

China Steel Corporation and Subsidiaries

**Consolidated Financial Statements for the
Six Months Ended June 30, 2021 and 2020 and
Independent Auditors' Review Report**

INDEPENDENT AUDITORS' REVIEW REPORT

China Steel Corporation

Introduction

We have reviewed the accompanying consolidated balance sheets of China Steel Corporation (the Corporation) and its subsidiaries as of June 30, 2021 and 2020, the consolidated statements of comprehensive income for the three months and six months ended June 30, 2021 and 2020, and the consolidated statements of changes in equity and of cash flows for the six months ended June 30, 2021 and 2020, and the notes to the 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 "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission (FSC) of the Republic of China. Our responsibility is to express a conclusion on the consolidated financial statements based on our reviews.

Scope of Review

We conducted our reviews in accordance with Statement of Auditing Standards No. 65 "Review of Financial Information Performed by the Independent Auditor of the Entity". A review of consolidated financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our reviews, 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 financial position of the Corporation and its subsidiaries as of June 30, 2021 and 2020, its consolidated financial performance for the three months and six months ended June 30, 2021 and 2020, and its consolidated cash flows for the six months ended June 30, 2021 and 2020 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 FSC.

The engagement partners on the reviews resulting in this independent auditors' review report are Jui-Hsuan Hsu and Cheng-Hung Kuo.

Deloitte & Touche
Taipei, Taiwan
Republic of China

August 6, 2021

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.

CHINA STEEL CORPORATION AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS (In Thousands of New Taiwan Dollars)

ASSETS	June 30, 2021 (Reviewed)		December 31, 2020 (Audited)		June 30, 2020 (Reviewed)	
	Amount	%	Amount	%	Amount	%
CURRENT ASSETS						
Cash and cash equivalents (Note 6)	\$ 17,260,851	3	\$ 16,140,326	3	\$ 15,600,336	2
Financial assets at fair value through profit or loss - current (Note 7)	4,925,452	1	4,425,282	1	4,860,207	1
Financial assets at fair value through other comprehensive income - current (Note 8)	6,942,526	1	5,179,109	1	4,306,568	1
Financial assets for hedging - current (Note 9)	1,625,106	-	1,458,618	-	1,752,667	-
Contract assets - current (Note 24)	9,089,233	1	10,158,521	2	9,113,860	2
Notes receivable (Note 10)	2,046,787	-	1,602,893	-	1,049,358	-
Notes receivable - related parties (Notes 10 and 31)	73,191	-	118,989	-	91,350	-
Accounts receivable, net (Note 10)	14,029,784	2	11,480,441	2	9,054,358	1
Accounts receivable - related parties (Notes 10 and 31)	169,025	-	199,624	-	218,448	-
Other receivables (Note 31)	1,527,814	-	1,733,785	-	1,828,605	-
Current tax assets	623,607	-	710,432	-	688,432	-
Inventories (Note 11)	100,334,580	16	76,177,207	12	90,014,382	14
Non-current assets held for sale	313,885	-	-	-	-	-
Other financial assets - current (Notes 13 and 32)	8,381,718	1	8,601,911	1	8,359,766	1
Other current assets	4,247,280	1	3,350,746	1	3,846,749	1
Total current assets	171,590,839	26	141,337,884	23	150,785,086	23
NONCURRENT ASSETS						
Financial assets at fair value through profit or loss - noncurrent (Note 7)	998,974	-	1,015,359	-	994,608	-
Financial assets at fair value through other comprehensive income - noncurrent (Note 8)	54,476,377	8	54,879,242	9	53,512,287	8
Financial assets at amortized cost - noncurrent	-	-	3,939	-	3,772	-
Financial assets for hedging - noncurrent (Note 9)	1,095	-	4,561	-	880	-
Investments accounted for using equity method (Note 12)	13,605,916	2	13,708,257	2	14,382,285	2
Property, plant and equipment (Notes 14 and 32)	377,995,624	59	384,332,644	61	386,329,246	60
Right-of-use assets (Note 15)	12,660,123	2	13,720,878	2	14,143,966	2
Investment properties (Notes 16 and 32)	9,478,886	2	9,718,233	2	9,740,862	2
Intangible assets	1,569,393	-	1,654,972	-	1,621,902	-
Deferred tax assets	7,559,399	1	8,863,670	1	9,448,698	2
Refundable deposits	769,967	-	683,498	-	557,504	-
Other financial assets - noncurrent (Notes 13 and 32)	3,169,834	-	3,079,366	-	3,216,115	-
Other noncurrent assets	2,788,632	-	3,080,194	-	3,280,575	1
Total noncurrent assets	485,074,220	74	494,744,813	77	497,232,700	77
TOTAL	\$ 656,665,059	100	\$ 636,082,697	100	\$ 648,017,786	100
LIABILITIES AND EQUITY						
CURRENT LIABILITIES						
Short-term borrowings and bank overdraft (Notes 17 and 32)	\$ 28,009,798	4	\$ 22,510,392	4	\$ 38,472,576	6
Short-term bills payable (Note 17)	25,812,152	4	32,072,318	5	46,229,002	7
Financial liabilities at fair value through profit or loss - current (Note 7)	846	-	736	-	-	-
Financial liabilities for hedging - current (Note 9)	1,701,791	-	1,880,889	-	1,974,097	-
Contract liabilities - current (Note 24)	6,804,713	1	5,564,585	1	5,202,544	1
Notes payable	1,198,686	-	1,561,308	-	730,991	-
Accounts payable (Note 19)	21,906,453	3	17,138,527	3	14,256,976	2
Accounts payable - related parties (Notes 19 and 31)	184,547	-	37,588	-	48,825	-
Other payables (Notes 20 and 31)	32,467,475	5	23,055,595	4	29,862,019	5
Current tax liabilities	4,841,988	2	883,896	-	1,120,862	-
Provisions - current (Note 21)	7,965,605	1	6,501,683	1	3,894,766	1
Lease liabilities - current (Note 15)	865,090	-	954,695	-	951,135	-
Current portion of bonds payable (Note 18)	10,999,848	2	17,399,351	3	13,049,662	2
Current portion of long-term bank borrowings (Notes 17 and 32)	2,674,011	-	2,215,129	-	6,321,022	1
Refund liabilities - current	2,990,807	-	2,148,949	-	2,780,126	1
Other current liabilities	1,439,675	-	1,400,912	-	1,126,601	-
Total current liabilities	149,863,485	22	135,326,553	21	166,021,204	26
NONCURRENT LIABILITIES						
Financial liabilities for hedging - noncurrent (Note 9)	311,742	-	338,608	-	1,057,401	-
Contract liabilities - noncurrent (Note 24)	156,335	-	-	-	-	-
Bonds payable (Note 18)	76,303,645	12	79,800,146	13	80,497,897	12
Long-term bank borrowings (Notes 17 and 32)	29,698,181	5	42,157,426	7	31,117,833	5
Long-term bills payable (Note 17)	18,507,036	3	18,673,657	3	16,775,840	3
Provisions - noncurrent (Note 21)	878,692	-	1,041,882	-	1,101,303	-
Deferred tax liabilities	14,091,911	2	14,267,718	2	13,661,052	2
Lease liabilities - noncurrent (Note 15)	10,320,992	2	10,966,743	2	11,324,232	2
Net defined benefit liabilities	9,083,286	2	9,267,896	1	9,294,779	1
Other noncurrent liabilities	1,171,747	-	1,135,087	-	1,101,229	-
Total noncurrent liabilities	160,523,567	26	177,649,163	28	165,931,566	25
Total liabilities	310,387,052	48	312,975,716	49	331,952,770	51
EQUITY ATTRIBUTABLE TO OWNERS OF THE CORPORATION (Note 23)						
Share capital						
Ordinary shares	157,348,610	24	157,348,610	25	157,348,610	24
Preference shares	382,680	-	382,680	-	382,680	-
Total share capital	157,731,290	24	157,731,290	25	157,731,290	24
Capital surplus	39,116,765	6	39,077,456	6	38,907,700	6
Retained earnings						
Legal reserve	66,611,343	10	66,532,412	10	66,532,412	10
Special reserve	27,639,676	4	27,912,065	4	27,913,079	4
Unappropriated earnings	34,387,496	5	13,897,589	2	9,607,712	2
Total retained earnings	128,638,515	19	108,342,066	16	104,053,203	16
Other equity	(3,653,327)	(1)	(3,187,669)	-	(4,109,828)	(1)
Treasury shares	(8,649,421)	(1)	(8,664,198)	(1)	(8,664,198)	(1)
Total equity attributable to owners of the Corporation	313,183,822	47	293,298,945	46	287,918,167	44
NON-CONTROLLING INTERESTS	33,094,185	5	29,808,036	5	28,146,849	5
Total equity	346,278,007	52	323,106,981	51	316,065,016	49
TOTAL	\$ 656,665,059	100	\$ 636,082,697	100	\$ 648,017,786	100

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

CHINA STEEL CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

(In Thousands of New Taiwan Dollars, Except Earnings (Loss) Per Share)

(Reviewed, Not Audited)

	For the Three Months Ended June 30				For the Six Months Ended June 30			
	2021		2020		2021		2020	
	Amount	%	Amount	%	Amount	%	Amount	%
OPERATING REVENUES (Notes 24, 31 and 36)	\$ 115,448,026	100	\$ 72,609,411	100	\$ 213,269,624	100	\$ 150,528,288	100
OPERATING COSTS (Notes 11, 25 and 31)	<u>90,810,239</u>	<u>79</u>	<u>70,692,327</u>	<u>97</u>	<u>172,658,537</u>	<u>81</u>	<u>147,698,154</u>	<u>98</u>
GROSS PROFIT	<u>24,637,787</u>	<u>21</u>	<u>1,917,084</u>	<u>3</u>	<u>40,611,087</u>	<u>19</u>	<u>2,830,134</u>	<u>2</u>
OPERATING EXPENSES								
Selling and marketing expenses	1,263,081	1	1,052,208	1	2,421,167	1	2,346,116	2
General and administrative expenses	2,007,593	2	1,450,085	2	3,670,264	2	2,969,505	2
Research and development expenses	610,546	-	454,610	1	1,151,903	-	925,244	-
Loss (reversal) of expected credit loss	<u>(1,398)</u>	<u>-</u>	<u>(3,228)</u>	<u>-</u>	<u>120,600</u>	<u>-</u>	<u>5,285</u>	<u>-</u>
Total operating expenses	<u>3,879,822</u>	<u>3</u>	<u>2,953,675</u>	<u>4</u>	<u>7,363,934</u>	<u>3</u>	<u>6,246,150</u>	<u>4</u>
PROFIT (LOSS) FROM OPERATIONS	<u>20,757,965</u>	<u>18</u>	<u>(1,036,591)</u>	<u>(1)</u>	<u>33,247,153</u>	<u>16</u>	<u>(3,416,016)</u>	<u>(2)</u>
NON-OPERATING INCOME AND EXPENSES								
Interest income (Note 25)	56,864	-	82,041	-	119,812	-	142,475	-
Other income (Notes 25 and 31)	1,182,455	1	270,867	-	1,887,340	1	737,745	-
Other gains and losses (Notes 25 and 31)	474,585	-	67,926	-	499,348	-	(220,208)	-
Finance costs (Note 25)	(452,064)	-	(652,511)	(1)	(930,661)	-	(1,371,785)	-
Share of the profit of associates	<u>82,386</u>	<u>-</u>	<u>15,310</u>	<u>-</u>	<u>378,379</u>	<u>-</u>	<u>308,341</u>	<u>-</u>
Total non-operating income and expenses	<u>1,344,226</u>	<u>1</u>	<u>(216,367)</u>	<u>(1)</u>	<u>1,954,218</u>	<u>1</u>	<u>(403,432)</u>	<u>-</u>
PROFIT (LOSS) BEFORE INCOME TAX	22,102,191	19	(1,252,958)	(2)	35,201,371	17	(3,819,448)	(2)
INCOME TAX EXPENSE (BENEFIT) (Notes 4 and 26)	<u>4,005,123</u>	<u>3</u>	<u>41,932</u>	<u>-</u>	<u>6,296,561</u>	<u>3</u>	<u>(405,831)</u>	<u>-</u>
NET PROFIT (LOSS) FOR THE PERIOD	<u>18,097,068</u>	<u>16</u>	<u>(1,294,890)</u>	<u>(2)</u>	<u>28,904,810</u>	<u>14</u>	<u>(3,413,617)</u>	<u>(2)</u>
OTHER COMPREHENSIVE INCOME (Notes 23 and 26)								
Items that will not be reclassified subsequently to profit or loss								
Remeasurement of defined benefit plans	-	-	-	-	(91)	-	-	-

(Continued)

CHINA STEEL CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

(In Thousands of New Taiwan Dollars, Except Earnings (Loss) Per Share)

(Reviewed, Not Audited)

	For the Three Months Ended June 30				For the Six Months Ended June 30			
	2021		2020		2021		2020	
	Amount	%	Amount	%	Amount	%	Amount	%
Unrealized gains and losses on investments in equity instruments at fair value through other comprehensive income	\$ 34,069	-	\$ 2,496,050	3	\$ 680,455	1	\$ (2,263,063)	(1)
Gains and losses on hedging instruments	(16,416)	-	(88,478)	-	30,832	-	(123,448)	-
Share of the other comprehensive income of associates	24,358	-	(12,760)	-	49,648	-	(11,491)	-
Income tax benefit (expense) relating to items that will not be reclassified subsequently to profit or loss	90,022	-	(18,961)	-	144,018	-	169,735	-
Items that may be reclassified subsequently to profit or loss								
Exchange differences on translating foreign operations	(1,173,203)	(1)	841,969	1	(1,220,485)	(1)	(1,323,392)	(1)
Unrealized gains and losses on investments in debt instruments designated as at fair value through other comprehensive income	1,170	-	-	-	(927)	-	-	-
Gains and losses on hedging instruments	-	-	9,075	-	-	-	(5,269)	-
Share of the other comprehensive income of associates	79,325	-	(810,979)	(1)	161,963	-	168,815	-
Income tax benefit (expense) relating to items that may be reclassified subsequently to profit or loss	(51,262)	-	41,606	-	(53,470)	-	11,166	-
Other comprehensive income (loss) for the period, net of income tax	(1,011,937)	(1)	2,457,522	3	(208,057)	-	(3,376,947)	(2)
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	<u>\$ 17,085,131</u>	<u>15</u>	<u>\$ 1,162,632</u>	<u>1</u>	<u>\$ 28,696,753</u>	<u>14</u>	<u>\$ (6,790,564)</u>	<u>(4)</u>
NET PROFIT (LOSS) ATTRIBUTABLE TO:								
Owners of the Corporation	\$ 15,713,818	14	\$ (1,407,837)	(2)	\$ 24,740,494	12	\$ (3,663,375)	(2)
Non-controlling interests	<u>2,383,250</u>	<u>2</u>	<u>112,947</u>	-	<u>4,164,316</u>	<u>2</u>	<u>249,758</u>	-
	<u>\$ 18,097,068</u>	<u>16</u>	<u>\$ (1,294,890)</u>	<u>(2)</u>	<u>\$ 28,904,810</u>	<u>14</u>	<u>\$ (3,413,617)</u>	<u>(2)</u>
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:								
Owners of the Corporation	\$ 14,977,342	13	\$ 1,202,779	1	\$ 24,604,824	12	\$ (6,749,792)	(4)
Non-controlling interests	<u>2,107,789</u>	<u>2</u>	<u>(40,147)</u>	-	<u>4,091,929</u>	<u>2</u>	<u>(40,772)</u>	-
	<u>\$ 17,085,131</u>	<u>15</u>	<u>\$ 1,162,632</u>	<u>1</u>	<u>\$ 28,696,753</u>	<u>14</u>	<u>\$ (6,790,564)</u>	<u>(4)</u>

(Continued)

CHINA STEEL CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

(In Thousands of New Taiwan Dollars, Except Earnings (Loss) Per Share)

(Reviewed, Not Audited)

	For the Three Months Ended June 30				For the Six Months Ended June 30			
	2021		2020		2021		2020	
	Amount	%	Amount	%	Amount	%	Amount	%
EARNINGS (LOSS) PER SHARE (Note 27)								
Basic	<u>\$ 1.02</u>		<u>\$ (0.09)</u>		<u>\$ 1.60</u>		<u>\$ (0.24)</u>	
Diluted	<u>\$ 1.01</u>		<u>\$ (0.09)</u>		<u>\$ 1.60</u>		<u>\$ (0.24)</u>	

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

(Concluded)

CHINA STEEL CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY (In Thousands of New Taiwan Dollars, Except Dividends Per Share) (Reviewed, Not Audited)

	Equity Attributable to Owners of the Corporation						Other Equity				Total Equity Attributable to Owners of the Corporation	Non-controlling Interests	Total Equity	
	Share Capital		Capital Surplus	Retained Earnings			Exchange Differences on Translating Foreign Operations	Unrealized Gains and Losses on Financial Assets as at Fair Value Through Other Comprehensive Income	Gains and Losses on Hedging Instruments	Total Other Equity				Treasury Shares
	Ordinary Shares	Preference Shares		Legal Reserve	Special Reserve	Unappropriated Earnings								
BALANCE AT JANUARY 1, 2020	\$ 157,348,610	\$ 382,680	\$ 38,877,269	\$ 65,674,189	\$ 27,803,906	\$ 21,998,036	\$ (6,838,836)	\$ 2,124,342	\$ 3,852,535	\$ (861,959)	\$ (8,664,198)	\$ 302,558,533	\$ 29,655,977	\$ 332,214,510
Appropriation of 2019 earnings (Note 23)	-	-	-	858,223	-	(858,223)	-	-	-	-	-	-	-	-
Legal reserve	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Special reserve	-	-	-	-	110,524	(110,524)	-	-	-	-	-	-	-	-
Cash dividends to ordinary shareholders - NTS\$0.5 per share	-	-	-	-	-	(7,867,430)	-	-	-	-	-	(7,867,430)	-	(7,867,430)
Cash dividends to preference shareholders - NT\$1.4 per share	-	-	-	-	-	(53,575)	-	-	-	-	-	(53,575)	-	(53,575)
Reversal of special reserve	-	-	-	-	(1,351)	1,351	-	-	-	-	-	-	-	-
Net profit (loss) for the six months ended June 30, 2020	-	-	-	-	-	(3,663,375)	-	-	-	-	-	(3,663,375)	249,758	(3,413,617)
Other comprehensive income for the six months ended June 30, 2020, net of income tax	-	-	-	-	-	74	(762,084)	(2,223,704)	(100,703)	(3,086,491)	-	(3,086,417)	(290,530)	(3,376,947)
Total comprehensive income for the six months ended June 30, 2020	-	-	-	-	-	(3,663,301)	(762,084)	(2,223,704)	(100,703)	(3,086,491)	-	(6,749,792)	(40,772)	(6,790,564)
Adjustment of non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	-	(1,468,356)	(1,468,356)
Disposal of investments in equity instruments at fair value through other comprehensive income	-	-	-	-	-	161,378	-	(161,378)	-	(161,378)	-	-	-	-
Adjustment of other equity	-	-	30,431	-	-	-	-	-	-	-	-	30,431	-	30,431
BALANCE AT JUNE 30, 2020	\$ 157,348,610	\$ 382,680	\$ 38,907,700	\$ 66,532,412	\$ 27,913,079	\$ 9,607,712	\$ (7,600,920)	\$ (260,740)	\$ 3,751,832	\$ (4,109,828)	\$ (8,664,198)	\$ 287,918,167	\$ 28,146,849	\$ 316,065,016
BALANCE AT JANUARY 1, 2021	\$ 157,348,610	\$ 382,680	\$ 39,077,456	\$ 66,532,412	\$ 27,912,065	\$ 13,897,589	\$ (7,528,950)	\$ 543,417	\$ 3,797,864	\$ (3,187,669)	\$ (8,664,198)	\$ 293,298,945	\$ 29,808,036	\$ 323,106,981
Appropriation of 2020 earnings (Note 23)	-	-	-	78,931	-	(78,931)	-	-	-	-	-	-	-	-
Legal reserve	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Special reserve	-	-	-	-	(272,355)	272,355	-	-	-	-	-	-	-	-
Cash dividends to ordinary shareholders - NTS\$0.3 per share	-	-	-	-	-	(4,720,458)	-	-	-	-	-	(4,720,458)	-	(4,720,458)
Cash dividends to preference shareholders - NT\$1.4 per share	-	-	-	-	-	(53,575)	-	-	-	-	-	(53,575)	-	(53,575)
Reversal of special reserve	-	-	-	-	(34)	34	-	-	-	-	-	-	-	-
Net profit for the six months ended June 30, 2021	-	-	-	-	-	24,740,494	-	-	-	-	-	24,740,494	4,164,316	28,904,810
Other comprehensive income for the six months ended June 30, 2021, net of income tax	-	-	-	-	-	(107)	(1,026,210)	840,288	50,359	(135,563)	-	(135,670)	(72,387)	(208,057)
Total comprehensive income for the six months ended June 30, 2021	-	-	-	-	-	24,740,387	(1,026,210)	840,288	50,359	(135,563)	-	24,604,824	4,091,929	28,696,753
Disposal of the Corporation's shares held by subsidiaries	-	-	760	-	-	-	-	-	-	-	11,241	12,001	-	12,001
Adjustment of non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	-	(805,780)	(805,780)
Disposal of investments in equity instruments at fair value through other comprehensive income	-	-	-	-	-	330,095	-	(330,095)	-	(330,095)	-	-	-	-
Adjustment of other equity	-	-	38,549	-	-	-	-	-	-	-	3,536	42,085	-	42,085
BALANCE AT JUNE 30, 2021	\$ 157,348,610	\$ 382,680	\$ 39,116,765	\$ 66,611,343	\$ 27,639,676	\$ 34,387,496	\$ (8,555,160)	\$ 1,053,610	\$ 3,848,223	\$ (3,653,327)	\$ (8,649,421)	\$ 313,183,822	\$ 33,094,185	\$ 346,278,007

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

CHINA STEEL CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS

(In Thousands of New Taiwan Dollars)

(Reviewed, Not Audited)

	For the Six Months Ended June 30	
	2021	2020
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit (loss) before income tax	\$ 35,201,371	\$ (3,819,448)
Adjustments for:		
Depreciation expense	16,228,067	16,764,631
Amortization expense	130,446	123,430
Expected credit loss	120,600	5,285
Net loss (gain) on financial assets and liabilities at fair value through profit or loss	(513,631)	12,605
Finance costs	930,661	1,371,785
Interest income	(119,812)	(142,475)
Dividends income	(1,300,871)	(139,745)
Share of the profit of associates	(433,879)	(326,675)
Loss (gain) on disposal of property, plant and equipment	61,004	(182,929)
Gain on disposal of investment properties	(26,755)	-
Gain on disposal of non-current assets held for sale	(33,545)	-
Gain on disposal of investments	(17,564)	(289,476)
Impairment loss recognized on financial assets	3,878	-
Write-downs of inventories	379,017	149,882
Impairment loss on non-financial assets	745,901	-
Recognition of provisions	1,497,927	121,438
Others	39,154	4,989
Changes in operating assets and liabilities		
Financial assets mandatorily classified as at fair value through profit or loss	(427,195)	186,700
Financial assets for hedging	(233,084)	88,124
Contract assets	1,106,614	835,621
Notes receivable	(443,894)	167,454
Notes receivable - related parties	45,798	133,829
Accounts receivable	(2,661,218)	1,914,223
Accounts receivable - related parties	30,599	178,094
Other receivables	769,881	(17,888)
Inventories	(24,532,402)	9,498,951
Other current assets	(693,803)	406,793
Financial liabilities for hedging	(50,530)	(62,307)
Contract liabilities	1,396,463	(1,001,414)
Notes payable	(362,622)	(917,227)
Accounts payable	4,767,926	(364,074)
Accounts payable - related parties	146,959	(21,901)
Other payables	5,008,380	(1,253,291)
Provisions	(199,001)	(23,890)
Other current liabilities	38,763	(328,684)
Net defined benefit liabilities	(184,610)	(103,584)

(Continued)

CHINA STEEL CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS

(In Thousands of New Taiwan Dollars)

(Reviewed, Not Audited)

	For the Six Months Ended June 30	
	2021	2020
Refund liabilities	\$ 841,858	\$ 1,040,425
Cash generated from operations	37,256,851	24,009,251
Income taxes paid	(1,032,739)	(797,313)
Net cash generated from operating activities	<u>36,224,112</u>	<u>23,211,938</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of financial assets at fair value through other comprehensive income	(4,842,654)	(2,668,804)
Proceeds from disposal of financial assets at fair value through other comprehensive income	3,903,405	2,172,267
Acquisition of financial assets at fair value through profit or loss	(5,482,768)	(3,717,190)
Proceeds from disposal of financial assets at fair value through profit or loss	5,632,278	2,485,815
Derecognition of financial liabilities for hedging	-	(1,765,167)
Acquisition of investments accounted for using equity method	-	(375,000)
Proceeds from disposal of investments accounted for using equity method	5,394	284,821
Disposal of subsidiaries	18,013	602,742
Proceeds from capital reduction of investments accounted for using equity method	5,080	-
Proceeds from disposal of non-current assets held for sale	176,233	-
Acquisition of property, plant and equipment	(10,778,953)	(13,116,666)
Proceeds from disposal of property, plant and equipment	4,606	267,058
Decrease (increase) in refundable deposits	(136,791)	51,888
Acquisition of intangible assets	(19,540)	(38,418)
Disposal of intangible assets	2,103	-
Acquisition of right-of-use assets	(1,334)	-
Acquisition of investment properties	-	(10,483)
Proceeds from disposal of investment properties	60,185	-
Decrease (increase) in other financial assets	129,725	(380,554)
Decrease (increase) in other noncurrent assets	45,912	(32,956)
Interest received	123,218	143,418
Dividends received from associates	271,389	441,185
Dividends received from others	<u>1,167,754</u>	<u>48,507</u>
Net cash used in investing activities	<u>(9,716,745)</u>	<u>(15,607,537)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from short-term borrowings	102,137,382	156,847,511
Repayments of short-term borrowings	(96,627,384)	(158,201,232)
Proceeds from short-term bills payable	66,190,553	77,675,913

(Continued)

CHINA STEEL CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS

(In Thousands of New Taiwan Dollars)

(Reviewed, Not Audited)

	For the Six Months Ended June 30	
	2021	2020
Repayment of short-term bills payable	\$ (72,450,719)	\$ (70,482,842)
Proceeds from bonds payable	-	7,000,000
Repayments of bonds payable	(9,900,000)	(12,400,000)
Proceeds from long-term bank borrowings	17,438,492	30,890,000
Repayments of long-term bank borrowings	(29,363,946)	(38,893,148)
Proceeds from long-term bills payable	2,942,989	6,601,023
Repayments of long-term bills payable	(3,109,610)	(3,920,077)
Repayments of principal of lease liabilities	(495,712)	(497,671)
Increase (decrease) in other noncurrent liabilities	36,660	(7,229)
Dividends paid to owners of the Corporation	(3,538)	(3,110)
Partial disposal of interests in subsidiaries without loss of control	32,655	-
Interest paid	(1,157,061)	(1,620,014)
Increase (decrease) in non-controlling interests	<u>(805,780)</u>	<u>(1,468,356)</u>
Net cash used in financing activities	<u>(25,135,019)</u>	<u>(8,479,232)</u>
EFFECT OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH AND CASH EQUIVALENTS	<u>(108,795)</u>	<u>51,737</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	1,263,553	(823,094)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	<u>12,806,364</u>	<u>12,031,039</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	<u>\$ 14,069,917</u>	<u>\$ 11,207,945</u>
Reconciliation of the amounts in the consolidated statements of cash flows with the equivalent items reported in the consolidated balance sheets as of June 30, 2021 and 2020:		
Cash and cash equivalents in the consolidated balance sheets	\$ 17,260,851	\$ 15,600,336
Bank overdraft	<u>(3,190,934)</u>	<u>(4,392,391)</u>
Cash and cash equivalents in the consolidated statements of cash flows	<u>\$ 14,069,917</u>	<u>\$ 11,207,945</u>

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

(Concluded)

CHINA STEEL CORPORATION AND SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED JUNE 30, 2021 AND 2020 (In Thousands of New Taiwan Dollars, Unless Stated Otherwise) (Reviewed, Not Audited)

1. GENERAL INFORMATION

China Steel Corporation (the Corporation) was incorporated on December 3, 1971. It manufactures and sells steel products and engages in mechanical, communications, and electrical engineering.

The shares of the Corporation and its subsidiaries, including China Steel Structure Co., Ltd., China Steel Chemical Corporation, CHC Resources Corporation, China Ecotek Corporation and Chung Hung Steel Corporation Ltd., have been listed on the Taiwan Stock Exchange. The shares of the subsidiary Thintech Materials Technology Co., Ltd. have been traded on the Taipei Exchange. The subsidiary Dragon Steel Corporation has issued shares to the public.

As of June 30, 2021, the Ministry of Economic Affairs (MOEA), Republic of China owned 20 % of the Corporation's issued shares.

The consolidated financial statements are presented in the Corporation's functional currency, the New Taiwan dollar.

2. APPROVAL OF FINANCIAL STATEMENTS

The consolidated financial statements were reported to the Corporation's board of directors for issue on August 6, 2021.

3. APPLICATION OF NEW AND AMENDED STANDARDS AND INTERPRETATIONS

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

The initial application of the IFRSs endorsed and issued into effect by the FSC did not have material impact on the Corporation and its subsidiaries' accounting policies.

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

<u>New IFRSs</u>	<u>Effective Date Announced by IASB (Note 1)</u>
"Annual Improvements to IFRS Standards 2018–2020"	January 1, 2022 (Note 2)
Amendments to IFRS 3 "Reference to the Conceptual Framework"	January 1, 2022 (Note 3)
Amendments to IFRS 10 and IAS 28 "Sale or Contribution of Assets between An Investor and Its Associate or Joint Venture"	To be determined by IASB
IFRS 17 "Insurance Contracts"	January 1, 2023
Amendments to IFRS 17	January 1, 2023

New IFRSs	Effective Date Announced by IASB (Note 1)
Amendments to IAS 1 “Classification of Liabilities as Current or Non-current”	January 1, 2023
Amendments to IAS 1 “Disclosure of Accounting Policies”	January 1, 2023 (Note 6)
Amendments to IAS 8 “Definition of Accounting Estimates”	January 1, 2023 (Note 7)
Amendments to IAS 12 “Deferred Tax related to Assets and Liabilities arising from a Single Transaction”	January 1, 2023 (Note 8)
Amendments to IAS 16 “Property, Plant and Equipment - Proceeds before Intended Use”	January 1, 2022 (Note 4)
Amendments to IAS 37 “Onerous Contracts - Cost of Fulfilling a Contract”	January 1, 2022 (Note 5)

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

Note 2: The amendments to IFRS 9 will be applied prospectively to modifications and exchanges of financial liabilities that occur on or after the annual reporting periods beginning on or after January 1, 2022. The amendments to IAS 41 “Agriculture” will be applied prospectively to the fair value measurements on or after the annual reporting periods beginning on or after January 1, 2022. The amendments to IFRS 1 “First-time Adoptions of IFRSs” will be applied retrospectively for annual reporting periods beginning on or after January 1, 2022.

Note 3: The amendments are applicable to business combinations for which the acquisition date is on or after the beginning of the annual reporting period beginning on or after January 1, 2022.

Note 4: The amendments are applicable to property, plant and equipment that are brought to the location and condition necessary for them to be capable of operating in the manner intended by management on or after January 1, 2021.

Note 5: The amendments are applicable to contracts for which the entity has not yet fulfilled all its obligations on January 1, 2022.

Note 6: The amendments will be applied prospectively for annual reporting periods beginning on or after January 1, 2023.

Note 7: The amendments are applicable to changes in accounting estimates and changes in accounting policies that occur on or after the beginning of the annual reporting period beginning on or after January 1, 2023.

Note 8: Except that deferred taxes will be recognized on January 1, 2022 for temporary differences associated with leases and decommissioning obligations, the amendments will be applied prospectively to transactions that occur on or after January 1, 2022.

As of the date the consolidated financial statements were reported to the board of directors for issue, the Corporation and its subsidiaries are in the process of assessing the impact of the impending initial application of the aforementioned and other standards and the amendments to interpretations on their financial position and results of operations. Disclosures will be provided after a detailed review of the impact has been completed.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

For readers’ convenience, the accompanying consolidated financial statements have been translated into English from the original Chinese version prepared and used in the ROC. If inconsistencies arise between

the English version and the Chinese version or if differences arise in the interpretations between the two versions, the Chinese version of the consolidated financial statements shall prevail.

a. Statement of compliance

The 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. The consolidated financial statements do not present full disclosures required for a complete set of IFRSs annual financial statements.

b. Basis of consolidation

The consolidated entities were as follows:

Investor	Investee	Main Businesses	Percentage of Ownership (%)			Additional Descriptions
			June 30, 2021	December 31, 2020	June 30, 2020	
China Steel Corporation	Dragon Steel Corporation (DSC)	Hot-rolled products, H beams, billets, flat steels	100	100	100	
	Gains Investment Corporation (GIC)	General investment	100	100	100	
	China Steel Express Corporation (CSE)	Shipping services for raw materials	100	100	100	
	C.S.Aluminium Corporation (CSAC)	Production and sale of aluminum and non-ferrous metal products	100	100	100	
	China Prosperity Development Corporation (CPDC)	Real estate development	100	100	100	
	China Steel Asia Pacific Holdings Pte Ltd (CSAP)	Holding and investment	100	100	100	
	Chung Hung Steel Corporation (CHS)	Manufacture and sale of steel products	41	41	41	Refer to 2) below
	China Steel Chemical Corporation (CSCC)	Manufacture of coal chemistry and speciality chemical	29	29	29	Refer to 1) below
	China Steel Global Trading Corporation (CSGT)	Buy and sell, and act as an agency for steel products	100	100	100	
	CHC Resources Corporation (CHC)	Manufacture and sale of GBFS powder and slag cement, air-cooled BFS and BOFS, surveys and remediation of soil and groundwater, intermediate solidification, reutilization of resources	20	20	20	Direct and indirect ownerships amounted to 36%, and refer to 1) below
	InfoChamp Systems Corporation (Info Champ)	ERP systems automation control systems service	100	100	100	
	China Steel Structure Co., Ltd. (CSSC)	Manufacture and sale of products of steel structure	33	33	33	Direct and indirect ownerships amounted to 36%, and refer to 1) below
	China Ecotek Corporation (CEC)	Environmental engineering, M&E engineering, and O&M engineering	45	45	45	Direct and indirect ownerships amounted to 46%, and refer to 1) below
	China Steel Security Corporation (CSS)	On-site security, systematic security	100	100	100	
	HIMAG Magnetic Corporation (HIMAG)	Production and sale of industrial magnetic, chemical, and iron oxides	69	69	69	Direct and indirect ownerships amounted to 88%
	China Steel Machinery Corporation (CSMC)	Manufacture and sale of products for iron and steel equipment, vehicle transportation equipment, power generation and other mechanical equipment	74	74	74	Direct and indirect ownerships amounted to 100%
	China Steel Management Consulting Corporation (CMCC)	Business management and management consulting services	100	100	100	
	Eminent Venture Capital Corporation (Eminent VC)	General Investment	-	-	-	Indirect ownership was 55%
	CSC Steel Australia Holdings Pty Ltd (CSC SAH)	General investment	100	100	100	
	China Steel and Nippon Steel Vietnam Joint Stock Company (CSVC)	Manufacture and sale of steel products	56	56	56	
China Steel Corporation India Pvt. Ltd. (CSCI)	Electrical steel	100	100	100		
Kaohsiung Rapid Transit Corporation (KRTC)	Mass Rapid Transit service	43	43	43	Direct and indirect ownerships amounted to 51%	

Investor	Investee	Main Businesses	Percentage of Ownership (%)			Additional Descriptions	
			June 30, 2021	December 31, 2020	June 30, 2020		
Gains Investment Corporation	China Steel Resources Corporation (CSRC)	Other non-metallic mineral products manufacturing	100	100	100	Direct and indirect ownerships amounted to 100%	
	CSC Precision Metal Industrial Corporation (CPMI)	Other non-ferrous metal basic industries	100	100	100		
	CSC Solar Corporation (CSCSOLAR)	Solar energy generation	55	55	55	Direct and indirect ownerships amounted to 100%	
	Sing Da Marine Structure Corporation (SDMS)	Foundation of offshore wind power	100	100	100		
	United Steel International Co., Ltd. (USICL)	Holding and investment	80	80	80	Direct and indirect ownerships amounted to 100%	
	China Steel Power Holding Corporation (CPHC)	General investment	51	51	51		
	Eminence Investment Corporation (EIC)	General investment	100	100	100	Direct and indirect ownerships amounted to 52%	
	Betacera Inc. (BETACERA)	Manufacturing and trading of electronic ceramics	48	48	48		
	Thintech Materials Technology Co., Ltd. (TTMC)	Sputtering target manufacturing and sales	32	32	32	Direct and indirect ownerships amounted to 40%, and refer to 1) below	
	Gainsplus Asset Management Inc. (GAINSPLUS)	General investment	-	100	100		
Eminence Investment Corporation	Universal Exchange Inc. (UEC)	Wholesale of computer software, software design services, digital information supply services	64	64	64	Direct and indirect ownerships amounted to 99%	
	Mentor Consulting Corporation (MCC)	Management consulting services	100	100	100		
	Winning Investment Corporation (WIC)	General investment	49	49	49	Direct and indirect ownerships amounted to 58%	
	Pro-Ascentek Investment Corporation (PAIC)	General investment	5	-	-		
	Shin Mau Investment Corporation (SMIC)	General investment	30	30	30	Direct and indirect ownerships amounted to 61%, and investment in January 2021	
	Ding Da Investment Corporation (DDIC)	General investment	30	30	30		
	Gau Ruei Investment Corporation (GRIC)	General investment	25	25	25	Direct and indirect ownerships amounted to 100%	
	Chiun Yu Investment Corporation (CYIC)	General investment	25	25	25		
	Shin Mau Investment Corporation	Hung-Chuan Investment Corporation (HCIC)	General investment	5	5	5	Direct and indirect ownerships amounted to 100%
		Chi-Yi Investment Corporation (CYIIC)	General investment	5	5	5	
Ding Da Investment Corporation	Jiing-Cherng-Fa Investment Corporation (JCFIC)	General investment	4	4	4	Direct and indirect ownerships amounted to 100%	
Gau Ruei Investment Corporation	Sheng Lih Dar Investment Corporation (SLDIC)	General investment	4	4	4	Direct and indirect ownerships amounted to 100%	

Investor	Investee	Main Businesses	Percentage of Ownership (%)			Additional Descriptions
			June 30, 2021	December 31, 2020	June 30, 2020	
	Li-Ching-Long Investment Corporation (LCLIC)	General investment	5	5	5	Direct and indirect ownerships amounted to 100%
Betacera Inc.	Lefkara Ltd. (Lefkara)	Holding and Investment	100	100	100	
Lefkara Ltd.	Betacera (Su Zhou) Co., Ltd. (BSZ)	Manufacturing and trading of electronic ceramics	100	100	100	
	Shanghai Xike Ceramic Electronic Co., Ltd. (SHXCE)	Manufacturing and trading of electronic ceramics	100	100	100	
	Suzhou Betacera Technology Co., Ltd. (SBTC)	Manufacturing and trading of aeronautical or marine life saving products	100	100	100	
Thintech Materials Technology Co., Ltd.	Thintech Global Limited (TTGL)	Holding and investment	100	100	100	
Thintech Global Limited	Taicang Thintech Materials Co., Ltd. (TCMC)	Sputtering target manufacturing and sales	100	100	100	
China Steel Express Corporation	CSEI Transport (Panama) Corporation (CSEIP)	Shipping services for raw materials	-	-	100	End of settlement in September 2020
	CSE Transport Corporation (CSEP)	Shipping services for raw materials	100	100	100	
	Transglory Investment Corporation (TIC)	General investment	50	50	50	Direct and indirect ownerships amounted to 100%
	Kaoport Stevedoring Corporation (KPC)	Ship cargo loading and unloading industry	66	66	66	
C.S.Aluminium Corporation	ALU Investment Offshore Corporation (ALU)	Holding and investment	100	100	100	
ALU Investment Offshore Corporation	United Steel International Development Corporation (USID)	Holding and investment	65	65	65	Direct and indirect ownerships amounted to 79%
United Steel International Development Corporation	Ningbo Huayang Aluminium-Tech Co., Ltd. (NA)	Production of aluminum products	100	100	100	
China Prosperity Development Corporation	CK Japan Co., Ltd. (CKJCL)	Real estate lease	80	80	80	Direct and indirect ownerships amounted to 100%
	China Prosperity Construction Corporation (CPCC) (Renamed from United Steel Development Corporation Limited)	Real estate development	60	60	60	Direct and indirect ownerships amounted to 100% and renamed in January 2020
China Steel Asia Pacific Holdings Pte Ltd	CSC Steel Holdings Berhad (CSHB)	General investment	46	46	46	Refer to 2) below
	Changzhou China Steel Precision Materials Co., Ltd. (CSPM)	Production and sale of titanium and titanium alloys, nickel and nickel alloys	70	70	70	
	China Steel Precision Metals Qingdao Co., Ltd. (CSMQ)	Cutting and processing of steel products	60	60	60	Direct and indirect ownerships amounted to 70%
CSC Steel Holdings Berhad	CSC Steel Sdn. Bhd. (CSCM)	Manufacture and sale of steel products	100	100	100	
	Group Steel Corporation (M) Sdn. Bhd. (GSC)	General investment	100	100	100	
CSC Steel Sdn. Bhd.	Constant Mode Sdn. Bhd. (CMSB)	General investment	100	100	100	
Chung Hung Steel Corporation	Hung Kao Investment Corporation (HKIC)	General investment	100	100	100	
China Steel Chemical Corporation	Ever Wealthy International Corporation (EWIC)	General investment	100	100	100	
	Ever Glory International Co., Ltd. (EVERGLORY)	International trading and general investment	-	-	100	End of settlement in September 2020
	Formosa Ha Tinh CSCC (Cayman) International Limited (FHTCIL)	General investment	50	50	50	
Ever Wealthy International Corporation	Changzhou China Steel New Materials Technology Co., Ltd. (CSNCMT)	Mesophase sales and trading	100	100	100	
China Steel Global Trading Corporation	Chung Mao Trading (Samoa) Corporation (SAMOA)	Holding and investment	100	100	100	
	Wabo Global Trading Corporation (WABO)	Buy and sell, and act as an agency for steel products	44	44	44	Direct and indirect ownerships amounted to 50%
	CSGT (Singapore) Pte. Ltd. (CSGTSNG)	Buy and sell, and act as an agency for steel products	100	100	100	
	Chung Mao Trading (BVI) Corporation (CSGTBVI)	Holding and investment	65	65	65	
	CSGT International Corporation (CIC)	Holding and investment	100	100	100	

Investor	Investee	Main Businesses	Percentage of Ownership (%)			Additional Descriptions
			June 30, 2021	December 31, 2020	June 30, 2020	
	CSGT (Shenzhen) Co., Ltd. (SZH)	Buy and sell, and act as an agency for steel products	65	100	-	Investment in September 2020, and not increasing in shares proportionally to percentage of ownership in May 2021
Chung Mao Trading (Samoa) Corporation	CSGT (Shanghai) Co., Ltd. (CSGTPRC)	Buy and sell, and act as an agency for steel products	100	100	100	
Wabo Global Trading Corporation	CSGT Japan Co., Ltd. (CSGTJPN)	Buy and sell, and act as an agency for steel products	100	100	100	
Chung Mao Trading (BVI) Corporation	CSGT Hong Kong Limited (CSGTHK)	Buy and sell, and act as an agency for steel products	100	100	100	
CSGT International Corporation	CSGT Metals Vietnam Joint Stock Company (CSGT-VTM)	Cutting and processing of steel products	60	60	54	
	CSGT Trading India Private Limited (CSGTIN)	Buy and sell, and act as an agency for steel products	99	99	99	Direct and indirect ownerships amounted to 100%
CHC Resources Corporation	Union Steel Development Corporation (USDC)	Manufacture and sale of iron powder, OEM and sales of refractory, trading, human dispatch	93	93	93	
	Pao Good Industrial Co., Ltd. (PG)	Sales of fly ash, manufacture and sales of dry-mix mortar, trading	51	51	51	
	Yu Cheng Lime Corporation (YCC)	Real estate lease, management of raw materials	90	90	90	
	CHC Resources Vietnam Co., Ltd (CHCV)	Sales of GBFS	85	85	85	
	Mao Lian Enterprise Co., Ltd. (Mao Lian)	Real estate lease	100	100	-	Acquired in October 2020
InfoChamp Systems Corporation	Info-Champ System (B.V.I) Corporation (ICSCB)	Holding and investment	100	100	100	
Info-Champ System (B.V.I) Corporation	Wuhan InfoChamp I.T. Co., Ltd. (WICIT)	Enterprise information system integration services	100	100	100	
China Steel Structure Co., Ltd.	United Steel Engineering & Construction Corporation (USEC)	Construction and management of buildings, roads and railways, and other civil engineering projects	100	100	100	
	China Steel Structure Holding Co., Ltd. (CSSHCL)	Holding and investment	100	37	37	Investment restructuring in April 2021
	China Steel Structure Investment Pte. Ltd. (CSSIPL)	Holding and investment	100	100	100	Under settlement procedure in June 2021
United Steel Engineering & Construction Corporation	United Steel Investment Pte Ltd (USIPL)	Holding and investment	100	100	100	
	United Steel Construction (Vietnam) Co., Ltd. (USCVC)	Construction and management of buildings, roads and railways, and other civil engineering projects	100	100	100	
China Steel Structure Holding Co., Ltd.	China Steel Structure Investment Co., Ltd. (CSSICL)	Holding and investment	-	-	-	Disposal in May 2020
China Steel Structure Investment Co., Ltd.	Chung-Kang Steel Structure (Kunshan) Co., Ltd. (CKSSKC)	Manufacture and sale of products of steel structure	-	-	-	Disposal in May 2020
China Ecotek Corporation	CEC International Corporation (CECIC)	Holding and investment	100	100	100	
	CEC Development Corporation (CDC)	Holding and investment	100	100	100	
	China Ecotek Construction Corporation (CECC)	Engineering service industry	-	100	100	End of settlement in June 2021
	CEC Holding Company Limited (CHC)	Holding and investment	-	100	100	End of settlement in May 2021
	Econova Technology Corporation (ETC)	Environmental engineering, M&E engineering, and O&M engineering	-	-	100	End of settlement in September 2020
CEC International Corporation	China Ecotek India Private Limited (CECI)	Projects designs, construction and related services	100	100	100	
CEC Development Corporation	China Ecotek Vietnam Company Limited (CEVC)	Projects designs, construction and related services	100	100	100	
	Xiamen Ecotek PRC Company Limited (XEP)	Sales agency for import and export of equipment and materials	100	100	100	
China Steel Security Corporation	Steel Castle Technology Corporation (SCTC)	Firefighting engineering and mechatronic engineering	100	100	100	
	China Steel Management And Maintenance For Buildings Corporation (CSMM)	Management and maintenance for buildings	100	100	100	
HIMAG Magnetic Corporation	MagnPower Corporation (MPC)	Powder metallurgy	55	55	55	
China Steel Machinery Corporation	China Steel Machinery Vietnam Co., Ltd. (CSMVC)	Machines manufacturing	100	100	100	
CSC Steel Australia Holdings Pty Ltd	CSC Sonoma Pty Ltd (CSC Sonoma)	Investments in mining industry	100	100	100	
Kaohsiung Rapid Transit Corporation	Taiwan Intelligent Transportation Co., Ltd. (TITC)	Technical service	100	100	100	
United Steel International Co., Ltd.	China Steel Precision Metals Kunshan Co., Ltd. (CSMK)	Cutting and processing of steel products	100	100	100	
China Steel Power Holding Corporation	China Steel Power Corporation (ZN)	Offshore Wind Power Generation	100	100	100	

- 1) Explanations for subsidiaries which are less than 50% owned but included in the consolidated entities are as follows:
 - a) The chairman and general manager of CEC, CSCC, CHC, CSSC and TTMC are designated by the Corporation and other subsidiaries in order to control its finance, operation, and human resources. Therefore, the Corporation had control-in-substance over aforementioned subsidiaries and included them in the consolidated entities.
 - b) The actual operations of CHS and CSHB are controlled by the respective board of directors. The Corporation and other subsidiaries jointly had more than half of the seats in the board of directors of CHS and CSHB. Therefore, the Corporation had control-in-substance over the aforementioned entities and included them in the consolidated entities.
- 2) The Corporation had no subsidiary with material non-controlling interests.
- c. Other significant accounting policies

Except for the following, refer to the summary of significant accounting policies and basis of preparation in the consolidated financial statements for the year ended December 31, 2020.

- 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) Taxation

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 on an interim period's pre-tax income by applying to the tax rate that would be applicable to expected total annual earnings.

5. CRITICAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

The same critical accounting judgments and key sources of estimation uncertainty of consolidated financial statements have been followed in these consolidated financial statements as those applied in the preparation of the consolidated financial statements for the year ended December 31, 2020.

6. CASH AND CASH EQUIVALENTS

	June 30, 2021	December 31, 2020	June 30, 2020
Cash on hand	\$ 45,481	\$ 47,840	\$ 49,090
Checking accounts and demand deposits	14,480,212	12,375,487	12,036,775
Cash equivalents (investments with original maturities of less than three months)			
Time deposits and negotiable certificates of deposit	1,133,509	2,290,657	1,385,749

	June 30, 2021	December 31, 2020	June 30, 2020
Commercial papers with repurchase agreements	\$ 701,649	\$ 1,381,305	\$ 1,533,722
Bonds with repurchase agreements	<u>900,000</u>	<u>45,037</u>	<u>595,000</u>
	<u>\$ 17,260,851</u>	<u>\$ 16,140,326</u>	<u>\$ 15,600,336</u>

The reconciliation information as of June 30, 2021 and 2020 was shown in the consolidated statements of cash flows; the reconciliation information as of December 31, 2020 was as follows:

	December 31, 2020
Cash and cash equivalents	\$ 16,140,326
Bank overdraft	<u>(3,333,962)</u>
	<u>\$ 12,806,364</u>

7. FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

	June 30, 2021	December 31, 2020	June 30, 2020
<u>Financial assets - current</u>			
Financial assets mandatorily classified as at FVTPL			
Mutual funds	\$ 4,236,840	\$ 3,894,345	\$ 3,562,818
Listed shares	288,734	158,219	206,336
Unlisted shares	-	-	826,675
Emerging market shares	311,266	242,410	159,739
Convertible bonds	88,590	130,308	100,210
Foreign exchange forward contracts (a)	22	-	747
Future contracts (b)	<u>-</u>	<u>-</u>	<u>3,682</u>
	<u>\$ 4,925,452</u>	<u>\$ 4,425,282</u>	<u>\$ 4,860,207</u>
<u>Financial assets - noncurrent</u>			
Financial assets mandatorily classified as at FVTPL			
Unlisted shares	\$ 967,590	\$ 982,947	\$ 965,913
Emerging market shares	<u>31,384</u>	<u>32,412</u>	<u>28,695</u>
	<u>\$ 998,974</u>	<u>\$ 1,015,359</u>	<u>\$ 994,608</u>
<u>Financial liabilities - current</u>			
Financial liabilities held for trading			
Foreign exchange forward contracts (a)	<u>\$ 846</u>	<u>\$ 736</u>	<u>\$ -</u>

- a. The subsidiaries entered into foreign exchange forward contracts to manage exposures due to exchange rate fluctuations of foreign currency denominated assets and liabilities. However, some of those contracts were not accounted for by using hedge accounting. The outstanding foreign exchange forward contracts not under hedge accounting of the subsidiaries at the end of the reporting period were as follows:

	Currency	Maturity Date	Contract Amount (In Thousands)
<u>June 30, 2021</u>			
Sell	USD/NTD	2021.06-2021.08	USD5,900/NTD163,630
<u>December 31, 2020</u>			
Sell	USD/NTD	2021.01-2021.03	USD2,690/NTD75,862
<u>June 30, 2020</u>			
Sell	USD/NTD	2020.07-2020.08	USD5,000/NTD148,831

- b. The subsidiary entered into precious metals futures contracts to manage fair value exposures arising from price fluctuation on precious metals. However, some of those contracts were not accounted for by using hedge accounting. As of the balance sheet date, the outstanding precious metals futures contracts were as follows:

Maturity Date	Weight (Kilograms)	Amount (In Thousands)
<u>June 30, 2020</u>		
December 15, 2020	900	\$ 14,519 (RMB 3,464 thousand)

8. FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

	June 30, 2021	December 31, 2020	June 30, 2020
<u>Current</u>			
Domestic investments			
Listed shares	\$ 6,885,516	\$ 5,120,061	\$ 4,238,468
Emerging market shares and unlisted shares	28,047	29,158	59,231
Corporate bonds	<u>28,963</u>	<u>29,890</u>	<u>8,869</u>
	<u>\$ 6,942,526</u>	<u>\$ 5,179,109</u>	<u>\$ 4,306,568</u>
<u>Noncurrent</u>			
Domestic investments			
Listed shares	\$ 10,577,072	\$ 10,644,288	\$ 11,644,071
Emerging market shares and unlisted shares	<u>2,774,677</u>	<u>2,360,670</u>	<u>2,177,753</u>
	<u>13,351,749</u>	<u>13,004,958</u>	<u>13,821,824</u>

	June 30, 2021	December 31, 2020	June 30, 2020
Foreign investments			
Unlisted shares	\$ 37,535,333	\$ 39,493,848	\$ 37,182,832
Listed shares	2,720,714	1,520,440	1,694,587
Certificate of entitlement	<u>868,581</u>	<u>859,996</u>	<u>813,044</u>
	<u>41,124,628</u>	<u>41,874,284</u>	<u>39,690,463</u>
	<u>\$ 54,476,377</u>	<u>\$ 54,879,242</u>	<u>\$ 53,512,287</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 Corporation and its subsidiaries' strategy of holding these investments for long-term purposes.

9. FINANCIAL INSTRUMENTS FOR HEDGING

	June 30, 2021	December 31, 2020	June 30, 2020
<u>Financial assets for hedging - current</u>			
Hedging foreign-currency deposits	\$ 1,624,655	\$ 1,436,312	\$ 1,752,328
Foreign exchange forward contracts	<u>451</u>	<u>22,306</u>	<u>339</u>
	<u>\$ 1,625,106</u>	<u>\$ 1,458,618</u>	<u>\$ 1,752,667</u>
<u>Financial assets for hedging - noncurrent</u>			
Foreign exchange forward contracts	<u>\$ 1,095</u>	<u>\$ 4,561</u>	<u>\$ 880</u>
<u>Financial liabilities for hedging - current</u>			
Bank loans (Note 17)	\$ 1,483,230	\$ 1,625,611	\$ 1,806,582
Borrowed precious metals from bank	188,600	217,190	126,707
Foreign exchange forward contracts	<u>29,961</u>	<u>38,088</u>	<u>40,808</u>
	<u>\$ 1,701,791</u>	<u>\$ 1,880,889</u>	<u>\$ 1,974,097</u>
<u>Financial liabilities for hedging - noncurrent</u>			
Bank loans (Note 17)	\$ 306,049	\$ 335,428	\$ 1,049,231
Foreign exchange forward contracts	<u>5,693</u>	<u>3,180</u>	<u>8,170</u>
	<u>\$ 311,742</u>	<u>\$ 338,608</u>	<u>\$ 1,057,401</u>

For the purpose of managing cash flow risk arising from exchange rate fluctuations due to purchasing imported equipment, the Corporation and its subsidiaries purchased foreign-currency deposits and entered into foreign exchange forward contracts. As of June 30, 2021, December 31, 2020 and June 30, 2020, the balance of the foreign-currency deposits, which consist of those designated as hedging instruments and were settlements of expired foreign exchange forward contracts, was NT\$1,624,655 thousand (JPY0.45 billion, RMB7,959 thousand, USD42,620 thousand and EUR8,733 thousand), NT\$1,436,312 thousand

(JPY0.22 billion, RMB20,524 thousand, USD33,043 thousand and EUR9,871 thousand) and NT\$1,752,328 thousand (JPY0.61 billion, RMB28,266 thousand, USD27,970 thousand and EUR19,156 thousand), respectively. As of June 30, 2021, December 31, 2020 and June 30, 2020, cash outflows would be expected from aforementioned contracts during the periods from 2021, 2021 and 2020, respectively.

Refer to Note 30 for information relating to financial instruments for hedging.

10. NOTES AND ACCOUNTS RECEIVABLE, NET (INCLUDING RELATED PARTIES)

	June 30, 2021	December 31, 2020	June 30, 2020
Notes receivable			
Operating	\$ 2,119,978	\$ 1,721,882	\$ 1,133,000
Non-operating	<u>-</u>	<u>-</u>	<u>7,708</u>
	<u>\$ 2,119,978</u>	<u>\$ 1,721,882</u>	<u>\$ 1,140,708</u>
Accounts receivable	\$ 14,359,963	\$ 11,720,332	\$ 9,348,848
Less: Allowance for impairment loss	<u>161,154</u>	<u>40,267</u>	<u>76,042</u>
	<u>\$ 14,198,809</u>	<u>\$ 11,680,065</u>	<u>\$ 9,272,806</u>

The Corporation and its subsidiaries make prudent assessment of their customers. The counterparties are creditworthy companies; as a result, the significant credit risk is unexpected. The Corporation and its subsidiaries did transactions with a large number of unrelated customers and no concentration of credit risk was observed. The Corporation and its subsidiaries continue to manage the financial condition and entire credit risk of their customers, and obtain sufficient collateral if needed to mitigate the risk of financial loss from late payment.

The expected credit losses on notes and accounts receivable 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 GDP and direction of economic conditions at the reporting date.

The Corporation and its subsidiaries continue to monitor the collection of receivables to ensure that proper actions are made to collect past due receivables. Additionally, the Corporation and its subsidiaries review the recoverable amount of receivables one by one on the balance sheet date to ensure that proper allowances are recognized for unrecoverable receivables.

The following table details the loss allowance of notes and accounts receivable based on the impaired aging analysis.

June 30, 2021

	Not Past Due	1 to 30 Days	31 to 60 Days	61 to 365 Days	Over 365 Days	Total
Gross carrying amount	\$ 15,612,934	\$ 459,880	\$ 81,966	\$ 290,064	\$ 35,097	\$ 16,479,941
Loss allowance (Lifetime ECL)	<u>(6,598)</u>	<u>(4)</u>	<u>(78)</u>	<u>(128,753)</u>	<u>(25,721)</u>	<u>(161,154)</u>
Amortized cost	<u>\$ 15,606,336</u>	<u>\$ 459,876</u>	<u>\$ 81,888</u>	<u>\$ 161,311</u>	<u>\$ 9,376</u>	<u>\$ 16,318,787</u>

December 31, 2020

	Not Past Due	1 to 30 Days	31 to 60 Days	61 to 365 Days	Over 365 Days	Total
Gross carrying amount	\$ 12,739,430	\$ 625,353	\$ 6,089	\$ 34,228	\$ 37,114	\$ 13,442,214
Loss allowance (Lifetime ECL)	<u>(7,526)</u>	<u>(506)</u>	<u>(3,219)</u>	<u>(1,978)</u>	<u>(27,038)</u>	<u>(40,267)</u>
Amortized cost	<u>\$ 12,731,904</u>	<u>\$ 624,847</u>	<u>\$ 2,870</u>	<u>\$ 32,250</u>	<u>\$ 10,076</u>	<u>\$ 13,401,947</u>

June 30, 2020

	Not Past Due	1 to 30 Days	31 to 60 Days	61 to 365 Days	Over 365 Days	Total
Gross carrying amount	\$ 9,648,031	\$ 322,225	\$ 145,576	\$ 333,332	\$ 40,392	\$ 10,489,556
Loss allowance (Lifetime ECL)	<u>(2,911)</u>	<u>(44)</u>	<u>(224)</u>	<u>(37,620)</u>	<u>(35,243)</u>	<u>(76,042)</u>
Amortized cost	<u>\$ 9,645,120</u>	<u>\$ 322,181</u>	<u>\$ 145,352</u>	<u>\$ 295,712</u>	<u>\$ 5,149</u>	<u>\$ 10,413,514</u>

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

	For the Six Months Ended June 30	
	2021	2020
Balance, beginning of period	\$ 40,267	\$ 71,669
Recognition	122,242	5,772
Written off	(544)	(111)
Effect of foreign currency exchange differences	<u>(811)</u>	<u>(1,288)</u>
Balance, end of period	<u>\$ 161,154</u>	<u>\$ 76,042</u>

The Corporation and its subsidiary CHS entered into accounts receivable factoring agreements (without recourse) with Mega Bank and other financial institutions. Under the agreements, the Corporation and its subsidiaries are empowered to sell accounts receivable to the banks upon the delivery of products to customers and are required to complete related formalities at the next banking day.

For the six months ended June 30, 2021 and 2020, the related information for the Corporation and its subsidiary CHS's sale of accounts receivable was as follows:

Counterparty	Advances Received at Period - Beginning	Receivables Sold	Amounts Collected by Bank	Advances Received at Period - End	Interest Rate on Advances Received (%)	Credit Line
For the Six Months Ended June 30, 2021						
Mega Bank	\$ 2,575,615	\$ 3,553,920	\$ 3,568,930	\$ 2,560,605	0.98-1.74	NT\$9 billion
Bank of Taiwan	879,158	1,210,201	1,229,996	859,363	0.98-1.64	NT\$3 billion
Bank of Taiwan	196,829	2,458,493	2,446,515	208,807	0.62-1.58	USD130,000 thousand
Taishin Bank	3,773,644	4,169,065	5,109,674	2,833,035	0.85-0.94	USD150,000 thousand
CTBC Bank	758,350	988,556	1,305,213	441,693	0.88-0.94	USD40,000 thousand
Mizuho Bank	20,598	486,752	485,255	22,095	0.96-1.02	USD10,000 thousand
Mega Bank	601,245	788,011	753,478	635,778	1.03	NT\$817,000 thousand
Bank of Taiwan	67,274	89,676	81,515	75,435	1.03	NT\$200,000 thousand
Bank of Taiwan	14,577	23,927	16,793	21,711	1.46	USD20,000 thousand
	<u>\$ 8,887,290</u>	<u>\$ 13,768,601</u>	<u>\$ 14,997,369</u>	<u>\$ 7,658,522</u>		
For the Six Months Ended June 30, 2020						
Mega Bank	\$ 3,468,167	\$ 4,527,716	\$ 4,970,222	\$ 3,025,661	1.03-1.75	NT\$9 billion
Bank of Taiwan	1,474,316	1,777,988	2,033,756	1,218,548	1.11-1.75	NT\$3 billion
Bank of Taiwan	716,373	2,951,885	3,298,801	369,457	0.60-3.75	USD130,000 thousand

Counterparty	Advances Received at Period - Beginning	Receivables Sold	Amounts Collected by Bank	Advances Received at Period - End	Interest Rate on Advances Received (%)	Credit Line
Taishin Bank	\$ 2,184,170	\$ 4,416,455	\$ 4,151,687	\$ 2,448,938	2.39-2.82	USD150,000 thousand
CTBC Bank	608,287	593,674	616,588	585,373	2.60-3.22	USD40,000 thousand
Mizuho Bank	31,380	179,992	203,598	7,774	2.51-2.99	USD10,000 thousand
Mega Bank	926,731	1,203,222	1,212,393	917,560	1.12	NT\$3 billion
Bank of Taiwan	-	102,030	37,221	64,809	1.12	NT\$200,000 thousand
Bank of Taiwan	124,214	148,556	127,351	145,419	2.61	USD20,000 thousand
	<u>\$ 9,533,638</u>	<u>\$ 15,901,518</u>	<u>\$ 16,651,617</u>	<u>\$ 8,783,539</u>		

11. INVENTORIES

	June 30, 2021	December 31, 2020	June 30, 2020
Work in progress	\$ 23,208,581	\$ 20,683,426	\$ 25,314,034
Finished goods	24,789,064	17,068,238	21,690,752
Raw materials	22,289,100	13,498,088	20,148,317
Supplies	11,827,078	12,459,433	12,707,512
Raw materials and supplies in transit	16,193,633	10,303,866	7,763,603
Buildings and land under construction	35,219	1,097,511	1,406,686
Others	<u>1,991,905</u>	<u>1,066,645</u>	<u>983,478</u>
	<u>\$ 100,334,580</u>	<u>\$ 76,177,207</u>	<u>\$ 90,014,382</u>

The cost of inventories recognized as operating costs for the three months and six months ended June 30, 2021 and 2020 was NT\$76,352,535 thousand, NT\$60,985,207 thousand, NT\$145,010,366 thousand and NT\$127,557,846 thousand, respectively, including loss on inventory NT\$254,969 thousand, NT\$911,754 thousand NT\$379,017 thousand and NT\$149,882 thousand, respectively.

12. INVESTMENTS ACCOUNTED FOR USING EQUITY METHOD

	June 30, 2021	December 31, 2020	June 30, 2020
Material associates			
9404-5515 Québec Inc.	\$ 7,579,676	\$ 7,693,698	\$ 7,974,273
Associates that are not individually material	<u>6,026,240</u>	<u>6,014,559</u>	<u>6,408,012</u>
	<u>\$ 13,605,916</u>	<u>\$ 13,708,257</u>	<u>\$ 14,382,285</u>

a. Material associates

Name of Associate	Nature of Activities	Principal Place of Business	Percentage of Ownership and Voting Rights (%)		
			June 30, 2021	December 31, 2020	June 30, 2020
9404-5515 Québec Inc.	Mineral Investment	Canada	25	25	25

The summarized financial information below represents amounts shown in the financial statements of 9404-5515 Québec Inc., which has been prepared in accordance with IFRSs, and converted to the Corporation's functional currency and adjusted for the purposes of applying equity method.

	June 30, 2021	December 31, 2020	June 30, 2020
Current assets	\$ 340,706	\$ 23,611	\$ 154,086
Noncurrent assets	30,646,737	31,328,138	32,593,141
Current liabilities	<u>(100,416)</u>	<u>(84)</u>	<u>(252,226)</u>
Equity	<u>\$ 30,887,027</u>	<u>\$ 31,351,665</u>	<u>\$ 32,495,001</u>
Equity attributable to the Corporation and its subsidiaries (carrying amount of the investment)	<u>\$ 7,579,676</u>	<u>\$ 7,693,698</u>	<u>\$ 7,974,273</u>

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2021	2020	2021	2020
Net profit (loss) for the period	<u>\$ (3,128)</u>	<u>\$ 7,742</u>	<u>\$ 1,135,408</u>	<u>\$ 1,510,809</u>
Total comprehensive income (loss) for the period	<u>\$ 354,207</u>	<u>\$ (3,297,582)</u>	<u>\$ 1,903,011</u>	<u>\$ 2,282,630</u>
Dividends received from 9404-5515 Québec Inc.	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 227,060</u>	<u>\$ 441,185</u>
Comprehensive income (loss) attributable to the Corporation and its subsidiaries	<u>\$ 86,923</u>	<u>\$ (809,227)</u>	<u>\$ 466,999</u>	<u>\$ 560,157</u>

b. Information about associates that are not individually material was as follows:

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2021	2020	2021	2020
The Corporation and its subsidiaries' share of Net profit (loss) for the period	\$ 83,154	\$ 29,996	\$ 99,750	\$ (44,077)
Other comprehensive income (loss)	<u>15,993</u>	<u>(12,612)</u>	<u>23,241</u>	<u>(32,080)</u>
Total comprehensive income (loss)	<u>\$ 99,147</u>	<u>\$ 17,384</u>	<u>\$ 122,991</u>	<u>\$ (76,157)</u>

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

	June 30, 2021	December 31, 2020	June 30, 2020
Chateau International Development Co., Ltd.	<u>\$ 680,372</u>	<u>\$ 643,260</u>	<u>\$ 890,668</u>

Except for the investments in some companies, investments accounted for using equity method as of June 30, 2021 and 2020, and the share of profit or loss and other comprehensive income of associates for the three months and nine months ended June 30, 2021 and 2020, were calculated based on the reviewed financial statements. The Corporation's management considered the use of unreviewed financial statements as acceptable and will not have material impact on both the investments and income accounted for using the equity method.

Refer to Table 9 "Information on Investments" for the nature of main business, principal places of business and countries of incorporation of associates that are not individually material.

13. OTHER FINANCIAL ASSETS

	June 30, 2021	December 31, 2020	June 30, 2020
<u>Current</u>			
Pledged time deposits (Note 32)	\$ 6,397,957	\$ 6,509,891	\$ 6,438,446
Time deposits with original maturities of more than three months	1,685,100	1,767,510	1,659,812
Deposits for projects	<u>298,661</u>	<u>324,510</u>	<u>261,508</u>
	<u>\$ 8,381,718</u>	<u>\$ 8,601,911</u>	<u>\$ 8,359,766</u>
<u>Noncurrent</u>			
Pledged receivables (Note 32)	\$ 2,000,000	\$ 2,000,000	\$ 2,000,000
Deposits for projects	824,270	842,382	952,951
Pledged time deposits (Note 32)	216,008	208,708	225,175
Time deposits	<u>129,556</u>	<u>28,276</u>	<u>37,989</u>
	<u>\$ 3,169,834</u>	<u>\$ 3,079,366</u>	<u>\$ 3,216,115</u>

Refer to Note 32 for information relating to other financial assets pledged as collateral.

14. PROPERTY, PLANT AND EQUIPMENT

Refer to Table 12 for the movements of property, plant and equipment for the period ended June 30, 2021 and 2020.

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

Land improvements	
Bridge	40 years
Drainage system	40 years
Wharf	20-40 years
Wall	20-40 years

Others	3-15 years
Buildings	
Main structure	5-60 years
Facility	5-40 years
Mechanical and electrical facilities	10-15 years
Trellis and corrugated iron building	3-20 years
Others	3-10 years
Machinery and equipment	
Power equipment	3-25 years
Process equipment	8-40 years
Lifting equipment	5-25 years
Electrical equipment	3-16 years
High-temperature equipment	3-17 years
Examination equipment	3-10 years
Others	2-25 years
Transportation equipment	
Ship equipment	18-25 years
Railway equipment	5-20 years
Telecommunication equipment	5-8 years
Transportation equipment	5-10 years
Others	2 years
Other equipment	
Leasehold improvement	2-35 years
Office, air condition and extinguishment equipment	3-25 years
Computer equipment	3-15 years
Others	2-35 years

The subsidiary CHS bought farmlands for warehousing at the Jia Xing Section and Quing Shui Section of the Gangshan District in Kaohsiung City. However, certain regulations prohibit CHS from registering the title of these farmlands in CHS's name; therefore, the registration was made in the name of an individual person. The individual person consented to fully cooperate with CHS in freely changing the land title to CHS or to other name under CHS's instructions. Meanwhile, the land had been pledged to CHS as collateral. As of June 30, 2021, December 31, 2020 and June 30, 2020, the book value of the farmlands was all NT\$55,433 thousand, recorded as land.

The Corporation carried out a review of the recoverable amount of the related equipment and determined that there was no recoverable amount and thus recognized an impairment loss of \$79,699 thousand and \$745,901 thousand, which was recognized in operating costs for the three months and six months ended June 30, 2021.

Refer to Note 32 for the carrying amount of property, plant and equipment that had been pledged by the Corporation and its subsidiaries to secure borrowings.

15. LEASE ARRANGEMENTS

a. Right-of-use assets

	June 30, 2021	December 31, 2020	June 30, 2020
Carrying amounts			
Land	\$ 11,653,853	\$ 12,608,800	\$ 13,013,834
Land improvements	316,204	347,211	378,220
Buildings	581,581	640,920	636,124

	June 30, 2021	December 31, 2020	June 30, 2020
Machinery	\$ 3,285	\$ 8,053	\$ 11,524
Transportation equipment	83,496	96,218	91,532
Office equipment	18,069	14,751	10,410
Others	<u>3,635</u>	<u>4,925</u>	<u>2,322</u>
	<u>\$ 12,660,123</u>	<u>\$ 13,720,878</u>	<u>\$ 14,143,966</u>

	For the Six Months Ended June 30	
	2021	2020
Additions to right-of-use assets	<u>\$ 348,787</u>	<u>\$ 439,483</u>

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2021	2020	2021	2020
Depreciation charge for right-of-use assets				
Land	\$ 195,839	\$ 204,356	\$ 391,484	\$ 411,716
Land improvements	15,503	15,503	31,007	31,007
Buildings	44,658	45,529	89,231	88,731
Machinery	2,728	2,577	5,561	5,155
Transportation equipment	13,194	12,904	26,455	28,315
Office equipment	1,533	511	3,249	1,011
Others	<u>645</u>	<u>31</u>	<u>1,290</u>	<u>61</u>
	<u>\$ 274,100</u>	<u>\$ 281,411</u>	<u>\$ 548,277</u>	<u>\$ 565,996</u>

b. Lease liabilities

	June 30, 2021	December 31, 2020	June 30, 2020
<u>Carrying amounts</u>			
Current	\$ 865,090	\$ 954,695	\$ 951,135
Non-current	<u>10,320,992</u>	<u>10,966,743</u>	<u>11,324,232</u>
	<u>\$ 11,186,082</u>	<u>\$ 11,921,438</u>	<u>\$ 12,275,367</u>

Range of discount rate (%) for lease liabilities was as follows:

	June 30, 2021	December 31, 2020	June 30, 2020
Land	0.59-2.21	0.70-2.21	0.70-2.21
Land improvements	0.92-1.31	0.92-1.31	0.92-1.31
Buildings	0.57-5.44	0.70-5.44	0.70-5.44
Machinery	0.57-0.93	0.70-0.93	0.86-0.93
Transportation equipment	0.38-5.44	0.59-5.44	0.60-5.44
Office equipment	0.59-6.07	0.86-6.07	0.86-6.07
Others	0.70-2.01	0.70-2.03	2.00-2.01

c. Material lease activities and terms

The Corporation leases land with a total of 261,207.62 square meter from Taiwan International Ports Corporation, Ltd. The rent is calculated by an annual rate of 5% based on the aforementioned announced land value. The lease term started from January 2008 to December 2027.

The Corporation leases No. 101 berth in Kaohsiung Harbor from Taiwan International Ports Corporation, Ltd. for the use of cargo handling of raw materials, including coal and iron ore, as well as GBFS with a lease term started from December 2016 to December 2027.

The subsidiary DSC leases industrial land and port land from Taiwan International Ports Corporation, Ltd. Taichung branch for the use of cargo handling with a lease term started from December 2004 to November 2054. The rent is calculated based on leased portion of land times announced land value and tax rate of land value.

To expand its operation in central Taiwan, the subsidiary CHC rented land from Taiwan International Ports Corporation, Ltd. Taichung branch for 20 years, which is from January 1, 2007 to December 31, 2026. Rental cost consists of rent and fixed as well as floating operating royalties during operating period. Rental duration may be extended when due. Each extension is limited to no more than 20 years until such extension is not permitted. The conditions of the extension shall be negotiated when extended.

To expand storage of GBFS and mid to long-term utilization, the subsidiary CHC continued to rent several pieces of land in the Port of Taichung industrial area from Taiwan International Ports Corporation, Ltd. Taichung branch with a lease period due on various dates through 2036. Rental duration may be extended when expired, with conditions of the extension to be negotiated.

d. Other lease information

	For the Three Months		For the Six Months	
	Ended June 30		Ended June 30	
	2021	2020	2021	2020
Expenses relating to short-term leases and low-value asset leases	<u>\$ 144,420</u>	<u>\$ 67,086</u>	<u>\$ 232,746</u>	<u>\$ 129,265</u>
Expenses relating to variable lease payments	\$ 334	\$ 310	\$ 677	\$ 591
Covid-19-related rent concessions	<u>-</u>	<u>(16,488)</u>	<u>-</u>	<u>(16,488)</u>
Expenses relating to variable leases payments not included in the measurement of lease liabilities	<u>\$ 334</u>	<u>\$ (16,178)</u>	<u>\$ 677</u>	<u>\$ (15,897)</u>
Total cash outflow for leases	<u>\$ (426,069)</u>	<u>\$ (323,559)</u>	<u>\$ (818,592)</u>	<u>\$ (711,444)</u>

For land and buildings which qualify as short-term leases and some office and transportation equipments which qualify as low-value asset leases, the Corporation and its subsidiaries have elected to apply the recognition exemption and thus did not recognize right-of-use assets and lease liabilities for these leases.

16. INVESTMENT PROPERTIES

For the six months ended June 30, 2021

	Land	Buildings	Total
<u>Cost</u>			
Balance at January 1, 2021	\$ 8,276,384	\$ 2,727,233	\$ 11,003,617
Disposals	(12,320)	(41,014)	(53,334)
Transferred to non-current assets held for sale and disposed	(142,688)	-	(142,688)
Effect of foreign currency exchange differences	<u>(13,747)</u>	<u>(31,153)</u>	<u>(44,900)</u>
Balance at June 30, 2021	<u>\$ 8,107,629</u>	<u>\$ 2,655,066</u>	<u>\$ 10,762,695</u>
<u>Accumulated depreciation and impairment</u>			
Balance at January 1, 2021	\$ 137,379	\$ 1,148,005	\$ 1,285,384
Disposals	-	(19,904)	(19,904)
Depreciation	-	25,451	25,451
Effect of foreign currency exchange differences	<u>-</u>	<u>(7,122)</u>	<u>(7,122)</u>
Balance at June 30, 2021	<u>\$ 137,379</u>	<u>\$ 1,146,430</u>	<u>\$ 1,283,809</u>
Carrying amount at December 31, 2020	<u>\$ 8,139,005</u>	<u>\$ 1,579,228</u>	<u>\$ 9,718,233</u>
Carrying amount at June 30, 2021	<u>\$ 7,970,250</u>	<u>\$ 1,508,636</u>	<u>\$ 9,478,886</u>

For the six months ended June 30, 2020

	Land	Buildings	Total
<u>Cost</u>			
Balance at January 1, 2020	\$ 8,262,206	\$ 2,717,256	\$ 10,979,462
Additions	10,483	-	10,483
Transferred from property, plant and equipment	3,525	8,480	12,005
Effect of foreign currency exchange differences	<u>(511)</u>	<u>(1,802)</u>	<u>(2,313)</u>
Balance at June 30, 2020	<u>\$ 8,275,703</u>	<u>\$ 2,723,934</u>	<u>\$ 10,999,637</u>
<u>Accumulated depreciation and impairment</u>			
Balance at January 1, 2020	\$ 137,379	\$ 1,091,436	\$ 1,228,815
Transferred from property, plant and equipment	-	5,264	5,264
Depreciation	-	25,571	25,571
Effect of foreign currency exchange differences	<u>-</u>	<u>(875)</u>	<u>(875)</u>
Balance at June 30, 2020	<u>\$ 137,379</u>	<u>\$ 1,121,396</u>	<u>\$ 1,258,775</u>
Carrying amount at June 30, 2020	<u>\$ 8,138,324</u>	<u>\$ 1,602,538</u>	<u>\$ 9,740,862</u>

The above items of investment properties are depreciated on a straight-line basis over the following useful lives:

Buildings 6-60 years

The fair value of the investment properties was arrived at on the basis of valuations conducted in 2013, 2014, 2015, 2017 and 2019 by independent appraisers, who are not related parties. The valuation was measured under the market approach, income approach, cost approach and land developing analysis approach of similar properties' market price using Level 3 inputs. In December 2016, due to the significant change in the present value of several plots of land, the Corporation, based on the actual selling prices of land sale in the vicinity, reappraised the land value. The important assumptions and fair value were as follows:

	June 30, 2021	December 31, 2020	June 30, 2020
Fair value	<u>\$ 23,057,061</u>	<u>\$ 23,336,069</u>	<u>\$ 23,361,715</u>
Depreciation rate (%)	1.20-2.00	1.20-2.00	1.20-2.00
Discount rate (%)	2.11	2.11	2.11

All of the Corporation and its subsidiaries' investment properties are held under freehold interests. Refer to Note 32 for the carrying amount of the investment properties that had been pledged by the Corporation and its subsidiaries to secure borrowings.

In January 2021, the board of directors of the subsidiary USEC approved the disposal of the investment properties within 12 months. Therefore, the subsidiary reclassified investment properties to non-current assets held for sale. In May 2021, the subsidiary completed the disposal procedure. The proceeds from disposal was \$176,233 thousand, and the related gain on disposal was \$33,545 thousand.

17. BORROWINGS

a. Short-term borrowings and bank overdraft

	June 30, 2021	December 31, 2020	June 30, 2020
Unsecured loans	\$ 23,763,106	\$ 17,572,865	\$ 32,527,461
Bank overdraft (Note 32)	3,190,934	3,333,962	4,392,391
Letters of credit	1,838,283	1,507,271	1,432,233
Secured loans (Note 32)	<u>45,245</u>	<u>96,294</u>	<u>120,491</u>
	28,837,568	22,510,392	38,472,576
Less: Financial liabilities for hedging - current	<u>827,770</u>	<u>-</u>	<u>-</u>
	<u>\$ 28,009,798</u>	<u>\$ 22,510,392</u>	<u>\$ 38,472,576</u>
Range of interest rate (%)	0-5.40	0-5.75	0-7.65

b. Short-term bills payable

	June 30, 2021	December 31, 2020	June 30, 2020
Commercial paper	\$ 25,816,000	\$ 32,079,000	\$ 46,245,000
Less: Unamortized discounts	<u>3,848</u>	<u>6,682</u>	<u>15,998</u>
	<u>\$ 25,812,152</u>	<u>\$ 32,072,318</u>	<u>\$ 46,229,002</u>
Range of interest rate (%)	0.21-1.47	0.23-1.47	0.26-1.49

The above commercial paper was secured by Mega Bills Finance Corporation, China Bills Finance Corporation, International Bills Finance Corporation, Taching Bills Finance Ltd., Taiwan Finance Corporation, Taiwan Cooperative Bills Finance Corporation, Bank of Taiwan, Dah Chung Bills Finance Corp., Grand Bills Finance Corp., Union Bank of Taiwan, and Shanghai Commercial & Savings Bank, etc.

c. Long-term borrowings

	June 30, 2021	December 31, 2020	June 30, 2020
Syndicated bank loans	\$ 4,332,784	\$ 4,550,128	\$ 4,940,057
Mortgage loans (Note 32)	8,515,140	14,399,416	15,876,397
Unsecured loans	<u>20,485,777</u>	<u>27,384,050</u>	<u>19,478,214</u>
	33,333,701	46,333,594	40,294,668
Less: Current portion	2,674,011	2,215,129	6,321,022
Financial liabilities for hedging - current	655,460	1,625,611	1,806,582
Financial liabilities for hedging - noncurrent	<u>306,049</u>	<u>335,428</u>	<u>1,049,231</u>
	<u>\$ 29,698,181</u>	<u>\$ 42,157,426</u>	<u>\$ 31,117,833</u>
Range of interest rate (%)	0.32-3.10	0.24-2.99	0.56-3.07

1) The subsidiary CSVC entered into a syndicated credit facility agreement with financial institutions for a US\$126,000 thousand of credit line. Under the agreements, CSVC should meet certain financial ratios and criteria. CSVC was not in compliance with the syndicated credit facility agreement based on its 2019 audited financial statements, and a markup has been added accordingly. Therefore, there was no material impact on CSVC. The loans had been repaid. The subsidiary CSVC entered into a new syndicated credit facility agreement with financial institutions for a US\$94,000 thousand of credit line. Under the agreements, CSVC should also meet certain financial ratios and criteria. CSVC was in compliance with the syndicated credit facility agreement based on its 2020 audited financial statements.

2) The subsidiary CSCI entered into a syndicated credit facility agreement with financial institutions for a US\$105,000 thousand credit line. Under the agreement, CSCI and the Corporation should meet certain financial ratios and criteria. In March 2020, CSCI had been granted exemption by syndicated bank from reviewing CSCI's financial ratio. The syndicated credit facility agreement had been re-signed in June 2020. The Corporation should meet certain financial ratios and criteria required by the new syndicated credit facility agreement based on its reviewed consolidated financial statements for the six months ended June 30, 2020 and audited consolidated annual financial statements. The Corporation was in compliance with the syndicated credit facility agreement based on its reviewed consolidated financial statements for the six months ended June

30, 2021 and 2020 and audited consolidated financial statements for the year ended December 31, 2020.

The above unsecured loans (short-term and long-term borrowings) included those obtained by the Corporation in JPY to hedge the exchange rate fluctuations on equity investments, which were reclassified to financial liabilities for hedging (including current and noncurrent).

d. Long-term bills payable

	June 30, 2021	December 31, 2020	June 30, 2020
Commercial paper	\$ 18,510,000	\$ 18,680,000	\$ 16,780,000
Less: Unamortized discounts	<u>2,964</u>	<u>6,343</u>	<u>4,160</u>
	<u>\$ 18,507,036</u>	<u>\$ 18,673,657</u>	<u>\$ 16,775,840</u>
Range of interest rate (%)	0.21-0.91	0.20-0.96	0.30-0.99

The Corporation and its subsidiaries entered into commercial paper contracts with bills finance corporations and banks. The duration of the contracts is three to five years which the Corporation and its subsidiaries only have to pay service fees and interests. Therefore, the Corporation and its subsidiaries recorded those commercial papers issued as long-term bills payable.

The above commercial paper was secured by Mega Bank, Agricultural Bank of Taiwan, Bangkok Bank, Bank of Taiwan, and Bank BNP Paribas, etc.

18. BONDS PAYABLE

	June 30, 2021	December 31, 2020	June 30, 2020
Unsecured domestic bonds	\$ 87,350,000	\$ 97,250,000	\$ 93,600,000
Less: Issuance cost of bonds payable	46,507	50,503	52,441
Current portion	<u>10,999,848</u>	<u>17,399,351</u>	<u>13,049,662</u>
	<u>\$ 76,303,645</u>	<u>\$ 79,800,146</u>	<u>\$ 80,497,897</u>

The major terms of unsecured domestic bonds are as follows:

Issuer	Issuance Period	Total Amount	Coupon Rate (%)	Repayment and Interest Payment
The Corporation	July 2013 to July 2020	\$ 6,300,000	1.44	Repayable in July 2019 and July 2020; interest payable annually
The Corporation	January 2014 to January 2021	6,900,000	1.75	Repayable in January 2020 and January 2021; interest payable annually
The Corporation	August 2012 to August 2022	15,000,000	1.50	Repayable in August 2021 and August 2022; interest payable annually
The Corporation	July 2013 to July 2023	9,700,000	1.60	Repayable in July 2022 and July 2023; interest payable annually
The Corporation	January 2014 to January 2024	7,000,000	1.95	Repayable in January 2023 and January 2024; interest payable annually
The Corporation	May 2018 to May 2025	6,000,000	0.95	Repayable in May 2024 and May 2025; interest payable annually

Issuer	Issuance Period	Total Amount	Coupon Rate (%)	Repayment and Interest Payment
The Corporation	October 2018 to October 2025	\$ 4,150,000	0.90	Repayable 25% in October 2024 and 75% in October 2025; interest payable annually
The Corporation	December 2020 to December 2025	1,600,000	0.39	Repayable in December 2024 and December 2025; interest payable annually
The Corporation	July 2013 to July 2028	3,600,000	1.88	Repayable 30% in July 2026, 30% in July 2027 and 40% in July 2028; interest payable annually
The Corporation	December 2020 to December 2027	4,200,000	0.43	Repayable 70% in December 2026, 30% in December 2027; interest payable annually
The Corporation	January 2014 to January 2029	9,000,000	2.15	Repayable 30% in January 2027, 30% in January 2028 and 40% in January 2029; interest payable annually
The Corporation	August 2018 to August 2028	5,600,000	1.10	Repayable in August 2027 and August 2028; interest payable annually
The Corporation	October 2018 to October 2028	2,250,000	1.05	Repayable in October 2027 and October 2028; interest payable annually
DSC	June 2014 to June 2021	5,000,000	1.75	Repayable in June 2020 and June 2021; interest payable annually
DSC	June 2016 to June 2021	5,400,000	0.89	Repayable in June 2020 and June 2021; interest payable annually
DSC	June 2015 to June 2022	2,500,000	1.72	Repayable in June 2021 and June 2022; interest payable annually
DSC	June 2018 to June 2023	4,500,000	0.91	Repayable in June 2022 and June 2023; interest payable annually
DSC	December 2018 to December 2023	3,250,000	0.97	Repayable in December 2022 and December 2023; interest payable annually
DSC	June 2018 to June 2025	2,250,000	1.00	Repayable in June 2024 and June 2025; interest payable annually
DSC	June 2020 to June 2025	5,000,000	0.73	Repayable in June 2024 and June 2025; interest payable annually
CHS	March 2020 to March 2025	2,000,000	0.78	Repayable in March 2025; interest payable annually
CHS	September 2020 to September 2025	1,000,000	0.65	Repayable in September 2025; interest payable annually

19. ACCOUNTS PAYABLE (INCLUDING RELATED PARTIES)

Accounts payable includes advances received on construction contracts. Advances received on construction contracts bears no interests and are expected to be paid until the satisfaction of conditions specified in each contract for the payment of such amounts during retention periods, which were within the normal operating cycle of the Corporation and its subsidiaries, usually more than twelve months.

20. OTHER PAYABLES

	June 30, 2021	December 31, 2020	June 30, 2020
Salaries and bonus	\$ 8,204,443	\$ 6,781,680	\$ 4,763,135
Dividends payable	6,763,745	320,666	9,917,398
Employees' compensation and remuneration of directors	3,020,514	312,632	871,917
Purchase of equipment	2,839,967	3,232,591	3,139,063
Outsourced repair and construction	789,449	925,379	897,155

	June 30, 2021	December 31, 2020	June 30, 2020
Interest payable	\$ 736,123	\$ 805,838	\$ 823,871
Others	<u>10,113,234</u>	<u>10,676,809</u>	<u>9,449,480</u>
	<u>\$ 32,467,475</u>	<u>\$ 23,055,595</u>	<u>\$ 29,862,019</u>

21. PROVISIONS

	June 30, 2021	December 31, 2020	June 30, 2020
<u>Current</u>			
Onerous contracts (a)	\$ 7,532,718	\$ 6,001,108	\$ 3,533,290
Construction warranties (b)	389,919	460,577	317,159
Others	<u>42,968</u>	<u>39,998</u>	<u>44,317</u>
	<u>\$ 7,965,605</u>	<u>\$ 6,501,683</u>	<u>\$ 3,894,766</u>
<u>Noncurrent</u>			
Provision for stabilization funds (c)	\$ 686,773	\$ 856,182	\$ 853,219
Construction warranties (b)	3,360	2,724	-
Others	<u>188,559</u>	<u>182,976</u>	<u>248,084</u>
	<u>\$ 878,692</u>	<u>\$ 1,041,882</u>	<u>\$ 1,101,303</u>

	Onerous Contracts	Construction Warranties	Provision for Stabilization Funds	Others	Total
Balance at January 1, 2021	\$ 6,001,108	\$ 463,301	\$ 856,182	\$ 222,974	\$ 7,543,565
Recognized (reversal)	1,531,588	(66,570)	1,857	32,909	1,499,784
Paid	-	(3,452)	(171,266)	(24,283)	(199,001)
Effect of foreign currency exchange differences	<u>22</u>	<u>-</u>	<u>-</u>	<u>(73)</u>	<u>(51)</u>
Balance at June 30, 2021	<u>\$ 7,532,718</u>	<u>\$ 393,279</u>	<u>\$ 686,773</u>	<u>\$ 231,527</u>	<u>\$ 8,844,297</u>
Balance at January 1, 2020	\$ 3,476,626	\$ 333,167	\$ 850,168	\$ 235,458	\$ 4,895,419
Recognized (reversal)	56,689	(13,576)	3,127	78,325	124,565
Paid	-	(2,432)	(76)	(21,382)	(23,890)
Effect of foreign currency exchange differences	<u>(25)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(25)</u>
Balance at June 30, 2020	<u>\$ 3,533,290</u>	<u>\$ 317,159</u>	<u>\$ 853,219</u>	<u>\$ 292,401</u>	<u>\$ 4,996,069</u>

- a. The provision for onerous contracts represents the present value of the future payments that the Corporation and its subsidiaries were presently obligated to make under non-cancellable onerous purchase and service contracts, less revenue expected to be earned on the contracts, and the difference between the estimated cost in the future to satisfy performance obligation and estimated revenue of the Corporation and its subsidiaries from non-cancellable construction contracts.
- b. The provision for construction warranties represents the present value of management's best estimate of the future outflow of economic benefits that will be required under the Corporation and its subsidiaries'

obligations for warranties. The estimate had been made on the basis of historical warranty trends.

- c. The provision for stabilization funds represents the provision recognized in accordance with the build-operate-transfer contract by the subsidiary KRTC. The provision was used for capital demand due to force majeure, exceptional events, operating deficits, etc. The provision for stabilization funds was recognized based on increase in stabilization funds.

22. RETIREMENT BENEFIT PLANS

Employee benefit expenses in respect of the Corporation and its subsidiaries' defined benefit retirement plans were calculated using the actuarially determined pension cost discount rate as of December 31, 2020 and 2019. An analysis by function of the amounts is as follows:

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2021	2020	2021	2020
Operating costs	\$ 144,789	\$ 130,976	\$ 260,299	\$ 262,576
Operating expenses	51,014	54,737	101,947	110,348
Others	<u>205</u>	<u>207</u>	<u>413</u>	<u>383</u>
	<u>\$ 196,008</u>	<u>\$ 185,920</u>	<u>\$ 362,659</u>	<u>\$ 373,307</u>

23. EQUITY

- a. Share capital

	June 30, 2021	December 31, 2020	June 30, 2020
Number of shares authorized (in thousands)	<u>17,000,000</u>	<u>17,000,000</u>	<u>17,000,000</u>
Shares authorized	<u>\$ 170,000,000</u>	<u>\$ 170,000,000</u>	<u>\$ 170,000,000</u>
Number of shares issued and fully paid (in thousands)			
Ordinary shares (in thousands)	15,734,861	15,734,861	15,734,861
Preference shares (in thousands)	<u>38,268</u>	<u>38,268</u>	<u>38,268</u>
	<u>15,773,129</u>	<u>15,773,129</u>	<u>15,773,129</u>
Shares issued			
Ordinary shares	\$ 157,348,610	\$ 157,348,610	\$ 157,348,610
Preference shares	<u>382,680</u>	<u>382,680</u>	<u>382,680</u>
	<u>\$ 157,731,290</u>	<u>\$ 157,731,290</u>	<u>\$ 157,731,290</u>

- 1) Ordinary shares

Fully paid ordinary shares, which have a par value of NT\$10, carry one vote per share and the right to dividends.

2) Preference shares

Preference shareholders have the following entitlements or rights:

- a) 14% annual dividends, with dividend payments ahead of those to ordinary shareholders;
- b) Preference over ordinary shares in future payment of dividends in arrears;
- c) The sequence and percentage of appropriation of residual property are the same with ordinary shares;
- d) The same rights as ordinary shareholders, except the right to vote for directors; and
- e) Redeemable by the Corporation and convertible to ordinary shares by preference shareholders with the ratio of 1:1.

3) Overseas depositary receipts

In May 1992, February 1997, October 2003 and August 2011, for the purpose of working capital expansion and in accordance with the instruction of the MOEA, the largest shareholder of the Corporation, the Corporation issued 126,512,550 units of GDR. The depositary receipts then increased by 6,924,354 units resulting from the capital increase out of retained earnings. Each unit represents 20 shares of the Corporation's ordinary shares and the issued GDRs account for the Corporation's ordinary shares totaling 2,668,738,370 shares (including 290 fractional shares). Under relevant regulations, the GDR holders may also request the conversion to the shares represented by the GDR. The foreign investors may also request the reissuance of such depositary receipts within the originally approved units. As of June 30, 2021, December 31, 2020, and June 30, 2020, the outstanding depositary receipts were 615,973 units, 634,512 units and 644,260 units, equivalent to 12,379,770 ordinary shares (including 310 fractional shares), 12,690,550 ordinary shares (including 310 fractional shares), and 12,885,510 ordinary shares (including 310 fractional shares), which represented about 0.07%, 0.08% and 0.08% of the outstanding ordinary shares, respectively.

b. Capital surplus

	June 30, 2021	December 31, 2020	June 30, 2020
May be used to offset deficits, distribute cash or transfer to share capital (see 1 below)			
Additional paid-in capital	\$ 31,154,766	\$ 31,154,766	\$ 31,154,766
Treasury share transactions	7,240,544	7,239,784	7,079,070
Others	<u>8,099</u>	<u>8,099</u>	<u>8,099</u>
	<u>38,403,409</u>	<u>38,402,649</u>	<u>38,241,935</u>
May be used to offset deficits only (see 2 below)			
Share of change in equity of subsidiaries	553,806	515,257	506,215
Share of change in equity of associates	<u>159,550</u>	<u>159,550</u>	<u>159,550</u>
	<u>713,356</u>	<u>674,807</u>	<u>665,765</u>
	<u>\$ 39,116,765</u>	<u>\$ 39,077,456</u>	<u>\$ 38,907,700</u>

- 1) The capital surplus could be used to offset a deficit and distribute as cash dividends or transferred to capital when the Corporation has no deficit (limited to a certain percentage of the Corporation's paid-in capital and once a year).

- 2) The capital surplus included the share of change in equity of subsidiaries recognized without any actual acquisition or disposal of subsidiaries' share by the Corporation or the adjustments to capital surplus of subsidiaries under equity method.

c. Retained earnings and dividend policy

The Corporation's Articles of Incorporation provide that the annual net income, less any deficit, should be appropriated in the following order:

- 1) 10% as legal reserve;
- 2) Preference share dividends at 14% of par value;
- 3) Ordinary share dividends at not more than 14% of par value; and
- 4) The remainder, if any, as additional dividends divided equally between the holders of preference and ordinary shares.

The board of directors should propose the appropriation of earnings. If necessary, it may, after appropriating for preference shares dividends, propose to appropriate a special reserve or to retain certain earnings. These proposals should be submitted to the shareholders' meeting for approval.

The Corporation's steel business is in a phase of stable growth; thus, 75% or more of the appropriation for dividends should be in cash and 25% or less in shares.

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

Under Rule issued by the FSC and the directive titled "Questions and Answers for Special Reserves Appropriated Following Adoption of IFRSs", the Corporation should appropriate or reverse a special reserve. In addition, if the market price of the Corporation's ordinary shares held by subsidiaries is lower than the carrying value of the Corporation's shares held by subsidiaries, the Corporation should appropriate a special reserve equal to the difference between market price and carrying value multiplied by the percentage of ownership. Any special reserve appropriated may be reversed to the extent of the increase in valuation.

The appropriations of earnings for 2020 and 2019 had been proposed by the board of directors in February 2021 and approved in the shareholders' meeting in June 2020, respectively. The appropriations and dividends per share were as follows:

	Appropriation of Earnings		Dividend Per Share	
	For the Year Ended		(NT\$)	
	2020	2019	2020	2019
Legal reserve	\$ 78,931	\$ 858,223		
Special reserve (reversal)	(272,355)	110,524		
Preference shares				
Cash dividends	53,575	53,575	<u>\$ 1.40</u>	<u>\$ 1.40</u>
Ordinary shares				
Cash dividends	4,720,458	7,867,430	<u>\$ 0.30</u>	<u>\$ 0.50</u>

The Corporation suspends its originally scheduled shareholders' meeting in response to the FSC's announcement: "For pandemic prevention, the FSC demands public companies to postpone their shareholders' meetings". The shareholders' meeting will be held on August 30, 2021. However, the voting result by way of electronic transmission regarding the appropriation of earnings for 2020 reached the legal resolution threshold and the Corporation adjusted related amount accordingly.

As of June 30, 2021 and 2020, the cash dividends declared have not been distributed to shareholders and was recognized as other payables.

d. Special reserves

	For the Six Months Ended June 30	
	2021	2020
Balance, beginning of the period	\$ 27,912,065	\$ 27,803,906
Appropriation in respect of		
Difference due from the Corporation's shares held by subsidiaries in prices lower than carrying amount	-	110,524
Reversal in respect of		
Appreciation of the Corporation's shares held by subsidiaries	(272,355)	-
Disposal of property, plant and equipment	<u>(34)</u>	<u>(1,351)</u>
Balance, end of the period	<u>\$ 27,639,676</u>	<u>\$ 27,913,079</u>

e. Other equity items

1) Exchange differences on translating foreign operations

	For the Six Months Ended June 30	
	2021	2020
Balance, beginning of the period	\$ (7,528,950)	\$ (6,838,836)
Recognized during the period		
Exchange differences arising from translating foreign operations	(1,173,651)	(941,401)
Income tax relating to exchange differences arising on translating the net assets of foreign operations	(17,156)	8,699
Share from associates accounted for using the equity method	<u>164,597</u>	<u>170,618</u>
Other comprehensive income recognized in the period	<u>(1,026,210)</u>	<u>(762,084)</u>
Balance, end of the period	<u>\$ (8,555,160)</u>	<u>\$ (7,600,920)</u>

2) Unrealized gains and losses on financial assets at fair value through other comprehensive income

	For the Six Months Ended June 30	
	2021	2020
Balance, beginning of the period	\$ 543,417	\$ 2,124,342

	For the Six Months Ended June 30	
	2021	2020
Recognized during the period		
Unrealized gains and losses - equity instruments	\$ 663,610	\$ (2,356,375)
Unrealized gains and losses - debt instruments	(276)	-
Income tax relating to unrealized gains and losses	127,725	146,238
Share from accounted for using the equity method	<u>49,229</u>	<u>(13,567)</u>
Other comprehensive income recognized in the period	<u>840,288</u>	<u>(2,223,704)</u>
Cumulative unrealized gains and losses of equity instruments transferred to retained earnings due to disposal	<u>(330,095)</u>	<u>(161,378)</u>
Balance, end of the period	<u>\$ 1,053,610</u>	<u>\$ (260,740)</u>

3) Gains and losses on hedging instruments

	Cash Flow Hedges	Fair Value Hedges	Hedges of Net Investments in Foreign Operations	Total
Balance at January 1, 2021	\$ (13,723)	\$ 22,801	\$ 3,788,786	\$ 3,797,864
Increase (decrease) in the period	<u>(41,940)</u>	<u>92,299</u>	<u>-</u>	<u>50,359</u>
Balance at June 30, 2021	<u>\$ (55,663)</u>	<u>\$ 115,100</u>	<u>\$ 3,788,786</u>	<u>\$ 3,848,223</u>
Balance at January 1, 2020	\$ 34,535	\$ 23,945	\$ 3,794,055	\$ 3,852,535
Increase (decrease) in the period	<u>(98,866)</u>	<u>3,432</u>	<u>(5,269)</u>	<u>(100,703)</u>
Balance at June 30, 2020	<u>\$ (64,331)</u>	<u>\$ 27,377</u>	<u>\$ 3,788,786</u>	<u>\$ 3,751,832</u>

a) Cash flow hedges

	For the Six Months Ended June 30	
	2021	2020
Balance, beginning of the period	\$ (13,723)	\$ 34,535
Recognized during the period		
Foreign currency risk - foreign exchange forward contracts and hedging foreign - currency deposits	(65,120)	(132,152)
Share from accounted for using the equity method	(306)	-
Income tax effect	13,732	26,452
Reclassification adjustment		
Foreign currency risk - hedging foreign - currency deposits	12,192	8,543
Income tax effect	<u>(2,438)</u>	<u>(1,709)</u>
Other comprehensive income recognized in the period	<u>(41,940)</u>	<u>(98,866)</u>
Balance, end of the period	<u>\$ (55,663)</u>	<u>\$ (64,331)</u>

b) Fair value hedges

	For the Six Months Ended June 30	
	2021	2020
Balance, beginning of the period	\$ 22,801	\$ 23,945
Recognized during the period		
Foreign currency risk - bank loans	<u>92,299</u>	<u>3,432</u>
Balance, end of the period	<u>\$ 115,100</u>	<u>\$ 27,377</u>

c) Hedges of net investments in foreign operations

	For the Six Months Ended June 30	
	2021	2020
Balance, beginning of the period	\$ 3,788,786	\$ 3,794,055
Recognized during the period		
Foreign currency risk - bank loans	<u>-</u>	<u>(5,269)</u>
Balance, end of the period	<u>\$ 3,788,786</u>	<u>\$ 3,788,786</u>

f. Treasury shares

Purpose of Treasury Shares	Thousand Shares			June 30	
	Beginning of Period	Addition	Reduction	Thousand Shares	Book Value
For the six months ended June 30, 2021					
Shares held by subsidiaries reclassified from investments accounted for using equity method to treasury shares	<u>320,765</u>	<u>-</u>	<u>606</u>	<u>320,159</u>	<u>\$ 8,649,421</u>
For the six months ended June 30, 2020					
Shares held by subsidiaries reclassified from investments accounted for using equity method to treasury shares	<u>320,765</u>	<u>-</u>	<u>-</u>	<u>320,765</u>	<u>\$ 8,664,198</u>

The Corporation's shares acquired and held by subsidiaries for the purpose of investment are accounted for as treasury shares (subsidiaries recorded those shares as financial assets at fair value through other comprehensive income - current and financial assets at fair value through other comprehensive income - noncurrent). The Corporation's shares held by more than 50%-owned subsidiaries are not allowed to participate in the Corporation's capital increase in cash and have no voting rights; other rights are the same as other ordinary shareholders. The increase or decrease of treasury shares was mainly due to acquisition and sale of the Corporation's shares by subsidiaries or change in percentage of ownership.

Refer to Table 3 for the Corporation's shares held by subsidiaries were 517,246 thousand shares. As of June 30, 2021, December 31, 2020 and June 30, 2020 the market values of the treasury shares calculated by combined holding percentage were NT\$12,679,114 thousand, NT\$7,940,725 thousand, and NT\$6,642,165 thousand, respectively.

g. Non-controlling interests

	For the Six Months Ended June 30	
	2021	2020
Balance, beginning of the period	\$ 29,808,036	\$ 29,655,977
Attributable to non-controlling interests:		
Share of net profit for the period	4,164,316	249,758
Other comprehensive income in the period		
Exchange differences on translating foreign operations	(46,834)	(381,991)
Income tax relating to exchange difference on translating foreign operations	(36,314)	2,467
Unrealized gains and losses on financial assets at fair value through other comprehensive income	16,194	93,312
Income tax relating to unrealized gains and losses on financial assets at fair value through other comprehensive income	3,218	(1,978)
Gains and losses on hedging instrument	(8,539)	(3,271)
Income tax relating to gains and losses on hedging instrument	1,781	732
Remeasurement on defined benefit plans	-	35
Share of other comprehensive income of associates accounted for using the equity method	(1,893)	164
Non-controlling interests arising from capital increase (decrease) of subsidiaries	810,984	298,316
Dividend distributed by subsidiaries	(1,684,390)	(1,697,040)
Others	<u>67,626</u>	<u>(69,632)</u>
Balance, end of the period	<u>\$ 33,094,185</u>	<u>\$ 28,146,849</u>

24. OPERATING REVENUES

a. Contract balances

	June 30, 2021	December 31, 2020	June 30, 2020	January 1, 2020
Notes and accounts receivable (Note 10)	<u>\$ 16,318,787</u>	<u>\$ 13,401,947</u>	<u>\$ 10,405,806</u>	<u>\$ 12,881,783</u>
Contract assets				
Construction contracts	\$ 8,109,053	\$ 9,087,148	\$ 7,720,212	\$ 8,512,064
Retentions receivable	882,035	971,816	1,297,609	1,373,103
Others	<u>98,145</u>	<u>99,557</u>	<u>96,039</u>	<u>99,112</u>
	<u>\$ 9,089,233</u>	<u>\$ 10,158,521</u>	<u>\$ 9,113,860</u>	<u>\$ 9,984,279</u>
Contract liabilities				
Construction contracts	\$ 4,700,198	\$ 3,139,927	\$ 3,653,556	\$ 4,280,397
Sale of goods	2,045,910	1,761,228	1,480,256	1,882,540
Sales of real estate	16,507	610,538	10,878	-
Others	<u>198,433</u>	<u>52,892</u>	<u>57,854</u>	<u>41,021</u>
	<u>\$ 6,961,048</u>	<u>\$ 5,564,585</u>	<u>\$ 5,202,544</u>	<u>\$ 6,203,958</u>

b. Disaggregation of revenue

For the six months ended June 30, 2021

Type of goods or services	Steel Department	Others	Total
Revenue from the sale of goods	\$ 170,901,089	\$ 29,856,780	\$ 200,757,869
Construction contract, service and other revenue	<u>1,000,614</u>	<u>11,511,141</u>	<u>12,511,755</u>
	<u>\$ 171,901,703</u>	<u>\$ 41,367,921</u>	<u>\$ 213,269,624</u>

For the six months ended June 30, 2020

Type of goods or services	Steel Department	Others	Total
Revenue from the sale of goods	\$ 117,781,862	\$ 21,256,118	\$ 139,037,980
Construction contract, service and other revenue	<u>1,979,997</u>	<u>9,510,311</u>	<u>11,490,308</u>
	<u>\$ 119,761,859</u>	<u>\$ 30,766,429</u>	<u>\$ 150,528,288</u>

25. PROFIT (LOSS) BEFORE INCOME TAX

a. Interest income

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2021	2020	2021	2020
Bank deposits	\$ 32,994	\$ 56,590	\$ 67,790	\$ 104,896
Others	<u>23,870</u>	<u>25,451</u>	<u>52,022</u>	<u>37,579</u>
	<u>\$ 56,864</u>	<u>\$ 82,041</u>	<u>\$ 119,812</u>	<u>\$ 142,475</u>

b. Other income

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2021	2020	2021	2020
Dividends income	\$ 808,970	\$ 86,963	\$ 1,183,071	\$ 95,109
Rental income	37,129	36,130	74,029	72,110
Insurance claim income	2,570	2,666	16,096	5,708
Others	<u>333,786</u>	<u>145,108</u>	<u>614,144</u>	<u>564,818</u>
	<u>\$ 1,182,455</u>	<u>\$ 270,867</u>	<u>\$ 1,887,340</u>	<u>\$ 737,745</u>

c. Other gains and losses

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2021	2020	2021	2020
Net foreign exchange gain (loss)	\$ 171,113	\$ (72,546)	\$ 443,769	\$ (87,772)
Gain (loss) arising from financial assets at fair value through profit or loss	412,271	24,749	358,930	(8,435)
Gain on disposal of non-current assets held for sale	33,545	-	33,545	-
Gain on disposal of investment properties	-	-	26,755	-
Gain on disposal of investments	3,197	296,077	15,283	281,466
Loss on disposal of property, plant and equipment	(28,396)	(45,276)	(61,004)	(56,204)
Other losses	<u>(117,145)</u>	<u>(135,078)</u>	<u>(317,930)</u>	<u>(349,263)</u>
	<u>\$ 474,585</u>	<u>\$ 67,926</u>	<u>\$ 499,348</u>	<u>\$ (220,208)</u>

The components of net foreign exchange gain (loss) were as follows:

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2021	2020	2021	2020
Foreign exchange gain	\$ 549,876	\$ 144,082	\$ 1,130,076	\$ 591,040
Foreign exchange loss	<u>(378,763)</u>	<u>(216,628)</u>	<u>(686,307)</u>	<u>(678,812)</u>
Net exchange gain (loss)	<u>\$ 171,113</u>	<u>\$ (72,546)</u>	<u>\$ 443,769</u>	<u>\$ (87,772)</u>

d. Finance costs

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2021	2020	2021	2020
Total interest expense	\$ 533,714	\$ 708,621	\$ 1,086,770	\$ 1,481,014
Less: Amounts included in the cost of qualifying assets	<u>81,650</u>	<u>56,110</u>	<u>156,109</u>	<u>109,229</u>
	<u>\$ 452,064</u>	<u>\$ 652,511</u>	<u>\$ 930,661</u>	<u>\$ 1,371,785</u>

Information about capitalized interest was as follows:

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2021	2020	2021	2020
Capitalized amounts	\$ 81,650	\$ 56,110	\$ 156,109	\$ 109,229
Capitalized annual rates (%)	0.40-3.18	0.40-1.49	0.40-3.18	0.40-1.49

e. Impairment loss recognized on non-financial asset

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2021	2020	2021	2020
Property, plant and equipment (recorded under operating costs)	<u>\$ 79,699</u>	<u>\$ -</u>	<u>\$ 745,901</u>	<u>\$ -</u>

f. Depreciation and amortization

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2021	2020	2021	2020
Property, plant and equipment	\$ 7,745,023	\$ 8,039,036	\$ 15,654,339	\$ 16,173,064
Right-of-use assets	274,100	281,411	548,277	565,996
Investment properties	12,534	12,961	25,451	25,571
Intangible assets	54,771	46,976	109,376	93,722
Others	<u>10,763</u>	<u>16,746</u>	<u>21,070</u>	<u>29,708</u>
	<u>\$ 8,097,191</u>	<u>\$ 8,397,130</u>	<u>\$ 16,358,513</u>	<u>\$ 16,888,061</u>
Analysis of depreciation by function				
Operating costs	\$ 7,665,614	\$ 7,890,639	\$ 15,431,537	\$ 15,844,322
Operating expenses	357,299	390,567	776,629	815,892
Others	<u>8,744</u>	<u>52,202</u>	<u>19,901</u>	<u>104,417</u>
	<u>\$ 8,031,657</u>	<u>\$ 8,333,408</u>	<u>\$ 16,228,067</u>	<u>\$ 16,764,631</u>
Analysis of amortization by function				
Operating costs	\$ 47,339	\$ 47,652	\$ 94,634	\$ 91,265
Operating expenses	18,168	15,911	35,757	31,809
Others	<u>27</u>	<u>159</u>	<u>55</u>	<u>356</u>
	<u>\$ 65,534</u>	<u>\$ 63,722</u>	<u>\$ 130,446</u>	<u>\$ 123,430</u>

g. Employee benefits

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2021	2020	2021	2020
Short-term benefits				
Salaries	\$ 11,795,306	\$ 6,429,937	\$ 20,428,974	\$ 12,952,694
Labor and health insurance	566,797	527,067	1,153,766	1,065,069
Others	<u>421,907</u>	<u>319,884</u>	<u>827,565</u>	<u>678,906</u>
	<u>12,784,010</u>	<u>7,276,888</u>	<u>22,410,305</u>	<u>14,696,669</u>

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2021	2020	2021	2020
Post-employment benefits				
Defined contribution plan	\$ 255,327	\$ 231,892	\$ 506,877	\$ 460,086
Defined benefit plans (Note 22)	<u>196,008</u>	<u>185,920</u>	<u>362,659</u>	<u>373,307</u>
	<u>451,335</u>	<u>417,812</u>	<u>869,536</u>	<u>833,393</u>
Termination benefits	<u>23,074</u>	<u>20,749</u>	<u>47,458</u>	<u>39,973</u>
	<u>\$ 13,258,419</u>	<u>\$ 7,715,449</u>	<u>\$ 23,327,299</u>	<u>\$ 15,570,035</u>
Analysis of employee benefits by function				
Operating costs	\$ 10,818,251	\$ 6,206,652	\$ 19,005,878	\$ 12,529,011
Operating expenses	2,292,361	1,360,028	4,027,320	2,747,923
Others	<u>147,807</u>	<u>148,769</u>	<u>294,101</u>	<u>293,101</u>
	<u>\$ 13,258,419</u>	<u>\$ 7,715,449</u>	<u>\$ 23,327,299</u>	<u>\$ 15,570,035</u>

h. Employees' compensation and remuneration of directors

According to the Articles of Incorporation, the article stipulates the Corporation distributed employees' compensation and remuneration of directors at rates no less than 0.1% and no higher than 0.15%, respectively, of the pre-tax profit prior to deducting, employees' compensation, and remuneration of directors. For the three months and six months ended June 30, 2021 and 2020, the employees' compensation and the remuneration of directors were as follows:

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2021	2020	2021	2020
Employees' compensation	\$ 1,447,082	\$ -	\$ 1,889,421	\$ -
Remuneration of directors	27,133	-	35,427	-

The employees' compensation and remuneration of directors were not recognized for the three months and six months ended June 30, 2020 due to the Corporation's loss before income tax.

The appropriations of employees' compensation and remuneration of directors (all in cash) for 2020 and 2019 which have been approved by the Corporation's board of directors in February 2021 and March 2020, respectively, were as follows:

	For the Year Ended December 31			
	2020		2019	
	Employees' Compensation	Remuneration of Directors	Employees' Compensation	Remuneration of Directors
Amounts approved in the board of directors' meeting	\$ 82,057	\$ 1,539	\$ 622,979	\$ 11,681
Amounts recognized in the annual consolidated financial statements	<u>82,057</u>	<u>1,539</u>	<u>621,160</u>	<u>11,647</u>
Differences	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,819</u>	<u>\$ 34</u>

The above differences were adjusted to profit and loss for the year ended December 31, 2020.

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

26. INCOME TAX

a. Income tax (benefit) recognized in profit or loss

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2021	2020	2021	2020
Current tax				
In respect of the current period	\$ 2,966,421	\$ (28,536)	\$ 4,995,835	\$ 73,508
Income tax on unappropriated earnings	(71)	180,051	102	180,068
In respect of prior periods	16,936	(10,353)	20,389	(4,514)
Deferred tax				
In respect of the current period	1,025,103	(45,309)	1,212,588	(596,393)
In respect of prior periods	<u>(3,266)</u>	<u>(53,921)</u>	<u>67,647</u>	<u>(58,500)</u>
	<u>\$ 4,005,123</u>	<u>\$ 41,932</u>	<u>\$ 6,296,561</u>	<u>\$ (405,831)</u>

b. Income tax recognized directly in equity

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2021	2020	2021	2020
Current tax				
Reversal of special reserves in respect of disposal of property, plant and equipment	\$ 11	\$ 418	\$ 11	\$ 418
Deferred tax				
Reversal of special reserves in respect of disposal of property, plant and equipment	<u>(11)</u>	<u>(418)</u>	<u>(11)</u>	<u>(418)</u>
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2021	2020	2021	2020
Deferred tax				
Current - translation of foreign operations	\$ (51,262)	\$ 41,606	\$ (53,470)	\$ 11,166
Current - unrealized gains and losses on financial assets at fair value through other comprehensive income	82,672	(38,226)	130,943	144,260
Current - fair value changes of cash flow hedges	8,652	20,119	15,513	27,184
Fair value changes of hedging instruments in cash flow hedges transferred to adjust carrying amounts of hedged items	<u>(1,302)</u>	<u>(854)</u>	<u>(2,438)</u>	<u>(1,709)</u>
	<u>\$ 38,760</u>	<u>\$ 22,645</u>	<u>\$ 90,548</u>	<u>\$ 180,901</u>

d. Income tax assessments

The Corporation's income tax returns through 2017 and the subsidiaries' income tax returns through 2017 to 2020 have been assessed by the tax authorities.

27. EARNINGS (LOSS) PER SHARE

The net profit (loss) and weighted average number of ordinary shares outstanding in the computation of earnings (loss) per share were as follows:

Net profit (loss) for the period

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2021	2020	2021	2020
Net profit (loss) for the period attributable to owners of the Corporation	\$ 15,713,818	\$ (1,407,837)	\$ 24,740,494	\$ (3,663,375)
Less: Dividends on preference shares	<u>13,394</u>	<u>-</u>	<u>26,788</u>	<u>-</u>
Net profit (loss) used in computation of basic earnings (loss) per share	15,700,424	(1,407,837)	24,713,706	(3,663,375)
Add: Dividends on preference shares	<u>13,394</u>	<u>-</u>	<u>26,788</u>	<u>-</u>
Net profit (loss) used in computation of diluted earnings (loss) per share	<u>\$ 15,713,818</u>	<u>\$ (1,407,837)</u>	<u>\$ 24,740,494</u>	<u>\$ (3,663,375)</u>

Weighted average number of ordinary shares outstanding (in thousand shares)

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2021	2020	2021	2020
Weighted average number of ordinary shares in computation of basic earnings (loss) per share	15,414,702	15,414,096	15,414,426	15,414,096
Effect of dilutive potential ordinary shares:				
Employees' compensation	36,542	-	48,734	-
Convertible preference shares	<u>38,268</u>	<u>-</u>	<u>38,268</u>	<u>-</u>
Weighted average number of ordinary shares used in the computation of diluted earnings (loss) per share	<u>15,489,512</u>	<u>15,414,096</u>	<u>15,501,428</u>	<u>15,414,096</u>

Preference shares were not included in the calculation of diluted earnings per share for the three months and six months ended June 30, 2020 because of their anti-dilutive effect.

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

28. DISPOSAL OF SUBSIDIARIES

The subsidiary CSSC sold its entire shares of CSSICL in May 2020 and thus CSSC lost control of CSSICL and CKSSKC due to the disposal.

a. Consideration received from disposals

	For the Six Months Ended June 30	
	2021	2020
Total consideration received	<u>\$ 18,013</u>	<u>\$ 605,499</u>

According to the contract, the consideration received will be adjusted as interests and obligations have been transferred. The subsidiary CSSC will adjust the amount of consideration received based on the progress of completion of the contract in the future.

b. Analysis of assets and liabilities on the date control was lost - 2020

	CSSICL and CKSSKC
Current assets	
Cash and cash equivalents	\$ 2,757
Contract assets	59,003

	CSSICL and CKSSKC
Notes receivable	\$ 29,993
Accounts receivable, net	49,561
Other receivables	9,577
Prepayments	1,937
Non-current assets	
Property, plant and equipment	155,033
Right-of-use assets	59,729
Current liabilities	
Short-term borrowings	(92,158)
Accounts payable	(6,755)
Other payables	<u>(3,805)</u>
Net assets on disposal date	<u>\$ 264,872</u>

c. Gain on disposals of subsidiaries

	For the Six Months Ended June 30	
	2021	2020
Consideration received	\$ 18,013	\$ 605,499
Net assets on disposal date	-	(264,872)
Accumulated exchange differences from the reclassification of the subsidiaries' net assets from equity to profit or loss due to loss control of subsidiaries	<u>-</u>	<u>(44,930)</u>
Gain on disposals	<u>\$ 18,013</u>	<u>\$ 295,697</u>

d. Net cash inflow on disposals of subsidiaries

	For the Six Months Ended June 30	
	2021	2020
Consideration received in cash and cash equivalents	\$ 18,013	\$ 605,499
Less: Cash and cash equivalent balances on disposal date	<u>-</u>	<u>(2,757)</u>
	<u>\$ 18,013</u>	<u>\$ 602,742</u>

29. CAPITAL MANAGEMENT

The management of the Corporation and its subsidiaries optimized the balances of working capital, debt and equity as well as the related cost through monitoring the Corporation and its subsidiaries' capital structure and capital demand by reviewing quantitative data and considering industry characteristics, domestic and international economic environment, interest rate fluctuation, strategies for development, etc.

30. FINANCIAL INSTRUMENTS

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

The Corporation and its subsidiaries believe the carrying amounts of financial instruments, including cash and cash equivalents, receivables, and payables recognized in the consolidated financial statements approximated their fair values.

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

1) Fair value hierarchy

	Level 1	Level 2	Level 3	Total
<u>June 30, 2021</u>				
Financial assets at fair value through profit or loss				
Mutual funds	\$ 4,236,840	\$ -	\$ -	\$ 4,236,840
Unlisted shares	-	-	967,590	967,590
Emerging market shares	-	-	342,650	342,650
Listed shares	288,734	-	-	288,734
Convertible bonds	88,590	-	-	88,590
Foreign exchange forward contracts	<u>-</u>	<u>22</u>	<u>-</u>	<u>22</u>
	<u>\$ 4,614,164</u>	<u>\$ 22</u>	<u>\$ 1,310,240</u>	<u>\$ 5,924,426</u>
Financial liabilities at fair value through profit or loss				
Foreign exchange forward contracts	<u>\$ -</u>	<u>\$ 846</u>	<u>\$ -</u>	<u>\$ 846</u>
Financial assets at fair value through other comprehensive income				
Foreign unlisted shares and certificate of entitlement	\$ -	\$ -	\$ 38,403,914	\$ 38,403,914
Domestic listed shares	17,462,588	-	-	17,462,588
Domestic emerging market shares and unlisted shares	-	-	2,802,724	2,802,724
Foreign listed shares	2,720,714	-	-	2,720,714
Corporate bonds	<u>28,963</u>	<u>-</u>	<u>-</u>	<u>28,963</u>
	<u>\$ 20,212,265</u>	<u>\$ -</u>	<u>\$ 41,206,638</u>	<u>\$ 61,418,903</u>
Financial assets for hedging				
Foreign exchange forward contracts	<u>\$ -</u>	<u>\$ 1,546</u>	<u>\$ -</u>	<u>\$ 1,546</u>
Financial liabilities for hedging				
Foreign exchange forward contracts	<u>\$ -</u>	<u>\$ 35,654</u>	<u>\$ -</u>	<u>\$ 35,654</u>

	Level 1	Level 2	Level 3	Total
<u>December 31, 2020</u>				
Financial assets at fair value through profit or loss				
Mutual funds	\$ 3,894,345	\$ -	\$ -	\$ 3,894,345
Unlisted shares	-	-	982,947	982,947
Emerging market shares	-	-	274,822	274,822
Listed shares	158,219	-	-	158,219
Convertible bonds	<u>130,308</u>	<u>-</u>	<u>-</u>	<u>130,308</u>
	<u>\$ 4,182,872</u>	<u>\$ -</u>	<u>\$ 1,257,769</u>	<u>\$ 5,440,641</u>
Financial liabilities at fair value through profit or loss				
Foreign exchange forward contracts	<u>\$ -</u>	<u>\$ 736</u>	<u>\$ -</u>	<u>\$ 736</u>
Financial assets at fair value through other comprehensive income				
Foreign unlisted shares and certificate of entitlement	\$ -	\$ -	\$ 40,353,844	\$ 40,353,844
Domestic listed shares	15,764,349	-	-	15,764,349
Domestic emerging market shares and unlisted shares	-	-	2,389,828	2,389,828
Foreign listed shares	1,520,440	-	-	1,520,440
Corporate bonds	<u>29,890</u>	<u>-</u>	<u>-</u>	<u>29,890</u>
	<u>\$ 17,314,679</u>	<u>\$ -</u>	<u>\$ 42,743,672</u>	<u>\$ 60,058,351</u>
Financial assets for hedging				
Foreign exchange forward contracts	<u>\$ -</u>	<u>\$ 26,867</u>	<u>\$ -</u>	<u>\$ 26,867</u>
Financial liabilities for hedging				
Foreign exchange forward contracts	<u>\$ -</u>	<u>\$ 41,268</u>	<u>\$ -</u>	<u>\$ 41,268</u>
<u>June 30, 2020</u>				
Financial assets at fair value through profit or loss				
Mutual funds	\$ 3,562,818	\$ -	\$ -	\$ 3,562,818
Unlisted shares	-	-	1,792,588	1,792,588
Emerging market shares	-	-	188,434	188,434
Convertible bonds	100,210	-	-	100,210
Listed shares	206,336	-	-	206,336
Future contracts	-	3,682	-	3,682
Foreign exchange forward contracts	<u>-</u>	<u>747</u>	<u>-</u>	<u>747</u>
	<u>\$ 3,869,364</u>	<u>\$ 4,429</u>	<u>\$ 1,981,022</u>	<u>\$ 5,854,815</u>

	Level 1	Level 2	Level 3	Total
Financial assets at fair value through other comprehensive income				
Foreign unlisted shares and certificate of entitlement	\$ -	\$ -	\$ 37,995,876	\$ 37,995,876
Domestic listed shares	15,882,539	-	-	15,882,539
Domestic emerging market shares and unlisted shares	-	-	2,236,984	2,236,984
Corporate bonds	8,869	-	-	8,869
Foreign listed shares	<u>1,694,587</u>	<u>-</u>	<u>-</u>	<u>1,694,587</u>
	<u>\$ 17,585,995</u>	<u>\$ -</u>	<u>\$ 40,232,860</u>	<u>\$ 57,818,855</u>
Financial assets for hedging				
Foreign exchange forward contracts	<u>\$ -</u>	<u>\$ 1,219</u>	<u>\$ -</u>	<u>\$ 1,219</u>
Financial liabilities for hedging				
Foreign exchange forward contracts	<u>\$ -</u>	<u>\$ 48,978</u>	<u>\$ -</u>	<u>\$ 48,978</u>

There was no transfer between Level 1 and Level 2 for the six months ended June 30, 2021 and 2020.

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

For the six months ended June 30, 2021

	<u>Equity Instruments</u>		
	Financial Assets at Fair Value Through Profit or Loss	Financial Assets at Fair Value Through Other Comprehensive Income	Total
Balance, beginning of the period	\$ 1,257,769	42,743,672	\$ 44,001,441
Recognized in profit or loss	331,568	-	331,568
Recognized in other comprehensive income	-	(99,521)	(99,521)
Purchases	56,100	281,211	337,311
Transfer out of level 3	-	(1,017,067)	(1,017,067)
Disposal	(335,197)	(67,356)	(402,553)
Effect of foreign currency exchange difference	<u>-</u>	<u>(634,301)</u>	<u>(634,301)</u>
Balance, end of the period	<u>\$ 1,310,240</u>	<u>\$ 41,206,638</u>	<u>\$ 42,516,878</u>
Unrealized gains and losses recognized in profit or loss	<u>\$ 179,882</u>	<u>\$ -</u>	<u>\$ 179,882</u>

For the six months ended June 30, 2020

	Equity Instruments		
	Financial Assets at Fair Value Through Profit or Loss	Financial Assets at Fair Value Through Other Comprehensive Income	Total
Balance, beginning of the period	\$ 2,003,969	\$ 41,544,480	\$ 43,548,449
Recognized in profit or loss	(12,818)	-	(12,818)
Recognized in other comprehensive income	-	(665,509)	(665,509)
Purchases	-	160,518	160,518
Transfer out of level 3	-	(93,697)	(93,697)
Disposal	(10,129)	(343,978)	(354,107)
Others	-	32,603	32,603
Effect of foreign currency exchange difference	-	(401,557)	(401,557)
Balance, end of the period	<u>\$ 1,981,022</u>	<u>\$ 40,232,860</u>	<u>\$ 42,213,882</u>
Unrealized gains and losses recognized in profit or loss	<u>\$ (12,818)</u>	<u>\$ -</u>	<u>\$ (12,818)</u>

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

Financial Instrument	Valuation Techniques and Inputs
Derivative instruments	A discounted cash flow analysis was performed using the applicable yield curve for the duration of the instruments for non-option derivatives, and option pricing models for option derivatives. The estimates and assumptions used by the Corporation and its subsidiaries were consistent with those that market participants would use in setting a price for the financial instrument.
Private-placement shares of listed companies	Based on information from the Market Observation Post System, the Taipei Exchange, etc. and calculated by using the Black-Scholes Model.

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

- a) For emerging market shares, fair values were estimated on the basis of the closing price and liquidity.
- b) For domestic unlisted shares, some foreign unlisted shares and certificate of entitlement, fair values were determined based on industry types, valuations of similar companies and operations.

- c) For other foreign unlisted shares, fair values were measured under income approach and calculated by the present value of the expected returns by using a discounted cash flow model. Significant unobservable inputs were as follows; if the long-term pre-tax operating income rate increased or discount rate decreased, the fair value of the investments would increase.

	June 30, 2021	December 31, 2020	June 30, 2020
Long-term pre-tax operating income rate (%)	8.12	7.98-54.07	10.65-50.65
Discount rate (%)	7.62	7.62-10.69	10.79-10.93

If the below input to the valuation model was changed to reflect reasonably possible alternative assumptions while all other variables were held constant, the fair value of the equity investment would increase (decrease) as follows:

	June 30, 2021	December 31, 2020	June 30, 2020
Long-term pre-tax operating income rate			
Increase 1%	<u>\$ 237,280</u>	<u>\$ 268,384</u>	<u>\$ 173,568</u>
Decrease 1%	<u>\$ (238,792)</u>	<u>\$ (270,220)</u>	<u>\$ (174,718)</u>
Discount rate			
Increase 1%	<u>\$ (344,246)</u>	<u>\$ (479,780)</u>	<u>\$ (323,626)</u>
Decrease 1%	<u>\$ 485,464</u>	<u>\$ 652,297</u>	<u>\$ 400,283</u>

- d) For parts of foreign unlisted shares, their fair values were measured under the market approach. In particular significant unobservable inputs included discount for lack of marketability and control premium. If discount for lack of marketability decreased or control premium increased, the fair values of the investments would increase.

c. Categories of financial instruments

	June 30, 2021	December 31, 2020	June 30, 2020
<u>Financial assets</u>			
Financial assets at fair value through profit or loss			
Mandatorily at fair value through profit or loss	\$ 5,924,426	\$ 5,440,641	\$ 5,854,815
Financial assets for hedging	1,626,201	1,463,179	1,753,547
Financial assets at amortized cost 1)	47,638,367	43,803,846	40,153,196
Financial assets at fair value through other comprehensive income			
Equity and debt instruments	61,418,903	60,058,351	57,818,855

	June 30, 2021	December 31, 2020	June 30, 2020
<u>Financial liabilities</u>			
Financial liabilities at fair value through profit or loss			
Held for trading	\$ 846	\$ 736	\$ -
Financial liabilities for hedging	2,013,533	2,219,497	3,031,498
Financial liabilities at amortized cost 2)	244,679,618	259,109,778	270,878,365

- 1) The balances included financial assets measured at amortized cost, which comprise cash and cash equivalents, notes and accounts receivable (including related parties), other receivables, financial assets at amortized cost-noncurrent, refundable deposits and other financial assets.
- 2) The balances included financial liabilities measured at amortized cost, which comprise short-term borrowings and bank overdraft, short-term bills payable, notes and accounts payable (including related parties), other payables, refundable liabilities, bonds payable, long-term bank borrowings, long-term bills payable and deposits received.

d. Financial risk management objectives and policies

The Corporation and its subsidiaries place great emphasis on financial risk management. By tracking and managing the market risk, credit risk, and liquidity risk efficiently, the management ensured that the Corporation and its subsidiaries were equipped with sufficient and lower cost working capital, which reduced financial uncertainty that may have adverse effects on the operations.

The significant financial activities of the Corporation and its subsidiaries are reviewed by the board of directors in accordance with relevant regulations and internal controls. The finance department follows the accountability and related financial risk control procedures required by the Corporation and its subsidiaries for executing financial projects. Compliance with policies and exposure limits is continually reviewed by the internal auditors. The Corporation and its subsidiaries did not enter into or trade financial instruments, including derivative financial instruments, for speculative purposes.

1) Market risk

a) Foreign currency risk

The Corporation and its subsidiaries were exposed to foreign currency risk due to sales, purchases, capital expenditures and equity investments denominated in foreign currencies. Exchange rate exposures were managed within approved policy parameters utilizing foreign exchange forward contracts, foreign deposits or foreign borrowings.

The carrying amounts of the significant non-functional currency monetary assets and liabilities (including those eliminated on consolidation) at the balance sheet date were referred to Note 34.

The Corporation and its subsidiaries were mainly exposed to the currencies USD and RMB. The following table details the sensitivity to a 1% increase in the functional currencies against the relevant foreign currencies.

	USD Impact			RMB Impact		
	For the Six Months Ended June 30			For the Six Months Ended June 30		
	2021	2020		2021	2020	
Pre-tax profit or loss	\$ 115,642	\$(29,467)	i	\$ (22,241)	\$ (6,873)	i
Equity	(11,874)	(7,102)	ii	(511)	(1,347)	ii

i. These were mainly attributable to the exposure of outstanding cash, receivables, payables and borrowings, which were not hedged at the balance sheet date.

ii. These were attributable to financial assets for hedging that were designated as hedging instruments in cash flow hedges, and financial liabilities for hedging that were designated as hedging instruments in foreign equity investments and net investments in foreign operations hedges.

In management's opinion, the sensitivity analysis was unrepresentative of the inherent foreign exchange risk because the exposure at the balance sheet date did not reflect the exposure during the period.

Hedge accounting

The Corporation and its subsidiaries' hedging strategies are as follows:

- i. The Corporation and its subsidiaries' hedging strategy is to enter into foreign exchange forward contracts to avoid exchange rate exposure of their foreign currency capital expenditure and sales contracts. Those transactions are designated as cash flow hedges.
- ii. The Corporation has designated certain long-term foreign currency borrowing as a hedge to manage its foreign currency risk:
 - i) Currency risks on foreign equity investments are accounted for as fair value hedge. Changes in the fair value of hedging instruments are recognized, based on the nature of hedged items, either in other gains or losses or other comprehensive income. The Corporation performs assessment of hedging effectiveness and it expects that the value of long-term foreign currency borrowing and the value of the foreign equity investment will systematically change in opposite direction in response to movements in the underlying exchange rates.
 - ii) Foreign currency risk on investments in foreign operations is managed by using long-term foreign currency borrowing as a hedge instrument to hedge the investments.

The following tables summarize the information relating to the hedges of foreign currency risk.

June 30, 2021

	Hedging Instruments/ Hedged Items	Line Item in Balance Sheet	Carrying Amount	
			Asset	Liability
Cash flow hedge				
	Foreign exchange forward contracts/Forecast purchases, construction contracts and raw materials	Financial assets/liabilities for hedging	\$ 1,546	\$ 35,654

Hedging Instruments/ Hedged Items	Line Item in Balance Sheet	Carrying Amount				
		Asset	Liability			
Hedging foreign-currency deposits/Forecast purchases, construction contracts and raw materials	Financial assets for hedging	\$ 1,624,655	\$ -			
Fair value hedge						
Foreign exchange forward contracts/Forecast purchases and raw materials	-	-	-			
Foreign currency bank borrowings/Financial assets at FVTOCI	Financial liabilities for hedging	-	961,509			
Foreign currency bank borrowings/Financial assets at FVTPL	Financial liabilities for hedging	-	827,770			
Net investment hedge in foreign operations						
Foreign currency bank borrowings/Investment in foreign operations	-	-	-			
Hedging Instruments /Hedged Items	Change in Fair Value of Hedging Instruments Used for Calculating Hedge Ineffectiveness	Change in Fair Value of Hedged Items Used for Calculating Hedge Ineffectiveness	Balance in Other Equity Continuing Hedges	Discounting Hedges	Fair Value Hedge - Hedged Items' Carrying Amount Asset	Fair Value Hedge - Accumulated Amount of Fair Value Hedge Adjustments Asset
Cash flow hedge						
Foreign exchange forward contracts/Forecast purchases, construction contracts and raw materials	\$ (20,105)	\$ 20,105	\$ (34,107)	\$ -	NA	NA
Hedging foreign-currency deposits/Forecast purchases, construction contracts and raw materials	(41,668)	41,668	(85,938)	-	NA	NA
Fair value hedge						
Foreign exchange forward contracts/Forecast purchases and raw materials	(16)	16	NA	NA	\$ -	\$ -
Foreign currency bank borrowings/Financial assets at FVTOCI	92,299	(92,266)	115,100	-	1,541,239	(142,587)
Foreign currency bank borrowings/Financial assets at FVTPL	79,461	(80,659)	NA	NA	772,608	(178,045)
Net investment hedge in foreign operations						
Foreign currency bank borrowings/Investment in foreign operations	-	-	(177,876)	3,966,662	NA	NA

June 30, 2020

Hedging Instruments/ Hedged Items	Line Item in Balance Sheet	Carrying Amount				
		Asset	Liability			
Cash flow hedge						
Foreign exchange forward contracts/Forecast purchases, construction contracts and raw materials	Financial assets/liabilities for hedging	\$ 1,217	\$ 48,609			
Hedging foreign-currency deposits/Forecast purchases, construction contracts and raw materials	Financial assets for hedging	1,752,328	-			
Fair value hedge						
Foreign exchange forward contracts/Forecast purchases and raw materials	Financial assets/liabilities for hedging	2	369			
Foreign currency bank borrowings/Financial assets at FVTOCI	Financial liabilities for hedging	-	1,049,231			
Foreign currency bank borrowings/Financial assets at FVTPL	Financial liabilities for hedging	-	1,806,582			
Net investment hedge in foreign operations						
Foreign currency bank borrowings/Investment in foreign operations	-	-	-			
Hedging Instruments /Hedged Items	Change in Fair Value of Hedging Instruments Used for Calculating Hedge Ineffectiveness	Change in Fair Value of Hedged Items Used for Calculating Hedge Ineffectiveness	Balance in Other Equity		Fair Value Hedge - Carrying Amount	Fair Value Hedge - Accumulated Amount of Fair Value Hedge
			Continuing Hedges	Discounting Hedges	Asset	Adjustments Asset
Cash flow hedge						
Foreign exchange forward contracts/Forecast purchases, construction contracts and raw materials	\$ (112,035)	\$ 112,035	\$ (47,392)	\$ -	NA	NA
Hedging foreign-currency deposits/Forecast purchases, construction contracts and raw materials	(14,845)	14,845	(78,032)	-	NA	NA
Fair value hedge						
Foreign exchange forward contracts/Forecast purchases and raw materials	(2,137)	2,137	NA	NA	\$ -	\$ -
Foreign currency bank borrowings/Financial assets at FVTOCI	3,432	(3,431)	27,378	-	1,680,421	(54,896)
Foreign currency bank borrowings/Financial assets at FVTPL	5,910	(6,000)	NA	NA	1,653,102	(202,802)

Hedging Instruments / Hedged Items	Change in Fair Value of Hedging Instruments Used for Calculating Hedge Ineffectiveness	Change in Fair Value of Hedged Items Used for Calculating Hedge Ineffectiveness	Balance in Other Equity		Fair Value Hedge - Hedged Items' Carrying Amount Asset	Fair Value Hedge - Accumulated Amount of Fair Value Hedge Adjustments Asset
			Continuing Hedges	Discounting Hedges		
Net investment hedge in foreign operations Foreign currency bank borrowings/Investment in foreign operations	\$ -	\$ -	\$ (177,876)	\$ 3,966,662	NA	NA

For the three months ended June 30, 2021

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 Adjusted Line Item	
				Due to Hedged Item Affecting P/L	Due to Hedged Future Cash Flows No Longer Expected to Occur
Cash flow hedge	\$ (37,873)	\$ -	-	\$ -	\$ -

For the three months ended June 30, 2020

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 Adjusted Line Item	
				Due to Hedged Item Affecting P/L	Due to Hedged Future Cash Flows No Longer Expected to Occur
Cash flow hedge	\$ (102,589)	\$ -	-	\$ -	\$ -
Net investment hedge in foreign operations	\$ 9,075	\$ -	-	\$ -	\$ -

For the six months ended June 30, 2021

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 Adjusted Line Item	
				Due to Hedged Item Affecting P/L	Due to Hedged Future Cash Flows No Longer Expected to Occur
Cash flow hedge	\$ (61,733)	\$ -	-	\$ -	\$ -

For the six months ended June 30, 2020

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 Adjusted Line Item	
				Due to Hedged Item Affecting P/L	Due to Hedged Future Cash Flows No Longer Expected to Occur
Cash flow hedge	\$ (126,880)	\$ -	-	\$ -	\$ -
Net investment hedge in foreign operation	\$ (5,269)	\$ -	-	\$ -	\$ -

The outstanding foreign exchange forward contracts of the Corporation and its subsidiaries at the balance sheet date were as follows:

	Currency	Period for Generating Cash Flows and Maturity Date	Contract Amount (In Thousands)
<u>June 30, 2021</u>			
Buy	NTD/USD	2021.07-2023.09	NTD1,079,581/USD38,836
Buy	NTD/JPY	2018.12-2023.03	NTD278,362/JPY1,037,797
Buy	NTD/EUR	2020.10-2024.06	NTD745,854/EUR22,045
Buy	NTD/CNY	2021.07-2023.01	NTD146,810/CNY34,515
Sell	NTD/USD	2021.07-2021.09	NTD82,860/USD2,965
<u>December 31, 2020</u>			
Buy	NTD/USD	2021.01-2023.03	NTD784,653/USD26,240
Buy	NTD/JPY	2018.12-2023.03	NTD157,322/JPY562,809
Buy	NTD/EUR	2020.10-2022.12	NTD746,896/EUR22,079
Buy	NTD/CNY	2021.02-2023.01	NTD142,589/CNY33,921
Buy	INR/USD	2020.12-2021.02	INR132,430/USD1,789
Sell	NTD/USD	2021.01-2021.03	NTD46,702/USD1,649
<u>June 30, 2020</u>			
Buy	NTD/USD	2020.07-2023.03	NTD1,224,122/USD40,831
Buy	NTD/EUR	2020.04-2022.12	NTD765,171/EUR22,637
Buy	NTD/JPY	2020.01-2023.03	NTD468,327/JPY1,654,575
Buy	NTD/CNY	2020.11-2023.01	NTD192,611/CNY45,463
Buy	INR/USD	2020.07	INR205,615/USD2,707

b) Interest rate risk

The Corporation and its subsidiaries were exposed to interest rate risk because the Corporation and its subsidiaries borrowed funds at both fixed and floating interest rates. The risk is managed by the Corporation and its subsidiaries by maintaining an appropriate mix of fixed and floating rate borrowings, and using interest rate swap contracts.

The carrying amounts of the Corporation and its subsidiaries' financial liabilities with exposure to interest rates at the balance sheet date were as follows:

	June 30, 2021	December 31, 2020	June 30, 2020
Fair value interest rate risk			
Financial liabilities	\$ 124,301,727	\$ 141,193,253	\$ 152,051,928
Cash flow interest rate risk			
Financial liabilities	79,850,535	87,517,643	95,543,084

If interest rates had been 1% higher/lower and all other variables were held constant, the Corporation and its subsidiaries' pre-tax profit for the six months ended June 30, 2021 and 2020 would have been lower/higher by NT\$399,253 thousand and NT\$477,715 thousand, respectively.

c) Other price risk

The Corporation and its subsidiaries were exposed to equity price risk through their investments in mutual funds and domestic and foreign listed shares.

If equity prices had been 1% lower/higher, the pre-tax profit for the six months ended June 30, 2021 and 2020 would have been lower/higher by NT\$45,256 thousand and NT\$37,692 thousand, respectively, as a result of the fair value changes of financial assets at fair value through profit or loss, and the other comprehensive income for the six months ended June 30, 2021 and 2020 would have been lower/higher by NT\$201,833 thousand and NT\$175,771

thousand, respectively, as a result of the changes in fair value of financial assets at fair value through other comprehensive income.

Hedge accounting

A subsidiary minimizes its fair value exposures to price fluctuations of precious metals by entering into precious metals borrowing contracts. The fair value of the precious metals borrowing transactions at the end of the reporting period is determined by the price of the precious metals.

The terms of the precious metals borrowing contracts matched the terms of financial liabilities. The subsidiary performs a qualitative assessment of effectiveness and it expects that the value of the precious metals borrowing contracts and the value of the corresponding hedged items will systematically change in opposite direction in response to movements in the underlying prices. The source of hedge ineffectiveness in these hedge relationships is the effect of the counterparty and the subsidiary's own credit risk on the fair value of the precious metals borrowing contracts, which is not reflected in the fair value of the hedged item attributable to the change in prices. No other sources of ineffectiveness are expected to emerge from these hedging relationships.

The following tables summarize the information relating to the hedges of other price risk.

June 30, 2021

Hedging Instruments	Contract Amount	Maturity	Line Item in Balance Sheet	Carrying Amount Liability	Change in Fair Value of Hedging Instruments Used for Calculating Hedge Ineffectiveness
Fair value hedge Precious metals borrowing contracts	\$ 191,519	-	Financial liabilities for hedging	\$ 188,600	\$ 2,919

Hedged Items	Carrying Amount Asset	Accumulated Amount of Fair Value Hedge Adjustments Asset	Change in Fair Value of Hedged Items Used for Calculating Hedge Ineffectiveness
Fair value hedge Inventory	\$ 188,600	\$ (2,919)	\$ (2,919)

June 30, 2020

Hedging Instruments	Contract Amount	Maturity	Line Item in Balance Sheet	Carrying Amount Liability	Change in Fair Value of Hedging Instruments Used for Calculating Hedge Ineffectiveness
Fair value hedge Precious metals borrowing contracts	\$ 126,707	-	Financial liabilities for hedging	\$ 126,707	-

Hedged Items	<u>Carrying Amount Asset</u>	<u>Accumulated Amount of Fair Value Hedge Adjustments Asset</u>	Change in Fair Value of Hedged Items Used for Calculating Hedge Ineffectiveness
Fair value hedge			
Inventory	\$ <u>126,707</u>	\$ <u>-</u>	\$ <u>-</u>

2) Credit risk

Credit risk refers to the risk that counterparty will default on its contractual obligations resulting in financial loss to the Corporation and its subsidiaries. As at the balance sheet date, the Corporation and its subsidiaries' maximum exposure to credit risk is the carrying amount of the financial assets on the consolidated balance sheets and the amount of contingent liabilities in relation to financial guarantee issued by the Corporation and its subsidiaries.

The Corporation and its subsidiaries do not expect significant credit risk because the counterparties are creditworthy financial institutions and companies.

Counterparties of accounts receivable consisted of a large number of different customers, spread across diverse industries and geographical areas. Ongoing credit evaluation is performed on the customers' financial condition.

The Corporation and its subsidiaries did not have significant credit risk exposure to any single counterparty or any group of counterparties having similar characteristics. The Corporation and its subsidiaries define counterparties as having similar characteristics if they are related entities.

As of June 30, 2021, December 31, 2020 and June 30, 2020, the maximum credit risk of off-balance-sheet guarantees and amount provided to investees of co-investment for procurement compliance was NT\$25,648,390 thousand, NT\$34,939,451 thousand and NT\$36,744,031 thousand, respectively.

3) Liquidity risk

The management of the Corporation and its subsidiaries continuously monitors the movement of cash flows, net cash position, significant capital expenditures and the utilization of bank loan commitments to control proportion of the long-term and short-term bank loans or issue bonds payable, and ensures compliance with loan covenants.

The following table details the undiscounted cash flows of the Corporation and its subsidiaries' remaining contractual maturity for its non-derivative financial liabilities from the earliest date on which they can be required to pay. The tables included both interest and principal cash flows. Specifically, bank loans with a repayment on demand clause were included in the earliest time span regardless of the probability of the banks choosing to exercise their rights. The maturity dates for other non-derivative financial liabilities were based on the agreed repayment dates.

The table below summarized the maturity profile of the Corporation and its subsidiaries' financial liabilities based on contractual undiscounted payments:

	Less Than 1 Year	1-5 Years	Over 5 Years	Total
<u>June 30, 2021</u>				
Non-derivative financial liabilities				
Non-interest bearing liabilities	\$ 54,735,188	\$ 285,850	\$ -	\$ 55,021,038
Lease liabilities	1,006,360	3,078,766	9,751,754	13,836,880
Variable interest rate liabilities	31,744,130	47,910,865	1,194,159	80,849,154
Fixed interest rate liabilities	38,549,401	53,952,748	25,204,995	117,707,144
Refund liability	2,990,807	-	-	2,990,807
Financial guarantee liabilities	<u>93,344</u>	<u>25,073,692</u>	<u>481,354</u>	<u>25,648,390</u>
	<u>\$ 129,119,230</u>	<u>\$ 130,301,921</u>	<u>\$ 36,632,262</u>	<u>\$ 296,053,413</u>
<u>December 31, 2020</u>				
Non-derivative financial liabilities				
Non-interest bearing liabilities	\$ 40,717,903	\$ 269,277	\$ -	\$ 40,987,180
Lease liabilities	1,101,308	3,235,082	10,577,981	14,914,371
Variable interest rate liabilities	26,931,649	\$ 59,647,998	2,439,694	89,019,341
Fixed interest rate liabilities	51,320,879	57,840,119	25,385,730	134,546,728
Refund liabilities	2,148,949	-	-	2,148,949
Financial guarantee liabilities	<u>7,475,847</u>	<u>22,599,316</u>	<u>4,864,288</u>	<u>34,939,451</u>
	<u>\$ 129,696,535</u>	<u>\$ 143,591,792</u>	<u>\$ 43,267,693</u>	<u>\$ 316,556,020</u>
<u>June 30, 2020</u>				
Non-derivative financial liabilities				
Non-interest bearing liabilities	\$ 43,184,646	\$ 890,294	\$ -	\$ 44,074,940
Lease liabilities	1,158,075	3,275,958	10,992,144	15,426,177
Variable interest rate liabilities	47,216,888	46,065,131	3,511,085	96,793,104
Fixed interest rate liabilities	61,286,909	59,761,333	24,457,278	145,505,520
Refund liability	2,780,126	-	-	2,780,126
Financial guarantee liabilities	<u>4,377</u>	<u>31,711,339</u>	<u>5,028,315</u>	<u>36,744,031</u>
	<u>\$ 155,631,021</u>	<u>\$ 141,704,055</u>	<u>\$ 43,988,822</u>	<u>\$ 341,323,898</u>

The amounts included above for financial guarantee liabilities were the maximum amounts the Corporation and its subsidiaries could be required to settle under the arrangement for the full guaranteed amount if that amount is claimed by the counterparty to the guarantee. Based on expectations at the balance sheet date, the Corporation and its subsidiaries considered that it is more likely than not that none of the amount will be payable under the arrangement.

31. TRANSACTIONS WITH RELATED PARTIES

Balances and transactions between the Corporation and its subsidiaries, which are related parties of the Corporation, have been eliminated on consolidation and are not disclosed in this note. Details of transactions between the Corporation and its subsidiaries and other related parties were disclosed below:

- a. The name of the company and its relationship with the Corporation and its subsidiaries

Company	Relationship
TaiAn Technologies Corporation	Associate
Fukuta Electric & Machinery Co., Ltd.	Associate
Dyna Rechi Co., Ltd.	Associate
Hsin Hsin Cement Enterprise Corporation	Associate
Eminent III Venture Capital Corporation	Associate
Nikken & CSSC Metal Products Co., Ltd.	Associate
Eminent II Venture Capital Corporation	Associate
Honley Auto. Parts Co., Ltd.	Associate
Ascentek Venture Capital Corporation	Associate
Taiwan Rolling Stock Co., Ltd.	Associate
Kaohsiung Arena Development Corporation	Associate
Overseas Investment & Development Corporation	Associate
Chateau International Development Co., Ltd.	Associate
Chungkang Steel Structure (Cambodia) Co., Ltd.	Associate
HC&C Auto Parts Co., Ltd.	Associate
TSK Steel Company Limited	Associate
Changchun CECK Auto. Parts Co., Ltd.	Subsidiary of associates
Dyna Rechi (Jiujiang) Co., Ltd	Subsidiary of associates
CSBC Corporation, Taiwan	The Corporation as key management of other related parties
Taiwan High Speed Rail Corporation	The Corporation as key management of other related parties
Rechi Precision Co., Ltd.	The Corporation as key management of other related parties
Taiwan International Windpower Training Corporation Ltd.	The Corporation as key management of other related parties
Tang Eng Iron Works Co., Ltd.	The Corporation as key management of other related parties
CDIB Bioscience Ventures I, Inc.	The Corporation as key management of other related parties
East Asia United Steel Corporation	The Corporation as key management of other related parties
Sakura Ferroalloys Sdn. Bhd.	The Corporation as key management of other related parties

<u>Company</u>	<u>Relationship</u>
CSBC Coating Solutions Co., Ltd.	The Corporation as key management of parent company
Rechi Refrigeration (Dongguan) Co, Ltd.	The Corporation as key management of parent company
Rechi Precision (Qingdao) Electric Machinery Limited	The Corporation as key management of parent company
TCL Rechi (Huizhou) Refrigeration Equipment Company Limited	The Corporation as key management of parent company
Ministry of Economic Affairs, R.O.C.	Director of the Corporation
CSC Labor Union	Director of the Corporation
CSC Educational Foundation	Other related party
Formosa Ha Tinh Steel Corporation	Other related party
Formosa Ha Tinh (Cayman) Limited (FHC)	Other related party
Hanwa Steel Centre (M) Sdn. Bhd.	Associate before April 2021

b. Operating revenues

Account Items	Related Parties Types	For the Three Months Ended June 30		For the Six Months Ended June 30	
		2021	2020	2021	2020
Revenue from sales of goods	The Corporation as key management of parent company	\$ 320,311	\$ 184,850	\$ 570,594	\$ 420,790
	Associates	186,252	151,475	469,732	365,436
	The Corporation as key management of other related parties	170,445	231,490	371,756	553,256
	Subsidiaries of associates	101,831	37,073	182,898	45,598
	Other related parties	48,351	148,817	55,891	231,313
	Others	-	10,162	-	10,165
		<u>\$ 827,190</u>	<u>\$ 763,867</u>	<u>\$ 1,650,871</u>	<u>\$ 1,626,558</u>
Construction contract revenue	The Corporation as key management of other related parties	\$ 52,213	\$ 54,325	\$ 84,854	\$ 149,628
	Other related parties	24,101	73,209	31,540	135,076
	Others	1	273	1,901	415
		<u>\$ 76,315</u>	<u>\$ 127,807</u>	<u>\$ 118,295</u>	<u>\$ 285,119</u>

Sales to related parties were made at arm's length. The construction contracts undertaken by the Corporation and its subsidiaries with related parties were different from those with unrelated parties; therefore, the prices were not comparable while collection terms have no material differences.

c. Purchase of goods

Related Parties Types	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2021	2020	2021	2020
Other related parties	\$ 4,450,240	\$ 993,485	\$ 7,785,156	\$ 3,148,969
Other	<u>220,861</u>	<u>102,378</u>	<u>310,631</u>	<u>185,977</u>
	<u>\$ 4,671,101</u>	<u>\$ 1,095,863</u>	<u>\$ 8,095,787</u>	<u>\$ 3,334,946</u>

Purchases from related parties were made at arm's length.

d. Receivables from related parties

Account Items	Related Parties Types/Name	June 30, 2021	December 31, 2020	June 30, 2020
Notes and accounts receivable	The Corporation as key management of other related parties	\$ 114,505	\$ 161,769	\$ 116,188
	Subsidiaries of associates	64,490	63,928	36,177
	The Corporation as key management of parent company	39,273	53,617	85,773
	Other related parties	23,368	20,882	54,468
	Associates	569	18,406	17,181
	Others	11	11	11
			<u>\$ 242,216</u>	<u>\$ 318,613</u>
Other receivables	Other related parties			
	FHC	\$ 195,020	\$ 199,360	\$ 207,410
	Others	80,380	66,287	102,935
	Associates	18,593	18,812	19,025
	Others	33	15	66
		<u>\$ 294,026</u>	<u>\$ 284,474</u>	<u>\$ 329,436</u>

e. Payables to related parties

Account Items	Related Parties Types	June 30, 2021	December 31, 2020	June 30, 2020
Accounts payable	Other related parties	\$ 84,223	\$ 6,952	\$ 3,532
	The Corporation as key management of other related parties	69,480	-	76
	Associates	30,844	30,636	45,217
		<u>\$ 184,547</u>	<u>\$ 37,588</u>	<u>\$ 48,825</u>
Other payables	Other related parties	\$ 519,105	\$ 530,928	\$ 552,427
	Associates	-	381,555	-
	Others	18,497	769	11,290
		<u>\$ 537,602</u>	<u>\$ 913,252</u>	<u>\$ 563,717</u>

The outstanding payables to related parties were unsecured.

f. Others

Classified as operating and non-operating income by nature:

Account Items	Related Parties Types	For the Three Months Ended June 30		For the Six Months Ended June 30	
		2021	2020	2021	2020
Service and other revenues and other income - other	Other related parties	\$ 70,292	\$ 41,496	\$ 212,168	\$ 171,522
	The Corporation as key management of other related parties	149,964	150,590	205,722	279,709
	Others	2,465	6,733	5,415	8,925
		<u>\$ 222,721</u>	<u>\$ 198,819</u>	<u>\$ 423,305</u>	<u>\$ 460,156</u>

g. Endorsements and guarantees provided by the Corporation and its subsidiaries

Related Party Types/Name	June 30, 2021	December 31, 2020	June 30, 2020
Other related parties -FHC			
Amount endorsed	\$ 24,675,644	\$ 33,904,899	\$ 35,910,338
Amount utilized	<u>(24,675,644)</u>	<u>(33,904,899)</u>	<u>(35,910,338)</u>
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
The Corporation as key management personnel of other related parties			
Amount endorsed	\$ 1,280,371	\$ 1,329,520	\$ 1,338,710
Amount utilized	<u>(881,396)</u>	<u>(933,739)</u>	<u>(790,560)</u>
	<u>\$ 398,975</u>	<u>\$ 395,781</u>	<u>\$ 548,150</u>
Associates			
Amount endorsed	\$ 133,868	\$ 136,846	\$ 142,372
Amount utilized	<u>(10,906)</u>	<u>(19,099)</u>	<u>(4,377)</u>
	<u>\$ 122,962</u>	<u>\$ 117,747</u>	<u>\$ 137,995</u>

Endorsements and guarantees above are provided to investee by the percentage of shareholdings under joint venture agreements.

h. Compensation of key management personnel

The remuneration to directors and other members of key management personnel were as follows:

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2021	2020	2021	2020
Short-term employee benefits	\$ 61,470	\$ 11,848	\$ 89,575	\$ 26,880
Post-employment benefits	<u>283</u>	<u>342</u>	<u>566</u>	<u>684</u>
	<u>\$ 61,753</u>	<u>\$ 12,190</u>	<u>\$ 90,141</u>	<u>\$ 27,564</u>

32. ASSETS PLEDGED AS COLLATERAL OR SECURITY

The Corporation and its subsidiaries' assets mortgaged or pledged as collateral for long-term borrowings, short-term borrowings and bank overdraft, performance guarantees and bankers' acceptance bills, etc. were as follows (listed based on their carrying amounts):

	June 30, 2021	December 31, 2020	June 30, 2020
Net property, plant and equipment	\$ 28,545,572	\$ 32,176,561	\$ 37,869,799
Shares (a.)	10,105,920	6,316,200	4,883,130
Time deposits	6,613,965	6,718,599	6,663,621
Pledged receivable (b.)	2,000,000	2,000,000	2,000,000
Net investment properties	1,082,435	1,128,870	1,131,028
Right-of-use assets - land	<u>155,340</u>	<u>-</u>	<u>-</u>
	<u>\$ 48,503,232</u>	<u>\$ 48,340,230</u>	<u>\$ 52,547,578</u>

- a. Shares of the Corporation were pledged by WIC and TIC, both subsidiaries, and were recorded as treasury shares in the consolidated financial statements.
- b. In accordance with revised agreements of build-operate-transfer contract in 2013, the subsidiary KRTC reclassified NT\$2,000,000 thousand including arbitration receivable - Kaohsiung City Government and part of the consideration of transferred assets to operating performance guarantees.

33. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNIZED COMMITMENTS

Significant commitments and contingencies of the Corporation and its subsidiaries as of June 30, 2020 were as follows:

- a. The Corporation and its subsidiaries provided letters of credits for NT\$14 billion guaranteed by financial institutions for several constructions, lease contracts and payment. Guarantee notes for NT\$35.6 billion were provided to owners for purchase agreements and warranties.
- b. Unused letters of credit for importation of materials and machinery amounted to NT\$0.87 billion.
- c. Property purchase and construction contracts for NT\$0.79 billion were signed but not yet recorded.
- d. The Corporation and its subsidiaries entered into raw material purchase contracts with suppliers in Australia, Brazil, Canada, China, Japan, Philippines, Vietnam, Indonesia and domestic companies with contract terms of 1 to 5 years. Contracted annual purchases of 11,080,000 metric tons of coal, 24,530,000 metric tons of iron ore, and 3,350,000 metric tons of limestone are at prices negotiable with the counterparties. Purchase commitments as of June 30, 2021 were US\$11.5 billion (including 11,680,000 metric tons of coal, 46,840,000 metric tons of iron ore, and 2,440,000 metric tons of limestone).
- e. Refer to Table 2 for information relating to endorsements/guarantees provided.

34. SIGNIFICANT ASSETS AND LIABILITIES DENOMINATED IN FOREIGN CURRENCIES

The following information was aggregated by the foreign currencies other than functional currencies of the Corporation and its subsidiaries 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:

	Foreign Currencies (In Thousands)	Exchange Rate		Carrying Amount (In Thousands of New Taiwan Dollars)
<u>June 30, 2021</u>				
Monetary foreign assets				
USD	\$ 242,198	27.8600	(USD:NTD)	\$ 6,747,630
RMB	547,026	4.3090	(RMB:NTD)	2,357,133
VND	947,598,250	0.00004	(VND:USD)	1,132,380
JPY	4,236,413	0.2521	(JPY:NTD)	1,068,000
Non-monetary foreign assets				
Financial assets at fair value through other comprehensive income				
USD	857,119	27.8600	(USD:NTD)	23,879,340
JPY	6,113,600	0.2521	(JPY:NTD)	1,541,239
MYR	285,254	6.4400	(MYR:NTD)	1,837,038
Associate accounted for using equity method				
USD	414,588	27.8600	(USD:NTD)	11,382,056
AUD	1,016,922	20.9400	(AUD:NTD)	21,294,340
INR	2,824,135	0.3747	(INR:NTD)	1,058,203
Monetary foreign liabilities				
JPY	7,851,281	0.2521	(JPY:NTD)	1,979,308
USD	493,696	27.8600	(USD:NTD)	13,754,359
USD	134,468	74.3528	(USD:INR)	3,746,268
<u>December 31, 2020</u>				
Monetary foreign assets				
USD	251,453	28.4800	(USD:NTD)	7,161,384
JPY	5,339,071	0.2763	(JPY:NTD)	1,475,185
RMB	357,770	4.3770	(RMB:NTD)	1,565,959
Non-monetary foreign assets				
Financial assets at fair value through other comprehensive income				
USD	851,071	28.4800	(USD:NTD)	24,238,494
JPY	5,410,800	0.2763	(JPY:NTD)	1,495,004
MYR	227,523	6.7895	(MYR:NTD)	1,544,767
Associates accounted for using the equity method				
USD	373,863	28.4800	(USD:NTD)	10,645,842
AUD	949,559	21.9500	(AUD:NTD)	20,842,831
INR	1,795,671	0.3845	(INR:NTD)	690,435
Monetary foreign liabilities				
JPY	8,693,083	0.2763	(JPY:NTD)	2,401,899
USD	255,727	28.4800	(USD:NTD)	7,283,105
USD	38,584	74.0702	(USD:INR)	1,098,884

	Foreign Currencies (In Thousands)	Exchange Rate		Carrying Amount (In Thousands of New Taiwan Dollars)
<u>June 30, 2020</u>				
Monetary foreign assets				
USD	\$ 282,891	29.6300	(USD:NTD)	\$ 8,382,058
USD	40,924	1.4571	(USD:AUD)	1,212,590
JPY	6,952,254	0.2751	(JPY:NTD)	1,912,565
Non-monetary foreign assets				
Financial assets at fair value through other comprehensive income				
USD	6,305	29.6300	(USD:NTD)	186,806
Associate accounted for using equity method				
USD	353,156	29.6300	(USD:NTD)	10,462,687
AUD	948,640	20.3350	(AUD:NTD)	19,290,599
INR	1,456,516	0.3894	(INR:NTD)	567,167
Monetary foreign liabilities				
JPY	11,748,815	0.2751	(JPY:NTD)	3,232,099
USD	175,160	29.6300	(USD:NTD)	5,189,992

It is impractical to disclose net foreign exchange gains and losses by each significant foreign currency due to the variety of the foreign currency transactions and functional currencies of each entity. Please refer to Note 25 for information relating to net foreign exchange gains and losses.

35. SEPARATELY DISCLOSED ITEMS

- a. Information about significant transactions and b. investees:
- 1) Financing provided to others (Table 1)
 - 2) Endorsements/guarantees provided (Table 2)
 - 3) Marketable securities held (excluding investments in subsidiaries and associates) (Table 3)
 - 4) Marketable securities acquired and disposed of at costs or prices of at least NT\$300 million or 20% of the paid-in capital (Table 4)
 - 5) Acquisition of individual real estate at costs of at least NT\$300 million or 20% of the paid-in capital (Table 5)
 - 6) Disposal of individual real estate at prices of at least NT\$300 million or 20% of the paid-in capital (None)
 - 7) Total purchases from or sales to related parties amounting to at least NT\$100 million or 20% of the paid-in capital (Table 6)
 - 8) Receivables from related parties amounting to at least NT\$100 million or 20% of the paid-in capital (Table 7)

- 9) Trading in derivative instruments (Note 30)
 - 10) Intercompany relationships and significant intercompany transactions (Table 8)
 - 11) Information on investees (Table 9)
- b. Information on investments in mainland China
- 1) Information on any investee company in mainland China, showing the name, principal business activities, paid-in capital, method of investment, inward and outward remittance of funds, ownership percentage, net income of investees, investment income or loss, carrying amount of the investment at the end of the period, repatriations of investment income, and limit on the amount of investment in the mainland China area (Table 10)
 - 2) Any of the following significant transactions with investee companies in mainland China, either directly or indirectly through a third party, and their prices and payment terms:
 - a) The amount and percentage of purchases and the balance and percentage of the related payables at the end of the period (Table 6)
 - b) The amount and percentage of sales and the balance and percentage of the related receivables at the end of the period (Table 6)
 - c) The amount of property transactions and the amount of the resultant gains or losses (None)
 - d) The balance of negotiable instrument endorsements or guarantees or pledges of collateral at the end of the period and the purposes (Table 2)
 - e) The highest balance, the end of period balance and the interest rate range, and total current period interest with respect to financing of funds (Table 1)
 - f) Other transactions that have a material effect on the profit or loss for the year or on the financial position, such as the rendering or receipt of services (None)
- d. Information of major shareholders (Table 11)

36. SEGMENT INFORMATION

Information reported to the chief operating decision maker for the purposes of resource allocation and assessment of segment performance focuses on the types of goods or services delivered or provided and thus these individual operating segments have been aggregated into a single operating segment in consideration of similarity of the nature of the products and production processes. Reported segments of the Corporation and its subsidiaries were as follows:

- Steel - manufacture and sell steel products, including the Corporation, DSC, CHS, CSCM, CSVC and CSCI.
- a. Segment revenues and operating results

The following is an analysis of the Corporation and its subsidiaries' revenues and results of operations by reportable segment.

	Steel Department	Others	Adjustment and Elimination	Total
<u>For the six months ended June 30, 2021</u>				
Revenues from external customers	\$ 171,901,703	\$ 41,367,921	\$ -	\$ 213,269,624
Inter-segment revenues	<u>46,300,606</u>	<u>26,554,607</u>	<u>(72,855,213)</u>	<u>-</u>
Segment revenues	<u>\$ 218,202,309</u>	<u>\$ 67,922,528</u>	<u>\$ (72,855,213)</u>	<u>\$ 213,269,624</u>
Segment profit	\$ 30,414,857	\$ 4,766,333	\$ (1,934,037)	\$ 33,247,153
Interest income	61,045	77,874	(19,107)	119,812
Financial costs	(719,415)	(282,056)	70,810	(930,661)
Share of the profit of associates	13,540,528	1,744,648	(14,906,797)	378,379
Other non-operating income and expenses	<u>221,044</u>	<u>1,558,853</u>	<u>606,791</u>	<u>2,386,688</u>
Profit before income tax	43,518,059	7,865,652	(16,182,340)	35,201,371
Income tax	<u>5,724,813</u>	<u>789,106</u>	<u>(217,358)</u>	<u>6,296,561</u>
Net profit for the period	<u>\$ 37,793,246</u>	<u>\$ 7,076,546</u>	<u>\$ (15,964,982)</u>	<u>\$ 28,904,810</u>
<u>For the six months ended June 30, 2020</u>				
Revenues from external customers	\$ 119,761,859	\$ 30,766,429	\$ -	\$ 150,528,288
Inter-segment revenues	<u>35,747,347</u>	<u>23,228,103</u>	<u>(58,975,450)</u>	<u>-</u>
Segment revenues	<u>\$ 155,509,206</u>	<u>\$ 53,994,532</u>	<u>\$ (58,975,450)</u>	<u>\$ 150,528,288</u>
Segment profit (loss)	\$ (5,231,525)	\$ 2,354,814	\$ (539,305)	\$ (3,416,016)
Interest income	71,198	113,530	(42,253)	142,475
Financial costs	(1,111,028)	(353,925)	93,168	(1,371,785)
Share of the profit of associates	(2,664,267)	1,012,967	1,959,641	308,341
Other non-operating income and expenses	<u>580,903</u>	<u>350,411</u>	<u>(413,777)</u>	<u>517,537</u>
Profit (loss) before income tax	(8,354,719)	3,477,797	1,057,474	(3,819,448)
Income tax (benefit)	<u>(789,850)</u>	<u>540,779</u>	<u>(156,760)</u>	<u>(405,831)</u>
Net profit (loss) for the period	<u>\$ (7,564,869)</u>	<u>\$ 2,937,018</u>	<u>\$ 1,214,234</u>	<u>\$ (3,413,617)</u>

Inter-segment revenues were accounted for according to market price or cost-plus pricing.

Segment profit represented the profit from operations earned by each segment and was the measure reported to the chief operating decision maker for the purpose of resource allocation and assessment of segment performance.

b. Segment total assets and liabilities

	June 30, 2021	December 31, 2020	June 30, 2020
<u>Segment assets</u>			
Steel department	\$ 701,027,575	\$ 666,719,566	\$ 682,930,423
Others	253,817,222	237,332,536	221,935,524
Adjustment and elimination	<u>(298,179,738)</u>	<u>(267,969,405)</u>	<u>(256,848,161)</u>
Consolidated total assets	<u>\$ 656,665,059</u>	<u>\$ 636,082,697</u>	<u>\$ 648,017,786</u>

	June 30, 2021	December 31, 2020	June 30, 2020
<u>Segment liabilities</u>			
Steel department	\$ 244,619,428	\$ 244,247,448	\$ 268,092,880
Others	101,784,193	95,305,099	91,220,062
Adjustment and elimination	<u>(36,016,569)</u>	<u>(26,576,831)</u>	<u>(27,360,172)</u>
Consolidated total liabilities	<u>\$ 310,387,052</u>	<u>\$ 312,975,716</u>	<u>\$ 331,952,770</u>

TABLE 1

CHINA STEEL CORPORATION AND SUBSIDIARIES

**FINANCING PROVIDED TO OTHERS
FOR THE PERIOD ENDED JUNE 30, 2021**

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

No.	Financing Company	Counter-party	Financial Statement Account	Related Party	Maximum Balance for the Period	Ending Balance	Amount Actually Drawn	Interest Rate	Nature for Financing (Note 1)	Transaction Amounts	Reason for Financing	Allowance for Bad Debt	Collateral		Financing Limits for Each Borrowing Company	Financing Company's Total Financing Amount Limits	Note
													Item	Value			
0	China Steel Corporation	Dragon Steel Corporation	Other receivables	Yes	900,000	600,000	-	N/A	2	-	Operating capital	-	-	-	31,318,382	62,636,764	Note2
0	China Steel Corporation	China Steel Global Trading Corporation	Other receivables	Yes	150,000	-	-	N/A	2	-	Operating capital	-	-	-	31,318,382	62,636,764	Note2
0	China Steel Corporation	Sing Da Marine Structure Corporation	Other receivables	Yes	1,500,000	1,500,000	1,000,000	0.35%-0.48%	2	-	Operating capital	-	-	-	31,318,382	62,636,764	Note2
0	China Steel Corporation	China Steel Express Corporation	Other receivables	Yes	500,000	100,000	-	N/A	2	-	Operating capital	-	-	-	31,318,382	62,636,764	Note2
0	China Steel Corporation	Gains Investment Corporation	Other receivables	Yes	100,000	100,000	-	N/A	2	-	Operating capital	-	-	-	31,318,382	62,636,764	Note2
0	China Steel Corporation	China Steel Resources Corporation	Other receivables	Yes	1,050,000	1,050,000	968,500	0.42%-0.57%	2	-	Operating capital	-	-	-	31,318,382	62,636,764	Note2
0	China Steel Corporation	C.S.Aluminium Corporation	Other receivables	Yes	5,200,000	5,200,000	3,600,000	0.35%-0.49%	2	-	Operating capital	-	-	-	31,318,382	62,636,764	Note2
0	China Steel Corporation	China Steel Precision Metals Kunshan Co., Ltd.	Other receivables	Yes	394,560	129,270	-	N/A	2	-	Operating capital	-	-	-	31,318,382	62,636,764	Note2
0	China Steel Corporation	Changzhou China Steel Precision Materials Co., Ltd.	Other receivables	Yes	131,520	-	-	N/A	2	-	Operating capital	-	-	-	31,318,382	62,636,764	Note2
0	China Steel Corporation	Kaohsiung Rapid Transit Corporation	Other receivables	Yes	700,000	700,000	700,000	0.35%-0.50%	2	-	Operating capital	-	-	-	31,318,382	62,636,764	Note2
0	China Steel Corporation	Chung Hung Steel Corporation	Other receivables	Yes	3,150,000	2,600,000	-	N/A	2	-	Operating capital	-	-	-	31,318,382	62,636,764	Note2
0	China Steel Corporation	China Steel Structure Co., Ltd.	Other receivables	Yes	450,000	350,000	-	N/A	2	-	Operating capital	-	-	-	31,318,382	62,636,764	Note2
0	China Steel Corporation	CHC Resources Corporation	Other receivables	Yes	400,000	200,000	-	N/A	2	-	Operating capital	-	-	-	31,318,382	62,636,764	Note2
1	United Steel Investment Pte Ltd	Chungkang Steel Structure (Cambodia) Co., Ltd.	Other receivables	Yes	17,692	17,273	17,273	5.80%	2	-	Operating capital	-	-	-	50,000	54,946	Note3
2	Ever Wealthy International Corporation	Changzhou China Steel New Materials Technology Co., Ltd.	Other receivables	Yes	108,433	105,868	105,868	1.10%	2	-	Operating capital	-	-	-	366,541	549,811	Note4
3	Thintech Materials Technology Co., Ltd.	Taicang Thintech Materials Co., Ltd.	Other receivables	Yes	105,479	103,675	85,749	2.80%	2	-	Operating capital	-	-	-	339,224	452,299	Note5
4	C.S.Aluminium Corporation	Ningbo Huayang Aluminium-Tech Co., Ltd.	Other receivables	Yes	513,630	501,480	-	N/A	2	-	Repayments of bank borrowings	-	-	-	789,866	1,579,732	Note6
5	China Prosperity Development Corporation	China Steel Corporation	Other receivables	Yes	3,200,000	3,200,000	1,600,000	0.34%-0.62%	2	-	Operating capital	-	-	-	2,619,184	2,619,184	Note7
6	China Steel Security Corporation	China Steel Corporation	Other receivables	Yes	100,000	-	-	0.40%-0.59%	2	-	Operating capital	-	-	-	154,564	206,085	Note8

No.	Financing Company	Counter-party	Financial Statement Account	Related Party	Maximum Balance for the Period	Ending Balance	Amount Actually Drawn	Interest Rate	Nature for Financing (Note 1)	Transaction Amounts	Reason for Financing	Allowance for Bad Debt	Collateral		Financing Limits for Each Borrowing Company	Financing Company's Total Financing Amount Limits	Note
													Item	Value			
7	CSC Precision Metal Industrial Corporation	China Steel Corporation	Other receivables	Yes	100,000	100,000	100,000	0.43%	2	-	Operating capital	-	-	-	106,993	122,278	Note9
8	China Steel Power Holding Corporation	China Steel Power Corporation	Other receivables	Yes	268,000	-	-	0.70%	2	-	Operating capital	-	-	-	692,025	692,025	Note10
9	Betacera Inc.	Betacera (Su Zhou) Co., Ltd.	Other receivables	Yes	57,070	-	-	N/A	2	-	Operating capital	-	-	-	185,815	371,631	Note11
10	CSGT (Shanghai) Co., Ltd.	CSGT (Shenzhen) Co., Ltd.	Other receivables	Yes	8,768	8,618	-	4.12%	2	-	Operating capital	-	-	-	9,135	12,180	Note12

Note 1: The nature for financing is as follows:

- 1) Business relationship
- 2) The need for short-term financing

Note 2: According to "The Process of Financing Others" established by the Corporation, the total available amount for lending to others and the total amount for lending to a company shall not exceed 20% and 10% of the net worth of the Corporation, respectively.

Note 3: According to "The Process of Financing Others" established by United Steel Investment Pte Ltd., the total available amount for lending to others shall not exceed 40% of the net worth of the company; for short-term financing needs, the total amount for lending to a company shall not exceed NT\$50,000 thousand; however, its wholly-owned subsidiary is free from these limits. Except for the aforementioned, the total available amount for lending to others shall not exceed 40% of the net worth of United Steel Investment Pte Ltd.

Note 4: According to "The Process of Financing Others" established by Ever Wealthy International Corporation, the total available amount for lending to others and the total amount for lending to a company shall not exceed 30% and 20% of the net worth of Ever Wealthy International Corporation, respectively; the financing limit amount for parent company shall not exceed 30% of the net worth of the company.

Note 5: According to "The Process of Financing Others" established by Thintech Materials Technology Co., Ltd., the total available amount for lending to others and the total amount for lending to a company shall not exceed 40% and 30% of the net worth of Thintech Materials Technology Co., Ltd., respectively.

Note 6: According to "The Process of Financing Others" established by C.S.Aluminium Corporation, the total available amount for lending to others and the total amount for lending to a company shall not exceed 20% and 10% of the net worth of C.S.Aluminium Corporation, respectively.

Note 7: According to "The Process of Financing Others" established by China Prosperity Development Corporation, the total available amount for lending to others and the total amount for lending to a company both shall not exceed 40% of the net worth of China Prosperity Development Corporation.

Note 8: According to "The Process of Financing Others" established by China Steel Security Corporation, the total available amount for lending to others and the total amount for lending to a company shall not exceed 40% and 30% of the net worth of China Steel Security Corporation, respectively.

Note 9: According to "The Process of Financing Others" established by CSC Precision Metal Industrial Corporation, the total available amount for lending to others and the total amount for lending to a company shall not exceed 40% and 35% of the net worth of CSC Precision Metal Industrial Corporation, respectively.

Note 10: According to "The Process of Financing Others" established by China Steel Power Holding Corporation, the total available amount for lending to others and the total amount for lending to a company both shall not exceed 40% of the net worth of China Steel Power Holding Corporation, respectively.

Note 11: According to "The Process of Financing Others" established by Betacera Inc., the total available amount for lending to others and the total amount for lending to a company shall not exceed 20% and 10% of the net worth of Betacera Inc., respectively.

Note 12: According to "The Process of Financing Others" established by CSGT (Shanghai) Co., Ltd., the total available amount for lending to others and the total amount for lending to a company shall not exceed 40% and 30% of the net worth of CSGT (Shanghai) Co., Ltd., respectively.

CHINA STEEL CORPORATION AND SUBSIDIARIES

**ENDORSEMENTS/GUARANTEES PROVIDED
FOR THE PERIOD ENDED JUNE 30, 2021**

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

NO.	Endorsement/Guarantee Provider	Endorsee/Guarantee		Limits on Endorsement/Guarantee Amount Provided to Each Guaranteed Party	Maximum Balance for the Period	Ending Balance	Amount Actually Drawn	Amount of Endorsement/Guarantee Collateralized by Properties	Ratio of Accumulated Endorsement/Guarantee to Net Equity per Latest Financial Statements (%)	Maximum Endorsement/Guarantee Amount Allowable	Guarantee Provided by Parent Company	Guarantee Provided by Subsidiary	Guarantee Provided to Subsidiaries in Mainland China	Note
		Name	Nature of Relationship (Note 1)											
0	China Steel Corporation	China Steel Power Corporation	2	93,955,146	2,580,000	2,580,000	1,258,631	-	1	125,273,528	Y	N	N	Notes 2 and 4
0	China Steel Corporation	Formosa Ha Tinh (Cayman) Limited	6	93,955,146	33,797,756	24,675,644	24,675,644	-	8	125,273,528	N	N	N	Note 4
0	China Steel Corporation	Sakura Ferroalloys Sdn. Bhd.	6	93,955,146	1,319,454	1,280,371	881,396	-	-	125,273,528	N	N	N	Note 4
1	China Steel Structure Co., Ltd.	Chungkang Steel Structure (Cambodia) Co., Ltd.	6	1,635,456	137,111	133,868	10,906	-	3	9,322,104	N	N	N	Note 5
2	United Steel Engineering & Construction Corporation	China Steel Structure Co., Ltd.	3	23,373,267	71,300	71,300	71,300	-	5	23,373,267	N	N	N	Notes 3 and 6
3	Thintech Materials Technology Co., Ltd.	Taicang Thintech Materials Co., Ltd.	2	452,299	242,548	236,810	45,254	-	21	452,299	N	N	Y	Note 7
4	InfoChamp Systems Corporation	Wuhan InfoChamp I.T. Co., Ltd.	2	314,276	108,602	107,703	107,703	-	10	523,793	N	N	Y	Note 8
4	InfoChamp Systems Corporation	Tang Steel International Engineering Technology Corp.	5	314,276	40,923	40,222	40,222	-	4	523,793	N	N	Y	Note 8
5	Wuhan InfoChamp I.T. Co., Ltd.	InfoChamp Systems Corporation	3	106,153	40,427	39,735	39,735	-	187	127,384	N	N	N	Note 9
5	Wuhan InfoChamp I.T. Co., Ltd.	Tang Steel International Engineering Technology Corp.	5	106,153	40,923	40,222	40,222	-	189	127,384	N	N	Y	Note 9
6	China Steel Express Corporation	CSE Transport Corporation	2	3,985,586	1,947,240	1,947,240	-	-	15	5,314,115	N	N	N	Note 10

Note 1: Relationships between the endorser/guarantor and the party being endorsed/guaranteed are as follows:

- 1) A company that the Corporation has business relationship with.
- 2) The Corporation owns directly or indirectly over 50% ownership of the investee company.
- 3) The company that owns directly or indirectly hold over 50% ownership of the Corporation.
- 4) In between companies that were held over 90% of voting shares directly or indirectly by an entity.
- 5) The Corporation is required to provide guarantees or endorsements for the construction project based on the construction contract.
- 6) Shareholder of the investee provides endorsements/guarantees to the company in proportion to their shareholding percentages.
- 7) According to Consumer Protection Act, companies in the same industry enter into collateral performance guarantees for pre-construction home sales agreements.

Note 2: Endorsements and guarantees provided by the Corporation to its subsidiaries.

Note 3: Performance guarantee regarding the construction contract.

- Note 4: According to “The Process of making endorsements/quadrants” established by the Corporation, the ceilings on the amounts for any single entity or the aggregate amounts to the entities shall not exceed 30% and 40% of the net worth of the Corporation, respectively.
- Note 5: According to “The Process of making endorsements/quadrants” established by China Steel Structure Co., Ltd., the ceilings on the amounts for any single entity or the aggregate amounts to the entities shall not exceed one third and 190% of the net worth of China Steel Structure Co., Ltd. However, the ceilings on the amounts to United Steel Engineering & Consumption Corporation shall not exceed 190% of the net worth of China Steel Structure Co., Ltd.
- Note 6: According to “The Process of making endorsements/quadrants” established by United Steel Engineering & Construction Corporation, both the ceilings on the amounts for any single entity or the aggregate amounts to the entities shall not exceed 1500% of the net worth of United Steel Engineering & Construction Corporation.
- Note 7: According to “The Process of making endorsements/quadrants” established by Thintech Materials Technology Co., Ltd., both the ceilings on the amounts for any single entity or the aggregate amounts to the entities shall not exceed 40% of the net worth of Thintech Materials Technology Co., Ltd..
- Note 8: According to “The Process of making endorsements/quadrants” established by InfoChamp Systems Corporation, the ceilings on the amounts for any single entity or the aggregate amounts to the entities shall not exceed 30% and 50% of the net worth of InfoChamp Systems Corporation, respectively.
- Note 9: According to “The Process of making endorsements/quadrants” established by Wuhan InfoChamp I.T. Co., Ltd., the ceilings on the amounts for any single entity or the aggregate amounts to the entities shall not exceed 500% and 600% of the net worth of Wuhan InfoChamp I.T. Co., Ltd., respectively.
- Note 10: According to “The Process of making endorsements/quadrants” established by China Steel Express Corporation, the ceilings on the amounts for any single entity or the aggregate amounts to the entities shall not exceed 30% and 40% of the net worth of China Steel Express Corporation, respectively.

CHINA STEEL CORPORATION AND SUBSIDIARIES

MARKETABLE SECURITIES HELD

JUNE 30, 2021

(Amounts in Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Held Company Name	Type and Name of Marketable Securities		Relationship with The Company	Financial Statement Account	JUNE 30, 2021				Note
					Shares/Units	Carrying Value	Percentage of Ownership (%)	Fair Value	
China Steel Corporation	Common stock	Taiwan High Speed Rail Corporation	The held company as its director	Financial assets at fair value through other comprehensive income - noncurrent	242,148,000	7,240,225	4	7,240,225	
China Steel Corporation	Common stock	TANG ENG IRON WORKS CO., LTD.	The held company as its director	Financial assets at fair value through other comprehensive income - noncurrent	29,860,691	1,466,160	9	1,466,160	
China Steel Corporation	Common stock	Maruichi Steel Tube Ltd.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	2,000,000	1,315,458	2	1,315,458	
China Steel Corporation	Common stock	CSN Mineracao S.A.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	22,366,860	1,147,202	-	1,147,202	
China Steel Corporation	Common stock	O-Bank Co., Ltd.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	103,847,695	735,242	3	735,242	
China Steel Corporation	Common stock	RECHI PRECISION CO., LTD.	The held company as its director	Financial assets at fair value through other comprehensive income - noncurrent	23,002,022	478,442	5	478,442	
China Steel Corporation	Common stock	Yodogawa Steel Works, Ltd.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	400,000	225,781	1	225,781	
China Steel Corporation	Common stock	CSBC Corporation, Taiwan	The held company as its director	Financial assets at fair value through other comprehensive income - noncurrent	7,751,346	215,875	1	215,875	
China Steel Corporation	Common stock	Formosa Ha Tinh (Cayman) Limited	No relation	Financial assets at fair value through other comprehensive income - noncurrent	1,111,418,177	22,603,801	20	22,603,801	
China Steel Corporation	Common stock	Sakura Ferroalloys Sdn. Bhd.	The held company as its director	Financial assets at fair value through other comprehensive income - noncurrent	207,290,000	1,443,879	19	1,443,879	
China Steel Corporation	Common stock	CDIB & Partners Investment Holding Corporation	No relation	Financial assets at fair value through other comprehensive income - noncurrent	54,000,000	867,375	5	867,375	
China Steel Corporation	Common stock	Taiwan International Windpower Training Corporation Ltd.	The held company as its director	Financial assets at fair value through other comprehensive income - noncurrent	1,500,000	14,231	15	14,231	
China Steel Corporation	Common stock	CDIB BioScience Ventures I, Inc.	The held company as its director	Financial assets at fair value through other comprehensive income - noncurrent	1,063,534	7,944	5	7,944	
China Steel Corporation	Common stock	PHALANX BIOTECH GROUP, INC.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	332,881	2,686	1	2,686	

Held Company Name	Type and Name of Marketable Securities		Relationship with The Company	Financial Statement Account	JUNE 30, 2021				Note
					Shares/Units	Carrying Value	Percentage of Ownership (%)	Fair Value	
China Steel Corporation	Common stock	DB Metal Co., Ltd.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	1,500,000	-	1	-	
China Steel Corporation	Preferred stock	East Asia United Steel Corporation (A)	The held company as its director	Financial assets mandatorily classified as at fair value through profit or loss - noncurrent (including measurement)	3,333	772,608	10	772,608	
China Steel Corporation	Preferred stock	Sakura Ferroalloys Sdn. Bhd.	The held company as its director	Financial assets at fair value through other comprehensive income - noncurrent	56,443,634	393,158	19	393,158	
Chung Hung Steel Corporation	Common stock	Shouh Hwang Enterprise Co., Ltd.	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	730,000	-	15	-	
Chung Hung Steel Corporation	Common stock	YIEH UNITED STEEL CORPORATION	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	15,439,800	311,266	1	311,266	
Chung Hung Steel Corporation	Common stock	TAIWAN VES-POWER CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	958,333	42,914	2	42,914	
Chung Hung Steel Corporation	Common stock	PACIFIC HARBOUR STEVEDORING CORP.	The held company as its supervisor	Financial assets at fair value through other comprehensive income - noncurrent	250,000	6,018	5	6,018	
Chung Hung Steel Corporation	Common stock	Risalink Venture Capital Corp.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	3,948	371	3	371	
Chung Hung Steel Corporation	Common stock	China Steel Corporation	Parent company	Financial assets at fair value through other comprehensive income - current	33,109,239	1,311,126	-	1,311,126	
Hung Kao Investment Corporation	Common stock	China Steel Corporation	The ultimate parent company	Financial assets at fair value through other comprehensive income - noncurrent	1,003,980	39,757	-	39,757	
China Steel Chemical Corporation	Common stock	China Steel Corporation	Parent company	Financial assets at fair value through other comprehensive income - current	2,556,915	101,254	-	101,254	
China Steel Chemical Corporation	Preferred stock	China Steel Corporation	Parent company	Financial assets at fair value through other comprehensive income - current	229,000	11,816	-	11,816	
China Steel Chemical Corporation	Mutual fund	JPMorgan Asia Growth (acc) - USD	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	30,601	21,868	-	21,868	
China Steel Chemical Corporation	Mutual fund	Taishin China Selected Small and Mid Cap Fund USD	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	824,623	15,193	-	15,193	
China Steel Chemical Corporation	Mutual fund	JPMorgan Funds - Global Healthcare Fund - JPM Global Healthcare A (acc) - USD	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	855	11,931	-	11,931	
China Steel Chemical Corporation	Mutual fund	JPMorgan Pacific Technology Fund	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	2,854	10,886	-	10,886	
China Steel Chemical Corporation	Mutual fund	UG Great Wall Absolute Return Fund B Class	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	18,514	8,792	-	8,792	

Held Company Name	Type and Name of Marketable Securities		Relationship with The Company	Financial Statement Account	JUNE 30, 2021				Note
					Shares/Units	Carrying Value	Percentage of Ownership (%)	Fair Value	
China Steel Chemical Corporation	Mutual fund	Taishin CSI Lead Cons and Serv Ind USD	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	275,391	8,141	-	8,141	
China Steel Chemical Corporation	Mutual fund	Jih Sun China Strategy A Share Fund TWD	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	285,225	4,518	-	4,518	
China Steel Chemical Corporation	Mutual fund	Cathay US Multi-Income Balanced Fund A USD	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	1,427,115	15,256	-	15,256	
China Steel Chemical Corporation	Mutual fund	FSITC Global Wealthy Nations Bond Fund (USD)	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	96,119	27,993	-	27,993	
China Steel Chemical Corporation	Mutual fund	JPMorgan Funds - Income Fund - JPM Income A (mth) - USD	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	6,255	23,419	-	23,419	
China Steel Chemical Corporation	Mutual fund	Taishin Short Duration Emerging High Yield Bond Fund	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	77,586	23,119	-	23,119	
China Steel Chemical Corporation	Mutual fund	Taishin US Enhanced High Yield Bond Fund	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	42,951	12,575	-	12,575	
China Steel Chemical Corporation	Mutual fund	Prudential Financial Money Market Fund	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	626,975	10,016	-	10,016	
China Steel Chemical Corporation	Convertible bond	CS 4 1/2 PERP	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	8,000	22,180	-	22,180	
China Steel Chemical Corporation	Convertible bond	UBS 4 3/8 PERP	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	5,000	14,244	-	14,244	
China Steel Chemical Corporation	Convertible bond	BNP 4 1/2 PERP	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	5,000	14,185	-	14,185	
China Steel Chemical Corporation	Convertible bond	PETBRA 5 1/2 06/10/51	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	5,000	14,032	-	14,032	
China Steel Chemical Corporation	Convertible bond	MEX 3 3/4 04/19/71	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	5,000	12,761	-	12,761	
China Steel Chemical Corporation	Convertible bond	DB 4.789 PERP	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	4,000	11,188	-	11,188	
China Steel Chemical Corporation	Convertible bond	STANLN 4.3 02/19/27	No relation	Financial assets at fair value through other comprehensive income - current	5,000	15,225	-	15,225	
China Steel Chemical Corporation	Corporate bond	T 3 1/2 02/01/61	No relation	Financial assets at fair value through other comprehensive income - current	5,000	13,738	-	13,738	
Ever Wealthy International Corporation	Common stock	China Steel Chemical Corporation	Parent company	Financial assets at fair value through other comprehensive income - current	4,753,537	544,280	-	544,280	

Held Company Name	Type and Name of Marketable Securities		Relationship with The Company	Financial Statement Account	JUNE 30, 2021				Note
					Shares/Units	Carrying Value	Percentage of Ownership (%)	Fair Value	
Ever Wealthy International Corporation	Common stock	China Steel Corporation	The ultimate parent company	Financial assets at fair value through other comprehensive income - current	4,226,265	167,361	-	167,361	
Ever Wealthy International Corporation	Common stock	TA CHEN STAINLESS PIPE CO., LTD.	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	1,620,057	96,393	-	96,393	
Ever Wealthy International Corporation	Common stock	Mega Financial Holding Co., Ltd.	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	257,000	8,442	-	8,442	
Ever Wealthy International Corporation	Common stock	CATHAY FINANCIAL HOLDING CO., LTD.	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	95,748	5,161	-	5,161	
Ever Wealthy International Corporation	Common stock	TAISHIN FINANCIAL HOLDING CO., LTD.	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	209,983	3,202	-	3,202	
Ever Wealthy International Corporation	Common stock	Nishoku Technology Inc.	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	24,400	3,123	-	3,123	
Ever Wealthy International Corporation	Common stock	TAICHUNG COMMERCIAL BANK CO., LTD.	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	109,058	1,265	-	1,265	
Ever Wealthy International Corporation	Common stock	YEONG LONG TECHNOLOGIES CO., LTD.	No relation	Financial assets mandatorily classified as at fair value through profit or loss - noncurrent (including measurement)	1,540,000	47,714	4	47,714	
Ever Wealthy International Corporation	Common stock	National Kaohsiung First University of Science and Technology Investment Corporation	No relation	Financial assets mandatorily classified as at fair value through profit or loss - noncurrent (including measurement)	300,000	2,617	9	2,617	
Ever Wealthy International Corporation	Common stock	TCC RECYCLE ENERGY TECHNOLOGY COMPANY	No relation	Financial assets mandatorily classified as at fair value through profit or loss - noncurrent (including measurement)	81,281	935	-	935	
Ever Wealthy International Corporation	Common stock	Riselink Venture Capital Corp.	No relation	Financial assets mandatorily classified as at fair value through profit or loss - noncurrent (including measurement)	2,632	247	2	247	
Ever Wealthy International Corporation	Common stock	Harbinger Venture III Capital Corp.	No relation	Financial assets mandatorily classified as at fair value through profit or loss - noncurrent (including measurement)	1,000	20	1	20	
Ever Wealthy International Corporation	Common stock	Asia Hepato Gene CO.	No relation	Financial assets mandatorily classified as at fair value through profit or loss - noncurrent (including measurement)	133,300	-	2	-	
Ever Wealthy International Corporation	Common stock	JU-KAO ENGINEERING CO., LTD	No relation	Financial assets mandatorily classified as at fair value through profit or loss - noncurrent (including measurement)	1,896,543	24,750	7	24,750	
Ever Wealthy International Corporation	Preferred stock	TAISHIN FINANCIAL HOLDING CO., LTD. Class E Preferred Shares II	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	164,139	8,568	-	8,568	

Held Company Name	Type and Name of Marketable Securities		Relationship with The Company	Financial Statement Account	JUNE 30, 2021				Note
					Shares/Units	Carrying Value	Percentage of Ownership (%)	Fair Value	
Ever Wealthy International Corporation	Preferred stock	Cathay Financial Holding Co., Ltd.(B)	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	12,540	790	-	790	
Ever Wealthy International Corporation	Mutual fund	Cathay High Dividend Taiwan Equity Fund A	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	1,000,000	16,770	-	16,770	
Ever Wealthy International Corporation	Mutual fund	Jih Sun Taiwan Sustainable Growth and Dividend Fund	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	500,000	5,560	-	5,560	
Ever Wealthy International Corporation	Mutual fund	JPMorgan (Taiwan) Global Growth Fund TWD	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	973,403	20,860	-	20,860	
Ever Wealthy International Corporation	Mutual fund	Jih Sun Global Smart Car Fund (TWD A)	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	1,017,113	15,531	-	15,531	
Ever Wealthy International Corporation	Mutual fund	FSITC AI Global Precision Medicine Fund TWD	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	726,183	11,336	-	11,336	
Ever Wealthy International Corporation	Mutual fund	KGI Global Trend Fund -TWD A	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	1,000,000	10,550	-	10,550	
Ever Wealthy International Corporation	Mutual fund	FSITC Global Utilities and Infrastructure Fund	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	622,579	7,527	-	7,527	
Ever Wealthy International Corporation	Mutual fund	Taishin China Selected Small and Mid Cap Fund TWD	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	362,244	6,495	-	6,495	
Ever Wealthy International Corporation	Mutual fund	FSITC Gbl Artificial Intelligence Fund TWD	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	355,619	6,479	-	6,479	
Ever Wealthy International Corporation	Mutual fund	JPMorgan (Taiwan) China A Share Fund TWD	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	242,386	6,295	-	6,295	
Ever Wealthy International Corporation	Mutual fund	JPMorgan (Taiwan) Eastern Technology Fund	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	98,929	6,259	-	6,259	
Ever Wealthy International Corporation	Mutual fund	Prudential Financial China Brands Fund TWD	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	281,333	5,523	-	5,523	
Ever Wealthy International Corporation	Mutual fund	FSITC Global AI FinTech TWD	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	260,960	5,376	-	5,376	
Ever Wealthy International Corporation	Mutual fund	FSITC Global AI Robotics and Smart Auto TWD	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	254,842	4,885	-	4,885	
Ever Wealthy International Corporation	Mutual fund	FSITC Global Video Gaming & eSports Fund-TWD	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	400,000	4,536	-	4,536	
Ever Wealthy International Corporation	Mutual fund	UPAMC Global AIoT Fund	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	218,182	3,873	-	3,873	

Held Company Name	Type and Name of Marketable Securities		Relationship with The Company	Financial Statement Account	JUNE 30, 2021				Note
					Shares/Units	Carrying Value	Percentage of Ownership (%)	Fair Value	
Ever Wealthy International Corporation	Mutual fund	FSITC Global Health & Weight Loss Fund - TWD	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	300,000	3,489	-	3,489	
Ever Wealthy International Corporation	Mutual fund	FSITC Global Pet Care Fund-TWD	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	300,000	3,231	-	3,231	
Ever Wealthy International Corporation	Mutual fund	KGI Cloud Force Fund USD	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	3,228	3,212	-	3,212	
Ever Wealthy International Corporation	Mutual fund	Yuanta Global Agribusiness Fund	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	142,857	2,979	-	2,979	
Ever Wealthy International Corporation	Mutual fund	Allianz Global Investors China Strategic Growth Fund TWD	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	91,715	2,890	-	2,890	
Ever Wealthy International Corporation	Mutual fund	Jih Sun China Strategy A Share Fund TWD	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	135,218	2,142	-	2,142	
Ever Wealthy International Corporation	Mutual fund	JPMorgan (Taiwan) Multi Income Fund of Fund TWD Acc	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	1,529,469	19,893	-	19,893	
Ever Wealthy International Corporation	Mutual fund	PineBridge ESG Quant Multi-Asset Fund A TWD	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	989,330	10,211	-	10,211	
Ever Wealthy International Corporation	Mutual fund	Taishin High Dividend Yield Balanced Fund	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	106,520	5,062	-	5,062	
Ever Wealthy International Corporation	Mutual fund	Prudential Financial Balanced Fund	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	70,755	3,354	-	3,354	
Ever Wealthy International Corporation	Mutual fund	Jih Sun Upstream Fund A	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	107,181	7,557	-	7,557	
Ever Wealthy International Corporation	Mutual fund	SinoPac TWD Money Market Fund	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	194,009	2,723	-	2,723	
Ever Wealthy International Corporation	Mutual fund	Taishin ESG Emerging Markets Bond Fund(A)USD	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	100,000	27,477	-	27,477	
Ever Wealthy International Corporation	Mutual fund	Taishin Strategy Senior Total Return High Yield Bond Fund Acc TWD A	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	1,008,875	10,373	-	10,373	
Ever Wealthy International Corporation	Mutual fund	PGIM USD High Yield Bond Fund - TWD (A)	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	500,000	5,012	-	5,012	
Ever Wealthy International Corporation	Mutual fund	PineBridge Quantitative Diversified Income Fund A TWD	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	500,000	5,009	-	5,009	
Ever Wealthy International Corporation	Mutual fund	PineBridge ESG Quant Multi - Asset Fund A USD	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	99,951	29,381	-	29,381	

Held Company Name	Type and Name of Marketable Securities		Relationship with The Company	Financial Statement Account	JUNE 30, 2021				Note
					Shares/Units	Carrying Value	Percentage of Ownership (%)	Fair Value	
Ever Wealthy International Corporation	Mutual fund	KGI Taiwan Premium Assets Fund	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	1,927,316	21,428	-	21,428	
Ever Wealthy International Corporation	Mutual fund	KGI Next Generation Multi-Asset Fund - TWD A	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	500,000	5,775	-	5,775	
Ever Wealthy International Corporation	Mutual fund	Union Multi-Asset High Income Fund A TWD-N	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	500,000	4,965	-	4,965	
Ever Wealthy International Corporation	Mutual fund	PineBridge Taiwan Money Market Securities Investment Trust Fund	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	1,061,350	14,617	-	14,617	
Ever Wealthy International Corporation	Mutual fund	UPAMC James Bond Money Market	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	620,086	10,453	-	10,453	
Ever Wealthy International Corporation	Mutual fund	Allianz Global Investors Taiwan Money Market Fund	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	515,843	6,524	-	6,524	
Ever Wealthy International Corporation	Mutual fund	Taishin CSI Lead Cons and Serv Ind TWD	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	206,930	6,116	-	6,116	
Ever Wealthy International Corporation	Mutual fund	Taishin North American Income Trust Fund TWD A	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	400,000	10,760	-	10,760	
Ever Wealthy International Corporation	Mutual fund	Jih Sun Long-Term Care REITS Fund	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	1,000,000	10,000	-	10,000	
Ever Wealthy International Corporation	Mutual fund	Prudential Financial Money Market Fund	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	1,337,429	21,366	-	21,366	
Ever Wealthy International Corporation	Mutual fund	Yuanta De- Bao Money Market Fund	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	599,104	7,261	-	7,261	
Ever Wealthy International Corporation	Mutual fund	FSITC Taiwan Money Market	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	319,843	4,943	-	4,943	
Ever Wealthy International Corporation	Mutual fund	JPMorgan Investment Funds - Global High Yield Bond Fund A (acc) - USD	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	2,583	14,761	-	14,761	
Ever Wealthy International Corporation	Mutual fund	PGIM Jennison Global Equity Opportunities Fund USD T Accumulation	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	1,056	5,834	-	5,834	
Ever Wealthy International Corporation	Corporate bond	CNH Bond Offering by ITNL Offshore Pte Limited	No relation	Financial assets at amortized cost - noncurrent	30,000	-	-	-	
China Ecotek Corporation	Common stock	LOCUS CELL CO., LTD.	No relation	Financial assets mandatorily classified as at fair value through profit or loss - noncurrent (including measurement)	4,000,000	40,000	2	40,000	
China Ecotek Corporation	Common stock	YEONG LONG TECHNOLOGIES CO., LTD.	No relation	Financial assets mandatorily classified as at fair value through profit or loss - noncurrent (including measurement)	440,000	13,633	1	13,633	

Held Company Name	Type and Name of Marketable Securities		Relationship with The Company	Financial Statement Account	JUNE 30, 2021				Note
					Shares/Units	Carrying Value	Percentage of Ownership (%)	Fair Value	
China Ecotek Corporation	Common stock	JDV CONTROL VALVES CO., LTD.	No relation	Financial assets mandatorily classified as at fair value through profit or loss - noncurrent (including measurement)	525,000	13,125	2	13,125	
China Ecotek Corporation	Common stock	GREEN SHEPHERD CORPORATION	No relation	Financial assets mandatorily classified as at fair value through profit or loss - noncurrent (including measurement)	700,000	12,674	6	12,674	
China Ecotek Corporation	Common stock	ECOTEK INDUSTRIAL AQUACULTURE CORP.	The held company as its director	Financial assets mandatorily classified as at fair value through profit or loss - noncurrent (including measurement)	74,681	600	19	600	
China Ecotek Corporation	Common stock	FLEXUP TECHNOLOGIES CORPORATION	No relation	Financial assets mandatorily classified as at fair value through profit or loss - noncurrent (including measurement)	650,000	-	4	-	
China Ecotek Corporation	Common stock	HSIN YU ENERGY DEVELOPMENT CO., LTD.	No relation	Financial assets mandatorily classified as at fair value through profit or loss - noncurrent (including measurement)	391,249	-	-	-	
China Ecotek Corporation	Common stock	Asia Pacific Energy Development Co., Ltd.	The held company as its director	Financial assets at fair value through other comprehensive income - noncurrent	2,212,590	128,337	11	128,337	
China Ecotek Corporation	Mutual fund	PineBridge Global ESG Quantitative Bond Fund A TWD	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	982,422	10,051	-	10,051	
China Ecotek Corporation	Mutual fund	PINE BRIDGE EMERGING MARKET ASIA-PACIFIC STRATEGIC BOND FUND	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	791,937	9,940	-	9,940	
China Ecotek Corporation	Mutual fund	FSITC US Top 100 Bond Fund (TWD)	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	1,007,692	9,856	-	9,856	
China Ecotek Corporation	Mutual fund	FSITC Global Wealthy Nations Bond Fund (NTD)	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	795,877	7,897	-	7,897	
China Ecotek Corporation	Mutual fund	PineBridge Global Strategic Quantitative Bond Fund A (NTD)	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	500,000	5,010	-	5,010	
China Ecotek Corporation	Mutual fund	Prudential Financial Money Market Fund	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	6,266,292	100,106	-	100,106	
China Ecotek Corporation	Mutual fund	PineBridge Taiwan Money Market Securities Investment Trust Fund	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	7,266,437	100,074	-	100,074	
China Ecotek Corporation	Mutual fund	Fubon Chi-Hsiang Money Market Fund	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	3,164,609	50,051	-	50,051	
China Ecotek Corporation	Mutual fund	PGIM US Corporate Bond Fund USD T Accumulation	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	2,348	8,016	-	8,016	
China Steel Structure Co., Ltd.	Common stock	China Steel Corporation	Parent company	Financial assets at fair value through other comprehensive income - current	6,936,878	274,700	-	274,700	

Held Company Name	Type and Name of Marketable Securities		Relationship with The Company	Financial Statement Account	JUNE 30, 2021				Note
					Shares/Units	Carrying Value	Percentage of Ownership (%)	Fair Value	
United Steel Engineering & Construction Corporation	Common stock	China Steel Corporation	The ultimate parent company	Financial assets at fair value through other comprehensive income - current	3,745,446	148,320	-	148,320	
CHC Resources Corporation	Common stock	China Steel Corporation	Parent company	Financial assets at fair value through other comprehensive income - current	9,201,806	364,392	-	364,392	
CHC Resources Corporation	Common stock	FENG SHEHG ENTERPRISE COMPANY	No relation	Financial assets at fair value through other comprehensive income - noncurrent	932,053	14,457	2	14,457	
CHC Resources Corporation	Mutual fund	FSITC Taiwan Money Market	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	1,942,150	30,015	-	30,015	
CHC Resources Corporation	Mutual fund	Taishin 1699 Money Market Fund	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	1,464,461	20,010	-	20,010	
Union Steel Development Corporation	Common stock	China Steel Corporation	The ultimate parent company	Financial assets at fair value through other comprehensive income - current	423,849	16,784	-	16,784	
Union Steel Development Corporation	Certificate of entitlement	Shanghai Bao Shan Lian Steel Products Co., Ltd.	The held company as its director	Financial assets at fair value through other comprehensive income - noncurrent	-	16,819	19	16,819	
China Steel Security Corporation	Common stock	China Steel Corporation	Parent company	Financial assets at fair value through other comprehensive income - current	2,349,975	93,059	-	93,059	
China Steel Security Corporation	Common stock	Taiwan Secom Corporation	No relation	Financial assets at fair value through other comprehensive income - current	2,223	208	-	208	
China Steel Security Corporation	Common stock	Taiwan Shin Kong Security Corporation	No relation	Financial assets at fair value through other comprehensive income - current	3,614	141	-	141	
China Steel Security Corporation	Mutual fund	FSITC MONEY MARKET FUND	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	333,241	60,002	-	60,002	
China Steel Security Corporation	Mutual fund	Union Money Market Fund	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	3,003,128	40,013	-	40,013	
China Steel Security Corporation	Mutual fund	Mega Diamond Money Market Fund	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	2,370,780	30,028	-	30,028	
China Steel Security Corporation	Mutual fund	Prudential Financial Money Market Fund	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	1,877,993	30,001	-	30,001	
China Steel Security Corporation	Mutual fund	Franklin Templeton Sinoam Money Market Fund	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	957,946	10,003	-	10,003	
China Steel Management Consulting Corporation	Mutual fund	Capital Money Market Fund	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	348,056	5,667	-	5,667	
China Prosperity Development Corporation	Common stock	China Steel Corporation	Parent company	Financial assets at fair value through other comprehensive income - current	952,979	37,738	-	37,738	

Held Company Name	Type and Name of Marketable Securities		Relationship with The Company	Financial Statement Account	JUNE 30, 2021				Note
					Shares/Units	Carrying Value	Percentage of Ownership (%)	Fair Value	
China Prosperity Development Corporation	Common stock	HUA NAN FINANCIAL HOLDINGS CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	4,773,882	88,078	-	88,078	
China Prosperity Development Corporation	Common stock	Mega Financial Holding Co., Ltd.	No relation	Financial assets at fair value through other comprehensive income - current	463,457	15,224	-	15,224	
China Prosperity Development Corporation	Common stock	Taiwan Cooperative Financial Holding Co., Ltd.	No relation	Financial assets at fair value through other comprehensive income - current	236,356	5,023	-	5,023	
China Prosperity Development Corporation	Common stock	QUN XIN PROPERITES CO., LTD.	The held company as its director	Financial assets at fair value through other comprehensive income - current	6,000,000	23,880	-	23,880	
China Prosperity Development Corporation	Common stock	HI SCENE WORLD ENTERPRISE CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	386,535	4,167	-	4,167	
China Prosperity Development Corporation	Mutual fund	Cathay Taiwan Money Market Fund	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	-	-	-	-	
China Prosperity Development Corporation	Mutual fund	Jih Sun Money Market Fund	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	9,431,783	141,205	-	141,205	
China Prosperity Development Corporation	Mutual fund	Prudential Financial Money Market Fund	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	-	-	-	-	
China Prosperity Development Corporation	Mutual fund	FSITC MONEY MARKET FUND	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	-	-	-	-	
China Prosperity Development Corporation	Mutual fund	Taishin Ta-Chong Money Market Fund	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	-	-	-	-	
China Prosperity Development Corporation	Mutual fund	Eastspring Investments Well Pool Money Market Fund	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	-	-	-	-	
HIMAG Magnetic Corporation	Common stock	China Steel Corporation	Parent company	Financial assets at fair value through other comprehensive income - noncurrent	325,505	12,890	-	12,890	
HIMAG Magnetic Corporation	Common stock	Superrite Electronics Co., Ltd.	The held company as its director	Financial assets at fair value through other comprehensive income - noncurrent	600,000	8,351	2	8,351	
Eminent Venture Capital Corporation	Common stock	SynCore Biotechnology Co., Ltd	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	436,000	21,517	-	21,517	
Eminent Venture Capital Corporation	Common stock	SYNMOSA BIOPHARMA CORPORATION	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	478,398	12,414	-	12,414	
Eminent Venture Capital Corporation	Common stock	Asia Best Healthcare Co., Ltd.	No relation	Financial assets mandatorily classified as at fair value through profit or loss - noncurrent (including measurement)	4,530	18,404	1	18,404	
Eminent Venture Capital Corporation	Common stock	StemCyte International, Ltd.	No relation	Financial assets mandatorily classified as at fair value through profit or loss - noncurrent (including measurement)	1,080,647	12,572	1	12,572	

Held Company Name	Type and Name of Marketable Securities		Relationship with The Company	Financial Statement Account	JUNE 30, 2021				Note
					Shares/Units	Carrying Value	Percentage of Ownership (%)	Fair Value	
Eminent Venture Capital Corporation	Common stock	New Medical Imaging Co., LTD	No relation	Financial assets mandatorily classified as at fair value through profit or loss - noncurrent (including measurement)	160,368	447	3	447	
Eminent Venture Capital Corporation	Common stock	Cellerant Therapeutics, Inc.	No relation	Financial assets mandatorily classified as at fair value through profit or loss - noncurrent (including measurement)	43,900	-	-	-	
Eminent Venture Capital Corporation	Common stock	Dance Biopharm Holdings, Inc.	No relation	Financial assets mandatorily classified as at fair value through profit or loss - noncurrent (including measurement)	166,394	-	1	-	
Eminent Venture Capital Corporation	Common stock	American BriVision (Holding) Corporation	No relation	Financial assets mandatorily classified as at fair value through profit or loss - noncurrent (including measurement)	33,334	3,715	-	3,715	
Eminent Venture Capital Corporation	Common stock	HOLY STONE HEALTHCARE CO.,LTD.	No relation	Financial assets mandatorily classified as at fair value through profit or loss - noncurrent (including measurement)	173,000	2,919	-	2,919	
Eminent Venture Capital Corporation	Preferred stock	BioResource International, Inc.	No relation	Financial assets mandatorily classified as at fair value through profit or loss - noncurrent (including measurement)	815,486	25,182	4	25,182	
Eminent Venture Capital Corporation	Preferred stock	Nereus Pharmaceuticals, Inc.	No relation	Financial assets mandatorily classified as at fair value through profit or loss - noncurrent (including measurement)	1,895,531	6,812	2	6,812	
Eminent Venture Capital Corporation	Preferred stock	AndroScience Corp.	No relation	Financial assets mandatorily classified as at fair value through profit or loss - noncurrent (including measurement)	2,111,111	-	7	-	
Eminent Venture Capital Corporation	Preferred stock	Bayhill Therapeutics, Inc.	No relation	Financial assets mandatorily classified as at fair value through profit or loss - noncurrent (including measurement)	1,404,494	-	2	-	
Eminent Venture Capital Corporation	Mutual fund	Jih Sun Money Market Fund	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	3,028,196	45,336	-	45,336	
Eminent Venture Capital Corporation	Mutual fund	Franklin Templeton Sinoam Money Market Fund	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	2,020,675	21,100	-	21,100	
InfoChamp Systems Corporation	Common stock	Lion Corporation Berhad	No relation	Financial assets at fair value through other comprehensive income - noncurrent	58	-	-	-	
InfoChamp Systems Corporation	Common stock	LOCUS CELL CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	2,000,000	20,000	-	20,000	
InfoChamp Systems Corporation	Common stock	iPASS Corporation	No relation	Financial assets at fair value through other comprehensive income - noncurrent	4,000,000	19,999	4	19,999	

Held Company Name	Type and Name of Marketable Securities		Relationship with The Company	Financial Statement Account	JUNE 30, 2021				Note
					Shares/Units	Carrying Value	Percentage of Ownership (%)	Fair Value	
InfoChamp Systems Corporation	Common stock	TRICORNTECH CORPORATION	No relation	Financial assets at fair value through other comprehensive income - noncurrent	726,885	6,708	2	6,708	
InfoChamp Systems Corporation	Common stock	RiselinK Venture Capital Corp.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	2,632	247	2	247	
InfoChamp Systems Corporation	Common stock	GEMINI OPEN CLOUD COMPUTING INC.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	889,571	-	5	-	
InfoChamp Systems Corporation	Mutual fund	Cathay Taiwan Money Market Fund	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	3,188,979	40,014	-	40,014	
InfoChamp Systems Corporation	Mutual fund	FSITC Taiwan Money Market	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	1,294,783	20,010	-	20,010	
InfoChamp Systems Corporation	Mutual fund	FSITC MONEY MARKET FUND	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	111,123	20,009	-	20,009	
InfoChamp Systems Corporation	Common stock	China Steel Corporation	Parent company	Financial assets at fair value through other comprehensive income - noncurrent	3,834,338	151,840	-	151,840	
Kaohsiung Rapid Transit Corporation	Common stock	iPASS Corporation	The held company as its director	Financial assets at fair value through other comprehensive income - noncurrent	10,395,750	64,997	11	64,997	
China Steel Machinery Corporation	Mutual fund	Mega Diamond Money Market Fund	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	26,069,240	330,190	-	330,190	
China Steel Machinery Corporation	Mutual fund	Taishin Ta-Chong Money Market Fund	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	21,985,606	315,195	-	315,195	
China Steel Machinery Corporation	Mutual fund	FSITC MONEY MARKET FUND	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	834,031	150,172	-	150,172	
Dragon Steel Corporation	Common stock	Union Optronics Corp.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	103,895	-	-	-	
Dragon Steel Corporation	Common stock	Kuei Hung Industrial CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	5,602,000	-	-	-	
C.S.Aluminium Corporation	Common stock	China Steel Corporation	Parent company	Financial assets at fair value through other comprehensive income - current	4,431,944	175,505	-	175,505	
China Steel Express Corporation	Common stock	China Steel Corporation	Parent company	Financial assets at fair value through other comprehensive income - current	8,801,555	348,542	-	348,542	
China Steel Express Corporation	Common stock	CDIB & Partners Investment Holding Corporation	No relation	Financial assets at fair value through other comprehensive income - noncurrent	3,240,000	52,042	-	52,042	
China Steel Express Corporation	Common stock	Huiyang Private Equity Fund Co., Ltd.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	35,000	1,835	1	1,835	

Held Company Name	Type and Name of Marketable Securities		Relationship with The Company	Financial Statement Account	JUNE 30, 2021				Note
					Shares/Units	Carrying Value	Percentage of Ownership (%)	Fair Value	
China Steel Express Corporation	Common stock	Riselink Venture Capital Corp.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	3,948	371	3	371	
Transglory Investment Corporation	Common stock	China Steel Corporation	The ultimate parent company	Financial assets at fair value through other comprehensive income - noncurrent	256,765,331	10,167,907	2	10,167,907	Note 1
Gains Investment Corporation	Common stock	BRIGHTON-BEST INTERNATIONAL (TAIWAN) INC.	No relation	Financial assets at fair value through other comprehensive income - current	23,129,242	948,299	-	948,299	
Gains Investment Corporation	Common stock	TA CHEN STAINLESS PIPE CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	10,985,000	653,608	-	653,608	
Gains Investment Corporation	Common stock	Cayman Engley Industrial Co., Ltd.	No relation	Financial assets at fair value through other comprehensive income - current	1,422,723	125,911	-	125,911	
Gains Investment Corporation	Common stock	GLOBAL TEK FABRICATION CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	2,431,620	117,447	-	117,447	
Gains Investment Corporation	Common stock	FUSHENG PRECISION CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	513,000	107,474	-	107,474	
Gains Investment Corporation	Common stock	SYMTEK AUTOMATION ASIA CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	877,610	89,077	-	89,077	
Gains Investment Corporation	Common stock	QST INTERNATIONAL CORP.	No relation	Financial assets at fair value through other comprehensive income - current	1,212,257	85,464	-	85,464	
Gains Investment Corporation	Common stock	ARDENTEC CORPORATION	No relation	Financial assets at fair value through other comprehensive income - current	1,650,000	74,580	-	74,580	
Gains Investment Corporation	Common stock	ZENG HSING INDUSTRIAL CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	423,000	70,430	-	70,430	
Gains Investment Corporation	Common stock	SHEH FUNG SCREWS CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	1,321,791	70,319	-	70,319	
Gains Investment Corporation	Common stock	Capital Futures Corporation	No relation	Financial assets at fair value through other comprehensive income - current	1,726,000	68,954	-	68,954	
Gains Investment Corporation	Common stock	FORMOSA ADVANCED TECHNOLOGIES CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	1,590,000	63,679	-	63,679	
Gains Investment Corporation	Common stock	HOTAI FINANCE CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	712,000	61,730	-	61,730	
Gains Investment Corporation	Common stock	ASIA TECH IMAGE INC.	No relation	Financial assets at fair value through other comprehensive income - current	962,000	57,720	-	57,720	
Gains Investment Corporation	Common stock	TAIWAN PRINTED CIRCUIT BOARD TECHVEST CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	1,190,000	55,930	-	55,930	

Held Company Name	Type and Name of Marketable Securities		Relationship with The Company	Financial Statement Account	JUNE 30, 2021				Note
					Shares/Units	Carrying Value	Percentage of Ownership (%)	Fair Value	
Gains Investment Corporation	Common stock	BROGENT TECHNOLOGIES INC.	No relation	Financial assets at fair value through other comprehensive income - current	402,184	54,697	-	54,697	
Gains Investment Corporation	Common stock	CHENFULL INTERNATIONAL CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	1,275,000	54,060	-	54,060	
Gains Investment Corporation	Common stock	ACTER GROUP CORPORATION LIMITED	No relation	Financial assets at fair value through other comprehensive income - current	264,117	53,088	-	53,088	
Gains Investment Corporation	Common stock	I JANG INDUSTRIAL CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	1,012,000	52,422	-	52,422	
Gains Investment Corporation	Common stock	San Neng Group Holdings Co., Ltd.	No relation	Financial assets at fair value through other comprehensive income - current	1,035,000	51,232	-	51,232	
Gains Investment Corporation	Common stock	FARCENT ENTERPRISE CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	735,032	50,203	-	50,203	
Gains Investment Corporation	Common stock	SUPREME ELECTRONICS CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	1,206,298	48,554	-	48,554	
Gains Investment Corporation	Common stock	ISHENG ELECTRIC WIRE & CABLE CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	1,075,000	47,408	-	47,408	
Gains Investment Corporation	Common stock	Yuanta Financial Holding Co., Ltd	No relation	Financial assets at fair value through other comprehensive income - current	1,600,000	42,960	-	42,960	
Gains Investment Corporation	Common stock	GSD Technologies Co., Ltd. Taiwan Branch (Cayman Islands)	No relation	Financial assets at fair value through other comprehensive income - current	579,000	39,951	-	39,951	
Gains Investment Corporation	Common stock	TAIWAN SEMICONDUCTOR MANUFACTURING COMPANY LIMITED	No relation	Financial assets at fair value through other comprehensive income - current	65,000	38,675	-	38,675	
Gains Investment Corporation	Common stock	SENSORTEK TECHNOLOGY CORP.	No relation	Financial assets at fair value through other comprehensive income - current	50,856	35,599	-	35,599	
Gains Investment Corporation	Common stock	ARGOSY RESEARCH INC.	No relation	Financial assets at fair value through other comprehensive income - current	317,000	34,870	-	34,870	
Gains Investment Corporation	Common stock	Fubon Financial Holding Co., Ltd.	No relation	Financial assets at fair value through other comprehensive income - current	468,000	34,585	-	34,585	
Gains Investment Corporation	Common stock	CHC Healthcare Group	No relation	Financial assets at fair value through other comprehensive income - current	924,000	34,188	-	34,188	
Gains Investment Corporation	Common stock	SYNNEX TECHNOLOGY INTERNATIONAL CORPORATION	No relation	Financial assets at fair value through other comprehensive income - current	650,000	33,085	-	33,085	
Gains Investment Corporation	Common stock	WAH LEE INDUSTRIAL CORP.	No relation	Financial assets at fair value through other comprehensive income - current	400,000	32,920	-	32,920	

Held Company Name	Type and Name of Marketable Securities		Relationship with The Company	Financial Statement Account	JUNE 30, 2021				Note
					Shares/Units	Carrying Value	Percentage of Ownership (%)	Fair Value	
Gains Investment Corporation	Common stock	QUALIPOLY CHEMICAL CORPORATION	No relation	Financial assets at fair value through other comprehensive income - current	885,300	30,543	-	30,543	
Gains Investment Corporation	Common stock	WINWAY TECHNOLOGY CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	111,000	29,748	-	29,748	
Gains Investment Corporation	Common stock	ASIA CEMENT CORPORATION	No relation	Financial assets at fair value through other comprehensive income - current	580,000	29,406	-	29,406	
Gains Investment Corporation	Common stock	EVERGREEN STEEL CORPORATION	No relation	Financial assets at fair value through other comprehensive income - current	420,000	29,274	-	29,274	
Gains Investment Corporation	Common stock	INVENTEC CORPORATION	No relation	Financial assets at fair value through other comprehensive income - current	1,050,000	27,563	-	27,563	
Gains Investment Corporation	Common stock	GIGA-BYTE TECHNOLOGY CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	256,000	27,520	-	27,520	
Gains Investment Corporation	Common stock	AMPACS CORPORATION	No relation	Financial assets at fair value through other comprehensive income - current	207,000	27,427	-	27,427	
Gains Investment Corporation	Common stock	CHIA HSIN CEMENT CORP.	No relation	Financial assets at fair value through other comprehensive income - current	1,133,000	25,379	-	25,379	
Gains Investment Corporation	Common stock	SYNCMOLD ENTERPRISE CORP.	No relation	Financial assets at fair value through other comprehensive income - current	280,000	23,352	-	23,352	
Gains Investment Corporation	Common stock	TAIWAN CHELIC CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	407,000	22,507	-	22,507	
Gains Investment Corporation	Common stock	LONGWELL COMPANY	No relation	Financial assets at fair value through other comprehensive income - current	312,000	21,403	-	21,403	
Gains Investment Corporation	Common stock	CATHAY FINANCIAL HOLDING CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	397,000	21,398	-	21,398	
Gains Investment Corporation	Common stock	NOVA TECHNOLOGY CORP.	No relation	Financial assets at fair value through other comprehensive income - current	156,000	21,138	-	21,138	
Gains Investment Corporation	Common stock	CTBC Financial Holding Co., Ltd.	No relation	Financial assets at fair value through other comprehensive income - current	915,000	20,771	-	20,771	
Gains Investment Corporation	Common stock	Mega Financial Holding Co., Ltd.	No relation	Financial assets at fair value through other comprehensive income - current	618,000	20,301	-	20,301	
Gains Investment Corporation	Common stock	PEGAVISION CORPORATION	No relation	Financial assets at fair value through other comprehensive income - current	30,000	18,120	-	18,120	
Gains Investment Corporation	Common stock	WISTRON CORPORATION	No relation	Financial assets at fair value through other comprehensive income - current	583,000	18,073	-	18,073	

Held Company Name	Type and Name of Marketable Securities		Relationship with The Company	Financial Statement Account	JUNE 30, 2021				Note
					Shares/Units	Carrying Value	Percentage of Ownership (%)	Fair Value	
Gains Investment Corporation	Common stock	CHINA DEVELOPMENT FINANCIAL HOLDING CORP.	No relation	Financial assets at fair value through other comprehensive income - current	1,233,000	16,214	-	16,214	
Gains Investment Corporation	Common stock	HI-LAI FOODS CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	122,000	15,982	-	15,982	
Gains Investment Corporation	Common stock	Thai Kin Co., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	239,126	15,758	-	15,758	
Gains Investment Corporation	Common stock	FAR EASTONE TELECOMMUNICATIONS CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	240,000	15,504	-	15,504	
Gains Investment Corporation	Common stock	First Financial Holding Co. Ltd.	No relation	Financial assets at fair value through other comprehensive income - current	635,000	14,415	-	14,415	
Gains Investment Corporation	Common stock	MITAKE INFORMATION CORPORATION	No relation	Financial assets at fair value through other comprehensive income - current	300,000	14,040	-	14,040	
Gains Investment Corporation	Common stock	AAEON TECHNOLOGY INC.	No relation	Financial assets at fair value through other comprehensive income - current	203,000	13,560	-	13,560	
Gains Investment Corporation	Common stock	MEDIATEK INC.	No relation	Financial assets at fair value through other comprehensive income - current	14,000	13,468	-	13,468	
Gains Investment Corporation	Common stock	TAIWAN HON CHUAN ENTERPRISE CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	175,000	13,457	-	13,457	
Gains Investment Corporation	Common stock	FENG HSIN STEEL CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	151,000	12,276	-	12,276	
Gains Investment Corporation	Common stock	JETWELL COMPUTER CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	246,000	12,275	-	12,275	
Gains Investment Corporation	Common stock	CHING CHAN OPTICAL TECHNOLOGY CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	414,000	11,696	-	11,696	
Gains Investment Corporation	Common stock	TAIWAN MOBILE CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	101,000	10,302	-	10,302	
Gains Investment Corporation	Common stock	SINHER TECHNOLOGY INC.	No relation	Financial assets at fair value through other comprehensive income - current	200,000	10,120	-	10,120	
Gains Investment Corporation	Common stock	MOSA INDUSTRIAL CORPORATION	No relation	Financial assets at fair value through other comprehensive income - current	188,000	9,193	-	9,193	
Gains Investment Corporation	Common stock	CHAROEN POKPHAND ENTERPRISE (TAIWAN) CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	113,000	9,108	-	9,108	
Gains Investment Corporation	Common stock	BIOGEND THERAPEUTICS CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	343,000	8,849	-	8,849	

Held Company Name	Type and Name of Marketable Securities		Relationship with The Company	Financial Statement Account	JUNE 30, 2021				Note
					Shares/Units	Carrying Value	Percentage of Ownership (%)	Fair Value	
Gains Investment Corporation	Common stock	LINTES TECHNOLOGY CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	77,000	8,739	-	8,739	
Gains Investment Corporation	Common stock	RADIANT OPTO-ELECTRONICS CORPORATION	No relation	Financial assets at fair value through other comprehensive income - current	69,000	8,384	-	8,384	
Gains Investment Corporation	Common stock	HSING TA CEMENT CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	320,000	8,320	-	8,320	
Gains Investment Corporation	Common stock	SINOPAC FINANCIAL HOLDINGS COMPANY LIMITED	No relation	Financial assets at fair value through other comprehensive income - current	600,000	8,250	-	8,250	
Gains Investment Corporation	Common stock	MetaTech (AP) Inc.	No relation	Financial assets at fair value through other comprehensive income - current	183,000	7,320	-	7,320	
Gains Investment Corporation	Common stock	NAN LIU ENTERPRISE CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	50,000	7,250	-	7,250	
Gains Investment Corporation	Common stock	TRIPOD TECHNOLOGY CORPORATION	No relation	Financial assets at fair value through other comprehensive income - current	53,000	7,155	-	7,155	
Gains Investment Corporation	Common stock	LongDa Construction & Development Corporation	No relation	Financial assets at fair value through other comprehensive income - current	250,000	5,475	-	5,475	
Gains Investment Corporation	Common stock	TAIWAN CEMENT CORPORATION	No relation	Financial assets at fair value through other comprehensive income - current	100,000	5,100	-	5,100	
Gains Investment Corporation	Common stock	CHENG LOONG CORPORATION	No relation	Financial assets at fair value through other comprehensive income - current	100,000	4,850	-	4,850	
Gains Investment Corporation	Common stock	ADIMMUNE CORPORATION	No relation	Financial assets at fair value through other comprehensive income - current	70,000	3,752	-	3,752	
Gains Investment Corporation	Common stock	INTAI TECHNOLOGY CORP.	No relation	Financial assets at fair value through other comprehensive income - current	40,800	3,668	-	3,668	
Gains Investment Corporation	Common stock	BRIGHTEN OPTIX CORPORATION	No relation	Financial assets at fair value through other comprehensive income - current	10,000	2,435	-	2,435	
Gains Investment Corporation	Common stock	Rentian Technology Holdings Ltd.	No relation	Financial assets mandatorily classified as at fair value through profit or loss - noncurrent (including measurement)	18,350	-	-	-	
Gains Investment Corporation	Common stock	AltruBio Inc.	No relation	Financial assets mandatorily classified as at fair value through profit or loss - noncurrent (including measurement)	500,000	-	-	-	
Gains Investment Corporation	Common stock	Tech alliance Corporation	The held company as its director	Financial assets mandatorily classified as at fair value through profit or loss - noncurrent (including measurement)	455,000	-	5	-	

Held Company Name	Type and Name of Marketable Securities		Relationship with The Company	Financial Statement Account	JUNE 30, 2021				Note
					Shares/Units	Carrying Value	Percentage of Ownership (%)	Fair Value	
Gains Investment Corporation	Common stock	TAIWAN IMPLANT TECHNOLOGY CO., LTD.	No relation	Financial assets mandatorily classified as at fair value through profit or loss - noncurrent (including measurement)	1,678,788	-	10	-	
Gains Investment Corporation	Common stock	GEMINI OPEN CLOUD COMPUTING INC.	No relation	Financial assets mandatorily classified as at fair value through profit or loss - noncurrent (including measurement)	889,571	-	5	-	
Gains Investment Corporation	Common stock	FLEXUP TECHNOLOGIES CORPORATION	No relation	Financial assets mandatorily classified as at fair value through profit or loss - noncurrent (including measurement)	1,315,000	-	8	-	
Gains Investment Corporation	Common stock	ULTRA CHIP, INC.	The held company as its director	Financial assets at fair value through other comprehensive income - noncurrent	953,430	133,957	-	133,957	
Gains Investment Corporation	Common stock	TBI MOTION TECHNOLOGY CO., LTD.	The held company as its director	Financial assets at fair value through other comprehensive income - noncurrent	1,975,000	103,885	-	103,885	
Gains Investment Corporation	Common stock	LUXNET CORPORATION	The held company as its director	Financial assets at fair value through other comprehensive income - noncurrent	2,927,969	55,192	-	55,192	
Gains Investment Corporation	Common stock	Yonggu Group Inc.	The held company as its director	Financial assets at fair value through other comprehensive income - noncurrent	588,319	44,477	-	44,477	
Gains Investment Corporation	Common stock	KING POINT ENTERPRISE CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	3,500,000	105,000	9	105,000	
Gains Investment Corporation	Common stock	Poju International Co., Ltd.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	2,127,000	77,931	5	77,931	
Gains Investment Corporation	Common stock	YEONG LONG TECHNOLOGIES CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	1,980,000	61,347	5	61,347	
Gains Investment Corporation	Common stock	LOCUS CELL CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	6,000,000	60,000	3	60,000	
Gains Investment Corporation	Common stock	SUNNY PHARMTECH INC.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	2,060,413	57,692	2	57,692	
Gains Investment Corporation	Common stock	FOXCONN GLOBAL NETWORK CORPORATION	The held company as its director	Financial assets at fair value through other comprehensive income - noncurrent	3,000,000	43,500	9	43,500	
Gains Investment Corporation	Common stock	CYBERSOFT DIGITAL SERVICES CORPORATION	No relation	Financial assets at fair value through other comprehensive income - noncurrent	1,300,000	39,750	4	39,750	
Gains Investment Corporation	Common stock	JUFAN INDUSTRIAL CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	1,260,000	39,600	5	39,600	
Gains Investment Corporation	Common stock	GREENWAY ENVIRONMENTAL TECHNOLOGY CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	3,750,000	36,469	10	36,469	

Held Company Name	Type and Name of Marketable Securities		Relationship with The Company	Financial Statement Account	JUNE 30, 2021				Note
					Shares/Units	Carrying Value	Percentage of Ownership (%)	Fair Value	
Gains Investment Corporation	Common stock	CDIB & Partners Investment Holding Corporation	The held company as its director	Financial assets at fair value through other comprehensive income - noncurrent	2,160,000	34,695	-	34,695	
Gains Investment Corporation	Common stock	ULTRADISPLAY INC.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	1,446,891	29,416	9	29,416	
Gains Investment Corporation	Common stock	MUTUAL-PAK TECHNOLOGY CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	1,300,000	26,500	8	26,500	
Gains Investment Corporation	Common stock	JDV CONTROL VALVES CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	1,050,000	26,250	4	26,250	
Gains Investment Corporation	Common stock	NORBEL BABY CO.,LTD	No relation	Financial assets at fair value through other comprehensive income - noncurrent	200,000	25,000	1	25,000	
Gains Investment Corporation	Common stock	GREEN SHEPHERD CORPORATION	No relation	Financial assets at fair value through other comprehensive income - noncurrent	1,000,000	23,000	8	23,000	
Gains Investment Corporation	Common stock	YONGDA FOOD TECHNOLOGY CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	1,413,500	15,449	5	15,449	
Gains Investment Corporation	Common stock	MITAGRI CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	3,500,000	12,803	15	12,803	
Gains Investment Corporation	Common stock	T-Car Inc.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	500,000	9,268	2	9,268	
Gains Investment Corporation	Common stock	Huiyang Private Equity Fund Co., Ltd.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	35,000	1,835	1	1,835	
Gains Investment Corporation	Common stock	CHENFULL PRECISION CO., LTD	No relation	Financial assets at fair value through other comprehensive income - noncurrent	44,843	1,256	-	1,256	
Gains Investment Corporation	Common stock	Riselink Venture Capital Corp.	The held company as its director	Financial assets at fair value through other comprehensive income - noncurrent	6,579	618	4	618	
Gains Investment Corporation	Common stock	TRANSCOM, INC.	The held company as its director	Financial assets at fair value through other comprehensive income - noncurrent	1,025,638	129,589	2	129,589	
Gains Investment Corporation	Common stock	AMPAK TECHNOLOGY INC.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	629,000	55,251	1	55,251	
Gains Investment Corporation	Common stock	ENIMMUNE CORPORATION	No relation	Financial assets at fair value through other comprehensive income - noncurrent	1,079,872	53,959	2	53,959	
Gains Investment Corporation	Common stock	LIAN HONG ART CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	500,000	49,605	1	49,605	
Gains Investment Corporation	Common stock	MEDICAL IMAGING CORPORATION	No relation	Financial assets at fair value through other comprehensive income - noncurrent	1,188,000	49,012	6	49,012	

Held Company Name	Type and Name of Marketable Securities		Relationship with The Company	Financial Statement Account	JUNE 30, 2021				Note
					Shares/Units	Carrying Value	Percentage of Ownership (%)	Fair Value	
Gains Investment Corporation	Common stock	BRIGHTEK OPTOELECTRONIC CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	999,000	47,023	2	47,023	
Gains Investment Corporation	Common stock	Ping Ho Environmental Technology Company Co., Ltd.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	706,650	41,811	2	41,811	
Gains Investment Corporation	Common stock	CHEN NAN IRON WIRE CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	2,000,000	41,120	5	41,120	
Gains Investment Corporation	Common stock	FLASHAIM INC.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	700,000	33,593	6	33,593	
Gains Investment Corporation	Common stock	BRILLIAN NETWORK & AUTOMATION INTEGRATED SYSTEM CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	177,000	29,756	1	29,756	
Gains Investment Corporation	Common stock	FEMCO STEEL TECHNOLOGY CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	1,248,000	27,077	3	27,077	
Gains Investment Corporation	Common stock	GMT GLOBAL INC.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	728,325	22,156	2	22,156	
Gains Investment Corporation	Common stock	UNICTRON TECHNOLOGIES CORPORATION	No relation	Financial assets at fair value through other comprehensive income - noncurrent	153,000	17,525	-	17,525	
Gains Investment Corporation	Common stock	TIGERAIR TAIWAN CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	591,000	15,375	-	15,375	
Gains Investment Corporation	Common stock	SUN RISE E&T CORPORATION	No relation	Financial assets at fair value through other comprehensive income - noncurrent	731,000	14,819	2	14,819	
Gains Investment Corporation	Common stock	STUDY KING CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	258,000	12,805	2	12,805	
Gains Investment Corporation	Common stock	DAS TECHNOLOGY CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	140,000	9,989	-	9,989	
Gains Investment Corporation	Common stock	ALLIANCE MATERIAL CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	133,000	6,888	1	6,888	
Gains Investment Corporation	Common stock	YUEN FOONG YU CONSUMER PRODUCTS CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	32,000	2,422	-	2,422	
Winning Investment Corporation	Common stock	China Steel Corporation	The ultimate parent company	Financial assets at fair value through other comprehensive income - noncurrent	159,606,339	6,320,411	1	6,320,411	Note 2
Betacera Inc.	Common stock	TAIWAN IMPLANT TECHNOLOGY CO., LTD.	No relation	Financial assets mandatorily classified as at fair value through profit or loss - noncurrent (including measurement)	74,149	-	-	-	

Held Company Name	Type and Name of Marketable Securities		Relationship with The Company	Financial Statement Account	JUNE 30, 2021				Note
					Shares/Units	Carrying Value	Percentage of Ownership (%)	Fair Value	
Betacera Inc.	Common stock	HCT REGENERATIVE CO., LTD	No relation	Financial assets at fair value through other comprehensive income - noncurrent	994,153	5,843	15	5,843	
Shanghai Xike Ceramic Electronic Co., Ltd.	Common stock	Shanghai Join Buy Co., Ltd.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	71,820	1,919	-	1,919	
Universal Exchange Inc.	Mutual fund	Union Money Market Fund	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	1,983,391	26,426	-	26,426	
Pro-Ascentek Investment Corporation	Common stock	FORMOSA PLASTICS CORPORATION	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	87,000	8,961	-	8,961	
Pro-Ascentek Investment Corporation	Common stock	TAIWAN SEMICONDUCTOR MANUFACTURING COMPANY LIMITED	No relation	Financial assets at fair value through other comprehensive income - current	60,000	35,700	-	35,700	
Pro-Ascentek Investment Corporation	Common stock	SYMTEK AUTOMATION ASIA CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	350,000	35,525	-	35,525	
Pro-Ascentek Investment Corporation	Common stock	WAH LEE INDUSTRIAL CORP.	No relation	Financial assets at fair value through other comprehensive income - current	370,000	30,451	-	30,451	
Pro-Ascentek Investment Corporation	Common stock	TRIPOD TECHNOLOGY CORPORATION	No relation	Financial assets at fair value through other comprehensive income - current	213,000	28,755	-	28,755	
Pro-Ascentek Investment Corporation	Common stock	SUPREME ELECTRONICS CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	707,636	28,482	-	28,482	
Pro-Ascentek Investment Corporation	Common stock	FORMOSA ADVANCED TECHNOLOGIES CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	675,000	27,034	-	27,034	
Pro-Ascentek Investment Corporation	Common stock	ULTRA CHIP, INC.	No relation	Financial assets at fair value through other comprehensive income - current	188,000	26,414	-	26,414	
Pro-Ascentek Investment Corporation	Common stock	TBI MOTION TECHNOLOGY CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	496,000	26,090	-	26,090	
Pro-Ascentek Investment Corporation	Common stock	QST INTERNATIONAL CORP.	No relation	Financial assets at fair value through other comprehensive income - current	355,000	25,027	-	25,027	
Pro-Ascentek Investment Corporation	Common stock	ARDENTEC CORPORATION	No relation	Financial assets at fair value through other comprehensive income - current	550,000	24,860	-	24,860	
Pro-Ascentek Investment Corporation	Common stock	ACER INCORPORATED	No relation	Financial assets at fair value through other comprehensive income - current	844,000	24,729	-	24,729	
Pro-Ascentek Investment Corporation	Common stock	CHIA HSIN CEMENT CORP.	No relation	Financial assets at fair value through other comprehensive income - current	1,095,000	24,528	-	24,528	
Pro-Ascentek Investment Corporation	Common stock	TAIWAN PRINTED CIRCUIT BOARD TECHVEST CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	433,000	20,351	-	20,351	

Held Company Name	Type and Name of Marketable Securities		Relationship with The Company	Financial Statement Account	JUNE 30, 2021				Note
					Shares/Units	Carrying Value	Percentage of Ownership (%)	Fair Value	
Pro-Ascentek Investment Corporation	Common stock	RADIANT OPTO-ELECTRONICS CORPORATION	No relation	Financial assets at fair value through other comprehensive income - current	157,000	19,075	-	19,075	
Pro-Ascentek Investment Corporation	Common stock	INNODISK CORPORATION	No relation	Financial assets at fair value through other comprehensive income - current	100,000	19,050	-	19,050	
Pro-Ascentek Investment Corporation	Common stock	HERAN CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	146,000	17,958	-	17,958	
Pro-Ascentek Investment Corporation	Common stock	MICRO-STAR INTERNATIONAL CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	110,000	17,325	-	17,325	
Pro-Ascentek Investment Corporation	Common stock	TAIWAN HON CHUAN ENTERPRISE CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	220,000	16,918	-	16,918	
Pro-Ascentek Investment Corporation	Common stock	SHEH FUNG SCREWS CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	296,000	15,747	-	15,747	
Pro-Ascentek Investment Corporation	Common stock	FLEXIUM INTERCONNECT, INC.	No relation	Financial assets at fair value through other comprehensive income - current	115,000	15,525	-	15,525	
Pro-Ascentek Investment Corporation	Common stock	SYNNEX TECHNOLOGY INTERNATIONAL CORPORATION	No relation	Financial assets at fair value through other comprehensive income - current	280,000	14,252	-	14,252	
Pro-Ascentek Investment Corporation	Common stock	CHC Healthcare Group	No relation	Financial assets at fair value through other comprehensive income - current	271,000	10,027	-	10,027	
Pro-Ascentek Investment Corporation	Common stock	TOPCO SCIENTIFIC CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	80,000	10,000	-	10,000	
Pro-Ascentek Investment Corporation	Common stock	GREAT WALL ENTERPRISE CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	150,000	9,015	-	9,015	
Pro-Ascentek Investment Corporation	Common stock	ARGOSY RESEARCH INC.	No relation	Financial assets at fair value through other comprehensive income - current	74,000	8,140	-	8,140	
Pro-Ascentek Investment Corporation	Common stock	ELITE MATERIAL CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	36,000	7,848	-	7,848	
Pro-Ascentek Investment Corporation	Common stock	CHUNGHWA TELECOM CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	66,000	7,524	-	7,524	
Pro-Ascentek Investment Corporation	Common stock	I JANG INDUSTRIAL CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	136,000	7,045	-	7,045	
Pro-Ascentek Investment Corporation	Common stock	QUALIPOLY CHEMICAL CORPORATION	No relation	Financial assets at fair value through other comprehensive income - current	194,000	6,693	-	6,693	
Pro-Ascentek Investment Corporation	Common stock	DELTA ELECTRONICS, INC.	No relation	Financial assets at fair value through other comprehensive income - current	18,000	5,454	-	5,454	

Held Company Name	Type and Name of Marketable Securities		Relationship with The Company	Financial Statement Account	JUNE 30, 2021				Note
					Shares/Units	Carrying Value	Percentage of Ownership (%)	Fair Value	
Pro-Ascentek Investment Corporation	Common stock	WIWYNN CORPORATION	No relation	Financial assets at fair value through other comprehensive income - current	5,000	4,985	-	4,985	
Pro-Ascentek Investment Corporation	Common stock	Yonggu Group Inc.	No relation	Financial assets at fair value through other comprehensive income - current	58,000	4,385	-	4,385	
Pro-Ascentek Investment Corporation	Common stock	CATHAY FINANCIAL HOLDING CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	80,000	4,312	-	4,312	
Pro-Ascentek Investment Corporation	Common stock	BizLink Holding Inc.	No relation	Financial assets at fair value through other comprehensive income - current	13,000	3,367	-	3,367	
Pro-Ascentek Investment Corporation	Common stock	UNITED INTEGRATED SERVICES CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	15,000	3,187	-	3,187	
Pro-Ascentek Investment Corporation	Common stock	Yuanta Financial Holding Co., Ltd	No relation	Financial assets at fair value through other comprehensive income - current	100,000	2,685	-	2,685	
Pro-Ascentek Investment Corporation	Common stock	FENG HSIN STEEL CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	21,000	1,707	-	1,707	
Pro-Ascentek Investment Corporation	Common stock	LOTES CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	1,000	584	-	584	
Pro-Ascentek Investment Corporation	Common stock	TAIWAN MOBILE CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	5,000	510	-	510	
Pro-Ascentek Investment Corporation	Common stock	JUFAN INDUSTRIAL CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	315,000	9,900	1	9,900	
Pro-Ascentek Investment Corporation	Common stock	GREEN SHEPHERD CORPORATION	No relation	Financial assets at fair value through other comprehensive income - noncurrent	200,000	4,600	2	4,600	
Pro-Ascentek Investment Corporation	Common stock	GMT GLOBAL INC.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	390,000	11,864	1	11,864	
Pro-Ascentek Investment Corporation	Mutual fund	CTBC Hua Win Money Market Fund	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	35,993,721	400,171	-	400,171	
Pro-Ascentek Investment Corporation	Mutual fund	Fubon FTSE TWSE Taiwan 50 ETF	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	344,000	27,485	-	27,485	
Mentor Consulting Corporation	Mutual fund	Union Money Market Fund	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	1,739,172	23,172	-	23,172	
Eminence Investment Corporation	Common stock	Amazon.com, Inc.	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	269	25,782	-	25,782	
Eminence Investment Corporation	Common stock	FORMOSA PLASTICS CORPORATION	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	250,000	25,750	-	25,750	

Held Company Name	Type and Name of Marketable Securities		Relationship with The Company	Financial Statement Account	JUNE 30, 2021				Note
					Shares/Units	Carrying Value	Percentage of Ownership (%)	Fair Value	
Eminence Investment Corporation	Common stock	PRIMAX ELECTRONICS LTD.	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	221,000	12,597	-	12,597	
Eminence Investment Corporation	Common stock	Apple Inc.	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	3,255	12,420	-	12,420	
Eminence Investment Corporation	Common stock	Applied Materials, Inc.	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	2,934	11,640	-	11,640	
Eminence Investment Corporation	Common stock	Advanced Micro Devices, Inc	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	4,369	11,433	-	11,433	
Eminence Investment Corporation	Common stock	SYSTEX CORPORATION	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	89,000	8,046	-	8,046	
Eminence Investment Corporation	Common stock	Microsoft Corporation	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	897	6,770	-	6,770	
Eminence Investment Corporation	Common stock	NVIDIA Corporation	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	200	4,458	-	4,458	
Eminence Investment Corporation	Common stock	TANG ENG IRON WORKS CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	3,718,000	182,554	-	182,554	
Eminence Investment Corporation	Common stock	TBI MOTION TECHNOLOGY CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	3,294,000	173,264	-	173,264	
Eminence Investment Corporation	Common stock	TAIWAN SEMICONDUCTOR MANUFACTURING COMPANY LIMITED	No relation	Financial assets at fair value through other comprehensive income - current	243,000	144,585	-	144,585	
Eminence Investment Corporation	Common stock	Yonggu Group Inc.	No relation	Financial assets at fair value through other comprehensive income - current	1,244,416	94,078	-	94,078	
Eminence Investment Corporation	Common stock	FARCENT ENTERPRISE CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	1,286,000	87,834	-	87,834	
Eminence Investment Corporation	Common stock	TOPCO SCIENTIFIC CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	650,000	81,250	-	81,250	
Eminence Investment Corporation	Common stock	CHUNGHWA TELECOM CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	511,000	58,254	-	58,254	
Eminence Investment Corporation	Common stock	First Financial Holding Co. Ltd.	No relation	Financial assets at fair value through other comprehensive income - current	2,404,473	54,582	-	54,582	
Eminence Investment Corporation	Common stock	MICRO-STAR INTERNATIONAL CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	343,000	54,023	-	54,023	
Eminence Investment Corporation	Common stock	TRIPOD TECHNOLOGY CORPORATION	No relation	Financial assets at fair value through other comprehensive income - current	399,000	53,865	-	53,865	

Held Company Name	Type and Name of Marketable Securities		Relationship with The Company	Financial Statement Account	JUNE 30, 2021				Note
					Shares/Units	Carrying Value	Percentage of Ownership (%)	Fair Value	
Eminence Investment Corporation	Common stock	INNODISK CORPORATION	No relation	Financial assets at fair value through other comprehensive income - current	265,000	50,483	-	50,483	
Eminence Investment Corporation	Common stock	YUNGSHIN CONSTRUCTION & DEVELOPMENT CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	1,048,000	50,304	-	50,304	
Eminence Investment Corporation	Common stock	Bionime Corporation	No relation	Financial assets at fair value through other comprehensive income - current	722,200	50,048	-	50,048	
Eminence Investment Corporation	Common stock	INTERACTIVE DIGITAL TECHNOLOGIES INC.	No relation	Financial assets at fair value through other comprehensive income - current	630,000	48,699	-	48,699	
Eminence Investment Corporation	Common stock	Fubon Financial Holding Co., Ltd.	No relation	Financial assets at fair value through other comprehensive income - current	636,000	47,000	-	47,000	
Eminence Investment Corporation	Common stock	ZERO ONE TECHNOLOGY CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	1,000,000	45,700	-	45,700	
Eminence Investment Corporation	Common stock	Mega Financial Holding Co., Ltd.	No relation	Financial assets at fair value through other comprehensive income - current	1,220,000	40,077	-	40,077	
Eminence Investment Corporation	Common stock	ASE Technology Holding Co., Ltd.	No relation	Financial assets at fair value through other comprehensive income - current	350,000	39,200	-	39,200	
Eminence Investment Corporation	Common stock	RADIANT OPTO-ELECTRONICS CORPORATION	No relation	Financial assets at fair value through other comprehensive income - current	310,000	37,665	-	37,665	
Eminence Investment Corporation	Common stock	GIGA-BYTE TECHNOLOGY CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	330,000	35,475	-	35,475	
Eminence Investment Corporation	Common stock	PROMATE SOLUTIONS CORPORATION	No relation	Financial assets at fair value through other comprehensive income - current	515,000	34,711	-	34,711	
Eminence Investment Corporation	Common stock	EXCELSIOR MEDICAL CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	538,095	31,317	-	31,317	
Eminence Investment Corporation	Common stock	REALTEK SEMICONDUCTOR CORP.	No relation	Financial assets at fair value through other comprehensive income - current	59,000	29,795	-	29,795	
Eminence Investment Corporation	Common stock	SUPREME ELECTRONICS CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	729,681	29,370	-	29,370	
Eminence Investment Corporation	Common stock	FLEXIUM INTERCONNECT, INC.	No relation	Financial assets at fair value through other comprehensive income - current	193,000	26,055	-	26,055	
Eminence Investment Corporation	Common stock	TAIWAN CHELIC CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	467,000	25,825	-	25,825	
Eminence Investment Corporation	Common stock	CTBC Financial Holding Co., Ltd.	No relation	Financial assets at fair value through other comprehensive income - current	1,092,000	24,788	-	24,788	

Held Company Name	Type and Name of Marketable Securities		Relationship with The Company	Financial Statement Account	JUNE 30, 2021				Note
					Shares/Units	Carrying Value	Percentage of Ownership (%)	Fair Value	
Eminence Investment Corporation	Common stock	CHINA FINEBLANKING TECHNOLOGY CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	524,472	22,474	-	22,474	
Eminence Investment Corporation	Common stock	CHINA DEVELOPMENT FINANCIAL HOLDING CORP.	No relation	Financial assets at fair value through other comprehensive income - current	1,583,000	20,816	-	20,816	
Eminence Investment Corporation	Common stock	GREAT WALL ENTERPRISE CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	333,200	20,025	-	20,025	
Eminence Investment Corporation	Common stock	Zhen Ding Technology Holding Limited	No relation	Financial assets at fair value through other comprehensive income - current	188,000	19,740	-	19,740	
Eminence Investment Corporation	Common stock	WIWYNN CORPORATION	No relation	Financial assets at fair value through other comprehensive income - current	17,000	16,949	-	16,949	
Eminence Investment Corporation	Common stock	GLOBALWAFERS CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	18,000	16,542	-	16,542	
Eminence Investment Corporation	Common stock	ELITE MATERIAL CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	73,000	15,914	-	15,914	
Eminence Investment Corporation	Common stock	SINOPAC FINANCIAL HOLDINGS COMPANY LIMITED	No relation	Financial assets at fair value through other comprehensive income - current	1,115,000	15,331	-	15,331	
Eminence Investment Corporation	Common stock	HIM INTERNATIONAL MUSIC INCORPORATED	No relation	Financial assets at fair value through other comprehensive income - current	160,000	15,104	-	15,104	
Eminence Investment Corporation	Common stock	LOTES CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	25,000	14,600	-	14,600	
Eminence Investment Corporation	Common stock	SIMPLO TECHNOLOGY CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	40,000	14,360	-	14,360	
Eminence Investment Corporation	Common stock	SYMTEK AUTOMATION ASIA CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	127,000	12,891	-	12,891	
Eminence Investment Corporation	Common stock	QISDA CORPORATION	No relation	Financial assets at fair value through other comprehensive income - current	400,000	12,320	-	12,320	
Eminence Investment Corporation	Common stock	LUXNET CORPORATION	No relation	Financial assets at fair value through other comprehensive income - current	648,168	12,218	-	12,218	
Eminence Investment Corporation	Common stock	BizLink Holding Inc.	No relation	Financial assets at fair value through other comprehensive income - current	47,000	12,173	-	12,173	
Eminence Investment Corporation	Common stock	UNITED INTEGRATED SERVICES CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	55,000	11,688	-	11,688	
Eminence Investment Corporation	Common stock	NAN YA PRINTED CIRCUIT BOARD CORPORATION	No relation	Financial assets at fair value through other comprehensive income - current	30,000	11,685	-	11,685	

Held Company Name	Type and Name of Marketable Securities		Relationship with The Company	Financial Statement Account	JUNE 30, 2021				Note
					Shares/Units	Carrying Value	Percentage of Ownership (%)	Fair Value	
Eminence Investment Corporation	Common stock	TAIWAN FU HSING INDUSTRIAL CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	250,000	11,463	-	11,463	
Eminence Investment Corporation	Common stock	PIXART IMAGING INC.	No relation	Financial assets at fair value through other comprehensive income - current	58,000	11,397	-	11,397	
Eminence Investment Corporation	Common stock	MEDIATEK INC.	No relation	Financial assets at fair value through other comprehensive income - current	11,000	10,582	-	10,582	
Eminence Investment Corporation	Common stock	FOXSEMICON INTEGRATED TECHNOLOGY INC.	No relation	Financial assets at fair value through other comprehensive income - current	42,000	10,017	-	10,017	
Eminence Investment Corporation	Common stock	ST. SHINE OPTICAL CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	28,000	9,548	-	9,548	
Eminence Investment Corporation	Common stock	DELTA ELECTRONICS, INC.	No relation	Financial assets at fair value through other comprehensive income - current	30,000	9,090	-	9,090	
Eminence Investment Corporation	Common stock	ASIA TECH IMAGE INC.	No relation	Financial assets at fair value through other comprehensive income - current	116,000	6,960	-	6,960	
Eminence Investment Corporation	Common stock	TONG YANG INDUSTRY CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	179,000	6,462	-	6,462	
Eminence Investment Corporation	Common stock	ALLIED CIRCUIT CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	53,000	6,254	-	6,254	
Eminence Investment Corporation	Common stock	CHICONY ELECTRONICS CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	72,000	5,789	-	5,789	
Eminence Investment Corporation	Common stock	YULON NISSAN MOTOR CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	20,000	5,430	-	5,430	
Eminence Investment Corporation	Common stock	Yuanta Financial Holding Co., Ltd	No relation	Financial assets at fair value through other comprehensive income - current	200,000	5,370	-	5,370	
Eminence Investment Corporation	Common stock	CATHAY FINANCIAL HOLDING CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	80,000	4,312	-	4,312	
Eminence Investment Corporation	Common stock	TONG YANG INDUSTRY CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	71,000	3,259	-	3,259	
Eminence Investment Corporation	Common stock	QUANTA COMPUTER INC.	No relation	Financial assets at fair value through other comprehensive income - current	33,000	2,888	-	2,888	
Eminence Investment Corporation	Common stock	GLOBAL TEK FABRICATION CO., LTD.	The held company as its director	Financial assets at fair value through other comprehensive income - noncurrent	1,720,943	83,122	-	83,122	
Eminence Investment Corporation	Common stock	TAI-SAW TECHNOLOGY CO., LTD.	The held company as its director	Financial assets at fair value through other comprehensive income - noncurrent	813,323	20,496	-	20,496	

Held Company Name	Type and Name of Marketable Securities		Relationship with The Company	Financial Statement Account	JUNE 30, 2021				Note
					Shares/Units	Carrying Value	Percentage of Ownership (%)	Fair Value	
Eminence Investment Corporation	Common stock	JUFAN INDUSTRIAL CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	2,205,000	69,300	9	69,300	
Eminence Investment Corporation	Common stock	SUNNY PHARMTECH INC.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	1,646,801	46,110	1	46,110	
Eminence Investment Corporation	Common stock	FOXCONN GLOBAL NETWORK CORPORATION	No relation	Financial assets at fair value through other comprehensive income - noncurrent	3,000,000	43,500	9	43,500	
Eminence Investment Corporation	Common stock	JDV CONTROL VALVES CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	1,050,000	26,250	4	26,250	
Eminence Investment Corporation	Common stock	GREEN SHEPHERD CORPORATION	No relation	Financial assets at fair value through other comprehensive income - noncurrent	600,000	13,200	5	13,200	
Eminence Investment Corporation	Common stock	MEDICAL IMAGING CORPORATION	No relation	Financial assets at fair value through other comprehensive income - noncurrent	1,188,000	49,012	6	49,012	
Eminence Investment Corporation	Common stock	TRANSCOM, INC.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	304,983	38,535	1	38,535	
Eminence Investment Corporation	Common stock	FLASHAIM INC.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	350,000	16,797	3	16,797	
Eminence Investment Corporation	Preferred stock	Cathay Financial Holding Co., Ltd. (A)	No relation	Financial assets at fair value through other comprehensive income - current	574,000	35,990	-	35,990	
Eminence Investment Corporation	Preferred stock	Fubon Financial Holding Co., Ltd. Preferred Shares A	No relation	Financial assets at fair value through other comprehensive income - current	551,000	34,658	-	34,658	
Eminence Investment Corporation	Preferred stock	Cathay Financial Holding Co., Ltd. (B)	No relation	Financial assets at fair value through other comprehensive income - current	167,000	10,521	-	10,521	
Eminence Investment Corporation	Mutual fund	Cathay Taiwan Money Market Fund	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	799,351	10,030	-	10,030	
Eminence Investment Corporation	Mutual fund	Fubon FTSE TWSE Taiwan 50 ETF	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	64,000	5,114	-	5,114	
Shin Mau Investment Corporation	Common stock	China Steel Corporation	The ultimate parent company	Financial assets at fair value through other comprehensive income - noncurrent	1,433,749	56,776	-	56,776	
Hung-Chuan Investment Corporation	Common stock	China Steel Corporation	The ultimate parent company	Financial assets at fair value through other comprehensive income - noncurrent	1,605,875	63,593	-	63,593	
Chi-Yi Investment Corporation	Common stock	China Steel Corporation	The ultimate parent company	Financial assets at fair value through other comprehensive income - noncurrent	1,616,723	64,022	-	64,022	
Ding Da Investment Corporation	Common stock	China Steel Corporation	The ultimate parent company	Financial assets at fair value through other comprehensive income - noncurrent	1,525,494	60,410	-	60,410	

Held Company Name	Type and Name of Marketable Securities		Relationship with The Company	Financial Statement Account	JUNE 30, 2021				Note
					Shares/Units	Carrying Value	Percentage of Ownership (%)	Fair Value	
Jiing-Cherng-Fa Investment Corporation	Common stock	China Steel Corporation	The ultimate parent company	Financial assets at fair value through other comprehensive income - noncurrent	1,461,875	57,890	-	57,890	
Gau Ruei Investment Corporation	Common stock	China Steel Corporation	The ultimate parent company	Financial assets at fair value through other comprehensive income - noncurrent	1,493,318	59,135	-	59,135	
Li-Ching-Long Investment Corporation	Common stock	China Steel Corporation	The ultimate parent company	Financial assets at fair value through other comprehensive income - noncurrent	1,605,441	63,575	-	63,575	
Sheng Lih Dar Investment Corporation	Common stock	China Steel Corporation	The ultimate parent company	Financial assets at fair value through other comprehensive income - noncurrent	1,542,138	61,069	-	61,069	
Chiun Yu Investment Corporation	Common stock	China Steel Corporation	The ultimate parent company	Financial assets at fair value through other comprehensive income - noncurrent	1,623,289	64,282	-	64,282	
China Steel Global Trading Corporation	Common stock	China Steel Corporation	Parent company	Financial assets at fair value through other comprehensive income - current	4,349,507	172,240	-	172,240	
China Steel Global Trading Corporation	Common stock	Nippon Steel Thai Sumilox Co., Ltd.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	1,110	64,805	15	64,805	
China Steel Global Trading Corporation	Preferred stock	Nippon Steel Thai Sumilox Co., Ltd.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	15	48,821	15	48,821	
Wabo Global Trading Corporation	Common stock	China Steel Corporation	The ultimate parent company	Financial assets at fair value through other comprehensive income - current	487,367	19,300	-	19,300	
Wabo Global Trading Corporation	Mutual fund	Franklin Templeton Sinoam Money Market Fund	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	4,356,848	45,495	-	45,495	
Chung Mao Trading (Samoa) Corporation	Certificate of entitlement	Maruichi Metal Product (Foshan) Co., Ltd.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	-	274,572	15	274,572	
Chung Mao Trading (Samoa) Corporation	Certificate of entitlement	PCMI Metal Products (Chongqing) Co., Ltd.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	-	121,401	8	121,401	
Chung Mao Trading (Samoa) Corporation	Certificate of entitlement	Xiamen Chun Yuan Precision Mechatronic Co., Ltd.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	-	15,229	19	15,229	
CSGT International Corporation	Common stock	NST Coil Center (Thailand) Ltd.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	3,001	69,768	13	69,768	
CSGT International Corporation	Certificate of entitlement	Hanoi Steel Center Co., Ltd.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	-	177,843	19	177,843	
CSC Steel Australia Holdings Pty Ltd	Common stock	KJTC Pty Ltd	The held company as its director	Financial assets at fair value through other comprehensive income - noncurrent	2,623,595	12,704,829	13	12,704,829	
China Steel Asia Pacific Holdings Pte Ltd	Certificate of entitlement	Wuxi TECO Electric & Machinery Co., Ltd.	The held company as its director and supervisor	Financial assets at fair value through other comprehensive income - noncurrent	-	169,945	6	169,945	

Held Company Name	Type and Name of Marketable Securities		Relationship with The Company	Financial Statement Account	JUNE 30, 2021				Note
					Shares/Units	Carrying Value	Percentage of Ownership (%)	Fair Value	
China Steel Asia Pacific Holdings Pte Ltd	Certificate of entitlement	QINGDAO TECO PRECISION MECHATRONICS CO., Ltd.	The held company as its director	Financial assets at fair value through other comprehensive income - noncurrent	-	61,291	12	61,291	
China Steel Asia Pacific Holdings Pte Ltd	Certificate of entitlement	TOP PRO STEEL JOINT STOCK COMPANY	No relation	Financial assets at fair value through other comprehensive income - noncurrent	-	31,481	3	31,481	
CSC Steel Holdings Berhad	Common stock	Astino Berhad	No relation	Financial assets at fair value through other comprehensive income - noncurrent	3,645,961	30,354	-	30,354	
CSC Steel Holdings Berhad	Mutual fund	AFFINHWANG - AIIMAN MONEY MARKET FUND	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	72,146,473	249,411	-	249,411	
CSC Steel Sdn. Bhd.	Mutual fund	AFFINHWANG - AIIMAN MONEY MARKET FUND	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	196,965,820	680,912	-	680,912	
CSC Steel Sdn. Bhd.	Mutual fund	HLAM - MONEY MARKET FUND	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	83,191,684	535,910	-	535,910	
Constant Mode Sdn. Bhd.	Mutual fund	OSK-UOB Cash Management Fund	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	254,792	2,385	-	2,385	

Note 1: Parent company's stocks pledged as collateral amounted to 132,100 thousand shares and NT\$5,231,160 thousand.

Note 2: Parent company's stocks pledged as collateral amounted to 123,100 thousand shares and NT\$4,874,760 thousand.

CHINA STEEL CORPORATION AND SUBSIDIARIES

MARKETABLE SECURITIES ACQUIRED AND DISPOSED OF AT COSTS OR PRICES OF AT LEAST NT\$300 MILLION OR 20% OF THE PAID-IN CAPITAL FOR THE PERIOD ENDED JUNE 30, 2021
(Amounts in Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Company	Type of Marketable Securities	Name of Marketable Securities	Financial Statement Account	Counter-party	Nature of Relationship	Beginning Balance		Acquisition (Note)		Disposal (Note)			Ending Balance		
						Shares/Units	Amount	Shares/Units	Amount	Shares/Units	Amount	Carrying Value	Gain/Loss on Disposal	Shares/Units	Amount
China Steel Corporation	Common stock	China Steel Power Holding Corporation	Investments accounted for using equity method	Subsidiary	Subsidiary	102,306,000	858,105	34,680,000	311,220	-	-	-	-	136,986,000	1,169,325
China Ecotek Corporation	Mutual fund	PineBridge Taiwan Money Market Securities Investment Trust Fund	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	-	-	-	-	39,947,705	550,030	32,681,268	450,000	449,956	44	7,266,437	100,074
China Prosperity Development Corporation	Mutual fund	Prudential Financial Money Market Fund	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	-	-	-	-	18,796,514	300,000	18,796,514	300,265	300,000	265	-	-
China Prosperity Development Corporation	Mutual fund	Taishin Ta-Chong Money Market Fund	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	-	-	-	-	20,946,162	300,000	20,946,162	300,163	300,000	163	-	-
China Prosperity Development Corporation	Mutual fund	FSITC MONEY MARKET FUND	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	-	-	2,224,076	400,000	222,353	40,000	2,446,428	440,477	440,000	477	-	-
China Prosperity Development Corporation	Mutual fund	Cathay Taiwan Money Market Fund	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	-	-	-	-	26,324,269	330,000	26,324,269	330,164	330,000	164	-	-
China Steel Machinery Corporation	Mutual fund	Taishin Ta-Chong Money Market Fund	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	-	-	16,061,214	230,003	51,303,459	735,137	45,379,067	650,103	649,945	158	21,985,606	315,195
China Steel Machinery Corporation	Mutual fund	Mega Diamond Money Market Fund	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	-	-	-	-	26,069,240	330,190	-	-	-	-	26,069,240	330,190
Pro-Ascentek Investment Corporation	Mutual fund	CTBC Hua Win Money Market Fund	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	-	-	-	-	62,986,379	700,135	26,992,658	300,000	299,964	36	35,993,721	400,171

Company	Type of Marketable Securities	Name of Marketable Securities	Financial Statement Account	Counter-party	Nature of Relationship	Beginning Balance		Acquisition (Note)		Disposal (Note)			Ending Balance		
						Shares/Units	Amount	Shares/Units	Amount	Shares/Units	Amount	Carrying Value	Gain/Loss on Disposal	Shares/Units	Amount
CSC Steel Sdn. Bhd.	Mutual fund	AFFINHWANG - AIIMAN MONEY MARKET FUND	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	-	-	280,605,726	1,020,049	1,763,992	-37,818	85,403,898	301,319	301,319	-	196,965,820	680,912

Note: The acquisition and disposal include the costs, proceeds from sale, share of profits/losses of investees and other related adjustment.

CHINA STEEL 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 PERIOD ENDED JUNE 30, 2021
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)**

Buyer	Property	Event Date	Transaction Amount	Payment Status	Counterparty	Relationship	Information on Previous Title Transfer if Counterparty is a Related Party				Pricing Reference	Purpose of Acquisition	Other Terms
							Property Owner	Relationship	Transaction Date	Amount			
China Ecotek Corporation	Land and buildings in Special Industrial Zone, Linyuan District, Kaohsiung City	2021.03.22	490,903	According to the contract	Natural person	-	-	-	-	-	Bargaining, according to the real estate appraisal report	Construction for own use	

CHINA STEEL 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 PERIOD ENDED JUNE 30, 2021
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)**

Buyer	Related Party	Relationship	Relationship			Abnormal Transaction		Notes/Accounts Receivable (Payable)		Note	
			Purchase/Sale	Amount	% of Total	Payment Terms	Unit Price	Payment Terms	Ending Balance		% of Total
China Steel Corporation	Chung Hung Steel Corporation	Subsidiary	Sales	(3,455,732)	(3)	Letter of credit/Receivables were collected after final acceptance	-		431,069	7	
China Steel Corporation	China Steel and Nippon Steel Vietnam Joint Stock Company	Subsidiary	Sales	(2,202,931)	(2)	Accounts receivable factoring agreements/Receivables were collected within 14 days after shipment date	-		157,108	2	
China Steel Corporation	China Steel Structure Co., Ltd.	Subsidiary	Sales	(1,817,767)	(2)	Letter of credit/Accounts received in advance before shipment date	-		70,421	1	
China Steel Corporation	China Steel Corporation India Pvt. Ltd.	Subsidiary	Sales	(1,360,199)	(1)	Accounts receivable factoring agreements	-		372,312	6	
China Steel Corporation	China Steel Precision Metals Kunshan Co., Ltd.	Subsidiary	Sales	(1,317,102)	(1)	Receivables were collected within 85 days after shipment date	-		546,570	8	
China Steel Corporation	Dragon Steel Corporation	Subsidiary	Sales	(1,129,739)	(1)	Receivables were collected within 5 days after shipment date	-		49,788	1	
China Steel Corporation	China Steel Chemical Corporation	Subsidiary	Sales	(1,096,211)	(1)	Letter of credit	-		186,111	3	
China Steel Corporation	China Steel Global Trading Corporation	Subsidiary	Sales	(897,010)	(1)	Receivables were collected within 10 days after shipment date	-		188,269	3	
China Steel Corporation	China Steel Precision Metals Qingdao Co., Ltd.	Subsidiary	Sales	(687,673)	(1)	Receivables were collected within 60 days after shipment date	-		314,556	5	
China Steel Corporation	CSGT Metals Vietnam Joint Stock Company	Subsidiary	Sales	(671,858)	(1)	Receivables were collected within 14 days after shipment date	-		16,831	-	
China Steel Corporation	CHC Resources Corporation	Subsidiary	Sales	(402,440)	-	Letter of credit	-		22,068	-	
China Steel Corporation	TSK Steel Company Limited	Affiliated enterprise	Sales	(343,706)	-	Letter of credit/Accounts received in advance before shipment date	-		-	-	
China Steel Corporation	CSBC Corporation, Taiwan	The Corporation as director of the board of related party	Sales	(335,913)	-	Accounts received in advance before shipment date	-		72,648	1	
China Steel Corporation	CSC Steel Sdn. Bhd.	Subsidiary	Sales	(327,829)	-	Receivables were collected within 14 days after shipment date	-		-	-	
China Steel Corporation	Rechi Refrigeration Dongguan Co, Ltd.	The Corporation as director of the board of related party's parent company	Sales	(202,988)	-	Receivables were collected after shipment date	-		-	-	
China Steel Corporation	CHANGCHUN CECK AUTO. PARTS. CO.,LTD	Other related parties	Sales	(139,012)	-	Receivables were collected within 85 days after shipment date	-		64,070	1	
China Steel Corporation	Fukuta Electric & Machinery Co., Ltd.	Affiliated enterprise	Sales	(102,192)	-	Letter of credit	-		-	-	
China Steel Corporation	Dragon Steel Corporation	Subsidiary	Service revenue and other operating revenue	(954,680)	(1)	By contract terms	-		59,536	1	

Buyer	Related Party	Relationship	Relationship				Abnormal Transaction		Notes/Accounts Receivable (Payable)		Note
			Purchase/Sale	Amount	% of Total	Payment Terms	Unit Price	Payment Terms	Ending Balance	% of Total	
China Steel Corporation	Tang Eng Iron Works Co., Ltd.	The Corporation as director of the board of related party	Service revenue and other operating revenue	(133,753)	-	By contract terms	-		8,142	-	
China Steel Corporation	Dragon Steel Corporation	Subsidiary	Purchases	10,946,145	14	Payment within 5 days after shipment date/Payment after final acceptance	-		(900,594)	(9)	
China Steel Corporation	China Steel Express Corporation	Subsidiary	Purchases	5,188,915	7	Payment against copy of B/L	-		(1,168,062)	(12)	
China Steel Corporation	C.S.Aluminium Corporation	Subsidiary	Purchases	1,245,226	2	Payment after final acceptance	-		(168,687)	(2)	
China Steel Corporation	CSE Transport Corporation	Subsidiary	Purchases	329,470	-	Payment against copy of B/L	-		(7,271)	-	
China Steel Corporation	HIMAG Magnetic Corporation	Subsidiary	Purchases	194,131	-	Payment after final acceptance	-		(54,031)	(1)	
China Steel Corporation	China Steel Global Trading Corporation	Subsidiary	Purchases	167,953	-	Payment after final acceptance	-		(29,347)	-	
Dragon Steel Corporation	China Steel Corporation	Parent company	Sales	(10,366,772)	(18)	Receivables were collected within 5 days after shipment date/Receivables were collected after final acceptance	-		575,833	18	
Dragon Steel Corporation	Chung Hung Steel Corporation	The same parent company	Sales	(7,339,568)	(13)	Letter of credit/Receivables were collected within 5 days after shipment date	-		785,516	24	
Dragon Steel Corporation	China Steel and Nippon Steel Vietnam Joint Stock Company	The same parent company	Sales	(4,532,208)	(8)	Receivables were collected within 5 days after shipment date	-		-	-	
Dragon Steel Corporation	CSC Steel Sdn. Bhd.	The same parent company	Sales	(2,338,019)	(4)	Receivables were collected within 5 days after shipment date	-		-	-	
Dragon Steel Corporation	China Steel Global Trading Corporation	The same parent company	Sales	(897,817)	(2)	Receivables were collected within 5 days after shipment date	-		152,631	5	
Dragon Steel Corporation	China Steel Structure Co., Ltd.	The same parent company	Sales	(740,480)	(1)	Letter of credit	-		45,395	1	
Dragon Steel Corporation	China Steel Chemical Corporation	The same parent company	Sales	(427,457)	(1)	Receivables were collected within 5 days after shipment date	-		13,439	-	
Dragon Steel Corporation	CHC Resources Corporation	The same parent company	Sales	(199,946)	-	Letter of credit	-		8,820	-	
Dragon Steel Corporation	CSGT Metals Vietnam Joint Stock Company	The same parent company	Sales	(136,709)	-	Receivables were collected within 5 days after shipment date	-		-	-	
Dragon Steel Corporation	China Steel Corporation	Parent company	Other operating revenue	(579,373)	(1)	Receivables were collected after final acceptance	-		391,228	12	
Dragon Steel Corporation	China Steel Express Corporation	The same parent company	Purchases	2,451,434	6	Payment against copy of B/L	-	NO THIRD - PARTY COULD BE COMPARED	(298,228)	(6)	
Dragon Steel Corporation	China Steel Corporation	Parent company	Purchases	1,720,345	4	Payment within 5 days after shipment date	-		(49,908)	(1)	
Dragon Steel Corporation	C.S.Aluminium Corporation	The same parent company	Purchases	463,001	1	Payment in advance/Payment within 30 days after final acceptance	-	NO THIRD - PARTY COULD BE COMPARED	(178,657)	(4)	
Dragon Steel Corporation	CSE Transport Corporation	The same parent company	Purchases	152,749	-	Payment against copy of B/L	-	NO THIRD - PARTY COULD BE COMPARED	(12,816)	-	
Betacera Inc.	Betacera (Su Zhou) Co., Ltd.	Subsidiary	Sales	(254,171)	(20)	Net 90 days from the end of the month of when invoice is issued	-		258,979	38	
Betacera Inc.	Betacera (Su Zhou) Co., Ltd.	Subsidiary	Purchases	674,691	59	Net 90 days from the end of the month of when invoice is issued	-		(215,885)	(41)	
Betacera Inc.	Suzhou Betacera Technology Co., Ltd.	Subsidiary	Purchases	187,839	17	Net 90 days from the end of the month of when invoice is issued	-		(97,350)	(19)	
Betacera (Su Zhou) Co., Ltd.	Betacera Inc.	Parent company	Sales	(675,278)	(85)	Net 90 days from the end of the month of when invoice is issued	-		215,703	81	

Buyer	Related Party	Relationship	Relationship			Abnormal Transaction		Notes/Accounts Receivable (Payable)		Note
			Purchase/Sale	Amount	% of Total	Payment Terms	Unit Price	Payment Terms	Ending Balance	
Betacera (Su Zhou) Co., Ltd.	Betacera Inc.	Parent company	Purchases	255,296	45	Net 90 days from the end of the month of when invoice is issued	-		(258,761)	(55)
Suzhou Betacera Technology Co., Ltd.	Betacera Inc.	Parent company	Sales	(188,466)	(100)	Net 90 days from the end of the month of when invoice is issued	-		97,268	99
China Steel Express Corporation	China Steel Corporation	Parent company	Service revenue	(5,491,667)	(57)	Payment after shipping document specified	-		1,190,567	67
China Steel Express Corporation	Dragon Steel Corporation	The same parent company	Service revenue	(2,708,552)	(28)	Payment after shipping document specified	-		359,193	20
China Steel Express Corporation	CHC Resources Corporation	The same parent company	Service revenue	(276,469)	(3)	Payment after shipping document specified	-		68,451	4
CSE Transport Corporation	China Steel Corporation	The ultimate parent of the company	Service revenue	(310,836)	(42)	Payment after shipping document specified	-		7,271	14
CSE Transport Corporation	Dragon Steel Corporation	The same parent company	Service revenue	(152,635)	(21)	Payment after shipping document specified	-		12,816	25
CSE Transport Corporation	China Steel Express Corporation	Parent company	Service revenue	(108,681)	(15)	Payment after shipping document specified	-		14,248	28
Kaoport Stevedoring Corporation	China Steel Corporation	The ultimate parent of the company	Service revenue	(102,603)	(63)	Receivable were collected within 30 working days against copy of B/L	-		7,972	48
C.S.Aluminium Corporation	China Steel Corporation	Parent company	Sales	(1,245,226)	(14)	Receivables were collected after final acceptance	-		168,687	16
C.S.Aluminium Corporation	Dragon Steel Corporation	The same parent company	Sales	(463,001)	(5)	Receivables were collected after final acceptance	-		178,657	17
CSC Steel Sdn. Bhd.	Dragon Steel Corporation	The same parent company	Purchases	2,352,206	50	Payment after shipping document specified	-		-	-
CSC Steel Sdn. Bhd.	Chung Hung Steel Corporation	The same parent company	Purchases	979,009	21	Payment after shipping document specified	-		-	-
CSC Steel Sdn. Bhd.	China Steel Global Trading Corporation	The same parent company	Purchases	554,745	12	Payment after shipping document specified	-		-	-
CSC Steel Sdn. Bhd.	China Steel Corporation	The ultimate parent of the company	Purchases	315,879	7	Payment after shipping document specified	-		-	-
China Steel Precision Metals Qingdao Co., Ltd.	Rechi Precision (Qingdao) Electric Machinery Limited	The parent company as the director of other related party's parent company	Sales	(342,561)	(56)	Net 7 days from invoice date/Net 30 days from invoice date	-	ES:Payment within 7 days after receipt of invoice; PO:Pay 180 days Banker's acceptance within 30 days after receipt of invoice	39,266	35
China Steel Precision Metals Qingdao Co., Ltd.	China Steel Corporation	The ultimate parent of the company	Purchases	693,293	100	60 days after B/L	-		(314,556)	(99)
Chung Hung Steel Corporation	CSC Steel Sdn. Bhd.	The same parent company	Sales	(1,011,576)	(4)	T/T within 7 working days against copy of B/L	-	NO SIGNIFICANT DIFFERENCE	-	-
Chung Hung Steel Corporation	China Steel Corporation	Parent company	Service revenue	(276,872)	(1)	T/T as the end of the month of when invoice is issued after final acceptance	-	NO THIRD - PARTY COULD BE COMPARED	33,120	3
Chung Hung Steel Corporation	Dragon Steel Corporation	The same parent company	Purchases	7,408,068	38	Letter of credit at sight	-	NO SIGNIFICANT DIFFERENCE	-	-
Chung Hung Steel Corporation	China Steel Corporation	Parent company	Purchases	3,518,759	18	Letter of credit at sight/Payment after final acceptance	-	NO SIGNIFICANT DIFFERENCE	(611,457)	(48)
Chung Hung Steel Corporation	China Steel Global Trading Corporation	The same parent company	Purchases	1,826,190	9	Letter of credit at sight/Payment after final acceptance	-	NO SIGNIFICANT DIFFERENCE	(173,148)	(14)
China Steel Chemical Corporation	Linyuan Advanced Materials Technology Co., Ltd.	Subsidiary of director of the board	Sales	(516,910)	(15)	Receivables are collected as the end of every month of when invoice is issued	-		107,314	19
China Steel Chemical Corporation	China Steel Corporation	Parent company	Purchases	1,090,612	51	Letter of credit at sight	-		(227,700)	(77)
China Steel Chemical Corporation	Formosa Ha Tinh Steel Corporation	Other related parties	Purchases	577,550	27	T/T before shipment date	-		(29,897)	(10)
China Steel Chemical Corporation	Dragon Steel Corporation	The same parent company	Purchases	427,457	20	Letter of credit at sight	-		-	-
China Steel Global Trading Corporation	CSC Steel Sdn. Bhd.	The same parent company	Sales	(586,580)	(7)	Receivables were collected after shipment date	-		1,121	-

Buyer	Related Party	Relationship	Relationship			Abnormal Transaction		Notes/Accounts Receivable (Payable)		Note	
			Purchase/Sale	Amount	% of Total	Payment Terms	Unit Price	Payment Terms	Ending Balance		% of Total
China Steel Global Trading Corporation	Chung Hung Steel Corporation	The same parent company	Sales	(431,994)	(5)	Receivables were collected after shipment date	-		173,148	25	
China Steel Global Trading Corporation	China Steel Corporation	Parent company	Sales	(167,953)	(2)	Receivables were collected after final acceptance	-		29,347	4	
China Steel Global Trading Corporation	China Steel Corporation	Parent company	Service revenue	(210,060)	(83)	By contract terms	-		33,432	5	
China Steel Global Trading Corporation	Formosa Ha Tinh Steel Corporation	Other related parties	Purchases	6,248,740	62	Payment from counter-party notice after shipping	-		(54,326)	(15)	
China Steel Global Trading Corporation	China Steel Corporation	Parent company	Purchases	1,805,242	18	Payment after shipment date	-		(188,269)	(52)	Note
China Steel Global Trading Corporation	Tang Eng Iron Works Co., Ltd.	The parent company as director of the board of related party	Purchases	205,476	2	Prepaid before shipment date	-		(69,480)	(19)	
CSGT Metals Vietnam Joint Stock Company	China Steel Corporation	The ultimate parent of the company	Purchases	813,949	52	Payment from counter-party notice after shipping	-		(16,831)	(11)	Note
CSGT Metals Vietnam Joint Stock Company	China Steel and Nippon Steel Vietnam Joint Stock Company	The same parent company	Purchases	548,255	38	Payment after shipment date	-		(125,992)	(82)	
CHC Resources Corporation	TAIWAN CEMENT CORPORATION	Director of the board	Sales	(323,411)	(7)	Net 60 days from the end of the month of when invoice is issued	-	Credit policy for sales to non-related parties starts from bill of lading date, and the payment term has no significant difference from the term of related parties.	127,686	14	
CHC Resources Corporation	YA TUNG READY-MIXED CONCRETE CORP.	Subsidiary of director of the board	Sales	(216,006)	(4)	Net 60 days from the end of the month of when invoice is issued	-	Credit policy for sales to non-related parties starts from bill of lading date, and the payment term has no significant difference from the term of related parties.	51,690	5	
CHC Resources Corporation	Universal Cement Corporation	Director of the board	Sales	(102,239)	(2)	Net 60 days from the end of the month of when invoice is issued	-	Credit policy for sales to non-related parties starts from bill of lading date, and the payment term has no significant difference from the term of related parties.	33,643	4	
CHC Resources Corporation	China Steel Corporation	Parent company	Service revenue	(1,206,556)	(25)	Net 60 days from the end of the month of when invoice is issued	-	Credit policy for sales to non-related parties starts from bill of lading date, and the payment term has no significant difference from the term of related parties.	156,069	17	
CHC Resources Corporation	Dragon Steel Corporation	The same parent company	Service revenue	(694,075)	(14)	Net 30-70 days from the end of the month of when invoice is issued	-	Credit policy for sales to non-related parties starts from bill of lading date, and the payment term has no significant difference from the term of related parties.	170,421	18	
CHC Resources Corporation	China Steel Resources Corporation	The same parent company	Service revenue	(242,301)	(5)	By contract terms	-	Credit policy for sales to non-related parties starts from bill of lading date, and the payment term has no significant difference from the term of related parties.	83,786	9	

Buyer	Related Party	Relationship	Relationship			Abnormal Transaction		Notes/Accounts Receivable (Payable)		Note
			Purchase/Sale	Amount	% of Total	Payment Terms	Unit Price	Payment Terms	Ending Balance	
CHC Resources Corporation	China Steel Corporation	Parent company	Purchases	412,788	26	Letter of credit	-	Credit policy for sales to non-related parties starts from bill of lading date, and the payment term has no significant difference from the term of related parties.	(22,068)	(13)
CHC Resources Corporation	Chung Hung Steel Corporation	The same parent company	Purchases	220,086	14	Letter of credit	-	Credit policy for sales to non-related parties starts from bill of lading date, and the payment term has no significant difference from the term of related parties.	(41,942)	(24)
CHC Resources Corporation	Dragon Steel Corporation	The same parent company	Purchases	199,929	13	Letter of credit	-	Credit policy for sales to non-related parties starts from bill of lading date, and the payment term has no significant difference from the term of related parties.	(9,413)	(5)
CHC Resources Corporation	Formosa Ha Tinh Steel Corporation	Other related parties	Purchases	125,733	8	Prepaid before shipping	-	Credit policy for sales to non-related parties starts from bill of lading date, and the payment term has no significant difference from the term of related parties.	-	-
Union Steel Development Corporation	CHC Resources Corporation	Parent company	Service revenue	(154,734)	(52)	Net 60 days from the end of the month of when invoice is issued	-		33,728	42
CHC Resources Vietnam Co., Ltd	Formosa Ha Tinh Steel Corporation	Other related parties	Purchases	158,677	93	Prepaid before shipment date	-		-	-
InfoChamp Systems Corporation	China Steel Corporation	Parent company	Service revenue	(427,692)	(46)	Receivables were collected within 30 days after shipment date	-		71,307	18
China Steel Structure Co., Ltd.	China Steel Corporation	Parent company	Service revenue	(194,397)	(4)	Contractual period	-		35,204	3
China Steel Structure Co., Ltd.	China Steel Corporation	Parent company	Construction revenue	(294,066)	(5)	Contractual period	-		42,593	4
China Steel Structure Co., Ltd.	Dragon Steel Corporation	The same parent company	Construction revenue	(175,513)	(3)	Contractual period	-		3,191	-
China Steel Structure Co., Ltd.	China Steel Corporation	Parent company	Purchases	1,926,297	60	Letter of credit/Prepaid before shipment date	-	Payment 7th of next month after accept supplier invoice.	(77,059)	(5)
China Steel Structure Co., Ltd.	Dragon Steel Corporation	The same parent company	Purchases	741,355	23	Letter of credit	-	Payment 7th of next month after accept supplier invoice.	(38,774)	(2)
United Steel Engineering & Construction Corporation	China Steel Corporation	The ultimate parent of the company	Construction revenue	(413,572)	(25)	Contractual period	-		58,034	42
United Steel Engineering & Construction Corporation	Dragon Steel Corporation	The same parent company	Construction revenue	(172,655)	(11)	Contractual period	-		26,187	19
China Ecotek Corporation	China Steel Corporation	Parent company	Construction revenue	(2,791,775)	(69)	Contractual period	-		935,983	79
China Ecotek Corporation	Dragon Steel Corporation	The same parent company	Construction revenue	(608,196)	(15)	Contractual period	-		95,716	8
China Ecotek Corporation	China Steel Machinery Corporation	The same parent company	Purchases	143,997	4	Contractual period	-		(18,711)	(3)
China Steel Security Corporation	China Steel Corporation	Parent company	Service revenue	(190,267)	(27)	By contract terms	-		12,978	9
Steel Castle Technology Corporation	China Steel Corporation	The ultimate parent of the company	Service revenue	(295,005)	(47)	By contract terms	-		42,223	35
HIMAG Magnetic Corporation	China Steel Corporation	Parent company	Sales	(195,798)	(35)	Receivables were collected within 10 days after shipment date	-		54,072	33
China Steel Machinery Corporation	China Steel Corporation	Parent company	Construction revenue	(1,964,417)	(63)	Payment after final acceptance	-		270,825	68
China Steel Machinery Corporation	Dragon Steel Corporation	The same parent company	Construction revenue	(213,430)	(7)	Payment after final acceptance	-		23,859	6

Buyer	Related Party	Relationship	Relationship			Abnormal Transaction		Notes/Accounts Receivable (Payable)		Note	
			Purchase/Sale	Amount	% of Total	Payment Terms	Unit Price	Payment Terms	Ending Balance		% of Total
China Steel and Nippon Steel Vietnam Joint Stock Company	NIPPON STEEL & SUMIKIN SALES VIETNAM COMPANY LIMITED	Other related parties	Sales	(878,808)	(7)	Accounts receivable, 10 days term	-		36,915	2	
China Steel and Nippon Steel Vietnam Joint Stock Company	NS BlueScope (Vietnam) Limited	Other related parties	Sales	(622,943)	(5)	Accounts receivable, 60 days term	-		232,429	14	
China Steel and Nippon Steel Vietnam Joint Stock Company	CSGT Metals Vietnam Joint Stock Company	The same parent company	Sales	(606,741)	(5)	Accounts receivable, 30 days term	-		127,789	8	
China Steel and Nippon Steel Vietnam Joint Stock Company	Nippon Steel Trading Vietnam Co., Ltd.	Other related parties	Sales	(156,154)	(1)	Accounts receivable, 10 days term	-		6,386	-	
China Steel and Nippon Steel Vietnam Joint Stock Company	China Steel Corporation	Parent company	Purchases	6,871,903	62	14 days after B/L	-		(348,835)	(10)	Note
China Steel and Nippon Steel Vietnam Joint Stock Company	NIPPON STEEL TRADING CORPORATION	Other related parties	Purchases	3,523,480	32	14 days after B/L	-		(251,319)	(7)	
China Steel and Nippon Steel Vietnam Joint Stock Company	Formosa Ha Tinh Steel Corporation	Other related parties	Purchases	605,636	6	08 days after B/L	-		-	-	
China Steel Corporation India Pvt. Ltd.	China Steel Corporation	Parent company	Purchases	1,363,266	98	Payment to the bank after the Corporation's shipment date	-		-	-	
Kaohsiung Rapid Transit Corporation	China Steel Corporation	Parent company	Service revenue	(110,120)	(11)	Net 15 days from the end of the month of when invoice is issued	-		47,859	13	
China Steel Resources Corporation	China Steel Corporation	Parent company	Sales	(318,886)	(100)	Net 60 days from the end of the month of when invoice is issued	-		55,545	100	
China Steel Precision Metals Kunshan Co., Ltd.	China Steel Corporation	The ultimate parent of the company	Purchases	1,324,980	98	Payment within 85 days after shipment date	-		(546,570)	(97)	

Note: Purchase amount includes the Corporation's sales commitment to Dragon Steel Corporation.

CHINA STEEL CORPORATION AND SUBSIDIARIES

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

JUNE 30, 2021

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

Company Name	Related Party	Relationship	Ending Balance	Turnover Rate	Overdue		Amount Received in Subsequent Period	Allowance for Impairment Loss	Note
					Amount	Actions Taken			
China Steel Corporation	C.S.Aluminium Corporation	Subsidiary	3,614,399	-	-		223	-	Note
China Steel Corporation	Sing Da Marine Structure Corporation	Subsidiary	1,000,416	-	-		-	-	Note
China Steel Corporation	China Steel Resources Corporation	Subsidiary	970,693	-	-		-	-	Note
China Steel Corporation	Kaohsiung Rapid Transit Corporation	Subsidiary	701,064	-	-		-	-	Note
China Steel Corporation	China Steel Precision Metals Kunshan Co., Ltd.	Subsidiary	546,570	4	-		19,715	-	
China Steel Corporation	Chung Hung Steel Corporation	Subsidiary	451,635	26	-		30,588	-	
China Steel Corporation	China Steel Corporation India Pvt. Ltd.	Subsidiary	372,312	8	-		372,312	-	
China Steel Corporation	China Steel and Nippon Steel Vietnam Joint Stock Company	Subsidiary	321,204	-	-		149,376	-	Note
China Steel Corporation	China Steel Precision Metals Qingdao Co., Ltd.	Subsidiary	315,771	6	-		124,086	-	
China Steel Corporation	Chung Hung Steel Corporation	Subsidiary	217,981	-	-		161,452	-	Note
China Steel Corporation	China Steel Chemical Corporation	Subsidiary	214,897	13	-		170,770	-	
China Steel Corporation	China Steel Global Trading Corporation	Subsidiary	188,269	15	-		24,489	-	
China Steel Corporation	China Steel and Nippon Steel Vietnam Joint Stock Company	Subsidiary	165,431	51	-		157,108	-	
China Steel Corporation	Dragon Steel Corporation	Subsidiary	109,324	27	-		109,324	-	
Dragon Steel Corporation	China Steel Corporation	Parent company	967,061	35	-		567,415	-	
Dragon Steel Corporation	Chung Hung Steel Corporation	The same parent company	785,516	29	-		420,521	-	
Dragon Steel Corporation	China Steel Corporation	Parent company	271,041	-	-		-	-	Note
Dragon Steel Corporation	China Steel Global Trading Corporation	The same parent company	152,631	23	-		152,631	-	
Betacera Inc.	Betacera (Su Zhou) Co., Ltd.	Subsidiary	258,979	3	46,451	Receivable on demand	-	-	
Betacera (Su Zhou) Co., Ltd.	Betacera Inc.	Parent company	216,455	7	-		-	-	
China Steel Express Corporation	China Steel Corporation	Parent company	1,190,567	13	-		-	-	
China Steel Express Corporation	Dragon Steel Corporation	The same parent company	359,193	17	-		-	-	
C.S.Aluminium Corporation	Dragon Steel Corporation	The same parent company	178,657	8	-		-	-	
C.S.Aluminium Corporation	China Steel Corporation	Parent company	168,687	14	-		-	-	
China Prosperity Development Corporation	China Steel Corporation	Parent company	1,602,174	-	-		-	-	Note
China Steel Chemical Corporation	Linyuan Advanced Materials Technology Co., Ltd.	Subsidiary of director of the board	107,314	10	-		-	-	
Ever Wealthy International Corporation	Changzhou China Steel New Materials Technology Co., Ltd.	Subsidiary	106,637	-	-		-	-	Note
Formosa Ha Tinh CSCC (Cayman) International Limited	Formosa Ha Tinh (Cayman) Limited	Other related parties	195,020	-	-		-	-	Note
Formosa Ha Tinh CSCC (Cayman) International Limited	China Steel Chemical Corporation	Parent company	195,020	-	-		-	-	Note
China Steel Global Trading Corporation	Chung Hung Steel Corporation	The same parent company	173,742	8	-		167,856	-	
CHC Resources Corporation	Dragon Steel Corporation	The same parent company	170,421	9	-		-	-	
CHC Resources Corporation	China Steel Corporation	Parent company	156,069	13	-		-	-	
CHC Resources Corporation	TAIWAN CEMENT CORPORATION	Director of the board	127,686	6	495	Receivable on demand	-	-	
China Ecotek Corporation	China Steel Corporation	Parent company	935,983	7	-		651,096	-	
China Steel Machinery Corporation	China Steel Corporation	Parent company	270,825	9	-		73,967	-	
China Steel and Nippon Steel Vietnam Joint Stock Company	NS BlueScope (Vietnam) Limited	Other related parties	232,429	1	-		62,684	-	
China Steel and Nippon Steel Vietnam Joint Stock Company	CSGT Metals Vietnam Joint Stock Company	The same parent company	127,789	2	-		40,311	-	
CSC Precision Metal Industrial Corporation	China Steel Corporation	Parent company	100,220	-	-		-	-	Note

Note: Other receivables.

CHINA STEEL CORPORATION AND SUBSIDIARIES

INTERCOMPANY RELATIONSHIPS AND SIGNIFICANT INTERCOMPANY TRANSACTIONS
 FOR THE PERIOD ENDED JUNE 30, 2021
 (In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

No.	Investee Company	Counterparty	Relationship (Note 1)	Transaction Details			% of Total sales or Assets
				Financial Statement Accounts	Amount	Payment Terms	
0	China Steel Corporation	Chung Hung Steel Corporation	1	Sales	3,455,732	Letter of credit/Receivables were collected after final acceptance	2
0	China Steel Corporation	China Steel and Nippon Steel Vietnam Joint Stock Company	1	Sales	2,202,931	Accounts receivable factoring agreements/Receivables were collected within 14 days after shipment date	1
0	China Steel Corporation	China Steel Structure Co., Ltd.	1	Sales	1,817,767	Letter of credit/Accounts received in advance before shipment date	1
0	China Steel Corporation	China Steel Corporation India Pvt. Ltd.	1	Sales	1,360,199	Accounts receivable factoring agreements	1
0	China Steel Corporation	China Steel Precision Metals Kunshan Co., Ltd.	1	Sales	1,317,102	Receivables were collected within 85 days after shipment date	1
0	China Steel Corporation	Dragon Steel Corporation	1	Sales	1,129,739	Receivables were collected within 5 days after shipment date	1
0	China Steel Corporation	China Steel Chemical Corporation	1	Sales	1,096,211	Letter of credit	1
0	China Steel Corporation	China Steel Global Trading Corporation	1	Sales	897,010	Receivables were collected within 10 days after shipment date	-
0	China Steel Corporation	China Steel Precision Metals Qingdao Co., Ltd.	1	Sales	687,673	Receivables were collected within 60 days after shipment date	-
0	China Steel Corporation	CSGT Metals Vietnam Joint Stock Company	1	Sales	671,858	Receivables were collected within 14 days after shipment date	-
0	China Steel Corporation	CHC Resources Corporation	1	Sales	402,440	Letter of credit	-
0	China Steel Corporation	CSC Steel Sdn. Bhd.	1	Sales	327,829	Receivables were collected within 14 days after shipment date	-
0	China Steel Corporation	Dragon Steel Corporation	1	Service revenue and other operating revenue	954,680	By contract terms	-
0	China Steel Corporation	Dragon Steel Corporation	1	Purchases	10,946,145	Payment within 5 days after shipment date/Payment after final acceptance	5
0	China Steel Corporation	China Steel Express Corporation	1	Purchases	5,188,915	Payment against copy of B/L	2
0	China Steel Corporation	C.S.Aluminium Corporation	1	Purchases	1,245,226	Payment after final acceptance	1
0	China Steel Corporation	CSE Transport Corporation	1	Purchases	329,470	Payment against copy of B/L	-
0	China Steel Corporation	HIMAG Magnetic Corporation	1	Purchases	194,131	Payment after final acceptance	-
0	China Steel Corporation	China Steel Global Trading Corporation	1	Purchases	167,953	Payment after final acceptance	-

No.	Investee Company	Counterparty	Relationship (Note 1)	Transaction Details			% of Total sales or Assets
				Financial Statement Accounts	Amount	Payment Terms	
1	Dragon Steel Corporation	China Steel Corporation	2	Sales	10,366,772	Receivables were collected within 5 days after shipment date/Receivables were collected after final acceptance	5
1	Dragon Steel Corporation	Chung Hung Steel Corporation	3	Sales	7,339,568	Letter of credit/Receivables were collected within 5 days after shipment date	3
1	Dragon Steel Corporation	China Steel and Nippon Steel Vietnam Joint Stock Company	3	Sales	4,532,208	Receivables were collected within 5 days after shipment date	2
1	Dragon Steel Corporation	CSC Steel Sdn. Bhd.	3	Sales	2,338,019	Receivables were collected within 5 days after shipment date	1
1	Dragon Steel Corporation	China Steel Global Trading Corporation	3	Sales	897,817	Receivables were collected within 5 days after shipment date	-
1	Dragon Steel Corporation	China Steel Structure Co., Ltd.	3	Sales	740,480	Letter of credit	-
1	Dragon Steel Corporation	China Steel Chemical Corporation	3	Sales	427,457	Receivables were collected within 5 days after shipment date	-
1	Dragon Steel Corporation	CHC Resources Corporation	3	Sales	199,946	Letter of credit	-
1	Dragon Steel Corporation	CSGT Metals Vietnam Joint Stock Company	3	Sales	136,709	Receivables were collected within 5 days after shipment date	-
1	Dragon Steel Corporation	China Steel Corporation	2	Other operating revenue	579,373	Receivables were collected after final acceptance	-
1	Dragon Steel Corporation	China Steel Express Corporation	3	Purchases	2,451,434	Payment against copy of B/L	1
1	Dragon Steel Corporation	China Steel Corporation	2	Purchases	1,720,345	Payment within 5 days after shipment date	1
1	Dragon Steel Corporation	C.S.Aluminium Corporation	3	Purchases	463,001	Payment in advance/Payment within 30 days after final acceptance	-
1	Dragon Steel Corporation	CSE Transport Corporation	3	Purchases	152,749	Payment against copy of B/L	-
2	Betacera Inc.	Betacera (Su Zhou) Co., Ltd.	1	Sales	254,171	Net 90 days from the end of the month of when invoice is issued	-
2	Betacera Inc.	Betacera (Su Zhou) Co., Ltd.	1	Purchases	674,691	Net 90 days from the end of the month of when invoice is issued	-
2	Betacera Inc.	Suzhou Betacera Technology Co., Ltd.	1	Purchases	187,839	Net 90 days from the end of the month of when invoice is issued	-
3	Betacera (Su Zhou) Co., Ltd.	Betacera Inc.	2	Sales	675,278	Net 90 days from the end of the month of when invoice is issued	-
3	Betacera (Su Zhou) Co., Ltd.	Betacera Inc.	2	Purchases	255,296	Net 90 days from the end of the month of when invoice is issued	-
4	Suzhou Betacera Technology Co., Ltd.	Betacera Inc.	2	Sales	188,466	Net 90 days from the end of the month of when invoice is issued	-

No.	Investee Company	Counterparty	Relationship (Note 1)	Transaction Details			% of Total sales or Assets
				Financial Statement Accounts	Amount	Payment Terms	
5	China Steel Express Corporation	China Steel Corporation	2	Service revenue	5,491,667	Payment after shipping document specified	3
5	China Steel Express Corporation	Dragon Steel Corporation	3	Service revenue	2,708,552	Payment after shipping document specified	1
5	China Steel Express Corporation	CHC Resources Corporation	3	Service revenue	276,469	Payment after shipping document specified	-
6	CSE Transport Corporation	China Steel Corporation	2	Service revenue	310,836	Payment after shipping document specified	-
6	CSE Transport Corporation	Dragon Steel Corporation	3	Service revenue	152,635	Payment after shipping document specified	-
6	CSE Transport Corporation	China Steel Express Corporation	2	Service revenue	108,681	Payment after shipping document specified	-
7	Kaoport Stevedoring Corporation	China Steel Corporation	2	Service revenue	102,603	Receivable were collected within 30 working days against copy of B/L	-
8	C.S.Aluminium Corporation	China Steel Corporation	2	Sales	1,245,226	Receivables were collected after final acceptance	1
8	C.S.Aluminium Corporation	Dragon Steel Corporation	3	Sales	463,001	Receivables were collected after final acceptance	-
9	CSC Steel Sdn. Bhd.	Dragon Steel Corporation	3	Purchases	2,352,206	Payment after shipping document specified	1
9	CSC Steel Sdn. Bhd.	Chung Hung Steel Corporation	3	Purchases	979,009	Payment after shipping document specified	-
9	CSC Steel Sdn. Bhd.	China Steel Global Trading Corporation	3	Purchases	554,745	Payment after shipping document specified	-
9	CSC Steel Sdn. Bhd.	China Steel Corporation	2	Purchases	315,879	Payment after shipping document specified	-
10	China Steel Precision Metals Qingdao Co., Ltd.	China Steel Corporation	2	Purchases	693,293	60 days after B/L	-
11	Chung Hung Steel Corporation	CSC Steel Sdn. Bhd.	3	Sales	1,011,576	T/T within 7 working days against copy of B/L	-
11	Chung Hung Steel Corporation	China Steel Corporation	2	Service revenue	276,872	T/T as the end of the month of when invoice is issued after final acceptance	-
11	Chung Hung Steel Corporation	Dragon Steel Corporation	3	Purchases	7,408,068	Letter of credit at sight	3
11	Chung Hung Steel Corporation	China Steel Corporation	2	Purchases	3,518,759	Letter of credit at sight/Payment after final acceptance	2
11	Chung Hung Steel Corporation	China Steel Global Trading Corporation	3	Purchases	1,826,190	Letter of credit at sight/Payment after final acceptance	1
12	China Steel Chemical Corporation	China Steel Corporation	2	Purchases	1,090,612	Letter of credit at sight	1
12	China Steel Chemical Corporation	Dragon Steel Corporation	3	Purchases	427,457	Letter of credit at sight	-
13	China Steel Global Trading Corporation	CSC Steel Sdn. Bhd.	3	Sales	586,580	Receivables were collected after shipment date	-
13	China Steel Global Trading Corporation	Chung Hung Steel Corporation	3	Sales	431,994	Receivables were collected after shipment date	-
13	China Steel Global Trading Corporation	China Steel Corporation	2	Sales	167,953	Receivables were collected after final acceptance	-

No.	Investee Company	Counterparty	Relationship (Note 1)	Transaction Details			% of Total ales or Assets
				Financial Statement Accounts	Amount	Payment Terms	
13	China Steel Global Trading Corporation	China Steel Corporation	2	Service revenue	210,060	By contract terms	-
13	China Steel Global Trading Corporation	China Steel Corporation	2	Purchases (Note 2)	1,805,242	Payment after shipment date	1
14	CSGT Metals Vietnam Joint Stock Company	China Steel Corporation	2	Purchases (Note 2)	813,949	Payment from counter-party notice after shipping	-
14	CSGT Metals Vietnam Joint Stock Company	China Steel and Nippon Steel Vietnam Joint Stock Company	3	Purchases	548,255	Payment after shipment date	-
15	CHC Resources Corporation	China Steel Corporation	2	Service revenue	1,206,556	Net 60 days from the end of the month of when invoice is issued	1
15	CHC Resources Corporation	Dragon Steel Corporation	3	Service revenue	694,075	Net 30~70 days from the end of the month of when invoice is issued	-
15	CHC Resources Corporation	China Steel Resources Corporation	3	Service revenue	242,301	By contract terms	-
15	CHC Resources Corporation	China Steel Corporation	2	Purchases	412,788	Letter of credit	-
15	CHC Resources Corporation	Chung Hung Steel Corporation	3	Purchases	220,086	Letter of credit	-
15	CHC Resources Corporation	Dragon Steel Corporation	3	Purchases	199,929	Letter of credit	-
16	Union Steel Development Corporation	CHC Resources Corporation	2	Service revenue	154,734	Net 60 days from the end of the month of when invoice is issued	-
17	InfoChamp Systems Corporation	China Steel Corporation	2	Service revenue	427,692	Receivables were collected within 30 days after shipment date	-
18	China Steel Structure Co., Ltd.	China Steel Corporation	2	Service revenue	194,397	Contractual period	-
18	China Steel Structure Co., Ltd.	China Steel Corporation	2	Construction revenue	294,066	Contractual period	-
18	China Steel Structure Co., Ltd.	Dragon Steel Corporation	3	Construction revenue	175,513	Contractual period	-
18	China Steel Structure Co., Ltd.	China Steel Corporation	2	Purchases	1,926,297	Letter of credit/Prepaid before shipment date	1
18	China Steel Structure Co., Ltd.	Dragon Steel Corporation	3	Purchases	741,355	Letter of credit	-
19	United Steel Engineering & Construction Corporation	China Steel Corporation	2	Construction revenue	413,572	Contractual period	-
19	United Steel Engineering & Construction Corporation	Dragon Steel Corporation	3	Construction revenue	172,655	Contractual period	-
20	China Ecotek Corporation	China Steel Corporation	2	Construction revenue	2,791,775	Contractual period	1
20	China Ecotek Corporation	Dragon Steel Corporation	3	Construction revenue	608,196	Contractual period	-
20	China Ecotek Corporation	China Steel Machinery Corporation	3	Purchases	143,997	Contractual period	-
21	China Steel Security Corporation	China Steel Corporation	2	Service revenue	190,267	By contract terms	-
22	Steel Castle Technology Corporation	China Steel Corporation	2	Service revenue	295,005	By contract terms	-
23	HIMAG Magnetic Corporation	China Steel Corporation	2	Sales	195,798	Receivables were collected within 10 days after shipment date	-
24	China Steel Machinery Corporation	China Steel Corporation	2	Construction revenue	1,964,417	Payment after final acceptance	1
24	China Steel Machinery Corporation	Dragon Steel Corporation	3	Construction revenue	213,430	Payment after final acceptance	-
25	China Steel and Nippon Steel Vietnam Joint Stock Company	CSGT Metals Vietnam Joint Stock Company	3	Sales	606,741	Accounts receivable, 30 days term	-
25	China Steel and Nippon Steel Vietnam Joint Stock Company	China Steel Corporation	2	Purchases (Note 2)	6,871,903	14 days after B/L	3

No.	Investee Company	Counterparty	Relationship (Note 1)	Transaction Details			% of Total sales or Assets
				Financial Statement Accounts	Amount	Payment Terms	
26	China Steel Corporation India Pvt. Ltd.	China Steel Corporation	2	Purchases	1,363,266	Payment to the bank after the Corporation's shipment date	1
27	Kaohsiung Rapid Transit Corporation	China Steel Corporation	2	Service revenue	110,120	Net 15 days from the end of the month of when invoice is issued	-
28	China Steel Resources Corporation	China Steel Corporation	2	Sales	318,886	Net 60 days from the end of the month of when invoice is issued	-
29	China Steel Precision Metals Kunshan Co., Ltd.	China Steel Corporation	2	Purchases	1,324,980	Payment within 85 days after shipment date	1

Note 1: The relationships with counterparties are as follows:

- 1) Parent to subsidiaries
- 2) Subsidiaries to parent
- 3) Subsidiaries to subsidiaries

Note 2: Purchase amount includes the Corporation's sales commitment to Dragon Steel Corporation.

CHINA STEEL CORPORATION AND SUBSIDIARIES

INFORMATION ON INVESTEEES

FOR THE PERIOD ENDED JUNE 30, 2021

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

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		As of June 30, 2021			Net Income (Loss) of the Investee	Share of Profit (Loss)	Note
				June 30, 2021	June 30, 2020	Number of Shares	%	Carrying Amount			
China Steel Corporation	Chung Hung Steel Corporation	Republic of China	Manufacture and sale of steel products	5,539,872	5,539,872	582,673,153	41	7,695,345	3,980,844	1,606,799	Subsidiary
China Steel Corporation	China Steel Chemical Corporation	Republic of China	Manufacture of coal chemistry and speciality chemical	334,285	334,285	68,787,183	29	1,922,791	524,551	153,368	Subsidiary
China Steel Corporation	China Steel Structure Co., Ltd.	Republic of China	Manufacture and sale of products of steel structure	1,024,194	1,024,194	66,487,844	33	1,216,166	163,477	79,754	Subsidiary
China Steel Corporation	China Ecotek Corporation	Republic of China	Environmental engineering, M&E engineering, and O&M engineering	554,268	554,268	55,393,138	45	1,033,261	206,647	32,520	Subsidiary
China Steel Corporation	CHC Resources Corporation	Republic of China	Manufacture and sale of GBFS powder and slag cement, air-cooled BFS and BOFS, surveys and remediation of soil and groundwater, intermediate solidification, reutilization of resources	261,677	261,677	49,289,597	20	975,557	368,368	73,229	Subsidiary
China Steel Corporation	Dragon Steel Corporation	Republic of China	Hot-rolled products, H beams, billets, flat steels	95,779,069	95,779,069	8,612,586,123	100	102,420,276	6,719,265	6,340,992	Subsidiary
China Steel Corporation	CSC Steel Australia Holdings Pty Ltd	Australia	General investment	17,359,623	17,359,623	594,638	100	21,294,340	1,353,675	1,353,675	Subsidiary
China Steel Corporation	China Steel Express Corporation	Republic of China	Shipping services for raw materials	2,504,071	2,504,071	422,545,250	100	10,505,859	1,374,184	1,142,209	Subsidiary
China Steel Corporation	Gains Investment Corporation	Republic of China	General investment	4,999,940	4,999,940	559,375,112	100	8,424,246	231,401	231,391	Subsidiary
China Steel Corporation	C.S.Aluminium Corporation	Republic of China	Production and sale of aluminum and non-ferrous metal products	3,922,801	3,922,801	840,122,049	100	7,764,855	207,946	194,853	Subsidiary
China Steel Corporation	China Steel and Nippon Steel Vietnam Joint Stock Company	Vietnam	Manufacture and sale of steel products	9,651,239	9,651,239	514,304,000	56	6,763,404	1,718,837	962,549	Subsidiary
China Steel Corporation	China Prosperity Development Corporation	Republic of China	Real estate development	4,749,938	4,749,938	509,802,912	100	5,360,308	729,594	729,916	Subsidiary
China Steel Corporation	China Steel Asia Pacific Holdings Pte Ltd	Singapore	Holding and investment	6,516,988	6,516,988	191,065,407	100	4,267,727	186,262	185,821	Subsidiary
China Steel Corporation	China Steel Global Trading Corporation	Republic of China	Buy and sell, and act as an agency for steel products	309,502	309,502	78,827,362	100	2,384,174	340,175	340,176	Subsidiary
China Steel Corporation	Kaohsiung Rapid Transit Corporation	Republic of China	Mass Rapid Transit service	4,031,501	4,031,501	120,799,811	43	1,224,211	1,216	459	Subsidiary
China Steel Corporation	China Steel Power Holding Corporation	Republic of China	General investment	1,369,860	1,023,060	136,986,000	51	1,169,325	(69,765)	(35,580)	Subsidiary
China Steel Corporation	China Steel Corporation India Pvt. Ltd.	India	Electrical steel	3,795,159	3,795,159	253,567,202	100	1,058,203	393,182	393,182	Subsidiary
China Steel Corporation	CSC Solar Corporation	Republic of China	Solar energy generation	959,200	959,200	95,920,000	55	1,021,222	77,884	43,181	Subsidiary
China Steel Corporation	China Steel Resources Corporation	Republic of China	Other non-metallic mineral products manufacturing	981,120	981,120	98,112,000	100	994,170	5,521	5,846	Subsidiary
China Steel Corporation	InfoChamp Systems Corporation	Republic of China	ERP systems automation control systems service	357,602	357,602	41,465,634	100	831,315	93,275	48,297	Subsidiary
China Steel Corporation	China Steel Machinery Corporation	Republic of China	Manufacture and sale of products for iron and steel equipment, vehicle transportation equipment, power generation and other mechanical equipment	591,748	591,748	100,066,400	74	813,449	172,346	25,825	Subsidiary
China Steel Corporation	Sing Da Marine Structure Corporation	Republic of China	Foundation of offshore wind power	3,421,000	3,421,000	342,100,000	100	562,225	(489,833)	(489,814)	Subsidiary
China Steel Corporation	China Steel Security Corporation	Republic of China	On-site security, systematic security	149,940	149,940	25,036,986	100	476,260	54,302	54,552	Subsidiary
China Steel Corporation	HIMAG Magnetic Corporation	Republic of China	Production and sale of industrial magnetic, chemical, and iron oxides	389,497	389,497	19,183,286	69	404,699	39,945	27,688	Subsidiary
China Steel Corporation	United Steel International Co., Ltd.	Samoa	Holding and investment	269,141	269,141	12,000,000	80	350,925	79,583	63,667	Subsidiary
China Steel Corporation	CSC Precision Metal Industrial Corporation	Republic of China	Other non-ferrous metal basic industries	322,500	322,500	32,250,000	100	303,752	(1,951)	(1,948)	Subsidiary
China Steel Corporation	China Steel Management Consulting Corporation	Republic of China	Business management and management consulting services	15,144	15,144	999,993	100	15,972	1,014	1,014	Subsidiary

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		As of June 30, 2021			Net Income (Loss) of the Investee	Share of Profit (Loss)	Note
				June 30, 2021	June 30, 2020	Number of Shares	%	Carrying Amount			
China Steel Corporation	China Steel Power Corporation	Republic of China	Offshore Wind Power Generation	-	-	10	-	-	(69,355)	-	Subsidiary
China Steel Corporation	Taiwan Rolling Stock Co., Ltd.	Republic of China	Manufacture of railway vehicles	970,044	970,044	95,527,811	48	951,004	(53,282)	(25,448)	Associate
China Steel Corporation	Kaohsiung Arena Development Corporation	Republic of China	Development of competitive and leisure sports	450,000	450,000	45,000,000	18	545,808	88,221	15,880	Associate
China Steel Corporation	Honley Auto. Parts Co., Ltd.	Republic of China	Manufacture of automotive components	590,876	590,876	59,087,570	35	377,110	(71,244)	(25,035)	Associate
China Steel Corporation	Hsin Hsin Cement Enterprise Corporation	Republic of China	Cement manufacturing, nonmetallic mining, cement and concrete mixing manufacturing	320,929	320,929	28,658,729	31	371,288	10,404	4,417	Associate
China Steel Corporation	Dyna Rechi Co., Ltd.	Republic of China	Production and marketing of Brushless DC Motor (BLDCM)	400,000	400,000	40,000,000	23	259,837	(70,921)	(16,631)	Associate
China Steel Corporation	Eminent II Venture Capital Corporation	Republic of China	General investment	300,000	300,000	30,000,000	46	240,482	12,678	5,864	Associate
China Steel Corporation	Overseas Investment & Development Corporation	Republic of China	General investment	50,000	50,000	5,000,000	6	55,294	80,824	4,491	Associate
China Steel Corporation	TaiAn Technologies Corporation	Republic of China	Bio-Tech consultants and management	7,629	7,629	1,666,700	17	22,184	8,003	1,333	Associate
Chung Hung Steel Corporation	Transglory Investment Corporation	Republic of China	General investment	2,001,152	2,001,152	306,824,279	41	4,270,511	(5,754)	-	Subsidiary
Chung Hung Steel Corporation	Pro-Ascentek Investment Corporation	Republic of China	General investment	200,000	-	20,000,000	17	203,869	5,487	-	Subsidiary
Chung Hung Steel Corporation	Hung Kao Investment Corporation	Republic of China	General investment	26,000	26,000	2,600,000	100	46,248	3,010	-	Subsidiary
China Steel Chemical Corporation	CHC Resources Corporation	Republic of China	Manufacture and sale of GBFS powder and slag cement, air-cooled BFS and BOFS, surveys and remediation of soil and groundwater, intermediate solidification, reutilization of resources	91,338	91,338	15,019,341	6	330,976	368,368	-	Subsidiary
China Steel Chemical Corporation	China Steel Structure Co., Ltd.	Republic of China	Manufacture and sale of products of steel structure	13,675	13,675	600,069	-	14,719	163,477	-	Subsidiary
China Steel Chemical Corporation	Ever Wealthy International Corporation	Republic of China	General investment	300,083	300,083	104,574,982	100	1,406,063	78,897	-	Subsidiary
China Steel Chemical Corporation	Transglory Investment Corporation	Republic of China	General investment	450,000	450,000	69,000,960	9	960,324	(5,754)	-	Subsidiary
China Steel Chemical Corporation	CSC Solar Corporation	Republic of China	Solar energy generation	261,600	261,600	26,160,000	15	278,053	77,884	-	Subsidiary
China Steel Chemical Corporation	Formosa Ha Tinh CSCC (Cayman) International Limited	Cayman Island	General investment	100,320	100,320	10,000,000	50	269,092	(2,328)	-	Subsidiary
China Steel Chemical Corporation	Pro-Ascentek Investment Corporation	Republic of China	General investment	60,000	-	6,000,000	5	61,161	5,487	-	Subsidiary
China Steel Chemical Corporation	HIMAG Magnetic Corporation	Republic of China	Production and sale of industrial magnetic, chemical, and iron oxides	47,950	47,950	2,161,203	8	46,205	39,945	-	Subsidiary
China Steel Chemical Corporation	Gau Ruei Investment Corporation	Republic of China	General investment	15,070	15,070	1,196,000	40	37,516	3,748	-	Subsidiary
China Steel Chemical Corporation	United Steel International Development Corporation	British Virgin Islands	Holding and investment	68,839	68,839	2,450,000	5	28,409	(59,511)	-	Subsidiary
China Steel Chemical Corporation	Li-Ching-Long Investment Corporation	Republic of China	General investment	7,000	7,000	700,000	35	22,126	(7)	-	Subsidiary
China Steel Chemical Corporation	Eminent Venture Capital Corporation	Republic of China	General Investment	13,500	13,500	1,350,000	5	10,735	57,543	-	Subsidiary
China Steel Chemical Corporation	Eminent III Venture Capital Corporation	Republic of China	General investment	160,000	160,000	16,000,000	9	143,135	240,433	-	Associate
China Steel Chemical Corporation	TaiAn Technologies Corporation	Republic of China	Bio-Tech consultants and management	2,295	2,295	499,998	5	6,654	8,003	-	Associate
China Steel Chemical Corporation	Ascentek Venture Capital Corporation	Republic of China	General investment	-	847	-	-	-	(2)	-	Associate
Ever Wealthy International Corporation	Thintech Materials Technology Co., Ltd.	Republic of China	Sputtering target manufacturing and sales	45,987	45,987	6,119,748	8	94,193	28,611	-	Subsidiary
Ever Wealthy International Corporation	HIMAG Magnetic Corporation	Republic of China	Production and sale of industrial magnetic, chemical, and iron oxides	33,015	33,015	1,584,731	6	33,872	39,945	-	Subsidiary
Ever Wealthy International Corporation	Hung-Chuan Investment Corporation	Republic of China	General investment	9,000	9,000	900,000	45	28,449	(13)	-	Subsidiary
Ever Wealthy International Corporation	Sheng Lih Dar Investment Corporation	Republic of China	General investment	8,400	8,400	840,000	35	25,153	695	-	Subsidiary
Ever Wealthy International Corporation	Ding Da Investment Corporation	Republic of China	General investment	10,495	10,495	897,000	30	22,905	1,019	-	Subsidiary
China Ecotek Corporation	CEC Development Corporation	Samoa	Holding and investment	494,146	494,146	17,000,000	100	957,485	25,405	-	Subsidiary

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		As of June 30, 2021			Net Income (Loss) of the Investee	Share of Profit (Loss)	Note
				June 30, 2021	June 30, 2020	Number of Shares	%	Carrying Amount			
China Ecotek Corporation	China Steel Machinery Corporation	Republic of China	Manufacture and sale of products for iron and steel equipment, vehicle transportation equipment, power generation and other mechanical equipment	329,174	329,174	35,204,170	26	479,152	172,346	-	Subsidiary
China Ecotek Corporation	CSC Solar Corporation	Republic of China	Solar energy generation	348,800	348,800	34,880,000	20	277,672	77,884	-	Subsidiary
China Ecotek Corporation	Pro-Ascentek Investment Corporation	Republic of China	General investment	60,000	-	6,000,000	5	61,161	5,487	-	Subsidiary
China Ecotek Corporation	CEC International Corporation	Samoa	Holding and investment	30,642	30,642	10,000,000	100	40,716	1,238	-	Subsidiary
China Ecotek Corporation	Chiun Yu Investment Corporation	Republic of China	General investment	14,233	14,233	1,196,000	40	35,289	4,158	-	Subsidiary
China Ecotek Corporation	Chi-Yi Investment Corporation	Republic of China	General investment	8,000	8,000	800,000	40	25,456	(14)	-	Subsidiary
China Ecotek Corporation	Jiing-Cherng-Fa Investment Corporation	Republic of China	General investment	8,050	8,050	805,000	35	22,602	321	-	Subsidiary
China Ecotek Corporation	Hung-Chuan Investment Corporation	Republic of China	General investment	6,000	6,000	600,000	30	18,966	(13)	-	Subsidiary
China Ecotek Corporation	United Steel International Development Corporation	British Virgin Islands	Holding and investment	8,262	8,262	300,000	1	3,466	(59,511)	-	Subsidiary
China Ecotek Corporation	China Ecotek India Private Limited	India	Projects designs, construction and related services	27	27	5,000	-	38	1,302	-	Subsidiary
China Ecotek Corporation	China Ecotek Construction Corporation	Republic of China	Engineering service industry	-	25,000	-	-	-	154	-	Subsidiary
China Ecotek Corporation	CEC Holding Company Limited	Samoa	Holding and investment	-	163,779	-	-	-	296	-	Subsidiary
China Ecotek Corporation	Eminent III Venture Capital Corporation	Republic of China	General investment	100,000	100,000	10,000,000	6	89,459	240,433	-	Associate
China Ecotek Corporation	Ascentek Venture Capital Corporation	Republic of China	General investment	-	141	-	-	-	(2)	-	Associate
CEC International Corporation	China Ecotek India Private Limited	India	Projects designs, construction and related services	27,070	27,070	4,995,000	100	37,820	1,302	-	Subsidiary
CEC Development Corporation	China Ecotek Vietnam Company Limited	Vietnam	Projects designs, construction and related services	302,065	302,065	-	100	699,645	19,898	-	Subsidiary
China Steel Structure Co., Ltd.	CHC Resources Corporation	Republic of China	Manufacture and sale of GBFS powder and slag cement, air-cooled BFS and BOFS, surveys and remediation of soil and groundwater, intermediate solidification, reutilization of resources	132,715	132,715	23,182,738	9	511,283	368,368	-	Subsidiary
China Steel Structure Co., Ltd.	United Steel Engineering & Construction Corporation	Republic of China	Construction and management of buildings, roads and railways, and other civil engineering projects	410,000	410,000	74,000,000	100	1,558,218	62,329	-	Subsidiary
China Steel Structure Co., Ltd.	China Steel Structure Holding Co., Ltd.	Samoa	Holding and investment	-	-	10	100	143,170	12,481	-	Subsidiary
China Steel Structure Co., Ltd.	Pro-Ascentek Investment Corporation	Republic of China	General investment	40,000	-	4,000,000	3	40,733	5,487	-	Subsidiary
China Steel Structure Co., Ltd.	Chiun Yu Investment Corporation	Republic of China	General investment	12,453	12,453	1,046,500	35	30,878	4,158	-	Subsidiary
China Steel Structure Co., Ltd.	Chi-Yi Investment Corporation	Republic of China	General investment	6,000	6,000	600,000	30	19,092	(14)	-	Subsidiary
China Steel Structure Co., Ltd.	Li-Ching-Long Investment Corporation	Republic of China	General investment	6,000	6,000	600,000	30	18,965	(7)	-	Subsidiary
China Steel Structure Co., Ltd.	HIMAG Magnetic Corporation	Republic of China	Production and sale of industrial magnetic, chemical, and iron oxides	17,080	17,080	769,829	3	16,464	39,945	-	Subsidiary
China Steel Structure Co., Ltd.	Wabo Global Trading Corporation	Republic of China	Buy and sell, and act as an agency for steel products	1,500	1,500	714,000	6	9,323	12,250	-	Subsidiary
China Steel Structure Co., Ltd.	China Steel Structure Investment Pte. Ltd.	Singapore	Holding and investment	-	-	10	100	198	11,948	-	Subsidiary
China Steel Structure Co., Ltd.	Nikken & CSSC Metal Products Co., Ltd.	Republic of China	Building materials wholesale industry, pollution prevention equipment wholesale industry, etc.	6,750	6,750	675,000	45	4,413	(642)	-	Associate
China Steel Structure Co., Ltd.	Ascentek Venture Capital Corporation	Republic of China	General investment	-	635	-	-	-	(2)	-	Associate
United Steel Engineering & Construction Corporation	United Steel Investment Pte Ltd	Singapore	Holding and investment	126,806	126,806	4,180,000	100	137,367	(31)	-	Subsidiary
United Steel Engineering & Construction Corporation	China Prosperity Construction Corporation	Republic of China	Real estate development	53,550	53,550	5,355,000	40	60,890	(157)	-	Subsidiary
United Steel Engineering & Construction Corporation	United Steel Construction (Vietnam) Co., Ltd.	Vietnam	Construction and management of buildings, roads and railways, and other civil engineering projects	33,129	33,129	-	100	55,436	113	-	Subsidiary
United Steel Engineering & Construction Corporation	Shin Mau Investment Corporation	Republic of China	General investment	13,754	13,754	1,196,000	40	32,865	987	-	Subsidiary

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		As of June 30, 2021			Net Income (Loss) of the Investee	Share of Profit (Loss)	Note
				June 30, 2021	June 30, 2020	Number of Shares	%	Carrying Amount			
United Steel Engineering & Construction Corporation	Pro-Ascentek Investment Corporation	Republic of China	General investment	20,000	-	2,000,000	2	20,428	5,487	-	Subsidiary
United Steel Engineering & Construction Corporation	Kaohsiung Rapid Transit Corporation	Republic of China	Mass Rapid Transit service	15,433	15,433	1,543,276	1	15,532	1,216	-	Subsidiary
United Steel Engineering & Construction Corporation	Kaohsiung Arena Development Corporation	Republic of China	Development of competitive and leisure sports	100,000	100,000	10,000,000	4	121,291	88,221	-	Associate
United Steel Engineering & Construction Corporation	Overseas Investment & Development Corporation	Republic of China	General investment	44,100	44,100	4,410,000	5	48,730	80,824	-	Associate
United Steel Engineering & Construction Corporation	Ascentek Venture Capital Corporation	Republic of China	General investment	-	212	-	-	-	(2)	-	Associate
United Steel Investment Pte Ltd	Chungkang Steel Structure (Cambodia) Co., Ltd.	Cambodia	Building materials manufacturing, construction engineering	96,283	96,283	310	31	88,686	2,551	-	Associate
China Steel Structure Investment Pte. Ltd.	China Steel Structure Holding Co., Ltd.	Samoa	Holding and investment	-	-	-	-	-	12,481	-	Subsidiary
CHC Resources Corporation	Mao Lian Enterprise Co., Ltd.	Republic of China	Real estate lease	1,100,440	1,100,440	2,500	100	1,098,482	3,899	-	Subsidiary
CHC Resources Corporation	CHC Resources Vietnam Co., Ltd	Vietnam	Sales of GBFS	647,338	647,338	-	85	643,439	5,310	-	Subsidiary
CHC Resources Corporation	Yu Cheng Lime Corporation	Republic of China	Real estate lease, management of raw materials	126,010	126,010	108,000	90	139,494	851	-	Subsidiary
CHC Resources Corporation	Union Steel Development Corporation	Republic of China	Manufacture and sale of iron powder, OEM and sales of refractory, trading, human dispatch	53,345	53,345	4,668,333	93	100,218	24,285	-	Subsidiary
CHC Resources Corporation	Pao Good Industrial Co., Ltd.	Republic of China	Sales of fly ash, manufacture and sales of dry-mix mortar, trading	50,937	50,937	5,408,550	51	83,268	4,168	-	Subsidiary
CHC Resources Corporation	Gau Ruei Investment Corporation	Republic of China	General investment	12,306	12,306	1,046,500	35	32,826	3,748	-	Subsidiary
CHC Resources Corporation	Pro-Ascentek Investment Corporation	Republic of China	General investment	30,000	-	3,000,000	3	30,580	5,487	-	Subsidiary
CHC Resources Corporation	Ding Da Investment Corporation	Republic of China	General investment	12,516	12,516	1,196,000	40	30,540	1,019	-	Subsidiary
CHC Resources Corporation	Sheng Lih Dar Investment Corporation	Republic of China	General investment	9,600	9,600	960,000	40	28,746	695	-	Subsidiary
CHC Resources Corporation	Jiing-Cherng-Fa Investment Corporation	Republic of China	General investment	9,200	9,200	920,000	40	25,831	321	-	Subsidiary
CHC Resources Corporation	Shin Mau Investment Corporation	Republic of China	General investment	10,316	10,316	897,000	30	24,649	987	-	Subsidiary
CHC Resources Corporation	HIMAG Magnetic Corporation	Republic of China	Production and sale of industrial magnetic, chemical, and iron oxides	10,970	10,970	494,440	2	10,563	39,945	-	Subsidiary
CHC Resources Corporation	United Steel International Development Corporation	British Virgin Islands	Holding and investment	8,254	8,254	300,000	1	3,466	(59,511)	-	Subsidiary
CHC Resources Corporation	Hsin Hsin Cement Enterprise Corporation	Republic of China	Cement manufacturing, nonmetallic mining, cement and concrete mixing manufacturing	73,269	73,269	9,298,583	10	110,734	10,404	-	Associate
CHC Resources Corporation	Eminent III Venture Capital Corporation	Republic of China	General investment	30,000	30,000	3,000,000	2	22,755	240,433	-	Associate
CHC Resources Corporation	Ascentek Venture Capital Corporation	Republic of China	General investment	-	423	-	-	-	(2)	-	Associate
Union Steel Development Corporation	Chung Hung Steel Corporation	Republic of China	Manufacture and sale of steel products	-	1,522	-	-	-	3,980,844	-	Subsidiary
China Steel Security Corporation	Steel Castle Technology Corporation	Republic of China	Firefighting engineering and mechatronic engineering	31,257	31,257	13,000,000	100	288,747	34,195	-	Subsidiary
China Steel Security Corporation	Kaohsiung Rapid Transit Corporation	Republic of China	Mass Rapid Transit service	17,000	17,000	1,700,000	1	17,846	1,216	-	Subsidiary
China Steel Security Corporation	China Steel Management And Maintenance For Buildings Corporation	Republic of China	Management and maintenance for buildings	10,000	10,000	1,000,000	100	13,714	846	-	Subsidiary
China Steel Security Corporation	Eminent III Venture Capital Corporation	Republic of China	General investment	10,000	10,000	1,000,000	1	7,585	240,433	-	Associate
China Steel Security Corporation	Ascentek Venture Capital Corporation	Republic of China	General investment	-	141	-	-	-	(2)	-	Associate
China Prosperity Development Corporation	Chateau International Development Co., Ltd.	Republic of China	Development of leisure business	131,921	131,921	22,491,623	20	387,638	4,926	-	Associate
China Prosperity Development Corporation	CK Japan Co., Ltd.	Japan	Real estate lease	151,526	151,526	3,840	80	173,329	7,649	-	Subsidiary
China Prosperity Development Corporation	Kaohsiung Rapid Transit Corporation	Republic of China	Mass Rapid Transit service	130,000	130,000	13,000,000	5	131,662	1,216	-	Subsidiary
China Prosperity Development Corporation	China Prosperity Construction Corporation	Republic of China	Real estate development	92,105	92,105	8,032,500	60	91,335	(157)	-	Subsidiary
China Prosperity Development Corporation	Pro-Ascentek Investment Corporation	Republic of China	General investment	50,000	-	5,000,000	4	51,311	5,487	-	Subsidiary
China Prosperity Development Corporation	Kaohsiung Arena Development Corporation	Republic of China	Development of competitive and leisure sports	175,000	175,000	17,500,000	7	212,026	88,221	-	Associate

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		As of June 30, 2021			Net Income (Loss) of the Investee	Share of Profit (Loss)	Note
				June 30, 2021	June 30, 2020	Number of Shares	%	Carrying Amount			
China Prosperity Development Corporation	Ascentek Venture Capital Corporation	Republic of China	General investment	-	282	-	-	-	(2)	-	Associate
HIMAG Magnetic Corporation	MagnPower Corporation	Republic of China	Powder metallurgy	218,000	218,000	21,800,000	55	103,285	401	-	Subsidiary
China Steel Power Holding Corporation	China Steel Power Corporation	Republic of China	Offshore Wind Power Generation	2,683,800	2,003,800	268,379,990	100	2,338,963	(69,355)	-	Subsidiary
CSC Solar Corporation	China Ecotek Corporation	Republic of China	Environmental engineering, M&E engineering, and O&M engineering	22,974	38,447	725,000	1	23,605	206,647	-	Subsidiary
CSC Solar Corporation	Pro-Ascentek Investment Corporation	Republic of China	General investment	30,000	-	3,000,000	3	30,580	5,487	-	Subsidiary
InfoChamp Systems Corporation	Universal Exchange Inc.	Republic of China	Wholesale of computer software, software design services, digital information supply services	60,784	60,784	5,825,030	35	64,244	8,527	-	Subsidiary
InfoChamp Systems Corporation	Kaohsiung Rapid Transit Corporation	Republic of China	Mass Rapid Transit service	40,265	40,265	5,200,319	2	54,709	1,216	-	Subsidiary
InfoChamp Systems Corporation	Info-Champ System (B.V.I) Corporation	British Virgin Islands	Holding and investment	6,816	6,816	201,000	100	21,277	3,382	-	Subsidiary
InfoChamp Systems Corporation	Majestic Solid Light Corporation	Republic of China	Manufacture and sale of UV LED	4,500	4,500	450,000	45	-	120	-	Associate
Kaohsiung Rapid Transit Corporation	Taiwan Intelligent Transportation Co., Ltd.	Republic of China	Technical service	26,000	26,000	2,600,000	100	31,638	2,958	-	Subsidiary
China Steel Machinery Corporation	China Steel Machinery Vietnam Co., Ltd.	Vietnam	Machines manufacturing	8,358	8,544	-	100	21,332	2,517	-	Subsidiary
China Steel Machinery Corporation	Overseas Investment & Development Corporation	Republic of China	General investment	95,900	95,900	9,590,000	11	106,017	80,824	-	Associate
Dragon Steel Corporation	China Steel Structure Co., Ltd.	Republic of China	Manufacture and sale of products of steel structure	98,266	98,266	3,500,000	2	88,494	163,477	-	Subsidiary
Dragon Steel Corporation	CSC Solar Corporation	Republic of China	Solar energy generation	174,400	174,400	17,440,000	10	185,369	77,884	-	Subsidiary
Dragon Steel Corporation	Pro-Ascentek Investment Corporation	Republic of China	General investment	100,000	-	10,000,000	8	101,935	5,487	-	Subsidiary
C.S.Aluminium Corporation	ALU Investment Offshore Corporation	British Virgin Islands	Holding and investment	1,063,593	1,063,593	1	100	366,268	(38,433)	-	Subsidiary
C.S.Aluminium Corporation	Pro-Ascentek Investment Corporation	Republic of China	General investment	30,000	-	3,000,000	3	30,580	5,487	-	Subsidiary
C.S.Aluminium Corporation	Ascentek Venture Capital Corporation	Republic of China	General investment	-	847	-	-	-	(2)	-	Associate
ALU Investment Offshore Corporation	United Steel International Development Corporation	British Virgin Islands	Holding and investment	1,063,593	1,063,593	31,650,000	65	366,985	(59,511)	-	Subsidiary
United Steel International Development Corporation	Ascentek Venture Capital Corporation	Republic of China	General investment	-	282	-	-	-	(2)	-	Associate
China Steel Express Corporation	Transglory Investment Corporation	Republic of China	General investment	2,440,000	2,440,000	374,138,548	50	5,207,676	(5,754)	-	Subsidiary
China Steel Express Corporation	CSE Transport Corporation	Panama	Shipping services for raw materials	316	316	10	100	3,030,407	222,167	-	Subsidiary
China Steel Express Corporation	Kaoport Stevedoring Corporation	Republic of China	Ship cargo loading and unloading industry	35,013	35,013	3,275,000	66	49,632	15,670	-	Subsidiary
China Steel Express Corporation	Ascentek Venture Capital Corporation	Republic of China	General investment	-	847	-	-	-	(2)	-	Associate
Transglory Investment Corporation	Winning Investment Corporation	Republic of China	General investment	321,331	321,331	20,700,000	9	451,127	(8,075)	-	Subsidiary
Gains Investment Corporation	Thintech Materials Technology Co., Ltd.	Republic of China	Sputtering target manufacturing and sales	212,912	212,912	23,423,016	32	360,369	28,611	-	Subsidiary
Gains Investment Corporation	Winning Investment Corporation	Republic of China	General investment	989,664	989,664	112,700,000	49	2,456,138	(8,075)	-	Subsidiary
Gains Investment Corporation	Eminence Investment Corporation	Republic of China	General investment	1,600,000	1,600,000	150,000,000	100	2,177,833	34,379	-	Subsidiary
Gains Investment Corporation	Betacera Inc.	Republic of China	Manufacturing and trading of electronic ceramics	150,165	150,165	20,555,253	48	892,845	149,182	-	Subsidiary
Gains Investment Corporation	Universal Exchange Inc.	Republic of China	Wholesale of computer software, software design services, digital information supply services	170,432	170,432	10,533,713	64	117,465	8,527	-	Subsidiary
Gains Investment Corporation	Eminent Venture Capital Corporation	Republic of China	General Investment	135,000	135,000	13,500,000	50	107,339	57,543	-	Subsidiary
Gains Investment Corporation	Pro-Ascentek Investment Corporation	Republic of China	General investment	60,000	-	6,000,000	5	61,161	5,487	-	Subsidiary
Gains Investment Corporation	Mentor Consulting Corporation	Republic of China	Management consulting services	25,909	25,909	1,000,000	100	29,866	9,226	-	Subsidiary
Gains Investment Corporation	United Steel International Development Corporation	British Virgin Islands	Holding and investment	58,784	58,784	1,850,000	4	21,477	(59,511)	-	Subsidiary
Gains Investment Corporation	Gainsplus Asset Management Inc.	British Virgin Islands	General investment	-	2,848	-	-	-	(30)	-	Subsidiary

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		As of June 30, 2021			Net Income (Loss) of the Investee	Share of Profit (Loss)	Note
				June 30, 2021	June 30, 2020	Number of Shares	%	Carrying Amount			
Gains Investment Corporation	Fukuta Electric & Machinery Co., Ltd.	Republic of China	Motor manufacturing and selling	525,222	525,222	7,800,395	20	644,561	(11,557)	-	Associate
Gains Investment Corporation	Eminent III Venture Capital Corporation	Republic of China	General investment	400,000	400,000	40,000,000	22	357,838	240,433	-	Associate
Gains Investment Corporation	Honley Auto. Parts Co., Ltd.	Republic of China	Manufacture of automotive components	63,311	63,311	4,525,411	3	51,464	(71,244)	-	Associate
Thintech Materials Technology Co., Ltd.	Thintech Global Limited	Samoa	Holding and investment	205,435	205,435	6,800,000	100	48,719	4,158	-	Subsidiary
Thintech Materials Technology Co., Ltd.	Pro-Ascentek Investment Corporation	Republic of China	General investment	30,000	-	3,000,000	3	30,580	5,487	-	Subsidiary
Betacera Inc.	Lefkara Ltd.	British Virgin Islands	Holding and Investment	379,537	387,983	13,623,000	100	1,304,158	23,067	-	Subsidiary
Betacera Inc.	Eminent III Venture Capital Corporation	Republic of China	General investment	50,000	50,000	5,000,000	3	37,925	240,433	-	Associate
Pro-Ascentek Investment Corporation	Betacera Inc.	Republic of China	Manufacturing and trading of electronic ceramics	77,278	-	1,608,491	4	81,268	149,182	-	Subsidiary
Mentor Consulting Corporation	Ascentek Venture Capital Corporation	Republic of China	General investment	-	141	-	-	-	(2)	-	Associate
Eminence Investment Corporation	Shin Mau Investment Corporation	Republic of China	General investment	9,513	9,513	896,999	30	24,649	987	-	Subsidiary
Eminence Investment Corporation	Gau Ruei Investment Corporation	Republic of China	General investment	8,805	8,805	747,499	25	23,447	3,748	-	Subsidiary
Eminence Investment Corporation	Ding Da Investment Corporation	Republic of China	General investment	8,970	8,970	897,000	30	22,905	1,019	-	Subsidiary
Eminence Investment Corporation	Chiun Yu Investment Corporation	Republic of China	General investment	7,475	7,475	747,500	25	22,056	4,158	-	Subsidiary
Eminence Investment Corporation	Li-Ching-Long Investment Corporation	Republic of China	General investment	6,262	6,262	600,000	30	18,965	(7)	-	Subsidiary
Eminence Investment Corporation	Chi-Yi Investment Corporation	Republic of China	General investment	5,222	5,222	501,000	25	15,942	(14)	-	Subsidiary
Eminence Investment Corporation	Sheng Lih Dar Investment Corporation	Republic of China	General investment	5,317	5,317	500,000	21	14,970	695	-	Subsidiary
Eminence Investment Corporation	Jiing-Cherng-Fa Investment Corporation	Republic of China	General investment	4,762	4,762	476,000	21	13,367	321	-	Subsidiary
Eminence Investment Corporation	Hung-Chuan Investment Corporation	Republic of China	General investment	4,173	4,173	400,000	20	12,644	(13)	-	Subsidiary
Eminence Investment Corporation	Betacera Inc.	Republic of China	Manufacturing and trading of electronic ceramics	-	73,510	-	-	-	149,182	-	Subsidiary
Eminence Investment Corporation	Fukuta Electric & Machinery Co., Ltd.	Republic of China	Motor manufacturing and selling	10,395	13,500	77,000	-	10,292	(11,557)	-	Associate
Shin Mau Investment Corporation	CHC Resources Corporation	Republic of China	Manufacture and sale of GBFS powder and slag cement, air-cooled BFS and BOFS, surveys and remediation of soil and groundwater, intermediate solidification, reutilization of resources	5,454	5,454	512,685	-	11,252	368,368	-	Subsidiary
Shin Mau Investment Corporation	China Steel Structure Co., Ltd.	Republic of China	Manufacture and sale of products of steel structure	5,619	5,619	341,896	-	8,212	163,477	-	Subsidiary
Shin Mau Investment Corporation	Hung-Chuan Investment Corporation	Republic of China	General investment	1,000	1,000	100,000	5	3,161	(13)	-	Subsidiary
Shin Mau Investment Corporation	Chi-Yi Investment Corporation	Republic of China	General investment	990	990	99,000	5	3,150	(14)	-	Subsidiary
Ding Da Investment Corporation	China Steel Chemical Corporation	Republic of China	Manufacture of coal chemistry and speciality chemical	17,404	17,404	474,220	-	12,935	524,551	-	Subsidiary
Ding Da Investment Corporation	Jiing-Cherng-Fa Investment Corporation	Republic of China	General investment	990	990	99,000	4	2,777	321	-	Subsidiary
Ding Da Investment Corporation	Betacera Inc.	Republic of China	Manufacturing and trading of electronic ceramics	25	25	1,000	-	43	149,182	-	Subsidiary
Ding Da Investment Corporation	Universal Exchange Inc.	Republic of China	Wholesale of computer software, software design services, digital information supply services	17	17	1,600	-	19	8,527	-	Subsidiary
Jiing-Cherng-Fa Investment Corporation	China Ecotek Corporation	Republic of China	Environmental engineering, M&E engineering, and O&M engineering	7,874	7,874	302,052	-	7,057	206,647	-	Subsidiary
Gau Ruei Investment Corporation	China Steel Chemical Corporation	Republic of China	Manufacture of coal chemistry and speciality chemical	17,584	17,584	474,220	-	12,935	524,551	-	Subsidiary
Gau Ruei Investment Corporation	Li-Ching-Long Investment Corporation	Republic of China	General investment	1,000	1,000	100,000	5	3,161	(7)	-	Subsidiary
Gau Ruei Investment Corporation	Sheng Lih Dar Investment Corporation	Republic of China	General investment	1,000	1,000	100,000	4	2,997	695	-	Subsidiary

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		As of June 30, 2021			Net Income (Loss) of the Investee	Share of Profit (Loss)	Note
				June 30, 2021	June 30, 2020	Number of Shares	%	Carrying Amount			
Sheng Lih Dar Investment Corporation	CHC Resources Corporation	Republic of China	Manufacture and sale of GBFS powder and slag cement, air-cooled BFS and BOFS, surveys and remediation of soil and groundwater, intermediate solidification, reutilization of resources	5,678	5,678	512,535	-	11,252	368,368	-	Subsidiary
Chiun Yu Investment Corporation	China Steel Structure Co., Ltd.	Republic of China	Manufacture and sale of products of steel structure	3,559	3,559	275,896	-	6,779	163,477	-	Subsidiary
Chiun Yu Investment Corporation	China Ecotek Corporation	Republic of China	Environmental engineering, M&E engineering, and O&M engineering	5,764	5,764	275,469	-	6,471	206,647	-	Subsidiary
China Steel Global Trading Corporation	CSGT International Corporation	Samoa	Holding and investment	631,983	631,983	20,740,000	100	1,006,875	83,611	-	Subsidiary
China Steel Global Trading Corporation	Chung Mao Trading (Samoa) Corporation	Samoa	Holding and investment	212,822	212,822	11,800,000	100	620,934	30,603	-	Subsidiary
China Steel Global Trading Corporation	CSGT (Singapore) Pte. Ltd.	Singapore	Buy and sell, and act as an agency for steel products	22,600	22,600	6,100,000	100	371,237	71,705	-	Subsidiary
China Steel Global Trading Corporation	Wabo Global Trading Corporation	Republic of China	Buy and sell, and act as an agency for steel products	11,000	11,000	5,236,000	44	68,367	12,250	-	Subsidiary
China Steel Global Trading Corporation	United Steel International Development Corporation	British Virgin Islands	Holding and investment	69,232	69,232	2,220,000	5	25,742	(59,511)	-	Subsidiary
China Steel Global Trading Corporation	Chung Mao Trading (BVI) Corporation	British Virgin Islands	Holding and investment	18,741	18,741	326,300	65	10,198	(703)	-	Subsidiary
China Steel Global Trading Corporation	CSGT Trading India Private Limited	India	Buy and sell, and act as an agency for steel products	240	240	48,000	1	241	3,653	-	Subsidiary
China Steel Global Trading Corporation	Honley Auto. Parts Co., Ltd.	Republic of China	Manufacture of automotive components	63,311	63,311	4,525,411	3	52,784	(71,244)	-	Associate
China Steel Global Trading Corporation	Ascentek Venture Capital Corporation	Republic of China	General investment	-	282	-	-	-	(2)	-	Associate
Wabo Global Trading Corporation	CK Japan Co., Ltd.	Japan	Real estate lease	37,488	37,488	960	20	43,332	7,649	-	Subsidiary
Wabo Global Trading Corporation	CSGT Japan Co., Ltd.	Japan	Buy and sell, and act as an agency for steel products	10,160	10,160	800	100	25,188	2,954	-	Subsidiary
Chung Mao Trading (Samoa) Corporation	United Steel International Co., Ltd.	Samoa	Holding and investment	78,133	79,872	3,000,000	20	86,907	79,583	-	Subsidiary
Chung Mao Trading (BVI) Corporation	CSGT Hong Kong Limited	Hong Kong	Buy and sell, and act as an agency for steel products	3,578	3,657	1,000,000	100	12,825	8	-	Subsidiary
CSGT International Corporation	CSGT Metals Vietnam Joint Stock Company	Vietnam	Cutting and processing of steel products	241,132	246,498	13,279,770	60	338,204	112,559	-	Subsidiary
CSGT International Corporation	CSGT Trading India Private Limited	India	Buy and sell, and act as an agency for steel products	21,664	22,146	4,752,000	99	23,888	3,661	-	Subsidiary
CSGT International Corporation	TSK Steel Company Limited	Thailand	Steel coil processing and distributing	80,463	82,253	408,000	34	202,409	64,136	-	Associate
CSGT International Corporation	Mahindra Auto Steel Private Limited	India	Cutting and processing of steel products	76,838	78,548	16,782,500	25	89,510	7,229	-	Associate
CSGT International Corporation	Hanwa Steel Centre (M) Sdn. Bhd.	Malaysia	Manufacture and sale of steel products	-	53,726	-	-	-	-	-	Associate
CSGT (Singapore) Pte. Ltd.	CSCD Limited	Cyprus	International trade and investment	105,766	110,001	1,876,795	49	294,372	101,115	-	Associate
CSC Steel Australia Holdings Pty Ltd	CSC Sonoma Pty Ltd	Australia	Investments in mining industry	344,254	360,858	16,440,001	100	212,169	2,482	-	Subsidiary
CSC Steel Australia Holdings Pty Ltd	9404-5515 Quebec Inc.	Canada	Investments in mining industry	5,528,658	5,795,322	270,122,727	25	7,579,676	1,135,408	-	Associate
China Steel Asia Pacific Holdings Pte Ltd	CSC Steel Holdings Berhad	Malaysia	General investment	1,009,547	1,032,014	171,000,000	46	2,526,830	241,276	-	Subsidiary
CSC Steel Holdings Berhad	CSC Steel Sdn. Bhd.	Malaysia	Manufacture and sale of steel products	2,812,947	2,965,606	359,000,000	100	5,311,923	240,625	-	Subsidiary
CSC Steel Holdings Berhad	Group Steel Corporation (M) Sdn. Bhd.	Malaysia	General investment	478,705	504,684	1,000,000	100	17,359	-	-	Subsidiary
CSC Steel Holdings Berhad	Hanwa Steel Centre (M) Sdn. Bhd.	Malaysia	Manufacture and sale of steel products	-	55,834	-	-	-	-	-	Associate
CSC Steel Sdn. Bhd.	Constant Mode Sdn. Bhd.	Malaysia	General investment	4,830	5,092	750,000	100	6,325	88	-	Subsidiary

TABLE 10

CHINA STEEL CORPORATION AND SUBSIDIARIES

**INFORMATION ON INVESTMENTS IN MAINLAND CHINA
FOR THE PERIOD ENDED JUNE 30, 2021
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)**

Investee Company	Main Businesses and Products	Paid-in Capital (Note 1)	Method of Investment (Note 2)	Accumulated Outward Remittance for Investment from Taiwan as of January 1, 2021 (Note 1)	Remittance of Funds		Accumulated Outward Remittance for Investment from Taiwan as of March 31, 2021 (Note 1)	Net Income (Loss) of the Investee	% Ownership of Direct or Indirect Investment	Investment Gain (Loss)	Carrying Amount as of March 31, 2021	Accumulated Repatriation of Investment Income as of March 31, 2021	Note
					Outward	Inward							
Betacera (Su Zhou) Co., Ltd.	Manufacturing and trading of electronic ceramics	122,584	2	122,584	-	-	122,584	15,684	100	15,684	482,829	-	Note 3 (1)
CSGT (Shanghai) Co., Ltd.	Buy and sell, and act as an agency for steel products	16,716	2	16,716	-	-	16,716	2,672	100	2,672	30,457	46,588	Note 3 (1)
Changzhou China Steel Precision Materials Co., Ltd.	Production and sale of titanium and titanium alloys, nickel and nickel alloys	1,214,696	2	850,287	-	-	850,287	87,435	70	61,204	935,759	-	Note 3 (1)
China Steel Precision Metals Qingdao Co., Ltd.	Cutting and processing of steel products	557,200	2	390,040	-	-	390,040	21,159	70	14,811	412,823	1,658	Note 3 (1)
Changzhou China Steel New Materials Technology Co., Ltd.	Mesophase sales and trading	172,145	1	181,257	-	-	181,257	(717)	100	(717)	149,744	-	Note 3 (1)
CSGT (Shenzhen) Co., Ltd.	Buy and sell, and act as an agency for steel products	22,288	2	14,487	-	-	14,487	10,643	65	10,781	21,134	-	Note 3 (1)
HC&C Auto Parts Co., Ltd.	Manufacture of automotive components	1,114,400	2	111,440	-	-	111,440	6,919	10	692	112,956	-	Note 3 (1)
Wuhan HUADET Environmental Protection Engineering & Technology Co., Ltd.	Consulting services of construction technology	111,440	2	12,537	-	-	12,537	16,037	30	4,811	76,386	-	Note 3 (1)
Ningbo Huayang Aluminium-Tech Co., Ltd.	Production of aluminum products	1,365,140	2	1,080,132	-	-	1,080,132	(58,874)	79	(46,580)	442,227	93,743	Note 3 (1)
Suzhou Betacera Technology Co., Ltd.	Manufacturing and trading of aeronautical or marine life saving products	417,900	2	417,900	-	-	417,900	1,828	100	1,828	553,673	-	Note 3 (1)
Shanghai Xike Ceramic Electronic Co., Ltd.	Manufacturing and trading of electronic ceramics	33,432	2	33,265	-	-	33,265	5,592	100	5,564	129,930	-	Note 3 (1)
Taicang Thintech Materials Co., Ltd.	Sputtering target manufacturing and sales	189,448	2	189,448	-	-	189,448	4,158	100	4,158	48,719	-	Note 3 (1)
China Steel Precision Metals Kunshan Co., Ltd.	Cutting and processing of steel products	417,900	2	447,431	-	-	447,431	79,583	100	79,584	438,634	-	Note 3 (1)
Wuhan InfoChamp I.T. Co., Ltd.	Enterprise information system integration services	5,572	2	5,572	-	-	5,572	3,451	100	3,451	21,235	55,453	Note 3 (1)
Xiamen Ecotek PRC Company Limited	Sales agency for import and export of equipment and materials	167,160	2	167,160	-	-	167,160	902	100	902	175,452	-	Note 3 (1)

Investee Company	Accumulated Outward Remittance for Investment in Mainland China as of March 31, 2021 (Note 1)	Investment Amount Authorized by Investment Commission, MOEA (Note 1)	Upper Limit on the Amount of Investment Stipulated by Investment Commission, MOEA (Note 4)
China Steel Corporation	1,653,992	1,653,992	187,910,293
China Steel Chemical Corporation	249,514	249,514	4,151,186
China Ecotek Corporation	188,055	341,333	1,824,185
C.S.Aluminium Corporation	881,769	881,769	4,576,811
Gains Investment Corporation	51,541	51,541	4,599,253
Thintech Materials Technology Co., Ltd.	189,448	189,448	678,449
Betacera Inc.	573,749	573,749	1,038,128
China Steel Global Trading Corporation	238,258	238,258	-
Infochamp Systems Corporation	5,572	5,572	543,548
CHC Resources Corporation	8,358	8,358	3,287,993

Note 1: The amounts were calculated based on the foreign exchange rate as of June 30, 2021.

Note 2: Methods of investment are classified as below:

- 1) Direct investment.
- 2) Investments through a holding company registered in a third region.

Note 3: The basis for recognition of investment income (loss) is based on the following:

- 1) From the financial statements reviewed and attested by R.O.C. parent company's CPA.
- 2) From the investee company, which had not been audited and attested by independent accountants.

Note 4: As the subsidiary CSGT has obtained the certificate of qualified for operating headquarters, which is due on April 28, 2024, issued by the Industrial Development Bureau, MOEA, the limit on investment in Mainland China pursuant to "Principle of investment or Technical Cooperation in Mainland China" is not applicable, while other companies, investments shall not exceed 60% of their net worth.

CHINA STEEL CORPORATION AND SUBSIDIARIES**INFORMATION OF MAJOR SHAREHOLDERS****JUNE 30, 2021**

Name of The Shareholder	Shares	
	Number of Shares Owned	Percentage of Ownership
The Ministry of Economic Affairs, R.O.C.	3,154,709,357	20%

Note 1: Major shareholders in the Table above are shareholders owning 5% or more of the Corporation's common and preferred stocks (only ones that have completed dematerialized registration and delivery) based on calculations performed by the Taiwan Depository & Clearing Corporation using data as of the last business date at the end of each quarter. The amount of capital in the consolidated financial statements may differ from the Corporation's actual number of stocks that have completed dematerialized registration and delivery due to different calculation bases.

Note 2: Where the stocks are entrusted by shareholders, information is disclosed by the individual account of settlor who has segregated trust accounts opened by trustees. As for shareholders filing shareholdings of insiders with 10% or more of the Corporation's stocks pursuant to the securities and exchange laws and regulations, the number of stocks owned shall be ones owned by the persons plus ones entrusted where the shareholders have the power to decide how to utilize the trust property. Please access the Market Observation Post System website for information on insiders' shareholding filings.

CHINA STEEL CORPORATION AND SUBSIDIARIES

**MOVEMENT OF PROPERTY, PLANT AND EQUIPMENT
FOR THE PERIOD ENDED June 30, 2021 AND 2020**
(Amounts in Thousands of New Taiwan Dollars)

For the six months ended June 30, 2021

	Land	Land Improvements	Buildings	Machinery and Equipment	Transportation Equipment	Other Equipment	Spare Parts	Construction in Progress and Equipment to be Inspected	Total
Cost									
Balance at January 1, 2021	\$ 69,036,078	\$ 5,932,843	\$ 132,016,852	\$ 648,727,976	\$ 33,324,893	\$ 19,156,110	\$ 10,605,395	\$ 25,486,041	\$ 944,286,188
Additions	491,243	117,130	1,466,162	6,898,939	189,656	590,232	462,744	412,666	10,628,772
Disposals	-	(8,672)	(1,407)	(3,453,548)	(37,232)	(149,222)	(521,709)	-	(4,171,790)
Reclassification	-	(26)	(1,812)	29,810	-	(419)	(56,924)	(6,310)	(35,681)
Effect of foreign currency exchange	(4,203)	2,437	(151,096)	(654,967)	(108,986)	(22,516)	-	35,982	(903,349)
Balance at June 30, 2021	<u>\$ 69,523,118</u>	<u>\$ 6,043,712</u>	<u>\$ 133,328,699</u>	<u>\$ 651,548,210</u>	<u>\$ 33,368,331</u>	<u>\$ 19,574,185</u>	<u>\$ 10,489,506</u>	<u>\$ 25,928,379</u>	<u>\$ 949,804,140</u>
Accumulated depreciation and impairment									
Balance at January 1, 2021	\$ 6,370	\$ 4,799,733	\$ 59,737,098	\$ 464,423,048	\$ 10,682,754	\$ 15,654,996	\$ 4,649,545	\$ -	\$ 559,953,544
Depreciation	-	38,282	2,006,023	11,482,022	969,252	529,150	629,610	-	15,654,339
Disposals	-	(8,672)	(1,407)	(3,389,689)	(37,097)	(147,606)	(521,709)	-	(4,106,180)
Impairment	-	-	-	745,488	-	413	-	-	745,901
Reclassification	-	-	(358)	(3,515)	-	24	-	-	(3,849)
Effect of foreign currency exchange	-	593	(53,463)	(332,316)	(30,231)	(19,822)	-	-	(435,239)
Balance at June 30, 2021	<u>\$ 6,370</u>	<u>\$ 4,829,936</u>	<u>\$ 61,687,893</u>	<u>\$ 472,925,038</u>	<u>\$ 11,584,678</u>	<u>\$ 16,017,155</u>	<u>\$ 4,757,446</u>	<u>\$ -</u>	<u>\$ 571,808,516</u>
Carrying amount at December 31, 2020	<u>\$ 69,029,708</u>	<u>\$ 1,133,110</u>	<u>\$ 72,279,754</u>	<u>\$ 184,304,928</u>	<u>\$ 22,642,139</u>	<u>\$ 3,501,114</u>	<u>\$ 5,955,850</u>	<u>\$ 25,486,041</u>	<u>\$ 384,332,644</u>
Carrying amount at June 30, 2021	<u>\$ 69,516,748</u>	<u>\$ 1,213,776</u>	<u>\$ 71,640,806</u>	<u>\$ 178,623,172</u>	<u>\$ 21,783,653</u>	<u>\$ 3,557,030</u>	<u>\$ 5,732,060</u>	<u>\$ 25,928,379</u>	<u>\$ 377,995,624</u>

For the six months ended June 30, 2020

	Land	Land Improvements	Buildings	Machinery and Equipment	Transportation Equipment	Other Equipment	Spare Parts	Construction in Progress and Equipment to be Inspected	Total
Cost									
Balance at January 1, 2020	\$ 67,949,134	\$ 5,126,619	\$ 129,228,877	\$ 646,085,943	\$ 32,226,430	\$ 18,070,491	\$ 10,766,799	\$ 21,932,824	\$ 931,387,117
Additions	-	11,696	666,094	4,375,998	5,883,269	491,569	610,245	1,289,610	13,328,481
Disposals	-	-	(8,919)	(1,527,447)	(1,287,784)	(155,274)	(735,137)	-	(3,714,561)
Reclassification	(3,525)	-	55,595	(98,128)	-	34,046	(20,928)	-	(32,940)
Disposal of subsidiaries	-	-	(314,755)	-	-	(810)	-	-	(315,565)
Effect of foreign currency exchange differences	(1,829)	(6,824)	(235,663)	(754,070)	(103,384)	(32,236)	-	(11,773)	(1,145,779)
Balance at June 30, 2020	<u>\$ 67,943,780</u>	<u>\$ 5,131,491</u>	<u>\$ 129,391,229</u>	<u>\$ 648,082,296</u>	<u>\$ 36,718,531</u>	<u>\$ 18,407,786</u>	<u>\$ 10,620,979</u>	<u>\$ 23,210,661</u>	<u>\$ 939,506,753</u>
Accumulated depreciation and impairment									
Balance at January 1, 2020	\$ 6,370	\$ 4,754,603	\$ 56,096,408	\$ 447,614,626	\$ 13,373,632	\$ 14,808,363	\$ 4,669,812	\$ -	\$ 541,323,814
Depreciation	-	24,729	1,921,925	12,035,976	989,340	562,052	639,042	-	16,173,064
Disposals	-	-	(8,126)	(1,465,307)	(1,267,142)	(154,720)	(735,137)	-	(3,630,432)
Reclassification	-	-	30,290	(45,819)	-	10,262	-	-	(5,267)
Disposal of subsidiaries	-	-	(159,722)	-	-	(810)	-	-	(160,532)
Effect of foreign currency exchange differences	-	(3,059)	(76,801)	(351,035)	(65,484)	(26,761)	-	-	(523,140)
Balance at June 30, 2020	<u>\$ 6,370</u>	<u>\$ 4,776,273</u>	<u>\$ 57,803,974</u>	<u>\$ 457,788,441</u>	<u>\$ 13,030,346</u>	<u>\$ 15,198,386</u>	<u>\$ 4,573,717</u>	<u>\$ -</u>	<u>\$ 553,177,507</u>
Carrying amount at June 30, 2020	<u>\$ 67,937,410</u>	<u>\$ 355,218</u>	<u>\$ 71,587,255</u>	<u>\$ 190,293,855</u>	<u>\$ 23,688,185</u>	<u>\$ 3,209,400</u>	<u>\$ 6,047,262</u>	<u>\$ 23,210,661</u>	<u>\$ 386,329,246</u>