Increase in net income of the period		<u>1,894</u>	<u>3,589</u>
Items that may be reclassified subsequently to profit or loss:			
Decrease in exchange differences on translation of foreign operations		<u>(1,473)</u>	<u>(1,653)</u>
Decrease in other comprehensive income for the period		<u>(1,473)</u>	<u>(1,653)</u>
Increase in total comprehensive income for the period		<u>\$ 421</u>	<u>\$ 1,936</u>
Increase in net income attributable to:			
Owners of the Company		\$ 1,703	\$ 3,228
Non-controlling interests		<u>191</u>	<u>361</u>
		<u>\$ 1,894</u>	<u>\$ 3,589</u>
Increase in total comprehensive income attributable to:			
Owners of the Company		\$ 378	\$ 1,741
Non-controlling interests		<u>43</u>	<u>195</u>
		<u>\$ 421</u>	<u>\$ 1,936</u>
		<b>Adjustments Arising from Initial Application</b>	<b>Restated</b>
	<b>As Originally Stated</b>		
<u>December 31, 2022</u>			
Deferred tax assets	<u>\$ 2,588,649</u>	<u>\$ 198,830</u>	<u>\$ 2,787,479</u>
Total effect on assets		<u>\$ 198,830</u>	

(Continued)

	<b>As Originally Stated</b>	<b>Adjustments Arising from Initial Application</b>	<b>Restated</b>
Deferred tax liabilities	<u>\$ 18,396,917</u>	<u>\$ 179,263</u>	<u>\$ 18,576,180</u>
Total effect on liabilities		<u>\$ 179,263</u>	
Retained earnings	<u>\$ 153,213,765</u>	\$ 17,897	<u>\$ 153,231,662</u>
Other equity	<u>\$ (1,117,516)</u>	(301)	<u>\$ (1,117,817)</u>
Non-controlling interests	<u>\$ 62,663,599</u>	<u>1,971</u>	<u>\$ 62,665,570</u>
Total effect on equity		<u>\$ 19,567</u>	
<u>June 30, 2022</u>			
Deferred tax assets	<u>\$ 2,729,828</u>	<u>\$ 197,855</u>	<u>\$ 2,927,683</u>
Total effect on assets		<u>\$ 197,855</u>	
Deferred tax liabilities	<u>\$ 18,658,483</u>	<u>\$ 182,573</u>	<u>\$ 18,841,056</u>
Total effect on liabilities		<u>\$ 182,573</u>	
Retained earnings	<u>\$ 150,875,019</u>	\$ 15,075	<u>\$ 150,890,094</u>
Other equity	<u>\$ (1,502,830)</u>	(1,332)	<u>\$ (1,504,162)</u>
Non-controlling interests	<u>\$ 60,034,536</u>	<u>1,539</u>	<u>\$ 60,036,075</u>
Total effect on equity		<u>\$ 15,282</u>	
	<b>As Originally Stated</b>	<b>Adjustments Arising from Initial Application</b>	<b>Restated</b>
<u>For the three months ended June 30, 2022</u>			
Income tax expense	<u>\$ (1,244,900)</u>	<u>\$ 4,146</u>	<u>\$ (1,240,754)</u>
Total effect on net income of the period		<u>4,146</u>	
Items that may be reclassified subsequently to profit or loss:			
Decrease in exchange differences on translation of foreign operations	<u>\$ 342,439</u>	<u>(617)</u>	<u>\$ 341,822</u>
Total effect on other comprehensive income for the period		<u>(617)</u>	
Total effect on total comprehensive income for the period		<u>\$ 3,529</u>	

(Continued)

	<b>As Originally Stated</b>	<b>Adjustments Arising from Initial Application</b>	<b>Restated</b>
Impact on net income attributable to:			
Owners of the Company	\$ 3,079,900	\$ 3,728	\$ 3,083,628
Non-controlling interests	<u>1,485,779</u>	<u>418</u>	<u>1,486,197</u>
	<u>\$ 4,565,679</u>	<u>\$ 4,146</u>	<u>\$ 4,569,825</u>
Impact on total comprehensive income attributable to:			
Owners of the Company	\$ 2,021,451	\$ 3,112	\$ 2,024,563
Non-controlling interests	<u>1,327,536</u>	<u>417</u>	<u>1,327,953</u>
	<u>\$ 3,348,987</u>	<u>\$ 3,529</u>	<u>\$ 3,352,516</u> (Concluded)
	<b>As Originally Stated</b>	<b>Adjustments Arising from Initial Application</b>	<b>Restated</b>
<u>For the six months ended June 30, 2022</u>			
Income tax expense	<u>\$ (2,159,601)</u>	<u>\$ 2,775</u>	<u>\$ (2,156,826)</u>
Total effect on net income of the period		<u>2,775</u>	
Items that may be reclassified subsequently to profit or loss:			
Decrease in exchange differences on translation of foreign operations	<u>\$ 3,094,128</u>	<u>(1,482)</u>	<u>\$ 3,092,646</u>
Total effect on other comprehensive income for the period		<u>(1,482)</u>	
Total effect on total comprehensive income for the period		<u>\$ 1,293</u>	
Impact on net income attributable to:			
Owners of the Company	\$ 5,833,291	\$ 2,495	\$ 5,835,786
Non-controlling interests	<u>2,799,887</u>	<u>280</u>	<u>2,800,167</u>
	<u>\$ 8,633,178</u>	<u>\$ 2,775</u>	<u>\$ 8,635,953</u>
Impact on total comprehensive income attributable to:			
Owners of the Company	\$ 8,260,880	\$ 1,163	\$ 8,262,043
Non-controlling interests	<u>2,831,078</u>	<u>130</u>	<u>2,831,208</u>
	<u>\$ 11,091,958</u>	<u>\$ 1,293</u>	<u>\$ 11,093,251</u>

- b. The IFRSs in issue but not yet endorsed and issued into effect by the FSC

<u>New, Revised or Amended 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
Amendments to IAS 7 and IFRS 7 “Supplier Finance Arrangements”	January 1, 2024
Amendments to IAS 12 “International Tax Reform - Pillar Two Model Rules”	Note 3

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.

Note 3: The requirement that the Group applies the exception and the requirement to disclose that fact is applied immediately upon issuance of the amendments and retrospectively in accordance with IAS 8. The remaining disclosure requirements are applied for annual reporting periods beginning on or after January 1, 2023, but not for any interim period ending on or before December 31, 2023.

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

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

- a. Statement of compliance

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

- b. Basis of preparation

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

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.

c. Basis of consolidation

The consolidated financial statements incorporate the financial statements of the Company and the entities controlled by the Company (i.e. its subsidiaries).

Income and expenses of subsidiaries acquired or disposed of during the period are included in the consolidated statements of profit or loss and other comprehensive income from the effective date of acquisition up to the effective date of disposal, as appropriate.

When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those used by the Company.

All intra-group transactions, balances, income and expenses are eliminated in full upon consolidation. Total comprehensive income of subsidiaries is attributed to the owners of the Company and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

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

See Note 12, Table 13 and Table 14 for the detailed information of subsidiaries, including the percentages of ownership and main businesses.

The Group's investment in Corpus Christi Polymers LLC complies with the joint operations. Therefore, the Group recognized its share of the assets, liabilities, revenues and expenses of the joint operation. Refer to Note 14.

d. Other significant accounting policies

Except for the following, please refer to the consolidated financial statements for the year ended December 31, 2022.

1) Retirement benefits

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

2) Income tax expense

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

3) 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. Transactions which generate the same amount of taxable and deductible temporary differences at the time of initial recognition, should be recognized as deferred income tax assets (if it is possible to have the taxable income that is available for deductible temporary differences to be utilized) and deferred income tax liabilities at the same time. If a temporary difference arises from the initial recognition of assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit, and at the time of the transaction, does not give rise to equal taxable and deductible temporary differences, the resulting deferred tax asset or liability is not recognized.

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

For the critical accounting judgments and key sources of estimation uncertainty of the consolidated financial statements, refer to the consolidated financial statements for the year ended December 31, 2022.

## 6. CASH AND CASH EQUIVALENTS

	June 30, 2023	December 31, 2022	June 30, 2022
Cash			
Cash on hand and petty cash	\$ 28,303	\$ 28,078	\$ 30,021
Demand and checking accounts	<u>10,386,677</u>	<u>27,155,901</u>	<u>37,033,579</u>
	<u>10,414,980</u>	<u>27,183,979</u>	<u>37,063,600</u>
Cash equivalents (investments with original maturities of less than three months)			
Time deposits	1,656,122	9,212,071	3,220,879
Commercial paper and corporate bonds purchased under resale agreements	<u>1,116,503</u>	<u>10,693,060</u>	<u>4,712,796</u>
	<u>2,772,625</u>	<u>19,905,131</u>	<u>7,933,675</u>
Management discretionary accounts			
Demand accounts	<u>194,538</u>	<u>155,389</u>	<u>154,193</u>
	<u>\$ 13,382,143</u>	<u>\$ 47,244,499</u>	<u>\$ 45,151,468</u>

The Group's members individually contracted and fully authorized an "other related party", Oriental Securities Investment Advisory Co., Ltd. to manage discretionary funds.

The intervals of market interest rates for cash equivalents as of the balance sheet date were as follows:

	<b>June 30, 2023</b>	<b>December 31, 2022</b>	<b>June 30, 2022</b>
Time deposits	0.45%-5.05%	0.35%-4.54%	0.27%-1.90%
Commercial paper and corporate bonds purchased under resale agreements	0.75%-1.93%	0.30%-1.22%	0.22%-1.30%

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

	<b>June 30, 2023</b>	<b>December 31, 2022</b>	<b>June 30, 2022</b>
<u>Financial assets - current</u>			
Financial assets mandatorily classified as at FVTPL			
Non-derivative financial assets			
Mutual funds - beneficial certificates	\$ 4,494,518	\$ 5,797,225	\$ 4,358,776
Listed shares	245,891	166,100	163,510
Trade fair investment agreement	6,574	3,840	-
Derivative financial assets (not under hedge accounting)			
Forward exchange contracts	<u>8,294</u>	<u>6,466</u>	<u>12,595</u>
	<u>\$ 4,755,277</u>	<u>\$ 5,973,631</u>	<u>\$ 4,534,881</u>
<u>Financial liabilities - current</u>			
Held for trading			
Derivative financial liabilities (not under hedge accounting)			
Forward exchange contracts	\$ 17,295	\$ 28,382	\$ 26,131
Options contracts	<u>158</u>	<u>-</u>	<u>-</u>
	<u>\$ 17,453</u>	<u>\$ 28,382</u>	<u>\$ 26,131</u>

### a. Forward exchange contracts

The Group 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.

The Group had outstanding forward exchange contracts, which were stated as follows:

	<b>Currency</b>	<b>Maturity</b>	<b>Contract Amount (Thousands)</b>
<u>June 30, 2023</u>			
Sell	USD/NTD	2023.07.05-2023.08.31	USD55,990/NTD1,726,529
Sell	EUR/USD	2023.07.31-2023.09.28	EUR12,000/USD13,123
Buy	USD/JPY	2023.07.26-2023.08.31	USD7,000/JPY982,895
Buy	USD/RMB	2023.07.31	USD4,500/RMB32,373
Sell	JPY/NTD	2023.07.06-2023.09.04	JPY2,734,000/NTD604,624
Sell	EUR/RMB	2023.07.05-2023.08.16	EUR3,800/RMB28,825
Sell	JPY/RMB	2023.09.21	JPY60,000/RMB3,165
Sell	USD/RMB	2023.07.03-2023.08.23	USD37,600/RMB269,056

December 31, 2022

Sell	USD/NTD	2023.01.06-2023.01.30	USD39,000/NTD1,199,258
Sell	EUR/USD	2023.01.19-2023.02.24	EUR7,000/USD7,153
Buy	USD/JPY	2023.01.18-2023.04.28	USD3,000/JPY408,515
Buy	USD/RMB	2023.02.24-2023.02.27	USD8,500/RMB59,164
Sell	RMB/NTD	2023.01.12-2023.02.06	RMB8,000/NTD35,232
Sell	JPY/NTD	2023.02.02-2023.03.10	JPY1,157,000/NTD261,705
Sell	JPY/RMB	2023.03.22-2023.06.28	JPY480,000/RMB24,135
Sell	USD/RMB	2023.01.03-2023.02.23	USD40,000/RMB280,104
Sell	EUR/RMB	2023.01.10-2023.06.15	EUR4,500/RMB32,109

June 30, 2022

Sell	USD/NTD	2022.07.05-2022.10.11	USD137,880/NTD4,070,414
Sell	EUR/USD	2022.07.29-2022.09.30	EUR10,000/USD10,603
Buy	USD/JPY	2022.07.05-2022.12.27	USD13,800/JPY1,824,586
Buy	USD/RMB	2022.07.29	USD8,000/RMB53,827
Buy	EUR/JPY	2022.07.07	EUR600/JPY85,707
Sell	EUR/RMB	2022.07.25-2022.12.15	EUR10,440/RMB74,201
Sell	JPY/RMB	2022.07.15-2022.12.28	JPY772,000/RMB41,635
Sell	USD/RMB	2022.07.05-2022.09.30	USD42,200/RMB277,860

b. Options contracts

The Group sold option contracts to profit on royalties and prevent the difference between exchange rate fluctuation risks.

	<b>Currency</b>	<b>Maturity</b>	<b>Contract Amount (Thousands)</b>
<u>June 30, 2023</u>			
Sell USD call options	USD/NTD	2023.07.03	USD1,000/NTD30,735

The Group had no outstanding option contracts as of December 31, 2022 and June 30, 2022.

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

	June 30, 2023	December 31, 2022	June 30, 2022
Financial assets at fair value through <u>other comprehensive income (FVTOCI)</u>			
Domestic listed shares privately placed listed shares	\$ 3,345,000	\$ 3,050,000	\$ 3,650,000
Domestic unlisted shares	1,421,993	1,329,772	1,339,112
Domestic listed shares	677,066	695,673	587,601
Oversea shares	521,970	742,016	725,549
Real estate investment trust mutual funds - beneficial certificates	<u>471,515</u>	<u>486,559</u>	<u>481,858</u>
	<u>\$ 6,437,544</u>	<u>\$ 6,304,020</u>	<u>\$ 6,784,120</u>
Current	\$ 110,506	\$ 113,543	\$ 95,904
Non-current	<u>6,327,038</u>	<u>6,190,477</u>	<u>6,688,216</u>
	<u>\$ 6,437,544</u>	<u>\$ 6,304,020</u>	<u>\$ 6,784,120</u>

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

Kaohsiung Rapid Transit Corporation, the entity in which the Group invested, is the BOT Concession Company under the BOT concession contract that it entered into with the Kaohsiung City Government. When the concession period expires (concession expires in October 2037), the assets shall be transferred to the Kaohsiung City Government and the BOT Concession Company will be eliminated.

## 9. FINANCIAL ASSETS AT AMORTIZED COST

	June 30, 2023	December 31, 2022	June 30, 2022
<u>Current</u>			
Domestic investments			
Time deposits with original maturities of more than 3 months (a.)	<u>\$ 2,388,906</u>	<u>\$ 1,904,585</u>	<u>\$ 2,774,320</u>
<u>Non-current</u>			
Domestic investments			
Time deposits with original maturities of more than 3 months (a.)	\$ 895,300	\$ 955,482	\$ 15,300
Subordinated corporate bonds of Cathay Life Insurance Co., Ltd. (b.)	<u>500,000</u>	<u>500,000</u>	<u>500,000</u>
	<u>\$ 1,395,300</u>	<u>\$ 1,455,482</u>	<u>\$ 515,300</u>

- a. The interest rates for time deposits with original maturity of more than 3 months were from 0.77% to 3.55%, 0.32% to 3.50% and 0.18% to 2.10% as of June 30, 2023, December 31, 2022 and June 30, 2022.
- b. In June 2019, the Group purchased corporate bonds which were issued by Cathay Life Insurance Co., Ltd., the coupon rate and the effective interest rate are both 3.00%.
- c. Refer to Note 36 for information related to investments in financial assets at amortized cost pledged as collateral or for security.

## 10. NOTES AND ACCOUNTS RECEIVABLE

	June 30, 2023	December 31, 2022	June 30, 2022
<u>Notes and accounts receivable</u>			
At amortized cost			
Notes and accounts receivable	\$ 33,091,437	\$ 30,314,010	\$ 36,764,642
Less: Allowance for doubtful accounts	(1,252,610)	(1,212,746)	(1,145,733)
Less: Unrealized interest income	(664)	(983)	(1,569)
Less: Unearned interest income	<u>(6,749)</u>	<u>(4,949)</u>	<u>(1,313)</u>
	<u>\$ 31,831,414</u>	<u>\$ 29,095,332</u>	<u>\$ 35,616,027</u>

Accounts receivable from sales with payment by installments of the Group were as follows:

	June 30, 2023	December 31, 2022	June 30, 2022
Gross amounts of accounts receivable	\$ 44,776	\$ 57,678	\$ 74,229
Allowance for doubtful accounts	-	-	(3,379)
Unrealized interest income	<u>(1,184)</u>	<u>(1,755)</u>	<u>(2,753)</u>
	<u>\$ 43,592</u>	<u>\$ 55,923</u>	<u>\$ 68,097</u>
Current	\$ 24,857	\$ 24,821	\$ 24,505
Non-current	<u>18,735</u>	<u>31,102</u>	<u>43,592</u>
	<u>\$ 43,592</u>	<u>\$ 55,923</u>	<u>\$ 68,097</u>

Accounts receivable expected to be recovered after one year are classified as non-current assets. The above accounts receivable are expected to be recovered before 2029.

Accounts receivable from financial leases of the Group were as follows:

	<b>June 30, 2023</b>	<b>December 31, 2022</b>	<b>June 30, 2022</b>
Gross amount of finance lease receivable	\$ 233,260	\$ 174,282	\$ 44,735
Unearned interest income	<u>(20,495)</u>	<u>(15,281)</u>	<u>(3,867)</u>
	<u>\$ 212,765</u>	<u>\$ 159,001</u>	<u>\$ 40,868</u>
Undiscounted lease payments			
1 <sup>st</sup> year	\$ 51,422	\$ 32,942	\$ 8,691
2 <sup>nd</sup> year	49,577	32,330	8,691
3 <sup>rd</sup> year	44,061	30,496	8,691
4 <sup>th</sup> year	43,347	30,138	8,691
5 <sup>th</sup> year	25,511	22,745	7,977
Over 5 <sup>th</sup> year	<u>19,342</u>	<u>25,631</u>	<u>1,994</u>
	233,260	174,282	44,735
Less: Unearned interest income	<u>(20,495)</u>	<u>(15,281)</u>	<u>(3,867)</u>
Finance lease receivable	<u>\$ 212,765</u>	<u>\$ 159,001</u>	<u>\$ 40,868</u>
Current	\$ 44,673	\$ 27,992	\$ 7,379
Noncurrent	<u>168,092</u>	<u>131,009</u>	<u>33,489</u>
	<u>\$ 212,765</u>	<u>\$ 159,001</u>	<u>\$ 40,868</u>

The Group entered into a finance lease agreement with a client to lease out its data center equipment as part of the enterprise project services provided to the client. The term of the finance lease entered into was 3-8 years. The interest rate inherent in the lease was 3.0% to 4.5%, which was determined at the contract date and was fixed for the entire term of the lease.

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 addition, the Group 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 amounts. In this regard, the management believes the Group's credit risk was significantly reduced.

The Group 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 Group 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 Group continues to engage in enforcement activity to attempt to recover the receivables due. Where recoveries are made, these are recognized in profit or loss.

The Group measures the loss allowance for finance lease receivables at an amount equals to lifetime ECLs. The respective leased equipment served as collateral for the finance lease receivables. As of the date of balance sheet, no finance lease receivable was past due. The Group has not recognized a loss allowance for finance lease receivables after considering the historical default experience and the future prospects of the industries in which the lessees operate, together with the value of collateral held over these finance lease receivables.

The following table details the loss allowance of notes and accounts receivable.

June 30, 2023

	<b>1 to 90 Days</b>	<b>91 to 180 Days</b>	<b>181 to 365 Days</b>	<b>Over 365 Days</b>	<b>Total</b>
Gross carrying amount	\$ 30,925,399	\$ 1,949,658	\$ 86,234	\$ 122,733	\$ 33,084,024
Loss allowance (Lifetime ECL)	<u>(731,041)</u>	<u>(345,506)</u>	<u>(56,823)</u>	<u>(119,240)</u>	<u>(1,252,610)</u>
Amortized cost	<u>\$ 30,194,358</u>	<u>\$ 1,604,152</u>	<u>\$ 29,411</u>	<u>\$ 3,493</u>	<u>\$ 31,831,414</u>

December 31, 2022

	<b>1 to 90 Days</b>	<b>91 to 180 Days</b>	<b>181 to 365 Days</b>	<b>Over 365 Days</b>	<b>Total</b>
Gross carrying amount	\$ 28,486,024	\$ 1,641,977	\$ 61,221	\$ 118,856	\$ 30,308,078
Loss allowance (Lifetime ECL)	<u>(743,200)</u>	<u>(310,640)</u>	<u>(42,119)</u>	<u>(116,787)</u>	<u>(1,212,746)</u>
Amortized cost	<u>\$ 27,742,824</u>	<u>\$ 1,331,337</u>	<u>\$ 19,102</u>	<u>\$ 2,069</u>	<u>\$ 29,095,332</u>

June 30, 2022

	<b>1 to 90 Days</b>	<b>91 to 180 Days</b>	<b>181 to 365 Days</b>	<b>Over 365 Days</b>	<b>Total</b>
Gross carrying amount	\$ 34,100,992	\$ 2,362,078	\$ 162,719	\$ 135,971	\$ 36,761,760
Loss allowance (Lifetime ECL)	<u>(714,872)</u>	<u>(260,366)</u>	<u>(40,634)</u>	<u>(129,861)</u>	<u>(1,145,733)</u>
Amortized cost	<u>\$ 33,386,120</u>	<u>\$ 2,101,712</u>	<u>\$ 122,085</u>	<u>\$ 6,110</u>	<u>\$ 35,616,027</u>

The above aging schedule was based on the invoice date.

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

	<b>For the Six Months Ended</b>	
	<b>2023</b>	<b>2022</b>
Balance at January 1	\$ 1,212,746	\$ 1,082,425
Add: Bad debt recovered	126,715	121,438
Add: Impairment losses recognized on receivables	134,424	136,599
Less: Amounts written off	(219,745)	(196,509)
Foreign exchange gains and losses	<u>(1,530)</u>	<u>1,780</u>
Balance at June 30	<u>\$ 1,252,610</u>	<u>\$ 1,145,733</u>

## 11. INVENTORIES

	June 30, 2023	December 31, 2022	June 30, 2022
Merchandise inventories and finished goods	\$ 13,390,042	\$ 14,899,016	\$ 17,846,979
Work in progress	3,250,099	3,777,339	3,978,658
Raw materials	8,959,249	10,253,820	11,963,180
Supplies	1,779,241	2,363,122	2,288,204
Available-for-sale - buildings and land	3,130,254	4,367,725	631,183
Available-for-construction - land	1,022,822	1,022,822	1,022,822
Construction in progress	<u>17,265,243</u>	<u>17,261,384</u>	<u>20,754,934</u>
	<u>\$ 48,796,950</u>	<u>\$ 53,945,228</u>	<u>\$ 58,485,960</u>

The cost of inventories recognized as cost of goods sold for the three months and six months ended June 30, 2023 and 2022 were \$41,684,329 thousand, \$44,239,031 thousand, \$82,619,811 thousand and \$84,746,034 thousand, respectively. The cost of goods sold included reversal of write-downs \$48,847 thousand, \$45,311 thousand, \$706,980 thousand and \$288,668 thousand for the three months and six months ended June 30, 2023 and 2022, respectively.

## 12. SUBSIDIARIES

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

Investor	No	Investee	Nature of Activities	Proportion of Ownership		
				June 30, 2023	December 31, 2022	June 30, 2022
Far Eastern New Century Corporation	1	Far EasTone Telecommunications Co., Ltd. (Notes 1 and 12)	Telecommunications	36.30	38.33	38.33
	2	Yuan Ding Investment Co., Ltd.	Investment	99.70	99.70	99.70
	3	Far Eastern Resources Development Co., Ltd.	Real estate leasing and development service	100.00	100.00	100.00
	4	Yuan Tong Investment Co., Ltd.	Investment	100.00	100.00	100.00
	5	Far Eastern Polychem Industries Ltd. (FEPI)	Investment and chemical fiber sales	100.00	100.00	100.00
	6	Oriental Petrochemical (Taiwan) Co., Ltd.	Petrochemical materials production	80.76	80.76	80.76
	7	Far Eastern Investment (Holding) Ltd.	Investment	100.00	100.00	100.00
	8	PET Far Eastern (Holding) Ltd. (PETH)	Investment	100.00	100.00	100.00
	9	Kai Yuan International Investment Co., Ltd.	Investment	100.00	100.00	100.00
	10	Far Eastern Polytex (Holding) Ltd.	Investment	100.00	100.00	100.00
	11	Yuan Ding Co., Ltd. (Note 2)	Real estate leasing and hotel	49.99	49.99	49.99
	12	Far Eastern Construction Co., Ltd.	Real estate construction and sale	65.11	65.11	65.11
	13	Ding Yuan International Investment Co., Ltd.	Investment	100.00	100.00	100.00
	14	An Ho Garment Co., Ltd.	Garment production and investment	100.00	100.00	100.00
	15	FEDP (Holding) Ltd. (FEDP)	Investment	100.00	100.00	100.00
	16	Fu Kwok Garment Manufacturing Co., Ltd.	Garment production	100.00	100.00	100.00
	17	Far Eastern Textile Ltd.	Textile production	100.00	100.00	100.00
	18	Far Eastern Electronic Toll Collection Co., Ltd.	Electronic toll collection service	66.33	66.33	66.33
	19	Yuan Hsin Digital Payment Co., Ltd. (Note 7)	Digital payment	-	71.63	71.63
	20	Malaysia Garment Manufactures Pte. Ltd.	Clothing production and investment	50.92	50.92	50.92
	21	FE Oriental Investment Holding (Singapore) Pte. Ltd.	Investment	100.00	100.00	100.00
	22	Far Eastern Fibertech Co., Ltd.	Nylon production	100.00	100.00	100.00
	23	Far Eastern Apparel Co., Ltd.	Sales of textile, garments, and clothing	100.00	100.00	100.00

(Continued)

Investor	No	Investee	Nature of Activities	Proportion of Ownership		
				June 30, 2023	December 31, 2022	June 30, 2022
Yuan Ding Investment Co., Ltd.	24	Oriental Resources Development Co., Ltd.	Production and wholesale of medical supplies	100.00	100.00	100.00
	25	Oriental Green Materials Limited	Waste recycling and re-processing	100.00	100.00	100.00
	26	Oriental Textile (Holding) Ltd. (OTTI)	Investment and textile sales	100.00	100.00	100.00
Far Eastern Investment (Holding) Ltd. (FEIH)	27	Far Eastern Apparel (Holding) Ltd. (FEAH)	Investment and textile sales	100.00	100.00	100.00
	28	Yuan Faun Co., Ltd.	Consulting	100.00	100.00	100.00
Far Eastern Polychem Industries Ltd. (FEPI)	29	PET Far Eastern (M) Sdn. Bhd.	Bottle production	100.00	100.00	100.00
	30	Far Eastern Apparel (Vietnam) Ltd.	Clothing production	100.00	100.00	100.00
	31	Worldwide Polychem (HK) Ltd. (WWPI)	Foreign trade	100.00	100.00	100.00
	32	Far Eastern Polytex (Vietnam) Ltd.	Chemical fiber and textile production	100.00	100.00	100.00
	33	Far Eastern New Apparel (Vietnam) Ltd.	Garment production	100.00	100.00	100.00
	34	Magna View Sdn. Bhd.	Investment	100.00	100.00	100.00
	35	APG Polytech USA Holdings, Inc.	Investment	100.00	100.00	100.00
	36	Far Eastern Industries (Shanghai) Ltd. (Note 5)	Chemical fiber production & PTA production and sales	90.03	90.03	100.00
	37	Far Eastern Industries (Yangzhou) Ltd.	Production and sales of polyester products	100.00	100.00	100.00
	38	Far Eastern Ishizuka Green Pet Corporation (FIGP)	Recycled PET production and sales	90.00	90.00	90.00
	Far Eastern Construction Co., Ltd.	39	Far Eastern General Contractor Inc.	Construction	99.95	99.95
Far Eastern Apparel (Holding) Ltd. (FEAH)	40	Far Eastern Dyeing & Finishing (Suzhou) Ltd.	Garment production	100.00	100.00	100.00
	41	Far Eastern Innovation Apparel (Suzhou) Co., Ltd.	Garment production	100.00	100.00	100.00
Yuan Faun Co., Ltd.	42	Yuan Cheng Human Resources Consultant Corporation	Personnel recruitment	55.19	55.19	55.19
Yuan Tong Investment Co., Ltd.	43	Sino Belgium (Holding) Ltd.	Investment	90.88	90.88	90.88
Far Eastern Electronic Toll Collection Co., Ltd.	44	FETC International Co., Ltd.	Human services and equipment procurement and product sales agency services	100.00	100.00	100.00
	45	FETC International (Thailand) Co., Ltd.	Human services and equipment procurement and product sales agency services	100.00	100.00	100.00
FETC International Co., Ltd.	46	FETC International (Malaysia) Co., Ltd. (Note 6)	Human services and equipment procurement and product sales agency services	100.00	100.00	-
Far Eastern Apparel (Suzhou) Co., Ltd.	47	Suzhou An Ho Apparel Ltd.	Garment production	100.00	100.00	100.00
PET Far Eastern (Holding) Ltd. (PETH)	48	Oriental Petrochemical (Shanghai) Corporation (Note 5)	PTA production and sales	-	-	61.35
Oriental Textile (Holding) Ltd. (OTTI)	49	Far Eastern Industries (Wuxi) Ltd.	Fiber and textile productions	100.00	100.00	100.00
	50	Oriental Industries (Suzhou) Ltd.	Production and sales of polyester resins and industrial fabrics	100.00	100.00	100.00
FEDP (Holding) Ltd. (FEDP)	51	Far Eastern Industries (Suzhou) Ltd.	Production and sales of polyester products	100.00	100.00	100.00
Far Eastern Polytex (Holding) Ltd.	52	Wuhan Far Eastern New Material Ltd.	Production and sales of PET sheet, chip, filament, staple fibers, and apparel	100.00	100.00	100.00
	53	Far Eastern Apparel (Suzhou) Ltd.	Garment production	100.00	100.00	100.00
Far Eastern New Century (China) Investment Co., Ltd.	54	Far Eastern Yihua Petrochemical (Yangzhou) Corporation	PTA and by-product production and sale	60.00	60.00	60.00
	55	Far Eastern New Century (China) Investment Co., Ltd.	Investment	100.00	100.00	100.00
	56	Far Eastern Innovation Apparel (Anhui) Co., Ltd.	Garment Production	100.00	100.00	100.00
Sino Belgium (Holding) Ltd.	57	Shanghai Yuan Zi Information Technology Co., Ltd.	Internet software development services	100.00	100.00	100.00
	58	Yuan Ding Enterprise (Shanghai) Limited (Note 1)	Real estate leasing and management	40.00	40.00	40.00
Far Eastern Industries (Shanghai) Ltd.	59	Sino Belgium Beer (Suzhou) Ltd.	Beer brewing	100.00	100.00	100.00
	60	Martens Beers Trading (Shanghai) Ltd. (Note 10)	Beer sale	-	100.00	100.00
	61	Shanghai Far Eastern Petrochemical Logistic Corporation	Transportation	100.00	100.00	100.00

(Continued)

Investor	No	Investee	Nature of Activities	Proportion of Ownership		
				June 30, 2023	December 31, 2022	June 30, 2022
Yuan Ding Co., Ltd.	62	Ding Ding Hotel Co., Ltd.	Hotel	99.26	99.26	99.26
	63	YDT Technology International Co., Ltd.	Electronic materials and by-product sale	100.00	100.00	100.00
FET Consulting Engineers Co., Ltd.	64	Far Eastern Technical Consultants Co., Ltd.	Real estate development business consulting and management	100.00	100.00	100.00
	65	FET Consulting Engineers Co., Ltd.	Investment	100.00	100.00	100.00
YDT Technology International Co., Ltd.	66	Ding Ding Integrated Marketing Services Co., Ltd.	Market research and general advertisement	80.00	80.00	80.00
	67	DDIM (Virgin Islands) Ltd.	Investment	100.00	100.00	100.00
YDC (Virgin Islands) Ltd.	68	YDC (Virgin Islands) Ltd.	Investment	100.00	100.00	100.00
DDIM (Virgin Islands) Ltd.	69	Speedy (Shanghai) Digital Tech. Co., Ltd.	Intelligent control equipment and security monitoring products	100.00	100.00	100.00
	70	Yuan Ding Integrated Information Service (Shanghai) Inc.	Internet software development services	100.00	100.00	100.00
Malaysia Garment Manufactures Pte. Ltd.	71	PT Malaysia Garment Bintan (PTMG)	Garment production	99.00	99.00	99.00
APG Polytech USA Holdings, Inc.	72	APG Polytech, LLC	Chemical fiber production	100.00	100.00	100.00
	73	Phoenix Technologies International, LLC	Recycled PET production and sales	100.00	100.00	100.00
FE Oriental Investment Holding (Singapore) Pte. Ltd.	74	Oriental Investment Holding (Netherlands) B.V.	Investment	100.00	100.00	100.00
	75	FE New Century Industry (Singapore) Pte. Ltd.	Textile products sales	100.00	100.00	100.00
Oriental Investment Holding (Netherlands) B.V.	76	FE Green Pet (M) Sdn. Bhd. (Note 6)	Textile products sales	100.00	100.00	-
	77	Oriental Martens (Netherlands) B.V.	Investment	100.00	100.00	100.00
Far EasTone Telecommunications Co., Ltd.	78	New Century InfoComm Tech Co., Ltd.	Types I and II telecommunications services	100.00	100.00	100.00
	79	ARCOA Communication Co., Ltd. (Note 3)	Sale of communications products and office equipment	68.35	68.35	68.35
ARCOA Communication Co., Ltd.	80	KGEx.com Co., Ltd.	Types I and II telecommunications services	99.99	99.99	99.99
	81	Yuanshi Digital Technology Co., Ltd. (Note 9)	Electronic information providing services	99.42	99.51	98.20
New Century	82	Yuan Cing Co., Ltd.	Call center services	100.00	100.00	100.00
	83	Far Eastern Info Service Holding Ltd. (FEIS)	Investment	100.00	100.00	100.00
Digital United (Cayman) Ltd.	84	Far Eastern Property Insurance Agency Ltd. Co.	Property insurance agent	100.00	100.00	100.00
	85	IDEAWORKS Entertainment Co., Ltd. (IDWE) (Note 4)	Motion picture and television production distribution	50.00	50.00	50.00
DataExpress Infotech Co., Ltd.	86	DataExpress Infotech Co., Ltd.	Sale of communications products	70.00	70.00	70.00
	87	Information Security Service Digital United Inc.	Security and monitoring service via Internet	100.00	100.00	100.00
Nextlink Technology Co., Ltd.	88	Digital United (Cayman) Ltd.	Investment	100.00	100.00	100.00
	89	New Diligent Co., Ltd.	Investment	100.00	100.00	100.00
Digital United (Cayman) Ltd.	90	Prime Ecopower Co., Ltd.	Energy technology service	100.00	100.00	100.00
	91	Nextlink Technology Co., Ltd.	Electronic information providing service	70.00	70.00	70.00
New Diligent Co., Ltd.	92	Digital United Information Technology (Shanghai) Ltd.	Design and research of computer system	100.00	100.00	100.00
	93	Sino Lead Enterprise Limited	Telecommunications services	100.00	100.00	100.00
DataExpress Infotech Co., Ltd.	94	New Diligent Hong Kong Co., Ltd.	Investment	100.00	100.00	100.00
	95	Home Master Technology Ltd.	Sale of communications products	100.00	100.00	100.00
Nextlink Technology Co., Ltd.	96	Microfusion Technology Co., Ltd.	Electronic information providing service	100.00	100.00	100.00
	97	Nextlink (HK) Technology Co., Ltd.	Electronic information providing service	100.00	100.00	100.00
Nextlink (HK) Technology Co., Ltd.	98	Microfusion Technology (HK) Co., Ltd.	Electronic information providing service	100.00	100.00	100.00
	99	Microfusion Technology (MY) Sdn. Bhd. (Note 8)	Electronic information providing service	-	-	-
IDEAWORKS Entertainment Co., Ltd. (IDWE)	100	Nextlink (SG) Technology Pte. Ltd. (Note 11)	Electronic information providing service	-	-	-
	101	Nextlink (SH) Technology Co., Ltd.	Electronic information providing service	100.00	100.00	100.00
	102	Mission International Co., Ltd. (Note 6)	Motion picture and television production distribution	100.00	100.00	100.00

(Concluded)

- Note 1: Even though the Company and its subsidiaries' consolidated ownership of Far EasTone and Yuan Ding Enterprise (Shanghai) Limited were not over 50%, over half of the board of directors of Far EasTone were appointed by the Group. Thus, Far EasTone and Yuan Ding Enterprise (Shanghai) Limited are included in the consolidated financial statements.
- Note 2: Even though the Company and its subsidiaries' consolidated ownership of Yuan Ding Co., Ltd. was not over 50%, the president of Yuan Ding Co., Ltd. was appointed by the Group. Thus, Yuan Ding Co., Ltd. is included in the consolidated financial statements.
- Note 3: In March and June 2022, the Group purchased part of non-controlling interest of ARCOA Communication Co., Ltd. by cash, leading to increase its shareholdings from 61.63% to 68.35%. Please refer to Note 32.
- Note 4: The Group established and held 100% shares of IDEAWORKS Entertainment Co., Ltd. in March 2022, and the Group subscribed for additional new shares of IDEAWORKS Entertainment Co., Ltd. at a percentage different from its existing ownership percentage, which decreased its ownership percentage from 100% to 50%. Please refer to Note 32.
- Note 5: In October 2022, the board of directors of Oriental Petrochemical (Shanghai) Corporation and Far Eastern Industries (Shanghai) Ltd, resolved to merge, and Oriental Petrochemical (Shanghai) Corporation was absorbed by Far Eastern Industries (Shanghai) Ltd. The record date of the merger is December 31, 2022.
- Note 6: In 2022, the Group established a 100% holding subsidiary.
- Note 7: Yuan Hsin Digital Payment Co., Ltd approved its dissolution at the interim shareholders' meeting on December 20, 2022. The base date for dissolution is January 2, 2023, and the dissolution and liquidation have been completed on July 12, 2023.
- Note 8: Established and registered on January 13, 2023, and as of June 30, 2023, the investment funds have not yet been remitted.
- Note 9: In February 2023, the Group did not subscribe for the equity of capital increase in cash of Yuanshi Digital technology Co., Ltd. according to the shareholding ratio, leading shareholding ratio decrease from 99.51% to 99.42%. Please refer to Note 32. In December 2022, the Group purchased part of non-controlling interest of Yuanshi Digital technology Co., Ltd. in cash, which leading its shareholdings increase from 98.20% to 99.51%.
- Note 10: Dissolved in March 2023 with the approval of the local government.
- Note 11: Established and registered on March 31, 2023, and as of June 30, 2023, the investment funds have not yet been remitted.
- Note 12: The Group disposed of part of Far EasTone's equity in June 2023, resulting in a decrease in its shareholding from 38.33% to 36.30%. Please refer to Note 32.

Except for the financial statements of significant subsidiaries Far EasTone Telecommunications Co., Ltd., and New Century InfoComm Tech Co., Ltd., and non-significant subsidiaries Yuan Ding Investment Co., Ltd., Far Eastern Construction Co., Ltd., Far Eastern General Contractor Inc., Oriental Industries (Suzhou) Ltd., ARCOA Communication Co., Ltd. for the six months ended June 30, 2023 and 2022 and non-significant subsidiaries Far Eastern Dyeing & Finishing (Suzhou) Ltd., for the six months ended June 30, 2023, all the other financial statements of non-significant subsidiaries were unreviewed.

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

Name of Subsidiary	Profit Allocated to Non-controlling Interests				Accumulated Non-controlling Interests		
	For the Three Months Ended		For the Six Months Ended		June 30,	December 31,	June 30,
	2023	2022	2023	2022	2023	2022	2022
Far EasTone	\$ 1,745,126	\$ 1,444,949	\$ 3,467,388	\$ 2,908,757	\$ 38,046,500	\$ 39,937,760	\$ 37,092,596

Far EasTone and Far EasTone's subsidiaries:

	June 30, 2023	December 31, 2022 (Restated)	June 30, 2022 (Restated)
Current assets	\$ 23,815,889	\$ 26,182,722	\$ 24,507,923
Non-current assets	140,392,733	144,517,801	146,027,005
Current liabilities	(42,461,412)	(28,940,943)	(40,032,764)
Non-current liabilities	(62,550,181)	(77,571,404)	(70,885,432)
Equity	\$ 59,197,029	\$ 64,188,176	\$ 59,616,732
Equity attributable to:			
Owners of the Group	\$ 21,150,529	\$ 24,250,416	\$ 22,524,136
Non-controlling interests of Far EasTone	37,115,390	39,017,041	36,239,589
Non-controlling interests of Far EasTone's subsidiaries	931,110	920,719	853,007
	\$ 59,197,029	\$ 64,188,176	\$ 59,616,732

	For the Three Months Ended		For the Six Months Ended	
	2023	2022	2023	2022
Revenue	\$ 21,698,786	\$ 20,723,555	\$ 44,004,138	\$ 42,627,580
Net income for the period	\$ 2,787,292	\$ 2,331,070	\$ 5,565,089	\$ 4,686,172
Other comprehensive income for the period	(95,873)	253,615	76,715	(430,040)
Total comprehensive income for the period	\$ 2,691,419	\$ 2,584,685	\$ 5,641,804	\$ 4,256,132
Net income attributable to:				
Owners of the Group	\$ 1,042,166	\$ 886,121	\$ 2,097,701	\$ 1,777,415
Non-controlling interests of Far EasTone	1,724,291	1,425,701	3,422,564	2,859,724
Non-controlling interests of Far EasTone's subsidiaries	20,835	19,248	44,824	49,033
	\$ 2,787,292	\$ 2,331,070	\$ 5,565,089	\$ 4,686,172

(Continued)

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2023	2022	2023	2022
Total comprehensive income attributable to:				
Owners of the Group	\$ 1,003,826	\$ 983,160	\$ 2,125,490	\$ 1,612,299
Non-controlling interests of Far EasTone	1,666,659	1,581,829	3,471,329	2,594,064
Non-controlling interests of Far EasTone's subsidiaries	<u>20,934</u>	<u>19,696</u>	<u>44,985</u>	<u>49,769</u>
	<u>\$ 2,691,419</u>	<u>\$ 2,584,685</u>	<u>\$ 5,641,804</u>	<u>\$ 4,256,132</u>

(Concluded)

	For the Six Months Ended June 30	
	2023	2022
Net cash inflow from:		
Operating activities	\$ 13,630,148	\$ 13,565,259
Investing activities	(3,820,476)	(4,236,140)
Financing activities	(10,932,868)	(9,480,747)
Effect of exchange rate changes	<u>(2,119)</u>	<u>7,320</u>
Net cash outflow	<u>\$ (1,125,315)</u>	<u>\$ (144,308)</u>

### 13. INVESTMENTS ACCOUNTED FOR USING EQUITY METHOD

#### Investments in Associates

	June 30, 2023		December 31, 2022		June 30, 2022	
	Carrying Value	% of Ownership	Carrying Value	% of Ownership	Carrying Value	% of Ownership
Material associate						
Listed companies						
Asia Cement Corporation	\$ 26,242,091	25	\$ 26,750,360	26	\$ 25,295,665	26
Associate that are not individually material						
Listed companies						
Far Eastern Department Stores Co., Ltd.	11,887,856	35	11,771,333	35	11,317,672	35
Far Eastern International Bank	8,630,667	16	8,392,050	16	7,392,979	16
Oriental Union Chemical Corporation	4,875,144	30	4,983,135	31	5,289,762	31
Everest Textile Corporation	<u>1,685,064</u>	26	<u>1,723,246</u>	26	<u>1,601,841</u>	26
	<u>27,078,731</u>		<u>26,869,764</u>		<u>25,602,254</u>	
Unlisted companies						
Pacific Liu Tong Investment Co., Ltd.	4,782,940	40	4,778,684	40	4,521,411	40
Oriental Securities Corporation	4,718,816	47	4,630,283	47	4,826,350	47
Air Liquid Far East Co., Ltd.	3,554,501	35	3,343,109	35	3,070,271	35
Yu Yuan Investment Co., Ltd.	3,102,005	44	3,116,947	44	2,934,522	44
Far Eastern Union Petrochemical (Yangzhou) Corporation	2,787,407	44	2,303,096	44	2,730,141	44
Da Ju Fiber Co., Ltd.	2,693,424	42	2,755,803	42	2,451,877	42
Far Eastern International Leasing Corporation	1,882,149	34	1,900,321	34	1,897,856	34
Yu Ding Industry Co., Ltd.	1,056,991	31	1,054,148	31	947,878	31
Freudenberg Far Eastern Spunweb Co., Ltd.	517,938	30	553,220	30	524,718	30
Kowloon Cement Corporation	500,386	49	490,895	49	439,034	49
Yuan Ding Leasing Corporation	397,016	46	400,020	46	394,379	46
Drive Catalyst SPC-SP Tranche One	277,892	50	274,172	50	241,707	50

(Continued)

	June 30, 2023		December 31, 2022		June 30, 2022	
	Carrying Value	% of Ownership	Carrying Value	% of Ownership	Carrying Value	% of Ownership
Drive Catalyst SPC-SP Tranche Two	\$ 520,184	50	\$ 509,016	50	\$ 488,029	50
Drive Catalyst SPC-SP Tranche Three	476,928	50	498,208	50	508,217	50
FEDS Asia Pacific Development Co., Ltd.	142,661	5	138,458	5	136,244	5
Yue Ming Corporation	58,476	47	59,994	47	59,360	47
Ju An Long-Age Corporation	12,679	25	14,257	25	15,093	25
Opas Fund Segregated Portfolio Company	1,799	34	1,739	34	1,661	34
Drive Catalyst SPC	551	34	539	34	518	34
	<u>27,484,743</u>		<u>26,822,909</u>		<u>26,189,266</u>	
	<u>\$ 80,805,565</u>		<u>\$ 80,443,033</u>		<u>\$ 77,087,185</u>	

(Concluded)

Material associates:

Name of Associate	Nature of Activities	Principal Place of Business	Proportion of Ownership and Voting Rights		
			June 30, 2023	December 31, 2022	June 30, 2022
Asia Cement Corporation	Cement production	Taiwan	25%	26%	26%

Fair values (Level 1) of investments in associates with available published price quotation are summarized as follows:

Name of Associate	June 30, 2023	December 31, 2022	June 30, 2022
Asia Cement Corporation	<u>\$ 40,008,503</u>	<u>\$ 37,086,033</u>	<u>\$ 39,618,738</u>

The Group is the single largest shareholder of Asia Cement Corporation with 25% of the voting rights of the investee. Considering the size of the Group's holding of voting rights relative to the size and dispersion of holdings of the other shareholders and the voting patterns at previous shareholders' meetings, which indicate that other shareholders are not passive. Therefore, the Group cannot direct the relevant activities of Asia Cement Corporation and does not control Asia Cement Corporation. Management of the Group considered the Group as exercising significant influence over Asia Cement Corporation and, therefore, classified it as an associate of the Group.

Investments in Far Eastern International Bank (FEIB) and FEDS Asia Pacific Development Corporation were accounted for using the equity method because the Group has significant influence over them even though the Group owned less than 20% of each investee's voting shares.

In June 2023, the Group participated in the cash capital increase of the associate Far Eastern Union Petrochemical (Yangzhou) Corporation in accordance with the shareholding ratio, in the amount of \$817,212 thousand.

The calculation of the investments which were accounted for using the equity method and the share of profit or loss and other comprehensive income of the investments were based on the associates' unreviewed financial statements, except those of Asia Cement Corporation (ACC), Far Eastern Department Stores Co., Ltd., Far Eastern International Bank, Oriental Union Chemical Corporation, Everest Textile Corporation, Oriental Securities Corporation, Pacific Liu Tong Investment Co., Ltd. and Far Eastern Union Petrochemical (Yangzhou) Corporation, for the six months ended June 30, 2023 and 2022. The independent auditors expressed a qualified reviewed report on the financial statements of part of associates above because the financial statements of some of the investees of these associates are unreviewed.

#### 14. JOINT OPERATION

On March 21, 2018, the Group formed a joint venture with Indorama Ventures Holdings LP and Alpek S.A.B. de C.V. to establish a new associate, Corpus Christi Polymers LLC. The three joint ventures contributed equal amounts of investment in the joint venture. On December 21, 2018, Corpus Christi Polymers LLC acquired M&G Chemicals' PTA and PET plants and other asset in Texas, USA, and the acquisition was approved by the US Federal Trade Commission. The main operations for Corpus Christi Polymers LLC is going to be petrochemical materials and chemical fiber productions. The identified assets and liabilities relating to the Group's interest in the joint operation was as follow:

	<b>June 30, 2023</b>	<b>December 31, 2022</b>	<b>June 30, 2022</b>
Assets			
Current assets	\$ 1,022,534	\$ 533,883	\$ 219,472
Non-current assets	16,302,496	14,097,671	12,993,326
Liabilities			
Current liabilities	(809,565)	(409,978)	(176,516)
Non-current liabilities	<u>(112,148)</u>	<u>(105,806)</u>	<u>(111,530)</u>
Net assets	<u>\$ 16,403,317</u>	<u>\$ 14,115,770</u>	<u>\$ 12,924,752</u>
	<b>For the Three Months Ended June 30</b>	<b>For the Six Months Ended June 30</b>	
	<b>2023</b>	<b>2022</b>	<b>2023</b>
	<b>2022</b>	<b>2023</b>	<b>2022</b>
Expenses and losses	<u>\$ 19,199</u>	<u>\$ 10,511</u>	<u>\$ 39,766</u>
The interest in the joint operation	33.33%	33.33%	33.33%

As of June 30, 2023 and 2022, the assets and liabilities relating to the joint operation and for the three months and six months ended June 30, 2023 and 2022, the revenue and expense relating to the joint operation which is recognized by the Group were unreviewed.

#### 15. PROPERTY, PLANT, EQUIPMENT AND PREPAYMENTS FOR EQUIPMENT

	<b>June 30, 2023</b>	<b>December 31, 2022</b>	<b>June 30, 2022</b>
<u>Carrying amount</u>			
Property, plant and equipment	\$ 168,140,307	\$ 172,053,588	\$ 166,487,079
Prepayments for equipment	<u>2,789,132</u>	<u>2,747,703</u>	<u>1,662,749</u>
	<u>\$ 170,929,439</u>	<u>\$ 174,801,291</u>	<u>\$ 168,149,828</u>

	Land	Buildings	Machinery and Equipment	Telecommunications Equipment	Computer Equipment	Leasehold Improvements	Operating and Miscellaneous Equipment	Construction-in-progress and Prepayment for Equipment	Total
<b>Cost</b>									
Balance at January 1, 2023	\$ 22,570,161	\$ 43,300,422	\$ 157,839,009	\$ 98,889,010	\$ 15,415,151	\$ 6,069,129	\$ 24,149,871	\$ 39,775,611	\$ 408,008,364
Additions	4,755	4,403	129,899	1,834	21,394	8,892	139,007	11,290,069	11,600,253
Disposals	(880)	(30,188)	(568,628)	(1,722,303)	(156,138)	(61,339)	(242,675)	(3,889)	(2,786,040)
Reclassification	(756,365)	52,931	1,474,443	2,779,054	216,361	41,190	238,618	(10,343,035)	(6,296,803)
Effect of exchange rate differences	6,731	(291,827)	(1,170,810)	-	18,861	2,014	(122,266)	(80,048)	(1,637,345)
Balance at June 30, 2023	<u>\$ 21,824,402</u>	<u>\$ 43,035,741</u>	<u>\$ 157,703,913</u>	<u>\$ 99,947,595</u>	<u>\$ 15,515,629</u>	<u>\$ 6,059,886</u>	<u>\$ 24,162,555</u>	<u>\$ 40,638,708</u>	<u>\$ 408,888,429</u>
<b>Accumulated depreciation and impairment</b>									
Balance at January 1, 2023	\$ (59,857)	\$ (19,519,083)	\$ (103,109,074)	\$ (73,481,276)	\$ (13,539,618)	\$ (4,895,421)	\$ (18,580,316)	\$ (22,428)	\$ (233,207,073)
Disposals	-	27,885	544,281	1,634,408	156,138	60,385	238,616	-	2,661,713
Impairment loss	-	(42,118)	(277,445)	-	-	-	(510)	-	(320,073)
Depreciation expense	-	(629,608)	(3,015,862)	(3,592,070)	(276,404)	(74,189)	(671,231)	-	(8,259,364)
Reclassification	-	237,949	(61,031)	14	(212)	-	71,294	-	248,014
Effect of exchange rate differences	-	125,690	745,572	-	(5,913)	(691)	53,135	-	917,793
Balance at June 30, 2023	<u>\$ (59,857)</u>	<u>\$ (19,799,285)</u>	<u>\$ (105,173,559)</u>	<u>\$ (75,438,924)</u>	<u>\$ (13,666,009)</u>	<u>\$ (4,909,916)</u>	<u>\$ (18,889,012)</u>	<u>\$ (22,428)</u>	<u>\$ (237,958,990)</u>
Carrying amount at January 1, 2023	<u>\$ 22,510,304</u>	<u>\$ 23,781,339</u>	<u>\$ 54,729,935</u>	<u>\$ 25,407,734</u>	<u>\$ 1,875,533</u>	<u>\$ 1,173,708</u>	<u>\$ 5,569,555</u>	<u>\$ 39,753,183</u>	<u>\$ 174,801,291</u>
Carrying amount at June 30, 2023	<u>\$ 21,764,545</u>	<u>\$ 23,236,456</u>	<u>\$ 52,530,354</u>	<u>\$ 24,508,671</u>	<u>\$ 1,849,620</u>	<u>\$ 1,149,970</u>	<u>\$ 5,273,543</u>	<u>\$ 40,616,280</u>	<u>\$ 170,929,439</u>
<b>Cost</b>									
Balance at January 1, 2022	\$ 22,480,326	\$ 42,004,650	\$ 156,076,714	\$ 93,721,604	\$ 15,706,524	\$ 6,091,982	\$ 22,792,055	\$ 28,890,496	\$ 387,764,351
Additions	-	7,717	152,512	-	15,326	8,143	137,914	8,293,730	8,615,342
Disposals	-	(9,053)	(523,918)	(1,814,630)	(176,193)	(72,205)	(174,421)	(23,718)	(2,794,138)
Reclassification	-	318,270	707,064	4,270,630	255,327	48,986	310,407	(6,256,058)	(345,374)
Effect of exchange rate differences	58,389	459,853	1,503,329	-	88,435	5,699	213,028	1,192,479	3,521,212
Balance at June 30, 2022	<u>\$ 22,538,715</u>	<u>\$ 42,781,437</u>	<u>\$ 157,915,701</u>	<u>\$ 96,177,604</u>	<u>\$ 15,889,419</u>	<u>\$ 6,082,605</u>	<u>\$ 23,278,983</u>	<u>\$ 32,096,929</u>	<u>\$ 396,761,393</u>
<b>Accumulated depreciation and impairment</b>									
Balance at January 1, 2022	\$ (59,857)	\$ (18,228,642)	\$ (98,533,471)	\$ (68,691,755)	\$ (13,822,333)	\$ (4,844,911)	\$ (17,667,033)	\$ (22,428)	\$ (221,870,430)
Disposals	-	9,051	494,747	1,611,670	172,126	70,703	167,423	-	2,525,720
Impairment loss	-	-	(1,932)	-	-	-	-	-	(1,932)
Depreciation expense	-	(617,118)	(2,976,637)	(3,729,762)	(276,081)	(81,057)	(646,984)	-	(8,327,639)
Reclassification	-	(23,549)	16,422	-	(2,396)	31,871	7,658	-	30,006
Effect of exchange rate differences	-	(102,526)	(726,211)	-	(18,619)	(2,488)	(117,446)	-	(967,290)
Balance at June 30, 2022	<u>\$ (59,857)</u>	<u>\$ (18,962,784)</u>	<u>\$ (101,727,082)</u>	<u>\$ (70,809,847)</u>	<u>\$ (13,947,303)</u>	<u>\$ (4,825,882)</u>	<u>\$ (18,256,382)</u>	<u>\$ (22,428)</u>	<u>\$ (228,611,565)</u>
Carrying amount at January 1, 2022	<u>\$ 22,420,469</u>	<u>\$ 23,776,008</u>	<u>\$ 57,543,243</u>	<u>\$ 25,029,849</u>	<u>\$ 1,884,191</u>	<u>\$ 1,247,071</u>	<u>\$ 5,125,022</u>	<u>\$ 28,868,068</u>	<u>\$ 165,893,921</u>
Carrying amount at June 30, 2022	<u>\$ 22,478,858</u>	<u>\$ 23,818,653</u>	<u>\$ 56,188,619</u>	<u>\$ 25,367,757</u>	<u>\$ 1,942,116</u>	<u>\$ 1,256,723</u>	<u>\$ 5,022,601</u>	<u>\$ 32,074,501</u>	<u>\$ 168,149,828</u>

The Group expects that there are no future cash flows of the property, plant and equipment. As a result, the recoverable amount was less than the carrying amount. For the three months and six months ended June 30, 2023 and 2022, the Group recognized the impairment loss amounting to \$320,003 thousand, \$1,932 thousand, \$320,073 thousand and \$1,932 thousand, respectively. The impairment loss was recognized in the comprehensive income statements under the impairment loss account.

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

Building	3-60 years
Telecommunications equipment	3-26 years
Computer equipment	1-15 years
Machinery and equipment	1-20 years
Leasehold improvements and operating and miscellaneous equipment	1-31 years

As of June 30, 2023, December 31, 2022 and June 30, 2022, farmland was recognized as property, plant and equipment all amounted to \$241,797 thousand and recognized as investment properties amounted to \$46,220 thousand, \$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 belong to the Group or have pledged the land to the Group.

## 16. LEASE ARRANGEMENTS

### a. Right-of-use assets

	June 30, 2023	December 31, 2022	June 30, 2022	
<u>Carrying amounts</u>				
Land	\$ 7,473,270	\$ 7,755,713	\$ 7,817,398	
Buildings	9,049,429	9,165,021	9,101,339	
Machinery	12,704	16,949	15,901	
Operating and other equipment	<u>768,072</u>	<u>652,398</u>	<u>600,324</u>	
	<u>\$ 17,303,475</u>	<u>\$ 17,590,081</u>	<u>\$ 17,534,962</u>	
	<u>For the Three Months Ended June 30</u>		<u>For the Six Months Ended June 30</u>	
	2023	2022	2023	2022
Additions to right-of-use assets	<u>\$ 996,251</u>	<u>\$ 1,151,079</u>	<u>\$ 2,105,279</u>	<u>\$ 2,000,265</u>
Depreciation charge for right-of-use assets				
Land	\$ 80,073	\$ 59,990	\$ 162,464	\$ 139,900
Buildings	944,041	929,587	1,889,305	1,856,201
Machinery	1,939	1,795	3,931	3,538
Operating and other equipment	<u>73,302</u>	<u>62,089</u>	<u>144,511</u>	<u>125,543</u>
	<u>\$ 1,099,355</u>	<u>\$ 1,053,461</u>	<u>\$ 2,200,211</u>	<u>\$ 2,125,182</u>

### b. Lease liabilities

	June 30, 2023	December 31, 2022	June 30, 2022
<u>Carrying amounts</u>			
Current	<u>\$ 3,209,047</u>	<u>\$ 3,213,996</u>	<u>\$ 3,349,736</u>
Non-current	<u>\$ 6,506,722</u>	<u>\$ 6,491,971</u>	<u>\$ 6,393,935</u>

Range of discount rate for lease liabilities was as follows:

	<b>June 30, 2023</b>	<b>December 31, 2022</b>	<b>June 30, 2022</b>
Land	0.76%-4.11%	0.76%-4.13%	0.62%-4.13%
Buildings	0.55%-4.75%	0.51%-4.75%	0.51%-4.75%
Machinery	0.76%-0.90%	0.76%-0.90%	0.76%-0.90%
Operating and other equipment	0.58%-8.00%	0.55%-8.00%	0.51%-8.00%

	<b>For the Three Months Ended June 30</b>		<b>For the Six Months Ended June 30</b>	
	<b>2023</b>	<b>2022</b>	<b>2023</b>	<b>2022</b>
Interest expense from lease liabilities	<u>\$ 34,524</u>	<u>\$ 25,593</u>	<u>\$ 69,262</u>	<u>\$ 51,338</u>

c. Material lease-in activities and terms

The Group leases certain operating and other equipment for operating uses with lease terms of 2 to 16 years. These arrangements do not contain renewal or purchase options.

The Group also leases land and buildings for the use of plants, offices, operating lands and cell sites with lease terms of 1 to 50 years. The Group 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 17.

	<b>For the Three Months Ended June 30</b>		<b>For the Six Months Ended June 30</b>	
	<b>2023</b>	<b>2022</b>	<b>2023</b>	<b>2022</b>
Expenses relating to short-term leases	<u>\$ 111,329</u>	<u>\$ 160,371</u>	<u>\$ 236,790</u>	<u>\$ 270,953</u>
Expenses relating to low-value asset leases	<u>\$ 588</u>	<u>\$ 576</u>	<u>\$ 1,061</u>	<u>\$ 1,274</u>
Expenses relating to variable lease payments not included in the measurement of lease liabilities	<u>\$ 10,347</u>	<u>\$ 9,414</u>	<u>\$ 20,163</u>	<u>\$ 17,946</u>
Total cash outflow for leases	<u>\$ (1,201,760)</u>	<u>\$ (1,139,816)</u>	<u>\$ (2,288,495)</u>	<u>\$ (2,067,555)</u>

## 17. INVESTMENT PROPERTIES

	<b>June 30, 2023</b>	<b>December 31, 2022</b>	<b>June 30, 2022</b>
Completed Investment Properties	<u>\$ 127,446,548</u>	<u>\$ 115,498,368</u>	<u>\$ 117,305,575</u>

The abovementioned investment properties were leased out for 3 to 35 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:

	<b>June 30, 2023</b>	<b>December 31, 2022</b>	<b>June 30, 2022</b>
Year 1	\$ 1,844,429	\$ 1,312,960	\$ 1,310,341
Year 2	1,685,112	1,205,928	1,233,247
Year 3	1,395,946	1,033,612	1,134,499
Year 4	1,099,128	719,310	843,411
Year 5	902,027	446,524	576,931
Year 5 onwards	<u>2,488,955</u>	<u>2,399,466</u>	<u>2,486,038</u>
	<u>\$ 9,415,597</u>	<u>\$ 7,117,800</u>	<u>\$ 7,584,467</u>

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

	<b>Completed Investment Properties</b>
Balance at January 1, 2023	\$ 115,498,368
Decrease	(83,530)
Reclassification	10,950,184
Recognized in profit (gain arising from the change in fair value of investment property)	1,096,531
Recognized in other comprehensive income (exchange differences on translating foreign operations)	<u>(15,005)</u>
Balance at June 30, 2023	<u>\$ 127,446,548</u>
Balance at January 1, 2022	\$ 117,236,910
Additions	1,278,349
Decrease	(1,296,579)
Reclassification	534
Recognized in profit (gain arising from the change in fair value of investment property)	38,074
Recognized in other comprehensive income (exchange differences on translating foreign operations)	<u>48,287</u>
Balance at June 30, 2022	<u>\$ 117,305,575</u>

The main investment properties are as follows:

The Group and Asia Cement Corporation (ACC) co-own land located on Dunhua South Road in Taipei. Under an agreement between the Group and ACC, Yuan Ding paid for the construction of a multifunctional building on this land and owned the 30-year right of superficies. However, the ownership of the building was registered in the name of the Group, ACC and Yuan Ding at 12%, 12% and 76%, respectively. Upon expiration of the agreement, the Group and ACC will equally acquire Yuan Ding's 76% ownership of the building based on the carrying amount of the building.

The construction of a building (Mega City) located in the Banqiao district, Xin Ban section was completed in 2011, and the building was leased to Far Eastern Department Stores Co., Ltd. (FEDS) as its department store space. A portion of the rental income generated from the operating lease was recognized over the lease term on a straight-line basis and the rest of the income was recognized as a percentage of FEDS's gross operating income. The lease of FEDS will expire in December 2026. The construction of Banqiao Zhong Ben commercial building (Mega Tower) was completed in the first half year of 2015 and recognized as inventories (available-for-sale - buildings and land). For the three and six months ended June 30, 2023, a portion of the floors which had been rented out to others were reclassified from inventories to investment properties at their fair value of \$0 thousand and \$53,050 thousand, respectively, and a gain on the transfers from inventories to investment properties amounting to \$0 thousand and \$29,287 thousand (recognized as gain on change in fair value of investment properties), respectively, was recognized.

In February 2023, the Groups' properties located in Banqiao District, New Taipei City was completed under one or more operating leases. The properties were reclassified to investment properties at their fair value of \$5,579,600 thousand and recognized gain on property revaluation from property to investment properties amounting to \$342,266 thousand.

In June 2023, the Groups' properties located in Guanyin District, Taoyuan City was idle. The properties were reclassified to investment properties at their fair value of \$5,316,253 thousand and recognized gain on property revaluation from property to investment properties amounting to \$4,498,131 thousand.

The construction project - Taipei Far Eastern Telecom Park, investment property located in Banqiao, was in accordance with the enforcement rules of the Act for Promotion of Private Participation in Infrastructure Projects.

	<b>June 30, 2023</b>	<b>December 31, 2022</b>	<b>June 30, 2022</b>
Independent valuation	<u>\$ 127,446,548</u>	<u>\$ 115,498,368</u>	<u>\$ 117,305,575</u>

The fair value of the main investment properties as of June 30, 2023, December 31, 2022 and June 30, 2022 were based on the valuations carried out at July 21, 2023, February 15, 2023 and July 29, 2022 by independent qualified professional valuers, Mr. Chia-ho Tsai and Ms. Chun-Chun Hu, from Debenham Tie Leung Real Estate Appraiser Office, a member of certified ROC real estate appraisers.

After consultation with the appraisers, except for main investment properties whose fair value were revalued by appraisers on June 30, 2023, December 31, 2022 and June 30, 2022, the Group determined the other investment properties' fair values reported on December 31, 2021 and January 1, 2021 were still valid on June 30, 2023 and 2022.

The fair value of investment properties, except for undeveloped land, was measured using the income approach. The significant assumptions used were as follows:

	<b>June 30, 2023</b>	<b>December 31, 2022</b>	<b>June 30, 2022</b>
Expected future cash inflows	\$ 95,909,751	\$ 73,855,267	\$ 72,756,644
Expected future cash outflows	<u>(4,883,053)</u>	<u>(3,344,264)</u>	<u>(3,317,798)</u>
Expected future cash inflows, net	<u>\$ 91,026,698</u>	<u>\$ 70,511,003</u>	<u>\$ 69,438,846</u>
Discount rate intervals	2.35%-2.97%	2.22%-2.85%	1.97%-2.72%

The expected future cash inflows/outflows of investment properties in Banqiao disclosed above was based on parts of different types of investment properties located in Banqiao. The fair value was extrapolated using the comparative market rentals in the area of approximately \$0.8 thousand to \$6.8 thousand per ping per month (i.e. 1 ping = 3.3 square meters).

Part of the investment properties had been leased out under operating leases. The rental income generated for the three months and six months ended June 30, 2023 and 2022, were \$455,789 thousand, \$369,086 thousand, \$917,781 thousand and \$750,000 thousand, respectively.

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, excluding too-high and too-low values, taking into account the annual rental growth rate. However, when the investment properties had a specific rental period, the rental income was extrapolated on that rental period with no more than 10 years. 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, replacement allowance and depreciation. 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%.

The Group's undeveloped land was mainly located in Zhongli District and Taipei City. The fair value was measured using the land development analysis, because it was undeveloped and cannot be measured by the income approach. The significant assumptions used were as follows:

	<b>June 30, 2023</b>	<b>December 31, 2022</b>	<b>June 30, 2022</b>
Estimated total sale price	<u>\$ 29,003,658</u>	<u>\$ 29,003,658</u>	<u>\$ 27,846,163</u>
Rate of return	15%	15%	14%-15%
Overall capital interest rate intervals	3.37%-5.30%	3.37%-5.30%	2.04%-4.02%

The estimated amount from some area which has been disclosed in the total sale price above is the sum of the amount from partial investment properties in some regions. It is calculated by reference to any existing lease, local rentals, or market rentals for similar comparable subjects. The total fair value of investment properties is calculated by extrapolating the fair value from its estimation of the sale price of partial investment properties.

The total selling price is estimated on the basis of the most effective use of land or property available for sale after development is completed, taking into account the related regulations, domestic macroeconomic prospects, local land use, and market rates.

## 18. GOODWILL

	<b>For the Six Months Ended June 30</b>	
	<b>2023</b>	<b>2022</b>
<u>Cost</u>		
Balance at January 1	\$ 12,289,981	\$ 12,285,871
Effect of exchange rate differences	<u>2,444</u>	<u>3,864</u>
Balance at June 30	<u>\$ 12,292,425</u>	<u>\$ 12,289,735</u>

If an investment's acquisition cost exceeds the fair value of the identifiable net assets acquired and the source of this excess cannot be identified, this excess should be recorded as goodwill. Goodwill mainly resulted from the mergers and acquisitions of Far EastOne and APG Polytech USA Holdings, Inc., from which it had obtained a large percentage of companies with which it had merged.

For related information on goodwill. Refer to Note 18 of the consolidated financial statements for the year ended December 31, 2022.

## 19. CONCESSIONS AND OTHER INTANGIBLE ASSETS

	<b>June 30, 2023</b>	<b>December 31, 2022</b>	<b>June 30, 2022</b>	
<u>Carrying amounts</u>				
Concessions	<u>\$ 64,007,792</u>	<u>\$ 66,899,173</u>	<u>\$ 69,444,887</u>	
Other intangible assets				
Computer software	2,107,958	2,296,576	2,415,197	
Others	<u>561,599</u>	<u>610,325</u>	<u>800,920</u>	
	<u>2,669,557</u>	<u>2,906,901</u>	<u>3,216,117</u>	
	<u>\$ 66,677,349</u>	<u>\$ 69,806,074</u>	<u>\$ 72,661,004</u>	
	<b>Concessions</b>	<b>Computer Software</b>	<b>Others</b>	<b>Total</b>
Balance at January 1, 2023	\$ 66,899,173	\$ 2,296,576	\$ 610,325	\$ 69,806,074
Additions	175,901	341,804	1,390	519,095
Amortization	(2,981,018)	(553,300)	(44,194)	(3,578,512)
Disposals	(118,404)	-	-	(118,404)
Reclassifications	32,140	25,165	(20,228)	37,077
Effect of exchange rate differences	<u>-</u>	<u>(2,287)</u>	<u>14,306</u>	<u>12,019</u>
Balance at June 30, 2023	<u>\$ 64,007,792</u>	<u>\$ 2,107,958</u>	<u>\$ 561,599</u>	<u>\$ 66,677,349</u>
Balance at January 1, 2022	\$ 71,801,775	\$ 2,650,475	\$ 834,821	\$ 75,287,071
Additions	2,139,718	293,635	12,038	2,445,391
Amortization	(2,758,560)	(555,037)	(41,426)	(3,355,023)
Disposals	(1,853,515)	-	(28)	(1,853,543)
Reclassifications	115,469	22,945	(42,392)	96,022
Effect of exchange rate differences	<u>-</u>	<u>3,179</u>	<u>37,907</u>	<u>41,086</u>
Balance at June 30, 2022	<u>\$ 69,444,887</u>	<u>\$ 2,415,197</u>	<u>\$ 800,920</u>	<u>\$ 72,661,004</u>

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

Concessions	21 years
Computer software	10 years
Others	24 years

The Group's joint operation entity, Corpus Christi Polymers LLC, received approval of property tax exemption in the future 5 years from the local tax ministry. The exemption will be recognized in other intangible assets and will authorized within 5 years.

The exchange of Far EasTone's 2600 D6 spectrum with the 700 A3 spectrum held by APTC was approved by NCC on May 30, 2022. The book value of the swap out concession was \$1,803,690 thousand, and additional cash \$299,630 thousand was paid; Therefore, the swap in concession amounted to \$2,103,320 thousand. The right to use the 700 A3 spectrum is valid through December 31, 2030.

## 20. BORROWINGS

### a. Short-term borrowings

	<b>June 30, 2023</b>	<b>December 31, 2022</b>	<b>June 30, 2022</b>
Bank credit loans	\$ 32,083,504	\$ 45,391,748	\$ 49,289,936
Secured and pledged borrowings	<u>120,000</u>	<u>200,000</u>	<u>845,835</u>
	<u>\$ 32,203,504</u>	<u>\$ 45,591,748</u>	<u>\$ 50,135,771</u>

The range of interest rates for bank loans were from 0.22% to 6.35%, 0.20% to 6.15% and 0.21% to 3.78% as of June 30, 2023, December 31, 2022 and June 30, 2022, respectively.

### b. Short-term bills payable

	<b>June 30, 2023</b>	<b>December 31, 2022</b>	<b>June 30, 2022</b>
Commercial paper	\$ 26,234,800	\$ 32,276,400	\$ 23,631,800
Less: Unamortized discount on commercial paper	<u>55,625</u>	<u>106,218</u>	<u>168,858</u>
	<u>\$ 26,179,175</u>	<u>\$ 32,170,182</u>	<u>\$ 23,462,942</u>

The short-term bills payable outstanding were issued at interest rates ranging from 1.50% to 2.58%, 0.53% to 2.55% and 0.55% to 1.79%, as of June 30, 2023, December 31, 2022 and June 30, 2022, respectively.

c. Long-term borrowings

	<b>June 30, 2023</b>	<b>December 31, 2022</b>	<b>June 30, 2022</b>
Bank loans	\$ 50,974,265	\$ 78,649,416	\$ 67,042,014
Long-term commercial paper	26,300,000	18,500,000	31,710,000
Less: Unamortized discount on commercial paper	<u>38,619</u>	<u>15,824</u>	<u>29,486</u>
	<u>26,261,381</u>	<u>18,484,176</u>	<u>31,680,514</u>
	77,235,646	97,133,592	98,722,528
Less: Current portion	<u>5,683,714</u>	<u>4,086,409</u>	<u>1,894,069</u>
	<u>\$ 71,551,932</u>	<u>\$ 93,047,183</u>	<u>\$ 96,828,459</u>

The foregoing loans are repayable through contract agreement mainly including a lump sum payment of capital on maturity and payments of interest monthly; a lump sum of capital and interest on maturity; a lump sum of capital on maturity and prepaid interest which are in New Taiwan dollars, Japanese yen, RMB, Euros and U.S. dollars. And, some of the loans are revolving credit loans, which can be revolved within the 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 rates of the Group's borrowings were as follows:

	<b>June 30, 2023</b>	<b>December 31, 2022</b>	<b>June 30, 2022</b>
Maturity	July 2023 - April 2031	January 2023 - April 2031	January 2023 - April 2031
Bank interest rate intervals	0.36%-5.99%	0.36%-5.52%	0.36%-4.18%

A FENC's subsidiary, FECC, entered into a credit agreement with Hua Nan Bank. FECC pledged its land and construction pertaining to the Xin Ben project (Ban Qiao - New Section No. 8) and amounting to \$8,880,000 thousand as first mortgage to the creditor banks. Other agreement terms were divided into four lines: Line A, Line B, Line C and Line D. Line A is 20 years after use of the credit (April 12, 2011). Its borrowing interest rate is based on Hua Nan Bank's periodic savings interest rate plus 0.4% then divided by 0.946%, and no revolving credit but batch credit available within 5 years; no repayment in the first 5 years; quarterly repayments of \$30,000 thousand quarterly from the sixth year and final repayment on maturity. Line B is 5 years after approval of the credit (April 1, 2021). Its borrowing interest rate is based on reference interest rate (Note) plus 0.83011%, and no revolving credit but partial draw down available before April 1, 2026; credit will be paid every 6 months after each drawdown date. The first 8 installments should repay 5% of the loan, and the last installment should repay 60% of loan. Line C is 5 years after approval of the credit (April 1, 2021). Its borrowing interest rate is based on reference interest rate (Note) plus 0.84011% (negotiated by each loan), and revolving credit within the period; no longer than 6 months; interest paid by month; lump sum repayment on maturity. Line D period is signing the contract (March 30, 2015). Its borrowing interest rate is based on reference interest rate (Note) plus 0.804%, and no revolving credit but partial draw down available before March 30, 2021; credit will be paid every 6 months from March 30, 2021 after each drawdown date. The first 8 installments should repay 5% of the loan, and the last installment should repay 60% of loan.

Note: The Taipei Inter-bank 90 days' Offered Rate TAIBOR.

A FENC’s subsidiary, FECC, entered into a credit agreement with First Bank. FECC pledged its land and construction pertaining to Taichung City (Xitun District - Xingang Tail Section No. 325) and amounting to \$2,740,000 thousand as first mortgage to the creditor banks. In addition, the annual rental remittance of the cash flow should be at least \$70,000 thousand. Other agreement terms were divided into two lines: Line A and Line B. Line A is 36 months after use of the credit (April 7, 2021), which is draw down available before April 7, 2024. Its borrowing interest rate is based on 2-year Time savings deposits variable rate from Chunghwa Post Co., Ltd. plus more than 0.355%, and no revolving credit. Each drawdown’s maturity date should be same as the maturity date of the first drawdown, credit will be paid every 6 months after 36 month of the first drawdown. The first 8 installments should repay 5% of the loan, and the last installment should repay the rest of loan. Line B is 5 years after approval of the credit (April 7, 2021). Its borrowing interest rate is based on 2-year Time savings deposits variable rate from Chunghwa Post Co., Ltd. plus more than 0.255%, and revolving credit within the period; no longer than 6 months; lump sum repayment on maturity.

In August 2021, a FENC’s subsidiary, Oriental Petrochemicals (Taiwan) Corporation (OPTC), received a five-year syndicated loan in a total amount of \$20,000,000 thousand from multiple banks and Mega International Commercial Bank as the leading bank. The syndicated loan agreement was first used to repay all outstanding loan of joint loan in 2017. During the contract period, OPTC needs to maintain its liability ratio within a certain range, which is calculated based on the recent audited non-consolidated financial statements. If OPTC fails to meet the requirement, it should readjust the liability ratio to the required range in 5 months from June 1 next year. Otherwise, starting from November 1, OPTC has to pay extra 0.125% interest of the outstanding amounts until the day before the liability ratio has met the range requirement. The repayment method of this credit is divided into three lines. Line A: The first period is 24 months after the first drawdown date, and then every half of a year is a period. It is divided into seven installments. The repayment amount from the first period to the sixth period is 5% of the loan amount, and the full amount will be repaid on the expiration date. Line B: The loan can be revolved within the credit amount, and the first period of decreasing date is 48 months after the first drawdown date, and then every 6 months is a period, the credit will decrease five hundred million each in the first two period, and the full amount will be repaid on the expiration date. According to the agreement, payment of the existing loan can be repaid by the new loan. Line C: The loan can be revolved within the credit amount, and the first period of declining date is 48 months after the first drawdown date, and every 6 months is a period, the credit will decrease US\$3 million each in the first two period, and the full amount will be repaid on the expiration date. According to the agreement, payment of the existing loan can be repaid by the new loan.

In order to construct a freeway taximeter system infrastructure, an FENC’s subsidiary, Far Eastern Electronic Toll Collection Corporation (FETC), entered into a syndicated loan agreement with Cathay United Bank and three other financial institutions. The agreement terms are as follows:

The syndicated loan, which consisted of three different loans with different terms and lines of credit (B and C), was obtained to meet FETC’s capital needs for operating and maintain the infrastructure for the electronic toll collection project (“ETC project”). Its amount, date, and are expected to move aside as the repayment period:

<b>Project</b>	<b>Credit</b>	<b>Fixed Dial Date</b>	<b>Expected Repayment Period</b>
Syndicated loan borrowings			
B	\$ 3,294,000	2012.05.10	2019.08-2025.11
C	220,000	2012.05.10	The first drawdown to 6 months after completing the transfer of assets by the borrower based on the building operation contract

Another requirement in the syndicated loan agreement was for FETC to open special bank accounts and to place appropriate payments to these bank accounts through deposits and time deposits. The bank accounts pertaining to the loan reserve and time deposits that had been pledged to Cathy United Bank were accounted for under other financial assets - non-current, refer to Note 36. The terms of B further included a requirement for FETC to keep its loan capital and interest coverage ratio at more than 1.10 during the interest accrual period after November 10, 2014. In addition, FETC should get prior written consent from Cathy United Bank based on the schedule and amount of the ETC project shown in FETC's annual budget before FETC disposes of the pledged deposits and should replace these deposits with other operating assets as collateral. The value of the operating assets should be the lower of the value of newly built operating assets for ETC's operations or the value of other assets that had not been provided to Cathy United Bank as collateral. As of June 30, 2023, December 31, 2022 and June 30, 2022, the amount of operating assets with pledged rights was \$822,884 thousand, \$1,120,284 thousand and \$1,256,378 thousand, respectively, refer to Note 36.

With FETC's long-term debts with floating rates, which may cause material cash flow risks, FETC started to use interest rate swaps on the first day it made a loan drawdown to hedge against adverse cash flow fluctuations on its liabilities under the syndicated loan agreement.

## 21. BONDS PAYABLE

	June 30, 2023	December 31, 2022	June 30, 2022
Nonconvertible domestic bonds	\$ 108,000,000	\$ 113,500,000	\$ 110,700,000
Discount of nonconvertible domestic bonds	<u>(81,921)</u>	<u>(84,600)</u>	<u>(95,496)</u>
	107,918,079	113,415,400	110,604,504
Less: Current portion	<u>15,196,357</u>	<u>20,995,415</u>	<u>20,992,807</u>
	<u>\$ 92,721,722</u>	<u>\$ 92,419,985</u>	<u>\$ 89,611,697</u>

### Bonds

Period	Maturity	Annual Rate (%)	Issued Amount	Outstanding Balance			Repayment
				June 30, 2023	December 31, 2022	June 30, 2022	
<u>Company</u>							
Unsecured bonds							
106-2	2018.01.08-2023.01.08	0.95	\$ 3,000,000	\$ -	\$ 3,000,000	\$ 3,000,000	(Note 2)
107-1	2018.05.18-2023.05.18	0.92	6,000,000	-	3,000,000	3,000,000	(Note 1)
107-2	2018.07.18-2023.07.18	0.90	8,000,000	4,000,000	4,000,000	8,000,000	(Note 1)
108-1	2019.04.29-2024.04.29	0.93	8,000,000	8,000,000	8,000,000	8,000,000	(Note 2)
108-2	2019.08.08-2024.08.08	0.79	6,000,000	6,000,000	6,000,000	6,000,000	(Note 2)
109-1	2020.04.22-2025.04.22	0.66	6,000,000	6,000,000	6,000,000	6,000,000	(Note 2)
109-2-A	2020.06.10-2025.06.10	0.77	2,200,000	2,200,000	2,200,000	2,200,000	(Note 2)
109-2-B	2020.06.10-2027.06.10	0.85	3,000,000	3,000,000	3,000,000	3,000,000	(Note 2)
109-3	2020.09.17-2027.09.17	0.83	5,500,000	5,500,000	5,500,000	5,500,000	(Note 2)
109-4	2020.12.21-2025.12.21	0.54	3,800,000	3,800,000	3,800,000	3,800,000	(Note 2)
110-1	2021.04.28-2026.04.28	0.67	9,500,000	9,500,000	9,500,000	9,500,000	(Note 2)
110-2	2021.05.24-2026.05.24	0.52	1,200,000	1,200,000	1,200,000	1,200,000	(Note 2)
110-3	2021.09.27-2026.09.27	0.63	6,500,000	6,500,000	6,500,000	6,500,000	(Note 2)
111-1	2022.09.14-2027.09.14	1.75	2,500,000	2,500,000	2,500,000	-	(Notes 1 and 6)
111-2-A	2022.10.26-2025.10.26	1.70	1,600,000	1,600,000	1,600,000	-	(Note 2)
111-2-B	2022.10.26-2027.10.26	1.80	900,000	900,000	900,000	-	(Note 2)
112-1-A	2023.01.06-2026.01.06	1.70	700,000	700,000	-	-	(Note 2)
112-1-B	2023.01.06-2028.01.06	1.80	2,300,000	2,300,000	-	-	(Note 1)
112-2	2023.03.30-2028.03.30	1.50	2,500,000	2,500,000	-	-	(Note 2)

(Continued)

Period	Maturity	Annual Rate (%)	Issued Amount	Outstanding Balance			Repayment
				June 30, 2023	December 31, 2022	June 30, 2022	
<b>Subsidiary Yuan</b>							
<u>Ding Investment</u>							
Unsecured bonds							
107-1	2018.06.29-2023.06.29	0.92	\$ 3,000,000	\$ -	\$ 3,000,000	\$ 3,000,000	(Note 2)
108-1	2019.10.03-2024.10.03	0.77	3,000,000	3,000,000	3,000,000	3,000,000	(Note 2)
109-1	2020.05.08-2023.05.08	0.70	5,000,000	-	5,000,000	5,000,000	(Note 2)
109-2	2020.11.26-2025.11.26	0.67	3,000,000	3,000,000	3,000,000	3,000,000	(Note 2)
110-1	2021.06.29-2026.06.29	0.65	3,000,000	3,000,000	3,000,000	3,000,000	(Note 2)
112-1-A	2023.06.28-2026.06.28	1.60	400,000	400,000	-	-	(Note 2)
112-1-B	2023.06.28-2027.06.28	1.68	1,200,000	1,200,000	-	-	(Note 1)
<b>Subsidiary Far</b>							
<u>EasTone</u>							
Unsecured bonds							
106-2	2017.09.04-2024.09.04	1.17	2,000,000	2,000,000	2,000,000	2,000,000	(Note 2)
106-3-A	2017.12.20-2023.06.20	0.95	1,500,000	-	1,500,000	1,500,000	(Note 2)
106-3-B	2017.12.20-2024.12.20	1.09	1,500,000	1,500,000	1,500,000	1,500,000	(Note 2)
107-1-A	2018.05.07-2023.05.07	0.85	1,500,000	-	1,500,000	1,500,000	(Note 2)
107-2-B	2018.05.07-2025.05.07	1.01	3,500,000	3,500,000	3,500,000	3,500,000	(Note 2)
108-1-A	2019.06.25-2024.06.25	0.75	3,200,000	3,200,000	3,200,000	3,200,000	(Note 2)
108-1-B	2019.06.25-2026.06.25	0.81	1,800,000	1,800,000	1,800,000	1,800,000	(Note 2)
108-2-A	2019.12.20-2026.12.20	0.80	2,600,000	2,600,000	2,600,000	2,600,000	(Note 3)
108-2-B	2019.12.20-2029.12.20	0.85	500,000	500,000	500,000	500,000	(Note 4)
109-1-A	2020.03.16-2025.03.16	0.67	1,500,000	1,500,000	1,500,000	1,500,000	(Note 2)
109-1-B	2020.03.16-2027.03.16	0.70	2,500,000	2,500,000	2,500,000	2,500,000	(Note 2)
109-1-C	2020.03.16-2030.03.16	0.77	1,000,000	1,000,000	1,000,000	1,000,000	(Note 2)
109-2	2020.06.02-2027.06.02	0.73	1,000,000	1,000,000	1,000,000	1,000,000	(Note 2)
110-1	2021.06.04-2028.06.04	0.55	1,200,000	1,200,000	1,200,000	1,200,000	(Note 2)
111-1	2022.03.29-2027.03.29	0.88	2,700,000	2,700,000	2,700,000	2,700,000	(Note 5)
111-2	2022.09.08-2027.09.08	1.70	1,800,000	1,800,000	1,800,000	-	(Note 2)
112-1-A	2023.03.10-2028.03.10	1.45	1,600,000	1,600,000	-	-	(Note 2)
112-1-B	2023.03.10-2030.03.10	1.58	500,000	500,000	-	-	(Note 2)
112-2	2023.06.14-2028.06.14	1.57	2,300,000	2,300,000	-	-	(Note 2)
Total outstanding balance				<u>\$ 108,000,000</u>	<u>\$ 113,500,000</u>	<u>\$ 110,700,000</u>	

(Concluded)

- Note 1: These bonds are 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 2: These bonds are repayable in lump sum on maturity. The interest is calculated by the simple fix interest method (based on the outstanding balance) starting from the issuance date and is payable annually.
- Note 3: These bonds are repayable at 50% of the total amount at the end of the sixth year and the other 50% at the end of the seventh year of bond issuance. The interest is calculated by the simple interest method and is payable annually.
- Note 4: These bonds are repayable at 50% of the total amount at the end of the ninth year and the other 50% at the end of the tenth year of bond issuance. The interest is calculated by the simple interest method and is payable annually.
- Note 5: These bonds are repayable at 50% of the total amount at the end of the sixth month 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 and is payable annually.

Note 6: These bonds are repayable sustainability-linked bond (SLB) at 1.75%. Interest payment terms are subject to adjustment if there is a triggering event at the target measurement date. Trigger events have two key performance indicators (KPIs) for observing sustainable development whether sustainability performance targets (SPTs) were achieved at the target measurement date (December 31, 2025). This includes (a) a 20% reduction in greenhouse gas emissions (Scope 1 + Scope 2) by 2025 compared to 2020; and (b) an 80% increase in green product revenue by 2025 compared to 2015. For information on the sustainable development link bond, visit the Market Observation Post System.

## 22. PROVISIONS

	June 30, 2023	December 31, 2022	June 30, 2022
Dismantling obligation	\$ 1,573,042	\$ 1,583,721	\$ 1,554,124
Warranties	153,084	159,315	114,108
Onerous contract	<u>-</u>	<u>6,098</u>	<u>12,108</u>
	<u>\$ 1,726,126</u>	<u>\$ 1,749,134</u>	<u>\$ 1,680,340</u>
Current	\$ 288,688	\$ 301,143	\$ 260,847
Non-current	<u>1,437,438</u>	<u>1,447,991</u>	<u>1,419,493</u>
	<u>\$ 1,726,126</u>	<u>\$ 1,749,134</u>	<u>\$ 1,680,340</u>

	Dismantling Obligation	Warranties	Onerous Contracts	Total
Balance at January 1, 2023	\$ 1,583,721	\$ 159,315	\$ 6,098	\$ 1,749,134
Additions	10,402	2,400	-	12,802
Reductions	(4,278)	(8,631)	(6,098)	(19,007)
Discount amortization	2,428	-	-	2,428
Foreign exchange net gain or loss	<u>(19,231)</u>	<u>-</u>	<u>-</u>	<u>(19,231)</u>
Balance at June 30, 2023	<u>\$ 1,573,042</u>	<u>\$ 153,084</u>	<u>\$ -</u>	<u>\$ 1,726,126</u>
Balance at January 1, 2022	\$ 1,535,615	\$ 121,786	\$ 558	\$ 1,657,959
Additions	43,887	-	12,108	55,995
Reductions	(3,469)	(7,678)	(558)	(11,705)
Discount amortization	2,273	-	-	2,273
Foreign exchange net gain or loss	<u>(24,182)</u>	<u>-</u>	<u>-</u>	<u>(24,182)</u>
Balance at June 30, 2022	<u>\$ 1,554,124</u>	<u>\$ 114,108</u>	<u>\$ 12,108</u>	<u>\$ 1,680,340</u>

## 23. RETIREMENT BENEFIT PLANS

For defined benefit plans, employee benefit expenses for the three months and six months ended June 30, 2023 and 2022 were calculated as \$5,087 thousand, \$9,261 thousand, \$11,923 thousand and \$23,509 thousand by the actuarially determined pension cost discount rate as of December 31, 2022 and 2021.

## 24. MATURITY ANALYSIS OF ASSETS AND LIABILITIES

The contract-related assets and liabilities from some of the consolidated entities are classified as current or non-current depending on the operating cycle. Amounts expected to be received or paid within one year or over one year were as follows:

	<b>June 30, 2023</b>		
	<b>Within One Year</b>	<b>Over One Year</b>	<b>Total</b>
<u>Assets</u>			
Notes and accounts receivable	\$ 393,428	\$ -	\$ 393,428
Inventories - construction and real estate	3,130,254	18,288,065	21,418,319
Contract assets - current	920,105	508,341	1,428,446
Other financial assets - current	554,184	1,167,343	1,721,527
Refundable deposits - current	19,511	6,414	25,925

### Liabilities

Notes and accounts payable (including related parties)	1,282,460	99,362	1,381,822
Contract liabilities - current	343,623	496,024	839,647
Provisions - current	5,000	104,917	109,917

	<b>December 31, 2022</b>		
	<b>Within One Year</b>	<b>Over One Year</b>	<b>Total</b>
<u>Assets</u>			
Notes and accounts receivable	\$ 431,619	\$ -	\$ 431,619
Inventories - construction and real estate	2,544,768	20,107,163	22,651,931
Contract assets - current	1,245,849	401,609	1,647,458
Other financial assets - current	922,366	1,173,091	2,095,457
Refundable deposits - current	2,510	5,710	8,220

### Liabilities

Notes and accounts payable (including related parties)	2,004,232	66,287	2,070,519
Contract liabilities - current	712,071	285,090	997,161
Provisions - current	5,000	113,818	118,818

	<b>June 30, 2022</b>		
	<b>Within One Year</b>	<b>Over One Year</b>	<b>Total</b>
<u>Assets</u>			
Notes and accounts receivable	\$ 355,110	\$ -	\$ 355,110
Inventories - construction and real estate	2,299,406	20,109,533	22,408,939
Contract assets - current	1,857,382	300,310	2,157,692
Other financial assets - current	361,150	1,259,633	1,620,783
Refundable deposits - current	4,194	5,245	9,439

(Continued)

	<b>June 30, 2022</b>		
	<b>Within One Year</b>	<b>Over One Year</b>	<b>Total</b>
<u>Liabilities</u>			
Notes and accounts payable (including related parties)	\$ 1,881,267	\$ 63,860	\$ 1,945,127
Contract liabilities - current	343,779	249,948	593,727
Provisions - current	4,343	72,510	76,853
			(Concluded)

## 25. EQUITY

### a. Share capital

#### Common stock

	<b>June 30, 2023</b>	<b>December 31, 2022</b>	<b>June 30, 2022</b>
Number of authorized shares (in thousands)	<u>6,000,000</u>	<u>6,000,000</u>	<u>6,000,000</u>
Amount of authorized shares	<u>\$ 60,000,000</u>	<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>	<u>5,352,875</u>
Amount of issued and fully paid shares	<u>\$ 53,528,751</u>	<u>\$ 53,528,751</u>	<u>\$ 53,528,751</u>

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

### b. Capital surplus

	<b>June 30, 2023</b>	<b>December 31, 2022</b>	<b>June 30, 2022</b>
May be used to offset a deficit, distributed as cash dividends or transferred to share capital (1)			
Difference between consideration received or paid and the carrying amount of the subsidiaries' net assets during actual disposal or acquisition	\$ 5,886,904	\$ 2,604,860	\$ 2,604,860
Treasury shares transaction	18,859	18,859	17,690
<u>May be used to offset a deficit only (2)</u>			
Arising from changes in percentage of ownership interest in subsidiaries and associates	634,988	631,411	633,638
<u>May not be used for any purpose</u>			
Others	<u>154,870</u>	<u>153,411</u>	<u>153,335</u>
	<u>\$ 6,695,621</u>	<u>\$ 3,408,541</u>	<u>\$ 3,409,523</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.
  - 2) Such capital surplus arises from the effect of changes in ownership interest in a subsidiary, resulted from equity transactions other than actual disposal or acquisition and changes in equity of investment of associates accounted for using the equity method.
- c. Retained earnings and dividend policy

Under the dividend 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 as legal reserve 10% of the net profit after tax plus the items other than the net profit after tax which is included in the current year’s retained earnings, 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 by all of the shares. When capital increase, the amount of dividend for new shares of that year would be according to resolution of the shareholders’ meeting. For the policies on distribution of employees’ compensation and remuneration to directors, refer to Note 27, e. “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 dividends 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.

Appropriation of earnings to legal reserve should be made until the legal reserve equals the Company’s paid-in capital. Legal reserve may be used to offset deficit. If the Company has no deficit and the legal reserve has exceeded 25% of the Company’s capital surplus, the excess may be transferred to capital or distributed in cash.

Under Rules issued by the FSC and the directive titled “Questions and Answers for Special Reserves Appropriated Following Adoption of IFRSs”, the Company should appropriate or reverse to a special reserve.

The appropriations from the 2022 and 2021 earnings were approved in the shareholders’ meetings on June 28, 2023 and June 30, 2022, respectively. The appropriations and dividends per share were as follows:

	<b>Appropriation of Earnings</b>		<b>Dividends Per Share (NT\$)</b>	
	<b>For Year 2022</b>	<b>For Year 2021</b>	<b>For Year 2022</b>	<b>For Year 2021</b>
Legal reserve	\$ 817,564	\$ 1,017,807		
Special reserve	271,822	779,995		
Cash dividends	7,226,382	8,029,313	\$ 1.35	\$ 1.50

- d. Special reserve

The Company’s appropriated special reserve on the first-time adoption of IFRSs were as \$22,287,929 thousand.

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

	<b>For the Six Months Ended June 30</b>	
	<b>2023</b>	<b>2022</b>
Balance at January 1	\$ 21,018,407	\$ 21,552,496
Reversal:		
Disposal of buildings and land-held for sale and investment properties	(93,114)	(292,779)
Associate's disposal of investment properties	(47,819)	-
Disposal of associates	<u>(3,770)</u>	<u>-</u>
Balance at June 30	<u>\$ 20,873,704</u>	<u>\$ 21,259,717</u>

On the initial application of 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.

	<b>For the Six Months Ended June 30</b>	
	<b>2023</b>	<b>2022</b>
Balance at January 1	\$ 94,948,681	\$ 94,723,258
Appropriation in respect of:		
Application of the fair value method for investment properties	273,848	780,268
Reversal:		
Disposal of buildings and land-held for sale and investment properties	(210,780)	(586,363)
Associate's disposal of investment properties	(60,980)	-
Disposal of associate	<u>(32,516)</u>	<u>-</u>
Balance at June 30	<u>\$ 94,918,253</u>	<u>\$ 94,917,163</u>

e. Other equity items

The changes in other equity items were as follows:

	<b>Exchange Differences on Translating Foreign Operations</b>	<b>Unrealized Gain (Loss) on Financial Assets at FVTOCI</b>	<b>Gain (Loss) on Hedging Instruments</b>	<b>Gain on Property Revaluation</b>	<b>Total</b>
Balance at January 1, 2023	\$ (4,572,624)	\$ 837,114	\$ 24,584	\$ 2,593,410	\$ (1,117,516)
Effects of retrospective application and retrospective restatement	<u>(301)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(301)</u>
Balance at January 1, 2023 after restated	(4,572,925)	837,114	24,584	2,593,410	(1,117,817)
Exchange differences arising on translation of foreign operations	(650,721)	-	-	-	(650,721)
Unrealized gain on financial assets at FVTOCI	-	45,619	-	-	45,619
Gain on hedging instruments	-	-	114	-	114
Gain on property revaluation	-	-	-	3,596,959	3,596,959
Disposal of associates accounted for using the equity method	-	5,124	-	(255)	4,869
Share of the other comprehensive gain (loss) of associates	(392,164)	851,732	(1)	-	459,567

(Continued)

	Exchange Differences on Translating Foreign Operations	Unrealized Gain (Loss) on Financial Assets at FVTOCI	Gain (Loss) on Hedging Instruments	Gain on Property Revaluation	Total
Change in associates accounted for using equity method	\$ -	\$ (215)	\$ -	\$ (9)	\$ (224)
Associate disposed the investment in equity instruments designated as at FVTOCI	-	3,741	-	-	3,741
Change in partial ownership interest of actual disposal or acquisition of subsidiaries	(506)	14,562	(57)	(980)	13,019
Balance at June 30, 2023	<u>\$ (5,616,316)</u>	<u>\$ 1,757,677</u>	<u>\$ 24,640</u>	<u>\$ 6,189,125</u>	<u>\$ 2,355,126</u>
Balance at January 1, 2022	\$ (8,719,525)	\$ 2,195,786	\$ 23,392	\$ 2,574,951	\$ (3,925,396)
Exchange differences arising on translation of foreign operations (restated)	2,697,262	-	-	-	2,697,262
Unrealized loss on financial assets at FVTOCI	-	(501,294)	-	-	(501,294)
Gain on hedging instruments	-	-	1,086	-	1,086
Share of the other comprehensive gain (loss) of associates	787,174	(557,039)	(1)	(931)	229,203
Change in associates accounted for using equity method	-	(142)	-	(6)	(148)
Associate disposed the investment in equity instruments designated as at FVTOCI	-	(4,875)	-	-	(4,875)
Balance at June 30, 2022	<u>\$ (5,235,089)</u>	<u>\$ 1,132,436</u>	<u>\$ 24,477</u>	<u>\$ 2,574,014</u>	<u>\$ (1,504,162)</u>

(Concluded)

f. Non-controlling interests

	For the Six Months Ended June 30	
	2023	2022 (Restated)
Beginning balance	\$ 62,663,599	\$ 63,366,183
Effects of retrospective application and retrospective restatement	<u>1,971</u>	<u>1,409</u>
Beginning balance, after restated	62,665,570	63,367,592
Attributable to non-controlling interests:		
Net income	3,522,127	2,800,167
Cash dividends distributed by subsidiaries	(5,271,287)	(5,290,167)
Cash dividends from capital surplus and legal surplus distributed by subsidiaries	-	(1,464,953)
Cash dividends from legal surplus distributed by subsidiaries	(1,807,723)	-
Exchange differences on translating foreign operations	(805,932)	395,384
Unrealized gain (loss) on financial assets at FVTOCI	54,837	(309,100)
Gain on hedging instruments	224	2,065
Gain on property revaluation	854,034	-
Actual disposal or acquisition of partial interests in subsidiaries	1,770,013	(80,110)
Share of other comprehensive income (loss) of associates accounted for using the equity method	44,615	(57,308)
Change in associates accounted for using the equity method	(478)	26
Cash capital increase by subsidiaries	41,462	672,479
Share-based payment	4,130	-
Disposal of subsidiaries	<u>(68,515)</u>	<u>-</u>
Ending balance	<u>\$ 61,003,077</u>	<u>\$ 60,036,075</u>

g. Treasury shares

The Company's shares held by its subsidiary, Yuan Ding Co., Ltd. (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>June 30, 2023</u>			
Yuan Ding	779	<u>\$ 25,063</u>	<u>\$ 26,031</u>
<u>December 31, 2022</u>			
Yuan Ding	779	<u>\$ 25,063</u>	<u>\$ 24,862</u>
<u>June 30, 2022</u>			
Yuan Ding	779	<u>\$ 25,063</u>	<u>\$ 24,784</u>

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

The Group'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.

## 26. REVENUE

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2023	2022	2023	2022
Revenue from contracts with customers				
Revenue from sale of goods	\$ 45,023,820	\$ 51,449,234	\$ 89,232,535	\$ 97,995,077
Telecommunications service revenue	11,973,076	11,631,662	23,809,622	23,011,225
Construction revenue	1,172,240	1,542,260	1,559,895	2,139,637
Other operating revenue	<u>5,117,305</u>	<u>4,673,149</u>	<u>10,223,536</u>	<u>9,534,617</u>
	63,286,441	69,296,305	124,825,588	132,680,556
Revenue from contracts with non-customers				
Gain on disposal of investments, net	<u>31,598</u>	<u>-</u>	<u>29,943</u>	<u>-</u>
	<u>\$ 63,318,039</u>	<u>\$ 69,296,305</u>	<u>\$ 124,855,531</u>	<u>\$ 132,680,556</u>

a. Description of customer contract

Refer to Note 4 the summary of significant accounting policies.

b. Contact balances

	June 30, 2023	December 31, 2022	June 30, 2022	January 1, 2022
Notes and accounts receivable (Note 10)	<u>\$ 31,831,414</u>	<u>\$ 29,095,332</u>	<u>\$ 35,616,027</u>	<u>\$ 29,336,993</u>
Long-term receivables	<u>\$ 186,827</u>	<u>\$ 162,111</u>	<u>\$ 77,081</u>	<u>\$ 93,134</u>
Contract assets				
Bundle sale of goods	\$ 8,159,307	\$ 7,987,037	\$ 7,679,594	\$ 7,570,619
Real estate construction	895,030	1,274,113	1,633,071	1,106,190
Retentions receivable	409,256	373,345	524,621	463,310
Others	1,016,021	989,209	1,317,553	1,209,396
Less: Allowance for impairment loss	<u>(145,515)</u>	<u>(145,515)</u>	<u>(148,515)</u>	<u>(148,515)</u>
	<u>\$ 10,334,099</u>	<u>\$ 10,478,189</u>	<u>\$ 11,006,324</u>	<u>\$ 10,201,000</u>
Current	\$ 6,471,178	\$ 6,807,718	\$ 7,472,432	\$ 6,838,329
Non-current	<u>3,862,921</u>	<u>3,670,471</u>	<u>3,533,892</u>	<u>3,362,671</u>
	<u>\$ 10,334,099</u>	<u>\$ 10,478,189</u>	<u>\$ 11,006,324</u>	<u>\$ 10,201,000</u>
Contract liabilities				
Sale of goods and services	\$ 15,443,125	\$ 15,787,642	\$ 15,787,847	\$ 15,053,216
Sale of real estate	114,113	205,652	-	57
Real estate construction	<u>725,534</u>	<u>791,509</u>	<u>593,727</u>	<u>399,301</u>
	<u>\$ 16,282,772</u>	<u>\$ 16,784,803</u>	<u>\$ 16,381,574</u>	<u>\$ 15,452,574</u>
Current	\$ 6,254,362	\$ 6,408,943	\$ 5,541,900	\$ 4,833,211
Non-current	<u>10,028,410</u>	<u>10,375,860</u>	<u>10,839,674</u>	<u>10,619,363</u>
	<u>\$ 16,282,772</u>	<u>\$ 16,784,803</u>	<u>\$ 16,381,574</u>	<u>\$ 15,452,574</u>

For notes and accounts receivable, refer to Note 10.

The changes in the contract asset and the contract liability primarily resulted from the timing difference between the Group's fulfillment of performance obligations and the respective customer's payment for the six months ended June 30, 2023 and 2022.

The Group measures the loss allowance for contract assets at an amount equal to lifetime ECLs. The expected credit losses on contract assets are estimated using an allowance matrix by reference to past default experience with the debtor and an analysis of the debtor's current financial position, adjusted for the general economic conditions of the industry in which the debtor operates, the unemployment rate and an assessment of both the current as well as the forecasted direction of economic conditions at the reporting date.

The Group provides frequency and network sharing services for APTC through a part of 5G spectrum and related cell sites. The consideration received from APTC is included in contract liabilities and revenue is recognized over the useful lives of the assets used in providing frequency and network sharing services.

c. Assets related to contract costs

	June 30, 2023	December 31, 2022	June 30, 2022
Non-current			
Incremental costs of obtaining a contract	\$ <u>3,550,286</u>	\$ <u>3,702,294</u>	\$ <u>3,691,837</u>

The Group considered its past experience and believes the commission and subsidies paid for obtaining contracts are wholly recoverable. Total expenses recognized were \$709,140 thousand and \$737,730 thousand for the three months ended June 30, 2023 and 2022, respectively, and \$1,428,973 thousand and \$1,509,087 thousand for the six months ended June 30, 2023 and 2022, respectively.

d. Disaggregation of revenue

Refer to Note 41 for information about disaggregation of revenue.

## 27. NET PROFIT FROM CONTINUING OPERATIONS

a. Interest expenses

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2023	2022	2023	2022
Capitalized interests on properties	\$ 140,677	\$ 35,314	\$ 277,519	\$ 56,565
Capitalization rates	1.30%-6.55%	0.65%-3.65%	0.89%-7.10%	0.50%-3.65%

b. Depreciation and amortization

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2023	2022	2023	2022
Property, plant and equipment	\$ 4,111,367	\$ 4,175,691	\$ 8,259,364	\$ 8,327,639
Right-of-use assets	1,099,355	1,053,461	2,200,211	2,125,182
Concessions and intangible assets	<u>1,842,018</u>	<u>1,683,167</u>	<u>3,578,512</u>	<u>3,355,023</u>
	<u>\$ 7,052,740</u>	<u>\$ 6,912,319</u>	<u>\$ 14,038,087</u>	<u>\$ 13,807,844</u>
An analysis of deprecation by function				
Operating costs	\$ 4,653,919	\$ 4,762,429	\$ 9,371,433	\$ 9,416,091
Operating expenses	534,007	454,429	1,048,070	1,011,802
Other expense	<u>22,796</u>	<u>12,294</u>	<u>40,072</u>	<u>24,928</u>
	<u>\$ 5,210,722</u>	<u>\$ 5,229,152</u>	<u>\$ 10,459,575</u>	<u>\$ 10,452,821</u>

(Continued)

	<b>For the Three Months Ended</b>		<b>For the Six Months Ended</b>	
	<b>June 30</b>		<b>June 30</b>	
	<b>2023</b>	<b>2022</b>	<b>2023</b>	<b>2022</b>
An analysis of amortization by function				
Operating costs	\$ 1,530,810	\$ 1,417,553	\$ 2,942,554	\$ 2,827,066
Operating expenses	<u>311,208</u>	<u>265,614</u>	<u>635,958</u>	<u>527,957</u>
	<u>\$ 1,842,018</u>	<u>\$ 1,683,167</u>	<u>\$ 3,578,512</u>	<u>\$ 3,355,023</u>
				(Concluded)

c. Employee benefits expense

	<b>For the Three Months Ended</b>		<b>For the Six Months Ended</b>	
	<b>June 30</b>		<b>June 30</b>	
	<b>2023</b>	<b>2022</b>	<b>2023</b>	<b>2022</b>
Post-employment benefits				
Defined contribution plans	\$ 239,316	\$ 238,159	\$ 475,919	\$ 470,220
Defined benefit plans	5,087	9,261	11,923	23,509
Other employee benefits	<u>5,636,765</u>	<u>5,855,960</u>	<u>11,633,593</u>	<u>11,759,262</u>
Total employee benefit expense	<u>\$ 5,881,168</u>	<u>\$ 6,103,380</u>	<u>\$ 12,121,435</u>	<u>\$ 12,252,991</u>
Analysis of employee benefit expense by function				
Operating costs	\$ 3,046,804	\$ 3,213,439	\$ 6,169,741	\$ 6,322,149
Operating expenses	<u>2,834,364</u>	<u>2,889,941</u>	<u>5,951,694</u>	<u>5,930,842</u>
	<u>\$ 5,881,168</u>	<u>\$ 6,103,380</u>	<u>\$ 12,121,435</u>	<u>\$ 12,252,991</u>

d. Loss on disposal of non-financial assets

	<b>For the Three Months Ended</b>		<b>For the Six Months Ended</b>	
	<b>June 30</b>		<b>June 30</b>	
	<b>2023</b>	<b>2022</b>	<b>2023</b>	<b>2022</b>
Loss on disposal of property, plant and equipment	\$ 42,986	\$ 102,366	\$ 96,372	\$ 133,734
Loss on disposal of investment property	-	-	17,102	-
Loss on disposal of concessions	<u>42,886</u>	<u>46,231</u>	<u>117,041</u>	<u>46,675</u>
	<u>\$ 85,872</u>	<u>\$ 148,597</u>	<u>\$ 230,515</u>	<u>\$ 180,409</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 six months ended June 30, 2023 and 2022 were as follows:

Accrual rate

	<b>For the Six Months Ended June 30</b>	
	<b>2023</b>	<b>2022</b>
Employees' compensation	3.27%	2.65%
Remuneration of directors	2.33%	1.99%

Amount

	<b>For the Three Months Ended June 30</b>		<b>For the Six Months Ended June 30</b>	
	<b>2023</b>	<b>2022</b>	<b>2023</b>	<b>2022</b>
Employees' compensation	<u>\$ 77,881</u>	<u>\$ 86,336</u>	<u>\$ 126,104</u>	<u>\$ 172,673</u>
Remuneration of directors	<u>\$ 55,494</u>	<u>\$ 64,753</u>	<u>\$ 90,075</u>	<u>\$ 129,505</u>

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

The appropriations employees' compensation and remuneration of directors for 2022 and 2021 that were resolved by the board of directors on March 8, 2023 and March 8, 2022, respectively, are stated below:

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

Rate

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

There was no difference between the actual appropriated amounts of employees' compensation and remuneration of directors and the amounts recognized in the consolidated financial statements for the years ended December 31, 2022 and 2021. The Company offered to settle employee's compensation in cash.

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.

## 28. INCOME TAXES RELATING TO CONTINUING OPERATIONS

### a. Major components of tax expense recognized in profit or loss

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2023	2022 (Restated)	2023	2022 (Restated)
Current				
In respect of the current period	\$ 876,316	\$ 1,270,878	\$ 1,775,799	\$ 2,041,403
Income tax on unappropriated earnings	-	1,467	-	1,467
Adjustments for prior years	<u>51,120</u>	<u>(6,580)</u>	<u>51,816</u>	<u>(6,580)</u>
	927,436	1,265,765	1,827,615	2,036,290
Deferred tax	<u>242,689</u>	<u>(25,011)</u>	<u>229,433</u>	<u>120,536</u>
Income tax expense recognized in profit or loss	<u>\$ 1,170,125</u>	<u>\$ 1,240,754</u>	<u>\$ 2,057,048</u>	<u>\$ 2,156,826</u>

### b. Income tax benefit (expense) recognized in other comprehensive income

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2023	2022	2023	2022
<u>Deferred tax</u>				
In respect of the current period				
Unrealized gain (loss) on financial assets at fair value through other comprehensive income	\$ 240	\$ 1,445	\$ (111)	\$ (3,614)
Gains on property revaluation	<u>(332,030)</u>	<u>-</u>	<u>(389,404)</u>	<u>-</u>
	<u>\$ (331,790)</u>	<u>\$ 1,445</u>	<u>\$ (389,515)</u>	<u>\$ (3,614)</u>

### c. Income tax assessments

	<b><u>Latest Year of Income Tax Return That Tax Authorities Had Examined and Cleared</u></b>
Far Eastern New Century Corporation	2019
Far Eastern Resources Development Co., Ltd.	2019
Oriental Petrochemical (Taiwan) Co., Ltd.	2021
Fu Kwok Knitting & Garment Co., Ltd.	2019
Yuan Tong Investment Co., Ltd.	2021
Kai Yuan International Investment Co., Ltd.	2021
Ding Yuan International Investment Co., Ltd.	2021

(Continued)

**Latest Year of Income  
Tax Return That Tax  
Authorities Had  
Examined and Cleared**

An Ho Garment Co., Ltd.	2021
Far Eastern Textile Ltd.	2021
Far Eastern Construction Co., Ltd.	2021
Far Eastern General Contractor Inc.	2020
Yuan Ding Investment Co., Ltd.	2021
Far Eastern Fibertech Co., Ltd.	2021
Oriental Green Materials Ltd.	2020
Oriental Resources Development Co., Ltd.	2020
Far Eastern Apparel Co., Ltd.	2020
Yuan Faun Co., Ltd.	2021
Yuan Cheng Human Resources Consultant Corporation	2021
Yuan Ding Co., Ltd.	2021
Far Eastern Technical Consultants Co., Ltd.	2021
YDT Technology International Co., Ltd.	2021
FET Consulting Engineers Co., Ltd.	2021
Ding Integrated Marketing Service Co., Ltd.	2021
Ding Hotel Co., Ltd.	2020
Far Eastern Electronic Toll Collection Co., Ltd.	2021
FETC International Co., Ltd.	2020
Far EasTone Telecommunications Co., Ltd.	2020
ARCOA Communication Co., Ltd.	2020
Information Security Service Digital United Inc.	2021
DataExpress Infotech Co., Ltd.	2021
Yuan Cing Co., Ltd.	2021
New Diligent Co., Ltd.	2021
KGEx.com Co., Ltd.	2021
Home Master Technology Ltd.	2021
Yuanshi Digital Technology Co., Ltd.	2020
New Century InfoComm Tech Corporation	2020
Nextlink Technology Co., Ltd.	2021
Microfusion Technology Co., Ltd.	2020
Prime EcoPower Co., Ltd.	2021
Far EasTone Property Insurance Agent Co., Ltd	2021

(Concluded)

**29. EARNINGS PER SHARE**

**Unit: NT\$ Per Share**

	<b>For the Three Months Ended June 30</b>		<b>For the Six Months Ended June 30</b>	
	<b>2023</b>	<b>2022</b>	<b>2023</b>	<b>2022</b>
Basic earnings per share	<u>\$ 0.45</u>	<u>\$ 0.62</u>	<u>\$ 0.75</u>	<u>\$ 1.17</u>
Diluted earnings per share	<u>\$ 0.45</u>	<u>\$ 0.62</u>	<u>\$ 0.75</u>	<u>\$ 1.16</u>

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

**Net Income for the Period**

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2023	2022	2023	2022
Net income for the period attributable to owners of the Company	<u>\$ 2,273,040</u>	<u>\$ 3,083,628</u>	<u>\$ 3,733,966</u>	<u>\$ 5,835,786</u>

**Weighted Average Number of Common Stock Outstanding**

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2023	2022	2023	2022
	<b>Unit: In Thousand Shares</b>			
Weighted average number of common stock used in the computation of basic earnings per share	5,000,968	5,000,968	5,000,968	5,001,036
Effect of potentially dilutive common stock:				
Employees' compensation	<u>3,928</u>	<u>5,699</u>	<u>6,876</u>	<u>9,601</u>
Weighted average number of common stock used in the computation of diluted earnings per share	<u>5,004,896</u>	<u>5,006,667</u>	<u>5,007,844</u>	<u>5,010,637</u>

In calculating the weighted average number of share outstanding for consolidated 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.

If the Company offered to settle compensation paid to employees in cash or shares, the Company assumed the entire amount of the compensation would be settled in shares and the resulting potential shares were included in the weighted average number of shares outstanding used in the calculation of diluted earnings per share, if the effect was dilutive. Such dilutive effect of the potential shares was 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 three months and six months ended June 30, 2023 and 2022, the Company's EPS were \$0.42, \$0.58, \$0.70, \$1.09.

### 30. SHARE-BASED PAYMENT ARRANGEMENT

Share-based payment agreement of the subsidiary Information Security Service Digital United Inc. is as follows:

<u>Type of Agreement</u>	<u>Grant Date</u>	<u>Quantity (Thousand Shares)</u>	<u>Contract Period</u>	<u>Vesting Conditions</u>
Employee share options scheme	October, 2022	787	3 years	Note 1
Employee share options scheme	May, 2023	1,080	0.1-1.6 years	Note 2

Note 1: Exercisable at certain percentages after 9 months from the grant date.

Note 2: Exercisable at certain percentages after 15 days from the grant date.

Employee stock options relevant information is as follows:

	<u>June 30, 2023</u>			
	<u>Stock Options Granted on October 2022</u>		<u>Stock Options Granted on May 2023</u>	
	<u>Number of Options (In Thousands of Units)</u>	<u>Weighted- average Exercise Price (\$)</u>	<u>Number of Options (In Thousands of Units)</u>	<u>Weighted- average Exercise Price (\$)</u>
Balance at January 1	759	\$ 12.35	-	\$ -
Options granted	-	-	1,080	45.63
Options forfeited	<u>(25)</u>	12.35	<u>(162)</u>	44.53
Balance at June 30	<u>734</u>	12.35	<u>918</u>	45.83
Options exercisable, end of the period	<u>-</u>	-	<u>782</u>	48.18

Outstanding options were as follows:

	<u>June 30, 2023</u>	
	<u>Stock Options Granted on October 2022</u>	<u>Stock Options Granted on May 2023</u>
Range of exercise price (\$)	\$12.35	\$32.30-48.90
Weighted-average remaining contractual life (years)	2.29 years	0.02-1.48 years

The Black-Schole and binomial evaluation models was used to calculate the above share options scheme. Relevant information is as follows:

	<b>Stock Options Granted on October 2022</b>	<b>Stock Options Granted on May 2023</b>
Grant-date share price (\$)	\$11.18	\$62.90
Exercise price (\$)	\$12.35	\$39-59
Expected volatility	30.33-33.63%	42.00-46.00%
Expected life	1.88-2.88 years	0.1-1.6 years
Risk-free interest rate	1.34-1.43%	0.88-0.99%

Compensation cost arising from employee stock options amounting to NT\$5,589 thousand for the six months ended June 30, 2023.

### 31. DISPOSAL OF SUBSIDIARIES

Yuan Hsin Digital Payment Co., Ltd. approved its dissolution at the interim shareholders' meeting on December 20, 2022. The base date for dissolution is January 2, 2023, and the dissolution and liquidation have been completed on July 12, 2023.

a. Consideration received from disposals

	<b>Yuan Hsin Digital Payment Co., Ltd.</b>
Other receivables	<u>\$ 172,961</u>

b. Analysis of assets and liabilities on the date control was lost

	<b>Yuan Hsin Digital Payment Co., Ltd.</b>
Current assets	<u>\$ 241,476</u>
Net assets disposed of	<u>\$ 241,476</u>

c. Loss on disposal of subsidiaries

	<b>Yuan Hsin Digital Payment Co., Ltd.</b>
Consideration received	\$ 172,961
Net assets disposed of	(241,476)
Non-controlling interests	<u>68,515</u>
Loss on disposals	<u>\$ -</u>

d. Net cash outflow on disposals of subsidiaries

	<b>Yuan Hsin Digital Payment Co., Ltd.</b>
Consideration received in cash	\$ -
Less: Cash and cash equivalent balances disposed of	<u>(191,561)</u>
	<u>\$ (191,561)</u>

### 32. EQUITY TRANSACTIONS WITH NON-CONTROLLING INTERESTS

For the six months ended June 30, 2023

The Group subscribed for additional new shares of Yuanshi Co., Ltd in cash at a percentage different from its existing ownership percentage, decreasing its interest from 99.51% to 99.42%. As it did not have effect on the Group's control over the subsidiary, the transaction above was recognized as equity transaction. Cash consideration received and equity transactions were as follows:

	<b>Yuanshi Digital Technology Co., Ltd.</b>
Cash consideration received	\$ 4,173
The proportionate share of the carrying amount of the net assets of the subsidiary	<u>(3,963)</u>
Differences recognized from equity transactions	<u>\$ 210</u>
<u>Line items adjusted for equity transactions</u>	
Capital surplus - changes in percentage of ownership interests in subsidiaries	<u>\$ 210</u>

The Group disposed of its partial interest in Far EasTone Telecommunications Co., Ltd., and reduced its continuing interest from 38.33% to 36.30%.

As it did not have effect on the Group's control over the subsidiary, the transaction above was recognized as equity transaction. Cash consideration received and equity transactions were as follows:

	<b>Far EasTone Telecommuni- cations Co., Ltd.</b>
Cash consideration received	\$ 5,065,076
The proportionate share of the carrying amount of the net assets of the subsidiary	(1,770,013)
Adjustment of other equity	<u>(13,019)</u>
Differences recognized from equity transactions	<u>\$ 3,282,044</u>
<u>Line items adjusted for equity transactions</u>	
Capital surplus - difference between consideration received or paid and the carrying amount of the subsidiaries' net assets during actual disposal or acquisition	<u>\$ 3,282,044</u>

For the six months ended June 30, 2022

In March and June 2022, the Group purchased partial shareholders' equity of ARCOA Communication Co., Ltd. from non-controlling interest by cash, leading to increase its ownership percentage from 61.63% to 68.35%.

As it did not have effect on the Group's control over the subsidiary, the transaction above was recognized as equity transaction. Cash consideration paid and equity transactions were as follows:

	<b>ARCOA Communication Co., Ltd.</b>
Cash consideration paid	\$ (116,885)
The proportionate share of the carrying amount of the net assets of the subsidiary	<u>121,360</u>
Differences recognized from equity transactions	<u>\$ 4,475</u>
<u>Line items adjusted for equity transactions</u>	
Capital surplus - difference between consideration received or paid and the carrying amount of the subsidiaries' net assets during actual disposal or acquisition	<u>\$ 4,475</u>

In March 2022, the Group subscribed for additional new shares of IDEAWORKS Entertainment Co., Ltd. in cash at a percentage different from its existing shareholdings, leading to decrease its shareholdings from 100% to 50%.

As it did not have effect on the Group's control over the subsidiary, the transaction above was recognized as equity transaction. Cash consideration received and equity transactions were as follows:

	<b>IDEAWORKS Entertainment Co., Ltd.</b>
Cash consideration received	\$ 41,250
The proportionate share of the carrying amount of the net assets of the subsidiary	<u>(41,250)</u>
Differences recognized from equity transactions	<u>\$ -</u>

### 33. CAPITAL MANAGEMENT

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

### 34. FINANCIAL INSTRUMENTS

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

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

	<u>June 30, 2023</u>		<u>December 31, 2022</u>		<u>June 30, 2022</u>	
	Carrying Amount	Fair Value	Carrying Amount	Fair Value	Carrying Amount	Fair Value
<u>Financial liabilities</u>						
Financial liabilities measured at amortized cost						
Bonds payable	\$ 107,918,079	\$ 106,934,274	\$ 113,415,400	\$ 112,288,240	\$ 110,604,504	\$ 110,340,849

2) Fair value hierarchy

June 30, 2023

	Level 1	Level 2	Level 3	Total
<u>Financial liabilities</u>				
Bonds payable	\$ 106,934,274	\$ -	\$ -	\$ 106,934,274

December 31, 2022

	Level 1	Level 2	Level 3	Total
<u>Financial liabilities</u>				
Bonds payable	\$ 112,288,240	\$ -	\$ -	\$ 112,288,240

June 30, 2022

	Level 1	Level 2	Level 3	Total
<u>Financial liabilities</u>				
Bonds payable	\$ 110,340,849	\$ -	\$ -	\$ 110,340,849

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

1) Fair value hierarchy

June 30, 2023

	Level 1	Level 2	Level 3	Total
<u>Financial assets at FVTPL</u>				
Open-end mutual funds - beneficial certificates	\$ 2,152,053	\$ -	\$ -	\$ 2,152,053
Oversea mutual funds - benefit certificates	-	2,342,465	-	2,342,465
Domestic listed shares	245,891	-	-	245,891

(Continued)

	Level 1	Level 2	Level 3	Total
Forward exchange contracts	\$ -	\$ -	\$ 8,294	\$ 8,294
Trade fair investment agreement	<u>-</u>	<u>-</u>	<u>6,574</u>	<u>6,574</u>
	<u>\$ 2,397,944</u>	<u>\$ 2,342,465</u>	<u>\$ 14,868</u>	<u>\$ 4,755,277</u>
Financial assets at FVTOCI				
Domestic listed shares	\$ 677,066	\$ -	\$ -	\$ 677,066
Domestic listed private placed listed shares	-	3,345,000	-	3,345,000
Domestic unlisted shares	-	-	1,421,993	1,421,993
Real estate investment trust mutual funds - beneficial certificates	471,515	-	-	471,515
Oversea unlisted shares	<u>-</u>	<u>-</u>	<u>521,970</u>	<u>521,970</u>
	<u>\$ 1,148,581</u>	<u>\$ 3,345,000</u>	<u>\$ 1,943,963</u>	<u>\$ 6,437,544</u>
Financial liabilities for hedging				
Cash flow hedges - interest rate swap contracts	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,318</u>	<u>\$ 7,318</u>
Financial liabilities at FVTPL				
Forward exchange contracts	\$ -	\$ -	\$ 17,295	\$ 17,295
Options contracts	<u>-</u>	<u>-</u>	<u>158</u>	<u>158</u>
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 17,453</u>	<u>\$ 17,453</u> (Concluded)

December 31, 2022

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Open-end mutual funds - beneficial certificates	\$ 3,697,069	\$ -	\$ -	\$ 3,697,069
Oversea mutual funds - benefit certificates	-	2,100,156	-	2,100,156
Domestic listed shares	166,100	-	-	166,100
Forward exchange contracts	-	-	6,466	6,466
Trade fair investment agreement	<u>-</u>	<u>-</u>	<u>3,840</u>	<u>3,840</u>
	<u>\$ 3,863,169</u>	<u>\$ 2,100,156</u>	<u>\$ 10,306</u>	<u>\$ 5,973,631</u> (Continued)

	Level 1	Level 2	Level 3	Total
Financial assets at FVTOCI				
Domestic listed shares	\$ 695,673	\$ -	\$ -	\$ 695,673
Domestic listed private placed listed shares	-	3,050,000	-	3,050,000
Domestic unlisted shares	-	-	1,329,772	1,329,772
Real estate investment trust mutual funds - beneficial certificates	486,559	-	-	486,559
Oversea unlisted shares	<u>-</u>	<u>-</u>	<u>742,016</u>	<u>742,016</u>
	<u>\$ 1,182,232</u>	<u>\$ 3,050,000</u>	<u>\$ 2,071,788</u>	<u>\$ 6,304,020</u>
Financial liabilities for hedging				
Cash flow hedges - interest rate swap contracts	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,980</u>	<u>\$ 6,980</u>
Financial liabilities at FVTPL				
Forward exchange contracts	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 28,382</u>	<u>\$ 28,382</u> (Concluded)

June 30, 2022

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Open-end mutual funds - beneficial certificates	\$ 2,320,109	\$ -	\$ -	\$ 2,320,109
Oversea mutual funds - benefit certificates	-	2,038,667	-	2,038,667
Domestic listed shares	163,510	-	-	163,510
Forward exchange contracts	<u>-</u>	<u>-</u>	<u>12,595</u>	<u>12,595</u>
	<u>\$ 2,483,619</u>	<u>\$ 2,038,667</u>	<u>\$ 12,595</u>	<u>\$ 4,534,881</u>
Financial assets at FVTOCI				
Domestic listed shares	\$ 587,601	\$ -	\$ -	\$ 587,601
Domestic listed private placed listed shares	-	3,650,000	-	3,650,000
Domestic unlisted shares	-	-	1,339,112	1,339,112
Real estate investment trust mutual funds - beneficial certificates	481,858	-	-	481,858
Oversea unlisted shares	<u>-</u>	<u>-</u>	<u>725,549</u>	<u>725,549</u>
	<u>\$ 1,069,459</u>	<u>\$ 3,650,000</u>	<u>\$ 2,064,661</u>	<u>\$ 6,784,120</u>
Financial liabilities for hedging				
Cash flow hedges - interest rate swap contracts	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,668</u>	<u>\$ 6,668</u>
Financial liabilities at FVTPL				
Forward exchange contracts	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 26,131</u>	<u>\$ 26,131</u>

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

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

For the six months ended June 30, 2023

	<b>Financial Assets at FVTPL</b>	<b>Financial Assets at FVTOCI</b>	<b>Financial Instruments for Hedging</b>	<b>Total</b>
Balance at January 1, 2023	\$ (18,076)	\$ 2,071,788	\$ 6,980	\$ 2,060,692
Additions	-	39,676	-	39,676
Recognized in profit or loss	(84,616)	-	-	(84,616)
Recognized in other comprehensive income	-	(160,782)	338	(160,444)
Settlements and effect of exchange rate differences	<u>100,107</u>	<u>(6,719)</u>	<u>-</u>	<u>93,388</u>
Balance at June 30, 2023	<u>\$ (2,585)</u>	<u>\$ 1,943,963</u>	<u>\$ 7,318</u>	<u>\$ 1,948,696</u>

For the six months ended June 30, 2022

	<b>Financial Assets at FVTPL</b>	<b>Financial Assets at FVTOCI</b>	<b>Financial Instruments for Hedging</b>	<b>Total</b>
Balance at January 1, 2022	\$ 27,057	\$ 2,132,857	\$ 3,517	\$ 2,163,431
Return on the capital reduction	-	(15,769)	-	(15,769)
Recognized in profit or loss	(29,672)	-	-	(29,672)
Recognized in other comprehensive income	-	(64,644)	3,151	(61,493)
Settlements and effect of exchange rate differences	<u>(10,921)</u>	<u>12,217</u>	<u>-</u>	<u>1,296</u>
Balance at June 30, 2022	<u>\$ (13,536)</u>	<u>\$ 2,064,661</u>	<u>\$ 6,668</u>	<u>\$ 2,057,793</u>

3) Valuation techniques and inputs applied for the purpose of measuring Level 2 fair value measurement

<u>Financial Instruments</u>	<u>Valuation Techniques and Inputs</u>
Overseas mutual funds - beneficial certificates	Valuation based on the fair values of a portfolio of funds, calculated through each sub-fund by fair value net of the management and operating expenses for the sub-fund.
Domestic listed private placed listed shares	Transaction method of market approach referring to the weighted average of stock prices, net value and the correlation coefficient ratio of stock price to of comparable companies which trading in active market, and considering with the liquidity premium.

4) Valuation techniques and inputs applied for the purpose of measuring Level 3 fair value measurement

<u>Financial Instruments</u>	<u>Valuation Techniques and Inputs</u>
Unlisted shares	<p>a) Asset-based approach. Valuation is based on the fair value of an investee, calculated through each investment of the investee using the income approach, market approach or a combination of the two approaches, while also taking the liquidity premium into consideration.</p> <p>b) Transaction method of market approach. The approach is a valuation strategy that adopts market ratios of companies with similar profitability at the end of the reporting period, while taking the liquidity premium into consideration.</p>
Forward exchange contracts, option contracts and interest rate swap contracts	Cash flow is discounted. Future cash flows are estimated based on observable spot exchange rates at the end of the reporting period and contract rates and discounted at a rate that reflect the credit risk and value of the currency. The Group assumed 0% as discounted rate by taking the counterparties' high credit rating and short contract terms into consideration.
Trade fair investment agreement	Revenue approach. The present value of the revenue obtained in the current period is calculated according to the method of discounted cash flow.

c. Categories of financial instruments

	<b>June 30, 2023</b>	<b>December 31, 2022</b>	<b>June 30, 2022</b>
<u>Financial assets</u>			
Financial assets at FVTPL	\$ 4,755,277	\$ 5,973,631	\$ 4,534,881
Financial assets at FVTOCI	6,437,544	6,304,020	6,784,120
Financial assets for hedging	7,318	6,980	6,668
Financial assets at amortized cost (Note 1)	64,760,419	94,249,446	99,929,923
<u>Financial liabilities</u>			
Financial liabilities at FVTPL	17,453	28,382	26,131
Amortized cost (Note 2)	296,637,726	327,989,097	340,176,875

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

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

d. Financial risk management objectives and policies

The Group'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 Group 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 risk), credit risk and liquidity risk.

The Group 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 Group'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.

The Corporate Treasury function is reviewed by the Group's board of directors in accordance with related rules and internal control system. The Group should implement the overall financial management objective as well as observe the levels of delegated authority and ensure that those with delegated authority carry out their duties.

1) Market risk

The Group's activities exposed it primarily to the financial risks of changes in exchange rates (see (a) below) and interest rates (see (b) below).

a) Foreign currency risk

Several subsidiaries of the Group had foreign currency sales and purchases, which exposed the Group to exchange rate risk. Exchange rate exposures were managed within approved policy parameters through forward exchange contracts.

The carrying amounts of the Group's significant foreign currency-denominated monetary assets and monetary liabilities (including those eliminated on consolidation) at the end of the reporting period, refer to Note 39.

Sensitivity analysis

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

The following table details the Group'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.

	<b>June 30, 2023</b>	<b>December 31, 2022</b>	<b>June 30, 2022</b>
5% change in profit or loss USD	<u>\$ (473,532)</u>	<u>\$ (334,228)</u>	<u>\$ (726,155)</u>

b) Interest rate risk

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

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

	<b>June 30, 2023</b>	<b>December 31, 2022</b>	<b>June 30, 2022</b>
Fair value interest rate risk			
Financial assets	\$ 12,423,678	\$ 31,556,387	\$ 17,992,410
Financial liabilities	207,646,338	243,311,878	249,223,710
Cash flow interest rate risk			
Financial assets	11,994,778	16,229,776	16,329,834
Financial liabilities	45,605,835	54,705,011	43,445,706

Sensitivity analysis

The sensitivity analysis below was determined on the basis of the Group'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 rates had been 0.25% higher/lower and all other variables had been held constant, the fair value of the Group's financial assets with fixed interest rate as of June 30, 2023, December 31, 2022 and June 30, 2022 would have decreased/increase by \$30,982 thousand, \$78,694 thousand and \$44,869 thousand, respectively, and the cash flows on the Group's financial assets with floating interest rate would have increased/decrease by \$29,987 thousand, \$40,574 thousand and \$40,825 thousand, respectively.

If interest rates had been 0.25% higher/lower and all other variables had been held constant, the fair value of the Group's financial liabilities with fixed interest rate as of June 30, 2023, December 31, 2022 and June 30, 2022 would have decreased/increase by \$517,821 thousand, \$606,763 thousand and \$621,506 thousand, respectively, and the cash flows on the Group's financial liabilities with floating interest rate would have decreased/increase by \$114,015 thousand, \$136,763 thousand and \$108,614 thousand, respectively.

Hedge accounting

The Group entered into interest rate swap contracts to mitigate the risk of changes in floating interest rates on cash flow exposure related to its outstanding variable rate debt.

All interest rate swap contracts that exchange floating rate interest amounts with fixed rate interest amounts are designated as cash flow hedges in order to reduce the Group's cash flow exposure resulting from variable interest rates on borrowings. The interest rate swaps and the interest payments on loans occur simultaneously, and the amount accumulated in equity is reclassified to profit or loss over the period that the floating rate interest payments on debt affect profit or loss.

The following tables summarize the information relating to the hedges for interest rate risk.

June 30, 2023

Hedging Instruments	Notional Amount	Maturity	Range of Interest Rates Paid	Range of Interest Rates Received	Line Item in Balance Sheet	Carrying Amount		Change In Value Used for Calculating Hedge Ineffectiveness
						Asset	Liability	
Cash flow hedge Interest rate swaps	NT\$1,577,973 thousand	November 2025	0%-4.8%	0.60%-4.90%	Financial liabilities for hedging	\$ 7,318	\$ -	\$ -

Hedged Items	Change in Value Used for Calculating Hedge Ineffectiveness	Balance in Other Equity Hedge	
		Continuing Hedges	Accounting No Longer Applied
Cash flow hedge Long-term debt in floating rate	\$ -	\$ 7,318	\$ -

For the three months ended June 30, 2023

Comprehensive Income	Hedging Gains (Losses) Recognized in OCI	Amount of Hedge Ineffectiveness Recognized in Profit or Loss	Line Item in Which Hedge Ineffectiveness Is Included	Amount Reclassified to P/L and the Adjusted Line Item Due to Hedged Item Affecting P/L
Cash flow hedge Interest expense from long-term debt	\$ 141	\$ -	-	\$64 Increase in interest expense

For the six months ended June 30, 2023

Comprehensive Income	Hedging Gains (Losses) Recognized in OCI	Amount of Hedge Ineffectiveness Recognized in Profit or Loss	Line Item in Which Hedge Ineffectiveness Is Included	Amount Reclassified to P/L and the Adjusted Line Item Due to Hedged Item Affecting P/L
Cash flow hedge Interest expense from long-term debt	\$ 338	\$ -	-	\$217 Increase in interest expense

December 31, 2022

Hedging Instruments	Notional Amount	Maturity	Range of Interest Rates Paid	Range of Interest Rates Received	Line Item in Balance Sheet	Carrying Amount		Change In Value Used for Calculating Hedge Ineffectiveness
						Asset	Liability	
Cash flow hedge Interest rate swaps	NT\$3,294,000 thousand	November 2025	0%-4.8%	0.60%-4.9%	Financial assets for hedging	\$ 6,980	\$ -	\$ -

Hedged Items	Change in Value Used for Calculating Hedge Ineffectiveness	Balance in Other Equity Hedge	
		Continuing Hedges	Accounting No Longer Applied
Cash flow hedge Interest expense from long-term debt	\$ -	\$ 6,980	\$ -

June 30, 2022

Hedging Instruments	Notional Amount	Maturity	Range of Interest Rates Paid	Range of Interest Rates Received	Line Item in Balance Sheet	Carrying Amount		Change In Value Used for Calculating Hedge Ineffectiveness
						Asset	Liability	
Cash flow hedge Interest rate swaps	NT\$3,294,000 thousand	November 2025	0%-4.8%	0.60%-4.90%	Financial Liabilities for hedging	\$ 6,668	\$ -	\$ -

Hedged Items	Change in Value Used for Calculating Hedge Ineffectiveness	Balance in Other Equity Hedge	
		Continuing Hedges	Accounting No Longer Applied
Cash flow hedge Long-term debt in floating rate	\$ -	\$ 6,668	\$ -

For the three months ended June 30, 2022

Comprehensive Income	Hedging Gains (Losses) Recognized in OCI	Amount of Hedge Ineffectiveness Recognized in Profit or Loss	Line Item in Which Hedge Ineffectiveness Is Included	Amount Reclassified to P/L and the Adjusted Line Item Due to Hedged Item Affecting P/L
Cash flow hedge Interest expense from long-term debt	\$ 1,508	\$ -	-	\$771 Increase in interest expense

For the six months ended June 30, 2022

Comprehensive Income	Hedging Gains (Losses) Recognized in OCI	Amount of Hedge Ineffectiveness Recognized in Profit or Loss	Line Item in Which Hedge Ineffectiveness Is Included	Amount Reclassified to P/L and the Adjusted Line Item Due to Hedged Item Affecting P/L
Cash flow hedge Interest expense from long-term debt	\$ 3,151	\$ -	-	\$2,414 Increase in interest expense

c) Other price risks

The Group was exposed to equity price risk because of its investments in stock and beneficial certificates.

Sensitivity analysis

The following sensitivity analysis was based on the exposure to equity price risks at the end of the reporting period.

If equity prices had been 5% lower, the fair value of financial assets at FVTPL and fair value of financial assets at FVTOCI as of June 30, 2023, December 31, 2022 and June 30, 2022, would have decreased by \$558,898 thousand, \$613,367 thousand and \$565,320 thousand.

## 2) Credit risk

Credit risk refers to the risk that counter-parties will default on its contractual obligations, resulting in a financial loss to the Group. As of the end of a reporting period, the Group's maximum exposure to credit risk that will cause the Group a financial loss due to failure of counterparties to discharge on obligations and financial guarantees provided by the Group could arise from:

- a) The carrying amounts of the recognized financial assets as stated in the balance sheets; and
- b) The amounts of contingent liabilities in relation to financial guarantees issued by the Group.

The Group has a policy of dealing with only creditworthy counter-parties and obtaining sufficient collateral, where appropriate, to mitigate the risk of financial loss from defaults.

The Group uses other publicly available financial information and its own trading records to rate its major customers. The Group's exposure and the credit ratings of its counterparties are continually monitored.

Accounts 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 trade receivables.

## 3) Liquidity risk

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

The maturity dates of financial liabilities (except for financial liabilities - current, i.e., with maturities of less than one year) are as follows:

	<b>1-2 Years</b>	<b>2-3 Years</b>	<b>Over 3 Years</b>	<b>Total</b>
<u>June 30, 2023</u>				
Long-term borrowings	\$ 23,141,639	\$ 28,295,019	\$ 20,115,274	\$ 71,551,932
Bonds payable	<u>25,700,000</u>	<u>26,300,000</u>	<u>40,800,000</u>	<u>92,800,000</u>
	<u>\$ 48,841,639</u>	<u>\$ 54,595,019</u>	<u>\$ 60,915,274</u>	<u>\$ 164,351,932</u>
<u>December 31, 2022</u>				
Long-term borrowings	\$ 46,520,133	\$ 19,273,967	\$ 27,253,083	\$ 93,047,183
Bonds payable	<u>23,700,000</u>	<u>22,900,000</u>	<u>45,900,000</u>	<u>92,500,000</u>
	<u>\$ 70,220,133</u>	<u>\$ 42,173,967</u>	<u>\$ 73,153,083</u>	<u>\$ 185,547,183</u>
<u>June 30, 2022</u>				
Long-term borrowings	\$ 60,309,503	\$ 16,336,757	\$ 20,182,199	\$ 96,828,459
Bonds payable	<u>15,200,000</u>	<u>25,700,000</u>	<u>48,800,000</u>	<u>89,700,000</u>
	<u>\$ 75,509,503</u>	<u>\$ 42,036,757</u>	<u>\$ 68,982,199</u>	<u>\$ 186,528,459</u>

Additional information about the maturity analysis for lease liabilities

	<b>1-5 Years</b>	<b>5-10 Years</b>	<b>10-15 Years</b>	<b>15-20 Years</b>	<b>20+ Years</b>
<u>June 30, 2023</u>					
Lease liabilities	<u>\$ 6,143,266</u>	<u>\$ 349,145</u>	<u>\$ 76,233</u>	<u>\$ 72,224</u>	<u>\$ 152,595</u>
<u>December 31, 2022</u>					
Lease liabilities	<u>\$ 6,034,197</u>	<u>\$ 427,276</u>	<u>\$ 77,540</u>	<u>\$ 73,019</u>	<u>\$ 145,311</u>
<u>June 30, 2022</u>					
Lease liabilities	<u>\$ 5,867,816</u>	<u>\$ 494,944</u>	<u>\$ 70,982</u>	<u>\$ 70,128</u>	<u>\$ 153,460</u>

e. Transfers of financial assets

The Group transferred a portion of the bankers' acceptances receivable with higher credit ratings in mainland China to the banks for discounting. As the Group has transferred most of all the risks and rewards relating to these instruments, it derecognized the full carrying amount of the receivable. However, if these derecognized bankers' acceptances are not paid at maturity, the banks have the right to request that the Group pay the unsettled balance; therefore, the Group still has continuing involvement in these receivable.

The maximum exposure to loss from the Group's continuing involvement in the derecognized receivable is equal to the face amounts of the transferred but unsettled bills receivable, and as of June 30, 2023, December 31, 2022 and June 30, 2022, the face amounts of these unsettled bills receivable were \$596,088 thousand, \$488,478 thousand and \$269,384 thousand, respectively. The unsettled bills receivable will be due in 12 months after the balance sheet date. Taking into consideration the credit risk of these derecognized bills receivable, the Group estimates that the fair values of its continuing involvement are not significant.

### 35. TRANSACTIONS WITH RELATED PARTIES

Besides the transactions mentioned in the other notes, the transactions for the three months and six months ended June 30, 2023 and 2022 and the related balances as of the balance sheet dates are summarized in the accompanying Tables 2, 3 and 4.

### 36. 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 short-term borrowings, short-term bills payable, tariff duties, long-term borrowings, construction warranties, guarantees for related parties, litigation, and administrative tax remedies.

	<b>June 30, 2023</b>	<b>December 31, 2022</b>	<b>June 30, 2022</b>
Other financial assets - current	\$ 1,929,753	\$ 2,618,740	\$ 2,250,016
Financial assets at amortized cost - non-current	500,000	500,000	500,000
Property, plant and equipment, net	25,165,927	25,877,049	26,297,987
Investment properties	22,950,444	23,064,769	24,848,924
			(Continued)

	<b>June 30, 2023</b>	<b>December 31, 2022</b>	<b>June 30, 2022</b>
Investments accounted for using the equity method	\$ 3,136,859	\$ 3,138,969	\$ 3,027,590
Concessions	822,884	1,120,284	1,256,378
Other financial assets - non-current	<u>1,445,956</u>	<u>1,435,787</u>	<u>1,852,441</u>
	<u>\$ 55,951,823</u>	<u>\$ 57,755,598</u>	<u>\$ 60,033,336</u> (Concluded)

As of June 30, 2023, December 31, 2022 and June 30, 2022, FENC and some of its subsidiaries had provided 60,657 thousand shares of common stock of Far EastTone Telecommunications Co., Ltd. and 10,000 thousand shares of common stock of Yuan Ding Co., Ltd. as collaterals for short-term borrowings, short-term bills payable and long-term borrowings.

### 37. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNIZED COMMITMENTS

In addition to those disclosed in other notes, significant commitments and contingencies of the Group as of June 30, 2023, December 31, 2022 and June 30, 2022 were as follows:

- a. The Group issued but unused letters of credit aggregated at approximately \$815,308 thousand, \$842,034 thousand and \$961,488 thousand as of June 30, 2023, December 31, 2022 and June 30, 2022, respectively.
- b. The Group (except for Far EastTone and its subsidiaries) had unpaid construction contract and property, plant and equipment amounting to \$3,750,449 thousand, \$2,635,882 thousand and \$4,005,873 thousand as of June 30, 2023, December 31, 2022 and June 30, 2022, respectively.

In addition, Far EastTone and its subsidiaries unpaid property, plant, equipment and cellular phone equipment were as follows:

	<b>June 30, 2023</b>	<b>December 31, 2022</b>	<b>June 30, 2022</b>
Unpaid acquisition of property, plant and equipment under contracts	<u>\$ 11,230,786</u>	<u>\$ 11,957,889</u>	<u>\$ 14,261,704</u>
Unpaid acquisition of inventories under contract	<u>\$ 2,811,787</u>	<u>\$ 8,040,670</u>	<u>\$ 2,643,998</u>

- c. There were undelivered cotton contracts which were unable to be cancelled amounting to \$123,170 thousand, \$81,865 thousand and \$173,290 thousand as of June 30, 2023, December 31, 2022 and June 30, 2022, respectively.
- d. Project contracts' costs already signed by Far Eastern General Contractor Inc. (FEGC) amounted to \$68,153,677 thousand, \$67,467,331 thousand and \$44,120,006 thousand as of June 30, 2023, December 31, 2022 and June 30, 2022, respectively.
- e. Far Eastern Electronic Toll Collection Co., Ltd. (FETC) was entrusted by the Taiwan Area National Freeway Bureau (TANFB) to collect electronic tolls on freeways and had signed a third-party benefit trust contract with Far Eastern International Bank Corporation (FEIB) to manage the tolls collected. The trust property for this agreement amounted to \$4,343,111 thousand, \$4,272,826 thousand and \$4,185,659 thousand as of June 30, 2023, December 31, 2022 and June 30, 2022, respectively.

- f. Endorsements and guarantees provided to related parties are shown in Table 6 (attached).
- g. As of June 30, 2011, the usage rate of electronic toll collection (ETC) services had not reached the requirement as stated in the contract of the Electronic Toll Collection BOT Project (“ETC Project”). Thus, Far Eastern Electronic Toll Collection Co., Ltd. (FETC) filed a lawsuit against Taiwan Area National Freeway Bureau (TANFB), and the Supreme Court remanded this case to the Taipei District Court Civil Division in September 2015. FETC had accrued the related penalties, and on October 19, 2018, the Taipei District Court pronounced the judgment in FETC’s favor. The TANFB filed an appeal on November 9, 2018, and the Supreme Court rejected the appeal on June 11, 2019. The TANFB filed an appeal on July 8, 2019, and after being tried by the Supreme Court, the original judgment of second instance was abandoned on January 21, 2021 and sent back to the High Court for retrial. After the trial by Taiwan High Court, the first-instance decision was rendered on November 15, 2022. The subsidiary, FETC received a liquidated damaged of \$17,000 thousand, and both parties did not file an appeal. The judgment was confirmed on December 21, 2022, and the case was concluded.

FETC failed to complete the taximeter system infrastructure within a specified period under the ETC Project requirements. The Taipei District Court Civil Division pronounced on May 20, 2016 that FETC should pay the compensation for breach of contract to TANFB. FETC had filed an appeal on May 31, 2016 and accrued related penalties. The case was concluded on March 20, 2023 by establishing a mediation according to the judge’s suggestion.

### **38. SIGNIFICANT EVENTS AFTER REPORTING PERIODS**

- a. On August 11, 2023, the Company’s board of directors approved to issue unsecured bonds with term of less than ten years and amount of less than \$8,000,000 thousand (or equivalent value in foreign currency) at a unit face value of \$1,000 thousand (face value in foreign currency will be decided by the board of directors); the bonds will be issued one time or multiple times depending on the market condition.
- b. In order to maximize the efficiency of utilizing Far EasTone’s network and spectrum resources, and to enhance Far EasTone’s competitiveness in the 5G markets, on September 4, 2020, the board of directors of Far EasTone resolved to enter into a business cooperation agreement with APTC, which includes issuing new common stock in exchange for part of APTC’s shares held by Hon Hai Precision Industry Co., Ltd. under a share swap arrangement after obtaining approval from the competent authority.

In order to enhance the competitiveness, expand the business scale and achieve operating synergy, on February 25, 2022, Far EasTone’s board of directors resolved to sign a merger agreement with APTC. Far EasTone will be the surviving company and the share exchange ratio is one share of APTC for 0.0934406 share of Far EasTone. Far EasTone expects to issue 356,681 thousand shares to complete the merger. The merger was approved by the NCC and Fair Trade Commission on January 18, 2023 and July 21, 2023, respectively. The base date of the merger has yet to be resolved by Far EasTone. After Far EasTone and APTC completed the merger, the aforementioned share swap contract with HHPI signed on September 4, 2020 will be terminated.

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

The following information was aggregated by the foreign currencies other than functional currencies of the Group 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:

June 30, 2023

	<b>Foreign Currencies (In Thousands)</b>	<b>Exchange Rate</b>	<b>Carrying Amount</b>
<u>Financial assets</u>			
Monetary items			
USD	\$ 335,890	31.14 (USD:NTD)	\$ 10,459,615
USD	103,619	7.272 (USD:RMB)	3,212,683
<u>Financial liabilities</u>			
Monetary items			
USD	129,243	31.14 (USD:NTD)	4,024,627
USD	5,685	7.272 (USD:RMB)	177,031

December 31, 2022

	<b>Foreign Currencies (In Thousands)</b>	<b>Exchange Rate</b>	<b>Carrying Amount</b>
<u>Financial assets</u>			
Monetary items			
USD	\$ 439,961	30.710 (USD:NTD)	\$ 13,511,202
USD	85,243	6.967 (USD:RMB)	2,617,813
<u>Financial liabilities</u>			
Monetary items			
USD	300,628	30.710 (USD:NTD)	9,232,286
USD	6,909	6.967 (USD:RMB)	212,175

June 30, 2022

	<b>Foreign Currencies (In Thousands)</b>	<b>Exchange Rate</b>	<b>Carrying Amount</b>
<u>Financial assets</u>			
Monetary items			
USD	\$ 574,113	29.720 (USD:NTD)	\$ 17,062,638
USD	137,653	6.695 (USD:RMB)	4,091,047
			(Continued)

	<b>Foreign Currencies (In Thousands)</b>	<b>Exchange Rate</b>	<b>Carrying Amount</b>
<u>Financial liabilities</u>			
Monetary items			
USD	\$ 223,102	29.720 (USD:NTD)	\$ 6,630,591 (Concluded)

For the three months and six months ended June 30, 2023 and 2022, (realized and unrealized) net foreign exchange gains were \$344,910 thousand, \$360,952 thousand, \$246,552 thousand and \$496,053 thousand, respectively. It is impractical to disclose net foreign exchange gains (losses) by each significant foreign currency due to the variety of the functional currencies of the Group entities.

#### **40. SEPARATELY DISCLOSED ITEMS**

- a. Information about significant transactions and b. investees
- 1) Financing provided to others: Table 5 (attached)
  - 2) Endorsements/guarantees provided: Table 6 (attached)
  - 3) Marketable securities held: Table 7 (attached)
  - 4) Marketable securities acquired and disposed of at costs or prices at least NT\$300 million or 20% of the paid-in capital: Table 8 (attached)
  - 5) Acquisitions of individual real estate at costs of at least NT\$300 million or 20% of the paid-in capital: Table 9 (attached)
  - 6) Disposals of individual real estate at prices of at least NT\$300 million or 20% of the paid-in capital: None
  - 7) Total purchases from or sales to related parties amounting to at least NT\$100 million or 20% of the paid-in capital: Table 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: Notes 7 and 34
  - 10) Intercompany relationships and significant intercompany transactions: Table 12 (attached)
  - 11) Information on investees: Table 13 (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 14 and 14-1 (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 3, 4, 5, 10, 11 and 12 (attached)
  - 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 the rendering or receipt of services.

d. Information of major shareholders

List all shareholders with ownership of 5% or greater showing the name of the shareholder, the number of shares owned, and percentage of ownership of each shareholder: Table 15 (attached).

## 41. SEGMENT INFORMATION

### Industry Information

The information provided to the Group's chief operating decision maker in order to allocate resources to the segments and assess their performance focuses on types of goods delivered or services provided. The Group defined its operating segments as follows: Petrochemical business, chemical fiber business, textile business, mobile services business, real estate business, investment and other business.

Segment operating income is the profit generated by each operating segment, which excludes interest revenue, revaluation gain on investment properties, gain or loss on disposal of property, plant and equipment, gain or loss on disposal of concessions, gain or loss on disposal of intangible assets, exchange gain or loss, interest expense and income tax expense. It is the measure reported to the chief operating decision maker to allocate resources to the segments and assess their performance.

a. Segment revenue and results

The following was an analysis of the Group's revenue and results from continuing operations by reportable segments.

	<u>Segments Revenue</u>		<u>Segments Profit</u>	
	<u>For the Six Months Ended June 30</u>		<u>For the Six Months Ended June 30</u>	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Petrochemical business			\$ (1,772,493)	\$ (534,289)
Revenue generated from external customers	\$ 7,396,036	\$ 10,868,430		
Intersegment revenue	<u>15,048,198</u>	<u>16,525,927</u>		
	<u>22,444,234</u>	<u>27,394,357</u>		
Polyester business			1,179,771	3,994,359
Revenue generated from external customers	49,361,122	53,744,117		
Intersegment revenue	<u>353,513</u>	<u>839,787</u>		
	<u>49,714,635</u>	<u>54,583,904</u>		
Textile business			318,524	469,228
Revenue generated from external customers	16,391,644	20,323,678		
Intersegment revenue	<u>20,348</u>	<u>13,305</u>		
	<u>16,411,992</u>	<u>20,336,983</u>		
Telecommunication business			6,831,387	6,119,520
Revenue generated from external customers	43,840,283	42,489,626		
Intersegment revenue	<u>163,855</u>	<u>137,954</u>		
	<u>44,004,138</u>	<u>42,627,580</u>		
Property development			1,528,944	786,888
Revenue generated from external customers	4,647,986	2,885,201		
Intersegment revenue	<u>393,135</u>	<u>423,025</u>		
	<u>5,041,121</u>	<u>3,308,226</u>		
Investment and other			1,973,585	908,900
Revenue generated from external customers	6,517,226	4,502,205		
Intersegment revenue	<u>284,005</u>	<u>168,991</u>		
	<u>6,801,231</u>	<u>4,671,196</u>		
Adjustment and elimination	<u>(16,271,099)</u>	<u>(18,090,376)</u>	<u>(33,056)</u>	<u>(32,931)</u>
	<u>\$ 128,146,252</u>	<u>\$ 134,831,870</u>	<u>10,026,662</u>	<u>11,711,675</u>
Interest revenue			414,648	136,396
Exchange gain			246,552	496,053
Interest expense			(2,305,941)	(1,386,661)
Other revenue and income			<u>931,220</u>	<u>(164,684)</u>
Profit before tax			<u>\$ 9,313,141</u>	<u>\$ 10,792,779</u>

Note: The main differences between the total reportable segment revenue and consolidated operating revenue and those between the total reportable segment profit and consolidated operating income were due to the share of the associates' profit and dividend income amounting to \$3,237,285 thousand and \$53,436 thousand for the six months ended June 30, 2023, and amounted to \$2,098,921 thousand and \$52,393 thousand for the six months ended June 30, 2022.

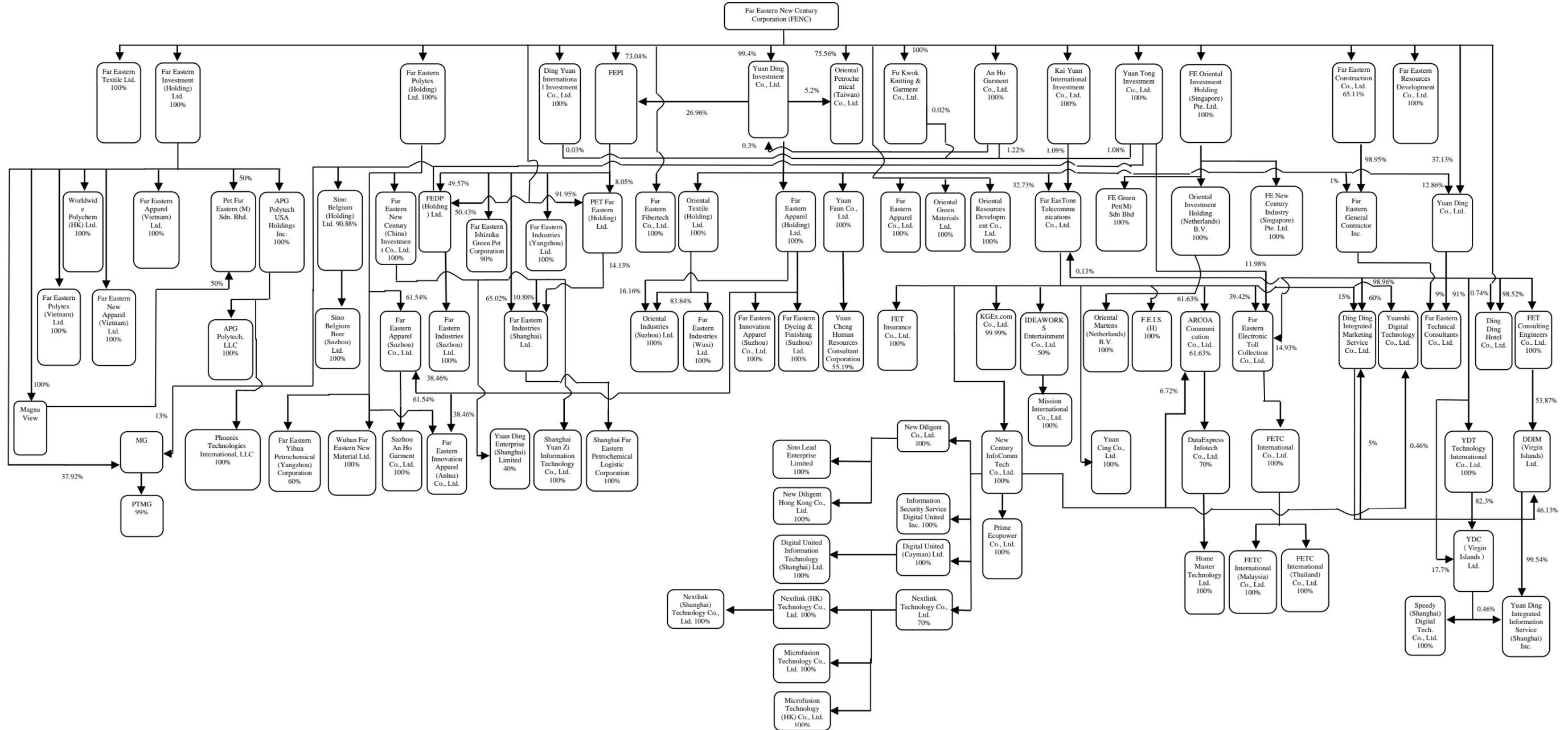
b. Segment total assets and liabilities

Segment total assets and liabilities was not disclosed due to this information was not reviewed by or regularly provided to the chief operating decision maker.

**TABLE 1**

**FAR EASTERN NEW CENTURY CORPORATION AND SUBSIDIARIES**

**INTERCOMPANY RELATIONSHIPS AND PERCENTAGES OF OWNERSHIP  
JUNE 30, 2023**



**FAR EASTERN NEW CENTURY CORPORATION AND SUBSIDIARIES**

**RELATED PARTY NAME AND CATEGORIES  
JUNE 30, 2023**

Related Party Name	Related Party Categories
Asia Cement Corporation	Associates
Oriental Union Chemical Corporation	Associates
Far Eastern Department Stores Co., Ltd.	Associates
Everest Textile Corporation	Associates
Far Eastern International Bank	Associates
Oriental Securities Corporation	Associates
Kowloon Cement Corporation	Associates
Da Ju Fiber Co., Ltd.	Associates
Liquid Air Far East Co., Ltd.	Associates
Freudenberg Far Eastern Spunweb Co., Ltd.	Associates
Yu Yuan Investment Co., Ltd.	Associates
Yue Ming Corporation	Associates
Yu Ding Industry Co., Ltd.	Associates
Far Eastern Union Petrochemical (Yangzhou) Corporation	Associates
Yuan Ding Leasing Corporation	Associates
Far Eastern International Leasing Corporation	Associates
Pacific Liu Tong Investment Co., Ltd.	Associates
OPAS Fund Segregated Portfolio Company	Associates
Drive Catalyst SPC-SP Tranche Two	Associates
Drive Catalyst SPC-SP Tranche Three	Associates
Everest Textile USA, LLC	Associates
FYN Green PET Corporation	Associates
JuAn Long-Age Co., Ltd	Associates
Shanghai Pacific Department Store Co., Ltd.	Other related party (the subsidiary of FENC's associate)
Pacific Dept Stores (Dalian) Co., Ltd.	Other related party (the subsidiary of FENC's associate)
Pacific SOGO Department Stores Co., Ltd.	Other related party (the subsidiary of FENC's associate)
Bai-Ding Investment Corporation	Other related party (the subsidiary of FENC's associate)
Shanghai BaiDing Business Management. Consulting Co., Ltd.	Other related party (the subsidiary of FENC's associate)
Chubei New Century Shopping Mall Co., Ltd.	Other related party (the subsidiary of FENC's associate)
Everest Textile (Shanghai) Ltd.	Other related party (the subsidiary of FENC's associate)
Shanghai Yali Cement Produce Co., Ltd.	Other related party (the subsidiary of FENC's associate)
Nanchang Yali Concrete Produce Co., Ltd.	Other related party (the subsidiary of FENC's associate)
Sichuan Yali Concrete Produce Co., Ltd.	Other related party (the subsidiary of FENC's associate)
Chengdu Yali Cement Produce Co., Ltd.	Other related party (the subsidiary of FENC's associate)
Wuhan Yali Concrete Produce Co., Ltd.	Other related party (the subsidiary of FENC's associate)
Sichuan Yali Transport Co., Ltd.	Other related party (the subsidiary of FENC's associate)
Jiangxi Yali Transport Co., Ltd.	Other related party (the subsidiary of FENC's associate)
Hubei Yali Transport Co., Ltd.	Other related party (the subsidiary of FENC's associate)
Sichuan Lanfeng Cement Co., Ltd.	Other related party (the subsidiary of FENC's associate)

(Continued)

Related Party Name	Related Party Categories
Ya-Li Precast Prestressed Concrete Industries Corporation	Other related party (the subsidiary of FENC's associate)
Ya Li Transportation Corporation	Other related party (the subsidiary of FENC's associate)
Sichuan Yadong Cement Co., Ltd.	Other related party (the subsidiary of FENC's associate)
Jiangxi Yadong Cement Co., Ltd.	Other related party (the subsidiary of FENC's associate)
Wuhan Yadong Cement Co., Ltd.	Other related party (the subsidiary of FENC's associate)
Nanchang Yadong Cement Co., Ltd.	Other related party (the subsidiary of FENC's associate)
Yangzhou Yadong Cement Co., Ltd.	Other related party (the subsidiary of FENC's associate)
Hubei Yadong Cement Co., Ltd.	Other related party (the subsidiary of FENC's associate)
Huanggang Yadong Cement Co., Ltd.	Other related party (the subsidiary of FENC's associate)
Oriental Petrochemical (YangZhou) Corporation	Other related party (the subsidiary of FENC's associate)
Taizhou Yadong Building Material Co., Ltd.	Other related party (the subsidiary of FENC's associate)
Ya Tung Department Store Ltd.	Other related party (the subsidiary of FENC's associate)
Ya Tung Ready-mixed Concrete Corporation	Other related party (the subsidiary of FENC's associate)
Yatung Vietnam Co., Ltd	Other related party (the subsidiary of FENC's associate)
Oriental Securities Investment Consultant Co., Ltd.	Other related party (the subsidiary of FENC's associate)
Asia Cement (China) Holdings Corporation	Other related party (the subsidiary of FENC's associate)
Asia Cement (Singapore) Private Ltd.	Other related party (the subsidiary of FENC's associate)
Asia Investment Corporation	Other related party (the subsidiary of FENC's associate)
Ya Sing Ready-Mixed Concrete Corporation	Other related party (the subsidiary of FENC's associate)
Wuhan Yaxin Cement Co., Ltd.	Other related party (the subsidiary of FENC's associate)
Nan Hwa Cement Corporation	Other related party (the subsidiary of FENC's associate)
FEDS Development Ltd.	Other related party (the subsidiary of FENC's associate)
Chongqing Metropolitan Plaza Pacific Department Store Co., Ltd.	Other related party (the subsidiary of FENC's associate)
Fu Ming Transport Corporation	Other related party (the subsidiary of FENC's associate)
Fu-Da Transport Corporation	Other related party (the subsidiary of FENC's associate)
Chiahui Power Co., Ltd.	Other related party (the subsidiary of FENC's associate)
Far Eastern Ai Mai Co., Ltd.	Other related party (the subsidiary of FENC's associate)
Far Eastern Big City Shopping Malls Co., Ltd.	Other related party (the subsidiary of FENC's associate)
Chongqing FEDS Co., Ltd.	Other related party (the subsidiary of FENC's associate)
Yuan Bo Asset Management Corporation	Other related party (the subsidiary of FENC's associate)
Far Eastern Leasing Corporation	Other related party (the subsidiary of FENC's associate)
Far Eastern Asset Management Corporation	Other related party (the subsidiary of FENC's associate)
Der Ching Investment Corporation	Other related party (the subsidiary of FENC's associate)
Far Eastern City Super Ltd.	Other related party (the subsidiary of FENC's associate)
Oriental Holdings Co., Ltd.	Other related party (the subsidiary of FENC's associate)
Pacific (China) Investment Co., Ltd.	Other related party (the subsidiary of FENC's associate)
FEIB Financial Leasing Co., Ltd.	Other related party (the subsidiary of FENC's associate)
Yuan Long Stainless Steel Corp.	Other related party (the subsidiary of FENC's associate)
Telecommunication & Transportation Foundation	Other related parties (Far EasTone's donation is over one third of the foundation's fund)
Yuan Ze University	Other related parties (the same chairman)
Asia Eastern University of Science and Technology (Oriental Institute of Technology)	Other related parties (the same chairman)
Far Eastern Memorial Hospital	Other related parties (the same chairman)
Far Eastern Medical Foundation	Other related parties (the same chairman)
Far Eastern Y.Z. Hsu Science and Technology Memorial Foundation	Other related parties (the same chairman)

(Continued)

Related Party Name	Related Party Categories
U-Ming Marine Transport Corporation	Other related parties (the same chairman)
Tranquil Enterprise Ltd.	Other related parties (the same chairman)
Far Eastern Polyclinic	Other related parties (the same chairman)
Mr. Xu Yuanzhi Memorial Foundation	Other related party (related party in substance)
TECO Electric & Machinery Co., Ltd.	Other related party (related party in substance)
Kaohsiung Rapid Transit Corporation	Other related party (related party in substance)
U-Ming Marine Transport (Singapore) Private Ltd.	Other related party (related party in substance)
Ding&Ding Management Consultants Co., Ltd.	Other related party (related party in substance)
SYSTEX Corporation	Other related party (related party in substance)
Deutsche Far Eastern Asset Management Co., Ltd. (DFEAMC)	Other related party (related party in substance)
U-Ming Marine Offshore Company Limited	Other related party (related party in substance)
Ishizuka Glass Co., Ltd.	Other related party (related party in substance)
Mitac Incorporated Co., Ltd.	Other related party (related party in substance)
U-Ming Marine (Hong Kong) Transport Corporation	Other related party (related party in substance)
Chang Cheng Holdings Company	Other related party (related party in substance)
STAR RITZ INTERNATIONAL ENTERTAINMENT CO., LTD.	Other related party (related party in substance)
Shih Ya Pin	Other related person (spouse of a director of the Company)
Pai Pei Chi	Other related person (spouse of a director of the Company)

(Concluded)

**TABLE 3****FAR EASTERN NEW CENTURY CORPORATION AND SUBSIDIARIES****CONSOLIDATED RELATED-PARTY TRANSACTIONS****AS OF JUNE 30, 2023 AND 2022****(In Thousands of New Taiwan Dollars)**

	<b>For the Three Months Ended June 30</b>		<b>For the Six Months Ended June 30</b>	
	<b>2023</b>	<b>2022</b>	<b>2023</b>	<b>2022</b>
Operating revenue				
Associates	\$ 314,327	\$ 385,516	\$ 704,522	\$ 737,840
Other related parties	<u>233,523</u>	<u>241,282</u>	<u>453,756</u>	<u>400,078</u>
	<u>\$ 547,850</u>	<u>\$ 626,798</u>	<u>\$ 1,158,278</u>	<u>\$ 1,137,918</u>
Operating cost				
Associates	\$ 294,081	\$ 340,495	\$ 505,581	\$ 656,333
Other related parties	<u>107,293</u>	<u>240,363</u>	<u>186,245</u>	<u>418,769</u>
	<u>\$ 401,374</u>	<u>\$ 580,858</u>	<u>\$ 691,826</u>	<u>\$ 1,075,102</u>
Operating expense				
Associates	\$ 8,470	\$ 6,838	\$ 16,318	\$ 14,707
Other related parties	<u>211,383</u>	<u>251,255</u>	<u>407,654</u>	<u>526,128</u>
	<u>\$ 219,853</u>	<u>\$ 258,093</u>	<u>\$ 423,972</u>	<u>\$ 540,835</u>

The Group had purchased the software equipment and construction contracts from other related parties amounted to \$14,157 thousand, \$30,079 thousand, \$39,414 thousand and \$47,963 thousand for the three months and six months ended June 30, 2023 and 2022, respectively.

For the three months and six months ended June 30, 2023, the Group had sale construction house and parking spaces to other related parties amount of \$22,595 thousand and \$72,181 thousand, and recognized the gain on disposal amount of \$10,706 thousand and \$23,935 thousand.

The fund transaction between the Group and Opas Fund Segregated Portfolio Company (“Opas Company”) was carrying out investment to acquisition the overseas fund through the trading platform of Opas Company. The decisions on overseas mutual funds with different tranches were made by the investment committee which is formed with the Group and other investors. For the six months ended June 30, 2022, the Group acquired funds including OPAS Fund Segregated Portfolio Tranche “C” amounted to \$138,050 thousand.

(Continued)

For the six months ended June 30, 2022, the Group disposed of OPAS Fund Segregated Portfolio Tranche “A” amounted to \$139,125 thousand and gain on disposal amounted to \$11,847 thousand. (Recognized as gain on financial assets at FVTPL.)

For the six months ended June 30, 2022, the Group invested in associates, Drive Catalyst SPC-SP Tranche Two, amounting to \$221,360 thousand.

In December 2022 The Group disposed of part of the land in New Taipei City to other related party, Far Eastern Medical Foundation, and the contract price was in installment payments. As of June 30, 2023, the payment was recognized as other receivables of \$220,000 thousand and long-term receivables of \$1,980,000 thousand.

Lease arrangements - Group is lessee

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2023	2022	2023	2022
Acquisitions of right-of-use assets				
Associates	\$ 3,478	\$ 9,527	\$ 9,524	\$ 14,706
Other related parties	<u>-</u>	<u>284,833</u>	<u>-</u>	<u>284,833</u>
	<u>\$ 3,478</u>	<u>\$ 294,360</u>	<u>\$ 9,524</u>	<u>\$ 299,539</u>
		<b>June 30, 2023</b>	<b>December 31, 2022</b>	<b>June 30, 2022</b>
Lease liabilities				
Associates		\$ 162,410	\$ 249,777	\$ 329,723
Other related parties		<u>934,139</u>	<u>1,002,935</u>	<u>1,071,617</u>
		<u>\$ 1,096,549</u>	<u>\$ 1,252,712</u>	<u>\$ 1,401,340</u>
	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2023	2022	2023	2022
Interest expense				
Associates	\$ 603	\$ 1,066	\$ 1,332	\$ 2,241
Other related parties	<u>2,782</u>	<u>2,788</u>	<u>5,668</u>	<u>5,465</u>
	<u>\$ 3,385</u>	<u>\$ 3,854</u>	<u>\$ 7,000</u>	<u>\$ 7,706</u>
Lease expense				
Associates	\$ 2,553	\$ 2,360	\$ 5,656	\$ 5,206
Other related parties	<u>6,184</u>	<u>4,353</u>	<u>10,853</u>	<u>8,959</u>
	<u>\$ 8,737</u>	<u>\$ 6,713</u>	<u>\$ 16,509</u>	<u>\$ 14,165</u>

(Continued)

The lease contract's terms and conditions between the Group and related party are equivalent to the general lease transaction.

Lease arrangement - Group is lessor

	June 30, 2023	December 31, 2022	June 30, 2022
Operating lease receivable			
Associates	\$ 53,057	\$ 78,269	\$ 68,065
Other related parties	<u>31,951</u>	<u>37,995</u>	<u>29,487</u>
	<u>\$ 85,008</u>	<u>\$ 116,264</u>	<u>\$ 97,552</u>
Future lease receivable			
Associates	\$ 784,383	\$ 950,022	\$ 1,115,300
Other related parties	<u>3,291,498</u>	<u>3,450,560</u>	<u>3,606,414</u>
	<u>\$ 4,075,881</u>	<u>\$ 4,400,582</u>	<u>\$ 4,721,714</u>
	<b>For the Three Months Ended June 30</b>	<b>For the Six Months Ended June 30</b>	
	<b>2023</b>	<b>2022</b>	<b>2023</b>
	<b>2022</b>	<b>2023</b>	<b>2022</b>
Lease revenue			
Associates	\$ 83,911	\$ 85,589	\$ 173,872
Other related parties	<u>94,753</u>	<u>100,167</u>	<u>180,608</u>
	<u>\$ 178,664</u>	<u>\$ 185,756</u>	<u>\$ 354,480</u>
	<u>\$ 178,664</u>	<u>\$ 185,756</u>	<u>\$ 354,480</u>
	<u>\$ 178,664</u>	<u>\$ 185,756</u>	<u>\$ 362,143</u>

The Group leases the plants and spaces for operation and business to associates and other related parties as operating lease. The lease period is 3 to 30 years.

The lease contract's terms and conditions between the Group and related party are equivalent to the general lease transaction.

Compensation of key management personnel:

	<b>For the Three Months Ended June 30</b>		<b>For the Six Months Ended June 30</b>	
	<b>2023</b>	<b>2022</b>	<b>2023</b>	<b>2022</b>
Short-term benefits	\$ 96,082	\$ 104,414	\$ 199,645	\$ 234,432
Post-employment benefits	<u>239</u>	<u>314</u>	<u>424</u>	<u>628</u>
	<u>\$ 96,321</u>	<u>\$ 104,728</u>	<u>\$ 200,069</u>	<u>\$ 235,060</u>

Note: The terms of transactions between related parties were based on agreements.

(Concluded)

**TABLE 4****FAR EASTERN NEW CENTURY CORPORATION AND SUBSIDIARIES****CONSOLIDATED RELATED-PARTY TRANSACTIONS****AS OF JUNE 30, 2023 AND 2022****(In Thousands of New Taiwan Dollars)**

	<b>June 30, 2023</b>	<b>December 31, 2022</b>	<b>June 30, 2022</b>
Notes and accounts receivable			
Associates	\$ 464,903	\$ 435,661	\$ 502,762
Other related parties	<u>454,635</u>	<u>603,759</u>	<u>353,291</u>
	<u>\$ 919,538</u>	<u>\$1,039,420</u>	<u>\$ 856,053</u>
Notes and accounts payable - related parties			
Associates	\$ 111,464	\$ 71,108	\$ 162,562
Other related parties	<u>109,956</u>	<u>197,922</u>	<u>180,427</u>
	<u>\$ 221,420</u>	<u>\$ 269,030</u>	<u>\$ 342,989</u>
Accumulated progress billings (Note)			
Other related parties	<u>\$ 432,616</u>	<u>\$ 363,759</u>	<u>\$ 983,400</u>
Guarantee deposits received			
Associates	\$ 69,313	\$ 61,909	\$ 69,765
Other related parties	<u>96,817</u>	<u>88,752</u>	<u>93,935</u>
	<u>\$ 166,130</u>	<u>\$ 150,661</u>	<u>\$ 163,700</u>
Deferred credit - gains on related parties transactions			
Associates			
Oriental Securities Corporation	\$ 108,651	\$ 108,929	\$ 109,206
Others	2,810	2,810	2,810
Other related parties	<u>9,122</u>	<u>9,122</u>	<u>9,122</u>
	<u>\$ 120,583</u>	<u>\$ 120,861</u>	<u>\$ 121,138</u>

Note: The amount was recognized as contract assets (liabilities).

(Continued)

### Financing to related parties

Loans to related parties (recognized as other receivables):

	<b>June 30, 2023</b>	<b>December 31, 2022</b>	<b>June 30, 2022</b>
Associates			
Far Eastern Union Petrochemical (Yangzhou) Corporation	\$ 2,183,820	\$ 3,129,680	\$ 1,819,990
Da Ju Fiber Corporation	-	800,000	500,000
Yu Ding Industry Co., Ltd.	<u>300,000</u>	<u>300,000</u>	<u>340,000</u>
	<u>\$ 2,483,820</u>	<u>\$ 4,229,680</u>	<u>\$ 2,659,990</u>

Interests income from loans to related parties:

	<b>For the Three Months Ended June 30</b>		<b>For the Six Months Ended June 30</b>	
	<b>2023</b>	<b>2022</b>	<b>2023</b>	<b>2022</b>
Associates	<u>\$ 25,247</u>	<u>\$ 14,389</u>	<u>\$ 50,981</u>	<u>\$ 29,698</u>

Interests expense from loans from associates:

	<b>For the Three Months Ended June 30</b>		<b>For the Six Months Ended June 30</b>	
	<b>2023</b>	<b>2022</b>	<b>2023</b>	<b>2022</b>
Far Eastern International Bank	<u>\$ 311</u>	<u>\$ 236</u>	<u>\$ 450</u>	<u>\$ 492</u>

### Bank deposits, time deposits and other financial assets

	<b>June 30, 2023</b>	<b>December 31, 2022</b>	<b>June 30, 2022</b>
Far Eastern International Bank	<u>\$ 6,319,892</u>	<u>\$ 13,010,657</u>	<u>\$ 10,573,561</u>

The Group had bank deposits and time deposits (recognized as cash and cash equivalents, financial assets at amortized cost and other financial assets) in Far Eastern International Bank. In addition, the deposits included the proceeds of Far EastTone's sale of prepaid cards, sale of international calling cards and highway toll fees which were consigned to Far Eastern International Bank as trust assets, were recognized as other financial assets. The interests income for the three months ended June 30, 2023 and 2022 are \$50,340 thousand, \$11,037 thousand; for the six months ended June 30, 2023 and 2022 are \$111,438 thousand and \$20,663 thousand, respectively.

(Continued)

Financial assets (liabilities) at FVTPL - current

	<b>June 30, 2023</b>	<b>December 31, 2022</b>	<b>June 30, 2022</b>
Far Eastern International Bank	<u>\$ 8,396</u>	<u>\$ (14,398)</u>	<u>\$ 10,745</u>

The Group signed derivative financial instruments which is recognized as financial assets (liabilities) at fair value through profit or loss with Far Eastern International Bank. The gain (loss) of financial assets (liabilities) at FVTPL were \$26,691 thousand, \$55,476 thousand, \$23,019 thousand and \$72,709 thousand for the three months ended June 30, 2023 and 2022, and for the six months ended June 30, 2023 and 2022, respectively.

Note: The terms of transactions between related parties were based on the agreements.

(Concluded)

## FAR EASTERN NEW CENTURY CORPORATION AND SUBSIDIARIES

FINANCING PROVIDED TO OTHERS  
FOR THE SIX MONTHS ENDED JUNE 30, 2023  
(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	\$ -	1.2573	2	\$ -	For revolving fund	\$ -	Promissory note	\$ -	\$ 4,163,722	\$ 20,818,610	Amounts allowed for ending period (Note B); maximum amounts allowed for the period (Note D)
		Kai Yuan International Investment Co., Ltd.	Receivables from related parties	Yes	1,400,000	1,400,000	-	1.1044-1.2573	2	-	For revolving fund	-	Promissory note	-	4,163,722	20,818,610	Amounts allowed for ending period (Note B); maximum amounts allowed for the period (Note D)
		An Ho Garment Co., Ltd.	Receivables from related parties	Yes	600,000	600,000	-	1.1044-1.2573	2	-	For revolving fund	-	Promissory note	-	4,163,722	20,818,610	Amounts allowed for ending period (Note B); maximum amounts allowed for the period (Note D)
		Ding Yuan International Investment Co., Ltd.	Receivables from related parties	Yes	600,000	600,000	300,000	1.1044-1.2573	2	-	For revolving fund	-	Promissory note	-	4,163,722	20,818,610	Amounts allowed for ending period (Note B); maximum amounts allowed for the period (Note D)
		Yu Ding Industry Co., Ltd.	Receivables from related parties	Yes	1,000,000	800,000	300,000	1.1044-1.2573	2	-	For revolving fund	-	Promissory note	-	4,163,722	20,818,610	Amounts allowed for ending period (Note B); maximum amounts allowed for the period (Note D)
		Da Ju Fiber Co., Ltd.	Receivables from related parties	Yes	1,300,000	1,300,000	-	1.2573	2	-	For revolving fund	-	Promissory note	-	4,163,722	20,818,610	Amounts allowed for ending period (Note B); maximum amounts allowed for the period (Note D)
		Far Eastern Resources Development Co., Ltd.	Receivables from related parties	Yes	2,300,000	2,300,000	-	-	2	-	For revolving fund	-	Promissory note	-	4,163,722	20,818,610	Amounts allowed for ending period (Note B); maximum amounts allowed for the period (Note D)
		Oriental Petrochemical (Taiwan) Corporation	Receivables from related parties	Yes	250,000	-	-	-	2	-	For revolving fund	-	Promissory note	-	4,163,722	20,818,610	Amounts allowed for ending period (Note B); maximum amounts allowed for the period (Note D)
2	Yuan Tong Investment Co., Ltd.	Far Eastern Apparel Co., Ltd.	Receivables from related parties	Yes	200,000	-	-	-	2	-	For revolving fund	-	Promissory note	-	3,664,868	4,581,086	Amounts allowed for ending period (Note H); maximum amounts allowed for the period (Note I)
		Yuan Ding Investment Co., Ltd.	Receivables from related parties	Yes	3,611,000	3,611,000	3,611,000	2.0020	2	-	For revolving fund	-	Promissory note	-	3,664,868	4,581,086	Amounts allowed for ending period (Note H); maximum amounts allowed for the period (Note I)
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	0.9120-1.4800	1	1,973,874	Business transaction	-	-	-	1,973,874	12,717,822	Amounts allowed for ending period (Note N); maximum amounts allowed for the period (Note D)
		Far EasTone Telecommunications Co., Ltd.	Receivables from related parties	Yes	9,700,000	9,700,000	8,300,000	0.9120-1.5103	2	-	For revolving fund	-	-	-	9,659,563	12,717,822	Amounts allowed for ending period (Note C); maximum amounts allowed for the period (Note D)

(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	\$ -	\$ 1,569,597	\$ 3,923,994	Amounts allowed for ending period (Note G); maximum amounts allowed for the period (Note I)
5	Far Eastern Investment (Holding) Ltd.	Oriental Textile (Holding) Ltd.	Receivables from affiliates	Yes	1,712,700	1,712,700	1,647,306	-	2	-	For revolving fund	-	Promissory note	-	20,783,891	62,351,673	Amounts allowed for ending period (Note I); maximum amounts allowed for the period (Note L)
		Far Eastern Polychem Industries Ltd.	Receivables from affiliates	Yes	1,245,600	1,245,600	1,245,600	-	2	-	For revolving fund	-	Promissory note	-	20,783,891	62,351,673	Amounts allowed for ending period (Note I); maximum amounts allowed for the period (Note L)
		Far Eastern New Apparel (Vietnam) Ltd.	Receivables from affiliates	Yes	622,800	622,800	-	-	2	-	For revolving fund	-	Promissory note	-	20,783,891	62,351,673	Amounts allowed for ending period (Note I); maximum amounts allowed for the period (Note L)
		FILSYN Corporation	Receivables from affiliates	Yes	280,260	280,260	-	-	2	-	For revolving fund	-	Promissory note	-	16,627,113	16,627,113	Amounts allowed for ending period (Note H); maximum amounts allowed for the period (Note H)
		FYN Green PET Corporation	Receivables from affiliates	Yes	93,420	93,420	-	-	2	-	For revolving fund	-	Promissory note	-	16,627,113	16,627,113	Amounts allowed for ending period (Note H); maximum amounts allowed for the period (Note H)
6	FEDP (Holding) Limited	Sino Belgium (Holding) Ltd.	Receivables from affiliates	Yes	171,270	171,270	171,270	-	2	-	For revolving fund	-	Promissory note	-	620,378	620,378	Amounts allowed for ending period (Note H); maximum amounts allowed for the period (Note H)
		Far Eastern Polytex (Holding) Ltd.	Receivables from affiliates	Yes	62,280	62,280	59,166	-	2	-	For revolving fund	-	Promissory note	-	775,472	2,326,418	Amounts allowed for ending period (Note I); maximum amounts allowed for the period (Note L)
7	APG Polytech USA Holdings, Inc.	Phoenix Technologies International, LLC	Receivables from affiliates	Yes	280,260	280,260	280,260	6.14	2	-	For revolving fund	-	Promissory note	-	10,499,831	31,499,495	Amounts allowed for ending period (Note I); maximum amounts allowed for the period (Note L)
8	FE New Century Industry (Singapore) Pte. Ltd	Far Eastern New Apparel (Vietnam) Ltd	Receivables from affiliates	Yes	93,420	93,420	93,420	6.48	2	-	For revolving fund	-	Promissory note	-	100,175	300,527	Amounts allowed for ending period (Note I); maximum amounts allowed for the period (Note L)
		Far Eastern New Apparel (Vietnam) Ltd.	Receivables from affiliates	Yes	124,560	124,560	124,560	6.48	1	2,705,205	Business transaction	-	Promissory note	-	140,245	140,245	Amounts allowed for ending period (Note J); maximum amounts allowed for the period (Note J)
9	Far Eastern Dyeing & Finishing (Suzhou) Ltd.	Oriental Industries (Suzhou) Ltd.	Other receivables - loans to related parties	Yes	2,526,380	556,660	556,660	2.62-2.77	2	-	For revolving fund	-	Promissory note	-	2,759,734	6,132,743	Amounts allowed for ending period (Note E); maximum amounts allowed for the period (Note F)
		Far Eastern Union Petrochemical (Yangzhou) Corporation	Other receivables - loans to related parties	Yes	428,200	428,200	428,200	2.62-2.77	2	-	For revolving fund	-	Promissory note	-	1,226,548	1,226,548	Amounts allowed for ending period (Note C); maximum amounts allowed for the period (Note C)
		Far Eastern Industries (Shanghai) Ltd.	Other receivables - loans to related parties	Yes	620,890	620,890	620,890	2.77	2	-	For revolving fund	-	Promissory note	-	1,226,548	1,226,548	Amounts allowed for ending period (Note C); maximum amounts allowed for the period (Note C)

(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			
10	Far Eastern Apparel (Suzhou) Co., Ltd.	Oriental Industries (Suzhou) Ltd.	Other receivables - loans to related parties	Yes	\$ 1,070,500	\$ 809,298	\$ 809,298	2.2	2	\$ -	For revolving fund	\$ -	Promissory note	\$ -	\$ 1,315,587	\$ 2,923,528	Amounts allowed for ending period (Note K); maximum amounts allowed for the period (Note M)
11	Far Eastern Industries (Suzhou) Ltd.	Oriental Industries (Suzhou) Ltd.	Other receivables - loans to related parties	Yes	481,597	464,469	464,469	2.2	2	-	For revolving fund	-	Promissory note	-	1,450,947	3,224,327	Amounts allowed for ending period (Note K); maximum amounts allowed for the period (Note M)
		Sino Belgium Beer (Suzhou) Ltd.	Other receivables - loans to related parties	Yes	770,760	770,760	759,627	2.2	2	-	For revolving fund	-	Promissory note	-	1,450,947	3,224,327	Amounts allowed for ending period (Note K); maximum amounts allowed for the period (Note M)
12	Oriental Industries (Suzhou) Ltd.	Far Eastern Apparel (Suzhou) Co., Ltd.	Other receivables - loans to related parties	Yes	214,100	-	-	-	2	-	For revolving fund	-	Promissory note	-	7,644,799	16,988,443	Amounts allowed for ending period (Note E); maximum amounts allowed for the period (Note F)
		Far Eastern Industries (Suzhou) Ltd.	Other receivables - loans to related parties	Yes	42,820	-	-	-	2	-	For revolving fund	-	Promissory note	-	7,644,799	16,988,443	Amounts allowed for ending period (Note E); maximum amounts allowed for the period (Note F)
		Far Eastern Industries (Wuxi) Ltd.	Other receivables - loans to related parties	Yes	214,100	-	-	-	2	-	For revolving fund	-	Promissory note	-	7,644,799	16,988,443	Amounts allowed for ending period (Note E); maximum amounts allowed for the period (Note F)
		Far Eastern Dyeing & Finishing (Suzhou) Ltd.	Other receivables - loans to related parties	Yes	214,100	-	-	-	2	-	For revolving fund	-	Promissory note	-	7,644,799	16,988,443	Amounts allowed for ending period (Note E); maximum amounts allowed for the period (Note F)
		Sino Belgium Beer (Suzhou) Ltd.	Other receivables - loans to related parties	Yes	42,820	-	-	2.47-2.63	2	-	For revolving fund	-	Promissory note	-	7,644,799	16,988,443	Amounts allowed for ending period (Note E); maximum amounts allowed for the period (Note F)
		Far Eastern Union Petrochemical (Yangzhou) Corporation	Other receivables - loans to related parties	Yes	1,241,780	1,241,780	1,241,780	2.56-2.67	2	-	For revolving fund	-	Promissory note	-	3,397,688	3,397,688	Amounts allowed for ending period (Note C); maximum amounts allowed for the period (Note C)
13	Far Eastern Industries (Wuxi) Ltd.	Oriental Industries (Suzhou) Ltd.	Other receivables - loans to related parties	Yes	214,100	-	-	2.2	2	-	For revolving fund	-	Promissory note	-	2,232,675	4,961,500	Amounts allowed for ending period (Note K); maximum amounts allowed for the period (Note M)
		Far Eastern Dyeing & Finishing (Suzhou) Ltd.	Other receivables - loans to related parties	Yes	428,200	428,200	85,640	2.2	2	-	For revolving fund	-	Promissory note	-	2,232,675	4,961,500	Amounts allowed for ending period (Note K); maximum amounts allowed for the period (Note M)
		Far Eastern Industries (Shanghai) Ltd.	Other receivables - loans to related parties	Yes	856,400	856,400	856,400	2.2	2	-	For revolving fund	-	Promissory note	-	992,300	992,300	Amounts allowed for ending period (Note H); 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	38,538	38,538	38,538	2.2	2	-	For revolving fund	-	Promissory note	-	50,945	113,211	Amounts allowed for ending period (Note K); maximum amounts allowed for the period (Note M)
15	Far Eastern Innovation Apparel (Suzhou) Co., Ltd.	Far Eastern Dyeing & Finishing (Suzhou) Ltd.	Other receivables - loans to related parties	Yes	171,280	171,280	171,280	2.2	2	-	For revolving fund	-	Promissory note	-	978,516	2,174,481	Amounts allowed for ending period (Note K); maximum amounts allowed for the period (Note M)
		Oriental Industries (Suzhou) Ltd.	Other receivables - loans to related parties	Yes	942,040	899,220	899,220	2.2	2	-	For revolving fund	-	Promissory note	-	978,516	2,174,481	Amounts allowed for ending period (Note K); maximum amounts allowed for the period (Note M)

(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			
16	Far Eastern Industries (Shanghai) Ltd.	Far Eastern Union Petrochemical (Yangzhou) Corporation	Other receivables - loans to related parties	Yes	\$ 1,284,600	\$ -	\$ -	3.12-3.26	2	\$ -	For revolving fund	\$ -	Promissory note	\$ -	\$ 4,227,587	\$ 4,227,587	Amounts allowed for ending period (Note H); maximum amounts allowed for the period (Note H)
17	Far Eastern New Century (China) Investment Co., Ltd.	FAR EASTERN Industries (Shanghai) Ltd.	Other receivables - loans to related parties	Yes	85,640	85,640	85,640	1.21	2	-	For revolving fund	-	Promissory note	-	1,410,350	1,410,350	Amounts allowed for ending period (Note H); maximum amounts allowed for the period (Note H)
18	Far Eastern Industries (Yangzhou) Ltd.	Oriental Industries (Suzhou) Ltd.	Other receivables - loans to related parties	Yes	428,200	428,200	428,200	2.5	2	-	For revolving fund	-	Promissory note	-	1,226,783	2,726,184	Amounts allowed for ending period (Note K); maximum amounts allowed for the period (Note M)
		Far Eastern Union Petrochemical (Yangzhou) Corporation	Other receivables - loans to related parties	Yes	513,840	513,840	513,840	2.5	2	-	For revolving fund	-	Promissory note	-	545,236	545,236	Amounts allowed for ending period (Note H); maximum amounts allowed for the period (Note H)
19	PET Far Eastern (M) Sdn. Bhd	FE Green PET (M) Sdn. Bhd.	Other receivables - loans to related parties	Yes	249,120	249,120	-	-	2	-	For revolving fund	-	Promissory note	-	255,557	255,557	Amounts allowed for ending period (Note K); maximum amounts allowed for the period (Note K)

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 reviewed financial statements as of June 30, 2023.

C. The limitation is 40% of the net value of the financier based on reviewed financial statements as of June 30, 2023.

D. The limitation is 50% of the net value of the financier based on reviewed financial statements as of June 30, 2023.

E. The limitation is 90% of the net value of the financier based on reviewed financial statements as of June 30, 2023.

F. The limitation is 200% of the net value of the financier based on reviewed financial statements as of June 30, 2023.

G. The limitation is 20% of the net value of the financier based on audited financial statements as of December 31, 2022.

H. The limitation is 40% of the net value of the financier based on audited financial statements as of December 31, 2022.

I. The limitation is 50% of the net value of the financier based on audited financial statements as of December 31, 2022.

J. The limitation is 70% of the net value of the financier based on audited financial statements as of December 31, 2022.

K. The limitation is 90% of the net value of the financier based on audited financial statements as of December 31, 2022.

L. The limitation is 150% of the net value of the financier based on audited financial statements as of December 31, 2022.

M. The limitation is 200% of the net value of the financier based on audited financial statements as of December 31, 2022.

N. 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.

(Concluded)

## FAR EASTERN NEW CENTURY CORPORATION AND SUBSIDIARIES

ENDORSEMENTS/GUARANTEES PROVIDED  
FOR THE SIX MONTHS ENDED JUNE 30, 2023  
(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 (%)(Note L)	Aggregate Endorsement/ Guarantee Limit	Endorsements /Guarantees Given by Parent on Behalf of Subsidiaries (Note M)	Endorsements /Guarantees Given by Subsidiaries on Behalf of Parent (Note M)	Endorsements /Guarantees Given on Behalf of Companies in Mainland China (Note M)	Note
		Name	Relationship											
1	Yuan Ding Investment Co., Ltd.	Da Ju Fiber Co., Ltd.	(Note A)	\$ 20,818,610	\$ 348,000	\$ 348,000	\$ 220,000	\$ -	0.84	\$ 41,637,221	-	-	-	Limits on each counterparty's endorsement/guarantee amounts (Note D); maximum amounts allowed for the period (Note E)
		APG Polytech, LLC	(Note B)	20,818,610	2,304,360	2,304,360	-	-	5.53	21,226,697	-	-	-	Limits on each counterparty's endorsement/guarantee amounts (Note F); maximum amounts allowed for the period (Note G)
		Phoenix Technologies International, LLC	(Note B)	20,818,610	3,114,000	3,114,000	1,354,590	-	7.48	21,226,697	-	-	-	Limits on each counterparty's endorsement/guarantee amounts (Note F); maximum amounts allowed for the period (Note G)
2	Yuan Ding Co., Ltd.	Ding Ding Hotel Co., Ltd.	(Note C)	3,923,994	1,850,000	1,650,000	345,000	350,000	0.78	7,847,989	-	-	-	Limits on each counterparty's endorsement/guarantee amounts (Note J); maximum amounts allowed for the period (Note K)
3	Far Eastern Investment (Holding) Ltd.	APG Polytech, LLC	(Note C)	106,133,485	1,563,228	1,563,228	633,526	-	0.74	212,266,970	-	-	-	Limits on each counterparty's endorsement/guarantee amounts (Note H); maximum amounts allowed for the period (Note I)
		APG Polytech USA Holdings, Inc.	(Note C)	106,133,485	6,444,942	6,444,942	207,600	-	3.04	212,266,970	-	-	-	Limits on each counterparty's endorsement/guarantee amounts (Note H); maximum amounts allowed for the period (Note I)
4	APG Polytech USA Holdings, Inc.	APG Polytech, LLC	(Note C)	106,133,485	62,280	62,280	14,022	-	0.03	212,266,970	-	-	-	Limits on each counterparty's endorsement/guarantee amounts (Note H); maximum amounts allowed for the period (Note I)

Notes: A. Shareholder of the investee provides endorsements/guarantees to the company in proportion to their shareholding percentages.

B. In between companies that were held over 90% of voting shares directly or indirectly by an entity.

C. The Corporation owns directly or indirectly over 50% ownership of the investee company.

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

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

(Continued)

- F. The amount of the collateral/guarantees is based on the lower of 10% of the net value of the ultimate parent company from the reviewed financial statements as of June 30, 2023, and 50% of the net value of Yuan Ding Investment Co., Ltd. from the reviewed financial statements as of June 30, 2023.
- G. The amount of the collateral/guarantees is based on the lower of 10% of the net value of the ultimate parent company from the reviewed financial statements as of June 30, 2023, and the net value of Yuan Ding Investment Co., Ltd. from the reviewed financial statements as of June 30, 2023.
- H. The amount of the collateral/guarantees is based on 50% of the net value of the ultimate parent company from the latest reviewed financial statements.
- I. The amount of the collateral/guarantees is based on the net value of the ultimate parent company from the latest reviewed financial statements.
- J. The amount of the collateral/guarantees is based on 50% of the net value of the guarantor from the latest audited financial statements.
- K. The amount of the collateral/guarantees is based on the net value of the guarantor from the latest audited financial statements.
- L. 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.
- M. 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.

(Concluded)

## FAR EASTERN NEW CENTURY CORPORATION AND SUBSIDIARIES

## MARKETABLE SECURITIES HELD

JUNE 30, 2023

(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	June 30, 2023				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	\$ 20,052,163	21.16	\$ 33,322,703	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	5,189,284	17.06	5,802,473	
	Oriental Union Chemical Corporation	(Note A)	Investments accounted for using the equity method	81,216	1,007,775	9.17	1,798,935	
	Everest Textile Corporation	(Note A)	Investments accounted for using the equity method	108	1,184	0.02	996	
	Oriental Securities Corporation	(Note A)	Investments accounted for using the equity method	141,961	1,938,352	19.65	-	
	Pacific Liu Tong Investment Co., Ltd.	(Note A)	Investments accounted for using the equity method	135,000	2,090,689	16.83	-	
	Far Eastern International Bank	(Note A)	Investments accounted for using the equity method	103,816	1,379,773	2.55	1,235,416	
	Yuan Ding Investment Co., Ltd.	(Note A)	Investments accounted for using the equity method	1,822,822	41,042,707	99.40	-	
	Far Eastern Resources Development Co., Ltd.	(Note A)	Investments accounted for using the equity method	775,836	109,312,494	100.00	-	
	Far Eastern Polytex (Holding) Ltd.	(Note A)	Investments accounted for using the equity method	173	9,274,138	100.00	-	
	Far Eastern Polychem Industries Ltd.	(Note A)	Investments accounted for using the equity method	830,815	6,571,892	73.04	-	
	Yuan Tong Investment Co., Ltd.	(Note A)	Investments accounted for using the equity method	746,644	11,794,278	100.00	-	
	Kai Yuan International Investment Co., Ltd.	(Note A)	Investments accounted for using the equity method	371,671	5,617,852	100.00	-	
	Far Eastern Investment (Holding) Ltd.	(Note A)	Investments accounted for using the equity method	7,478	45,640,637	100.00	-	
	PET Far Eastern (Holding) Ltd.	(Note A)	Investments accounted for using the equity method	507	3,229,018	93.58	-	
	Oriental Petrochemical (Taiwan) Corporation	(Note A)	Investments accounted for using the equity method	1,938,893	10,284,397	75.56	-	
	Far Eastern Construction Co., Ltd.	(Note A)	Investments accounted for using the equity method	270,412	10,687,511	65.11	-	
	Yuan Ding Co., Ltd.	(Note A)	Investments accounted for using the equity method	186,929	3,310,907	37.13	-	
	An Ho Garment Co., Ltd.	(Note A)	Investments accounted for using the equity method	76,629	2,164,316	100.00	-	
	Ding Yuan International Investment Co., Ltd.	(Note A)	Investments accounted for using the equity method	258,756	3,198,958	100.00	-	
	FEDP (Holding) Ltd.	(Note A)	Investments accounted for using the equity method	244	761,101	50.43	-	
	Fu Kwok Knitting & Garment Co., Ltd.	(Note A)	Investments accounted for using the equity method	4,000	333,807	100.00	-	
	Ding Ding Hotel Co., Ltd.	(Note A)	Investments accounted for using the equity method	769	10,164	0.74	-	
	Far Eastern Textile Ltd.	(Note A)	Investments accounted for using the equity method	1,300	14,052	100.00	-	
	FE Oriental Investment Holding (Singapore) Pte. Ltd.	(Note A)	Investments accounted for using the equity method	100	248,737	100.00	-	
	Far Eastern Apparel Co., Ltd.	(Note A)	Investments accounted for using the equity method	44,772	186,680	100.00	-	
	Far Eastern Fibertech Co., Ltd.	(Note A)	Investments accounted for using the equity method	91,000	1,137,701	100.00	-	
Oriental Resources Development Co., Ltd.	(Note A)	Investments accounted for using the equity method	5,739	108,976	100.00	-		
Oriental Green Materials Limited	(Note A)	Investments accounted for using the equity method	66,116	746,412	100.00	-		
Yuan Ding Investment Co., Ltd.	Asia Cement Corporation	(Note A)	Investments accounted for using the equity method	54,302	2,322,508	1.53	2,410,987	8,807 thousand shares pledged or mortgaged as collateral for loans.
	Oriental Union Chemical Corporation	(Note A)	Investments accounted for using the equity method	66,013	982,555	7.45	1,462,181	
	Far Eastern Department Stores Co., Ltd.	(Note A)	Investments accounted for using the equity method	139,785	3,419,438	9.87	3,354,840	
	Everest Textile Corporation	(Note A)	Investments accounted for using the equity method	164,614	1,506,030	23.70	1,514,446	
	Far EasTone Telecommunications Co., Ltd.	(Note A)	Investments accounted for using the equity method	1,066,658	19,005,688	32.73	83,839,288	
	Far Eastern International Bank	(Note A)	Investments accounted for using the equity method	141,238	1,876,628	3.47	1,680,729	
	Far Eastern Polychem Industries Ltd.	(Note A)	Investments accounted for using the equity method	306,644	2,425,770	26.96	-	
	Far Eastern Apparel (Holding) Ltd.	(Note A)	Investments accounted for using the equity method	111	5,342,335	100.00	-	
	Da Ju Fiber Co., Ltd.	(Note A)	Investments accounted for using the equity method	74,886	2,693,424	41.86	-	
	Yuan Faun Co., Ltd.	(Note A)	Investments accounted for using the equity method	6,675	201,106	100.00	-	
	Yue Ming Corporation	(Note A)	Investments accounted for using the equity method	4,745	57,971	45.50	-	
	Yuan Ding Leasing Corporation	(Note A)	Investments accounted for using the equity method	36,706	397,016	46.20	-	
	Liquid Air Far East Co., Ltd.	(Note A)	Investments accounted for using the equity method	86,615	3,554,450	35.00	-	
	Freudenberg Far Eastern Spunweb Co., Ltd.	(Note A)	Investments accounted for using the equity method	33,003	517,889	29.80	-	
	Oriental Securities Corporation	(Note A)	Investments accounted for using the equity method	187,470	2,666,358	25.96	-	

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	June 30, 2023				Note
				Shares or Units (All Common Stock Unless Stated Otherwise) (Thousands)	Carrying Amount	Percentage of Ownership (%)	Market Value or Net Asset Value (Note H)	
Yuan Ding Investment Co., Ltd.	Yuan Ding Co., Ltd.	(Note A)	Investments accounted for using the equity method	64,759	\$ 1,155,738	12.86	\$ -	10,000 thousand shares pledged or mortgaged as collateral for loans.  (Note F)
	Far Eastern International Leasing Corporation	(Note A)	Investments accounted for using the equity method	75,268	940,592	16.87	-	
	Oriental Textile (Holding) Ltd.	(Note A)	Investments accounted for using the equity method	126	9,669,236	100.00	-	
	Pacific Liu Tong Investment Co., Ltd.	(Note A)	Investments accounted for using the equity method	119,653	1,766,896	14.92	-	
	Yu Yuan Investment Co., Ltd.	(Note A)	Investments accounted for using the equity method	98,198	1,014,964	18.96	-	
	Far Eastern General Contractor Inc.	(Note A)	Investments accounted for using the equity method	1,803	32,089	1.00	-	
	Oriental Petrochemical (Taiwan) Corporation	(Note A)	Investments accounted for using the equity method	133,334	725,879	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	74,329	0.16	74,329	
	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	32,554	0.50	32,554	
	U-Ming Marine Transport Corporation	(Note B)	Financial asset at FVTOCI - non-current	8,869	419,504	1.05	419,504	
	Financial assets under asset management contracts (Note E)	-						
	Yuanta U.S. Treasury 20+ Year Bond	-	Financial assets at fair value through profit or loss - current	300	9,477	-	9,477	
	Chung-Hsin Electric & Machinery Mfg. Corp.	-	Financial assets at fair value through profit or loss - current	99	13,563	-	13,563	
	Pan German Universal Motors Ltd	-	Financial assets at fair value through profit or loss - current	15	5,070	-	5,070	
	Delta Electronics, Inc.	-	Financial assets at fair value through profit or loss - current	25	8,613	-	8,613	
	Tatung Company	-	Financial assets at fair value through profit or loss - current	100	5,430	-	5,430	
	Nanya Technology Corporation	-	Financial assets at fair value through profit or loss - current	125	8,850	-	8,850	
	Eva Airways Corporation	-	Financial assets at fair value through profit or loss - current	115	4,577	-	4,577	
	Taiwan High Speed Rail Corporation	-	Financial assets at fair value through profit or loss - current	380	12,217	-	12,217	
	Aerospace Industrial Development Corporation	-	Financial assets at fair value through profit or loss - current	135	8,100	-	8,100	
	Largan Precision Co., Ltd.	-	Financial assets at fair value through profit or loss - current	6	12,780	-	12,780	
	Gongjin Precision Industrial Co., Ltd.	-	Financial assets at fair value through profit or loss - current	10	987	-	987	
	Adata Technology Co., Ltd.	-	Financial assets at fair value through profit or loss - current	158	14,062	-	14,062	
	Auras Technology Co., Ltd.	-	Financial assets at fair value through profit or loss - current	20	5,940	-	5,940	
	Sporton International Inc.	-	Financial assets at fair value through profit or loss - current	2	508	-	508	
	Shinfox Energy Co., Ltd.	-	Financial assets at fair value through profit or loss - current	45	5,288	-	5,288	
	Phison Electronics Corp.	-	Financial assets at fair value through profit or loss - current	15	6,172	-	6,172	
	Merida Industry Co., Ltd.	-	Financial assets at fair value through profit or loss - current	25	5,550	-	5,550	
Century Iron & Steel Industrial Co., Ltd.	-	Financial assets at fair value through profit or loss - current	105	14,280	-	14,280		
Oriental Petrochemical (Taiwan) Corporation 2020 First Term Unsecured Privately Placed Corporate Bonds	(Note A)	Financial assets 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 stock 5,000 Preferred stock 3,000	146,999	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)	1,237,280	100.00	-	
	Worldwide Polychem (HK) Ltd.	(Note A)	Investments accounted for using the equity method	2,700	62,803	100.00	-	
	Opas Fund Segregated Portfolio Company	(Note A)	Investments accounted for using the equity method	(Note G)	1,799	34.00	-	
	Far Eastern Polytex (Vietnam) Ltd.	(Note A)	Investments accounted for using the equity method	(Note G)	14,623,575	100.00	-	
	Far Eastern New Apparel (Vietnam) Ltd.	(Note A)	Investments accounted for using the equity method	(Note G)	512,590	100.00	-	
	Magna View Sdn. Bhd.	(Note A)	Investments accounted for using the equity method	3,000	147,364	100.00	-	
	Malaysia Garment Manufactures Pte. Ltd.	(Note A)	Investments accounted for using the equity method	30	491,111	37.92	-	
	Drive Catalyst SPC	(Note A)	Investments accounted for using the equity method	(Note G)	551	34.00	-	
	APG Polytech USA Holdings, Inc.	(Note A)	Investments accounted for using the equity method	7	23,499,344	100.00	-	
	Drive Catalyst SPC-SP Tranche One	(Note A)	Investments accounted for using the equity method	4	138,946	25.00	-	
	Drive Catalyst SPC-SP Tranche Three	(Note A)	Investments accounted for using the equity method	8	238,464	25.00	-	

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	June 30, 2023				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 Investment (Holding) Ltd.	Drive Catalyst SPC-SP Tranche Two	(Note A)	Investments accounted for using the equity method	8	\$ 260,092	25.00	\$ -	
	Far Eastern International Garments	(Note A)	Other liabilities - other	59	(12,827)	41.00	-	
	Cemtex Apparel Inc.	(Note A)	Other liabilities - other	90	(11,903)	50.00	-	
	Opas Fund Segregated Portfolio Tranche A	(Note K)	Financial assets at fair value through profit or loss - current	4	146,073	-	146,073	
	Opas Fund Segregated Portfolio Tranche B	(Note K)	Financial assets at fair value through profit or loss - current	5	164,915	-	164,915	
APG Polytech USA Holdings, Inc.	Opas Fund Segregated Portfolio Tranche C	(Note K)	Financial assets at fair value through profit or loss - current	5	305,409	-	305,409	
	Corpus Christi Polymers LLC	(Note N)	Investments accounted for using the equity method	(Note G)	16,403,876	33.33	-	
	APG Polytech, LLC	(Note A)	Investments accounted for using the equity method	(Note G)	6,844,422	100.00	-	
Magna View Sdn. Bhd.	Phoenix Technologies International, LLC	(Note A)	Investments accounted for using the equity method	(Note G)	336,732	100.00	-	
	PET Far Eastern (M) Sdn. Bhd.	(Note A)	Investments accounted for using the equity method	Common stock 5,000 Preferred stock 3,000	146,999	50.00	-	
Ding Yuan International Investment Co., Ltd.	Asia Cement Corporation	(Note A)	Investments accounted for using the equity method	9,024	355,355	0.25	400,653	
	Far Eastern Department Stores Co., Ltd.	(Note A)	Investments accounted for using the equity method	11,983	284,605	0.85	287,592	
	Everest Textile Corporation	(Note A)	Investments accounted for using the equity method	6,447	62,795	0.93	59,311	
	Oriental Union Chemical Corporation	(Note A)	Investments accounted for using the equity method	27,365	575,765	3.09	606,146	
	Far EasTone Telecommunications Co., Ltd.	(Note A)	Investments accounted for using the equity method	920	38,882	0.03	72,285	
	Pacific Liu Tong Investment Co., Ltd.	(Note A)	Investments accounted for using the equity method	18,000	260,226	2.24	-	
	Yu Ding Industry Co., Ltd.	(Note A)	Investments accounted for using the equity method	17,121	491,717	13.20	-	
	Far Eastern International Bank	(Note A)	Investments accounted for using the equity method	104,951	1,393,740	2.58	1,248,911	
	U-Ming Marine Transport Corporation	(Note C)	Financial asset at FVTOCI - non-current	1,684	79,653	0.20	79,653	
Kai Yuan International Investment Co., Ltd.	Asia Cement Corporation	(Note A)	Investments accounted for using the equity method	25,112	1,016,750	0.71	1,114,995	5,000 thousand shares pledged or mortgaged as collateral for loans.
	Far EasTone Telecommunications Co., Ltd.	(Note A)	Investments accounted for using the equity method	35,558	1,035,022	1.09	2,794,861	
	Everest Textile Corporation	(Note A)	Investments accounted for using the equity method	4,211	45,183	0.61	38,741	
	Oriental Union Chemical Corporation	(Note A)	Investments accounted for using the equity method	32,474	563,313	3.67	719,303	
	Far Eastern Department Stores Co., Ltd.	(Note A)	Investments accounted for using the equity method	20,672	606,738	1.46	496,133	
	Kowloon Cement Corporation	(Note A)	Investments accounted for using the equity method	1,127	500,386	49.00	-	
	Far Eastern International Leasing Corporation	(Note A)	Investments accounted for using the equity method	74,970	941,557	16.80	-	
	Pacific Liu Tong Investment Co., Ltd.	(Note A)	Investments accounted for using the equity method	18,000	260,427	2.24	-	
	Far Eastern International Bank	(Note A)	Investments accounted for using the equity method	127,414	1,692,606	3.13	1,516,231	
	U-Ming Marine Transport Corporation	(Note C)	Financial asset at FVTOCI - non-current	1,425	67,403	0.17	67,403	
Far Eastern Polychem Industries Ltd.	Far Eastern Industries (Shanghai) Ltd.	(Note A)	Investments accounted for using the equity method	(Note G)	6,116,040	65.02	-	
	PET Far Eastern (Holding) Ltd.	(Note A)	Investments accounted for using the equity method	35	221,525	6.42	-	
	FEDP (Holding) Ltd.	(Note A)	Investments accounted for using the equity method	240	748,122	49.57	-	
	Far Eastern Industries (Yangzhou) Ltd.	(Note A)	Investments accounted for using the equity method	(Note G)	1,365,734	100.00	-	
	Far Eastern Ishizuka Green Pet Corporation	(Note A)	Investments accounted for using the equity method	3,578	1,578,476	90.00	-	
Far Eastern Construction Co., Ltd.	Nippon Parison Co., Ltd.	-	Financial asset at FVTOCI - non-current	4	138,417	10.00	138,417	
	Asia Cement Corporation	(Note A)	Investments accounted for using the equity method	17,726	624,610	0.50	787,039	
	Far Eastern General Contractor Inc.	(Note A)	Investments accounted for using the equity method	178,370	2,984,189	98.95	-	
	U-Ming Marine Transport Corporation	(Note C)	Financial asset at FVTOCI - current	1,590	75,197	0.19	75,197	

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	June 30, 2023				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)	\$ 565,725	38.46	\$ -	
	Far Eastern Dyeing & Finishing (Suzhou) Ltd.	(Note A)	Investments accounted for using the equity method	(Note G)	3,066,372	100.00	-	
	Far Eastern Innovation Apparel (Suzhou) Co., Ltd.	(Note A)	Investments accounted for using the equity method	(Note G)	1,095,432	100.00	-	
	Far Eastern Innovation Apparel (Anhui) Co., Ltd.	(Note A)	Investments accounted for using the equity method	(Note G)	15,104	38.46	-	
	Oriental Industries (Suzhou), Ltd.	(Note A)	Investments accounted for using the equity method	(Note G)	1,372,666	16.16	-	
	Opas Fund Segregated Portfolio Tranche B	(Note K)	Financial assets at fair value through profit or loss - current	4	128,555	-	128,555	
	Opas Fund Segregated Portfolio Tranche C	(Note K)	Financial assets at fair value through profit or loss - current	4	251,485	-	251,485	
Far Eastern Apparel Co., Ltd.	Asia Cement Corporation	(Note A)	Investments accounted for using the equity method	469	16,664	0.01	20,824	
	Far EasTone Telecommunications Co., Ltd.	(Note A)	Investments accounted for using the equity method	90	5,780	-	7,074	
	Yu Ding Industry Co., Ltd.	(Note A)	Investments accounted for using the equity method	11	174	0.01	-	
Far Eastern General Contractor Inc.	Far Eastern Technical Consultants Co., Ltd.	(Note A)	Investments accounted for using the equity method	450	6,877	9.00	-	
	U-Ming Marine Transport Corporation	(Note C)	Financial asset at FVTOCI - current	746	35,309	0.09	35,309	
	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	29,814	16.03	29,814	
	Jih Sun Money Market	-	Financial assets at fair value through profit or loss - current	1,484	22,495	-	22,495	
	CTBC Hwa-win Money Market Fund	-	Financial assets at fair value through profit or loss - current	32,225	362,353	-	362,353	
	Capital Money Market Fund	-	Financial assets at fair value through profit or loss - current	12,159	200,411	-	200,411	
	Union Money Market Fund	-	Financial assets at fair value through profit or loss - current	9,431	127,236	-	127,236	
	Shin Kong Chi-Shin Money Market Fund	-	Financial assets at fair value through profit or loss - current	8,661	136,877	-	136,877	
	FSITC Money Market	-	Financial assets at fair value through profit or loss - current	938	170,784	-	170,784	
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 liabilities - other	(Note G)	(39)	99.00	-	
An Ho Garment Co., Ltd.	Far EasTone Telecommunications Co., Ltd.	(Note A)	Investments accounted for using the equity method	39,898	884,518	1.22	3,135,951	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	261,047	0.17	270,559	
	Oriental Union Chemical Corporation	(Note A)	Investments accounted for using the equity method	11,204	223,789	1.26	248,169	
	Far Eastern Department Stores Co., Ltd.	(Note A)	Investments accounted for using the equity method	370	12,292	0.03	8,875	
	Oriental Securities Corporation	(Note A)	Investments accounted for using the equity method	8,774	114,106	1.21	-	
	Yu Ding Industry Co., Ltd.	(Note A)	Investments accounted for using the equity method	20,324	485,225	15.66	-	
	Pacific Liu Tong Investment Co., Ltd.	(Note A)	Investments accounted for using the equity method	9,681	145,473	1.21	-	
	Yuan Ding Investment Co., Ltd.	(Note A)	Investments accounted for using the equity method	5,502	167,567	0.30	-	
	Far Eastern International Bank	(Note A)	Investments accounted for using the equity method	26,134	347,523	0.64	310,999	
Yuan Faun Co., Ltd.	Yuan Cheng Human Resources Consultant Corporation	(Note A)	Investments accounted for using the equity method	745	12,408	55.19	-	
	Far Eastern International Bank	(Note A)	Investments accounted for using the equity method	5,538	73,727	0.14	65,901	
	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	16,708	0.02	40,872	

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Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	June 30, 2023				Note
				Shares or Units (All Common Stock Unless Stated Otherwise) (Thousands)	Carrying Amount	Percentage of Ownership (%)	Market Value or Net Asset Value (Note H)	
Yuan Tong Investment Co., Ltd.	Far EasTone Telecommunications Co., Ltd.	(Note A)	Investments accounted for using the equity method	35,237	\$ 840,422	1.08	\$ 2,769,631	29,700 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	79,700	2,275,053	5.62	1,912,789	
	Everest Textile Corporation	(Note A)	Investments accounted for using the equity method	6,544	69,021	0.94	60,209	
	Oriental Union Chemical Corporation	(Note A)	Investments accounted for using the equity method	49,942	1,521,947	5.64	1,106,224	
	Asia Cement Corporation	(Note A)	Investments accounted for using the equity method	32,465	1,372,653	0.92	1,441,464	
	Pacific Liu Tong Investment Co., Ltd.	(Note A)	Investments accounted for using the equity method	18,000	259,229	2.24	-	
	Far Eastern Electronic Toll Collection Co., Ltd.	(Note A)	Investments accounted for using the equity method	35,934	635,005	11.98	-	
	Liquid Air Far East Co., Ltd.	(Note A)	Investments accounted for using the equity method	1	51	-	-	
	Sino Belgium (Holding) Ltd.	(Note A)	Other liabilities - other	36	(826,626)	90.88	-	
	Freudenberg Far Eastern Spunweb Co., Ltd.	(Note A)	Investments accounted for using the equity method	3	49	-	-	
	Malaysia Garment Manufactures Pte. Ltd.	(Note A)	Investments accounted for using the equity method	10	168,366	13.00	-	
	Far Eastern International Bank	(Note A)	Investments accounted for using the equity method	127,159	1,688,551	3.12	1,513,196	
	Ding Shen Investment Co., Ltd.	(Note M)	Financial asset at FVTOCI - non-current	40,329	332,308	18.00	332,308	
	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 U.S. Treasury 20+ Year Bond	-	Financial assets at fair value through profit or loss - current	170	5,370	-	5,370	
	Chung-Hsin Electric & Machinery Mfg. Corp.	-	Financial assets at fair value through profit or loss - current	80	10,960	-	10,960	
	Longchen Paper & Packaging Co., Ltd.	-	Financial assets at fair value through profit or loss - current	200	3,430	-	3,430	
	Pan German Universal Motors Ltd.	-	Financial assets at fair value through profit or loss - current	10	3,380	-	3,380	
	Delta Electronics, Inc.	-	Financial assets at fair value through profit or loss - current	20	6,890	-	6,890	
	Nanya Technology Corporation	-	Financial assets at fair value through profit or loss - current	90	6,372	-	6,372	
	Eva Airways Corporation	-	Financial assets at fair value through profit or loss - current	100	3,980	-	3,980	
	Taiwan High Speed Rail Corporation	-	Financial assets at fair value through profit or loss - current	230	7,395	-	7,395	
	Aerospace Industrial Development Corporation	-	Financial assets at fair value through profit or loss - current	75	4,500	-	4,500	
	La Kaffa International Co., Ltd.	-	Financial assets at fair value through profit or loss - current	40	6,820	-	6,820	
	Largan Precision Co., Ltd.	-	Financial assets at fair value through profit or loss - current	4	8,520	-	8,520	
	Adata Technology Co., Ltd.	-	Financial assets at fair value through profit or loss - current	30	2,670	-	2,670	
	Auras Technology Co., Ltd.	-	Financial assets at fair value through profit or loss - current	15	4,455	-	4,455	
	Fiber Optic Communications, Inc.	-	Financial assets at fair value through profit or loss - current	110	4,576	-	4,576	
	Shinfox Energy Co., Ltd.	-	Financial assets at fair value through profit or loss - current	30	3,525	-	3,525	
	Phison Electronics Corp.	-	Financial assets at fair value through profit or loss - current	13	5,349	-	5,349	
	Kaori Heat Treatment Co., ltd	-	Financial assets at fair value through profit or loss - current	10	3,385	-	3,385	
	Merida Industry Co., ltd.	-	Financial assets at fair value through profit or loss - current	15	3,330	-	3,330	
	Century Iron And Steel Industrial Co., Ltd.	-	Financial assets at fair value through profit or loss - current	70	9,520	-	9,520	
Far Eastern Apparel (Suzhou) Co., Ltd.	Suzhou An Ho Apparel Ltd.	(Note A)	Investments accounted for using the equity method	(Note G)	57,062	100.00	-	
PET Far Eastern (Holding) Ltd.	Far Eastern Industry (Shanghai) Ltd.	(Note A)	Investments accounted for using the equity method	(Note G)	1,329,124	14.13	-	
	Far Eastern Union Petrochemical (Yangzhou) Corporation	(Note A)	Investments accounted for using the equity method	(Note G)	2,787,407	44.20	-	
Oriental Textile (Holding) Ltd.	Far Eastern Industries (Wuxi) Ltd.	(Note A)	Investments accounted for using the equity method	(Note G)	3,611,744	100.00	-	
	Oriental Industries (Suzhou) Ltd.	(Note A)	Investments accounted for using the equity method	(Note G)	7,121,555	83.84	-	
	Opas Fund Segregated Portfolio Tranche A	(Note K)	Financial assets at fair value through profit or loss - current	8	306,085	-	306,085	
	Opas Fund Segregated Portfolio Tranche C	(Note K)	Financial assets at fair value through profit or loss - current	5	354,265	-	354,265	
FEDP (Holding) Ltd.	Far Eastern Industries (Suzhou) Ltd.	(Note A)	Investments accounted for using the equity method	(Note G)	1,276,561	100.00	-	
FE Oriental Investment Holding (Singapore) Pte. Ltd.	FE New Century Industry (Singapore) Pte. Ltd.	(Note A)	Investments accounted for using the equity method	49	99,015	100.00	-	
	Oriental Investment Holding (Netherlands) B.V.	(Note A)	Investments accounted for using the equity method	20	69,968	100.00	-	
	FE Green PET (M) Sdn. Bhd.	(Note A)	Investments accounted for using the equity method	23,113	146,130	100.00	-	

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Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	June 30, 2023				Note	
				Shares or Units (All Common Stock Unless Stated Otherwise) (Thousands)	Carrying Amount	Percentage of Ownership (%)	Market Value or Net Asset Value (Note H)		
FE New Century Industrial (Singapore) Pte. Ltd.	FYN Green PET Corporation	(Note A)	Prepayment for investment (accounted for other non-current assets)	Preferred stock 23	\$ 140,130	8.26	\$ -	(Note P)	
Oriental Investment Holding (Netherlands) B.V.	Oriental Martens (Netherlands) B.V.	(Note A)	Investments accounted for using the equity method	-	-	100.00	-	(Note O)	
Far Eastern Polytex (Holding) Ltd.	Wuhan Far Eastern New Material Ltd.	(Note A)	Investments accounted for using the equity method	(Note G)	928,190	100.00	-		
	Far Eastern Apparel (Suzhou) Co., Ltd.	(Note A)	Investments accounted for using the equity method	(Note G)	905,218	61.54	-		
	Far Eastern New Century (China) Investment Co., Ltd.	(Note A)	Investments accounted for using the equity method	(Note G)	3,369,695	100.00	-		
	Far Eastern Yihua Petrochemical (Yangzhou) Corporation	(Note A)	Investments accounted for using the equity method	(Note G)	4,103,578	60.00	-		
Far Eastern New Century (China) Investment Co., Ltd.	Far Eastern Innovation Apparel (Anhui) Co., Ltd.	(Note A)	Investments accounted for using the equity method	(Note G)	24,167	61.54	-		
	Far Eastern Industries (Shanghai) Ltd.	(Note A)	Investments accounted for using the equity method	(Note G)	1,023,416	10.88	-		
	Shanghai Yuan Zi Information Technology Co., Ltd.	(Note A)	Investments accounted for using the equity method	(Note G)	58,906	100.00	-		
Sino Belgium (Holding) Ltd.	Yuan Ding Enterprise (Shanghai) Limited	(Note A)	Investments accounted for using the equity method	(Note G)	2,568,971	40.00	-		
	Sino Belgium Beer (Suzhou) Ltd.	(Note A)	Other liabilities - other	(Note G)	(754,349)	100.00	-		
Far Eastern Industry (Shanghai) Ltd.	Shanghai Far Eastern Petrochemical Logistic Corporation	(Note A)	Investments accounted for using the equity method	(Note G)	161,917	100.00	-		
Far Eastern Yihua Petrochemical (Yangzhou) Corporation	Harvest Money Market A	-	Financial assets at fair value through profit or loss - current	264,338	1,131,897	-	1,131,897		
Yuan Ding Co., Ltd.	YDT Technology International Co., Ltd.	(Note A)	Investments accounted for using the equity method	13,992	266,018	100.00	-		
	Ding Ding Integrated Marketing Service Co., Ltd.	(Note A)	Investments accounted for using the equity method	21,787	118,894	60.00	-		
	Far Eastern Technical Consultants Co., Ltd.	(Note A)	Investments accounted for using the equity method	4,550	68,324	91.00	-		
	YDC (Virgin Islands) Ltd.	(Note A)	Investments accounted for using the equity method	(Note G)	9,744	17.70	-		
	FET Consulting Engineers Co., Ltd.	(Note A)	Investments accounted for using the equity method	(Note A)	2,500	43,161	100.00	-	
	Asia Cement Corporation	(Note A)	Investments accounted for using the equity method	(Note A)	5,329	217,881	0.15	236,591	
	Far Eastone Telecommunications Co., Ltd.	(Note A)	Investments accounted for using the equity method	(Note A)	4,164	96,619	0.13	327,251	
	Yu Yuan Investment Co., Ltd.	(Note A)	Investments accounted for using the equity method	(Note A)	129,637	2,126,703	25.02	-	119,000 thousand shares pledged or mortgaged as collateral for loans.
	Yue Ming Corporation	(Note A)	Investments accounted for using the equity method	(Note A)	104	505	1.00	-	
	Yu Ding Industry Co., Ltd.	(Note A)	Investments accounted for using the equity method	(Note A)	3,363	79,875	2.59	-	
	FEDS Asia Pacific Development Co., Ltd.	(Note A)	Investments accounted for using the equity method	(Note A)	10,650	142,661	5.00	-	10,236 thousand shares pledged or mortgaged as collateral for loans.
	Far Eastern Electronic Toll Collection Co., Ltd.	(Note A)	Investments accounted for using the equity method	(Note A)	44,796	786,076	14.93	-	
	Ding Ding Integrated Marketing Service Co., Ltd.	Far Eastern International Bank	(Note A)	Investments accounted for using the equity method	(Note A)	9,880	131,463	0.24	117,568
Ding Ding Hotel Co., Ltd.		(Note A)	Investments accounted for using the equity method	(Note A)	102,509	412,240	98.52	-	
Far Eastern New Century Corporation		(Note D)	Financial assets at fair value through profit or loss - current	(Note A)	779	26,031	-	26,031	
DDIM (Virgin Islands) Ltd.		(Note A)	Investments accounted for using the equity method	(Note G)	16,800	46.13	-		
Far Eastern Technical Consultants Co., Ltd.	Pacific SOGO Department Stores Co., Ltd.	(Note J)	Financial asset at FVTOCI - non-current	(Note J)	1	43	-	43	
	Cosmos Foreign Exchange Intl. Co., Ltd.	-	Financial asset at FVTOCI - non-current	(Note J)	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)	19,619	53.87	-		
YDC (Virgin Islands) Ltd.	Yuan Ding Integrated Information Service (Shanghai) Inc.	(Note A)	Investments accounted for using the equity method	(Note G)	168	0.46	-		
	Speedy (Shanghai) digital Tech. Co., Ltd.	(Note A)	Investments accounted for using the equity method	(Note G)	32,927	100.00	-		

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Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	June 30, 2023				Note
				Shares or Units (All Common Stock Unless Stated Otherwise) (Thousands)	Carrying Amount	Percentage of Ownership (%)	Market Value or Net Asset Value (Note H)	
DDIM (Virgin Islands) Ltd.	Yuan Ding Integrated Information Service (Shanghai) Inc.	(Note A)	Investments accounted for using the equity method	(Note G)	\$ 36,322	99.54	\$ -	
YDT Technology International Co., Ltd.	Everest Textile Corporation	(Note A)	Investments accounted for using the equity method	101	851	0.01	928	
	Far Eastern Department Stores Co., Ltd.	(Note A)	Investments accounted for using the equity method	2,764	100,446	0.20	66,333	
	Asia Cement Corporation	(Note A)	Investments accounted for using the equity method	61	2,460	-	2,688	
	YDC (Virgin Islands) Ltd.	(Note A)	Investments accounted for using the equity method	(Note G)	45,305	82.30	-	
	Far Eastern International Bank	(Note A)	Investments accounted for using the equity method	3,474	46,656	0.09	41,344	
	Oriental Securities Investment Consultant Co., Ltd.	(Note J)	Financial asset at FVTOCI - non-current	1	11	-	11	
Far Eastern Electronic Toll Collection Co., Ltd.	FETC International Co., Ltd.	(Note A)	Other liabilities - other	20,000	(66,497)	100.00	-	
	Millerful No.1 REIT	-	Financial asset at FVTOCI - non-current	47,010	471,515	-	471,515	
	Subordinated perpetual corporate bonds of Cathy Life Insurance Co., Ltd.	-	Financial assets at amortized cost - non-current	5,000	500,000	-	-	5,000 thousand shares pledged or mortgaged as collateral for loans.
FETC International Co., Ltd.	FETC International (Thailand) Co., Ltd.	(Note A)	Investments accounted for using the equity method	8,200	81,912	100.00	-	
	FETC International (Malaysia) Co., Ltd.	(Note A)	Investments accounted for using the equity method	100	712	100.00	-	
Far EasTone Telecommunications Co., Ltd.	New Century InfoComm Tech Co., Ltd.	(Note A)	Investments accounted for using the equity method	2,100,000	25,524,759	100.00	-	
	ARCOA Communication Co., Ltd.	(Note A)	Investments accounted for using the equity method	82,762	640,487	61.63	-	
	KGEx.com Co., Ltd.	(Note A)	Investments accounted for using the equity method	68,897	841,186	99.99	-	
	Yuanshi Digital Technology Co., Ltd.	(Note A)	Investments accounted for using the equity method	80,404	151,672	98.96	-	
	Yuan Cing Co., Ltd.	(Note A)	Investments accounted for using the equity method	2,000	53,885	100.00	-	
	Far Eastern Info Service (Holding) Ltd.	(Note A)	Investments accounted for using the equity method	1	5,535	100.00	-	
	IDEAWORKS Entertainment Co., Ltd.	(Note A)	Investments accounted for using the equity method	8,250	73,756	50.00	-	
	FarEasTone Property Insurance Agent Co., Ltd.	(Note A)	Investments accounted for using the equity method	500	53,287	100.00	-	
	Far Eastern Electronic Toll Collection Co., Ltd.	(Note A)	Investments accounted for using the equity method	118,251	1,667,215	39.42	-	
	Ding Integrated Marketing Service Co., Ltd.	(Note A)	Investments accounted for using the equity method	5,447	27,338	15.00	-	
	App Works Fund II Co., Ltd.	(Note L)	Financial asset at FVTOCI - non-current	5,355	84,101	11.11	84,101	
	CDIB Capital Innovation Accelerator Co., Ltd.	(Note L)	Financial asset at FVTOCI - non-current	9,000	154,165	10.71	154,165	
	LINE Bank Taiwan Limited	-	Financial asset at FVTOCI - non-current	37,500	320,240	2.50	320,240	
	LI TV (Taiwan) Inc	-	Financial asset at FVTOCI - non-current	1,250	16,405	2.50	16,405	
	Asia Pacific Telecom Co., Ltd	-	Financial asset at FVTOCI - non-current	500,000	3,345,000	11.58	3,345,000	
	IHH Co., Ltd.	-	Financial asset at FVTOCI - non-current	992	39,676	19.59	39,676	
ARCOA Communication Co., Ltd.	DataExpress Infotech Co., Ltd.	(Note A)	Investments accounted for using the equity method	17,043	285,604	70.00	-	
	THI consultants	(Note L)	Financial asset at FVTOCI - non-current	1,214	12,190	18.32	12,190	
	Web Point Co., Ltd.	-	Financial asset at FVTOCI - non-current	161	1,618	0.63	1,618	
New Century InfoComm Tech Co., Ltd.	New Diligent Co., Ltd.	(Note A)	Investments accounted for using the equity method	54,000	84,446	100.00	-	
	Information Security Service Digital United Inc.	(Note A)	Investments accounted for using the equity method	12,029	151,973	100.00	-	
	Digital United (Cayman) Ltd.	(Note A)	Investments accounted for using the equity method	10,320	175,946	100.00	-	
	Yuanshi Digital Technology Co., Ltd.	(Note A)	Investments accounted for using the equity method	375	707	0.46	-	
	Ding Ding Integrated Marketing Service Co., Ltd.	(Note A)	Investments accounted for using the equity method	1,816	9,113	5.00	-	
	Prime EcoPower Co., Ltd.	(Note A)	Investments accounted for using the equity method	16,000	139,838	100.00	-	
	Drive Catalyst SPC-SP Tranche One	(Note A)	Investments accounted for using the equity method	4	138,946	25.00	-	
	Drive Catalyst SPC-SP Tranche Two	(Note A)	Investments accounted for using the equity method	8	260,092	25.00	-	
	Drive Catalyst SPC-SP Tranche Three	(Note A)	Investments accounted for using the equity method	8	238,464	25.00	-	
	Nextlink Technology Co., Ltd.	(Note A)	Investments accounted for using the equity method	13,466	501,488	70.00	-	
	Ju An Long-Age Co., Ltd	(Note A)	Investments accounted for using the equity method	1,000	12,679	25.00	-	
	ARCOA Communication Co., Ltd.	(Note A)	Investments accounted for using the equity method	9,026	121,573	6.72	-	
	Kaohsiung Rapid Transit Corporation	(Note K)	Financial asset at FVTOCI - non-current	8,858	47,569	3.18	47,569	
	Bank Pro E-service Technology Co., Ltd.	-	Financial asset at FVTOCI - non-current	600	4,500	3.33	4,500	
	Changing.ai Inc.	-	Financial asset at FVTOCI - non-current	500	27,866	2.27	27,866	
	Opas Fund Segregated Portfolio Tranche A	(Note K)	Financial assets at fair value through profit or loss - current	10	364,452	-	364,452	
	Opas Fund Segregated Portfolio Tranche B	(Note K)	Financial assets at fair value through profit or loss - current	5	172,450	-	172,450	
	Opas Fund Segregated Portfolio Tranche C	(Note K)	Financial assets at fair value through profit or loss - current	2	148,776	-	148,776	

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Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	June 30, 2023				Note
				Shares or Units (All Common Stock Unless Stated Otherwise) (Thousands)	Carrying Amount	Percentage of Ownership (%)	Market Value or Net Asset Value (Note H)	
IDEAWORKS Entertainment Co., Ltd.	Mission International Co., Ltd.	(Note A)	Investments accounted for using the equity method	16,000	\$ 144,135	100.00	\$ -	
New Diligent Co., Ltd.	Sino Lead Enterprise Limited	(Note A)	Investments accounted for using the equity method	30	426	100.00	-	
	New Diligent Hong Kong Co., Ltd.	(Note A)	Investments accounted for using the equity method	(Note G)	2,424	100.00	-	
DataExpress Infotech Co., Ltd.	Home Master Technology Ltd.	(Note A)	Investments accounted for using the equity method	(Note G)	67,905	100.00	-	
Nextlink Technology Co., Ltd.	Microfusion Technology Co., Ltd.	(Note A)	Investments accounted for using the equity method	4,495	79,124	100.00	-	
	Nextlink (HK) Technology Co., Ltd.	(Note A)	Investments accounted for using the equity method	-	59,477	100.00	-	
	Microfusion Technology (HK) Co., Ltd.	(Note A)	Investments accounted for using the equity method	-	2,506	100.00	-	
	Microfusion Technology (My) Sdn. Bhd.	(Note A)	Investments accounted for using the equity method	-	-	-	-	(Note Q)
	Nextlink (Sg) Technology Pte. Ltd.	(Note A)	Investments accounted for using the equity method	-	-	-	-	(Note R)
Digital United (Cayman) Ltd.	Digital United Information Technology (Shanghai) Ltd.	(Note A)	Investments accounted for using the equity method	(Note G)	15,516	100.00	-	
	TBCASoft, Inc.	-	Financial asset at FVTOCI - non-current	727	86,467	4.59	86,467	
Nextlink (HK) Technology Co., Ltd.	Nextlink (Shanghai) Technology Co., Ltd.	(Note A)	Investments accounted for using the equity method	(Note G)	2,496	70.00	-	

Notes: A. The investee company using equity-method.

B. The investors and investees are the same chairman.

C. The vice 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. Limited company.

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 Martens (Netherlands) B.V. was established and registered on February 12, 2020, but as of June 30, 2023, the relevant investment funds have not been remitted.

P. As of June 30, 2023, the process of cash capital increase has not completed, as it is recognized as prepayment for investments (accounting for other non-current assets).

Q. Established and registered on January 13, 2023, and as of June 30, 2023, the investment funds have not been remitted.

R. Established and registered on March 31, 2023, and as of June 30, 2023, the investment funds have not been remitted.

(Concluded)

## FAR EASTERN NEW CENTURY CORPORATION AND SUBSIDIARIES

MARKETABLE SECURITIES ACQUIRED AND DISPOSED AT COSTS OR PRICES OF AT LEAST \$300 MILLION OR 20% OF THE PAID-IN CAPITAL  
FOR THE SIX MONTHS ENDED JUNE 30, 2023  
(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 Investment (Holding) Ltd.	Investments accounted for using the equity method	Issuance of common stock for cash	(Note A)	6,851	\$ 40,993,789	627	\$ 3,769,255	-	\$ -	\$ -	\$ -	\$ 877,593	7,478	\$ 45,640,637
	PET Far Eastern (Holding) Ltd.	Investments accounted for using the equity method	Issuance of common stock for cash	(Note A)	397	3,015,403	110	814,797	-	-	-	-	(601,182)	507	3,229,018
Yuan Ding Investment Co., Ltd.	Oriental Textile (Holding) Ltd.	Investments accounted for using the equity method	Issuance of common stock for cash	(Note A)	110	8,583,122	16	1,230,739	-	-	-	-	(144,625)	126	9,669,236
Far Eastern Investment (Holding) Ltd.	APG Polytech USA Holdings, Inc.	Investments accounted for using the equity method	Issuance of common stock for cash	(Note A)	6	US\$ 680,914	1	US\$ 68,440	-	-	-	-	US\$ 5,281	7	US\$ 754,635
APG Polytech USA Holdings, Inc.	Corpus Christi Polymers LLC	Investments accounted for using the equity method	Issuance of common stock for cash	(Note C)	(Note D)	US\$ 459,665	(Note D)	US\$ 68,415	-	-	-	-	US\$ (1,302)	(Note D)	US\$ 526,778
Yuan Tone Investment Co., Ltd.	Far EasTone Telecommunications Co., Ltd.	Investments accounted for using the equity method	-	(Note A)	100,237	2,549,498	-	-	65,000	4,992,000	1,759,401	(Note F)	50,325	35,237	840,422
Far Eastern Apparel (Holding) Ltd.	Oriental Industries (Suzhou) Ltd.	Investments accounted for using the equity method	Issuance of common stock for cash	(Note A)	-	-	(Note D)	US\$ 43,000	-	-	-	-	1,080	(Note D)	US\$ 44,080
PET Far Eastern (Holding) Ltd.	Far Eastern Union Petrochemical (Yangzhou) Corporation	Investments accounted for using the equity method	Issuance of common stock for cash	(Note B)	(Note D)	RMB 522,481	(Note D)	RMB 189,873	-	-	-	-	RMB (61,395)	(Note D)	RMB 650,959
Oriental Textile (Holding) Ltd.	Far Eastern Industries (Wuxi) Ltd.	Investments accounted for using the equity method	Issuance of common stock for cash	(Note A)	(Note D)	US\$ 83,157	(Note D)	US\$ 40,000	-	-	-	-	US\$ (7,173)	(Note D)	US\$ 115,984
Far Eastern Industries (Yangzhou) Ltd.	Harvest Money Market A	Financial asset at fair value through profit or loss - current	-	(Note B)	578,291	RMB 578,291	6,012	RMB 6,012	320,000	RMB 320,000	RMB 320,000	-	RMB 35 (Note E)	264,338	RMB 264,338
Far EasTone Telecommunications Co., Ltd.	YUANSHI DIGITAL TECHNOLOGY CO., LTD.	Investments accounted for using the equity method	Issuance of common stock for cash	(Note A)	10,821	(445,664)	69,583	695,827	-	-	-	-	(98,491)	80,404	151,672

Notes: A. Subsidiaries.

B. Associate.

C. It is joint operation of individuals.

D. It is a limited company.

E. It is gains or losses on financial asset at fair value through profit or loss.

F. There was no gain or loss on disposal because it was an equity transaction.

**FAR EASTERN NEW CENTURY CORPORATION AND SUBSIDIARIES**

**ACQUISITION OF INDIVIDUAL REAL ESTATE AT COSTS OF AT LEAST NT\$300 MILLION OR 20% OF THE PAID-IN CAPITAL  
FOR THE SIX MONTHS ENDED JUNE 30, 2023  
(In Thousands of New Taiwan Dollars)**

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 Construction Co., Ltd.	Land in Xinyi District, Taipei City	2023/6/27(Note)	\$ 465,225	Unpaid	Non-related parties	-	-	-	\$ -	Valuation report issued by Cushman & Wakefield Appraisers Valuation report issued by Zonetal Real Estate Appraisal Firm	Construction land	-	

Note: The transfer registration was completed on July 14, 2023.

## FAR EASTERN NEW CENTURY CORPORATION AND SUBSIDIARIES

TOTAL PURCHASES FROM OR SALES TO RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL  
FOR THE SIX MONTHS ENDED JUNE 30, 2023  
(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) Ltd.	(Note A)	Sale	\$ 1,681,830	(8)	Based on contract	-	-	\$ -	-	\$ 1,702,972	23	
	APG Polytech, LLC	(Note A)	Sale	(382,999)	(2)	Based on contract	-	-	-	-	252,113	3	
	Far Eastern Industries (Shanghai) Ltd.	(Note A)	Sale	(377,250)	(2)	Based on contract	-	-	-	-	125,230	2	
	Far Eastern Ishizuka Green Pet Corporation	(Note A)	Sale	(455,425)	(2)	Based on contract	-	-	-	-	248,922	3	
	Oriental Investment Holding (Netherlands) B.V.	(Note A)	Sale	(115,091)	(1)	Based on contract	-	-	-	-	86,042	1	
	Oriental Industries (Suzhou) Ltd.	(Note A)	Sale	(100,291)	-	Based on contract	-	-	-	-	44,592	1	
	Far Eastern Polytex (Vietnam) Ltd.	(Note A)	Sale	(110,686)	(1)	Based on contract	-	-	-	-	45,371	1	
	Freudenberg Far Eastern Spunweb Co., Ltd.	(Note D)	Sale	(254,276)	(1)	Based on contract	-	-	-	-	84,821	1	
	Oriental Green Materials Limited	(Note A)	Purchase	863,170	4	Based on contract	-	-	-	-	(121,899)	(4)	
	Oriental Petrochemical (Taiwan) Corporation	(Note A)	Purchase	6,764,636	35	Based on contract	-	-	-	-	(1,076,103)	(34)	
	Far Eastern Ishizuka Green Pet Corporation	(Note A)	Purchase	401,570	2	Based on contract	-	-	-	-	(120)	-	
	Oriental Union Chemical Corporation	(Note D)	Purchase	422,721	2	Based on contract	-	-	-	-	(61,196)	(2)	
	Oriental Petrochemical (Taiwan) Corporation	Far Eastern New Century Corporation	(Note B)	Sale	(6,764,636)	(41)	Based on contract	-	-	-	-	1,076,103	26
Far Eastern Polytex (Vietnam) Ltd.		(Note C)	Sale	(3,841,814)	(23)	Based on contract	-	-	-	-	1,207,452	29	
Oriental Green Materials Limited	Far Eastern New Century Corporation	(Note B)	Sale	(863,170)	(84)	Based on contract	-	-	-	-	121,899	56	
Far Eastern Construction Co., Ltd.	Far Eastern General Corporation Inc.	(Note C)	Purchase	295,451	37	Based on contract	-	-	-	-	(206,208)	(54)	
Far Eastern General Contractor Inc.	Far Eastern Resource Development Co., Ltd.	(Note C)	Construction contract revenue	(237,053)	(13)	Based on contract	-	-	-	-	9,693	3	
FETC International Co., Ltd.	Far Eastern Electronic Toll Collection Co, Ltd.	(Note C)	Sale	(166,305)	(42)	Based on contract	-	-	-	-	12,907	14	
Far Eastern Dyeing & Finishing (Suzhou) Ltd.	FE New Century Industrial (Singapore) Pte. Ltd.	(Note C)	Sale	(1,394,677)	(66)	Based on contract	-	-	-	-	481,754	71	
	Far Eastern Apparel (Suzhou) Ltd.	(Note C)	Sale	(126,739)	(6)	Based on contract	-	-	-	-	38,196	6	
	Far Eastern Industries (Shanghai) Ltd.	(Note C)	Purchase	111,092	6	Based on contract	-	-	-	-	(47,658)	(6)	
Far Eastern Industries (Shanghai) Ltd.	FE New Century Industrial (Singapore) Pte. Ltd.	(Note C)	Sale	(788,987)	(5)	Based on contract	-	-	-	-	414,265	14	
	Wuhan Far Eastern New Material Ltd.	(Note C)	Sale	(339,362)	(2)	Based on contract	-	-	-	-	15,568	1	
	Far Eastern Dyeing & Finishing (Suzhou) Ltd.	(Note C)	Sale	(111,092)	(1)	Based on contract	-	-	-	-	47,658	2	
	Far Eastern New Century Corporation	(Note B)	Purchase	377,250	2	Based on contract	-	-	-	-	(125,230)	(10)	
	Wuhan Far Eastern New Material Ltd.	(Note C)	Purchase	122,680	1	Based on contract	-	-	-	-	(44,185)	(3)	
Far Eastern Apparel (Suzhou) Ltd.	FE New Century Industrial (Singapore) Pte. Ltd.	(Note C)	Sale	(295,343)	(31)	Based on contract	-	-	-	-	53,929	19	
	Far Eastern Dyeing & Finishing (Suzhou) Ltd.	(Note C)	Purchase	126,739	14	Based on contract	-	-	-	-	(38,196)	(10)	
	Far Eastern Polytex (Vietnam) Ltd.	(Note C)	Purchase	102,811	12	Based on contract	-	-	-	-	(40,735)	(11)	

(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	
Wuhan Far Eastern New Material Ltd.	Far Eastern Industries (Shanghai) Ltd.	(Note C)	Sale	\$ (122,680)	(23)	Based on contract	-	-	\$ -	-	\$ 44,185	19	
	Far Eastern Industries (Shanghai) Ltd.	(Note C)	Purchase	339,362	67	Based on contract	-	-	-	-	(15,568)	(16)	
Oriental Industries (Suzhou) Ltd.	Far Eastern New Century Corporation	(Note B)	Purchase	100,291	2	Based on contract	-	-	-	-	(44,592)	(5)	
Far Eastern New Apparel (Vietnam) Ltd.	FE New Century Industrial (Singapore) Pte. Ltd.	(Note C)	Sale	(1,307,684)	(94)	Based on contract	-	-	-	-	259,655	85	
	Far Eastern Polytex (Vietnam) Ltd.	(Note C)	Purchase	266,689	22	Based on contract	-	-	-	-	(106,088)	(100)	
Far Eastern Apparel (Vietnam) Ltd.	FE New Century Industrial (Singapore) Pte. Ltd.	(Note C)	Sale	(889,525)	(42)	Based on contract	-	-	-	-	251,348	39	
	FE New Century Industrial (Singapore) Pte. Ltd.	(Note C)	Purchase	290,849	16	Based on contract	-	-	-	-	(127,589)	(34)	
	Far Eastern Polytex (Vietnam) Ltd.	(Note C)	Purchase	140,638	8	Based on contract	-	-	-	-	(56,230)	(15)	
Far Eastern Polytex (Vietnam) Ltd.	Worldwide Polychem (HK) Ltd.	(Note C)	Sale	(991,889)	(11)	Based on contract	-	-	-	-	855,759	32	
	Far Eastern New Apparel (Vietnam) Ltd.	(Note C)	Sale	(266,689)	(3)	Based on contract	-	-	-	-	106,088	4	
	Oriental Investment Holding (Netherlands) B.V.	(Note C)	Sale	(107,670)	(1)	Based on contract	-	-	-	-	64,710	2	
	Far Eastern Apparel (Vietnam) Ltd.	(Note C)	Sale	(140,638)	(2)	Based on contract	-	-	-	-	56,230	2	
	Far Eastern Apparel (Suzhou) Ltd.	(Note C)	Sale	(102,811)	(1)	Based on contract	-	-	-	-	40,735	2	
	Far Eastern New Century Corporation	(Note B)	Purchase	110,686	1	Based on contract	-	-	-	-	(45,371)	(2)	
	Oriental Petrochemical (Taiwan) Corporation	(Note C)	Purchase	3,841,814	46	Based on contract	-	-	-	-	(1,207,452)	(55)	
Far Eastern Ishizuka Green Pet Corporation	Far Eastern New Century Corporation	(Note B)	Sale	(401,570)	(15)	Based on contract	-	-	-	-	120	-	
	Far Eastern New Century Corporation	(Note B)	Purchase	455,425	19	Based on contract	-	-	-	-	(248,922)	(45)	
FE New Century Industrial (Singapore) Pte. Ltd.	Far Eastern Apparel (Vietnam) Ltd.	(Note C)	Sale	(290,849)	(6)	Based on contract	-	-	-	-	127,589	8	
	Pet Far Eastern (M) Sdn. Bhd.	(Note C)	Sale	(417,654)	(8)	Based on contract	-	-	-	-	-	-	
	Far Eastern Apparel (Suzhou) Co., Ltd.	(Note C)	Purchase	295,343	6	Based on contract	-	-	-	-	(53,929)	(3)	
	Far Eastern Industries (Shanghai) Ltd.	(Note C)	Purchase	788,987	16	Based on contract	-	-	-	-	(414,265)	(23)	
	Far Eastern Apparel (Vietnam) Ltd.	(Note C)	Purchase	889,525	18	Based on contract	-	-	-	-	(251,348)	(14)	
	Far Eastern New Apparel (Vietnam) Ltd.	(Note C)	Purchase	1,307,684	26	Based on contract	-	-	-	-	(259,655)	(14)	
Worldwide Polychem (HK) Ltd.	Far Eastern Dyeing & Finishing (Suzhou) Ltd.	(Note C)	Purchase	1,394,677	28	Based on contract	-	-	-	-	(481,754)	(27)	
	Phoenix Technologies International, LLC	(Note C)	Sale	(150,182)	(3)	Based on contract	-	-	-	-	-	-	
	Far Eastern Polytex (Vietnam) Ltd.	(Note C)	Purchase	991,889	28	Based on contract	-	-	-	-	(855,759)	(33)	
Phoenix Technologies International, LLC	Far Eastern New Century Corporation	(Note B)	Purchase	1,681,830	47	Based on contract	-	-	-	-	(1,702,972)	(67)	
	Worldwide Polychem (HK) Ltd.	(Note C)	Purchase	150,182	16	Based on contract	-	-	-	-	-	-	
APG Polytech, LLC	Far Eastern New Century Corporation	(Note B)	Purchase	382,999	5	Based on contract	-	-	-	-	(252,113)	(28)	
Pet Far Eastern (M) Sdn. Bhd.	FE New Century Industrial (Singapore) Pte. Ltd.	(Note C)	Purchase	417,654	67	Based on contract	-	-	-	-	-	-	
Oriental Investment Holding (Netherlands) B.V.	Far Eastern New Century Corporation	(Note B)	Purchase	115,091	51	Based on contract	-	-	-	-	(86,042)	56	
	Far Eastern Polytex (Vietnam) Ltd.	(Note C)	Purchase	107,670	48	Based on contract	-	-	-	-	(64,710)	(42)	

(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	
Far EasTone Telecommunications Co., Ltd.	ARCOA Communication Co., Ltd.	(Note C)	Operating cost and marketing expense	\$ 4,116,444	16	Based on contract	-	-	\$ -	-	\$ (611,313)	(3)	
	ARCOA Communication Co., Ltd.	(Note C)	Operating revenue	(695,426)	(2)	Based on contract	-	-	-	-	219,240	3	(Note G)
	New Century InfoComm Tech Co., Ltd.	(Note C)	Operating cost	931,418	4	Based on contract	-	-	-	-	(433,781)	(2)	(Note E)
	Data Express Infotech Co., Ltd.	(Note C)	Operating cost and marketing expense	119,818	-	Based on contract	-	-	-	-	(40,937)	-	
	Yuanshi Digital Technology Co., Ltd.	(Note C)	Operating revenue	(325,729)	(1)	Based on contract	-	-	-	-	51,213	1	(Note G)
	Far EasTone Property Insurance Agency Company	(Note C)	Operating revenue	(198,435)	(1)	Based on contract	-	-	-	-	107,448	1	
New Century InfoComm Tech Co., Ltd.	Far EasTone Telecommunications Co., Ltd.	(Note C)	Operating revenue	(931,418)	(21)	Based on contract	-	-	-	-	433,781	31	(Note F)
ARCOA Communication Co., Ltd.	Far EasTone Telecommunications Co., Ltd.	(Note C)	Operating revenue	(4,116,444)	(65)	Based on contract	-	-	-	-	611,313	55	(Note G)
	Far EasTone Telecommunications Co., Ltd.	(Note C)	Operating cost	695,426	12	Based on contract	-	-	-	-	(219,240)	(16)	
	Home Master Technology Ltd.	(Note C)	Operating revenue	(296,863)	(5)	Based on contract	-	-	-	-	97,053	9	
Data Express Infotech Co., Ltd.	Far EasTone Telecommunications Co., Ltd.	(Note C)	Operating revenue	(119,818)	(5)	Based on contract	-	-	-	-	40,937	10	
Home Master Technology Ltd.	ARCOA Communication Co., Ltd.	(Note C)	Operating cost	296,863	41	Based on contract	-	-	-	-	(97,053)	(62)	
Yuanshi Digital Technology Co., Ltd.	Far EasTone Telecommunications Co., Ltd.	(Note C)	Operating cost	325,729	22	Based on contract	-	-	-	-	(51,213)	(16)	(Note G)
	Far Eastern Department Stores Co., Ltd	(Note D)	Operating revenue	(156,795)	(10)	Based on contract	-	-	-	-	60,932	53	
Far EasTone Property Insurance Agency Company	Far EasTone Telecommunications Co., Ltd.	(Note C)	Operating cost	198,435	87	Based on contract	-	-	-	-	(107,448)	(91)	

Notes: A. Subsidiary.

B. Parent company.

C. Between subsidiaries.

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

E. All interconnect revenue, costs and collection of international direct dial revenue between Far EasTone and NCIC were settled at net amounts and were included in accounts payable - related parties.

F. Including international service revenue collected by Far EasTone for NCIC.

G. Far EasTone Telecommunications Co., Ltd. on behalf of Yuanshi Digital Technology Co., Ltd. partial operating revenue through ARCOA Communication Co., Ltd. by agent.

(Concluded)

**TABLE 11**

**FAR EASTERN NEW CENTURY CORPORATION AND SUBSIDIARIES**

**RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF PAID-IN CAPITAL  
FOR THE SIX MONTHS ENDED JUNE 30, 2023**

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

Company Name	Related Party	Relationship	Ending Balance	Turnover Rate	Overdue		Amounts Received in Subsequent Period	Allowance for Bad Debts
					Amount	Actions		
Far Eastern New Century Corporation	Worldwide Polychem (HK) Ltd.	(Note B)	\$ 1,702,972	1.70	\$ -	-	\$ 222,049	\$ -
	APG Polytech, LLC	(Note B)	252,113	2.24	-	-	6,004	-
	Far Eastern Industries (Shanghai) Ltd.	(Note B)	125,230	5.20	-	-	61,204	-
	Far Eastern Ishizuka Green Pet Corporation	(Note B)	248,922	6.48	-	-	133,273	-
Oriental Petrochemical (Taiwan) Corporation	Far Eastern Polytex (Vietnam) Ltd.	(Note D)	1,207,452	6.18	-	-	731,081	-
	Far Eastern New Century Corporation	(Note C)	1,076,103	13.52	-	-	1,076,103	-
Oriental Green Materials Limited	Far Eastern New Century Corporation	(Note C)	121,899	12.16	-	-	121,899	-
Far Eastern Dyeing & Finishing (Suzhou) Ltd.	FE New Century Industrial (Singapore) Pte. Ltd.	(Note D)	481,754	5.29	-	-	278,789	-
Far Eastern Industries (Shanghai) Ltd.	FE New Century Industrial (Singapore) Pte. Ltd.	(Note D)	414,265	5.23	-	-	11,120	-
Far Eastern New Apparel (Vietnam) Ltd.	FE New Century Industrial (Singapore) Pte. Ltd.	(Note D)	259,655	8.71	-	-	215,036	-
Far Eastern Polytex (Vietnam) Ltd.	Worldwide Polychem (HK) Ltd.	(Note D)	855,759	1.99	-	-	162,147	-
	Far Eastern New Apparel (Vietnam) Ltd.	(Note D)	106,088	5.88	-	-	44,208	-
Far Eastern Apparel (Vietnam) Ltd.	FE New Century Industry (Singapore) Pte. Ltd.	(Note D)	251,348	7.47	-	-	161,119	-
FE New Century Industry (Singapore) Pte. Ltd.	Far Eastern Apparel (Vietnam) Ltd.	(Note D)	127,589	3.17	-	-	102,201	-
Ding Ding Integrated Marketing Service Co., Ltd.	Pacific SOGO Department Stores Co., Ltd.	(Note E)	132,537	(Note G)	-	-	126,237	-
	Far Eastern Department Stores Co., Ltd.	(Note E)	109,596	(Note G)	-	-	109,363	-
	Far Eastern International Bank	(Note E)	123,128	(Note G)	-	-	123,128	-
Far Eastern Resources Development Co., Ltd.	Far Eastern Construction Co., Ltd.	(Note D)	149,347	(Note H)	-	-	149,137	-
	Far Eastern Medical Foundation	(Note F)	2,200,000	(Note J)	-	-	-	-
Far EasTone Telecommunications Co., Ltd.	ARCOA Communication Co., Ltd.	(Note D)	221,641	11.94	-	-	197,932	-
	Far EasTone Property Insurance Agent Co., Ltd.	(Note D)	110,193	3.50	-	-	35,271	-
New Century InfoComm Tech Co., Ltd.	Far EasTone Telecommunications Co., Ltd.	(Note D)	10,603,515	(Note I)	-	-	238,718	-
ARCOA Communication Co., Ltd.	Far EasTone Telecommunications Co., Ltd.	(Note D)	611,313	17.10	-	-	608,055	-

(Continued)

Notes: A. This table does not include the receivables from financier. For more details, refer to Table 5.

B. Subsidiary.

C. Parent company.

D. Same ultimate parent company.

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

F. The investors and investees are the same chairman.

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

H. The turnover rate was unavailable due to the collection and payment from the joint sales of construction-buildings and land on behalf of others.

I. The turnover rate was unavailable due to 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.

J. The turnover rate was unavailable due to other receivables from disposal of land's contract in installments. As of June 30, 2023 the other receivables was \$220,000 thousand and long-term receivables was \$1,980,000 thousand.

(Concluded)

**FAR EASTERN NEW CENTURY CORPORATION AND SUBSIDIARIES**

**SIGNIFICANT TRANSACTIONS BETWEEN FAR EASTERN NEW CENTURY CORPORATION AND SUBSIDIARIES  
FOR THE SIX MONTHS ENDED JUNE 30, 2023  
(In Thousands of New Taiwan Dollars)**

No. (Note A)	Company Name	Related Party	Flow of Transaction (Note B)	Transaction Details			
				Financial Statement Account	Amount	Term	% of Consolidated Revenue or Assets (Note C)
0	Far Eastern New Century Corporation	Worldwide Polychem (HK) Ltd.	1	Sales	\$ 1,681,830	Based on contract	1
		Worldwide Polychem (HK) Ltd.	1	Accounts receivable	1,702,972	Based on contract	-
		APG Polytech, LLC	1	Sales	382,999	Based on contract	-
		APG Polytech, LLC	1	Accounts receivable	252,113	Based on contract	-
		Far Eastern Industries (Shanghai) Ltd.	1	Sales	377,250	Based on contract	-
		Far Eastern Industries (Shanghai) Ltd.	1	Accounts receivable	125,230	Based on contract	-
		Far Eastern Ishizuka Green Pet Corporation	1	Sales	455,425	Based on contract	-
		Far Eastern Ishizuka Green Pet Corporation	1	Accounts receivable	248,922	Based on contract	-
		Far Eastern Polytex (Vietnam) Ltd.	1	Sales	110,686	Based on contract	-
		Far Eastern Polytex (Vietnam) Ltd.	1	Accounts receivable	45,371	Based on contract	-
		Oriental Industries (Suzhou) Ltd.	1	Sales	100,291	Based on contract	-
		Oriental Industries (Suzhou) Ltd.	1	Accounts receivable	44,592	Based on contract	-
		Oriental Investment Holding (Netherlands) B.V.	1	Sales	115,091	Based on contract	-
		Oriental Investment Holding (Netherlands) B.V.	1	Accounts receivable	86,042	Based on contract	-
1	Oriental Petrochemical (Taiwan) Corporation	Far Eastern New Century Corporation	2	Sales	6,764,636	Based on contract	5
		Far Eastern New Century Corporation	2	Accounts receivable	1,076,103	Based on contract	-
		Far Eastern Polytex (Vietnam) Ltd.	3	Sales	3,841,814	Based on contract	3
		Far Eastern Polytex (Vietnam) Ltd.	3	Accounts receivable	1,207,452	Based on contract	-
2	Oriental Green Materials Limited	Far Eastern New Century Corporation	2	Sales	863,170	Based on contract	1
		Far Eastern New Century Corporation	2	Accounts receivable	121,899	Based on contract	-
3	Far Eastern General Contractor Inc.	Far Eastern Resources Development Co., Ltd.	3	Construction revenue	237,053	Based on contract	-
4	Yuan Ding Investment Co., Ltd.	Ding Yuan International Investment Co., Ltd.	3	Other receivables - financing	300,000	Based on contract	-
5	Yuan Tone Investment Co., Ltd.	Yuan Ding Investment Co., Ltd.	3	Other receivables - financing	3,611,000	Based on contract	1
6	FETC International Co., Ltd.	Far Eastern Electronic Toll Collection Co., Ltd.	3	Sales	166,305	Based on contract	-
		Far Eastern Electronic Toll Collection Co., Ltd.	3	Accounts receivable	44,273	Based on contract	-
7	Far Eastern Investment (Holding) Ltd.	Oriental Textile (Holding) Ltd.	3	Other receivables - financing	1,647,306	Based on contract	-
		Far Eastern Polychem Industries Ltd.	3	Other receivables - financing	1,245,600	Based on contract	-

(Continued)

No. (Note A)	Company Name	Related Party	Flow of Transaction (Note B)	Transaction Details			
				Financial Statement Account	Amount	Term	% of Consolidated Revenue or Assets (Note C)
8	Far Eastern Dyeing & Finishing (Suzhou) Ltd.	FE New Century Industrial (Singapore) Pte. Ltd.	3	Sales	\$ 1,394,677	Based on contract	1
		FE New Century Industrial (Singapore) Pte. Ltd.	3	Accounts receivable	481,754	Based on contract	-
		Far Eastern Apparel (Suzhou) Co., Ltd.	3	Sales	126,739	Based on contract	-
		Far Eastern Apparel (Suzhou) Co., Ltd.	3	Accounts receivable	38,196	Based on contract	-
		Oriental Industries (Suzhou) Ltd.	3	Other receivables - financing	556,660	Based on contract	-
		Far Eastern Industries (Shanghai) Ltd.	3	Other receivables - financing	620,890	Based on contract	-
9	Far Eastern Industries (Shanghai) Ltd.	FE New Century Industrial (Singapore) Pte. Ltd.	3	Sales	788,987	Based on contract	1
		FE New Century Industrial (Singapore) Pte. Ltd.	3	Accounts receivable	414,265	Based on contract	-
		Wuhan Far Eastern New Material Ltd.	3	Sales	339,362	Based on contract	-
		Wuhan Far Eastern New Material Ltd.	3	Accounts receivable	15,568	Based on contract	-
		Far Eastern Dyeing & Finishing (Suzhou) Ltd.	3	Sales	111,092	Based on contract	-
		Far Eastern Dyeing & Finishing (Suzhou) Ltd.	3	Accounts receivable	47,658	Based on contract	-
10	Far Eastern Apparel (Suzhou) Co., Ltd.	FE New Century Industrial (Singapore) Pte. Ltd.	3	Sales	295,343	Based on contract	-
		FE New Century Industrial (Singapore) Pte. Ltd.	3	Accounts receivable	53,929	Based on contract	-
		Oriental Industries (Suzhou) Ltd.	3	Other receivables - financing	809,298	Based on contract	-
11	Far Eastern Industries (Yangzhou) Ltd.	Oriental Industries (Suzhou) Ltd.	3	Other receivables - financing	428,200	Based on contract	-
12	Far Eastern Industries (Suzhou) Ltd.	Oriental Industries (Suzhou) Ltd.	3	Other receivables - financing	464,469	Based on contract	-
		Sino Belgium Beer (Suzhou) Ltd.	3	Other receivables - financing	759,627	Based on contract	-
13	Far Eastern Industries (Wuxi) Ltd.	Far Eastern Dyeing & Finishing (Suzhou) Ltd.	3	Other receivables - financing	85,640	Based on contract	-
		Far Eastern Industries (Shanghai) Ltd.	3	Other receivables - financing	856,400	Based on contract	-
14	Suzhou An Ho Apparel Ltd.	Oriental Industries (Suzhou) Ltd.	3	Other receivables - financing	38,538	Based on contract	-
15	Far Eastern Innovation Apparel (Suzhou) Co., Ltd.	Far Eastern Dyeing & Finishing (Suzhou) Ltd.	3	Other receivables - financing	171,280	Based on contract	-
		Oriental Industries (Suzhou) Ltd.	3	Other receivables - financing	899,220	Based on contract	-
16	Far Eastern New Century (China) Investment Co., Ltd.	FE New Century industry (Singapore) Pte. Ltd	3	Other receivables - financing	85,640	Based on contract	-
17	Wuhan Far Eastern New Material Ltd.	Far Eastern Industries (Shanghai) Ltd.	3	Sales	122,680	Based on contract	-
		Far Eastern Industries (Shanghai) Ltd.	3	Accounts receivable	44,185	Based on contract	-
18	Far Eastern New Apparel (Vietnam) Ltd.	FE New Century Industrial (Singapore) Pte. Ltd.	3	Sales	1,307,684	Based on contract	1
		FE New Century Industrial (Singapore) Pte. Ltd.	3	Accounts receivable	259,655	Based on contract	-
19	Far Eastern Apparel (Vietnam) Ltd.	FE New Century Industrial (Singapore) Pte. Ltd.	3	Sales	889,525	Based on contract	1
		FE New Century Industrial (Singapore) Pte. Ltd.	3	Accounts receivable	251,348	Based on contract	-

(Continued)

No. (Note A)	Company Name	Related Party	Flow of Transaction (Note B)	Transaction Details			
				Financial Statement Account	Amount	Term	% of Consolidated Revenue or Assets (Note C)
20	Far Eastern Polytex (Vietnam) Ltd.	Worldwide Polychem (HK) Ltd.	3	Sales	\$ 991,889	Based on contract	1
		Worldwide Polychem (HK) Ltd.	3	Accounts receivable	855,759	Based on contract	-
		Far Eastern New Apparel (Vietnam) Ltd.	3	Sales	266,689	Based on contract	-
		Far Eastern New Apparel (Vietnam) Ltd.	3	Accounts receivable	106,088	Based on contract	-
		Oriental Investment Holding (Netherlands) B.V.	3	Sales	107,670	Based on contract	-
		Oriental Investment Holding (Netherlands) B.V.	3	Accounts receivable	64,710	Based on contract	-
		Far Eastern Apparel (Vietnam) Ltd.	3	Sales	140,638	Based on contract	-
		Far Eastern Apparel (Vietnam) Ltd.	3	Accounts receivable	56,230	Based on contract	-
		Far Eastern Apparel (Suzhou) Co., Ltd.	3	Sales	102,811	Based on contract	-
		Far Eastern Apparel (Suzhou) Co., Ltd.	3	Accounts receivable	40,735	Based on contract	-
21	Far Eastern Ishizuka Green Pet Corporation	Far Eastern New Century Corporation	2	Sales	401,570	Based on contract	-
		Far Eastern New Century Corporation	2	Accounts receivable	120	Based on contract	-
22	FE New Century Industrial (Singapore) Pte. Ltd.	Far Eastern Apparel (Vietnam) Ltd.	3	Sales	290,849	Based on contract	-
		Far Eastern Apparel (Vietnam) Ltd.	3	Accounts receivable	127,589	Based on contract	-
		Pet Far Eastern (M) Sdn. Bhd.	3	Sales	417,654	Based on contract	-
		Far Eastern New Apparel (Vietnam) Ltd.	3	Other receivables - financing	217,980	Based on contract	-
23	Worldwide Polychem (HK) Ltd.	Phoenix Technologies International, LLC	3	Sales	150,182	Based on contract	-
24	FEDP (Holding) Ltd.	Sino Belgium (Holding) Ltd.	3	Other receivables - financing	171,270	Based on contract	-
		Far Eastern Polytex (Holding) Ltd.	3	Other receivables - financing	59,166	Based on contract	-
25	APG Polytech USA Holdings, Inc.	Phoenix Technologies International, LLC	3	Other receivables - financing	280,260	Based on contract	-
26	Yuan Ding Co., Ltd.	Ding Ding Hotel Co., Ltd.	3	Lease revenue	194,860	Based on contract	-
27	Far EasTone Telecommunications Co., Ltd.	Yuanshi DigitalI Technology Co., Ltd.	3	Operating revenue	325,729	Based on contract	-
		FarEasTone Property Insurance Agent Co., Ltd.	3	Operating revenue	198,435	Based on contract	-
		FarEasTone Property Insurance Agent Co., Ltd.	3	Accounts receivable	107,448	Based on contract	-
		ARCOA Communication Co., Ltd.	3	Operating revenue	695,426	Based on contract	1
		ARCOA Communication Co., Ltd.	3	Accounts receivable	219,240	Based on contract	-
28	New Century InfoComm Tech Co., Ltd.	Far EasTone Telecommunications Co., Ltd.	3	Operating revenue	931,418	Based on contract	1
		Far EasTone Telecommunications Co., Ltd.	3	Accounts receivable	503,515	Based on contract	-
		Far EasTone Telecommunications Co., Ltd.	3	Other receivables - financing	10,100,000	Based on contract	2
29	ARCOA Communication Co., Ltd.	Far EasTone Telecommunications Co., Ltd.	3	Operating revenue	4,116,444	Based on contract	3
		Far EasTone Telecommunications Co., Ltd.	3	Accounts receivable	611,313	Based on contract	-
		Home Master Technology Ltd.	3	Operating revenue	296,863	Based on contract	-
30	DataExpress Infotech Co., Ltd.	Far EasTone Telecommunications Co., Ltd.	3	Operating revenue	119,818	Based on contract	-

(Continued)

Note A: The intercompany transactions between each companies are identified and numbered as follow:

1. Parent company: 0.
2. Subsidiaries are started from 1 consecutively.

Note B: The types of transactions between related - parties are as follow:

1. From FENC to subsidiary.
2. From subsidiary to FENC.
3. Between subsidiaries.

Note C: The percentage to total asset or sales is the ratio of ending balance to consolidated asset or cumulative income amount to consolidated revenue.

(Concluded)

## FAR EASTERN NEW CENTURY CORPORATION AND SUBSIDIARIES

NAMES, LOCATIONS, AND OTHER INFORMATION OF INVESTEEES ON WHICH THE COMPANY EXERCISES SIGNIFICANT INFLUENCE  
FOR THE SIX MONTHS ENDED JUNE 30, 2023  
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Investor	Investee	Location	Main Businesses and Products	Investment Amount		Balance as of June 30, 2023			Net Income (Loss) of the Investee	Investment Gain (Loss)	Notes
				June 30, 2023	December 31, 2022	Shares	% of Ownership	Carrying Amount			
Far Eastern New Century Corporation	Asia Cement Corporation	Taiwan	Cement production	\$ 2,652,282	\$ 2,652,282	750,511	21.16	\$ 20,052,163	\$ 6,842,565	\$ 1,331,659	Investment gain or loss recognized under the treasury shares method (Note A)
	Far Eastern Department Stores Co., Ltd.	Taiwan	Department store operations	1,254,158	1,254,158	241,770	17.06	5,189,284	1,512,230	257,986	(Note A)
	Oriental Union Chemical Corporation	Taiwan	Petrochemical materials production	1,176,211	1,176,211	81,216	9.17	1,007,775	554,160	(2,880)	Including the adjustments of the difference between investment properties and the translation between subsidiaries \$(53,696) (Note A)
	Everest Textile Corporation	Taiwan	Chemical fiber production	1,689	1,689	108	0.02	1,184	(94,080)	(19)	(Note A)
	Oriental Securities Corporation	Taiwan	Brokering	159,823	159,823	141,961	19.65	1,938,352	191,664	37,662	(Note A)
	Pacific Liu Tong Investment Co., Ltd.	Taiwan	Investment	810,000	810,000	135,000	16.83	2,090,689	1,007,222	169,515	(Notes A and E)
	Far Eastern International Bank	Taiwan	Deposit, loan and guarantee services	906,237	906,237	103,816	2.55	1,379,773	2,040,244	61,190	Including the difference adjustment between acquisition cost and net value \$9,164 (Note A)
	Yuan Ding Investment Co., Ltd.	Taiwan	Investment	100,052	100,052	1,822,822	99.40	41,042,707	2,868,586	2,852,008	Including the adjustments of the difference between individual and consolidated investment properties, and the transactions between subsidiaries \$634 (Notes B and H)
	Far Eastern Resources Development Co., Ltd.	Taiwan	Real estate construction and sales	14,931,733	14,931,733	775,836	100.00	109,312,494	1,585,636	1,590,341	Including the adjustments of the transactions between subsidiaries \$4,705 (Note B)
	Far Eastern Polytex (Holding) Ltd.	Bermuda	Investment	10,688,227	10,688,227	173	100.00	9,274,138	(173,159)	(173,159)	(Note B)
	Far Eastern Polychem Industries Ltd.	Bermuda	Investment and sale of chemical fiber production	7,318,312	7,318,312	830,815	73.04	6,571,892	(795,901)	(581,326)	(Note B)
	Yuan Tong Investment Co., Ltd.	Taiwan	Investment	5,850,000	5,850,000	746,644	100.00	11,794,278	164,331	169,284	Including the adjustments of the transactions between subsidiaries \$4,953 (Note B)
	Kai Yuan International Investment Co., Ltd.	Taiwan	Investment	999,993	999,993	371,671	100.00	5,617,852	233,643	233,643	(Note B)
	Far Eastern Investment (Holding) Ltd.	Bermuda	Investment and sale of petrochemicals	38,397,788	34,628,533	7,478	100.00	45,640,637	307,243	307,243	(Note B)
	PET Far Eastern (Holding) Ltd.	Bermuda	Investment	7,440,907	6,626,110	507	93.58	3,229,018	(565,939)	(521,909)	(Note B)
	Oriental Petrochemical (Taiwan) Corporation	Taiwan	Petrochemical materials production	18,475,783	18,475,783	1,938,893	75.56	10,284,397	(1,497,811)	(1,181,094)	Including the adjustments of the difference between individual and consolidated investment properties, and the transactions between subsidiaries \$(49,348) (Notes B and H)
	Far Eastern Construction Co., Ltd.	Taiwan	Real estate construction and sales	143,450	143,450	270,412	65.11	10,687,511	628,214	356,462	Including the adjustments of the transactions between subsidiaries \$(52,568) (Note B)
	Yuan Ding Co., Ltd.	Taiwan	Real estate leasing and hotel	857,511	857,511	186,929	37.13	3,310,907	259,360	98,144	Including the adjustments of the transactions between subsidiaries \$1,844 (Note B)
	An Ho Garment Co., Ltd.	Taiwan	Investment	1,023	1,023	76,629	100.00	2,164,316	119,787	119,838	Including the adjustments of the transactions between subsidiaries \$51 (Note B)
	Ding Yuan International Investment Co., Ltd.	Taiwan	Investment	2,000,062	2,000,062	258,756	100.00	3,198,958	138,022	138,061	Including the adjustments of the transactions between subsidiaries \$39 (Note B)
FEDP (Holding) Ltd.	Bermuda	Investment	676,315	676,315	244	50.43	761,101	3,943	1,988	(Note B)	
Fu Kwok Knitting & Garment Co., Ltd.	Taiwan	Garment production	9,205	9,205	4,000	100.00	333,807	34,654	34,654	(Note B)	
Ding Ding Hotel Co., Ltd.	Taiwan	Hotel	415,824	415,824	769	0.74	10,164	(162,812)	(1,205)	(Note B)	
Far Eastern Textile Ltd.	Taiwan	Textile production	13,000	13,000	1,300	100.00	14,052	(3)	(3)	(Note B)	
FE Oriental Investment Holding (Singapore) Pte. Ltd.	Singapore	Investment	301,125	147,400	100	100.00	248,737	(100,337)	(100,337)	(Note B)	
Far Eastern Apparel Co., Ltd.	Taiwan	Sale of textiles, garments, and clothing	181,416	181,416	44,772	100.00	186,680	(22,913)	(22,913)	(Note B)	
Far Eastern Fibertech Co., Ltd.	Taiwan	Nylon production	1,380,326	1,380,326	91,000	100.00	1,137,701	(98,855)	(98,865)	Including the adjustments of the transactions between subsidiaries \$(10) (Note B)	

(Continued)

Investor	Investee	Location	Main Businesses and Products	Investment Amount		Balance as of June 30, 2023			Net Income (Loss) of the Investee	Investment Gain (Loss)	Notes
				June 30, 2023	December 31, 2022	Shares	% of Ownership	Carrying Amount			
Yuan Ding Investment Co., Ltd.	Oriental Resources Development Co., Ltd.	Taiwan	Medical materials manufacturing	\$ 140,127	\$ 140,127	5,739	100.00	\$ 108,976	\$ 28,095	\$ 27,178	Including the adjustments of the difference between individual and consolidated \$(917) (Note B)
	Oriental Green Materials Limited	Taiwan	Waste recycling and processing	825,569	825,569	66,116	100.00	746,412	60,897	60,897	
	Asia Cement Corporation	Taiwan	Cement production	2,121,043	2,116,774	54,302	1.53	2,322,508	6,842,565	-	(Note A)
	Oriental Union Chemical Corporation	Taiwan	Petrochemical materials production	1,011,837	1,085,488	66,013	7.45	982,555	554,160	-	(Note A)
	Far Eastern Department Stores Co., Ltd.	Taiwan	Department store operations	3,288,166	3,288,166	139,785	9.87	3,419,438	1,512,230	-	(Note A)
	Everest Textile Corporation	Taiwan	Chemical fiber production	1,120,654	1,120,654	164,614	23.70	1,506,030	(94,080)	-	(Note A)
	Far EasTone Telecommunications Co., Ltd.	Taiwan	Telecommunications	2,723,598	2,723,598	1,066,658	32.73	19,005,688	5,520,265	-	(Note B)
	Far Eastern International Bank	Taiwan	Deposit, loan and guarantee services	1,232,896	1,232,896	141,238	3.47	1,876,628	2,040,244	-	(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	2,425,770	(795,901)	-	(Note B)
	Far Eastern Apparel (Holding) Ltd.	Bermuda	Investment and sale of textile	2,179,442	2,179,442	111	100.00	5,342,335	233,493	-	(Note B)
	Da Ju Fiber Co., Ltd.	Taiwan	Sale of polychemical products	263,790	263,790	74,886	41.86	2,693,424	16,461	-	(Note A)
	Yuan Faun Co., Ltd.	Taiwan	Production management consulting	63,671	63,671	6,675	100.00	201,106	19,370	-	(Note B)
	Yue Ming Corporation	Taiwan	Trading	97,852	97,852	4,745	45.50	57,971	(162)	-	(Note A)
	Yuan Ding Leasing Corporation	Taiwan	Real estate construction and sales	319,380	319,380	36,706	46.20	397,016	10,976	-	(Note A)
	Liquid Air Far East Co., Ltd.	Taiwan	Industrial gas production and sales	504,806	504,806	86,615	35.00	3,554,450	895,984	-	(Note A)
	Freudenberg Far Eastern Spunweb Co., Ltd.	Taiwan	Production of nonwoven industrial fabrics	144,786	144,786	33,003	29.80	517,889	137,000	-	(Note A)
	Oriental Securities Corporation	Taiwan	Brokering	255,424	255,424	187,470	25.96	2,666,358	191,664	-	(Note A)
	Yuan Ding Co., Ltd.	Taiwan	Real estate leasing and hotel	188,846	188,846	64,759	12.86	1,155,738	259,360	-	(Note B)
	Far Eastern International Leasing Corporation	Taiwan	Leasing	1,012,057	1,012,057	75,268	16.87	940,592	73,198	-	(Note A)
	Oriental Textile (Holding) Ltd.	Bermuda	Investment and sale of textile	8,373,341	7,142,602	126	100.00	9,669,236	243,249	-	(Note B)
Pacific Liu Tong Investment Co., Ltd.	Taiwan	Investment	796,491	796,491	119,653	14.92	1,766,896	1,007,222	-	(Notes A and E)	
Yu Yuan Investment Co., Ltd.	Taiwan	Investment	673,704	673,704	98,198	18.96	1,014,964	258,149	-	(Note A)	
Far Eastern General Contractor Inc.	Taiwan	Real estate construction	14,682	14,682	1,803	1.00	32,089	225,637	-	(Note B)	
Oriental Petrochemical (Taiwan) Corporation	Taiwan	Petrochemical materials production	935,279	935,279	133,334	5.20	725,879	(1,497,811)	-	(Note B)	
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	146,999	10,356	-	(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	1,237,280	44,593	-	(Note B)
	Worldwide Polychem (HK) Ltd.	Hong Kong	Foreign trade	US\$ 3,500	US\$ 3,500	2,700	100.00	62,803	(18,067)	-	(Note B)
	Opas Fund Segregated Portfolio Company	Cayman Islands	Investment	US\$ 51	US\$ 51	(Note D)	34.00	1,799	101	-	(Note A)
	Far Eastern Polytex (Vietnam) Ltd.	Vietnam	Chemical fiber and textile production	US\$ 408,700	US\$ 408,700	(Note D)	100.00	14,623,575	71,555	-	(Note B)
	Far Eastern New Apparel (Vietnam) Ltd.	Vietnam	Garment production	US\$ 33,000	US\$ 33,000	(Note D)	100.00	512,590	61,909	-	(Note B)
	Magna View Sdn. Bhd.	Malaysia	Investment	US\$ 3,465	US\$ 3,465	3,000	100.00	147,364	5,110	-	(Note B)
	Malaysia Garment Manufactures Pte. Ltd.	Singapore	Garment production and investment	US\$ 15,849	US\$ 15,849	30	37.92	491,111	2,254	-	(Note B)
	Drive Catalyst SPC	Cayman Islands	Investment	US\$ 17	US\$ 17	(Note D)	34.00	551	11	-	(Note A)
	APG Polytech USA Holdings, Inc.	America	Investment	US\$ 674,907	US\$ 606,467	7	100.00	23,499,344	161,330	-	(Note B)
	Drive Catalyst SPC-SP Tranche One	Cayman Islands	Investment	US\$ 4,000	US\$ 4,000	4	25.00	138,946	2,047	-	(Note A)
	Drive Catalyst SPC-SP Tranche Two	Cayman Islands	Investment	US\$ 8,000	US\$ 8,000	8	25.00	260,092	6,850	-	(Note A)
	Drive Catalyst SPC-SP Tranche Three	Cayman Islands	Investment	US\$ 8,000	US\$ 8,000	8	25.00	238,464	4,368	-	(Note A)
Far Eastern International Garments	Philippines	Garment production	US\$ 1	US\$ 1	59	41.00	(12,827)	-	-	(Note A)	
Cemtex Apparel Inc.	Philippines	Clothing O.E.M.	US\$ 1	US\$ 1	90	50.00	(11,903)	-	-	(Note A)	
APG Polytech USA Holdings, Inc.	Corpus Christi Polymers LLC	America	Petrochemical materials production and polychemical products production	US\$ 538,735	US\$ 470,320	(Note D)	33.33	16,403,876	(119,297)	-	(Note J)
	APG Polytech, LLC	America	Polychemical products production	US\$ 90,000	US\$ 90,000	(Note D)	100.00	6,844,422	570,309	-	(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\$ 26,500	(Note D)	100.00	336,732	(80,136)	-	(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	146,999	10,356	-	(Note B)
Ding Yuan International Investment Co., Ltd.	Asia Cement Corporation	Taiwan	Cement production	250,065	342,758	9,024	0.25	355,355	6,842,565	-	(Note A)
	Far Eastern Department Stores Co., Ltd.	Taiwan	Department store operations	258,946	258,946	11,983	0.85	284,605	1,512,230	-	(Note A)
	Everest Textile Corporation	Taiwan	Chemical fiber production	92,860	92,860	6,447	0.93	62,795	(94,080)	-	(Note A)
	Oriental Union Chemical Corporation	Taiwan	Petrochemical materials production	677,665	677,665	27,365	3.09	575,765	554,160	-	(Note A)
	Far EasTone Telecommunications Co., Ltd.	Taiwan	Telecommunications	38,457	38,457	920	0.03	38,882	5,520,265	-	(Note B)
	Pacific Liu Tong Investment Co., Ltd.	Taiwan	Investment	90,000	90,000	18,000	2.24	260,226	1,007,222	-	(Notes A and E)
	Yu Ding Industry Co., Ltd.	Taiwan	Department store operations	95,624	95,624	17,121	13.20	491,717	69,383	-	(Note A)
	Far Eastern International Bank	Taiwan	Deposit, loan and guarantee services	916,138	916,138	104,951	2.58	1,393,740	2,040,244	-	(Note A)

(Continued)

Investor	Investee	Location	Main Businesses and Products	Investment Amount		Balance as of June 30, 2023			Net Income (Loss) of the Investee	Investment Gain (Loss)	Notes
				June 30, 2023	December 31, 2022	Shares	% of Ownership	Carrying Amount			
Kai Yuan International Investment Co., Ltd.	Asia Cement Corporation	Taiwan	Cement production	\$ 726,838	\$ 732,627	25,112	0.71	\$ 1,016,750	\$ 6,842,565	\$ -	(Note A)
	Far EasTone Telecommunications Co., Ltd.	Taiwan	Telecommunications	880,911	880,911	35,558	1.09	1,035,022	5,520,265	-	(Note B)
	Everest Textile Corporation	Taiwan	Chemical fiber production	45,376	45,376	4,211	0.61	45,183	(94,080)	-	(Note A)
	Oriental Union Chemical Corporation	Taiwan	Petrochemical materials production	742,702	742,702	32,474	3.67	563,313	554,160	-	(Note A)
	Far Eastern Department Stores Co., Ltd.	Taiwan	Department store operations	519,473	519,473	20,672	1.46	606,738	1,512,230	-	(Note A)
	Kowloon Cement Corporation	Hong Kong	Cement production	226,896	226,896	1,127	49.00	500,386	19,370	-	(Note A)
	Far Eastern International Leasing Corporation	Taiwan	Leasing	1,026,489	1,026,489	74,970	16.80	941,557	73,198	-	(Note A)
	Pacific Liu Tong Investment Co., Ltd.	Taiwan	Investment	90,000	90,000	18,000	2.24	260,427	1,007,222	-	(Notes A and E)
	Far Eastern International Bank	Taiwan	Deposit, loan and guarantee services	1,112,229	1,112,229	127,414	3.13	1,692,606	2,040,244	-	(Note A)
Far Eastern Polychem Industries Ltd.	PET Far Eastern (Holding) Ltd.	Bermuda	Investment	US\$ 17,622	US\$ 17,622	35	6.42	221,525	(565,939)	-	(Note B)
	FEDP (Holding) Ltd.	Bermuda	Investment	US\$ 29,240	US\$ 29,240	240	49.57	748,122	3,943	-	(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	1,578,476	82,248	-	(Note B)
Far Eastern Construction Co., Ltd.	Asia Cement Corporation	Taiwan	Cement production	216,959	216,959	17,726	0.50	624,610	6,842,565	-	(Note A)
	Far Eastern General Contractor Inc.	Taiwan	Real estate construction	271,587	271,587	178,370	98.95	2,984,189	225,637	-	(Note B)
Far Eastern Apparel Co., Ltd.	Asia Cement Corporation	Taiwan	Cement production	16,246	16,246	469	0.01	16,664	6,842,565	-	(Note A)
	Far EasTone Telecommunications Co., Ltd.	Taiwan	Telecommunications	6,353	6,353	90	-	5,780	5,520,265	-	(Note B)
	Yu Ding Industry Co., Ltd.	Taiwan	Department store operations	29	29	11	0.01	174	69,383	-	(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	6,877	6,864	-	(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	(39)	-	-	(Note B)
An Ho Garment Co., Ltd.	Far EasTone Telecommunications Co., Ltd.	Taiwan	Telecommunications	731,295	748,158	39,898	1.22	884,518	5,520,265	-	(Note B)
	Asia Cement Corporation	Taiwan	Cement production	206,551	206,551	6,094	0.17	261,047	6,842,565	-	(Note A)
	Oriental Union Chemical Corporation	Taiwan	Petrochemical materials production	287,121	287,121	11,204	1.26	223,789	554,160	-	(Note A)
	Far Eastern Department Stores Co., Ltd.	Taiwan	Department store operations	10,483	10,483	370	0.03	12,292	1,512,230	-	(Note A)
	Oriental Securities Corporation	Taiwan	Brokering	122,937	122,937	8,774	1.21	114,106	191,664	-	(Note A)
	Yu Ding Industry Co., Ltd.	Taiwan	Department store operations	111,997	111,997	20,324	15.66	485,225	69,383	-	(Note A)
	Pacific Liu Tong Investment Co., Ltd.	Taiwan	Investment	67,285	67,285	9,681	1.21	145,473	1,007,222	-	(Notes A and E)
	Yuan Ding Investment Co., Ltd.	Taiwan	Investment	148,994	148,994	5,502	0.30	167,567	2,868,586	-	(Note B)
	Far Eastern International Bank	Taiwan	Deposit, loan and guarantee services	228,133	228,133	26,134	0.64	347,523	2,040,244	-	(Note A)
Yuan Faun Co., Ltd.	Yuan Cheng Human Resources Consultant Corporation	Taiwan	Personnel recruitment	7,214	7,214	745	55.19	12,408	1,411	-	(Note B)
	Far Eastern International Bank	Taiwan	Deposit, loan and guarantee services	48,341	48,341	5,538	0.14	73,727	2,040,244	-	(Note A)
Fu Kwok Knitting & Garment Co., Ltd.	Far EasTone Telecommunications Co., Ltd.	Taiwan	Telecommunications	19,663	19,663	520	0.02	16,708	5,520,265	-	(Note B)
Yuan Tong Investment Co., Ltd	Far EasTone Telecommunications Co., Ltd.	Taiwan	Telecommunications	789,564	2,246,035	35,237	1.08	840,422	5,520,265	-	(Note B)
	Far Eastern Department Stores Co., Ltd.	Taiwan	Department store operations	2,096,507	2,086,732	79,700	5.62	2,275,053	1,512,230	-	(Note A)
	Everest Textile Corporation	Taiwan	Chemical fiber production	69,124	68,526	6,544	0.94	69,021	(94,080)	-	(Note A)
	Oriental Union Chemical Corporation	Taiwan	Petrochemical materials production	1,760,186	1,759,501	49,942	5.64	1,521,947	554,160	-	(Note A)
	Asia Cement Corporation	Taiwan	Cement production	1,067,775	1,067,775	32,465	0.92	1,372,653	6,842,565	-	(Note A)
	Pacific Liu Tong Investment Co., Ltd.	Taiwan	Investment	90,000	90,000	18,000	2.24	259,229	1,007,222	-	(Notes A and E)
	Far Eastern Electronic Toll Collection Co., Ltd.	Taiwan	Electronic toll collection services	787,104	787,104	35,934	11.98	635,005	223,547	-	(Note B)
	Liquid Air Far East Co., Ltd.	Taiwan	Industrial gas production and sales	20	20	1	-	51	895,984	-	(Note A)
	Sino Belgium (Holding) Ltd.	Bermuda	Investment	2,255,510	2,255,510	36	90.88	(826,626)	(2,515)	-	(Note B)
	Freudenberg Far Eastern Spunweb Co., Ltd.	Taiwan	Production of nonwoven industrial fabrics	34	34	3	-	49	137,000	-	(Note A)
	Malaysia Garment Manufactures Pte. Ltd.	Singapore	Garment production and Investment	SGD 7,354	SGD 7,354	10	13.00	168,366	2,254	-	(Note B)
Far Eastern International Bank	Taiwan	Deposit, loan and guarantee services	1,110,003	1,110,003	127,159	3.12	1,688,551	2,040,244	-	(Note A)	
FE Oriental Investment Holding (Singapore) Pte. Ltd.	FE New Century Industry (Singapore) Pte. Ltd.	Singapore	Sale of textile products	US\$ 4,900	US\$ 4,900	49	100.00	99,015	(99,416)	-	(Note B)
	Oriental Investment Holding (Netherlands) B.V.	Netherlands	Investment	US\$ 2,131	US\$ -	20	100.00	69,968	2,331	-	(Note B)
	FE Green PET (M) Sdn. Bhd.	Malaysia	Production and sale of recycled plastic resins and their waste and general industrial waste handling	US\$ 5,000	US\$ -	23,113	100.00	146,130	-	-	(Notes B and L)
FE New Century Industry (Singapore) Pte. Ltd.	FYN Green PET Corporation	Philippines	Production and sale of recycled plastic resins and their waste and general industrial waste handling	US\$ 4,500	US\$ 4,500	-	8.26	140,130	-	-	(Notes A and O)

(Continued)

Investor	Investee	Location	Main Businesses and Products	Investment Amount		Balance as of June 30, 2023			Net Income (Loss) of the Investee	Investment Gain (Loss)	Notes
				June 30, 2023	December 31, 2022	Shares	% of Ownership	Carrying Amount			
Oriental Investment Holding (Netherlands) B.V.	Oriental Martens (Netherlands) B.V.	Netherlands	Investment	\$ -	\$ -	-	100.00	\$ -	\$ -	\$ -	(Notes B and K)
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	266,018	(1,256)	-	(Note B)
	Ding Ding Integrated Marketing Service Co., Ltd.	Taiwan	Marketing	558,000	558,000	21,787	60.00	118,894	16,185	-	(Note B)
	Far Eastern Technical Consultants Co., Ltd.	Taiwan	Real estate development business consulting and management	45,182	45,182	4,550	91.00	68,324	6,864	-	(Note B)
	YDC (Virgin Islands) Ltd.	British Virgin Islands	Investment	US\$ 200	US\$ 200	(Note D)	17.70	9,744	(3,038)	-	(Note B)
	FET Consulting Engineers Co., Ltd.	Taiwan	Investment	342,701	342,701	2,500	100.00	43,161	(708)	-	(Note B)
	Asia Cement Corporation	Taiwan	Cement production	136,037	136,037	5,329	0.15	217,881	6,842,565	-	(Note A)
	Far EasTone Telecommunications Co., Ltd.	Taiwan	Telecommunications	100,412	100,412	4,164	0.13	96,619	5,520,265	-	(Note B)
	Yu Yuan Investment Co., Ltd.	Taiwan	Investment	411,187	411,187	129,637	25.02	2,126,703	258,149	-	(Note A)
	Yue Ming Corporation	Taiwan	Trading	787	787	104	1.00	505	(162)	-	(Note A)
	Yu Ding Industry Co., Ltd.	Taiwan	Department store operations	22,676	22,676	3,363	2.59	79,875	69,383	-	(Note A)
	FEDS Asia Pacific Development Co., Ltd.	Taiwan	Department store operations	100,000	100,000	10,650	5.00	142,661	84,050	-	(Note A)
	Far Eastern Electronic Toll Collection Co., Ltd.	Taiwan	Electronic toll collection services	977,650	977,650	44,796	14.93	786,076	223,547	-	(Note B)
	Far Eastern International Bank	Taiwan	Deposit, loan and guarantee services	86,242	86,242	9,880	0.24	131,463	2,040,244	-	(Note A)
	Yuan Hsin Digital Payment Co., Ltd.	Taiwan	Electronic stored value cards	-	428,239	-	-	-	-	-	(Notes B and L)
	Ding Ding Hotel Co., Ltd.	Taiwan	Hotel	4,600,672	4,600,672	102,509	98.52	412,240	(162,812)	-	(Note B)
Ding Ding Integrated Marketing Service Co., Ltd.	Yuan Hsin Digital Payment Co., Ltd.	Taiwan	Electronic stored value cards	-	500,200	-	-	-	-	-	(Notes B and L)
	DDIM (Virgin Islands) Ltd.	British Virgin Islands	Investment	US\$ 11,000	US\$ 11,000	(Note D)	46.13	16,800	(1,418)	-	(Note B)
FET Consulting Engineers Co., Ltd.	DDIM (Virgin Islands) Ltd.	British Virgin Islands	Investment	384,970	384,970	(Note D)	53.87	19,619	(1,418)	-	(Note B)
YDT Technology International Co., Ltd.	Everest Textile Corporation	Taiwan	Chemical fiber production	2,451	2,451	101	0.01	851	(94,080)	-	(Note A)
	Far Eastern Department Stores Co., Ltd.	Taiwan	Department store operations	51,673	51,673	2,764	0.20	100,446	1,512,230	-	(Note A)
	Asia Cement Corporation	Taiwan	Cement production	862	862	61	-	2,460	6,842,565	-	(Note A)
	YDC (Virgin Islands) Ltd.	British Virgin Islands	Investment	US\$ 930	US\$ 930	(Note D)	82.30	45,305	(3,038)	-	(Note B)
	Far Eastern International Bank	Taiwan	Deposit, loan and guarantee services	30,328	30,328	3,474	0.09	46,656	2,040,244	-	(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	(66,497)	57,286	-	(Note B)
FETC International Co., Ltd.	FETC International (Thailand) Co., Ltd.	Thailand	Dispatched labor, procuring equipment, and sales agent services	THB 122,050	THB 122,050	8,200	100.00	81,912	(5,100)	-	(Note B)
	FETC International (Malaysia) Co., Ltd.	Malaysia	Dispatched labor, procuring equipment, and sales agent services	MYR 100	MYR -	100	100.00	712	-	-	(Note B)
Far EasTone Telecommunications Co., Ltd.	New Century InfoComm Tech Co., Ltd.	Taiwan	Type I, II telecommunications services	22,249,283	22,249,283	2,100,000	100.00	25,524,759	882,196	-	(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	640,487	81,368	-	(Note B)
	KGEx.com Co., Ltd.	Taiwan	Type I, II telecommunications services	2,340,472	2,340,472	68,897	99.99	841,186	54,338	-	(Note B)
	Yuanshi Digital Technology Co., Ltd.	Taiwan	Electronic information providing services	2,381,996	1,686,169	80,404	98.96	151,672	(83,383)	-	(Note B)
	Yuan Cing Co., Ltd.	Taiwan	Call center services	-	-	2,000	100.00	53,885	7,623	-	(Notes B and I)
	Far Eastern Info Service (Holding) Ltd.	Bermuda	Investment	92,616	92,616	1	100.00	5,535	256	-	(Note B)
	IDEAWORKS Entertainment Co., Ltd.	Taiwan	TV and film production and distribution industry	82,500	41,250	8,250	50.00	73,756	(10,071)	-	(Note B)
	FarEasTone Property Insurance Agent Co., Ltd.	Taiwan	property insurance service agent	5,000	5,000	500	100.00	53,287	42,324	-	(Note B)
	Far Eastern Electronic Toll Collection Co., Ltd.	Taiwan	Electronic toll collection services	2,542,396	2,542,396	118,251	39.42	1,667,215	223,547	-	(Note B)
	Ding Ding Integrated Marketing Service Co., Ltd.	Taiwan	Marketing	139,500	139,500	5,447	15.00	27,338	16,185	-	(Note B)
	Yuan Hsin Digital Payment Co., Ltd.	Taiwan	Electronic stored value cards	-	600,000	-	18.11	-	-	-	(Notes B and L)
ARCOA Communication Co., Ltd.	DataExpress Infotech Co., Ltd.	Taiwan	Electronic information providing services	141,750	141,750	17,043	70.00	285,604	46,131	-	(Note B)
New Century InfoComm Tech Co., Ltd.	New Diligent Co., Ltd.	Taiwan	Investment	540,000	540,000	54,000	100.00	84,446	547	-	(Note B)
	Information Security Service Digital United Inc.	Taiwan	Security and monitoring service via internet	148,777	148,777	12,029	100.00	151,973	2,129	-	(Note B)
	Digital United (Cayman) Ltd.	Cayman Islands	Investment	317,446	317,446	10,320	100.00	175,946	(39,665)	-	(Note B)
	Yuanshi Digital Technology Co., Ltd.	Taiwan	Electronic information providing services	49,579	49,579	375	0.46	707	(83,383)	-	(Note B)
	Ding Ding Integrated Marketing Service Co., Ltd.	Taiwan	Marketing	46,500	46,500	1,816	5.00	9,113	16,185	-	(Note B)
	Prime EcoPower Co., Ltd.	Taiwan	Energy technology services	160,000	160,000	16,000	100.00	139,838	13,713	-	(Note B)
	Drive Catalyst SPC-SP Tranche One	Cayman Islands	Investment	123,220	123,220	4	25.00	138,946	2,047	-	(Note A)
	Drive Catalyst SPC-SP Tranche Two	Cayman Islands	Investment	224,820	224,820	8	25.00	260,092	6,850	-	(Note A)
	Drive Catalyst SPC-SP Tranche Three	Cayman Islands	Investment	236,440	236,440	8	25.00	238,464	4,368	-	(Note A)

(Continued)

Investor	Investee	Location	Main Businesses and Products	Investment Amount		Balance as of June 30, 2023			Net Income (Loss) of the Investee	Investment Gain (Loss)	Notes
				June 30, 2023	December 31, 2022	Shares	% of Ownership	Carrying Amount			
	Nextlink Technology Co., Ltd.	Taiwan	Electronic information providing services	\$ 420,000	\$ 420,000	13,466	70.00	\$ 501,488	\$ 43,185	\$ -	(Note B)
	JuAn Long-Age Co., Ltd.	Taiwan	Electronic information providing services	15,500	15,500	1,000	25.00	12,679	(1,387)	-	(Note A)
	Yuan Hsin Digital Payment Co., Ltd.	Taiwan	Electronic stored value cards	-	42,358	-	6.22	-	-	-	(Notes B and L)
	ARCOA Communication Co., Ltd.	Taiwan	Telecommunications services, sales of communications products and office equipment	116,885	116,885	9,026	6.72	121,573	81,368	-	(Note B)
IDEAWORKS Entertainment Co., Ltd.	Mission International Co., Ltd.	Taiwan	TV and film production and distribution industry	160,000	80,000	16,000	100.00	144,135	(9,917)	-	(Note B)
New Diligent Co., Ltd.	Sino Lead Enterprise Limited	Hong Kong	Telecommunication services	125	125	30	100.00	426	17	-	(Notes B and D)
	New Diligent Hong Kong Co., Ltd.	Hong Kong	Investment	3,051	3,051	-	100.00	2,424	33	-	(Note B)
DataExpress Infotech Co., Ltd.	Home Master Technology Ltd.	Taiwan	Electronic information providing services	10,000	10,000	(Note D)	100.00	67,905	9,434	-	(Note B)
Nextlink Technology Co., Ltd.	Microfusion Technology Co., Ltd.	Taiwan	Electronic information providing services	17,000	17,000	4,495	100.00	79,124	15,616	-	(Note B)
	Nextlink (HK) Technology Co., Ltd.	Hong Kong	Electronic information providing services	973	973	-	100.00	59,477	21,280	-	(Note B)
	Microfusion Technology (HK) Co., Ltd.	Hong Kong	Electronic information providing services	1,494	1,494	-	100.00	2,506	2,181	-	(Note B)
	Microfusion Technology (My) Sdn. Bhd.	Malaysia	Electronic information providing services	-	-	-	-	-	-	-	(Notes B and M)
	Nextlink (Sg) Technology Pte. Ltd.	Singapore	Electronic information providing services	-	-	-	-	-	-	-	(Notes B and N)

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 14.

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

J. Joint operation entity.

K. Oriental Martens (Netherlands) B.V. was established and registered on February 12, 2020, but as of June 30, 2023, the relevant investment funds have not been remitted.

L. On December 20, 2022, the Yuan Hsin Digital Payment Co., Ltd. Shareholders meeting approved to dissolve Yuan Hsin Digital Payment Co., Ltd. and the dissolution date is January 2, 2023. The Group has stopped adopting the equity method since that date, and Yuan Hsin Digital Payment Co., Ltd. has completed its dissolution and liquidation on July 12, 2023.

M. Established and registered on January 13, 2023. As of June 30, 2023, no investment funding was remitted.

N. Established and registered on March 31, 2023. As of June 30, 2023, no investment funding was remitted.

O. The subsidiary of the investee company accounted for using the equity method, as of June 30, 2023, the process of cash capital increase has not completed, as it is recognized as prepayment for investments (accounting for other non-current assets).

(Concluded)

## FAR EASTERN NEW CENTURY CORPORATION AND SUBSIDIARIES

INVESTMENTS IN MAINLAND CHINA  
FOR THE SIX MONTHS ENDED JUNE 30, 2023  
(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, 2023	Investment Flows		Accumulated Outward Remittance for Investment from Taiwan as of June 30, 2023	Net Income (Loss) of the Investee	% Ownership of Direct or Indirect Investment	Investment Gain (Loss) (Note B)	Carrying Amount as of June 30, 2023 (Note C)	Accumulated Repatriation of Investment Income as of June 30, 2023	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	\$ 15,732,020 (RMB 3,673,989 thousand)	2	\$ 7,491,974	\$ -	\$ -	\$ 7,491,974	\$ (1,196,562)	90.03	\$ (1,077,265)	\$ 8,468,580	\$ 1,917,498	(Notes D and E)
Far Eastern Apparel (Suzhou) Co., Ltd.	Production and marketing of knit garments, woven garments, non-knit garments, and nonwoven garments and accessories	875,999 (RMB 204,577 thousand)	2	1,010,901	-	-	1,010,901	9,447	100.00	9,447	1,470,943	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	1,017,482 (RMB 237,619 thousand)	3	-	-	-	-	8,430	100.00	8,430	1,095,432	-	
Far Eastern Innovation Apparel (Anhui) Co., Ltd.	Production and marketing of knit garments, woven garments, non-knit garments, and nonwoven garments and accessories	39,609 (RMB 9,250 thousand)	3	-	-	-	-	4	100.00	4	39,271	-	
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	3,263,306 (RMB 762,099 thousand)	2	2,018,430	1,227,200	-	3,245,630	(72,721)	100.00	(72,721)	3,611,744	313,458	(Notes H and I)
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	1,581,227 (RMB 369,273 thousand)	2	1,663,638	-	-	1,663,638	208,943	100.00	208,943	3,066,372	159,799	(Notes H and P)
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	1,688,691 (RMB 394,370 thousand)	2	1,765,319	-	-	1,765,319	(567)	100.00	(567)	1,276,561	-	(Note J)
Wuhan Far Eastern New Material Ltd.	Manufacture and sales of PET sheets, chips, and filaments PET performs and garments and its by-products	732,426 (RMB 171,048 thousand)	2	724,110	-	-	724,110	(17,373)	100.00	(17,373)	928,190	-	

(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, 2023	Investment Flows		Accumulated Outward Remittance for Investment from Taiwan as of June 30, 2023	Net Income (Loss) of the Investee	% Ownership of Direct or Indirect Investment	Investment Gain (Loss) (Note B)	Carrying Amount as of June 30, 2023 (Note C)	Accumulated Repatriation of Investment Income as of June 30, 2023	Note
					Outflow	Inflow							
Oriental Industries (Suzhou) Ltd.	Production and marketing of polyester chips, partially oriented yarn, fully oriented yarn, and polyester yarn	\$ 5,998,889 (RMB 1,400,955 thousand)	2	\$ 4,957,248	\$ -	\$ -	\$ 4,957,248	\$ 301,977	100.00	\$ 301,977	\$ 8,494,221	\$ -	(Note H)
Far Eastern New Century (China) Investment Co., Ltd.	Investment	4,581,961 (RMB 1,070,052 thousand)	2	4,794,027	-	-	4,794,027	(160,749)	100.00	(160,749)	3,369,695	-	
Sino Belgium Beer (Suzhou) Ltd.	Beer brewing	1,632,119 (RMB 381,158 thousand)	2	1,763,952	-	-	1,763,952	(187)	100.00	(187)	(754,349)	-	(Note K)
Martens Beers (Shanghai) Ltd.	Beer brewing	-	2	231,475	-	-	231,475	-	-	-	-	-	(Notes K and Q)
Far Eastern Yihua Petrochemical (Yangzhou) Corporation	PA and its by-product production and sale	6,786,792 (RMB 1,584,958 thousand)	2	4,524,043	-	-	4,524,043	6,785	60.00	4,071	4,103,578	-	
Far Eastern Industries (Yangzhou) Ltd.	PA and its by-product production	1,322,720 (RMB 308,902 thousand)	2	1,436,190	-	-	1,436,190	2,719	100.00	2,719	1,365,734	-	
Far Eastern Union Petrochemical (Yangzhou) Corporation	PA and its by-product production	9,938,256 (RMB 2,320,938 thousand)	2	2,983,397	817,212	-	3,800,609	(612,165)	44.20	(270,577)	2,787,407	-	
Shanghai Yuan Zi Information Technology Co., Ltd.	Software development, equipment maintenance and consulting	54,424 (RMB 12,710 thousand)	3	-	-	-	-	1,222	100.00	1,222	58,906	-	
Shanghai Far Eastern Petrochemical Logistic Corporation	Transportation	81,358 (RMB 19,000 thousand)	3	-	-	-	-	7,873	100.00	7,873	161,917	-	
Suzhou An Ho Apparel Ltd.	Garment production	4,282 (RMB 1,000 thousand)	3	-	-	-	-	470	100.00	470	57,062	-	
Yuan Ding Enterprise (Shanghai) Limited	Real estate leasing and management	7,550,986 (RMB 1,763,425 thousand)	3	-	-	-	-	(92,812)	40.00	(37,125)	2,568,971	-	
Yuan Ding Integrated Information Service (Shanghai) Inc.	Computer software and internet software design and development	645,076 (RMB 150,648 thousand)	2	598,270	-	-	598,270	(1,425)	100.00	(1,425)	36,490	-	(Note L)
Speedy (Shanghai) digital Tech. Co., Ltd.	Intelligent control equipment and security monitoring products and services	28,001 (RMB 6,539 thousand)	2	24,220	-	-	24,220	(2,992)	100.00	(2,992)	32,927	-	(Note M)
Digital United Information Technology (Shanghai) Ltd.	Research and design of computer systems	96,534 (US\$ 3,100 thousand)	2	92,132	-	-	92,132	(354)	100.00	(354)	15,516	-	(Note N)
Nextlink (Shanghai) Technology Co., Ltd.	Electronic information providing services	2,242 (US\$ 72 thousand)	2	2,140	-	-	2,140	86	70.00	86	2,496	-	(Note O)

(Continued)

Investee Company	Accumulated Outward Remittance for Investment in Mainland China as of June 30, 2023 (Note S)	Investment Amounts Authorized by Investment Commission, MOEA (Note S)	Upper Limit on the Amount of Investment Stipulated by Investment Commission, MOEA (Note R)
Parent company	\$25,715,879 (US\$825,815 thousand)	\$29,401,504 (US\$943,251 thousand, RMB6,695 thousand)	\$ -
Yuan Ding Investment Co., Ltd.	10,757,624 (US\$345,460 thousand)	14,816,692 (US\$475,809 thousand)	24,988,400
Yuan Tong Investment Co., Ltd.	1,974,276 (US\$63,400 thousand)	2,108,303 (US\$67,704 thousand)	7,250,968
YDT Technology International Co., Ltd.	28,337 (US\$910 thousand)	28,337 (US\$910 thousand)	167,530
FET Consulting Engineers Co., Ltd.	252,234 (US\$8,100 thousand)	252,234 (US\$8,100 thousand)	19,262
Ding Ding Integrated Marketing Service Co., Ltd.	34,254 (US\$1,100 thousand)	34,254 (US\$1,100 thousand)	118,482
Far EasTone Telecommunications Co., Ltd.	92,616	92,616	35,518,217
New Century InfoComm Tech Co., Ltd.	96,534 (US\$3,100 thousand)	96,534 (US\$3,100 thousand)	14,690,876
New Diligent Co., Ltd.	464,827 (US\$14,927 thousand)	464,827 (US\$14,927 thousand)	50,668
Nextlink Technology Co., Ltd.	2,242 (US\$72 thousand)	2,242 (US\$72 thousand)	153,245

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. and Nextlink (HK) Technology Co., Ltd.
  3. Other types.
- B. On investment gain (loss) column, except for Far Eastern Union Petrochemical (Yangzhou) Corporation, Oriental Industries (Suzhou) Ltd. and Far Eastern Dyeing & Finishing (Suzhou) Ltd.'s investment gain or loss in percentage of ownership, based on the financial statements reviewed by an international accounting firm that has a cooperative relationship with CPA Associations R.O.C. (Taiwan), the remaining based on financial statements that have not been reviewed by accountants, recognized gain or loss in percentage of ownership.
- C. The ending balance of long term investment.
- D. As of June 30, 2023, the accumulated outflow of investment from Taiwan was NT\$7,491,974 thousand which NT\$6,925,814 thousand where from the Company and the other was from Yuan Ding Investment Co., Ltd.
- E. As of June 30, 2023, the remitted amount of profit of investment was NT\$853,493 thousand, the total cash dividend of Far Eastern Polychem Industries Ltd. received by FENC and Yuan Ding Investment Co., Ltd. In addition, as of the current period, \$1,064,005 thousand of investment income has been remitted to the subsidiary Oriental Petrochemical (Shanghai) Corporation through its subsidiary PET Far Eastern (Holding) Ltd. and Far Eastern Polytex (Holding) Ltd. dividends remitted. However, Far Eastern Industry (Shanghai) Ltd. absorbed and merged with Oriental Petrochemical (Shanghai) Corporation, Far Eastern Industry (Shanghai) Ltd. is the surviving company, and Oriental Petrochemical (Shanghai) Corporation is the extinguished company, so that Far Eastern Industry (Shanghai) Ltd. has remitted a total of \$1,917,498 thousand of investment income as of the current period.
- F. As of June 30, 2023, 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 June 30, 2023, 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 June 30, 2023, the accumulated outflow of investment from Taiwan was remitted by Yuan Ding Investment Co., Ltd.
- I. As of June 30, 2023, 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 June 30, 2023, 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.

(Continued)

- K. As of June 30, 2023, the accumulated outflow of investment from Taiwan was remitted by a FENC's subsidiary, Yuan Tong Investment Co., Ltd.
- L. As of June 30, 2023, 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.
- M. As of June 30, 2023, the accumulated outflow of investment from Taiwan was remitted by a FENC's subsidiary, YDT Technology International Co., Ltd.
- N. As of June 30, 2023, the accumulated outflow of investment from Taiwan was remitted by a FENC's subsidiary, New Century InfoComm Tech Co., Ltd.
- O. As of June 30, 2023, the accumulated outflow of investment from Taiwan was remitted by a FENC's subsidiary, Nextlink Technology Co., Ltd.
- P. As of June 30, 2023, 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.
- Q. The Group had completed the cancellation of registration on March 4, 2023.
- 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 RMB1:NT\$4.282 and US\$1:NT\$31.14.

(Concluded)

## FAR EASTERN NEW CENTURY CORPORATION AND SUBSIDIARIES

INVESTMENT IN MAINLAND CHINA - INVESTMENT TYPES  
FOR THE SIX MONTHS ENDED JUNE 30, 2023  
(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.	Parent company	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			
	Parent company	No. 093032400	Far Eastern Polychem Industries Ltd.	1,712		\$ 1,712		
	Parent company	No. 093032090	Far Eastern Polychem Industries Ltd.	1,540			\$ 1,540	
	Parent company	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	
	Parent company	No. 09500287850	Far Eastern Polychem Industries Ltd.	31,779	31,779			
	Parent company	No. 09700163440	Far Eastern Polychem Industries Ltd.	56,000	56,000			
	Parent company	No. 09700045490	Far Eastern Polychem Industries Ltd.	4,800	4,800			
				8,198				
	Parent company	No. 09900142680	Far Eastern Polychem Industries Ltd.	11,500	11,500			
	Yuan Ding Investment Co., Ltd.	No. 11100176570 (Note F)	Far Eastern Polychem Industries Ltd.	1,719				
Parent company	No. 11100176580 (Note F)	Far Eastern Polychem Industries Ltd.	86,168	-				
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			
	Parent company	No. 09500112650	Far Eastern Polytex (Holding) Ltd.	11,000	11,000			
	Parent company	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.	Parent company	No. 11000195650	Far Eastern Polytex (Holding) Ltd.	8,739				8,739
	Yuan Ding Investment Co., Ltd.	No. 11000195640	Far Eastern Apparel (Holding) Ltd.	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			
	Yuan Ding Investment Co., Ltd.	No. 11200038500	Oriental Textile (Holding) Ltd.	40,000	40,000			
Oriental Petrochemical (Shanghai) Corporation	Parent company	No. 09800408170	Far Eastern Polychem Industries Ltd.	1,228				1,228
	Yuan Ding Investment Co., Ltd.	No. 09800408160	PET Far Eastern (Holding) Ltd.	6,592				6,592
	Parent company	No. 09700163430	Far Eastern Polychem Industries Ltd.	49,500	49,500			
	Parent company	No. 09700045500	PET Far Eastern (Holding) Ltd.	4,800	4,800			
	Parent company	No. 09800456740	Far Eastern Polychem Industries Ltd.	2,936				
	Parent company	No. 10630056570	PET Far Eastern (Holding) Ltd.	41,171	41,171			
			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.	\$ 9,352				\$ 9,352
	Parent company	No. 093025506	FEDP (Holding) Ltd.					
	Parent company	No. 093030298	Far Eastern Polychem Industries Ltd.	1,569			\$ 1,569	
	Parent company	No. 093030298	FEDP (Holding) Ltd.	713				713
	Parent company	No. 09900403430	Far Eastern Polychem Industries Ltd.	5,288	\$ 5,288			
	Parent company	No. 09500287850	FEDP (Holding) Ltd.	4,524	4,524			
	Parent company	No. 09700045510	Far Eastern Polychem Industries Ltd.	4,800	4,800			
Oriental Industries (Suzhou) Ltd.	Parent company	No. 09900470520	FEDP (Holding) Ltd.	754				
	Parent company	No. 09900470520	FEDP (Holding) Ltd.	18,224	18,224			
	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			
Wuhan Far Eastern New Material Ltd.	Yuan Ding Investment Co., Ltd.	No. 10300223190	Oriental Textile (Holding) Ltd.	43,000	43,000			
	Yuan Ding Investment Co., Ltd.	No. 11100191790	Far Eastern Apparel (Holding) Ltd.	43,000		\$ 43,000		
	Parent company	No. 09500090070	Far Eastern Polytex (Holding) Ltd.	12,000	12,000			
Far Eastern New Century (China) Investment Co., Ltd.	Parent company	No. 09800135640	Far Eastern Polytex (Holding) Ltd.	10,000	10,000			
	Parent company	No. 09900470530	Far Eastern Polytex (Holding) Ltd.	RMB 6,695				RMB 6,695
	Parent company	No. 09500124430 (Note A)	Far Eastern Polytex (Holding) Ltd.	48,000	48,000			
Sino Belgium Beer (Suzhou) Ltd.	Parent company	No. 10300091010	Far Eastern Polytex (Holding) Ltd.	48,000	48,000			
	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	Sino Belgium (Holding) Ltd.	16,000	16,000			
Martens Beers (Shanghai) Ltd.	Yuan Tong Investment Co., Ltd.	No. 10300249370	Sino Belgium (Holding) Ltd.	10,000	10,000			
	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	4,304				4,304
	Yuan Tong Investment Co., Ltd.	No. 09900284200	Martens HK Ltd.					
	Yuan Tong Investment Co., Ltd.	No. 10300091010	Sino Belgium (Holding) Ltd.	1,500	1,500			
	Yuan Tong Investment Co., Ltd.	No. 10200451570	Sino Belgium (Holding) Ltd.	1,100	1,100			
	Yuan Tong Investment Co., Ltd.	No. 10300249370	Sino Belgium (Holding) Ltd.	1,000	1,000			
Far Eastern Yihua Petrochemical (Yangzhou) Corporation	Parent company	No. 11100012810	Far Eastern Polytex (Holding) Ltd.	138,000	138,000			
	Parent company	No. 11100014610	Far Eastern Polytex (Holding) Ltd.	12,000	12,000			
Far Eastern Industries (Yangzhou) Ltd.	Parent company	No. 10100043080	Far Eastern Polychem Industries Ltd.	49,000	49,000			
Far Eastern Union Petrochemical (Yangzhou) Corporation	Parent company	No. 10300210860	PET Far Eastern (Holding) Ltd.	66,000	66,000			
	Parent company	No. 10900223750	PET Far Eastern (Holding) Ltd.	9,250	9,250			
	Parent company	No. 11000095860	PET Far Eastern (Holding) Ltd.	32,824	32,824			
	Parent company	No. 11200040180	PET Far Eastern (Holding) Ltd.	26,520	26,520			
Yuan Ding Enterprise (Shanghai) Limited	Parent company	No. 10200399280	Far Eastern Polytex (Holding) Ltd.	1,000	1,000			
	Parent company	No. 10800190930	Far Eastern New Century (China) Investment Co., Ltd.	74,335	74,335			
	Parent company	No. 10800217150	Far Eastern Polytex (Holding) Ltd.	32,000	32,000			

(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\$)
Tong Da Air Industry (Yangzhou) Co., Ltd.	Parent company	No. 10300203670 (Note B)	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 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 E) No. 10300022990 (Note E)	Far Eastern Info Service (Holding) Ltd. Far East New Diligent Company Ltd.	NT\$ 92,616 3,500	NT\$ 92,616 3,500			
Digital United Information Technology (Shanghai) Ltd.	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			
Nextlink (Shanghai) Technology Co., Ltd.	Nextlink Technology Co., Ltd.	No. 10830010930	Nextlink (Hong Kong) Technology Co., Ltd.	72	72			
New Diligence Corporation (Shanghai)	New Diligent Co., Ltd.	No. 09600261870 (Note C)	New Diligent Co., Ltd.	1,127	1,127			
Far Eastern New Century Information Technology (Beijing) Limited	New Diligent Co., Ltd.	No. 10100496420 (Note D)	Far East New Diligent Company Ltd.	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, except US\$2,000 thousand was still deposited in Far Eastern New Century (China) Investments Co., Ltd.
- B. 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.
- C. 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 million was made. MOEA approved the cancellation of the amount, the balance has not been cancelled to the MOEA.
- D. The dissolution of this investment had been approved by the local government, but the balance has not been cancelled to the MOEA.
- E. The company has been approved by the local government for liquidation in 2020, but has not cancelled the credit line with the Investment Commission of the Ministry of Economic Affairs.
- F. After obtaining MOEA approval (No. 11100176580 and No. 11100176570), 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 of the Company and Yuan Ding Investment Co., Ltd., to Far Eastern Industries (Shanghai) Ltd. increased by US\$86,168 thousand and US\$1,719 thousand, respectively.

(Concluded)

**FAR EASTERN NEW CENTURY CORPORATION AND SUBSIDIARIES****INFORMATION OF MAJOR SHAREHOLDERS  
JUNE 30, 2023**

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.