

China Steel Corporation and Subsidiaries

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

INDEPENDENT AUDITORS' REVIEW REPORT

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, 2023 and 2022, the consolidated statements of comprehensive income for the three months ended June 30, 2023 and 2022, and six months ended June 30, 2023 and 2022, and the consolidated statements of changes in equity and of cash flows for the six months ended June 30, 2023 and 2022, 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 the Standards on Review Engagements of the Republic of China 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of consolidated financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our reviews, nothing has come to our attention that caused us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of the Corporation and its subsidiaries as of June 30, 2023 and 2022, and of its consolidated financial performance for the three months ended June 30, 2023 and 2022, and six months ended June 30, 2023 and 2022, and its consolidated cash flows for the six months ended June 30, 2023 and 2022 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34 "Interim Financial Reporting" endorsed and issued into effect by the FSC.

The engagement partners on the reviews resulting in this independent auditors' review report are Jui-Hsuan Hsu and Jr-Shian Ke.

Deloitte & Touche
Taipei, Taiwan
Republic of China

August 4, 2023

Notice to Readers

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

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

CHINA STEEL CORPORATION AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS (In Thousands of New Taiwan Dollars)

ASSETS	June 30, 2023		December 31, 2022		June 30, 2022	
	Amount	%	Amount	%	Amount	%
CURRENT ASSETS						
Cash and cash equivalents (Note 6)	\$ 20,991,351	3	\$ 29,197,614	5	\$ 34,614,401	6
Financial assets at fair value through profit or loss - current (Note 7)	3,118,494	-	2,629,089	-	2,432,439	-
Financial assets at fair value through other comprehensive income - current (Note 8)	6,898,036	1	5,428,806	1	5,298,669	1
Financial assets for hedging - current (Note 9)	5,399,231	1	3,125,323	-	2,206,895	-
Contract assets - current (Note 24)	7,443,146	1	7,172,302	1	9,057,836	1
Notes receivable (Note 10)	1,772,312	-	1,906,064	-	2,066,256	-
Notes receivable - related parties (Notes 10 and 30)	-	-	272	-	348	-
Accounts receivable, net (Note 10)	10,087,523	1	11,315,075	2	16,340,410	2
Accounts receivable - related parties (Notes 10 and 30)	35,474	-	114,832	-	86,657	-
Other receivables (Note 30)	2,124,340	-	2,075,383	-	1,718,147	-
Current tax assets	59,831	-	79,688	-	627,875	-
Inventories (Note 11)	126,096,969	20	131,515,763	20	152,746,159	22
Non-current assets held for sale	15,714	-	-	-	81,226	-
Other financial assets - current (Notes 13 and 31)	14,301,461	2	9,130,272	1	10,325,841	1
Other current assets	5,354,296	1	6,674,611	1	6,188,005	1
Total current assets	203,698,178	30	210,365,094	31	243,791,164	34
NONCURRENT ASSETS						
Financial assets at fair value through profit or loss - noncurrent (Note 7)	824,542	-	869,532	-	827,438	-
Financial assets at fair value through other comprehensive income - noncurrent (Note 8)	49,281,670	7	48,614,893	7	53,345,793	7
Financial assets for hedging - noncurrent (Note 9)	1,527,439	-	814,630	-	748,987	-
Investments accounted for using equity method (Note 12)	14,277,871	2	14,565,313	2	14,138,197	2
Property, plant and equipment (Notes 14 and 31)	371,042,679	56	370,248,034	56	369,934,162	53
Right-of-use assets (Notes 15 and 31)	13,126,443	2	12,323,990	2	12,658,499	2
Investment properties (Notes 16 and 31)	9,692,950	2	9,759,107	1	9,382,165	1
Intangible assets	1,263,112	-	1,343,993	-	1,406,124	-
Deferred tax assets	8,863,535	1	8,262,336	1	8,854,788	1
Refundable deposits	803,928	-	1,070,477	-	1,243,042	-
Other financial assets - noncurrent (Notes 13 and 31)	3,270,719	-	3,185,310	-	3,281,616	-
Other noncurrent assets	2,681,451	-	2,346,688	-	2,784,449	-
Total noncurrent assets	476,656,339	70	473,404,303	69	478,605,260	66
TOTAL	\$ 680,354,517	100	\$ 683,769,397	100	\$ 722,396,424	100
LIABILITIES AND EQUITY						
CURRENT LIABILITIES						
Short-term borrowings and bank overdraft (Notes 17 and 31)	\$ 32,186,343	5	\$ 49,668,589	7	\$ 43,626,364	6
Short-term bills payable (Note 17)	71,756,254	11	37,980,878	6	15,730,585	2
Financial liabilities at fair value through profit or loss - current (Note 7)	1,875	-	-	-	1,608	-
Financial liabilities for hedging - current (Note 9)	119,874	-	243,447	-	418,293	-
Contract liabilities - current (Note 24)	3,942,847	1	4,297,357	1	4,540,388	1
Notes payable	1,091,685	-	1,545,218	-	1,845,670	-
Accounts payable (Note 19)	14,275,572	2	14,588,899	2	24,644,933	3
Accounts payable - related parties (Notes 19 and 30)	141,113	-	23,600	-	558,222	-
Other payables (Notes 20 and 30)	39,534,391	6	26,024,196	4	84,004,216	12
Current tax liabilities	1,026,778	-	3,772,877	1	5,681,422	1
Provisions - current (Note 21)	5,398,375	1	5,737,290	1	6,101,603	1
Lease liabilities - current (Note 15)	1,087,794	-	1,255,361	-	1,280,347	-
Current portion of bonds payable (Note 18)	16,599,185	3	12,224,635	2	19,724,579	3
Current portion of long-term bank borrowings (Notes 17 and 31)	2,980,219	-	5,220,738	1	5,054,022	1
Current portion of bills payable (Note 17)	-	-	-	-	5,900,000	1
Refund liabilities - current	2,359,616	-	2,466,410	-	3,659,090	1
Other current liabilities	1,296,807	-	1,396,851	-	1,401,481	-
Total current liabilities	193,798,728	29	166,446,346	25	224,172,823	32
NONCURRENT LIABILITIES						
Financial liabilities for hedging - noncurrent (Note 9)	967,423	-	1,046,631	-	832,050	-
Contract liabilities - noncurrent (Note 24)	37,575	-	37,575	-	72,086	-
Bonds payable (Note 18)	45,185,159	7	50,122,943	7	56,592,158	8
Long-term bank borrowings (Notes 17 and 31)	47,954,632	7	51,571,254	8	32,447,853	4
Long-term bills payable (Note 17)	18,605,303	3	26,557,580	4	12,794,595	2
Provisions - noncurrent (Note 21)	882,497	-	821,937	-	986,422	-
Deferred tax liabilities	13,930,055	2	13,757,387	2	15,030,553	2
Lease liabilities - noncurrent (Note 15)	10,760,549	1	9,727,326	1	10,001,871	1
Net defined benefit liabilities	5,394,543	1	5,605,470	1	8,142,148	1
Other noncurrent liabilities	1,225,497	-	1,229,504	-	1,223,965	-
Total noncurrent liabilities	144,943,233	21	160,477,607	23	138,123,701	18
Total liabilities	338,741,961	50	326,923,953	48	362,296,524	50
EQUITY ATTRIBUTABLE TO OWNERS OF THE CORPORATION (Note 23)						
Share capital						
Ordinary shares	157,348,610	23	157,348,610	23	157,348,610	22
Preference shares	382,680	-	382,680	-	382,680	-
Total share capital	157,731,290	23	157,731,290	23	157,731,290	22
Capital surplus	40,284,062	6	40,275,115	6	39,278,581	5
Retained earnings						
Legal reserve	74,683,304	11	72,765,975	11	72,765,975	10
Special reserve	26,913,732	4	26,914,657	4	26,915,139	4
Unappropriated earnings	18,463,332	3	35,708,731	5	37,589,829	5
Total retained earnings	120,060,368	18	135,389,363	20	137,270,943	19
Other equity	(3,423,897)	(1)	(4,844,120)	(1)	(3,112,733)	-
Treasury shares	(8,649,421)	(1)	(8,649,421)	(1)	(8,649,421)	(1)
Total equity attributable to owners of the Corporation	306,002,402	45	319,902,227	47	322,518,660	45
NON-CONTROLLING INTERESTS	35,610,154	5	36,943,217	5	37,581,240	5
Total equity	341,612,556	50	356,845,444	52	360,099,900	50
TOTAL	\$ 680,354,517	100	\$ 683,769,397	100	\$ 722,396,424	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 Per Share)

	For the Three Months Ended June 30				For the Six Months Ended June 30			
	2023		2022		2023		2022	
	Amount	%	Amount	%	Amount	%	Amount	%
OPERATING REVENUES (Notes 24, 30 and 35)	\$ 95,356,918	100	\$ 133,637,840	100	\$ 186,702,870	100	\$ 248,849,833	100
OPERATING COSTS (Notes 11 and 30)	<u>90,560,578</u>	<u>95</u>	<u>117,331,973</u>	<u>88</u>	<u>178,518,311</u>	<u>96</u>	<u>215,765,995</u>	<u>87</u>
GROSS PROFIT	<u>4,796,340</u>	<u>5</u>	<u>16,305,867</u>	<u>12</u>	<u>8,184,559</u>	<u>4</u>	<u>33,083,838</u>	<u>13</u>
OPERATING EXPENSES								
Selling and marketing expenses	1,140,880	1	1,203,439	1	2,265,879	1	2,330,696	1
General and administrative expenses	1,668,575	2	1,721,331	1	3,372,475	2	3,364,039	1
Research and development expenses	545,990	-	613,509	-	1,134,879	-	1,146,724	-
Expected credit loss (gain)	<u>3,073</u>	<u>-</u>	<u>2,956</u>	<u>-</u>	<u>(466)</u>	<u>-</u>	<u>2,714</u>	<u>-</u>
Total operating expenses	<u>3,358,518</u>	<u>3</u>	<u>3,541,235</u>	<u>2</u>	<u>6,772,767</u>	<u>3</u>	<u>6,844,173</u>	<u>2</u>
PROFIT FROM OPERATIONS	<u>1,437,822</u>	<u>2</u>	<u>12,764,632</u>	<u>10</u>	<u>1,411,792</u>	<u>1</u>	<u>26,239,665</u>	<u>11</u>
NON-OPERATING INCOME AND EXPENSES								
Interest income (Note 25)	248,224	-	73,772	-	426,866	-	127,369	-
Other income (Notes 25 and 30)	710,191	1	1,011,523	1	1,108,706	1	2,054,337	1
Other gains and losses (Note 25)	163,411	-	416,816	-	173,786	-	526,484	-
Finance costs (Note 25)	(894,026)	(1)	(497,558)	-	(1,796,430)	(1)	(914,941)	-
Share of the profit of associates	<u>92,753</u>	<u>-</u>	<u>630,712</u>	<u>-</u>	<u>358,683</u>	<u>-</u>	<u>869,115</u>	<u>-</u>
Total non-operating income and expenses	<u>320,553</u>	<u>-</u>	<u>1,635,265</u>	<u>1</u>	<u>271,611</u>	<u>-</u>	<u>2,662,364</u>	<u>1</u>
PROFIT BEFORE INCOME TAX	1,758,375	2	14,399,897	11	1,683,403	1	28,902,029	12
INCOME TAX EXPENSE (Notes 4 and 26)	<u>289,027</u>	<u>-</u>	<u>3,371,517</u>	<u>3</u>	<u>307,184</u>	<u>-</u>	<u>6,165,213</u>	<u>3</u>
NET PROFIT FOR THE PERIOD	<u>1,469,348</u>	<u>2</u>	<u>11,028,380</u>	<u>8</u>	<u>1,376,219</u>	<u>1</u>	<u>22,736,816</u>	<u>9</u>
OTHER COMPREHENSIVE INCOME (Notes 23 and 26)								
Items that will not be reclassified subsequently to profit or loss								
Unrealized gains and losses on investments in equity instruments designated as at fair value through other comprehensive income	1,028,443	1	(2,013,830)	(1)	1,878,670	1	(871,114)	-

(Continued)

CHINA STEEL CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

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

	For the Three Months Ended June 30				For the Six Months Ended June 30			
	2023		2022		2023		2022	
	Amount	%	Amount	%	Amount	%	Amount	%
Gains and losses on hedging instruments	\$ (1,829)	-	\$ (10,061)	-	\$ 241,881	-	\$ 860,448	-
Share of the other comprehensive income of associates	(42,564)	-	(3,711)	-	(34,843)	-	(24,026)	-
Income tax benefit (expense) relating to items that will not be reclassified subsequently to profit or loss	30,908	-	191,313	-	(235,456)	-	94,666	-
Items that may be reclassified subsequently to profit or loss								
Exchange differences on translating foreign operations	441,047	-	(162,293)	-	(320,013)	-	2,084,496	1
Unrealized gains and losses on investments in debt instruments designated as at fair value through other comprehensive income	645	-	235	-	57	-	(200)	-
Gains and losses on hedging instruments	243,880	-	58,902	-	247,725	-	58,902	-
Share of the other comprehensive income of associates	63,049	-	586,538	-	205,074	-	338,605	-
Income tax expense relating to items that may be reclassified subsequently to profit or loss	(17,254)	-	(42,525)	-	(9,618)	-	(73,747)	-
Other comprehensive income (loss) for the period, net of income tax	<u>1,746,325</u>	<u>1</u>	<u>(1,395,432)</u>	<u>(1)</u>	<u>1,973,477</u>	<u>1</u>	<u>2,468,030</u>	<u>1</u>
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	<u>\$ 3,215,673</u>	<u>3</u>	<u>\$ 9,632,948</u>	<u>7</u>	<u>\$ 3,349,696</u>	<u>2</u>	<u>\$ 25,204,846</u>	<u>10</u>
NET PROFIT ATTRIBUTABLE TO:								
Owners of the Corporation	\$ 992,624	1	\$ 10,084,219	7	\$ 267,635	-	\$ 20,855,268	8
Non-controlling interests	<u>476,724</u>	<u>1</u>	<u>944,161</u>	<u>1</u>	<u>1,108,584</u>	<u>1</u>	<u>1,881,548</u>	<u>1</u>
	<u>\$ 1,469,348</u>	<u>2</u>	<u>\$ 11,028,380</u>	<u>8</u>	<u>\$ 1,376,219</u>	<u>1</u>	<u>\$ 22,736,816</u>	<u>9</u>
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:								
Owners of the Corporation	\$ 2,584,389	3	\$ 8,416,465	6	\$ 1,931,089	1	\$ 22,365,725	9
Non-controlling interests	<u>631,284</u>	<u>-</u>	<u>1,216,483</u>	<u>1</u>	<u>1,418,607</u>	<u>1</u>	<u>2,839,121</u>	<u>1</u>
	<u>\$ 3,215,673</u>	<u>3</u>	<u>\$ 9,632,948</u>	<u>7</u>	<u>\$ 3,349,696</u>	<u>2</u>	<u>\$ 25,204,846</u>	<u>10</u>

(Continued)

CHINA STEEL CORPORATION AND SUBSIDIARIES

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

	For the Three Months Ended June 30				For the Six Months Ended June 30			
	2023		2022		2023		2022	
	Amount	%	Amount	%	Amount	%	Amount	%
EARNINGS PER SHARE								
(Note 27)								
Basic	<u>\$ 0.06</u>		<u>\$ 0.65</u>		<u>\$ 0.02</u>		<u>\$ 1.35</u>	
Diluted	<u>\$ 0.06</u>		<u>\$ 0.65</u>		<u>\$ 0.02</u>		<u>\$ 1.34</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)

	Equity Attributable to Owners of the Corporation											Non-controlling Interests	Total Equity	
	Share Capital			Retained Earnings			Other Equity							
	Ordinary Shares	Preference Shares	Capital Surplus	Legal Reserve	Special Reserve	Unappropriated Earnings	Exchange Differences on Translating Foreign Operations	Unrealized Gains and Losses on Financial Assets at Fair Value Through Other Comprehensive Income	Gains and Losses on Hedging Instruments	Total Other Equity	Treasury Shares			Total Equity Attributable to Owners of the Corporation
BALANCE AT JANUARY 1, 2022	\$ 157,348,610	\$ 382,680	\$ 39,238,636	\$ 66,611,343	\$ 27,639,574	\$ 70,863,295	\$ (9,167,082)	\$ 951,977	\$ 3,809,153	\$ (4,405,952)	\$ (8,649,421)	\$ 349,028,765	\$ 37,926,255	\$ 386,955,020
Appropriation of 2021 earnings (Note 23)	-	-	-	6,154,632	-	(6,154,632)	-	-	-	-	-	-	-	-
Legal reserve	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Special reserve	-	-	-	-	(723,473)	723,473	-	-	-	-	-	-	-	-
Cash dividends to ordinary shareholders - NTS\$3.1 per share	-	-	-	-	-	(48,778,069)	-	-	-	-	-	(48,778,069)	-	(48,778,069)
Cash dividends to preference shareholders - NTS\$3.1 per share	-	-	-	-	-	(118,631)	-	-	-	-	-	(118,631)	-	(118,631)
Reversal of special reserve	-	-	-	-	(962)	962	-	-	-	-	-	-	-	-
Net profit for the six months ended June 30, 2022	-	-	-	-	-	20,855,268	-	-	-	-	-	20,855,268	1,881,548	22,736,816
Other comprehensive income for the six months ended June 30, 2022, net of income tax	-	-	-	-	-	55,333	1,784,063	(850,156)	521,217	1,455,124	-	1,510,457	957,573	2,468,030
Total comprehensive income for the six months ended June 30, 2022	-	-	-	-	-	20,910,601	1,784,063	(850,156)	521,217	1,455,124	-	22,365,725	2,839,121	25,204,846
Difference between consideration and carrying amount of subsidiaries acquired or disposed	-	-	36,424	-	-	-	-	-	-	-	-	36,424	-	36,424
Adjustment of non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	-	(3,184,136)	(3,184,136)
Disposal of investments in equity instruments at fair value through other comprehensive income	-	-	-	-	-	161,905	-	(161,905)	-	(161,905)	-	-	-	-
Adjustment of other equity	-	-	3,521	-	-	(19,075)	-	-	-	-	-	(15,554)	-	(15,554)
BALANCE AT JUNE 30, 2022	\$ 157,348,610	\$ 382,680	\$ 39,278,581	\$ 72,765,975	\$ 26,915,139	\$ 37,589,829	\$ (7,383,019)	\$ (60,084)	\$ 4,330,370	\$ (3,112,733)	\$ (8,649,421)	\$ 322,518,660	\$ 37,581,240	\$ 360,099,900
BALANCE AT JANUARY 1, 2023	\$ 157,348,610	\$ 382,680	\$ 40,275,115	\$ 72,765,975	\$ 26,914,657	\$ 35,708,731	\$ (6,308,766)	\$ (3,046,896)	\$ 4,511,542	\$ (4,844,120)	\$ (8,649,421)	\$ 319,902,227	\$ 36,943,217	\$ 356,845,444
Appropriation of 2022 earnings (Note 23)	-	-	-	1,917,329	-	(1,917,329)	-	-	-	-	-	-	-	-
Legal reserve	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Cash dividends to ordinary shareholders - NTS 1.0 per share	-	-	-	-	-	(15,734,861)	-	-	-	-	-	(15,734,861)	-	(15,734,861)
Cash dividends to preference shareholders - NTS\$1.4 per share	-	-	-	-	-	(53,575)	-	-	-	-	-	(53,575)	-	(53,575)
Reversal of special reserve	-	-	-	-	(925)	925	-	-	-	-	-	-	-	-
Net profit for the six months ended June 30, 2023	-	-	-	-	-	267,635	-	-	-	-	-	267,635	1,108,584	1,376,219
Other comprehensive income for the six months ended June 30, 2023, net of income tax	-	-	-	-	-	155	4,140	1,455,668	203,491	1,663,299	-	1,663,454	310,023	1,973,477
Total comprehensive income for the six months ended June 30, 2023	-	-	-	-	-	267,790	4,140	1,455,668	203,491	1,663,299	-	1,931,089	1,418,607	3,349,696
Adjustment of non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	-	(2,751,670)	(2,751,670)
Disposal of investments in equity instruments at fair value through other comprehensive income	-	-	-	-	-	243,076	-	(243,076)	-	(243,076)	-	-	-	-
Adjustment of other equity	-	-	8,947	-	-	(51,425)	-	-	-	-	-	(42,478)	-	(42,478)
BALANCE AT JUNE 30, 2023	\$ 157,348,610	\$ 382,680	\$ 40,284,062	\$ 74,683,304	\$ 26,913,732	\$ 18,463,332	\$ (6,304,626)	\$ (1,834,304)	\$ 4,715,033	\$ (3,423,897)	\$ (8,649,421)	\$ 306,002,402	\$ 35,610,154	\$ 341,612,556

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)

	For the Six Months Ended June 30	
	2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before income tax	\$ 1,683,403	\$ 28,902,029
Adjustments for:		
Depreciation expense	16,343,003	17,259,051
Amortization expense	117,068	132,497
Expected credit loss recognized (reversed)	(466)	2,714
Net gain on financial assets and liabilities at fair value through profit or loss	(76,311)	(17,120)
Finance costs	1,796,430	914,941
Interest income	(426,866)	(127,369)
Dividends income	(697,305)	(1,008,629)
Share of the profit of associates	(340,773)	(877,691)
Gain on disposal of property, plant and equipment	(530,201)	(306,650)
Gain on disposal of non-current assets held for sale	(7,232)	(42,754)
Loss (gain) on disposal of investments	48,450	(18,391)
Write-down (reversal) of inventories	(2,121,178)	1,210,641
Reversal of provisions	(256,235)	(667,259)
Others	(1,414)	23,192
Changes in operating assets and liabilities		
Financial assets mandatorily classified as at fair value through profit or loss	(36,920)	126,038
Financial assets for hedging	(2,532,159)	(626,769)
Contract assets	(156,833)	(761,965)
Notes receivable	133,752	175,336
Notes receivable - related parties	272	209
Accounts receivable	1,229,117	(818,230)
Accounts receivable - related parties	79,358	330,153
Other receivables	146,596	2,572,774
Inventories	7,543,202	(24,436,514)
Other current assets	1,198,637	(1,788,835)
Financial liabilities for hedging	(129,666)	(35,703)
Contract liabilities	(354,510)	(844,759)
Notes payable	(453,533)	274,757
Accounts payable	(313,327)	2,409,218
Accounts payable - related parties	117,513	383,018
Other payables	(1,036,347)	1,601,115
Provisions	(20,720)	(152,254)
Other current liabilities	(100,044)	31,587
Net defined benefit liabilities	(210,927)	(619,324)
Refund liabilities	(106,794)	(39,822)
Cash generated from operations	20,527,040	23,159,232
Income taxes paid	(3,707,031)	(13,319,425)
Net cash generated from operating activities	<u>16,820,009</u>	<u>9,839,807</u>

(Continued)

CHINA STEEL CORPORATION AND SUBSIDIARIES

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

	For the Six Months Ended June 30	
	2023	2022
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of financial assets at fair value through other comprehensive income	\$ (2,728,382)	\$ (1,601,176)
Proceeds from disposal of financial assets at fair value through other comprehensive income	2,492,261	2,079,569
Proceeds from capital reduction of financial assets at fair value through other comprehensive income	-	8,242
Acquisition of financial assets at fair value through profit or loss	(3,179,755)	(2,245,527)
Proceeds from disposal of financial assets at fair value through profit or loss	2,700,132	2,446,755
Proceeds from disposal of investments accounted for using equity method	111,555	21,672
Disposal of subsidiaries	-	5,689
Proceeds from capital reduction of investments accounted for using equity method	105,000	-
Proceeds from disposal of non-current assets held for sale	11,493	272,166
Acquisition of property, plant and equipment	(17,259,810)	(15,281,535)
Proceeds from disposal of property, plant and equipment	1,059,622	613,664
Decrease (increase) in refundable deposits	388,227	(38,601)
Acquisition of intangible assets	(18,756)	(35,491)
Acquisition of right-of-use assets	(120)	-
Increase in other financial assets	(5,256,598)	(442,272)
Decrease (increase) in other noncurrent assets	(422,269)	12,399
Interest received	415,957	113,796
Dividends received from associates	378,650	548,064
Dividends received from others	587,817	909,561
Net cash used in investing activities	<u>(20,614,976)</u>	<u>(12,613,025)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from short-term borrowings	143,007,807	148,452,786
Repayments of short-term borrowings	(160,504,494)	(137,811,756)
Proceeds from short-term bills payable	100,775,258	46,297,010
Repayments of short-term bills payable	(66,999,883)	(46,402,836)
Proceeds from bonds payable	5,214,263	-
Repayments of bonds payable	(5,750,000)	(3,500,000)
Proceeds from long-term bank borrowings	38,750,483	29,523,493
Repayments of long-term bank borrowings	(44,682,698)	(23,539,953)
Proceeds from long-term bills payable	6,100,243	5,628,987
Repayments of long-term bills payable	(14,052,520)	(1,327,314)
Repayments of principal of lease liabilities	(676,028)	(527,130)

(Continued)

CHINA STEEL CORPORATION AND SUBSIDIARIES

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

	For the Six Months Ended June 30	
	2023	2022
Increase (decrease) in other noncurrent liabilities	\$ (4,007)	\$ 28,794
Dividends paid to owners of the Corporation	(3,668)	(3,346)
Acquisition of additional interests in subsidiary	(393,854)	(41,883)
Partial disposal of interests in subsidiaries without loss of control	-	3,916
Interest paid	(2,356,275)	(1,011,578)
Increase in non-controlling interests	<u>(2,534,229)</u>	<u>(3,143,449)</u>
Net cash generated from (used in) financing activities	<u>(4,109,602)</u>	<u>12,625,741</u>
EFFECT OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH AND CASH EQUIVALENTS	<u>(277,969)</u>	<u>1,184,307</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(8,182,538)	11,036,830
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	<u>25,201,736</u>	<u>18,970,605</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	<u>\$ 17,019,198</u>	<u>\$ 30,007,435</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, 2023 and 2022:		
Cash and cash equivalents in the consolidated balance sheets	\$ 20,991,351	\$ 34,614,401
Bank overdraft	<u>(3,972,153)</u>	<u>(4,606,966)</u>
Cash and cash equivalents in the consolidated statements of cash flows	<u>\$ 17,019,198</u>	<u>\$ 30,007,435</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, 2023 AND 2022 (In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

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, 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, 2023 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 dollars.

2. APPROVAL OF FINANCIAL STATEMENTS

The consolidated financial statements were approved by the Corporation’s board of directors and authorized for issue on August 4 , 2023.

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

- a. Initial application of the International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), Interpretations of IFRS (IFRIC), and Interpretations of IAS (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 any material impact on the Corporation and its subsidiaries’ accounting policies.

- b. The 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>
Amendments to IFRS 10 and IAS 28 “Sale or Contribution of Assets between An Investor and Its Associate or Joint Venture”	To be determined by IASB
Amendments to IFRS 16 “Leases Liability in a Sale and Leaseback”	January 1, 2024 (Note 2)
IFRS 17 “Insurance Contracts”	January 1, 2023
Amendments to IFRS 17	January 1, 2023
Amendments to IFRS 17 “Initial Application of IFRS 17 and IFRS 9 - Comparative Information”	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, 2024
Amendments to IAS 1 “Non-current Liabilities with Covenants”	January 1, 2024
Amendments to IAS 7 and IFRS 7 “Supplier Finance Arrangements”	January 1, 2024
Amendments to IAS 12 “International Tax Reform - Pillar Two Model Rules”	Note 3

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

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

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

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

4. SUMMARY OF MATERIAL ACCOUNTING POLICY INFORMATION

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, 2023	December 31, 2022	June 30, 2022	
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	

Investor	Investee	Main Businesses	Percentage of Ownership (%)			Additional Descriptions
			June 30, 2023	December 31, 2022	June 30, 2022	
Gains Investment Corporation	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 Ground-Granulated Blast-Furnace Slag and Blast-Furnace Slag Cement, Air-cooled Blast Furnace Slag and Basic Oxygen Furnace Slag, 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 38%, 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	
	CSCI Steel Corporation India Pvt. Ltd. (CSCI) (Renamed from China Steel Corporation India Pvt. Ltd.)	Electrical steel	100	100	100	Renamed in February 2022
	Kaohsiung Rapid Transit Corporation (KRTC)	Mass Rapid Transit service	43	43	43	Direct and indirect ownerships amounted to 51%
	China Steel Resources Corporation (CSRC)	Other non-metallic mineral products manufacturing	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	47	47	47	Direct and indirect ownerships amounted to 62%, not increasing in shares proportionally to percentage of ownership in January 2022
	United Steel International Co., Ltd. (USICL)	Holding and investment	-	-	80	End of settlement in October 2022
China Steel Power Holding Corporation (CPHC)	General investment	51	51	51		
Eminence Investment Corporation (EIC)	General investment	100	100	100		
Betacera Inc. (BETACERA)	Manufacturing and trading of electronic ceramics	48	48	48	Direct and indirect ownerships amounted to 52%	

Investor	Investee	Main Businesses	Percentage of Ownership (%)			Additional Descriptions
			June 30, 2023	December 31, 2022	June 30, 2022	
Eminence Investment Corporation	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
	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 65%
	Pro-Ascentek Investment Corporation (PAIC)	General investment	5	5	5	Direct and indirect ownerships amounted to 61%
	OmniGains Investment Corporation (OG)	General investment	100	-	-	Investment in April 2023
	Shin Mau Investment Corporation (SMIC)	General investment	30	30	30	Direct and indirect ownerships amounted to 100%
	Ding Da Investment Corporation (DDIC)	General investment	30	30	30	Direct and indirect ownerships amounted to 100%
	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	Direct and indirect ownerships amounted to 100%
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	Direct and indirect ownerships amounted to 100%
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%
	Li-Ching-Long Investment Corporation (LCLIC)	General investment	5	5	5	Direct and indirect ownerships amounted to 100%
Betacera Inc. Lefkara Ltd.	Lefkara Ltd. (Lefkara)	Holding and Investment	100	100	100	
	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	Thintech Global Limited (TTGL)	Holding and investment	100	100	100	
	Taicang Thintech Materials Co., Ltd. (TCMC)	Sputtering target manufacturing and sales	100	100	100	
China Steel Express Corporation	CSE Transport Corporation (CSEP)	Shipping services for raw materials	100	100	100	
	Transglory Investment Corporation (TIC)	General investment	48	50	50	Direct and indirect ownerships amounted to 100%, not increasing in shares proportionally to percentage of ownership in February 2023

Investor	Investee	Main Businesses	Percentage of Ownership (%)			Additional Descriptions
			June 30, 2023	December 31, 2022	June 30, 2022	
	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	End of cancellation in July 2023
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)	Real estate development	60	60	60	Direct and indirect ownerships amounted to 100%
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	-	-	-	Investment restructuring in February 2022
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	End of settlement in January 2023
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	
	Formosa Ha Tinh CSCC (Cayman) International Limited (FHTCIL)	General investment	-	50	50	Under of settlement in April 2023
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	End of settlement in September 2022
	CSGT International Corporation (CIC)	Holding and investment	100	100	100	
	CSGT (Shenzhen) Co., Ltd. (SZH)	Buy and sell, and act as an agency for steel products	65	65	65	
	China Steel Precision Metals Kunshan Co., Ltd. (CSPK)	Cutting and processing of steel products	100	100	100	
	China Steel Precision Metals Qingdao Co., Ltd. (CSMQ)	Cutting and processing of steel products	70	70	70	Investment restructuring in February 2022
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	-	-	-	End of settlement in April 2022
CSGT International Corporation	CSGT Metals Vietnam Joint Stock Company (CSGT-VTM)	Cutting and processing of steel products	60	60	60	
	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)	Manufacture and sale of Ground-Granulated Blast-Furnace Slag, Sales of Granulated Blast-Furnace Slag	85	85	85	
InfoChamp Systems Corporation	Info-Champ System (B.V.I) Corporation (ICSCB)	Holding and investment	100	100	100	

Investor	Investee	Main Businesses	Percentage of Ownership (%)			Additional Descriptions
			June 30, 2023	December 31, 2022	June 30, 2022	
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	100	100	
United Steel Engineering & Construction Corporation	United Steel Investment Pte Ltd (USIPL)	Holding and investment	-	100	100	Under of cancellation in February 2023
	United Steel Construction (Vietnam) Co., Ltd. (USCVC)	Construction and management of buildings, roads and railways, and other civil engineering projects	100	100	100	
China Ecotek Corporation	CEC International Corporation (CECIC)	General investment	100	100	100	
	CEC Development Corporation (CDC)	General investment	100	100	100	
	China Ecotek India Private Limited (CECI)	Construction engineering	-	-	-	
CEC International Corporation	China Ecotek India Private Limited (CECI)	Construction engineering	100	100	100	
CEC Development Corporation	China Ecotek Vietnam Company Limited (CEVC)	Construction engineering	100	100	100	
	Xiamen Ecotek PRC Company Limited (XEP)	Equipment materials import and export	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	End of settlement in March 2023
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. (TTTC)	Technical service	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 or with 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, 2022.

1) Retirement benefits

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

2) 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. MATERIAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

The same material 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, 2022.

6. CASH AND CASH EQUIVALENTS

	June 30, 2023	December 31, 2022	June 30, 2022
Cash on hand	\$ 42,666	\$ 45,541	\$ 42,010
Checking accounts and demand deposits	14,205,547	13,713,744	20,636,633
Cash equivalents (investments with original maturities of less than 3 months)			
Time deposits and negotiable certificates of deposit	3,850,238	9,706,943	6,360,252
Commercial papers	2,843,780	5,115,707	7,575,506
Bonds with repurchase agreements	<u>49,120</u>	<u>615,679</u>	<u>-</u>
	<u>\$ 20,991,351</u>	<u>\$ 29,197,614</u>	<u>\$ 34,614,401</u>

Cash and cash equivalents shown in the consolidated statements of cash flows can be reconciled to the related items in the consolidated balance sheets. The reconciliation information as of June 30, 2023 and 2022 was shown in the consolidated statements of cash flows; the reconciliation information as of December 31, 2022 was as follows:

	December 31, 2022
Cash and cash equivalents	\$ 29,197,614
Bank overdraft	<u>(3,995,878)</u>
	<u>\$ 25,201,736</u>

7. FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

	June 30, 2023	December 31, 2022	June 30, 2022
<u>Financial assets at FVTPL - current</u>			
Financial assets mandatorily classified as at FVTPL			
Mutual funds	\$ 2,848,318	\$ 2,411,582	\$ 2,136,159
Listed shares	106,043	79,627	109,051
Emerging market shares	104,240	94,311	142,780
Convertibles bonds	57,636	41,130	42,192
Foreign exchange forward contracts (a)	-	182	-
Future contracts (b)	<u>2,257</u>	<u>2,257</u>	<u>2,257</u>
	<u>\$ 3,118,494</u>	<u>\$ 2,629,089</u>	<u>\$ 2,432,439</u>
<u>Financial assets at FVTPL - noncurrent</u>			
Financial assets mandatorily classified as at FVTPL			
Unlisted shares	\$ 798,465	\$ 841,723	\$ 798,180
Emerging market shares	<u>26,077</u>	<u>27,809</u>	<u>29,258</u>
	<u>\$ 824,542</u>	<u>\$ 869,532</u>	<u>\$ 827,438</u>
<u>Financial liabilities at FVTPL - current</u>			
Financial liabilities held for trading			
Convertible bonds (Note 18)	\$ 420	\$ -	\$ -
Foreign exchange forward contracts (a)	<u>1,455</u>	<u>-</u>	<u>1,608</u>
	<u>\$ 1,875</u>	<u>\$ -</u>	<u>\$ 1,608</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, 2023</u>			
Sell	USD/NTD	2023.07-2023.09	USD2,800/NTD85,120
<u>December 31, 2022</u>			
Sell	USD/NTD	2023.03	USD2,000/NTD61,240

	Currency	Maturity Date	Contract Amount (In Thousands)
<u>June 30, 2022</u>			
Sell	USD/NTD	2022.07	USD2,950/NTD86,009

- b. The subsidiaries entered into precious metal 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 June 30, 2023, December 31, 2022 and June 30, 2022, the contracts for delivery of precious metal futures have fully expired.

8. FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

	June 30, 2023	December 31, 2022	June 30, 2022
<u>Current</u>			
Domestic investments			
Listed shares	\$ 6,674,587	\$ 5,264,273	\$ 5,245,363
Emerging market shares and unlisted shares	27,990	28,607	38,745
Corporate bonds	<u>122,256</u>	<u>121,159</u>	<u>-</u>
	<u>6,824,833</u>	<u>5,414,039</u>	<u>5,284,108</u>
Foreign investments			
Corporate bonds	<u>73,203</u>	<u>14,767</u>	<u>14,561</u>
	<u>\$ 6,898,036</u>	<u>\$ 5,428,806</u>	<u>\$ 5,298,669</u>
<u>Noncurrent</u>			
Domestic investments			
Listed shares	\$ 10,490,348	\$ 9,302,598	\$ 9,166,807
Emerging market shares and unlisted shares	<u>2,999,524</u>	<u>2,811,678</u>	<u>3,031,808</u>
	<u>13,489,872</u>	<u>12,114,276</u>	<u>12,198,615</u>
Foreign investments			
Unlisted shares	32,539,997	\$ 33,552,612	38,229,198
Listed shares	2,341,041	2,046,926	1,961,757
Certificate of entitlement	<u>910,760</u>	<u>901,079</u>	<u>956,223</u>
	<u>35,791,798</u>	<u>36,500,617</u>	<u>41,147,178</u>
	<u>\$ 49,281,670</u>	<u>\$ 48,614,893</u>	<u>\$ 53,345,793</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, 2023	December 31, 2022	June 30, 2022
<u>Financial assets for hedging - current</u>			
Hedging foreign-currency deposits	\$ 5,368,362	\$ 3,056,877	\$ 2,183,331
Foreign exchange forward contracts	<u>30,869</u>	<u>68,446</u>	<u>23,564</u>
	<u>\$ 5,399,231</u>	<u>\$ 3,125,323</u>	<u>\$ 2,206,895</u>
<u>Financial assets for hedging - noncurrent</u>			
Foreign exchange forward contracts	\$ 784,299	\$ 343,848	\$ 58,746
Interest rate swap contracts	<u>743,140</u>	<u>470,782</u>	<u>690,241</u>
	<u>\$ 1,527,439</u>	<u>\$ 814,630</u>	<u>\$ 748,987</u>
<u>Financial liabilities for hedging - current</u>			
Bank loans (Note 17)	\$ -	\$ -	\$ 264,895
Borrowed precious metals from bank	109,351	239,060	137,450
Foreign exchange forward contracts	<u>10,523</u>	<u>4,387</u>	<u>15,948</u>
	<u>\$ 119,874</u>	<u>\$ 243,447</u>	<u>\$ 418,293</u>
<u>Financial liabilities for hedging - noncurrent</u>			
Bank loans (Note 17)	\$ 966,962	\$ 1,045,219	\$ 716,460
Foreign exchange forward contracts	<u>461</u>	<u>1,412</u>	<u>115,590</u>
	<u>\$ 967,423</u>	<u>\$ 1,046,631</u>	<u>\$ 832,050</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.

Refer to Note 29 for information relating to financial instruments for hedging.

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

	June 30, 2023	December 31, 2022	June 30, 2022
Notes receivable			
Operating	\$ 1,772,312	\$ 1,906,336	\$ 2,066,604
Non-operating	<u>-</u>	<u>-</u>	<u>-</u>
	<u>\$ 1,772,312</u>	<u>\$ 1,906,336</u>	<u>\$ 2,066,604</u>
Accounts receivable	\$ 10,276,729	\$ 11,583,646	\$ 16,579,973
Less: Allowance for impairment loss	<u>153,732</u>	<u>153,739</u>	<u>152,906</u>
	<u>\$ 10,122,997</u>	<u>\$ 11,429,907</u>	<u>\$ 16,427,067</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, 2023

	Not Past Due	1 to 30 Days	31 to 60 Days	61 to 365 Days	Over 365 Days	Total
Gross carrying amount	\$ 11,485,319	\$ 200,511	\$ 40,465	\$ 47,333	\$ 275,413	\$ 12,049,041
Loss allowance (Lifetime ECL)	<u>(8,666)</u>	<u>(1,886)</u>	<u>(5,944)</u>	<u>(3,887)</u>	<u>(133,349)</u>	<u>(153,732)</u>
Amortized cost	<u>\$ 11,476,653</u>	<u>\$ 198,625</u>	<u>\$ 34,521</u>	<u>\$ 43,446</u>	<u>\$ 142,064</u>	<u>\$ 11,895,309</u>

December 31, 2022

	Not Past Due	1 to 30 Days	31 to 60 Days	61 to 365 Days	Over 365 Days	Total
Gross carrying amount	\$ 12,711,988	\$ 353,360	\$ 226,625	\$ 63,664	\$ 134,345	\$ 13,489,982
Loss allowance (Lifetime ECL)	<u>(9,010)</u>	<u>(22)</u>	<u>(7,305)</u>	<u>(4,256)</u>	<u>(133,146)</u>	<u>(153,739)</u>
Amortized cost	<u>\$ 12,702,978</u>	<u>\$ 353,338</u>	<u>\$ 219,320</u>	<u>\$ 59,408</u>	<u>\$ 1,199</u>	<u>\$ 13,336,243</u>

June 30, 2022

	Not Past Due	1 to 30 Days	31 to 60 Days	61 to 365 Days	Over 365 Days	Total
Gross carrying amount	\$ 17,988,532	\$ 378,247	\$ 35,113	\$ 110,239	\$ 134,446	\$ 18,646,577
Loss allowance (Lifetime ECL)	<u>(12,917)</u>	<u>-</u>	<u>(2,256)</u>	<u>(4,862)</u>	<u>(132,871)</u>	<u>(152,906)</u>
Amortized cost	<u>\$ 17,975,615</u>	<u>\$ 378,247</u>	<u>\$ 32,857</u>	<u>\$ 105,377</u>	<u>\$ 1,575</u>	<u>\$ 18,493,671</u>

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

	For the Six Months Ended June 30	
	2023	2022
Balance, beginning of period	\$ 153,739	\$ 161,334
Recognition (reversal)	(348)	3,059
Written off	-	(11,949)
Effect of foreign currency exchange difference	<u>341</u>	<u>462</u>
Balance, end of period	<u>\$ 153,732</u>	<u>\$ 152,906</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 subsidiary 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, 2023 and 2022, the related information for the Corporation and its subsidiaries 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, 2023						
Mega Bank	\$ 1,168,020	\$ 1,655,276	\$ 1,533,137	\$ 1,290,159	1.00-2.51	NT\$ 9 billion
Bank of Taiwan	476,666	539,646	650,532	365,780	1.00-2.61	NT\$ 2.1 billion
Bank of Taiwan	389,518	1,914,470	1,897,200	406,788		USD130,000 thousand
Taishin Bank	1,813,047	3,227,059	2,589,487	2,450,619	0.60-6.30	USD250,000 thousand
CTBC Bank	764,251	1,498,372	1,140,552	1,122,071	3.60-6.06	USD60,000 thousand
Mizuho Bank	3,044	391,665	370,682	24,027	2.10-6.08	USD10,000 thousand
Mega Bank	224,382	90,173	262,669	51,886	3.25-6.32	NT\$530,000 thousand
Bank of Taiwan	10,293	770	10,293	770	1.99	NT\$200,000 thousand
Bank of Taiwan	9,108	-	9,108	-	1.96	USD20,000 thousand
					-	thousand
	<u>\$ 4,858,329</u>	<u>\$ 9,317,431</u>	<u>\$ 8,463,660</u>	<u>\$ 5,712,100</u>		
For the Six Months Ended June 30, 2022						
Mega Bank	\$ 2,045,351	\$ 2,481,206	\$ 2,680,409	\$ 1,846,148	0.98-1.63	NT\$9 billion
Bank of Taiwan	575,436	650,552	709,636	516,352	0.98-1.63	NT\$3 billion
Bank of Taiwan	368,790	2,025,175	1,919,758	474,207	0.64-1.54	USD130,000 thousand
Taishin Bank	3,790,809	6,015,127	6,294,129	3,511,807	0.80-1.07	USD250,000 thousand
CTBC Bank	1,632,110	1,913,510	2,592,013	953,607	0.82-1.09	USD60,000 thousand
Mizuho Bank	7,431	501,383	440,975	67,839	0.94-0.97	USD10,000 thousand
Mega Bank	453,536	537,488	811,800	179,224	1.16	NT\$841,000 thousand
Bank of Taiwan	46,016	122,937	103,081	65,872	1.16	NT\$200,000 thousand
Bank of Taiwan	22,479	25,039	22,479	25,039	2.04	USD20,000 thousand
						thousand
	<u>\$ 8,941,958</u>	<u>\$ 14,272,417</u>	<u>\$ 15,574,280</u>	<u>\$ 7,640,095</u>		

11. INVENTORIES

	June 30, 2023	December 31, 2022	June 30, 2022
Work in progress	\$ 31,341,858	\$ 32,485,469	\$ 36,774,955
Finished goods	31,501,211	34,383,088	40,902,062
Raw materials	32,125,078	33,860,965	37,546,676
Supplies	15,108,296	15,328,347	14,645,184
Inventory in transit	14,814,128	14,674,694	21,269,260

	June 30, 2023	December 31, 2022	June 30, 2022
Buildings and lands under construction	\$ 221,061	\$ 219,753	\$ 23,922
Land for construction	-	-	183,528
Others	<u>985,337</u>	<u>563,447</u>	<u>1,400,572</u>
	<u>\$ 126,096,969</u>	<u>\$ 131,515,763</u>	<u>\$ 152,746,159</u>

The costs of inventories recognized as operating costs for the three months and six months ended June 30, 2023 and 2022 were NT\$78,419,740 thousand, NT\$103,091,215 thousand, NT\$154,412,378 thousand and NT\$188,019,284 thousand, respectively, including loss on inventory NT\$2,943,485 thousand, loss on inventory NT\$2,814,317 thousand, reversal of loss on inventory NT\$2,121,178 thousand and loss on inventory NT\$1,210,641 thousand, respectively. Reversal of loss on inventory was mainly due to the impact of price fluctuations in the steel market and a decrease in stock costs.

12. INVESTMENTS ACCOUNTED FOR USING EQUITY METHOD

	June 30, 2023	December 31, 2022	June 30, 2022
Material associates			
9404-5515 Québec Inc.	\$ 8,427,675	\$ 8,126,994	\$ 8,030,479
Associates that are not individually material	<u>5,850,196</u>	<u>6,438,319</u>	<u>6,107,718</u>
	<u>\$ 14,277,871</u>	<u>\$ 14,565,313</u>	<u>\$ 14,138,197</u>

a. Material associate

Name of Associate	Nature of Activities	Principal Place of Business	Percentage of Ownership and Voting Rights (%)		
			June 30, 2023	December 31, 2022	June 30, 2022
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 have been prepared in accordance with the IFRSs, and converted to the functional currency and adjusted for the purposes of applying equity method.

	June 30, 2023	December 31, 2022	June 30, 2022
Current assets	\$ 645,576	\$ 56,016	\$ 32,056
Noncurrent assets	34,254,356	33,780,636	32,691,984
Current liabilities	<u>(557,330)</u>	<u>(719,318)</u>	<u>-</u>
Equity	<u>\$ 34,342,602</u>	<u>\$ 33,117,334</u>	<u>\$ 32,724,040</u>
Equity attributable to the Corporation and its subsidiaries (carrying amount of the investment)	<u>\$ 8,427,675</u>	<u>\$ 8,126,994</u>	<u>\$ 8,030,479</u>

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2023	2022	2023	2022
Net profit for the period	\$ <u>5,340</u>	\$ <u>2,092,072</u>	\$ <u>746,599</u>	\$ <u>2,073,350</u>
Total comprehensive income for the period	\$ <u>286,839</u>	\$ <u>4,650,745</u>	\$ <u>1,559,757</u>	\$ <u>3,630,615</u>
Dividends received from 9404-5515 Québec Inc.	\$ <u>-</u>	\$ <u>581,545</u>	\$ <u>-</u>	\$ <u>581,545</u>
Comprehensive income attributable to the Corporation and its subsidiaries	\$ <u>70,390</u>	\$ <u>1,141,293</u>	\$ <u>382,764</u>	\$ <u>890,953</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	
	2023	2022	2023	2022
The Corporation and its subsidiaries' share of Net profit for the period	\$ 69,902	\$ 107,171	\$ 157,557	\$ 368,892
Other comprehensive income (loss)	<u>(48,594)</u>	<u>(45,071)</u>	<u>(29,318)</u>	<u>(67,574)</u>
Total comprehensive income	\$ <u>21,308</u>	\$ <u>62,100</u>	\$ <u>128,239</u>	\$ <u>301,318</u>

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

	June 30, 2023	December 31, 2022	June 30, 2022
Chateau International Development Co., Ltd.	\$ <u>2,136,704</u>	\$ <u>751,220</u>	\$ <u>746,722</u>

Except for the investments in some companies, investments accounted for using equity method as of June 30, 2023 and 2022, and the share of profit or loss and other comprehensive income of associates for the six months ended June 30, 2023 and 2022 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 equity method.

Refer to Table 8 "Information on Investees" for the nature of main business, principal place of business and countries of incorporation of associates that are not individually material.

13. OTHER FINANCIAL ASSETS

	June 30, 2023	December 31, 2022	June 30, 2022
<u>Current</u>			
Time deposits with original maturities more than three months	\$ 6,988,091	\$ 1,308,964	\$ 2,491,664
Pledged time deposits (Note 31)	6,835,509	7,124,094	7,001,732
Pledged demand deposits (Note 31)	300,000	300,000	300,000
Deposits for projects	<u>177,861</u>	<u>397,214</u>	<u>532,445</u>
	<u>\$ 14,301,461</u>	<u>\$ 9,130,272</u>	<u>\$ 10,325,841</u>
<u>Noncurrent</u>			
Pledged receivables (Note 31)	\$ 2,000,000	\$ 2,000,000	\$ 2,000,000
Deposits for projects	845,140	835,924	809,074
Pledged time deposits (Note 31)	299,146	219,748	234,461
Time deposits	<u>126,433</u>	<u>129,638</u>	<u>238,081</u>
	<u>\$ 3,270,719</u>	<u>\$ 3,185,310</u>	<u>\$ 3,281,616</u>

Refer to Note 31 for information relating to other financial assets pledged as collateral.

14. PROPERTY, PLANT AND EQUIPMENT

Refer to Table 11 for the movements of property, plant and equipment for the six months ended June 30, 2023 and 2022.

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

Land improvements	3-40 years
Buildings	
Main structure	5-60 years
Others	3-40 years
Machinery and equipment	
Power equipment	3-25 years
Process equipment	8-40 years
Lifting equipment	5-25 years
Others	2-25 years
Transportation equipment	
Ship equipment	18-25 years
Others	2-20 years
Other equipment	1-35 years

The subsidiary CHS bought farmlands for warehousing at 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, 2023, December

31, 2022 and June 30, 2022, the book value of the farmlands was all NT\$19,354 thousand, recorded as land.

Refer to Note 31 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, 2023	December 31, 2022	June 30, 2022
<u>Carrying amounts</u>			
Land	\$ 12,044,119	\$ 11,103,415	\$ 11,348,441
Land improvements	236,135	242,366	266,602
Buildings	676,196	734,127	718,953
Machinery	72,572	131,325	218,146
Transportation equipment	72,804	79,217	81,264
Office equipment	14,155	19,209	11,936
Others	<u>10,462</u>	<u>14,331</u>	<u>13,157</u>
	<u>\$ 13,126,443</u>	<u>\$ 12,323,990</u>	<u>\$ 12,658,499</u>
		For the Six Months Ended June 30	
		2023	2022
Additions to right-of-use assets		<u>\$ 276,418</u>	<u>\$ 602,993</u>
	For the Three Months Ended June 30	For the Six Months Ended June 30	
	2023	2022	2023
	2022	2023	2022
Depreciation charge for right-of-use assets			
Land	\$ 231,470	\$ 219,849	\$ 465,457
Land improvements	12,618	12,119	24,237
Buildings	67,003	54,312	132,349
Machinery	42,959	29,106	86,221
Transportation equipment	12,835	13,742	26,051
Office equipment	2,527	1,533	5,054
Others	<u>1,935</u>	<u>1,138</u>	<u>3,869</u>
	<u>\$ 371,347</u>	<u>\$ 331,799</u>	<u>\$ 743,738</u>
		<u>\$ 743,738</u>	<u>\$ 628,139</u>

b. Lease liabilities

	June 30, 2023	December 31, 2022	June 30, 2022
<u>Carrying amounts</u>			
Current	\$ 1,087,794	\$ 1,255,361	\$ 1,280,347
Non-current	<u>10,760,549</u>	<u>9,727,326</u>	<u>10,001,871</u>
	<u>\$ 11,848,343</u>	<u>\$ 10,982,687</u>	<u>\$ 11,282,218</u>

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

	June 30, 2023	December 31, 2022	June 30, 2022
Land	0.56-2.21	0.56-2.21	0.56-2.21
Land improvements	1.31-1.74	1.31	1.31
Buildings	0.56-5.44	0.56-5.44	0.56-5.44
Machinery	0.57-1.74	0.57-0.95	0.57-0.95
Transportation equipment	0.36-2.08	0.36-1.99	0.36-1.99
Office equipment	0.59-6.07	0.59-6.07	0.59-6.07
Others	0.59-2.01	0.59-2.01	0.59-2.01

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 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.

Refer to Note 31 for the carrying amount of right-of-use assets that had been pledged by the Corporation and its subsidiaries to secure borrowings.

d. Other lease information

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2023	2022	2023	2022
Expenses relating to short-term leases and low-value asset leases	<u>\$ 78,587</u>	<u>\$ 75,850</u>	<u>\$ 172,101</u>	<u>\$ 186,519</u>
Expenses relating to variable leases payments not included in the measurement of lease liabilities	<u>\$ 78</u>	<u>\$ 86</u>	<u>\$ 671</u>	<u>\$ 402</u>
Total cash outflow for leases			<u>\$(952,104)</u>	<u>\$ (798,706)</u>

For land, buildings and some transportation equipment which qualify as short-term leases and office equipment 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, 2023

	Land	Buildings	Total
<u>Cost</u>			
Balance at January 1, 2023	\$ 8,469,428	\$ 2,633,041	\$ 11,102,469
Transferred to non-current assets held for sale	(28,800)	(18,466)	(47,266)
Transferred to property, plant and equipment	-	(490)	(490)
Effect of foreign currency exchange difference	<u>(9,884)</u>	<u>(22,339)</u>	<u>(32,223)</u>
Balance at June 30, 2023	<u>\$ 8,430,744</u>	<u>\$ 2,591,746</u>	<u>\$ 11,022,490</u>
<u>Accumulated depreciation and impairment</u>			
Balance at January 1, 2023	\$ 137,936	\$ 1,205,426	\$ 1,343,362
Depreciation	-	20,324	20,324
Transferred to non-current assets held for sale	(8,825)	(18,466)	(27,291)
Effect of foreign currency exchange difference	<u>-</u>	<u>(6,855)</u>	<u>(6,855)</u>
Balance at June 30, 2023	<u>\$ 129,111</u>	<u>\$ 1,200,429</u>	<u>\$ 1,329,540</u>
Carrying amount at December 31, 2022	<u>\$ 8,331,492</u>	<u>\$ 1,427,615</u>	<u>\$ 9,759,107</u>
Carrying amount at June 30, 2023	<u>\$ 8,301,633</u>	<u>\$ 1,391,317</u>	<u>\$ 9,692,950</u>

For the six months ended June 30, 2022

	Land	Buildings	Total
<u>Cost</u>			
Balance at January 1, 2022	\$ 8,101,040	\$ 2,640,834	\$ 10,741,874
Effect of foreign currency exchange difference	<u>(12,668)</u>	<u>(27,121)</u>	<u>(39,789)</u>
Balance at June 30, 2022	<u>\$ 8,088,372</u>	<u>\$ 2,613,713</u>	<u>\$ 10,702,085</u>
<u>Accumulated depreciation and impairment</u>			
Balance at January 1, 2022	\$ 137,936	\$ 1,165,384	\$ 1,303,320
Depreciation	-	22,964	22,964
Effect of foreign currency exchange difference	<u>-</u>	<u>(6,364)</u>	<u>(6,364)</u>
Balance at June 30, 2022	<u>\$ 137,936</u>	<u>\$ 1,181,984</u>	<u>\$ 1,319,920</u>
Carrying amount at June 30, 2022	<u>\$ 7,950,436</u>	<u>\$ 1,431,729</u>	<u>\$ 9,382,165</u>

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

Buildings 6-60 years

The determination of fair value was performed by independent qualified professional valuers or the management of the Corporation, which used the valuation model that market participants would use in determining the fair value, and the fair value was measured using Level 3 inputs. The valuation was measured under the comparative approach, income approach, cost approach and land developing analysis approach similar to the transaction price of the real estate market. The significant unobservable inputs used include discount rates and depreciation rates. The fair value as appraised was as follows:

	June 30, 2023	December 31, 2022	June 30, 2022
Fair value	<u>\$ 27,432,718</u>	<u>\$ 27,521,145</u>	<u>\$ 26,540,515</u>

All of the Corporation and its subsidiaries' investment properties are held under freehold interests. Refer to Note 31 for the carrying amount of the investment properties that had been pledged by the Corporation and its subsidiaries to secure borrowings.

17. BORROWINGS

a. Short-term borrowings and bank overdraft

	June 30, 2023	December 31, 2022	June 30, 2022
Unsecured loans	\$ 25,170,905	\$ 42,074,980	\$ 37,870,605
Bank overdraft (Note 31)	3,972,153	3,995,878	4,606,966
Letters of credit and export bill loans	2,887,503	3,452,267	1,099,964
Secured loans (Note 31)	<u>155,782</u>	<u>145,464</u>	<u>48,829</u>
	<u>\$ 32,186,343</u>	<u>\$ 49,668,589</u>	<u>\$ 43,626,364</u>

	June 30, 2023	December 31, 2022	June 30, 2022
Range of interest rate (%)	0.59-7.85	0-8.27	0-5.65
b. Short-term bills payable			
	June 30, 2023	December 31, 2022	June 30, 2022
Commercial paper	\$ 71,844,000	\$ 38,029,000	\$ 15,737,000
Less: Unamortized discounts	<u>87,746</u>	<u>48,122</u>	<u>6,415</u>
	<u>\$ 71,756,254</u>	<u>\$ 37,980,878</u>	<u>\$ 15,730,585</u>
Range of interest rate (%)	1.33-2.65	1.14-2.29	0.67-1.85

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

c. Long-term borrowings

	June 30, 2023	December 31, 2022	June 30, 2022
Syndicated bank loans	\$ 20,054,714	\$ 12,806,087	\$ 7,085,223
Mortgage loans (Note 31)	6,376,238	7,610,089	8,477,963
Unsecured loans	<u>25,470,861</u>	<u>37,421,035</u>	<u>22,920,044</u>
	51,901,813	57,837,211	38,483,230
Less: Current portion	2,980,219	5,220,738	5,054,022
Financial liabilities for hedging - current	-	-	264,895
Financial liabilities for hedging - noncurrent	<u>966,962</u>	<u>1,045,219</u>	<u>716,460</u>
	<u>\$ 47,954,632</u>	<u>\$ 51,571,254</u>	<u>\$ 32,447,853</u>
Range of interest rate (%)	0.29-7.53	0.27~9.55	0.28-3.54

- 1) The subsidiary CSVC entered into a syndicated credit facility agreement with financial institutions for a US\$94,000 thousand of credit line. Under the agreement, CSVC should meet certain financial ratios and criteria based on its audited annual financial statements. CSVC was in compliance with the syndicated credit facility agreement based on its audited financial statements for the year ended December 31, 2022 and 2021.
- 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, the Corporation should meet certain financial ratios and criteria based on its reviewed consolidated financial statements for the six months ended June 30 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, 2023 and 2022 and audited consolidated financial statements for the year ended December 31, 2022.

- 3) The subsidiary ZN entered into a syndicated credit facility agreement with financial institutions for a NT\$ 43.9 billion and EUR\$ 40,000 thousand of credit line. Under the agreement, the Corporation and ZN's investors should hold ownerships directly and indirectly amounted to 51% and maintain more than half the total number of directors. As of June 30, 2023, the Corporation was in compliance with the syndicated credit facility agreement.
- 4) The subsidiary CSCC entered into a syndicated credit facility agreement with Taipei Fubon Bank for a NT\$500,000 thousand of credit line. Under the agreement, CSCC should meet certain financial ratios and criteria based on its audited consolidated annual financial statements. CSCC was in compliance with the syndicated credit facility agreement for the year ended December 31, 2022.

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, 2023	December 31, 2022	June 30, 2022
Commercial paper	\$ 18,620,000	\$ 26,570,000	\$ 18,700,000
Less: Current portion	-	-	5,900,000
Unamortized discounts	<u>14,697</u>	<u>12,420</u>	<u>5,405</u>
	<u>\$ 18,605,303</u>	<u>\$ 26,557,580</u>	<u>\$ 12,794,595</u>
Range of interest rate (%)	1.24-1.95	0.64-1.65	0.64-1.28

The Corporation and its subsidiaries entered into commercial paper contracts with bills finance corporations and banks. The duration of the contracts is two to four 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 and Bank BNP Paribas.

18. BONDS PAYABLE

	June 30, 2023	December 31, 2022	June 30, 2022
Unsecured domestic bonds (a)	\$ 61,625,000	\$ 62,375,000	\$ 76,350,000
Secured domestic convertible bonds (b)	200,000	-	-
Less: Issuance cost of bonds payable	40,656	27,422	33,263
Current portion	<u>16,599,185</u>	<u>12,224,635</u>	<u>19,724,579</u>
	<u>\$ 45,185,159</u>	<u>\$ 50,122,943</u>	<u>\$ 56,592,158</u>

a. The major terms of unsecured domestic bonds are as follows:

Issuer	Issuance Period	Total Amount	Coupon Rate (%)	Repayment and Interest Payment
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
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	December 2020 to December 2027	4,200,000	0.43	Repayable 70% in December 2026, 30% in December 2027; 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	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
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
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
DSC	June 2023 to June 2026	5,000,000	1.55	Repayable in June 2026; 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

b. The major terms of secured domestic convertible bonds are as follows:

Issuer	Issuance Period	Total Amount	Coupon Rate (%)	Repayment and Interest Payment
TTMC	March 2023 to March 2026	\$ 200,000	-	Repayable in cash within 10 business days after the maturity date at the face value of the bonds

The subsidiary, TTMC issued secured domestic convertible bonds at par in March 2023, the issuance period secured by Bank SinoPac is from March 2023 to March 2026. The creditors may request the bonds to be converted into TTMC's ordinary shares in accordance with the terms of conversion after three months from

the issue date. The creditors may request TTMC to redeem the bond in cash at 100.5006% of the par value (yield to put of 0.25% per annum) after two years from the issue date. The derivatives embedded in the bonds, including put options and redemption options were recognized separately from the host contract - corporate bonds as financial instruments at fair value through profit or loss (Note 7) and measured at fair value in accordance with IAS 32 and IFRS 9. As of June 30, 2023, TTMC's issued convertible bonds were neither converted nor redeemed.

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, 2023	December 31, 2022	June 30, 2022
Dividends payable	\$ 18,415,054	\$ 340,921	\$ 53,465,186
Salaries and bonus	6,298,237	8,964,448	7,189,668
Compensation of employees and remuneration of directors	2,409,792	2,043,136	8,293,727
Purchase of equipment	2,141,250	3,145,235	3,260,987
Outsourced repair and construction	756,469	769,041	1,025,506
Interest payable	477,089	693,029	696,479
Others	<u>9,036,500</u>	<u>10,068,386</u>	<u>10,072,663</u>
	<u>\$ 39,534,391</u>	<u>\$ 26,024,196</u>	<u>\$ 84,004,216</u>

21. PROVISIONS

	June 30, 2023	December 31, 2022	June 30, 2022
<u>Current</u>			
Onerous contracts (a)	\$ 4,364,349	\$ 4,659,922	\$ 5,128,754
Construction warranties (b)	1,023,405	1,060,263	948,497
Others	<u>10,621</u>	<u>17,105</u>	<u>24,352</u>
	<u>\$ 5,398,375</u>	<u>\$ 5,737,290</u>	<u>\$ 6,101,603</u>
<u>Noncurrent</u>			
Provision for stabilization funds (c)	\$ 556,147	\$ 554,516	\$ 550,991
Construction warranties (b)	-	-	179,469
Others	<u>326,350</u>	<u>267,421</u>	<u>255,962</u>
	<u>\$ 882,497</u>	<u>\$ 821,937</u>	<u>\$ 986,422</u>

	Onerous Contracts	Construction Warranties	Provision for Stabilization Funds	Others	Total
Balance at January 1, 2023	\$ 4,659,922	\$ 1,060,263	\$ 554,516	\$ 284,526	\$ 6,559,227
Recognized (reversed)	(293,324)	(26,218)	1,661	63,307	(254,574)
Paid	-	(10,640)	(30)	(10,050)	(20,720)
Effect of foreign currency exchange differences	<u>(2,249)</u>	<u>-</u>	<u>-</u>	<u>(812)</u>	<u>(3,061)</u>
Balance at June 30, 2023	<u>\$ 4,364,349</u>	<u>\$ 1,023,405</u>	<u>\$ 556,147</u>	<u>\$ 336,971</u>	<u>\$ 6,280,872</u>
Balance at January 1, 2022	\$ 6,401,336	\$ 566,256	\$ 687,581	\$ 251,038	\$ 7,906,211
Recognized (reversed)	(1,272,596)	564,309	926	41,028	(666,333)
Paid	-	(2,599)	(137,516)	(12,139)	(152,254)
Effect of foreign currency exchange differences	<u>14</u>	<u>-</u>	<u>-</u>	<u>387</u>	<u>401</u>
Balance at June 30, 2022	<u>\$ 5,128,754</u>	<u>\$ 1,127,966</u>	<u>\$ 550,991</u>	<u>\$ 280,314</u>	<u>\$ 7,088,025</u>

- The provision for onerous contracts of the Corporation and its subsidiaries comes from the non-cancellable purchase contracts of which the provision amounts are measured using the difference between the unavoidable costs of meeting the contractual obligations and the economic benefits expected to be received from the contracts; and the non-cancellable construction contracts of which the provision amounts are measured using the difference between the expected unavoidable costs of meeting the contractual obligations and the economic benefits expected to be received from the contracts.
- 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.
- 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 rate as of December 31, 2022 and 2021. An analysis by function of the amounts is as follows:

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2023	2022	2023	2022
Operating costs	\$ 88,323	\$ 102,261	\$ 173,926	\$ 199,647
Operating expenses	43,772	48,111	91,933	100,800
Others	<u>224</u>	<u>160</u>	<u>438</u>	<u>323</u>
	<u>\$ 132,319</u>	<u>\$ 150,532</u>	<u>\$ 266,297</u>	<u>\$ 300,770</u>

23. EQUITY

a. Share capital

	June 30, 2023	December 31, 2022	June 30, 2022
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

The Corporation's Articles of 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 depository receipts

In May 1992, February 1997, October 2003 and August 2011, the Corporation issued 126,512,550 units of GDR in the Europe, U.S., and Asia. The depository 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 depository receipts within the originally

approved units. As of June 30, 2023, December 31, 2022 and June 30, 2022, the outstanding depositary receipts were 682,975 units, 682,975 units and 661,797 units, equivalent to 13,659,810 ordinary shares (including 310 fractional shares), 13,659,810 ordinary shares (including 310 fractional shares) and 13,236,250 ordinary shares (including 310 fractional shares), which represented 0.08% of all the outstanding ordinary shares.

b. Capital surplus

	June 30, 2023	December 31, 2022	June 30, 2022
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	8,329,159	8,329,159	7,336,666
Others	<u>44,523</u>	<u>44,523</u>	<u>44,523</u>
	<u>39,528,448</u>	<u>39,528,448</u>	<u>38,535,955</u>
May be used to offset deficits only (see 2 below)			
Share of change in equity of subsidiaries	596,064	587,117	583,076
Share of change in equity of associates	<u>159,550</u>	<u>159,550</u>	<u>159,550</u>
	<u>755,614</u>	<u>746,667</u>	<u>742,626</u>
	<u>\$ 40,284,062</u>	<u>\$ 40,275,115</u>	<u>\$ 39,278,581</u>

- 1) The capital surplus could be used to offset a deficit and distribute as cash dividends or transfer 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 no 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 2022 and 2021 had been approved in the shareholders' meeting in June 2023 and 2022, respectively. The appropriations and dividends per share were as follows:

	Appropriation of Earnings		Dividend Per Share (NT\$)	
	For the Year Ended December 31			
	2022	2021	2022	2021
Legal reserve	\$ 1,917,329	\$ 6,154,632		
Reversal of special reserve	-	(723,473)		
Preference shares				
Cash dividends	53,575	118,631	<u>\$ 1.40</u>	<u>\$ 3.10</u>
Ordinary shares				
Cash dividends	15,734,861	48,778,069	<u>\$ 1.00</u>	<u>\$ 3.10</u>

As of June 30, 2023 and 2022, 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	
	2023	2022
Balance, beginning of the period	\$ 26,914,657	\$ 27,639,574
Reversal in respect of		
Appreciation of the Corporation's shares held by subsidiaries	-	(723,473)
Disposal of property, plant and equipment	<u>(925)</u>	<u>(962)</u>
Balance, end of the period	<u>\$ 26,913,732</u>	<u>\$ 26,915,139</u>

e. Other equity items

1) Exchange differences on translating foreign operations

	For the Six Months Ended June 30	
	2023	2022
Balance, beginning of the period	\$ (6,308,766)	\$ (9,167,082)

	For the Six Months Ended June 30	
	2023	2022
Recognized during the period		
Exchange differences arising on translating the net assets of foreign operations	\$ (187,807)	\$ 1,505,002
Income tax relating to exchange differences arising on translating the net assets of foreign operations	(13,674)	(57,510)
Share from accounted for using equity method	<u>205,621</u>	<u>336,571</u>
Other comprehensive income (loss) recognized in the period	<u>4,140</u>	<u>1,784,063</u>
Balance, end of the period	<u>\$ (6,304,626)</u>	<u>\$ (7,383,019)</u>

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

	For the Six Months Ended June 30	
	2023	2022
Balance, beginning of the period	\$ (3,046,896)	\$ 951,977
Recognized during the period		
Unrealized gains and losses - equity instruments	1,748,500	(796,318)
Unrealized gains and losses - debt instruments	17	(58)
Income tax relating to unrealized gains and losses	(268,929)	(19,351)
Share from accounted for using equity method	<u>(23,920)</u>	<u>(34,429)</u>
Other comprehensive income (loss) recognized in the period	<u>1,455,668</u>	<u>(850,156)</u>
Cumulative unrealized gains and losses of financial instruments transferred to retained earnings due to disposal	<u>(243,076)</u>	<u>(161,905)</u>
Balance, end of the period	<u>\$ (1,834,304)</u>	<u>\$ (60,084)</u>

3) Gains and losses on hedging instrument

	Cash Flow Hedges	Fair Value Hedges	Hedges of Net Investments in Foreign Operations	Total
Balance at January 1, 2023	\$ 557,741	\$ 165,015	\$ 3,788,786	\$ 4,511,542
Increase in the period	<u>182,367</u>	<u>21,124</u>	<u>-</u>	<u>203,491</u>
Balance at June 30, 2023	<u>\$ 740,108</u>	<u>\$ 186,139</u>	<u>\$ 3,788,786</u>	<u>\$ 4,715,033</u>
Balance at January 1, 2022	\$ (134,815)	\$ 155,182	\$ 3,788,786	\$ 3,809,153
Increase in the period	<u>494,145</u>	<u>27,072</u>	<u>-</u>	<u>521,217</u>
Balance at June 30, 2022	<u>\$ 359,330</u>	<u>\$ 182,254</u>	<u>\$ 3,788,786</u>	<u>\$ 4,330,370</u>

a) Cash flow hedges

	For the Six Months Ended June 30	
	2023	2022
Balance, beginning of the period	<u>\$ 557,741</u>	<u>\$ (134,815)</u>
Recognized during the period		
Foreign currency risk - foreign exchange forward contracts and hedging foreign - currency deposits	11,624	72,006
Interest rate risk - interest rate swap contracts	138,903	397,431
Share from accounted for using equity method	8,437	7,378
Income tax effect	38,037	(20,543)
Reclassification adjustment		
Foreign currency risk - hedging foreign - currency deposits	(18,293)	49,715
Interest rate risk - interest rate swap contracts	-	(1,899)
Income tax effect	<u>3,659</u>	<u>(9,943)</u>
Other comprehensive income (loss) recognized in the period	<u>182,367</u>	<u>494,145</u>
Balance, end of the period	<u>\$ 740,108</u>	<u>\$ 359,330</u>

b) Fair value hedges

	For the Six Months Ended June 30	
	2023	2022
Balance, beginning of the period	\$ 165,015	\$ 155,182
Recognized during the period		
Foreign currency risk - bank loans	<u>21,124</u>	<u>27,072</u>
Balance, end of the period	<u>\$ 186,139</u>	<u>\$ 182,254</u>

c) Hedges of net investments in foreign operations

	For the Six Months Ended June 30	
	2023	2022
Balance, beginning / 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 the Period	Additions	Reduction	Thousand Shares	Book Value
For the six months ended June 30, 2023					
Shares held by subsidiaries reclassified from investments accounted for using equity method to treasury shares	<u>320,159</u>	<u>-</u>	<u>-</u>	<u>320,159</u>	<u>\$ 8,649,421</u>

Purpose of Treasury Shares	Thousand Shares			June 30	
	Beginning of the Period	Additions	Reduction	Thousand Shares	Book Value
For the six months ended June 30, 2022					
Shares held by subsidiaries reclassified from investments accounted for using equity method to treasury shares	<u>320,159</u>	<u>-</u>	<u>-</u>	<u>320,159</u>	<u>\$ 8,649,421</u>

The Corporation's shares 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) based on the percentage of ownership held by the Corporation. 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.

Refer to Table 3 for the Corporation's shares held by subsidiaries as of June 30, 2023 were 517,246 thousand shares regardless of the percentage of ownership held by the Corporation. As of June 30, 2023, December 31, 2022 and June 30, 2022, the market values of the treasury shares calculated by combined holding percentage were NT\$9,413,749 thousand, NT\$9,541,857 thousand and NT\$9,110,049 thousand, respectively.

g. Non-controlling interests

	For the Six Months Ended June 30	
	2023	2022
Balance, beginning of the period	\$ 36,943,217	\$ 37,926,255
Attributable to non-controlling interests:		
Share of net profit for the period	1,108,584	1,881,548
Other comprehensive income (loss) in the period		
Exchange difference on translating foreign operations	(132,206)	579,494
Income tax relating to exchange difference on translating foreign operations	(871)	(4,456)
Unrealized gains and losses on financial assets at fair value through other comprehensive income	130,210	(74,938)
Income tax relating to unrealized gains and losses on financial assets at fair value through other comprehensive income	(3,243)	2,193
Gains and losses on hedging instrument	336,248	375,025
Income tax relating to gains and losses on hedging instrument	(53)	(6,315)
Income tax relating to remeasurement on defined benefit plans	-	81,299
Share of other comprehensive income (loss) of associates accounted for using equity method	(20,062)	5,271
Non-controlling interests arising from capital increase (decrease) of subsidiaries	(150,440)	1,189,237
Dividend distributed by subsidiaries	(2,383,789)	(4,332,686)
Acquisition of non-controlling interests of subsidiaries	(387,362)	(41,883)
Disposal of non-controlling interests of subsidiaries	-	4,299
Others	<u>169,921</u>	<u>(3,103)</u>
Balance, end of the period	<u>\$ 35,610,154</u>	<u>\$ 37,581,240</u>

24. OPERATING REVENUE

a. Contract balances

	June 30, 2023	December 31, 2022	June 30, 2022	January 1, 2022
Notes and accounts receivable (Note 10)	<u>\$ 11,895,309</u>	<u>\$ 13,336,243</u>	<u>\$ 18,493,671</u>	<u>\$ 18,178,793</u>
Contract assets				
Construction contracts	\$ 6,487,459	\$ 6,317,688	\$ 8,170,929	\$ 7,432,208
Retentions receivable	848,292	716,445	766,138	749,964
Others	<u>107,395</u>	<u>138,169</u>	<u>120,769</u>	<u>115,896</u>
	<u>\$ 7,443,146</u>	<u>\$ 7,172,302</u>	<u>\$ 9,057,836</u>	<u>\$ 8,298,068</u>
Contract liabilities				
Construction contracts	\$ 2,663,235	\$ 2,314,280	\$ 2,561,872	\$ 3,052,467
Sale of goods	1,229,628	1,724,236	1,955,853	2,275,688
Others	<u>87,559</u>	<u>296,416</u>	<u>94,749</u>	<u>129,078</u>
	<u>\$ 3,980,422</u>	<u>\$ 4,334,932</u>	<u>\$ 4,612,474</u>	<u>\$ 5,457,233</u>

b. Disaggregation of revenue

For the six months ended June 30, 2023

Type of goods or services	Steel Department	Non-Steel Department	Total
Revenue from the sale of goods	\$ 145,278,792	\$ 27,279,022	\$ 172,557,814
Construction contract, service and other revenue	<u>1,720,652</u>	<u>12,424,404</u>	<u>14,145,056</u>
	<u>\$ 146,999,444</u>	<u>\$ 39,703,426</u>	<u>\$ 186,702,870</u>

For the six months ended June 30, 2022

Type of goods or services	Steel Department	Non-Steel Department	Total
Revenue from the sale of goods	\$ 196,557,983	\$ 37,747,761	\$ 234,305,744
Construction contract, service and other revenue	<u>3,240,490</u>	<u>11,303,599</u>	<u>14,544,089</u>
	<u>\$ 199,798,473</u>	<u>\$ 49,051,360</u>	<u>\$ 248,849,833</u>

25. PROFIT BEFORE TAX

a. Interest income

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2023	2022	2023	2022
Bank deposits	\$ 182,717	\$ 51,607	\$ 329,626	\$ 81,903
Others	<u>65,507</u>	<u>22,165</u>	<u>97,240</u>	<u>45,466</u>
	<u>\$ 248,224</u>	<u>\$ 73,772</u>	<u>\$ 426,866</u>	<u>\$ 127,369</u>

b. Other income

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2023	2022	2023	2022
Dividends income	\$ 380,069	\$ 688,861	\$ 522,859	\$ 891,434
Rental income	40,976	38,066	79,870	76,858
Others	<u>289,146</u>	<u>284,596</u>	<u>505,977</u>	<u>1,086,045</u>
	<u>\$ 710,191</u>	<u>\$ 1,011,523</u>	<u>\$ 1,108,706</u>	<u>\$ 2,054,337</u>

c. Other gains and losses

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2023	2022	2023	2022
Net foreign exchange gain	\$ 336,492	\$ 305,184	\$ 496,567	\$ 568,091
Gain (loss) arising from financial assets at fair value through profit or loss	(7,067)	84,156	28,929	86,984
Gain on disposal of non-current assets held for sale	7,232	42,754	7,232	42,754
Loss on disposal of property, plant and equipment	(5,756)	(8,381)	(12,003)	(12,558)
Gain (loss) on disposal of investments	(48,561)	5,791	(48,450)	5,791
Others	<u>(118,929)</u>	<u>(12,688)</u>	<u>(298,489)</u>	<u>(164,578)</u>
	<u>\$ 163,411</u>	<u>\$ 416,816</u>	<u>\$ 173,786</u>	<u>\$ 526,484</u>

The components of net foreign exchange gain were as follows:

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2023	2022	2023	2022
Foreign exchange gain	\$ 615,409	\$ 1,038,493	\$ 1,254,822	\$ 1,683,556
Foreign exchange loss	<u>(278,917)</u>	<u>(733,309)</u>	<u>(758,255)</u>	<u>(1,115,465)</u>
Net exchange gain	<u>\$ 336,492</u>	<u>\$ 305,184</u>	<u>\$ 496,567</u>	<u>\$ 568,091</u>

d. Finance costs

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2023	2022	2023	2022
Total interest expense	\$ 1,081,346	\$ 579,383	\$ 2,140,325	\$ 1,065,718
Less: Amounts included in the cost of qualifying assets	<u>187,320</u>	<u>81,825</u>	<u>343,895</u>	<u>150,777</u>
	<u>\$ 894,026</u>	<u>\$ 497,558</u>	<u>\$ 1,796,430</u>	<u>\$ 914,941</u>

Information about capitalized interest was as follows:

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2023	2022	2023	2022
Capitalized amounts	\$ 187,320	\$ 81,825	\$ 343,895	\$ 150,777
Capitalized annual rates (%)	1.31-3.59	0.40-2.78	1.20-3.59	0.40-2.78

e. Depreciation and amortization

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2023	2022	2023	2022
Property, plant and equipment	\$ 7,657,588	\$ 8,234,240	\$ 15,578,941	\$ 16,607,948
Right-of-use assets	371,347	331,799	743,738	628,139
Investment properties	10,650	12,528	20,324	22,964
Intangible assets	49,233	54,270	99,633	108,374
Others	<u>8,255</u>	<u>11,861</u>	<u>17,435</u>	<u>24,123</u>
	<u>\$ 8,097,073</u>	<u>\$ 8,644,698</u>	<u>\$ 16,460,071</u>	<u>\$ 17,391,548</u>
Analysis of depreciation by function				
Operating costs	\$ 7,722,636	\$ 8,268,450	\$ 15,701,287	\$ 16,642,020
Operating expenses	309,309	302,532	626,336	601,897
Others	<u>7,640</u>	<u>7,585</u>	<u>15,380</u>	<u>15,134</u>
	<u>\$ 8,039,585</u>	<u>\$ 8,578,567</u>	<u>\$ 16,343,003</u>	<u>\$ 17,259,051</u>
Analysis of amortization by function				
Operating costs	\$ 35,084	\$ 45,445	\$ 73,112	\$ 91,623
Operating expenses	22,395	20,677	43,938	40,856
Others	<u>9</u>	<u>9</u>	<u>18</u>	<u>18</u>
	<u>\$ 57,488</u>	<u>\$ 66,131</u>	<u>\$ 117,068</u>	<u>\$ 132,497</u>

f. Employee benefits

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2023	2022	2023	2022
Short-term employee benefits				
Salaries	\$ 7,690,715	\$ 9,829,189	\$ 15,717,685	\$ 18,520,262
Labor and health insurance	620,800	636,572	1,249,812	1,261,692
Others	365,656	485,077	716,305	912,975
	<u>8,677,171</u>	<u>10,950,838</u>	<u>17,683,802</u>	<u>20,694,929</u>
Post-employment benefits				
Defined contribution plans	299,198	276,133	578,287	549,149
Defined benefit plans (Note 22)	132,319	150,532	266,297	300,770
	<u>431,517</u>	<u>426,665</u>	<u>844,584</u>	<u>849,919</u>
Termination benefits	<u>5,234</u>	<u>15,936</u>	<u>20,645</u>	<u>17,821</u>
	<u>\$ 9,113,922</u>	<u>\$ 11,393,439</u>	<u>\$ 18,549,031</u>	<u>\$ 21,562,669</u>
Analysis of employee benefits by function				
Operating costs	\$ 7,347,181	\$ 9,277,785	\$ 14,958,164	\$ 17,508,625
Operating expenses	1,640,169	1,990,788	3,326,563	3,798,977
Others	126,572	124,866	264,304	255,067
	<u>\$ 9,113,922</u>	<u>\$ 11,393,439</u>	<u>\$ 18,549,031</u>	<u>\$ 21,562,669</u>

g. Compensation of employees and remuneration of directors

According to the Articles of Incorporation, the article stipulates the Corporation distributed compensation of employees and remuneration of directors at the rates no less than 0.1% and no higher than 0.15%, respectively, of the pre-tax profit prior to deducting compensation of employees and remuneration of directors.

The compensation of employees and remuneration of directors for the three months and six months ended June 30, 2023 and 2022 were as follows:

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2023	2022	2023	2022
Compensation of employees	\$ 103,534	\$ 864,217	\$ 259,638	\$ 1,303,339
Remuneration of directors	1,941	16,204	4,868	24,438

The appropriations of compensation of employees and remuneration of directors (all in cash) for 2022 and 2021 which had been approved by the Corporation's board of directors in February 2023 and 2022, respectively, were as follows:

	For the Year Ended December 31	
	2022	2021
Compensation of employees	\$ 1,265,030	\$ 4,525,464
Remuneration of directors	23,719	84,852

There is no difference between the actual payment of compensation of employees and remuneration of directors and the amounts recognized in the financial statements for the years ended December 31, 2022 and 2021.

Information on the compensation of employees 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 recognized in profit or loss

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2023	2022	2023	2022
Current tax				
In respect of the current period	\$ 573,079	\$ 2,522,385	\$ 1,160,791	\$ 5,062,680
Income tax on unappropriated earnings	6,170	98,939	6,170	98,939
In respect of prior years	(188,993)	499,854	(189,067)	507,755
Deferred tax				
In respect of the current period	(187,059)	262,914	(760,989)	508,426
In respect of prior years	<u>85,830</u>	<u>(12,575)</u>	<u>90,279</u>	<u>(12,587)</u>
	<u>\$ 289,027</u>	<u>\$ 3,371,517</u>	<u>\$ 307,184</u>	<u>\$ 6,165,213</u>

b. Income tax recognized directly in equity

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2023	2022	2023	2022
Current tax				
Reversal of special reserve due to disposal of property, plant and equipment	\$ 214	\$ 231	\$ 286	\$ 297
Deferred tax				
Reversal of special reserve due to disposal of property, plant and equipment	<u>(214)</u>	<u>(231)</u>	<u>(286)</u>	<u>(297)</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	
	2023	2022	2023	2022
Deferred tax				
Current - remeasurement of defined benefit plans	\$ -	\$ 136,844	\$ -	\$ 136,844
Current - translation of foreign operations	(22,950)	(30,744)	(14,545)	(61,966)
Current - unrealized gains and losses on financial assets at fair value through other comprehensive income	(247)	59,489	(272,172)	(17,158)
Current - fair value changes of cash flow hedges	31,132	(9,540)	38,094	(26,858)
Fair value changes of hedging instruments in cash flow hedges transferred to adjust carrying amounts of hedged items	<u>5,719</u>	<u>(7,261)</u>	<u>3,549</u>	<u>(9,943)</u>
	<u>\$ 13,654</u>	<u>\$ 148,788</u>	<u>\$ (245,074)</u>	<u>\$ 20,919</u>

d. Income tax assessments

The Corporation's income tax returns through 2019 and the subsidiaries' income tax returns through 2019 to 2021 have been assessed by the tax authorities, except for the Corporation's income tax returns of 2018 which have not yet been approved.

27. EARNINGS PER SHARE

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

Net profit for the period

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2023	2022	2023	2022
Net profit for the period attributable to owners of the Corporation	\$ 992,624	\$ 10,084,219	\$ 267,635	\$ 20,855,268
Less: Dividends on preference shares	<u>13,394</u>	<u>13,394</u>	<u>26,788</u>	<u>26,788</u>
Net profit used in computation of basic earnings per share	979,230	10,070,825	240,847	20,828,480
Add: Dividends on preference shares	<u>-</u>	<u>13,394</u>	<u>-</u>	<u>26,788</u>
Net profit used in computation of diluted earnings per share	<u>\$ 979,230</u>	<u>\$ 10,084,219</u>	<u>\$ 240,847</u>	<u>\$ 20,855,268</u>

Number of shares (in thousand shares)

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2023	2022	2023	2022
Weighted average number of ordinary shares used in computation of basic earnings per share	15,414,702	15,414,702	15,414,702	15,414,702
Effect of dilutive potential ordinary shares:				
Compensation of employees	8,831	30,377	20,919	85,532
Convertible preference shares	<u>-</u>	<u>38,268</u>	<u>-</u>	<u>38,268</u>
Weighted average number of ordinary shares used in computation of diluted earnings per share	<u>15,423,533</u>	<u>15,483,347</u>	<u>15,435,621</u>	<u>15,538,502</u>

Preference shares and compensation of employees were not included in the calculation of diluted earnings per share for the three months and six months ended June 30, 2023 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. 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.

29. 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, 2023</u>				
Financial assets at fair value through profit or loss				
Mutual funds	\$ 2,848,318	\$ -	\$ -	\$ 2,848,318
Unlisted shares	-	-	798,465	798,465
Emerging market shares	-	-	130,317	130,317
Listed shares	106,043	-	-	106,043
Convertible bonds	57,636	-	-	57,636
Future contracts	<u>-</u>	<u>2,257</u>	<u>-</u>	<u>2,257</u>
	<u>\$ 3,011,997</u>	<u>\$ 2,257</u>	<u>\$ 928,782</u>	<u>\$ 3,943,036</u>
Financial liabilities at fair value through profit or loss				
Convertible bond call options and put options, net	\$ -	\$ -	\$ 420	\$ 420
Foreign exchange forward contracts	<u>-</u>	<u>1,455</u>	<u>-</u>	<u>1,455</u>
	<u>\$ -</u>	<u>\$ 1,455</u>	<u>\$ 420</u>	<u>\$ 1,875</u>
Financial assets at fair value through other comprehensive income				
Foreign unlisted shares and certificate of entitlement	\$ -	\$ -	\$ 33,450,757	\$ 33,450,757
Domestic listed shares	17,164,935	-	-	17,164,935
Domestic emerging market shares and unlisted shares	-	-	3,027,514	3,027,514
Foreign listed shares	2,341,041	-	-	2,341,041
Corporate bonds	<u>195,459</u>	<u>-</u>	<u>-</u>	<u>195,459</u>
	<u>\$ 19,701,435</u>	<u>\$ -</u>	<u>\$ 36,478,271</u>	<u>\$ 56,179,706</u>
Financial assets for hedging				
Interest rate swap contracts	\$ -	\$ 743,140	\$ -	\$ 743,140
Foreign exchange forward contracts	<u>-</u>	<u>815,168</u>	<u>-</u>	<u>815,168</u>
	<u>\$ -</u>	<u>\$ 1,558,308</u>	<u>\$ -</u>	<u>\$ 1,558,308</u>
Financial liabilities for hedging				
Foreign exchange forward contracts	<u>\$ -</u>	<u>\$ 10,984</u>	<u>\$ -</u>	<u>\$ 10,984</u>

	Level 1	Level 2	Level 3	Total
<u>December 31, 2022</u>				
Financial assets at fair value through profit or loss				
Mutual funds	\$ 2,411,582	\$ -	\$ -	\$ 2,411,582
Unlisted shares	-	-	841,723	841,723
Emerging market shares	-	-	122,120	122,120
Listed shares	79,627	-	-	79,627
Convertible bonds	41,130	-	-	41,130
Foreign exchange forward contracts	-	182	-	182
Future contracts	-	2,257	-	2,257
	<u>\$ 2,532,339</u>	<u>\$ 2,439</u>	<u>\$ 963,843</u>	<u>\$ 3,498,621</u>
Financial assets at fair value through other comprehensive income				
Foreign unlisted shares and certificate of entitlement	\$ -	\$ -	\$ 34,453,691	\$ 34,453,691
Domestic listed shares	14,566,871	-	-	14,566,871
Domestic emerging market shares and unlisted shares	-	-	2,840,285	2,840,285
Foreign listed shares	2,046,926	-	-	2,046,926
Corporate bonds	135,926	-	-	135,926
	<u>\$ 16,749,723</u>	<u>\$ -</u>	<u>\$ 37,293,976</u>	<u>\$ 54,043,699</u>
Financial assets for hedging				
Interest rate swap contracts	\$ -	\$ 470,782	\$ -	\$ 470,782
Foreign exchange forward contracts	-	412,294	-	412,294
	<u>\$ -</u>	<u>\$ 883,076</u>	<u>\$ -</u>	<u>\$ 883,076</u>
Financial liabilities for hedging				
Foreign exchange forward contracts	\$ -	\$ 5,799	\$ -	\$ 5,799
<u>June 30, 2022</u>				
Financial assets at fair value through profit or loss				
Mutual funds	\$ 2,136,159	\$ -	\$ -	\$ 2,136,159
Unlisted shares	-	-	798,180	798,180
Emerging market shares	-	-	172,038	172,038
Listed shares	109,051	-	-	109,051
Convertible bonds	42,192	-	-	42,192
Future contracts	-	2,257	-	2,257
	<u>\$ 2,287,402</u>	<u>\$ 2,257</u>	<u>\$ 970,218</u>	<u>\$ 3,259,877</u>
Financial liabilities at fair value through profit or loss				
Foreign exchange forward contracts	\$ -	\$ 1,608	\$ -	\$ 1,608

	Level 1	Level 2	Level 3	Total
Financial assets at fair value through other comprehensive income				
Foreign unlisted shares and certificate of entitlement	\$ -	\$ -	\$ 39,185,421	\$ 39,185,421
Domestic listed shares	14,412,170	-	-	14,412,170
Domestic emerging market shares and unlisted shares	-	-	3,070,553	3,070,553
Foreign listed shares	1,961,757	-	-	1,961,757
Corporate bonds	<u>14,561</u>	<u>-</u>	<u>-</u>	<u>14,561</u>
	<u>\$ 16,388,488</u>	<u>\$ -</u>	<u>\$ 42,255,974</u>	<u>\$ 58,644,462</u>
Financial assets for hedging				
Interest rate swap contracts	\$ -	\$ 690,241	\$ -	\$ 690,241
Foreign exchange forward contracts	<u>-</u>	<u>82,310</u>	<u>-</u>	<u>82,310</u>
	<u>\$ -</u>	<u>\$ 772,551</u>	<u>\$ -</u>	<u>\$ 772,551</u>
Financial liabilities for hedging				
Interest rate swap contracts	<u>\$ -</u>	<u>\$ 131,538</u>	<u>\$ -</u>	<u>\$ 131,538</u>

There was no transfer between Level 1 and Level 2 for the six months ended June 30, 2023 and 2022.

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

For the six months ended June 30, 2023

Financial Assets	Financial Assets at Fair Value Through Profit or Loss	Financial Assets at Fair Value Through Other Comprehensive Income	Total
Balance, beginning of the period	\$ 963,843	\$ 37,293,976	\$ 38,257,819
Recognized in profit or loss	(36,295)	-	(36,295)
Recognized in other comprehensive income (loss)	-	(566,538)	(566,538)
Purchases	2,000	60,904	62,904
Transfer out of Level 3	-	(188,094)	(188,094)
Disposals	(766)	(77,709)	(78,475)
Effect of foreign currency exchange difference	<u>-</u>	<u>(44,268)</u>	<u>(44,268)</u>
Balance, end of the period	<u>\$ 928,782</u>	<u>\$ 36,478,271</u>	<u>\$ 37,407,053</u>

<u>Financial Liabilities</u>	<u>Financial Liability at Fair Value Through Profit or Loss</u>
Balance, beginning of the period	\$ -
Additions	585
Recognized in profit or loss	<u>(165)</u>
Balance, end of the period	<u>\$ 420</u>

For the six months ended June 30, 2022

<u>Financial Assets</u>	<u>Financial Assets at Fair Value Through Profit or Loss</u>	<u>Financial Assets at Fair Value Through Other Comprehensive Income</u>	<u>Total</u>
Balance, beginning of the period	\$ 935,945	\$ 41,205,534	\$ 42,141,479
Recognized in profit or loss	43,784	-	43,784
Recognized in other comprehensive income (loss)	-	865,478	865,478
Purchases	-	186,313	186,313
Transfer out of Level 3	-	(178,303)	(178,303)
Disposals	(5,991)	(72,062)	(78,053)
Reduction of capital cash return	(3,520)	(8,242)	(11,762)
Effect of foreign currency exchange difference	<u>-</u>	<u>257,256</u>	<u>257,256</u>
Balance, end of the period	<u>\$ 970,218</u>	<u>\$ 42,255,974</u>	<u>\$ 43,226,192</u>

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

<u>Financial Instrument</u>	<u>Valuation Techniques and Inputs</u>
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.

- 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 or 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, 2023	December 31, 2022	June 30, 2022
Long-term pre-tax operating income rate (%)	13.38	13.38	5.95-15.54
Discount rate (%)	10.50	10.50	8.10-19.87

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, 2023	December 31, 2022	June 30, 2022
Long-term pre-tax operating income rate			
Increase 1%	<u>\$ 174,431</u>	<u>\$ 174,148</u>	<u>\$ 223,064</u>
Decrease 1%	<u>\$ (175,076)</u>	<u>\$ (174,792)</u>	<u>\$ (226,381)</u>
Discount rate			
Increase 1%	<u>\$ (254,224)</u>	<u>\$ (264,893)</u>	<u>\$ (225,044)</u>
Decrease 1%	<u>\$ 321,749</u>	<u>\$ 335,073</u>	<u>\$ 316,490</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.
- e) Derivative financial instruments - convertible bonds were determined using the binomial option pricing model, where the unobservable input is stock market volatility, risk-free interest rate, discount rate and liquidity risk.

c. Categories of financial instruments

	June 30, 2023	December 31, 2022	June 30, 2022
<u>Financial assets</u>			
Financial Assets at fair value through profit or loss	\$ 3,943,036	\$ 3,498,621	\$ 3,259,877
Financial assets for hedging	6,926,670	3,939,953	2,955,882
Financial assets at amortized cost 1)	53,455,697	58,185,566	69,771,852
Financial assets at fair value through other comprehensive income	56,179,706	54,043,699	58,644,462

	June 30, 2023	December 31, 2022	June 30, 2022
<u>Financial liabilities</u>			
Financial liabilities at fair value through profit or loss	\$ 1,875	\$ -	\$ 1,608
Financial liabilities for hedging	1,087,297	1,290,078	1,250,343
Financial liabilities at amortized cost 2)	274,970,921	278,373,188	253,816,669

- 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, 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, refund 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 cost-efficient 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 33.

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

	<u>USD Impact</u>		<u>CNY Impact</u>	
	<u>For the Six Months</u>		<u>For the Six Months</u>	
	<u>Ended June 30</u>		<u>Ended June 30</u>	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Pre-tax profit or loss	\$ 28,995	\$ 70,943 i	\$ (7,968)	\$(10,620) i
Equity	(7,804)	(4,477) ii	(8,314)	(8,802) 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.

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 were as follows:

- i. The Corporation and its subsidiaries' hedging strategy is to enter into foreign exchange forward contracts and purchase foreign currency to hedge. 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 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 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, 2023

	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	\$ 815,123	\$ 10,978
	Hedging foreign-currency deposits/Forecast purchases, construction contracts and raw materials	Financial assets for hedging	5,368,362	-
Fair value hedge				
	Foreign exchange forward contracts/Forecast purchases and raw materials	Financial assets/liabilities for hedging	45	6

Hedging Instruments/ Hedged Items	Line Item in Balance Sheet	Carrying Amount				
		Asset	Liability			
Foreign currency bank borrowings/Financial assets at FVTOCI	Financial liabilities for hedging	\$ -	\$ 261,010			
Foreign currency bank borrowings/Financial assets at FVTPL	Financial liabilities for hedging	-	705,952			
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 - Accumulated Amount of Fair Value Hedge	Fair Value Hedge - Carrying Amount	Fair Value Hedge - Accumulated Amount of Fair Value Hedge
			Continuing Hedges	Discounting Hedges	Asset	Asset
Cash flow hedge						
Foreign exchange forward contracts/Forecast purchases, construction contracts and raw materials	\$ 397,823	\$ (397,823)	\$ 804,148	\$ -	NA	NA
Hedging foreign-currency deposits/Forecast purchases, construction contracts and raw materials	(201,699)	201,699	(164,999)	-	NA	NA
Fair value hedge						
Foreign exchange forward contracts/Forecast purchases and raw materials	39	(39)	NA	NA	\$ -	\$ -
Foreign currency bank borrowings/Financial assets at FVTOCI	21,124	(20,915)	97,219	88,920	291,540	(87,401)
Foreign currency bank borrowings/Financial assets at FVTPL	57,133	(57,994)	NA	NA	661,553	(301,699)
Net investment hedge in foreign operations						
Foreign currency bank borrowings/Investment in foreign operations	-	-	-	3,788,786	NA	NA

June 30, 2022

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	\$ 82,310	\$ 131,538			
Hedging foreign-currency deposits/Forecast purchases, construction contracts and raw materials	Financial assets for hedging	2,183,331	-			
Fair value hedge						
Foreign exchange forward contracts/Forecast purchases and raw materials	-	-	-			
Foreign currency bank borrowings/Financial assets at FVTOCI	Financial liabilities for hedging	-	264,895			
Foreign currency bank borrowings/Financial assets at FVTPL	Financial liabilities for hedging	-	716,460			
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 Continuing Hedges	Other Equity Discounting Hedges	Fair Value Hedge - 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	\$ 45,186	\$ (45,186)	\$ (45,218)	\$ -	NA	NA
Hedging foreign-currency deposits/Forecast purchases, construction contracts and raw materials	71,539	(71,539)	(20,658)	-	NA	NA
Fair value hedge						
Foreign exchange forward contracts/Forecast purchases and raw materials	10,627	(10,627)	NA	NA	\$ -	\$ -
Foreign currency bank borrowings/Financial assets at FVTOCI	27,072	(26,805)	93,334	88,920	196,555	(83,555)
Foreign currency bank borrowings/Financial assets at FVTPL	73,222	(74,326)	NA	NA	666,055	(291,033)

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	Fair Value Hedge - Accumulated Amount of Fair Value Hedge Adjustments
			Continuing Hedges	Discounting Hedges		
Net investment hedge in foreign operations Foreign currency bank borrowings/Investment in foreign operations	\$ -	\$ -	\$ -	\$ 3,788,786	NA	NA

For the three months ended June 30, 2023

Comprehensive Income	Hedging Gains (Losses) Recognized in OCI	Amount of Hedge Ineffectiveness Recognized in Profit or Loss	Line Item in Which Hedge Ineffec - tiveness 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	\$ 64,609	\$ -	-	\$ -	\$ -

For the three months ended June 30, 2022

Comprehensive Income	Hedging Gains (Losses) Recognized in OCI	Amount of Hedge Ineffectiveness Recognized in Profit or Loss	Line Item in Which Hedge Ineffec - tiveness 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	\$ (104,931)	\$ -	-	\$ -	\$ -

For the six months ended June 30, 2023

Comprehensive Income	Hedging Gains (Losses) Recognized in OCI	Amount of Hedge Ineffectiveness Recognized in Profit or Loss	Line Item in Which Hedge Ineffec - tiveness 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	\$ 196,124	\$ -	-	\$ -	\$ -

For the six months ended June 30, 2022

Comprehensive Income	Hedging Gains (Losses) Recognized in OCI	Amount of Hedge Ineffectiveness Recognized in Profit or Loss	Line Item in Which Hedge Ineffec - tiveness 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	\$ 116,725	\$ -	-	\$ -	\$ -

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, 2023</u>			
Buy	NTD/USD	2023.07-2026.08	NTD4,249,716/USD153,895
Buy	NTD/JPY	2023.07-2025.02	NTD33,770/JPY146,319
Buy	NTD/EUR	2023.07-2025.11	NTD9,097,033/EUR286,544
Buy	NTD/CNY	2023.07-2024.05	NTD200,242/CNY45,395
Buy	INR/USD	2023.07	INR327,342/USD3,991
Sell	USD/NTD	2023.07-2023.09	USD2,974/NTD90,755
<u>December 31, 2022</u>			
Buy	NTD/USD	2023.01-2026.08	NTD4,985,015/USD180,849
Buy	NTD/GBP	2023.01-2023.06	NTD33,690/GBP909
Buy	NTD/JPY	2023.01-2023.12	NTD85,157/JPY377,629
Buy	NTD/EUR	2023.01-2025.02	NTD8,438,960/EUR266,343
Buy	NTD/CNY	2023.01-2023.11	NTD231,326/CNY52,869
Sell	USD/NTD	2023.01-2023.04	USD3,549/NTD108,625
<u>June 30, 2022</u>			
Buy	NTD/USD	2022.07-2025.11	NTD4,852,125/USD177,966
Buy	NTD/JPY	2022.08-2023.08	NTD74,354/JPY303,919
Buy	NTD/EUR	2022.07-2025.02	NTD9,524,969/EUR300,359
Buy	NTD/CNY	2022.07-2023.05	NTD221,520/CNY51,084
Sell	USD/NTD	2022.08-2022.09	USD692/NTD20,327

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, 2023	December 31, 2022	June 30, 2022
Fair value interest rate risk			
Financial liabilities	\$ 145,388,941	\$ 111,311,143	\$ 103,329,540
Cash flow interest rate risk			
Financial liabilities	102,693,459	134,063,380	100,804,189

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, 2023 and 2022 would have been lower/higher by NT\$513,467 thousand and NT\$504,021 thousand, respectively.

Hedge accounting

A subsidiary entered into interest rate swap contracts to mitigate the risk of changes in interest rates on cash flow exposure related to its outstanding variable rate debt. Interest rate swaps are settled on a quarterly basis. The floating rate on interest rate swaps is the local interbank rate of Taipei. The subsidiary will settle the difference between the fixed and floating interest rates on a net basis.

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

June 30, 2023

Hedging Instrument/ Hedged Item	Notional Amount	Maturity	Range of Interest Rates Paid (%)	Range of Interest Rates Received (%)
Cash flow hedge Interest rate swap contracts/Expected bank interest	\$ 41,250,000	2031.12	0.994	1.36-1.49

Hedging Instrument/ Hedged Item	Line Item in Balance Sheet	Carrying Amount	
		Asset	Liability
Cash flow hedge Interest rate swap contracts/Expected bank interest	Financial assets for hedging	\$ 743,140	\$ -

Hedging Instrument/ Hedged Item	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	Discontinuing Hedges
Cash flow hedge Interest rate swap contracts/Expected bank interest	\$ 272,358	\$ (272,358)	\$ 743,140	\$ -

June 30, 2022

Hedging Instrument/ Hedged Item	Notional Amount	Maturity	Range of Interest Rates Paid (%)	Range of Interest Rates Received (%)
Cash flow hedge Interest rate swap contracts/Expected bank interest	\$ 41,250,000	2031.12	0.994	0.44-0.73

Hedging Instrument/ Hedged Item	Line Item in Balance Sheet	Carrying Amount	
		Asset	Liability
Cash flow hedge Interest rate swap contracts/Expected bank interest	Financial assets for hedging	\$ 690,241	\$ -

Hedging Instrument/ Hedged Item	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	Discontinuing Hedges
Cash flow hedge				
Interest rate swap contracts/Expected bank interest	\$ 779,277	\$(779,277)	\$ 690,241	\$ -

c) Other price risk

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

If equity prices had been 1% lower/higher, the pre-tax profit or loss for the six months ended June 30, 2023 and 2022 would have been lower/higher by NT\$29,544 thousand and NT\$22,452 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, 2023 and 2022 would have been lower/higher by NT\$195,060 thousand and NT\$163,739 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, 2023

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	\$ 109,351	-	Financial liabilities for hedging	\$ 109,351	\$ -

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	\$ 109,351	\$ -	\$ -
<u>June 30, 2022</u>			

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	\$ 137,450	-	Financial liabilities for hedging	\$ 137,450	\$ -

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	\$ 137,450	\$ -	\$ -

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, 2023, December 31, 2022 and June 30, 2022, the maximum credit risk of off-balance-sheet guarantees provided to related party for procurement and construction contract compliance was NT\$677,444 thousand, NT\$685,617 thousand and NT\$923,541 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, 2023</u>				
Non-derivative financial liabilities				
Non-interest bearing liabilities	\$ 54,092,834	\$ 472,838	\$ -	\$ 54,565,672
Lease liabilities	1,276,296	3,002,322	10,761,982	15,040,600
Variable interest rate liabilities	36,880,913	55,932,675	17,509,932	110,323,520
Fixed interest rate liabilities	89,493,538	37,775,762	9,016,748	136,286,048
Refund liabilities	2,359,616	-	-	2,359,616
Financial guarantee liabilities	-	176,119	501,325	677,444
	<u>\$ 184,103,197</u>	<u>\$ 97,359,716</u>	<u>\$ 37,789,987</u>	<u>\$ 319,252,900</u>
<u>December 31, 2022</u>				
Non-derivative financial liabilities				
Non-interest bearing liabilities	\$ 41,140,780	\$ 348,104	\$ -	\$ 41,488,884
Lease liabilities	1,410,817	3,081,631	8,935,532	13,427,980
Variable interest rate liabilities	56,571,282	72,634,838	10,600,622	139,806,742
Fixed interest rate liabilities	51,400,456	40,075,920	11,793,344	103,269,720
Refund liabilities	2,466,410	-	-	2,466,410
Financial guarantee liabilities	-	172,386	513,231	685,617
	<u>\$ 152,989,745</u>	<u>\$ 116,312,879</u>	<u>\$ 31,842,729</u>	<u>\$ 301,145,353</u>
<u>June 30, 2022</u>				
Non-derivative financial liabilities				
Non-interest bearing liabilities	\$ 109,919,120	\$ 437,442	\$ -	\$ 110,356,562

	Less Than 1 Year	1-5 Years	Over 5 Years	Total
Lease liabilities	\$ 1,413,061	\$ 3,255,221	\$ 9,096,082	\$ 13,764,364
Variable interest rate liabilities	55,577,812	42,887,909	4,756,617	103,222,338
Fixed interest rate liabilities	36,834,955	40,481,804	18,171,668	95,488,427
Refund liabilities	3,659,090	-	-	3,659,090
Financial guarantee liabilities	<u>259,822</u>	<u>167,803</u>	<u>495,916</u>	<u>923,541</u>
	<u>\$ 207,663,860</u>	<u>\$ 87,230,179</u>	<u>\$ 32,520,283</u>	<u>\$ 327,414,322</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.

30. 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

<u>Company</u>	<u>Relationship</u>
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
Taiwan Rolling Stock Co., Ltd.	Associate
Kaohsiung Arena Development Corporation	Associate
Overseas Investment & Development Corporation	Associate
Chateau International Development Co., Ltd.	Associate
HC&C Auto Parts Co., Ltd.	Associate
TSK Steel Company Limited	Associate
DYNA RECHI (JIUJIANG) CO., LTD	Subsidiary of associates
CSBC Corporation, Taiwan	The Corporation as key management of other related parties; Discharge in June 2022
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

<u>Company</u>	<u>Relationship</u>
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
CSBC Coating Solutions Co., Ltd.	The Corporation as key management of parent company; Discharge in June 2022
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
Chungkang Steel Structure (Cambodia) Co., Ltd.	Associate before February 2022
CHANGCHUN CECK AUTO. PARTS. CO., LTD.	Subsidiary of associates before November 2022

b. Operating revenues

Account Items	Related Parties Types	For the Three Months Ended June 30		For the Six Months Ended June 30	
		2023	2022	2023	2022
Revenue from sales of goods	Associates	\$ 381,845	\$ 339,541	\$ 675,063	\$ 626,619
	The Corporation as key management of parent company	46,592	162,941	97,534	337,235
	Other related party	-	4,676	81,896	59,838
	The Corporation as key management of other related parties	5,008	298,295	5,871	491,710
	Others	-	-	-	12,304
		<u>\$ 433,445</u>	<u>\$ 805,453</u>	<u>\$ 860,364</u>	<u>\$ 1,527,706</u>
Construction contract revenue	The Corporation as key management of other related parties	\$ 7,770	\$ 63,360	\$ 22,579	\$ 97,504
	Other related party	915	1,087	1,565	7,561
	Others	89	-	144	-
		<u>\$ 8,774</u>	<u>\$ 64,447</u>	<u>\$ 24,288</u>	<u>\$ 105,065</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 the 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	
	2023	2022	2023	2022
Other related parties	\$ 2,022,383	\$ 6,367,835	\$ 4,905,247	\$ 10,435,845
The Corporation as key management of other related parties	219,248	153,689	458,117	324,556
Others	<u>61,433</u>	<u>41,621</u>	<u>102,836</u>	<u>83,344</u>
	<u>\$ 2,303,064</u>	<u>\$ 6,563,145</u>	<u>\$ 5,466,200</u>	<u>\$ 10,843,745</u>

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

d. Receivables from related parties

Account Items	Related Parties Types/Name	June 30, 2023	December 31, 2022	June 30, 2022
Notes and accounts receivable	Other related parties	\$ 17,999	\$ 14,669	\$ 23,464
	The Corporation as key management of other related parties	12,316	85,702	24,529
	The Corporation as key management of parent company	5,027	14,535	34,732
	Others	<u>132</u>	<u>198</u>	<u>4,280</u>
		<u>\$ 35,474</u>	<u>\$ 115,104</u>	<u>\$ 87,005</u>
Other receivables	Other related parties			
	FHC	\$ -	\$ -	\$ 208,040
	Others	30,189	26,890	41,222
	Others	<u>517</u>	<u>19</u>	<u>1,817</u>
	<u>\$ 30,706</u>	<u>\$ 26,909</u>	<u>\$ 251,079</u>	

e. Payables to related parties

Account Items	Related Parties Types	June 30, 2023	December 31, 2022	June 30, 2022
Accounts payable	Other related parties	\$ 118,890	\$ -	\$ 478,242
	Associates	22,223	23,600	31,074
	The Corporation as key management of other related parties	-	-	48,906
		<u>\$ 141,113</u>	<u>\$ 23,600</u>	<u>\$ 558,222</u>

Account Items	Related Parties Types	June 30, 2023	December 31, 2022	June 30, 2022
Other payables	Director of the Corporation	\$ 14,294	\$ 11,799	\$ 54,645
	Other related parties	7,643	1,095	550,771
	The Corporation as key management of other related parties	394	750	-
	Others	<u>-</u>	<u>-</u>	<u>1,713</u>
		<u>\$ 22,331</u>	<u>\$ 13,644</u>	<u>\$ 607,129</u>

The outstanding payables to related parties were unsecured.

f. Others

Classified as operating and non-operating income by their nature:

Account Items	Related Parties Types	For the Three Months Ended June 30		For the Six Months Ended June 30	
		2023	2022	2023	2022
Service and other revenues and other income - other	Other related parties	\$ 83,048	\$ 93,704	\$ 163,212	\$ 226,206
	The Corporation as key management of other related parties	44,889	102,737	83,439	179,564
	Others	<u>2,826</u>	<u>2,832</u>	<u>5,269</u>	<u>7,426</u>
		<u>\$ 130,763</u>	<u>\$ 199,273</u>	<u>\$ 251,920</u>	<u>\$ 413,196</u>

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

Related Party Types	June 30, 2023	December 31, 2022	June 30, 2022
The Corporation as key management personnel of other related parties			
Amount endorsed	\$ 1,240,151	\$ 1,263,979	\$ 1,109,276
Amount utilized	<u>(597,504)</u>	<u>(603,325)</u>	<u>(840,669)</u>
	<u>\$ 642,647</u>	<u>\$ 660,654</u>	<u>\$ 268,607</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 of 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	
	2023	2022	2023	2022
Short-term employee benefits	\$ 11,389	\$ 47,239	\$ 31,313	\$ 80,298
Post-employment benefits	<u>359</u>	<u>293</u>	<u>727</u>	<u>587</u>
	<u>\$ 11,748</u>	<u>\$ 47,532</u>	<u>\$ 32,040</u>	<u>\$ 80,885</u>

31. ASSETS PLEDGED AS COLLATERAL OR FOR 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, 2023	December 31, 2022	June 30, 2022
Net property, plant and equipment	\$ 18,770,704	\$ 20,170,727	\$ 18,133,235
Shares	17,800,943	16,544,895	16,333,656
Time deposits	7,134,655	7,343,842	7,236,193
Pledged receivable (a.)	2,000,000	2,000,000	2,000,000
Net investment properties	1,004,671	1,037,486	1,016,664
Demand deposits	300,000	300,000	300,000
Right-of-use assets - land	<u>145,488</u>	<u>145,824</u>	<u>157,476</u>
	<u>\$ 47,156,461</u>	<u>\$ 47,542,774</u>	<u>\$ 45,177,224</u>

- a. 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.

32. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNIZED COMMITMENTS

Significant commitments and contingencies of the Corporation and its subsidiaries as of June 30, 2023 were as follows:

- a. The Corporation and its subsidiaries provided letters of credits for NT\$7.8 billion guaranteed by financial institutions for several constructions, lease contracts and payment. Guarantee notes for NT\$3.2 billion were provided to banks and owners for purchase agreements, performance of the contract and warranties.
- b. Unused letters of credit for importation of materials and machinery amounted to NT\$10.6 billion.
- c. Property purchase and construction contracts for NT\$40.8 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 10,290,000 metric tons of coal, 22,380,000 metric tons of iron ore, and 3,130,000 metric tons of limestone are at prices negotiable with the counterparties. Purchase commitments as of June 30, 2023 were US\$6.3 billion (including 8,440,000 metric tons of coal, 41,070,000 metric tons of iron ore, and 2,300,000 metric tons of limestone).
- e. Refer to Table 2 for information relating to endorsements/guarantees provided.

33. 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, 2023</u>				
Monetary foreign assets				
USD	\$ 240,144	31.1400	(USD:NTD)	\$ 7,478,096
CNY	399,563	4.2820	(CNY:NTD)	1,710,929
JPY	17,978,555	0.2150	(JPY:NTD)	3,865,389
Non-monetary foreign assets				
Financial assets at fair value through other comprehensive income				
USD	798,227	31.1400	(USD:NTD)	24,856,776
JPY	7,946,000	0.2150	(JPY:NTD)	1,708,390
MYR	404,567	6.3840	(MYR:NTD)	2,582,758
Associate accounted for using equity method				
USD	395,076	31.1400	(USD:NTD)	12,273,742
AUD	1,020,319	20.6200	(AUD:NTD)	21,038,980
INR	3,868,343	0.3790	(INR:NTD)	1,466,102
Monetary foreign liabilities				
JPY	5,547,888	0.2150	(JPY:NTD)	1,192,796
USD	213,364	31.1400	(USD:NTD)	6,644,153
USD	110,757	82.1636	(USD:INR)	3,448,972
<u>December 31, 2022</u>				
Monetary foreign assets				
USD	403,688	30.7100	(USD:NTD)	12,397,272
CNY	442,077	4.4080	(CNY:NTD)	1,948,673
VND	1,465,096,559	0.00004	(VND:USD)	1,882,649
Non-monetary foreign assets				
Financial assets at fair value through other comprehensive income				
USD	837,610	30.7100	(USD:NTD)	25,722,995
JPY	6,422,000	0.2324	(JPY:NTD)	1,492,472
MYR	377,535	6.6990	(MYR:NTD)	2,529,105
Associates accounted for using equity method				
USD	404,469	30.7100	(USD:NTD)	12,417,521
AUD	995,301	20.8300	(AUD:NTD)	20,732,125
INR	3,734,391	0.3710	(INR:NTD)	1,384,769
Monetary foreign liabilities				
VND	1,071,342,102	0.00004	(VND:USD)	1,376,675
JPY	6,608,549	0.2324	(JPY:NTD)	1,535,827
USD	283,282	30.7100	(USD:NTD)	8,699,586
USD	109,411	82.7763	(USD:INR)	3,359,997

	Foreign Currencies (In Thousands)	Exchange Rate		Carrying Amount (In Thousands of New Taiwan Dollars)
<u>June 30, 2022</u>				
Monetary foreign assets				
USD	\$ 407,564	29.7200	(USD:NTD)	\$ 12,112,787
CNY	451,015	4.4390	(CNY:NTD)	2,002,054
VND	1,265,023,692	0.00004	(VND:USD)	1,587,605
Non-monetary foreign assets				
Financial assets at fair value through other comprehensive income				
USD	900,012	29.7200	(USD:NTD)	26,748,361
JPY	6,636,800	0.2182	(JPY:NTD)	1,448,150
MYR	214,178	6.4730	(MYR:NTD)	1,386,375
Associate accounted for using equity method				
USD	441,271	29.7200	(USD:NTD)	13,036,890
AUD	1,114,795	20.4500	(AUD:NTD)	22,797,552
INR	4,433,268	0.3760	(INR:NTD)	1,541,191
Monetary foreign liabilities				
VND	1,707,539,986	0.00004	(VND:USD)	2,142,963
JPY	6,019,173	0.2182	(JPY:NTD)	1,313,384
USD	517,194	29.7200	(USD:NTD)	15,371,011
USD	116,927	79.0426	(USD:INR)	3,475,066

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.

34. 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 (None)
- 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 5)

- 8) Receivables from related parties amounting to at least NT\$100 million or 20% of the paid-in capital (Table 6)
 - 9) Trading in derivative instruments (Note 29)
 - 10) Intercompany relationships and significant intercompany transactions (Table 7)
 - 11) Information on investees (Table 8)
- 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, investment income (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 9)
 - 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 5)
 - b) The amount and percentage of sales and the balance and percentage of the related receivables at the end of the period (Table 5)
 - 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: List all shareholders with a stake of 5 percent or greater in shareholding percentage and the number of shares. (Table 10)

35. SEGMENT INFORMATION

Information reported to the chief operating decision maker for the purposes of resource allocation and assessment of segment performance. Since the actual resource allocation focuses on the steel business, the resource investment in non-steel business is mainly decided by each company, and it is mainly the demand for the extension of the steel business. Reported segments of the Corporation and its subsidiaries were as follows:

- Steel department - manufacture and sell steel products, including the Corporation, DSC, CHS, CSCM, CSVC and CSCI.
- Non-steel department - extension or support of the manufacture of steel products, analysis by function, including engineering, green power, shipping, trading, investing, .etc..

a. Segment revenue and operating results

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

	Steel Department	Non-steel Department	Adjustment and Elimination	Total
<u>For the six months ended June 30, 2023</u>				
Revenue from external customers	\$ 146,999,444	\$ 39,703,426	\$ -	\$ 186,702,870
Inter-segment revenue	<u>32,501,776</u>	<u>29,955,753</u>	<u>(62,457,529)</u>	<u>-</u>
Segment revenue	<u>\$ 179,501,220</u>	<u>\$ 69,659,179</u>	<u>\$ (62,457,529)</u>	<u>\$ 186,702,870</u>
Segment profit (loss)	\$ (3,677,410)	\$ 5,143,662	\$ (54,460)	\$ 1,411,792
Interest income	217,767	264,329	(55,230)	426,866
Financial costs	(1,312,184)	(592,845)	108,599	(1,796,430)
Share of the profit of associates	1,307,760	1,720,136	(2,669,213)	358,683
Other non-operating income and expenses	838,728	789,503	(345,739)	1,282,492
Profit (loss) before income tax	(2,625,339)	7,324,785	(3,016,043)	1,683,403
Income tax (benefit)	<u>(672,599)</u>	<u>1,012,694</u>	<u>(32,911)</u>	<u>307,184</u>
Net profit (loss) for the period	<u>\$ (1,952,740)</u>	<u>\$ 6,312,091</u>	<u>\$ (2,983,132)</u>	<u>\$ 1,376,219</u>
<u>For the six months ended June 30, 2022</u>				
Revenue from external customers	\$ 199,798,473	\$ 49,051,360	\$ -	\$ 248,849,833
Inter-segment revenue	<u>52,456,077</u>	<u>32,421,751</u>	<u>(84,877,828)</u>	<u>-</u>
Segment revenue	<u>\$ 252,254,550</u>	<u>\$ 81,473,111</u>	<u>\$ (84,877,828)</u>	<u>\$ 248,849,833</u>
Segment profit	\$ 21,642,657	\$ 5,583,375	\$ (986,367)	\$ 26,239,665
Interest income	70,457	78,762	(21,850)	127,369
Financial costs	(669,350)	(317,497)	71,906	(914,941)
Share of the profit of associates	9,705,372	1,963,856	(10,800,113)	869,115
Other non-operating income and expenses	<u>1,194,982</u>	<u>1,371,295</u>	<u>14,544</u>	<u>2,580,821</u>
Profit before income tax	31,944,118	8,679,791	(11,721,880)	28,902,029
Income tax	<u>5,219,521</u>	<u>1,060,511</u>	<u>(114,819)</u>	<u>6,165,213</u>
Net profit for the period	<u>\$ 26,724,597</u>	<u>\$ 7,619,280</u>	<u>\$ (11,607,061)</u>	<u>\$ 22,736,816</u>

Inter-segment revenue was accounted for according to market price or cost-plus pricing.

b. Segment total assets and liabilities

	June 30, 2023	December 31, 2022	June 30, 2022
<u>Segment assets</u>			
Steel department	\$ 708,260,939	\$ 715,346,349	\$ 781,409,091
Non-Steel department	265,915,419	259,104,911	261,039,858
Adjustment and elimination	<u>(293,821,841)</u>	<u>(290,681,863)</u>	<u>(320,052,525)</u>
Consolidated total assets	<u>\$ 680,354,517</u>	<u>\$ 683,769,397</u>	<u>\$ 722,396,424</u>
<u>Segment liabilities</u>			
Steel department	\$ 265,929,170	\$ 256,230,361	\$ 313,767,567
Non-Steel department	103,018,382	94,658,042	102,040,647
Adjustment and elimination	<u>(30,205,591)</u>	<u>(23,964,450)</u>	<u>(53,511,690)</u>
Consolidated total liabilities	<u>\$ 338,741,961</u>	<u>\$ 326,923,953</u>	<u>\$ 362,296,524</u>

TABLE 1

CHINA STEEL CORPORATION AND SUBSIDIARIES

**FINANCING PROVIDED TO OTHERS
FOR THE PERIOD ENDED JUNE 30, 2023**

(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	Sing Da Marine Structure Corporation	Other receivables	Yes	2,500,000	2,500,000	2,000,000	0.68%-1.58%	2	-	Operating capital	-	-	-	30,600,240	61,200,480	Note 2
0	China Steel Corporation	China Steel Resources Corporation	Other receivables	Yes	1,000,000	1,000,000	900,000	0.63%-1.68%	2	-	Operating capital	-	-	-	30,600,240	61,200,480	Note 2
0	China Steel Corporation	C.S.Aluminium Corporation	Other receivables	Yes	4,400,000	3,500,000	1,000,000	1.52%-1.68%	2	-	Operating capital	-	-	-	30,600,240	61,200,480	Note 2
0	China Steel Corporation	Kaohsiung Rapid Transit Corporation	Other receivables	Yes	1,300,000	1,300,000	1,100,000	1.22%-1.53%	2	-	Operating capital	-	-	-	30,600,240	61,200,480	Note 2
0	China Steel Corporation	Chung Hung Steel Corporation	Other receivables	Yes	2,200,000	2,200,000	-	N/A	2	-	Operating capital	-	-	-	30,600,240	61,200,480	Note 2
1	Ever Wealthy International Corporation	Changzhou China Steel New Materials Technology Co., Ltd.	Other receivables	Yes	83,388	80,330	80,330	2.40%	2	-	Operating capital	-	-	-	356,008	534,012	Note 3
2	Thintech Materials Technology Co., Ltd.	Taicang Thintech Materials Co., Ltd.	Other receivables	Yes	106,947	103,025	-	N/A	2	-	Operating capital	-	-	-	354,422	472,563	Note 4
3	C.S.Aluminium Corporation	Ningbo Huayang Aluminium-Tech Co., Ltd.	Other receivables	Yes	553,500	-	-	N/A	2	-	Repayments of bank borrowings	-	-	-	845,858	1,691,716	Note 5
4	China Prosperity Development Corporation	China Steel Corporation	Other receivables	Yes	1,800,000	950,000	950,000	0.42%-1.57%	2	-	Operating capital	-	-	-	2,397,840	2,397,840	Note 6
5	China Steel Security Corporation	China Steel Corporation	Other receivables	Yes	50,000	50,000	50,000	1.15%-1.53%	2	-	Operating capital	-	-	-	198,862	198,862	Note 7
5	China Steel Security Corporation	Steel Castle Technology Corporation	Other receivables	Yes	100,000	100,000	-	N/A	2	-	Operating capital	-	-	-	198,862	198,862	Note 7
6	Dragon Steel Corporation	China Steel Corporation	Other receivables	Yes	2,000,000	-	-	N/A	2	-	Operating capital	-	-	-	9,943,098	19,886,196	Note 8
7	China Steel Machinery Corporation	China Steel Corporation	Other receivables	Yes	700,000	700,000	-	0.74%-1.53%	2	-	Operating capital	-	-	-	789,198	789,198	Note 9
8	China Steel Express Corporation	China Steel Corporation	Other receivables	Yes	500,000	500,000	500,000	1.41%-1.52%	2	-	Operating capital	-	-	-	1,289,195	2,578,391	Note 10
8	China Steel Express Corporation	CSE Transport Corporation	Other receivables	Yes	311,400	311,400	-	5.15%	2	-	Operating capital	-	-	-	1,289,195	2,578,391	Note 10
9	Chung Hung Steel Corporation	China Steel Corporation	Other receivables	Yes	300,000	300,000	-	1.43%-1.53%	2	-	Operating capital	-	-	-	1,671,062	6,684,251	Note 11
10	InfoChamp Systems Corporation	China Steel Corporation	Other receivables	Yes	120,000	120,000	120,000	1.46%-1.48%	2	-	Operating capital	-	-	-	295,456	337,664	Note 12

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 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 4: 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 5: 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 6: 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 7: 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 both shall not exceed 40% of the net worth of China Steel Security Corporation, respectively.
- Note 8: According to “The Process of Financing Others” established by Dragon Steel 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 Dragon Steel Corporation, respectively.
- Note 9: According to “The Process of Financing Others” established by China Steel Machinery 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 Machinery Corporation.
- Note 10: According to “The Process of Financing Others” established by China Steel Express 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 China Steel Express Corporation, respectively.
- Note 11: According to “The Process of Financing Others” established by Chung Hung Steel Corporation, the total available amount for lending to others and the total amount for lending to a company shall not exceed 40% and 10% of the net worth of Chung Hung Steel Corporation, respectively.
- Note 12: According to “The Process of Financing Others” established by InfoChamp Systems 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 InfoChamp Systems Corporation, respectively.

TABLE 2

CHINA STEEL CORPORATION AND SUBSIDIARIES

**ENDORSEMENTS/GUARANTEES PROVIDED
FOR THE PERIOD ENDED JUNE 30, 2023**

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

NO.	Endorsement/Guarantee Provider	Endorsee/Guaranteee		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	91,800,720	7,156,210	7,156,210	4,259,546	4,259,546	2	122,400,960	Y	N	N	Notes 2 and 3
0	China Steel Corporation	Sakura Ferroalloys Sdn. Bhd.	6	91,800,720	1,259,585	1,240,151	597,504	-	-	122,400,960	N	N	N	Note 3
1	Thintech Materials Technology Co., Ltd.	Taicang Thintech Materials Co., Ltd.	2	472,563	264,690	264,690	132,734	-	22	472,563	N	N	Y	Note 4
2	InfoChamp Systems Corporation	Wuhan InfoChamp I.T. Co., Ltd.	2	253,248	47,494	45,752	45,752	-	5	422,081	N	N	Y	Note 5
2	InfoChamp Systems Corporation	Tang Steel International Engineering Technology Corp.	5	253,248	41,492	39,970	39,970	-	5	422,081	N	N	Y	Note 5
2	InfoChamp Systems Corporation	Industrial Technology Research Institute	5	253,248	60,000	60,000	-	-	7	422,081	N	N	N	Note 5
3	Wuhan InfoChamp I.T. Co., Ltd.	InfoChamp Systems Corporation	3	167,440	40,989	39,486	39,486	-	118	200,928	N	N	N	Note 6
3	Wuhan InfoChamp I.T. Co., Ltd.	Tang Steel International Engineering Technology Corp.	5	167,440	41,492	39,970	39,970	-	119	200,928	N	N	Y	Note 6
4	China Steel Express Corporation	CSE Transport Corporation	2	3,867,587	2,588,140	2,588,140	622,800	-	20	5,156,783	N	N	N	Note 7
5	China Steel Power Holding Corporation	China Steel Power Corporation	2	41,760,251	7,393,000	7,393,000	7,393,000	8,349,358	89	41,760,251	N	N	N	Note 8

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: 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 4: 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 5: 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 6: 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 7: 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.
- Note 8: According to “The Process of making endorsements/quadrants” established by China Steel Power Holding Corporation, both the ceilings on the amounts for any single entity or the aggregate amounts to the entities shall not exceed 500% of the net worth of China Steel Power Holding Corporation.

TABLE 3

CHINA STEEL CORPORATION AND SUBSIDIARIES

MARKETABLE SECURITIES HELD

JUNE 30, 2023

(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, 2023				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	7,785,058	4	7,785,058	
China Steel Corporation	Common stock	Maruichi Steel Tube Ltd.	No relation	Financial assets at fair value through other comprehensive income-noncurrent	2,000,000	1,416,850	2	1,416,850	
China Steel Corporation	Common stock	O-Bank Co., Ltd.	No relation	Financial assets at fair value through other comprehensive income-noncurrent	103,847,695	1,059,246	3	1,059,246	
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	898,807	9	898,807	
China Steel Corporation	Common stock	CSN Mineracao S.A.	No relation	Financial assets at fair value through other comprehensive income-noncurrent	22,366,860	609,859	-	609,859	
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	465,791	5	465,791	
China Steel Corporation	Common stock	Yodogawa Steel Works, Ltd.	No relation	Financial assets at fair value through other comprehensive income-noncurrent	400,000	291,540	1	291,540	
China Steel Corporation	Common stock	CSBC Corporation, Taiwan	No relation	Financial assets at fair value through other comprehensive income-noncurrent	7,751,346	191,846	1	191,846	
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	23,880,598	20	23,880,598	
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	2,030,003	19	2,030,003	
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	746,609	5	746,609	
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	15,839	15	15,839	
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	3,304	5	3,304	

Held Company Name	Type and Name of Marketable Securities		Relationship with The Company	Financial Statement Account	JUNE 30, 2023				Note
					Shares/Units	Carrying Value	Percentage of Ownership (%)	Fair Value	
China Steel Corporation	Common stock	PHALANX BIOTECH GROUP, INC.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	332,881	2,247	-	2,247	
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	661,553	10	661,553	
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	552,756	19	552,756	
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	China Steel Corporation	Parent company	Financial assets at fair value through other comprehensive income - current	33,109,239	973,412	-	973,412	
Chung Hung Steel Corporation	Common stock	TAIWAN VES-POWER CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	134,167	39,437	2	39,437	
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	6,775	5	6,775	
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	29,517	-	29,517	
China Steel Chemical Corporation	Common stock	China Steel Corporation	Parent company	Financial assets at fair value through other comprehensive income - current	2,556,915	75,173	-	75,173	
China Steel Chemical Corporation	Preferred stock	China Steel Corporation	Parent company	Financial assets at fair value through other comprehensive income - current	229,000	10,351	-	10,351	
China Steel Chemical Corporation	Mutual fund	Cathay US ESG Fund TWD	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	751,399	8,363	-	8,363	
China Steel Chemical 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)	1,332,374	20,197	-	20,197	
China Steel Chemical Corporation	Mutual fund	KGI Victory Money Market Fund	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	1,706,147	20,174	-	20,174	

Held Company Name	Type and Name of Marketable Securities		Relationship with The Company	Financial Statement Account	JUNE 30, 2023				Note
					Shares/Units	Carrying Value	Percentage of Ownership (%)	Fair Value	
China Steel Chemical 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)	1,098,588	15,219	-	15,219	
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)	933,184	15,079	-	15,079	
China Steel Chemical 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)	793,435	10,163	-	10,163	
China Steel Chemical 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)	712,855	10,130	-	10,130	
China Steel Chemical 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)	817,511	10,032	-	10,032	
China Steel Chemical Corporation	Convertible bond	STANLN 4.3 02/19/27	No relation	Financial assets at fair value through other comprehensive income - current	-	14,590	-	14,590	
China Steel Chemical Corporation	Corporate bond	PM 5 3/8 02/15/33	No relation	Financial assets at fair value through other comprehensive income - current	-	12,295	-	12,295	
China Steel Chemical Corporation	Corporate bond	MUFG 5.719 02/20/26	No relation	Financial assets at fair value through other comprehensive income - current	-	9,284	-	9,284	
China Steel Chemical Corporation	Corporate bond	BPCEGP 5.975 01/18/27	No relation	Financial assets at fair value through other comprehensive income - current	-	9,243	-	9,243	
China Steel Chemical Corporation	Corporate bond	MUFG 5.406 04/19/34	No relation	Financial assets at fair value through other comprehensive income - current	-	9,217	-	9,217	
China Steel Chemical Corporation	Corporate bond	STANLN 6.17 01/09/27	No relation	Financial assets at fair value through other comprehensive income - current	-	6,220	-	6,220	
China Steel Chemical Corporation	Corporate bond	SOCGEN 6.447 01/12/27	No relation	Financial assets at fair value through other comprehensive income - current	-	6,200	-	6,200	
China Steel Chemical Corporation	Corporate bond	BACR 6.224 05/09/34	No relation	Financial assets at fair value through other comprehensive income - current	-	6,153	-	6,153	
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)	404,057	19,152	-	19,152	

Held Company Name	Type and Name of Marketable Securities		Relationship with The Company	Financial Statement Account	JUNE 30, 2023				Note
					Shares/Units	Carrying Value	Percentage of Ownership (%)	Fair Value	
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)	133,425	5,097	-	5,097	
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)	62,953	2,716	-	2,716	
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)	100,387	1,897	-	1,897	
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)	119,663	1,819	-	1,819	
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)	7,000	587	-	587	
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	553,787	-	553,787	
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	124,252	-	124,252	
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	55,799	4	55,799	
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)	322,484	3,176	-	3,176	
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	2,231	8	2,231	
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	24	1	24	
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	-	

Held Company Name	Type and Name of Marketable Securities		Relationship with The Company	Financial Statement Account	JUNE 30, 2023				Note
					Shares/Units	Carrying Value	Percentage of Ownership (%)	Fair Value	
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)	2,157,642	26,077	7	26,077	
Ever Wealthy International Corporation	Common stock	EVERGREEN AVIATION TECHNOLOGIES CORPORATION	No relation	Financial assets at fair value through other comprehensive income - noncurrent	800,000	89,600	-	89,600	
Ever Wealthy International Corporation	Common stock	JIH SUN International Leasing & Finance Co., Ltd.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	1,000,000	47,040	-	47,040	
Ever Wealthy International Corporation	Preferred stock	Fubon Financial Holding Co., Ltd. Preferred Shares C	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	175,000	10,063	-	10,063	
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	7,912	-	7,912	
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	734	-	734	
Ever Wealthy International Corporation	Preferred stock	Chailease Holding Company Limited.Shares A	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	5,000	499	-	499	
Ever Wealthy International Corporation	Preferred stock	WPG HOLDINGS LIMITED - Preferred Shares A	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	10,000	485	-	485	
Ever Wealthy International Corporation	Mutual fund	Jih Sun Vietnam Opportunity Fund (NTD)	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	1,000,000	8,030	-	8,030	
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)	567,536	7,940	-	7,940	
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)	321,750	4,871	-	4,871	
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)	250,473	4,233	-	4,233	

Held Company Name	Type and Name of Marketable Securities	Relationship with The Company	Financial Statement Account	JUNE 30, 2023				Note	
				Shares/Units	Carrying Value	Percentage of Ownership (%)	Fair Value		
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)	99,544	5,820	-	5,820	
Ever Wealthy International Corporation	Mutual fund	PineBridge Rate Response Multi-Asset Fund	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	500,000	5,004	-	5,004	
Ever Wealthy International Corporation	Mutual fund	Shin Kong Chi-Shin Money-market Fund	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	953,380	15,068	-	15,068	
Ever Wealthy International Corporation	Mutual fund	FTGF Western Asset Short Duration Blue Chip Bond Fund Class A US\$ Accumulating	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	1,638	6,216	-	6,216	
Ever Wealthy International Corporation	Mutual fund	Franklin Strategic Income Fund A(acc)USD	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	12,812	6,216	-	6,216	
Ever Wealthy International Corporation	Mutual fund	SinoPac Global Infrastructure and Utilities Investment Grade Bond Fund	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	500,000	5,007	-	5,007	
Ever Wealthy International Corporation	Mutual fund	KGI Fund Taiwan Multi-Asset Income Fund	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	916,591	10,312	-	10,312	
Ever Wealthy International Corporation	Mutual fund	Jih Sun Taiwan Multi-Asset Fund	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	965,255	10,299	-	10,299	
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)	1,084,677	15,102	-	15,102	
Ever Wealthy International Corporation	Mutual fund	JPMorgan (Taiwan) Taiwan First Money Market Fund	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	980,328	15,059	-	15,059	
Ever Wealthy International 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)	732,900	10,153	-	10,153	
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)	713,165	10,134	-	10,134	

Held Company Name	Type and Name of Marketable Securities		Relationship with The Company	Financial Statement Account	JUNE 30, 2023				Note
					Shares/Units	Carrying Value	Percentage of Ownership (%)	Fair Value	
Ever Wealthy International 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)	666,682	10,106	-	10,106	
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)	623,154	10,070	-	10,070	
Ever Wealthy International 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)	791,534	10,043	-	10,043	
Ever Wealthy International Corporation	Corporate bond	CNH Bond Offering by ITNL Offshore Pte Limited	No relation	Financial assets at amortized cost - noncurrent	-	-	-	-	
China Ecotek Corporation	Common stock	LOCUS CELL CO., LTD.	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	3,305,000	104,240	2	104,240	
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)	784,000	18,393	6	18,393	
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	15,943	1	15,943	
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	132,397	11	132,397	
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	203,944	-	203,944	
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	110,116	-	110,116	
CHC Resources Corporation	Common stock	China Steel Corporation	Parent company	Financial assets at fair value through other comprehensive income - current	9,201,806	270,533	-	270,533	
CHC Resources Corporation	Common stock	Feng Sheng Enterprise Corporation	No relation	Financial assets at fair value through other comprehensive income - noncurrent	932,053	17,652	2	17,652	
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	12,461	-	12,461	

Held Company Name	Type and Name of Marketable Securities		Relationship with The Company	Financial Statement Account	JUNE 30, 2023				Note
					Shares/Units	Carrying Value	Percentage of Ownership (%)	Fair Value	
Union Steel Development Corporation	Certificate of entitlement	Shanghai Bao Shun Steel Corporation	The held company as its director	Financial assets at fair value through other comprehensive income - noncurrent	-	16,795	19	16,795	
China Steel Security Corporation	Common stock	China Steel Corporation	Parent company	Financial assets at fair value through other comprehensive income - current	2,349,975	69,089	-	69,089	
China Steel Security Corporation	Common stock	Taiwan Secom Corporation	No relation	Financial assets at fair value through other comprehensive income - current	2,223	255	-	255	
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	149	-	149	
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)	1,484,859	20,032	-	20,032	
China Steel Security Corporation	Mutual fund	Yuanta De-Li Money Market Fund	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	1,202,090	20,032	-	20,032	
China Steel Security 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)	588,149	10,024	-	10,024	
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)	948,668	10,017	-	10,017	
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	5,736	-	5,736	
China Prosperity Development Corporation	Common stock	HUA NAN FINANCIAL HOLDINGS CO.,LTD.	No relation	Financial assets at fair value through other comprehensive income - current	5,066,509	112,477	-	112,477	
China Prosperity Development Corporation	Common stock	China Steel Corporation	Parent company	Financial assets at fair value through other comprehensive income - current	952,979	28,018	-	28,018	
China Prosperity Development Corporation	Common stock	Mega Financial Holding Co., Ltd.	No relation	Financial assets at fair value through other comprehensive income - current	475,043	18,147	-	18,147	
China Prosperity Development Corporation	Common stock	Taiwan Cooperative Financial Holding Co., Ltd.	No relation	Financial assets at fair value through other comprehensive income - current	248,315	6,965	-	6,965	
China Prosperity Development Corporation	Common stock	iPASS Corporation	No relation	Financial assets at fair value through other comprehensive income - current	2,528,218	17,091	2	17,091	

Held Company Name	Type and Name of Marketable Securities		Relationship with The Company	Financial Statement Account	JUNE 30, 2023				Note
					Shares/Units	Carrying Value	Percentage of Ownership (%)	Fair Value	
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	2,400,000	6,984	8	6,984	
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	3,916	-	3,916	
HIMAG Magnetic Corporation	Common stock	China Steel Corporation	Parent company	Financial assets at fair value through other comprehensive income - noncurrent	325,505	9,570	-	9,570	
HIMAG Magnetic Corporation	Common stock	Superrite Electronics Co., Ltd.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	600,000	11,201	2	11,201	
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	19,870	1	19,870	
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	11,861	1	11,861	
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	Aerami Therapeutics Holdings, Inc.	No relation	Financial assets mandatorily classified as at fair value through profit or loss - noncurrent (including measurement)	166,394	-	-	-	
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	7,615	-	7,615	
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	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	Mutual fund	Jih Sun Money Market Fund	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	3,648,746	55,310	-	55,310	
InfoChamp Systems Corporation	Common stock	China Steel Corporation	Parent company	Financial assets at fair value through other comprehensive income - noncurrent	3,834,338	112,730	-	112,730	

Held Company Name	Type and Name of Marketable Securities		Relationship with The Company	Financial Statement Account	JUNE 30, 2023				Note
					Shares/Units	Carrying Value	Percentage of Ownership (%)	Fair Value	
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	63,072	1	63,072	
InfoChamp Systems Corporation	Common stock	iPASS Corporation	The held company as its director	Financial assets at fair value through other comprehensive income - noncurrent	3,828,188	24,342	3	24,342	
InfoChamp Systems Corporation	Common stock	TRICORNTECH CORPORATION	No relation	Financial assets at fair value through other comprehensive income - noncurrent	477,830	18,112	1	18,112	
Kaohsiung Rapid Transit Corporation	Common stock	iPASS Corporation	The held company as its director	Financial assets at fair value through other comprehensive income - noncurrent	9,912,843	63,031	9	63,031	
Dragon Steel Corporation	Common stock	Union Optronics Corp.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	103,895	-	-	-	
C.S.Aluminium Corporation	Common stock	China Steel Corporation	Parent company	Financial assets at fair value through other comprehensive income - current	4,431,944	130,299	-	130,299	
China Steel Express Corporation	Common stock	China Steel Corporation	Parent company	Financial assets at fair value through other comprehensive income - current	8,801,555	258,766	-	258,766	
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	44,797	-	44,797	
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	2,828	1	2,828	
Transglory Investment Corporation	Common stock	TANG ENG IRON WORKS CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	160,000	4,816	-	4,816	
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	7,548,901	2	7,548,901	Note 1
Transglory Investment 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)	19,877,147	301,310	-	301,310	
Gains Investment Corporation	Common stock	BRIGHTON-BEST INTERNATIONAL (TAIWAN) INC.	No relation	Financial assets at fair value through other comprehensive income - current	21,829,242	778,212	-	778,212	
Gains Investment Corporation	Common stock	TA CHEN STAINLESS PIPE CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	8,584,850	406,922	-	406,922	
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	142,979	-	142,979	

Held Company Name	Type and Name of Marketable Securities		Relationship with The Company	Financial Statement Account	JUNE 30, 2023				Note
					Shares/Units	Carrying Value	Percentage of Ownership (%)	Fair Value	
Gains Investment Corporation	Common stock	TRANSCOM, INC.	No relation	Financial assets at fair value through other comprehensive income - current	725,638	132,066	-	132,066	
Gains Investment Corporation	Common stock	FUSHENG PRECISION CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	513,000	113,373	-	113,373	
Gains Investment Corporation	Common stock	LUXNET CORPORATION	No relation	Financial assets at fair value through other comprehensive income - current	1,059,969	110,767	-	110,767	
Gains Investment Corporation	Common stock	SYMTEK AUTOMATION ASIA CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	877,610	101,364	-	101,364	
Gains Investment Corporation	Common stock	FARCENT ENTERPRISE CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	1,660,032	98,772	-	98,772	
Gains Investment Corporation	Common stock	EVERGREEN AVIATION TECHNOLOGIES CORPORATION	No relation	Financial assets at fair value through other comprehensive income - current	810,000	90,720	-	90,720	
Gains Investment Corporation	Common stock	HOTAI FINANCE CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	597,000	88,953	-	88,953	
Gains Investment Corporation	Common stock	CHENFULL PRECISION CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	699,287	88,110	-	88,110	
Gains Investment Corporation	Common stock	QST INTERNATIONAL CORP.	No relation	Financial assets at fair value through other comprehensive income - current	1,333,482	87,876	-	87,876	
Gains Investment Corporation	Common stock	JESS-LINK PRODUCTS CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	1,264,000	85,446	-	85,446	
Gains Investment Corporation	Common stock	TBI MOTION TECHNOLOGY CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	1,975,000	79,099	-	79,099	
Gains Investment Corporation	Common stock	JDV CONTROL VALVES CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	1,050,000	76,650	-	76,650	
Gains Investment Corporation	Common stock	BORA PHARMACEUTICALS CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	90,348	70,381	-	70,381	
Gains Investment Corporation	Common stock	ULTRA CHIP, INC.	No relation	Financial assets at fair value through other comprehensive income - current	656,430	66,956	-	66,956	
Gains Investment Corporation	Common stock	JUFAN INDUSTRIAL CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	1,260,000	60,858	-	60,858	
Gains Investment Corporation	Common stock	ISHENG ELECTRIC WIRE & CABLE CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	1,236,000	57,659	-	57,659	

Held Company Name	Type and Name of Marketable Securities		Relationship with The Company	Financial Statement Account	JUNE 30, 2023				Note
					Shares/Units	Carrying Value	Percentage of Ownership (%)	Fair Value	
Gains Investment Corporation	Common stock	Capital Futures Corporation	No relation	Financial assets at fair value through other comprehensive income - current	1,364,000	56,674	-	56,674	
Gains Investment Corporation	Common stock	CHC Healthcare Group	No relation	Financial assets at fair value through other comprehensive income - current	786,000	55,570	-	55,570	
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	55,053	-	55,053	
Gains Investment Corporation	Common stock	AMPAK TECHNOLOGY INC.	No relation	Financial assets at fair value through other comprehensive income - current	629,000	52,836	-	52,836	
Gains Investment Corporation	Common stock	NAN JUEN INTERNATIONAL CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	661,000	51,955	-	51,955	
Gains Investment Corporation	Common stock	FSP TECHNOLOGY INC.	No relation	Financial assets at fair value through other comprehensive income - current	1,040,000	49,920	-	49,920	
Gains Investment Corporation	Common stock	ASIA TECH IMAGE INC.	No relation	Financial assets at fair value through other comprehensive income - current	735,000	47,628	-	47,628	
Gains Investment Corporation	Common stock	EMERGING DISPLAY TECHNOLOGIES CORP.	No relation	Financial assets at fair value through other comprehensive income - current	1,130,000	47,347	-	47,347	
Gains Investment Corporation	Common stock	JETWELL COMPUTER CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	614,997	45,940	-	45,940	
Gains Investment Corporation	Common stock	TOPCO SCIENTIFIC CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	250,000	45,625	-	45,625	
Gains Investment Corporation	Common stock	ARGOSY RESEARCH INC.	No relation	Financial assets at fair value through other comprehensive income - current	337,000	43,473	-	43,473	
Gains Investment Corporation	Common stock	ARDENTEC CORPORATION	No relation	Financial assets at fair value through other comprehensive income - current	700,000	42,630	-	42,630	
Gains Investment Corporation	Common stock	EVERGREEN STEEL CORPORATION	No relation	Financial assets at fair value through other comprehensive income - current	583,000	39,061	-	39,061	
Gains Investment Corporation	Common stock	San Neng Group Holdings Co., Ltd.	No relation	Financial assets at fair value through other comprehensive income - current	881,000	37,443	-	37,443	
Gains Investment Corporation	Common stock	KWONG LUNG ENTERPRISE CO.,LTD.	No relation	Financial assets at fair value through other comprehensive income - current	637,000	35,545	-	35,545	
Gains Investment Corporation	Common stock	SHEH FUNG SCREWS CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	583,159	35,048	-	35,048	

Held Company Name	Type and Name of Marketable Securities		Relationship with The Company	Financial Statement Account	JUNE 30, 2023				Note
					Shares/Units	Carrying Value	Percentage of Ownership (%)	Fair Value	
Gains Investment Corporation	Common stock	SHEH KAI PRECISION CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	679,000	33,814	-	33,814	
Gains Investment Corporation	Common stock	BRIGHTTEK OPTOELECTRONIC CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	1,093,000	33,227	-	33,227	
Gains Investment Corporation	Common stock	WAH LEE INDUSTRIAL CORP.	No relation	Financial assets at fair value through other comprehensive income - current	391,000	32,414	-	32,414	
Gains Investment Corporation	Common stock	CHANG WAH TECHNOLOGY CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	721,000	31,255	-	31,255	
Gains Investment Corporation	Common stock	FORMOSA ADVANCED TECHNOLOGIES CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	700,000	30,660	-	30,660	
Gains Investment Corporation	Common stock	HERAN CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	271,000	29,404	-	29,404	
Gains Investment Corporation	Common stock	BRIGHTEN OPTIX CORPORATION	No relation	Financial assets at fair value through other comprehensive income - current	124,000	28,892	-	28,892	
Gains Investment Corporation	Common stock	ACTER GROUP CORPORATION LIMITED	No relation	Financial assets at fair value through other comprehensive income - current	180,000	27,090	-	27,090	
Gains Investment Corporation	Common stock	GREENFILTEC LTD.	No relation	Financial assets at fair value through other comprehensive income - current	306,482	26,572	-	26,572	
Gains Investment Corporation	Common stock	IBASE TECHNOLOGY INC.	No relation	Financial assets at fair value through other comprehensive income - current	290,000	25,868	-	25,868	
Gains Investment Corporation	Common stock	UNICTRON TECHNOLOGIES CORPORATION	No relation	Financial assets at fair value through other comprehensive income - current	280,000	24,220	-	24,220	
Gains Investment Corporation	Common stock	APLEX TECHNOLOGY INC.	No relation	Financial assets at fair value through other comprehensive income - current	331,000	23,071	-	23,071	
Gains Investment Corporation	Common stock	Weblink International Inc.	No relation	Financial assets at fair value through other comprehensive income - current	358,000	22,447	-	22,447	
Gains Investment Corporation	Common stock	TAIWAN CHELIC CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	380,000	20,671	-	20,671	
Gains Investment Corporation	Common stock	NOVA TECHNOLOGY CORP.	No relation	Financial assets at fair value through other comprehensive income - current	202,000	20,402	-	20,402	
Gains Investment Corporation	Common stock	ECLATORQ TECHNOLOGY CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	226,000	19,255	-	19,255	

Held Company Name	Type and Name of Marketable Securities		Relationship with The Company	Financial Statement Account	JUNE 30, 2023				Note
					Shares/Units	Carrying Value	Percentage of Ownership (%)	Fair Value	
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	306,453	16,671	-	16,671	
Gains Investment Corporation	Common stock	SYSTEX CORPORATION	No relation	Financial assets at fair value through other comprehensive income - current	150,000	16,500	-	16,500	
Gains Investment Corporation	Common stock	ZHEN YU HARDWARE CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	181,000	15,765	-	15,765	
Gains Investment Corporation	Common stock	ETERNAL MATERIALS CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	460,050	14,860	-	14,860	
Gains Investment Corporation	Common stock	WENDELL INDUSTRIAL CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	168,000	14,683	-	14,683	
Gains Investment Corporation	Common stock	INTEGRATED SERVICE TECHNOLOGY INC.	No relation	Financial assets at fair value through other comprehensive income - current	146,000	14,191	-	14,191	
Gains Investment Corporation	Common stock	LONGWELL COMPANY	No relation	Financial assets at fair value through other comprehensive income - current	234,000	13,993	-	13,993	
Gains Investment Corporation	Common stock	SYNNEX TECHNOLOGY INTERNATIONAL CORPORATION	No relation	Financial assets at fair value through other comprehensive income - current	208,000	12,064	-	12,064	
Gains Investment Corporation	Common stock	HIGHLIGHT TECH CORPORATION	No relation	Financial assets at fair value through other comprehensive income - current	215,000	11,244	-	11,244	
Gains Investment Corporation	Common stock	CHANNEL WELL TECHNOLOGY CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	142,000	10,906	-	10,906	
Gains Investment Corporation	Common stock	PEGAVISION CORPORATION	No relation	Financial assets at fair value through other comprehensive income - current	30,000	10,350	-	10,350	
Gains Investment Corporation	Common stock	CHANG WAH ELECTROMATERIALS INC.	No relation	Financial assets at fair value through other comprehensive income - current	279,000	9,542	-	9,542	
Gains Investment Corporation	Common stock	AMIDA TECHNOLOGY INC.	No relation	Financial assets at fair value through other comprehensive income - current	179,000	9,290	-	9,290	
Gains Investment Corporation	Common stock	ACBEL POLYTECH INC.	No relation	Financial assets at fair value through other comprehensive income - current	200,000	9,290	-	9,290	
Gains Investment Corporation	Common stock	LAUNCH TECHNOLOGIES CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	100,000	9,190	-	9,190	
Gains Investment Corporation	Common stock	CHIEN SHING HARBOUR SERVICE CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	197,063	8,986	-	8,986	

Held Company Name	Type and Name of Marketable Securities		Relationship with The Company	Financial Statement Account	JUNE 30, 2023				Note
					Shares/Units	Carrying Value	Percentage of Ownership (%)	Fair Value	
Gains Investment Corporation	Common stock	SHINY CHEMICAL INDUSTRIAL CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	60,000	7,890	-	7,890	
Gains Investment Corporation	Common stock	TURVO INTERNATIONAL CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	63,000	6,930	-	6,930	
Gains Investment Corporation	Common stock	BRILLIAN NETWORK & AUTOMATION INTEGRATED SYSTEM CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	41,000	6,007	-	6,007	
Gains Investment Corporation	Common stock	JETWAY INFORMATION CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	128,000	5,056	-	5,056	
Gains Investment Corporation	Common stock	UVAT TECHNOLOGY CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	93,000	4,938	-	4,938	
Gains Investment Corporation	Common stock	ADIMMUNE CORPORATION	No relation	Financial assets at fair value through other comprehensive income - current	70,000	2,639	-	2,639	
Gains Investment Corporation	Common stock	Sincere Security Corp. Ltd.	No relation	Financial assets at fair value through other comprehensive income - current	30,000	1,599	-	1,599	
Gains Investment Corporation	Common stock	Yonggu Group Inc.	No relation	Financial assets at fair value through other comprehensive income - current	23,319	984	-	984	
Gains Investment Corporation	Common stock	LINTES TECHNOLOGY CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	4,000	550	-	550	
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)	1,878,788	2,000	10	2,000	
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	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	KING POINT ENTERPRISE CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	3,500,000	132,108	9	132,108	
Gains Investment Corporation	Common stock	CYBERSOFT DIGITAL SERVICES CORPORATION	No relation	Financial assets at fair value through other comprehensive income - noncurrent	1,444,996	78,145	5	78,145	
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	71,742	5	71,742	

Held Company Name	Type and Name of Marketable Securities		Relationship with The Company	Financial Statement Account	JUNE 30, 2023				Note
					Shares/Units	Carrying Value	Percentage of Ownership (%)	Fair Value	
Gains Investment Corporation	Common stock	Innotech Logistics Co., Ltd.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	5,000,000	50,000	10	50,000	
Gains Investment Corporation	Common stock	Chien Tung Harbour Service Co., Ltd.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	5,000,000	50,000	7	50,000	
Gains Investment Corporation	Common stock	GE TECHNOLOGY INC.	The held company as its director	Financial assets at fair value through other comprehensive income - noncurrent	1,108,910	48,300	6	48,300	
Gains Investment Corporation	Common stock	Poju International Co., Ltd.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	2,263,000	41,371	5	41,371	
Gains Investment Corporation	Common stock	ENLI TECHNOLOGY CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	915,600	30,235	9	30,235	
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	30,000	8	30,000	
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	29,864	-	29,864	
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	28,080	9	28,080	
Gains Investment Corporation	Common stock	GREEN SHEPHERD CORPORATION	No relation	Financial assets at fair value through other comprehensive income - noncurrent	1,120,000	26,275	8	26,275	
Gains Investment Corporation	Common stock	eTreego Co., Ltd.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	1,000,000	18,000	11	18,000	
Gains Investment Corporation	Common stock	ULTRADISPLAY INC.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	1,446,891	15,995	9	15,995	
Gains Investment Corporation	Common stock	MITAGRI CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	1,301,237	13,464	8	13,464	
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	12,712	5	12,712	
Gains Investment Corporation	Common stock	T-Car Inc.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	500,000	10,366	2	10,366	
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	4,588	8	4,588	
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	2,828	1	2,828	

Held Company Name	Type and Name of Marketable Securities		Relationship with The Company	Financial Statement Account	JUNE 30, 2023				Note
					Shares/Units	Carrying Value	Percentage of Ownership (%)	Fair Value	
Gains Investment Corporation	Common stock	LOCUS CELL CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	5,041,000	158,973	3	158,973	
Gains Investment Corporation	Common stock	JIH SUN International Leasing & Finance Co., Ltd.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	2,500,000	117,600	1	117,600	
Gains Investment Corporation	Common stock	CHEN NAN IRON WIRE CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	2,511,960	78,393	5	78,393	
Gains Investment Corporation	Common stock	SUNNY PHARMTECH INC.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	1,786,234	54,244	1	54,244	
Gains Investment Corporation	Common stock	MEDICAL IMAGING CORPORATION	No relation	Financial assets at fair value through other comprehensive income - noncurrent	1,188,000	54,182	6	54,182	
Gains Investment Corporation	Common stock	VETNOSTRUM ANIMAL HEALTH CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	1,660,269	47,856	3	47,856	
Gains Investment Corporation	Common stock	Lianyou Metals Co., Ltd.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	462,920	44,703	2	44,703	
Gains Investment Corporation	Common stock	ENIMMUNE CORPORATION	No relation	Financial assets at fair value through other comprehensive income - noncurrent	963,820	39,108	1	39,108	
Gains Investment Corporation	Common stock	Ping Ho Environmental Technology Company Co., Ltd.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	740,650	37,311	3	37,311	
Gains Investment Corporation	Common stock	FEMCO STEEL TECHNOLOGY CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	1,078,000	36,928	3	36,928	
Gains Investment Corporation	Common stock	NORBEL BABY CO.,LTD	No relation	Financial assets at fair value through other comprehensive income - noncurrent	200,000	34,962	1	34,962	
Gains Investment Corporation	Common stock	HANDA PHARMACEUTICALS, INC.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	150,000	24,987	-	24,987	
Gains Investment Corporation	Common stock	SUPERALLOY INDUSTRIAL CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	374,000	24,022	-	24,022	
Gains Investment Corporation	Common stock	FLASHAIM INC.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	770,000	22,145	6	22,145	
Gains Investment Corporation	Common stock	TFBS BIOSCIENCE, INC.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	350,000	19,370	1	19,370	
Gains Investment Corporation	Common stock	SUN RISE E&T CORPORATION	No relation	Financial assets at fair value through other comprehensive income - noncurrent	731,000	18,971	2	18,971	

Held Company Name	Type and Name of Marketable Securities		Relationship with The Company	Financial Statement Account	JUNE 30, 2023				Note
					Shares/Units	Carrying Value	Percentage of Ownership (%)	Fair Value	
Gains Investment Corporation	Common stock	GMT GLOBAL INC.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	728,325	12,746	2	12,746	
Gains Investment Corporation	Common stock	LIAN HONG ART CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	270,305	9,544	1	9,544	
Gains Investment Corporation	Common stock	STUDY KING CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	309,600	8,421	2	8,421	
Gains Investment Corporation	Common stock	ALLIANCE MATERIAL CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	394,000	7,234	1	7,234	
Gains Investment Corporation	Common stock	VIZIONFOCUS INC.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	38,000	7,226	-	7,226	
Gains Investment Corporation	Common stock	MICRO SILICON ELECTRONICS CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	100,000	3,783	-	3,783	
Gains Investment Corporation	Common stock	WASTE RECOVERY TECHNOLOGY INC.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	18,000	3,372	-	3,372	
Gains Investment Corporation	Common stock	VSO ELECTRONICS CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	26,400	2,279	-	2,279	
Gains Investment Corporation	Common stock	FOSITEK CORP.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	7,000	1,619	-	1,619	
Gains Investment Corporation	Common stock	JET OPTOELECTRONICS CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	12,000	996	-	996	
Gains Investment Corporation	Common stock	CHIN HSIN ENVIRON ENGINEERING CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	15,000	915	-	915	
Gains Investment Corporation	Convertible bond	ACBEL POLYTECH INC.2nd Convertible Bond	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	60,000	6,336	-	6,336	
Thintech Materials Technology Co., Ltd.	Common stock	Lianyou Metals Co., Ltd.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	462,920	44,703	2	44,703	
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	4,692,426	1	4,692,426	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, 2023				Note
					Shares/Units	Carrying Value	Percentage of Ownership (%)	Fair Value	
Betacera Inc.	Common stock	HCT REGENERATIVE CO., LTD	The held company as its director	Financial assets at fair value through other comprehensive income - noncurrent	1,294,153	11,143	19	11,143	
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	1,965	-	1,965	
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)	305,135	4,115	-	4,115	
Pro-Ascentek Investment Corporation	Common stock	SYMTEK AUTOMATION ASIA CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	371,000	42,851	-	42,851	
Pro-Ascentek Investment Corporation	Common stock	TAIWAN SEMICONDUCTOR MANUFACTURING COMPANY LIMITED	No relation	Financial assets at fair value through other comprehensive income - current	54,000	31,104	-	31,104	
Pro-Ascentek Investment Corporation	Common stock	Capital Futures Corporation	No relation	Financial assets at fair value through other comprehensive income - current	650,000	27,008	-	27,008	
Pro-Ascentek Investment Corporation	Common stock	BRIGHTON-BEST INTERNATIONAL (TAIWAN) INC.	No relation	Financial assets at fair value through other comprehensive income - current	752,000	26,809	-	26,809	
Pro-Ascentek Investment Corporation	Common stock	QST INTERNATIONAL CORP.	No relation	Financial assets at fair value through other comprehensive income - current	405,500	26,722	-	26,722	
Pro-Ascentek Investment Corporation	Common stock	TBI MOTION TECHNOLOGY CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	650,000	26,033	-	26,033	
Pro-Ascentek Investment Corporation	Common stock	ASIA TECH IMAGE INC.	No relation	Financial assets at fair value through other comprehensive income - current	372,000	24,106	-	24,106	
Pro-Ascentek Investment Corporation	Common stock	IBASE TECHNOLOGY INC.	No relation	Financial assets at fair value through other comprehensive income - current	240,000	21,408	-	21,408	
Pro-Ascentek Investment Corporation	Common stock	KWONG LUNG ENTERPRISE CO.,LTD.	No relation	Financial assets at fair value through other comprehensive income - current	355,000	19,809	-	19,809	
Pro-Ascentek Investment Corporation	Common stock	FORMOSA ADVANCED TECHNOLOGIES CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	450,000	19,710	-	19,710	
Pro-Ascentek Investment Corporation	Common stock	INNODISK CORPORATION	No relation	Financial assets at fair value through other comprehensive income - current	60,807	19,701	-	19,701	
Pro-Ascentek Investment Corporation	Common stock	ARDENTEC CORPORATION	No relation	Financial assets at fair value through other comprehensive income - current	307,000	18,696	-	18,696	

Held Company Name	Type and Name of Marketable Securities		Relationship with The Company	Financial Statement Account	JUNE 30, 2023				Note
					Shares/Units	Carrying Value	Percentage of Ownership (%)	Fair Value	
Pro-Ascentek Investment Corporation	Common stock	HERAN CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	166,000	18,010	-	18,010	
Pro-Ascentek Investment Corporation	Common stock	I SHENG ELECTRIC WIRE & CABLE CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	347,000	16,188	-	16,188	
Pro-Ascentek Investment Corporation	Common stock	PLANET TECHNOLOGY CORPORATION	No relation	Financial assets at fair value through other comprehensive income - current	120,000	15,600	-	15,600	
Pro-Ascentek Investment Corporation	Common stock	FSP TECHNOLOGY INC.	No relation	Financial assets at fair value through other comprehensive income - current	318,000	15,264	-	15,264	
Pro-Ascentek Investment Corporation	Common stock	JUFAN INDUSTRIAL CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	313,000	15,118	-	15,118	
Pro-Ascentek Investment Corporation	Common stock	GREAT WALL ENTERPRISE CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	272,790	14,540	-	14,540	
Pro-Ascentek Investment Corporation	Common stock	WAH LEE INDUSTRIAL CORP.	No relation	Financial assets at fair value through other comprehensive income - current	164,000	13,596	-	13,596	
Pro-Ascentek Investment Corporation	Common stock	INTEGRATED SERVICE TECHNOLOGY INC.	No relation	Financial assets at fair value through other comprehensive income - current	137,000	13,316	-	13,316	
Pro-Ascentek Investment Corporation	Common stock	JDV CONTROL VALVES CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	173,000	12,629	-	12,629	
Pro-Ascentek Investment Corporation	Common stock	AMPAK TECHNOLOGY INC.	No relation	Financial assets at fair value through other comprehensive income - current	146,000	12,264	-	12,264	
Pro-Ascentek Investment Corporation	Common stock	SYNNEX TECHNOLOGY INTERNATIONAL CORPORATION	No relation	Financial assets at fair value through other comprehensive income - current	210,000	12,180	-	12,180	
Pro-Ascentek Investment Corporation	Common stock	PROGATE GROUP CORPORATION	No relation	Financial assets at fair value through other comprehensive income - current	64,000	12,096	-	12,096	
Pro-Ascentek Investment Corporation	Common stock	I JANG INDUSTRIAL CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	216,000	11,750	-	11,750	
Pro-Ascentek Investment Corporation	Common stock	REALTEK SEMICONDUCTOR CORP.	No relation	Financial assets at fair value through other comprehensive income - current	25,000	9,688	-	9,688	
Pro-Ascentek Investment Corporation	Common stock	MEDIATEK INC.	No relation	Financial assets at fair value through other comprehensive income - current	14,000	9,632	-	9,632	
Pro-Ascentek Investment Corporation	Common stock	BRIGHTEN OPTIX CORPORATION	No relation	Financial assets at fair value through other comprehensive income - current	41,000	9,553	-	9,553	

Held Company Name	Type and Name of Marketable Securities		Relationship with The Company	Financial Statement Account	JUNE 30, 2023				Note
					Shares/Units	Carrying Value	Percentage of Ownership (%)	Fair Value	
Pro-Ascentek Investment Corporation	Common stock	UNITED MICROELECTRONICS CORP.	No relation	Financial assets at fair value through other comprehensive income - current	182,000	8,827	-	8,827	
Pro-Ascentek Investment Corporation	Common stock	JETWELL COMPUTER CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	114,000	8,516	-	8,516	
Pro-Ascentek Investment Corporation	Common stock	NAN JUEN INTERNATIONAL CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	105,000	8,253	-	8,253	
Pro-Ascentek Investment Corporation	Common stock	MICRO-STAR INTERNATIONAL CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	46,000	8,119	-	8,119	
Pro-Ascentek Investment Corporation	Common stock	ETERNAL MATERIALS CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	246,250	7,954	-	7,954	
Pro-Ascentek Investment Corporation	Common stock	GIGA-BYTE TECHNOLOGY CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	31,000	7,549	-	7,549	
Pro-Ascentek Investment Corporation	Common stock	NAN YA PRINTED CIRCUIT BOARD CORPORATION	No relation	Financial assets at fair value through other comprehensive income - current	28,000	7,392	-	7,392	
Pro-Ascentek Investment Corporation	Common stock	TRIPOD TECHNOLOGY CORPORATION	No relation	Financial assets at fair value through other comprehensive income - current	52,000	6,422	-	6,422	
Pro-Ascentek Investment Corporation	Common stock	CHENFULL PRECISION CO., LTD	No relation	Financial assets at fair value through other comprehensive income - current	50,000	6,299	-	6,299	
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	156,000	6,154	-	6,154	
Pro-Ascentek Investment Corporation	Common stock	CHICONY POWER TECHNOLOGY CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	63,000	5,720	-	5,720	
Pro-Ascentek Investment Corporation	Common stock	JETWAY INFORMATION CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	141,000	5,570	-	5,570	
Pro-Ascentek Investment Corporation	Common stock	WebComm Technology Co., Ltd.	No relation	Financial assets at fair value through other comprehensive income - current	66,000	5,478	-	5,478	
Pro-Ascentek Investment Corporation	Common stock	GLOBALWAFERS CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	11,000	5,467	-	5,467	
Pro-Ascentek Investment Corporation	Common stock	CHC Healthcare Group	No relation	Financial assets at fair value through other comprehensive income - current	68,000	4,808	-	4,808	
Pro-Ascentek Investment Corporation	Common stock	RADIANT OPTO-ELECTRONICS CORPORATION	No relation	Financial assets at fair value through other comprehensive income - current	43,000	4,730	-	4,730	

Held Company Name	Type and Name of Marketable Securities		Relationship with The Company	Financial Statement Account	JUNE 30, 2023				Note
					Shares/Units	Carrying Value	Percentage of Ownership (%)	Fair Value	
Pro-Ascentek Investment Corporation	Common stock	CHICONY ELECTRONICS CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	47,000	4,606	-	4,606	
Pro-Ascentek Investment Corporation	Common stock	HIGHLIGHT TECH CORPORATION	No relation	Financial assets at fair value through other comprehensive income - current	70,000	3,661	-	3,661	
Pro-Ascentek Investment Corporation	Common stock	CHIA HSIN CEMENT CORP.	No relation	Financial assets at fair value through other comprehensive income - current	170,000	3,655	-	3,655	
Pro-Ascentek Investment Corporation	Common stock	ASE Technology Holding Co., Ltd.	No relation	Financial assets at fair value through other comprehensive income - current	31,000	3,426	-	3,426	
Pro-Ascentek Investment Corporation	Common stock	HARMONY ELECTRONICS CORP.	No relation	Financial assets at fair value through other comprehensive income - current	100,000	3,075	-	3,075	
Pro-Ascentek Investment Corporation	Common stock	ZERO ONE TECHNOLOGY CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	40,000	2,464	-	2,464	
Pro-Ascentek Investment Corporation	Common stock	SINO-AMERICAN SILICON PRODUCTS INC.	No relation	Financial assets at fair value through other comprehensive income - current	14,000	2,261	-	2,261	
Pro-Ascentek Investment Corporation	Common stock	TAIWAN PAIHO LIMITED	No relation	Financial assets at fair value through other comprehensive income - current	31,000	1,686	-	1,686	
Pro-Ascentek Investment Corporation	Common stock	GE TECHNOLOGY INC.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	475,247	20,700	2	20,700	
Pro-Ascentek Investment Corporation	Common stock	CYBERSOFT DIGITAL SERVICES CORPORATION	No relation	Financial assets at fair value through other comprehensive income - noncurrent	350,000	18,928	1	18,928	
Pro-Ascentek Investment Corporation	Common stock	Chien Tung Harbour Service Co., Ltd.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	1,800,000	18,000	3	18,000	
Pro-Ascentek Investment Corporation	Common stock	GREEN SHEPHERD CORPORATION	No relation	Financial assets at fair value through other comprehensive income - noncurrent	224,000	5,255	2	5,255	
Pro-Ascentek Investment Corporation	Common stock	JIH SUN International Leasing & Finance Co., Ltd.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	1,000,000	47,040	-	47,040	
Pro-Ascentek Investment Corporation	Common stock	MEDICAL IMAGING CORPORATION	No relation	Financial assets at fair value through other comprehensive income - noncurrent	284,000	12,953	1	12,953	
Pro-Ascentek Investment Corporation	Common stock	Lianyou Metals Co., Ltd.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	108,000	10,429	1	10,429	
Pro-Ascentek Investment Corporation	Common stock	TFBS BIOSCIENCE, INC.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	141,000	7,804	-	7,804	

Held Company Name	Type and Name of Marketable Securities		Relationship with The Company	Financial Statement Account	JUNE 30, 2023				Note
					Shares/Units	Carrying Value	Percentage of Ownership (%)	Fair Value	
Pro-Ascentek Investment Corporation	Common stock	GMT GLOBAL INC.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	342,000	5,985	1	5,985	
Pro-Ascentek Investment Corporation	Common stock	HANDA PHARMACEUTICALS, INC.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	14,000	2,332	-	2,332	
Pro-Ascentek Investment Corporation	Common stock	MICRO SILICON ELECTRONICS CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	30,000	1,135	-	1,135	
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)	25,340,662	284,938	-	284,938	
Pro-Ascentek Investment Corporation	Convertible bond	LOTES CO., LTD. Convertible Bond 2	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	63,000	7,497	-	7,497	
Pro-Ascentek Investment Corporation	Convertible bond	MARKETECH INTERNATIONAL CORP. 5th Convertible Bond	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	60,000	6,480	-	6,480	
Pro-Ascentek Investment Corporation	Convertible bond	TOPCO SCIENTIFIC CO., LTD. 2th Convertible Bond	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	40,000	4,212	-	4,212	
Pro-Ascentek Investment Corporation	Corporate bond	TSMC ARIZONA CORP.DL-NOTES 2022(22/27) REG.S	No relation	Financial assets at fair value through other comprehensive income - current	-	41,854	-	41,854	
Pro-Ascentek Investment Corporation	Corporate bond	TSMC GLOBAL LTD.DL-NOTES 2022(22/27) REG.S	No relation	Financial assets at fair value through other comprehensive income - current	-	16,735	-	16,735	
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)	1,291,282	17,420	-	17,420	
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)	2,336	9,482	-	9,482	
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)	1,956	6,938	-	6,938	
Eminence Investment Corporation	Common stock	Starbucks Corporation	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	1,955	6,030	-	6,030	

Held Company Name	Type and Name of Marketable Securities		Relationship with The Company	Financial Statement Account	JUNE 30, 2023				Note
					Shares/Units	Carrying Value	Percentage of Ownership (%)	Fair Value	
Eminence Investment Corporation	Common stock	Microsoft Corporation	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	552	5,854	-	5,854	
Eminence Investment Corporation	Common stock	The Walt Disney Company	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	2,020	5,616	-	5,616	
Eminence Investment Corporation	Common stock	Johnson & Johnson	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	907	4,675	-	4,675	
Eminence Investment Corporation	Common stock	NVIDIA Corporation	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	328	4,321	-	4,321	
Eminence Investment Corporation	Common stock	Apple Inc.	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	701	4,234	-	4,234	
Eminence Investment Corporation	Common stock	The Coca-Cola Company	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	2,155	4,041	-	4,041	
Eminence Investment Corporation	Common stock	Micron Technology, Inc.	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	1,176	2,311	-	2,311	
Eminence Investment Corporation	Common stock	McDonald's Corporation	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	170	1,580	-	1,580	
Eminence Investment Corporation	Common stock	INNODISK CORPORATION	No relation	Financial assets at fair value through other comprehensive income - current	459,603	148,911	-	148,911	
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	131,925	-	131,925	
Eminence Investment Corporation	Common stock	TANG ENG IRON WORKS CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	3,723,000	112,062	-	112,062	
Eminence Investment Corporation	Common stock	GLOBAL TEK FABRICATION CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	1,720,943	101,191	-	101,191	
Eminence Investment Corporation	Common stock	JUFAN INDUSTRIAL CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	2,005,000	96,842	-	96,842	

Held Company Name	Type and Name of Marketable Securities		Relationship with The Company	Financial Statement Account	JUNE 30, 2023				Note
					Shares/Units	Carrying Value	Percentage of Ownership (%)	Fair Value	
Eminence Investment Corporation	Common stock	TAIWAN SEMICONDUCTOR MANUFACTURING COMPANY LIMITED	No relation	Financial assets at fair value through other comprehensive income - current	141,000	81,216	-	81,216	
Eminence Investment Corporation	Common stock	JDV CONTROL VALVES CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	1,050,000	76,649	-	76,649	
Eminence Investment Corporation	Common stock	YUNGSHIN CONSTRUCTION & DEVELOPMENT CO.,LTD.	No relation	Financial assets at fair value through other comprehensive income - current	997,000	71,684	-	71,684	
Eminence Investment Corporation	Common stock	Bionime Corporation	No relation	Financial assets at fair value through other comprehensive income - current	722,200	55,898	-	55,898	
Eminence Investment Corporation	Common stock	PROMATE SOLUTIONS CORPORATION	No relation	Financial assets at fair value through other comprehensive income - current	480,000	55,200	-	55,200	
Eminence Investment Corporation	Common stock	B'IN LIVE CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	350,000	48,650	-	48,650	
Eminence Investment Corporation	Common stock	91APP, Inc.	No relation	Financial assets at fair value through other comprehensive income - current	300,000	42,749	-	42,749	
Eminence Investment Corporation	Common stock	STARK TECHNOLOGY, INC.	No relation	Financial assets at fair value through other comprehensive income - current	300,000	34,200	-	34,200	
Eminence Investment Corporation	Common stock	NAN JUEN INTERNATIONAL CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	400,000	31,440	-	31,440	
Eminence Investment Corporation	Common stock	SYSGRATION LTD.	No relation	Financial assets at fair value through other comprehensive income - current	680,000	28,356	-	28,356	
Eminence Investment Corporation	Common stock	PROGATE GROUP CORPORATION	No relation	Financial assets at fair value through other comprehensive income - current	150,000	28,350	-	28,350	
Eminence Investment Corporation	Common stock	EXCELSIOR MEDICAL CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	273,599	27,278	-	27,278	
Eminence Investment Corporation	Common stock	First Financial Holding Co. Ltd.	No relation	Financial assets at fair value through other comprehensive income - current	939,527	25,978	-	25,978	
Eminence Investment Corporation	Common stock	TRIPOD TECHNOLOGY CORPORATION	No relation	Financial assets at fair value through other comprehensive income - current	186,000	22,971	-	22,971	
Eminence Investment Corporation	Common stock	FARCENT ENTERPRISE CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	386,000	22,967	-	22,967	

Held Company Name	Type and Name of Marketable Securities		Relationship with The Company	Financial Statement Account	JUNE 30, 2023				Note
					Shares/Units	Carrying Value	Percentage of Ownership (%)	Fair Value	
Eminence Investment Corporation	Common stock	GREAT WALL ENTERPRISE CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	430,355	22,938	-	22,938	
Eminence Investment Corporation	Common stock	WebComm Technology Co., Ltd.	No relation	Financial assets at fair value through other comprehensive income - current	275,000	22,825	-	22,825	
Eminence Investment Corporation	Common stock	Mega Financial Holding Co., Ltd.	No relation	Financial assets at fair value through other comprehensive income - current	590,000	22,538	-	22,538	
Eminence Investment Corporation	Common stock	Fubon Financial Holding Co., Ltd.	No relation	Financial assets at fair value through other comprehensive income - current	343,000	20,854	-	20,854	
Eminence Investment Corporation	Common stock	REALTEK SEMICONDUCTOR CORP.	No relation	Financial assets at fair value through other comprehensive income - current	51,000	19,763	-	19,763	
Eminence Investment Corporation	Common stock	TAI-SAW TECHNOLOGY CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	648,323	19,190	-	19,190	
Eminence Investment Corporation	Common stock	MICRO-STAR INTERNATIONAL CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	81,000	14,297	-	14,297	
Eminence Investment Corporation	Common stock	MERIDA INDUSTRY CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	61,000	13,542	-	13,542	
Eminence Investment Corporation	Common stock	UNITED MICROELECTRONICS CORP.	No relation	Financial assets at fair value through other comprehensive income - current	262,000	12,707	-	12,707	
Eminence Investment Corporation	Common stock	NAN YA PRINTED CIRCUIT BOARD CORPORATION	No relation	Financial assets at fair value through other comprehensive income - current	48,000	12,672	-	12,672	
Eminence Investment Corporation	Common stock	CHICONY POWER TECHNOLOGY CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	138,000	12,530	-	12,530	
Eminence Investment Corporation	Common stock	Fulgent Sun International (Holding) Co., Ltd.	No relation	Financial assets at fair value through other comprehensive income - current	85,000	11,730	-	11,730	
Eminence Investment Corporation	Common stock	SYMTEK AUTOMATION ASIA CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	100,000	11,550	-	11,550	
Eminence Investment Corporation	Common stock	PHOENIX SILICON INTERNATIONAL CORPORATION	No relation	Financial assets at fair value through other comprehensive income - current	166,000	9,977	-	9,977	
Eminence Investment Corporation	Common stock	GLOBALWAFERS CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	20,000	9,940	-	9,940	
Eminence Investment Corporation	Common stock	CHICONY ELECTRONICS CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	100,000	9,800	-	9,800	

Held Company Name	Type and Name of Marketable Securities		Relationship with The Company	Financial Statement Account	JUNE 30, 2023				Note
					Shares/Units	Carrying Value	Percentage of Ownership (%)	Fair Value	
Eminence Investment Corporation	Common stock	FENG TAY ENTERPRISES CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	45,000	8,843	-	8,843	
Eminence Investment Corporation	Common stock	ASE Technology Holding Co., Ltd.	No relation	Financial assets at fair value through other comprehensive income - current	72,000	7,956	-	7,956	
Eminence Investment Corporation	Common stock	TOPKEY CORP.	No relation	Financial assets at fair value through other comprehensive income - current	40,000	7,720	-	7,720	
Eminence Investment Corporation	Common stock	TONG HSING ELECTRONIC IND., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	42,000	7,686	-	7,686	
Eminence Investment Corporation	Common stock	COMPEQ MANUFACTURING COMPANY LIMITED	No relation	Financial assets at fair value through other comprehensive income - current	158,000	7,015	-	7,015	
Eminence Investment Corporation	Common stock	PACIFIC HOSPITAL SUPPLY CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	77,000	6,768	-	6,768	
Eminence Investment Corporation	Common stock	UNIMICRON TECHNOLOGY CORP.	No relation	Financial assets at fair value through other comprehensive income - current	38,000	6,688	-	6,688	
Eminence Investment Corporation	Common stock	POWER WIND HEALTH INDUSTRY INC.	No relation	Financial assets at fair value through other comprehensive income - current	39,000	6,123	-	6,123	
Eminence Investment Corporation	Common stock	GIGA-BYTE TECHNOLOGY CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	24,000	5,844	-	5,844	
Eminence Investment Corporation	Common stock	SCIENSTECH CORPORATION	No relation	Financial assets at fair value through other comprehensive income - current	37,000	5,698	-	5,698	
Eminence Investment Corporation	Common stock	ZERO ONE TECHNOLOGY CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	90,000	5,544	-	5,544	
Eminence Investment Corporation	Common stock	PRIMAX ELECTRONICS LTD.	No relation	Financial assets at fair value through other comprehensive income - current	84,000	5,527	-	5,527	
Eminence Investment Corporation	Common stock	DELTA ELECTRONICS, INC.	No relation	Financial assets at fair value through other comprehensive income - current	16,000	5,512	-	5,512	
Eminence Investment Corporation	Common stock	TAIWAN PAIHO LIMITED	No relation	Financial assets at fair value through other comprehensive income - current	95,000	5,168	-	5,168	
Eminence Investment Corporation	Common stock	TAIWAN CEMENT CORPORATION	No relation	Financial assets at fair value through other comprehensive income - current	132,000	5,023	-	5,023	
Eminence Investment Corporation	Common stock	Advanced Energy Solution Holding Co., Ltd.	No relation	Financial assets at fair value through other comprehensive income - current	6,000	4,877	-	4,877	

Held Company Name	Type and Name of Marketable Securities		Relationship with The Company	Financial Statement Account	JUNE 30, 2023				Note
					Shares/Units	Carrying Value	Percentage of Ownership (%)	Fair Value	
Eminence Investment Corporation	Common stock	TAIWAN SEMICONDUCTOR CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	47,000	4,564	-	4,564	
Eminence Investment Corporation	Common stock	HON HAI PRECISION INDUSTRY CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	37,000	4,181	-	4,181	
Eminence Investment Corporation	Common stock	ECLAT TEXTILE CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	8,000	3,996	-	3,996	
Eminence Investment Corporation	Common stock	CHENG SHIN RUBBER IND. CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	98,000	3,935	-	3,935	
Eminence Investment Corporation	Common stock	RICHWAVE TECHNOLOGY CORP.	No relation	Financial assets at fair value through other comprehensive income - current	22,000	3,894	-	3,894	
Eminence Investment Corporation	Common stock	TOPCO SCIENTIFIC CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	19,000	3,468	-	3,468	
Eminence Investment Corporation	Common stock	Namchow Holdings Co., Ltd.	No relation	Financial assets at fair value through other comprehensive income - current	68,000	3,254	-	3,254	
Eminence Investment Corporation	Common stock	GLOBE UNION INDUSTRIAL CORP	No relation	Financial assets at fair value through other comprehensive income - current	239,000	3,227	-	3,227	
Eminence Investment Corporation	Common stock	NOVATEK MICROELECTRONICS CORP.	No relation	Financial assets at fair value through other comprehensive income - current	7,000	2,986	-	2,986	
Eminence Investment Corporation	Common stock	King's Town Bank	No relation	Financial assets at fair value through other comprehensive income - current	83,000	2,951	-	2,951	
Eminence Investment Corporation	Common stock	YAGEO CORPORATION	No relation	Financial assets at fair value through other comprehensive income - current	6,000	2,949	-	2,949	
Eminence Investment Corporation	Common stock	BizLink Holding Inc.	No relation	Financial assets at fair value through other comprehensive income - current	9,000	2,898	-	2,898	
Eminence Investment Corporation	Common stock	GENIUS ELECTRONIC OPTICAL CO.,LTD.	No relation	Financial assets at fair value through other comprehensive income - current	7,000	2,772	-	2,772	
Eminence Investment Corporation	Common stock	RADIANT OPTO-ELECTRONICS CORPORATION	No relation	Financial assets at fair value through other comprehensive income - current	22,000	2,420	-	2,420	
Eminence Investment Corporation	Common stock	MEDIATEK INC.	No relation	Financial assets at fair value through other comprehensive income - current	3,000	2,064	-	2,064	
Eminence Investment Corporation	Common stock	ASIA METAL INDUSTRIES, INC.	No relation	Financial assets at fair value through other comprehensive income - current	18,000	1,161	-	1,161	

Held Company Name	Type and Name of Marketable Securities		Relationship with The Company	Financial Statement Account	JUNE 30, 2023				Note
					Shares/Units	Carrying Value	Percentage of Ownership (%)	Fair Value	
Eminence Investment Corporation	Common stock	CATHAY FINANCIAL HOLDING CO., LTD.	No relation	Financial assets at fair value through other comprehensive income - current	562	24	-	24	
Eminence Investment Corporation	Common stock	FOXCONN GLOBAL NETWORK CORPORATION	No relation	Financial assets at fair value through other comprehensive income - noncurrent	3,000,000	28,079	9	28,079	
Eminence Investment Corporation	Common stock	GREEN SHEPHERD CORPORATION	No relation	Financial assets at fair value through other comprehensive income - noncurrent	672,000	15,765	5	15,765	
Eminence Investment Corporation	Common stock	MEDICAL IMAGING CORPORATION	No relation	Financial assets at fair value through other comprehensive income - noncurrent	1,188,000	54,182	6	54,182	
Eminence Investment Corporation	Common stock	SUNNY PHARMTECH INC.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	1,749,841	53,139	1	53,139	
Eminence Investment Corporation	Common stock	FLASHAIM INC.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	385,000	11,073	3	11,073	
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	823,000	51,026	-	51,026	
Eminence Investment Corporation	Preferred stock	Cathay Financial Holding Co., Ltd.(A)	No relation	Financial assets at fair value through other comprehensive income - current	644,000	37,159	-	37,159	
Eminence Investment Corporation	Preferred stock	Fubon Financial Holding Co., Ltd. Ltd. Preferred Shares C	No relation	Financial assets at fair value through other comprehensive income - current	169,083	9,722	-	9,722	
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)	1,199,430	15,218	-	15,218	
Eminence Investment Corporation	Convertible bond	LOTES CO., LTD. Convertible Bond 2	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	180,000	21,420	-	21,420	
Eminence Investment Corporation	Convertible bond	TOPCO SCIENTIFIC CO., LTD. 2th Convertible Bond	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	70,000	7,371	-	7,371	
Eminence Investment Corporation	Convertible bond	MARKETECH INTERNATIONAL CORP. 5th Convertible Bond	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	40,000	4,320	-	4,320	
Eminence Investment Corporation	Corporate bond	TSMC GLOBAL LTD.DL-NOTES 2022(22/27) REG.S	No relation	Financial assets at fair value through other comprehensive income - current	-	42,694	-	42,694	
Eminence Investment Corporation	Corporate bond	TSMC ARIZONA CORP.DL-NOTES 2022(22/27) REG.S	No relation	Financial assets at fair value through other comprehensive income - current	-	20,974	-	20,974	

Held Company Name	Type and Name of Marketable Securities		Relationship with The Company	Financial Statement Account	JUNE 30, 2023				Note
					Shares/Units	Carrying Value	Percentage of Ownership (%)	Fair Value	
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	42,152	-	42,152	
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	47,213	-	47,213	
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	47,532	-	47,532	
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	44,850	-	44,850	
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	42,979	-	42,979	
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	43,904	-	43,904	
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	47,200	-	47,200	
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	45,339	-	45,339	
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	47,725	-	47,725	
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	127,876	-	127,876	
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	95,902	15	95,902	
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	14,329	-	14,329	
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	-	254,012	15	254,012	
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	-	124,761	8	124,761	
CSGT International Corporation	Common stock	NST Coil Center (Thailand) Ltd.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	3,001	84,990	13	84,990	

Held Company Name	Type and Name of Marketable Securities		Relationship with The Company	Financial Statement Account	JUNE 30, 2023				Note
					Shares/Units	Carrying Value	Percentage of Ownership (%)	Fair Value	
CSGT International Corporation	Certificate of entitlement	Hanoi Steel Center Co., Ltd.	No relation	Financial assets at fair value through other comprehensive income - noncurrent	-	202,827	19	202,827	
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	5,646,927	13	5,646,927	
CSC Steel Australia Holdings Pty Ltd	Common stock	Mulga Iron Holdings Pty Ltd	No relation	Financial assets at fair value through other comprehensive income - noncurrent	314,286	26,233	-	26,233	
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	-	252,234	6	252,234	
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	-	31,140	12	31,140	
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	-	28,991	3	28,991	
CSC Steel Holdings Berhad	Common stock	Astino Berhad	No relation	Financial assets at fair value through other comprehensive income - noncurrent	6,562,727	20,827	-	20,827	
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)	46,984,145	167,512	-	167,512	
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)	263,789,619	940,487	-	940,487	
CSC Steel Sdn. Bhd.	Mutual fund	RHB CASH MANAGMENT FUND 2	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	73,332,338	714,275	-	714,275	
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)	21,869	140	-	140	
Constant Mode Sdn. Bhd.	Mutual fund	RHB CASH MANAGMENT FUND 2	No relation	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	278,415	2,712	-	2,712	

Note 1: Parent company's stocks pledged as collateral amounted to 53,500 thousand shares and NT\$1,572,900 thousand.

Note 2: Parent company's stocks pledged as collateral amounted to 123,100 thousand shares and NT\$3,619,140 thousand.

TABLE 4

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, 2023
(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
CHC Resources Corporation	Mutual fund	Taishin 1699 Money Market Fund	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	-	-	-	-	21,739,688	300,000	21,739,688	300,210	300,000	210	-	-
Transglory Investment Corporation	Mutual fund	Jih Sun Money Market Fund	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	-	-	13,977,374	210,650	37,104,072	561,032	31,204,299	472,000	470,372	1,628	19,877,147	301,310
Eminence Investment Corporation	Mutual fund	Cathay Taiwan Money Market Fund	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	-	-	-	-	26,057,195	330,023	24,857,765	315,000	314,805	195	1,199,430	15,218
CSC Steel Sdn. Bhd.	Mutual fund	AFFINHWANG – AILMAN MONEY MARKET FUND	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	-	-	231,053,451	850,385	114,151,524	386,013	81,415,356	295,911	295,911	-	263,789,619	940,487
CSC Steel Sdn. Bhd.	Mutual fund	RHB CASH MANAGMENT FUND 2	Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement)	-	-	29,019,380	291,260	44,312,958	423,015	-	-	-	-	73,332,338	714,275

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

TABLE 5

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, 2023
(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	(2,790,736)	(3)	Letter of credit/Receivables were collected after final acceptance	-		218,845	7	
China Steel Corporation	CSCI Steel Corporation India Pvt. Ltd.	Subsidiary	Sales	(1,498,372)	(2)	Accounts receivable factoring agreements	-		-	-	
China Steel Corporation	China Steel Chemical Corporation	Subsidiary	Sales	(1,144,228)	(1)	Letter of credit	-		167,944	5	
China Steel Corporation	China Steel and Nippon Steel Vietnam Joint Stock Company	Subsidiary	Sales	(1,096,149)	(1)	Accounts receivable factoring agreements/Receivables were collected within 14 days after shipment date	-		-	-	
China Steel Corporation	China Steel Structure Co., Ltd.	Subsidiary	Sales	(1,087,949)	(1)	Letter of credit/Accounts received in advance before shipment date	-		15,811	1	
China Steel Corporation	China Steel Precision Metals Qingdao Co., Ltd.	Subsidiary	Sales	(581,702)	(1)	Receivables were collected within 60 days after shipment date	-		317,895	10	
China Steel Corporation	CSC Steel Sdn. Bhd.	Subsidiary	Sales	(575,154)	(1)	Receivables were collected within 14 days after shipment date	-		-	-	
China Steel Corporation	CSGT Metals Vietnam Joint Stock Company	Subsidiary	Sales	(553,728)	(1)	Receivables were collected within 14 days after shipment date	-		20,394	1	
China Steel Corporation	Fukuta Electric & Machinery Co., Ltd.	Affiliated enterprise	Sales	(383,865)	-	Letter of credit	-		-	-	
China Steel Corporation	China Steel Precision Metals Kunshan Co., Ltd.	Subsidiary	Sales	(355,993)	-	Receivables were collected within 85 days after shipment date	-		166,977	5	
China Steel Corporation	China Steel Global Trading Corporation	Subsidiary	Sales	(347,756)	-	Receivables were collected within 10 days after shipment date	-		3,089	-	
China Steel Corporation	CHC Resources Corporation	Subsidiary	Sales	(341,327)	-	Letter of credit	-		3,761	-	
China Steel Corporation	Dragon Steel Corporation	Subsidiary	Sales	(328,283)	-	Receivables were collected within 5 days after shipment date	-		14,731	-	
China Steel Corporation	TSK Steel Company Limited	Affiliated enterprise	Sales	(287,560)	-	Letter of credit/Accounts received in advance before shipment date	-		-	-	
China Steel Corporation	Dragon Steel Corporation	Subsidiary	Service revenue and other operating revenue	(317,827)	-	By contract terms	-		29,509	1	
China Steel Corporation	China Steel Chemical Corporation	Subsidiary	Service revenue and other operating revenue	(128,215)	-	By contract terms	-		36,505	1	
China Steel Corporation	Dragon Steel Corporation	Subsidiary	Purchases	5,612,328	8	Payment within 5 days after shipment date/Payment after final acceptance	-		(144,368)	(3)	
China Steel Corporation	China Steel Express Corporation	Subsidiary	Purchases	3,580,278	5	Payment against copy of B/L	-	NO THIRD-PARTY COULD BE COMPARED	(424,614)	(8)	

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	
China Steel Corporation	C.S.Aluminium Corporation	Subsidiary	Purchases	1,200,582	2	Payment after final acceptance	-		(113,768)	(2)
China Steel Corporation	CSE Transport Corporation	Subsidiary	Purchases	779,151	1	Payment against copy of B/L	-	NO THIRD-PARTY COULD BE COMPARED	(56,212)	(1)
China Steel Corporation	China Steel Global Trading Corporation	Subsidiary	Purchases	430,913	1	Payment after final acceptance	-		(36,394)	(1)
China Steel Corporation	HIMAG Magnetic Corporation	Subsidiary	Purchases	136,388	-	Payment after final acceptance	-		(2,788)	-
Dragon Steel Corporation	Chung Hung Steel Corporation	The same parent company	Sales	(8,632,438)	(18)	Receivables were collected within 5 days after shipment date	-		632,727	26
Dragon Steel Corporation	China Steel Corporation	Parent company	Sales	(4,920,145)	(10)	Receivables were collected within 5 days after shipment date/Receivables were collected after final acceptance	-		176,941	7
Dragon Steel Corporation	CSC Steel Sdn. Bhd.	The same parent company	Sales	(2,373,949)	(5)	Receivables were collected within 5 days after shipment date	-		-	-
Dragon Steel Corporation	China Steel and Nippon Steel Vietnam Joint Stock Company	The same parent company	Sales	(2,208,802)	(5)	Receivables were collected within 5 days after shipment date	-		-	-
Dragon Steel Corporation	China Steel Structure Co., Ltd.	The same parent company	Sales	(529,927)	(1)	Receivables were collected within 5 days after shipment date/Letter of credit	-		18,414	1
Dragon Steel Corporation	China Steel Chemical Corporation	The same parent company	Sales	(515,281)	(1)	Receivables were collected within 5 days after shipment date	-		36,652	1
Dragon Steel Corporation	China Steel Global Trading Corporation	The same parent company	Sales	(283,520)	(1)	Receivables were collected within 5 days after shipment date/Accounts received in advance before shipment date	-		38,127	2
Dragon Steel Corporation	CHC Resources Corporation	The same parent company	Sales	(164,676)	-	Receivables were collected within 5 days after shipment date/Letter of credit	-		11,141	-
Dragon Steel Corporation	China Steel Corporation	Parent company	Other operating revenue	(692,184)	(1)	Receivables were collected after final acceptance	-		148,138	6
Dragon Steel Corporation	China Steel Express Corporation	The same parent company	Purchases	1,796,757	5	Payment against copy of B/L	-	NO THIRD-PARTY COULD BE COMPARED	(281,476)	(13)
Dragon Steel Corporation	CSE Transport Corporation	The same parent company	Purchases	491,476	1	Payment against copy of B/L	-	NO THIRD-PARTY COULD BE COMPARED	(6,042)	-
Dragon Steel Corporation	C.S.Aluminium Corporation	The same parent company	Purchases	417,455	1	Payment after final acceptance	-	NO THIRD-PARTY COULD BE COMPARED	(53,006)	(3)
Dragon Steel Corporation	Sakura Ferroalloys Sdn. Bhd.	The parent company as director of the board of related party	Purchases	368,866	1	Payment after shipping document specified	-	NO THIRD-PARTY COULD BE COMPARED	-	-
Dragon Steel Corporation	China Steel Corporation	Parent company	Purchases	358,925	1	Payment within 5 days after shipment date	-		(14,731)	(1)
Dragon Steel Corporation	China Steel Global Trading Corporation	The same parent company	Purchases	155,336	-	Payment after final acceptance	-	NO THIRD-PARTY COULD BE COMPARED	(19,379)	(1)
Betacera Inc.	China Steel Corporation	The ultimate parent of the company	Sales	(260,270)	(18)	Receivables were collected after final acceptance	-		5,716	1
Betacera Inc.	Betacera (Su Zhou) Co., Ltd.	Subsidiary	Sales	(216,905)	(15)	Net 90-180 days from the end of the month of when invoice is issued	-		199,595	30
Betacera Inc.	Betacera (Su Zhou) Co., Ltd.	Subsidiary	Purchases	633,292	56	Net 90-180 days from the end of the month of when invoice is issued	-		(254,568)	(42)

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	
Betacera Inc.	Suzhou Betacera Technology Co., Ltd.	Subsidiary	Purchases	187,875	17	Net 90-180 days from the end of the month of when invoice is issued	-		(106,808)	(18)	
Betacera (Su Zhou) Co., Ltd.	Betacera Inc.	Parent company	Sales	(633,387)	(89)	Net 90-180 days from the end of the month of when invoice is issued	-		252,940	89	
Betacera (Su Zhou) Co., Ltd.	Betacera Inc.	Parent company	Purchases	217,715	47	Net 90-180 days from the end of the month of when invoice is issued	-		(198,319)	(50)	
Suzhou Betacera Technology Co., Ltd.	Betacera Inc.	Parent company	Sales	(188,536)	(100)	Net 90-180 days from the end of the month of when invoice is issued	-		106,125	99	
China Steel Express Corporation	China Steel Corporation	Parent company	Service revenue	(4,161,452)	(52)	Receivable were collected within 10 working days against copy of B/L	-		463,001	56	
China Steel Express Corporation	Dragon Steel Corporation	The same parent company	Service revenue	(1,898,699)	(24)	Receivable were collected within 10 working days against copy of B/L	-		268,512	32	
China Steel Express Corporation	CHC Resources Corporation	The same parent company	Service revenue	(503,975)	(6)	Receivable were collected within 10 working days against copy of B/L	-		93,536	11	
China Steel Express Corporation	CSE Transport Corporation	Subsidiary	Purchases	271,573	4	Payment against copy of B/L	-		(35,628)	(12)	
CSE Transport Corporation	China Steel Corporation	The ultimate parent of the company	Service revenue	(778,052)	(42)	Receivable were collected within 10 working days against copy of B/L	-		56,212	46	
CSE Transport Corporation	Dragon Steel Corporation	The same parent company	Service revenue	(492,195)	(27)	Receivable were collected within 10 working days against copy of B/L	-		6,042	5	
CSE Transport Corporation	China Steel Express Corporation	Parent company	Service revenue	(271,460)	(15)	Receivable were collected within 10 working days against copy of B/L	-		35,628	29	
Kaoport Stevedoring Corporation	China Steel Corporation	The ultimate parent of the company	Service revenue	(112,696)	(60)	Receivable were collected within 30 working days against copy of B/L	-		22,818	80	
C.S.Aluminium Corporation	China Steel Corporation	Parent company	Sales	(1,200,582)	(14)	Receivables were collected after final acceptance	-		113,768	21	
C.S.Aluminium Corporation	Dragon Steel Corporation	The same parent company	Sales	(417,455)	(5)	Receivables were collected after final acceptance	-		53,006	10	
CSC Steel Sdn. Bhd.	Dragon Steel Corporation	The same parent company	Purchases	2,384,394	61	Payment after shipping document specified	-		-	-	
CSC Steel Sdn. Bhd.	China Steel Corporation	The ultimate parent of the company	Purchases	556,078	14	Payment after shipping document specified	-		-	-	
CSC Steel Sdn. Bhd.	Chung Hung Steel Corporation	The same parent company	Purchases	493,490	13	Payment after shipping document specified	-		-	-	
Chung Hung Steel Corporation	CSC Steel Sdn. Bhd.	The same parent company	Sales	(490,609)	(3)	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	(242,696)	(1)	T/T as the end of the month of when invoice is issued after final acceptance	-	NO THIRD-PARTY COULD BE COMPARED	52,308	31	
Chung Hung Steel Corporation	Dragon Steel Corporation	The same parent company	Purchases	8,702,132	50	Letter of credit at sight	-	NO THIRD-PARTY COULD BE COMPARED	-	-	
Chung Hung Steel Corporation	China Steel Corporation	Parent company	Purchases	2,834,982	16	Letter of credit at sight/Payment after final acceptance	-	NO THIRD-PARTY COULD BE COMPARED	(577,935)	(57)	
China Steel Chemical Corporation	Linyuan Advanced Materials Technology Co., Ltd.	Subsidiary of director of the board	Sales	(523,585)	(12)	Receivables are collected as the end of every month of when invoice is issued	-	-	82,722	15	
China Steel Chemical Corporation	China Steel Corporation	Parent company	Purchases	1,131,960	50	Letter of credit at sight	-	-	(209,698)	(88)	
China Steel Chemical Corporation	Formosa Ha Tinh Steel Corporation	Other related parties	Purchases	521,259	23	Payment within 10 days after shipment date	-	-	-	-	
China Steel Chemical Corporation	Dragon Steel Corporation	The same parent company	Purchases	515,281	23	Letter of credit at sight	-	-	-	-	
China Steel Global Trading Corporation	China Steel Corporation	Parent company	Sales	(430,913)	(8)	Receivables were collected after final acceptance	-		36,394	12	

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	Dragon Steel Corporation	The same parent company	Sales	(155,336)	(3)	Receivables were collected after final acceptance	-		19,379	6	
China Steel Global Trading Corporation	China Steel Corporation	Parent company	Service revenue	(105,594)	(73)	By contract terms	-		16,767	5	
China Steel Global Trading Corporation	Formosa Ha Tinh Steel Corporation	Other related parties	Purchases	3,886,872	66	Payment from counter-party notice after shipping	-		(118,890)	(45)	
China Steel Global Trading Corporation	China Steel Corporation	Parent company	Purchases	607,260	10	Payment within 10 days after shipment date	-		(1,668)	(1)	Note 1
CSGT Metals Vietnam Joint Stock Company	China Steel Corporation	The ultimate parent of the company	Purchases	611,013	68	Payment within 14 days after shipment date	-		(20,383)	(55)	Note 1
CSGT Metals Vietnam Joint Stock Company	China Steel and Nippon Steel Vietnam Joint Stock Company	The same parent company	Purchases	151,112	17	Payment after shipment date	-		(32,664)	(42)	
China Steel Precision Metals Kunshan Co., Ltd.	China Steel Corporation	The ultimate parent of the company	Purchases	378,487	99	Payment within 85 days after shipment date	-		(166,977)	(97)	
China Steel Precision Metals Qingdao Co., Ltd.	China Steel Corporation	The ultimate parent of the company	Purchases	587,155	100	60 days after B/L	-		(317,857)	(99)	
CHC Resources Corporation	TAIWAN CEMENT CORPORATION	Director of the board	Sales	(397,038)	(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.	164,295	15	
CHC Resources Corporation	YA TUNG READY-MIXED CONCRETE CORP.	Subsidiary of director of the board	Sales	(249,070)	(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.	68,112	6	
CHC Resources Corporation	Universal Cement Corporation	Director of the board	Sales	(125,801)	(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.	15,959	1	
CHC Resources Corporation	China Steel Corporation	Parent company	Service revenue	(1,676,528)	(30)	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.	366,326	33	
CHC Resources Corporation	Dragon Steel Corporation	The same parent company	Service revenue	(656,809)	(12)	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.	164,869	15	
CHC Resources Corporation	China Steel Resources Corporation	The same parent company	Service revenue	(321,584)	(6)	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.	53,634	5	

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	352,172	21	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.	(3,758)	(3)
CHC Resources Corporation	Chung Hung Steel Corporation	The same parent company	Purchases	209,080	12	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.	(32,712)	(23)
CHC Resources Corporation	Dragon Steel Corporation	The same parent company	Purchases	164,656	10	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.	(2,914)	(2)
CHC Resources Corporation	CHC Resources Vietnam Co., Ltd	Subsidiary	Purchases	104,742	6	Prepaid before shipment date	-	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	(152,727)	(61)	By contract terms	-		32,445	58
CHC Resources Vietnam Co., Ltd	CHC Resources Corporation	Parent company	Sales	(104,467)	(18)	Accounts received in advance before shipment date	-		-	-
CHC Resources Vietnam Co., Ltd	Formosa Ha Tinh Steel Corporation	Other related parties	Purchases	248,130	100	Prepaid before shipment date	-		-	-
InfoChamp Systems Corporation	China Steel Corporation	Parent company	Service revenue	(496,156)	(47)	By contract terms	-		65,913	26
InfoChamp Systems Corporation	Dragon Steel Corporation	The same parent company	Service revenue	(125,134)	(12)	By contract terms	-		7,235	3
China Steel Structure Co., Ltd.	China Steel Corporation	Parent company	Service revenue	(198,626)	(4)	Contractual period	-		19,263	2
China Steel Structure Co., Ltd.	Dragon Steel Corporation	The same parent company	Construction revenue	(549,202)	(10)	Contractual period	-		64,930	6
China Steel Structure Co., Ltd.	China Steel Corporation	Parent company	Construction revenue	(337,921)	(6)	Contractual period	-		44,516	4
China Steel Structure Co., Ltd.	United Steel Engineering & Construction Corporation	Subsidiary	Construction revenue	(190,852)	(3)	Contractual period	-		60,389	6
China Steel Structure Co., Ltd.	China Steel Corporation	Parent company	Purchases	1,087,949	51	Letter of credit/Prepaid before shipment date	-	Payment 7th of next month after accept supplier invoice.	(16,779)	(1)
China Steel Structure Co., Ltd.	Dragon Steel Corporation	The same parent company	Purchases	530,707	25	Letter of credit	-	Payment 7th of next month after accept supplier invoice.	(9,487)	(1)
United Steel Engineering & Construction Corporation	China Steel Corporation	The ultimate parent of the company	Construction revenue	(1,572,475)	(34)	Contractual period	-		89,916	17
China Ecotek Corporation	China Steel Corporation	Parent company	Construction revenue	(2,923,762)	(66)	Contractual period	-		360,148	55
China Ecotek Corporation	Dragon Steel Corporation	The same parent company	Construction revenue	(495,210)	(11)	Contractual period	-		91,649	14
China Ecotek Corporation	CSC Solar Corporation	The same parent company	Construction revenue	(194,640)	(4)	Contractual period	-		98,033	15
China Steel Security Corporation	China Steel Corporation	Parent company	Service revenue	(229,879)	(28)	By contract terms	-		22,554	16
Steel Castle Technology Corporation	China Steel Corporation	The ultimate parent of the company	Service revenue	(299,421)	(47)	By contract terms	-		48,558	56
Steel Castle Technology Corporation	United Steel Engineering & Construction Corporation	The same parent company	Service revenue	(115,262)	(18)	By contract terms	-		19,788	23
HIMAG Magnetic Corporation	China Steel Corporation	Parent company	Sales	(137,716)	(29)	Receivables were collected after final acceptance	-		2,788	3
China Steel Machinery Corporation	China Steel Corporation	Parent company	Construction revenue	(1,376,911)	(50)	Receivables were collected after final acceptance	-		334,390	53
China Steel Machinery Corporation	Dragon Steel Corporation	The same parent company	Construction revenue	(325,889)	(12)	Receivables were collected after final acceptance	-		65,480	10

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	(620,054)	(9)	Accounts receivable, 10 days term	-		56,269	5	
China Steel and Nippon Steel Vietnam Joint Stock Company	NS BlueScope (Vietnam) Limited	Other related parties	Sales	(187,361)	(3)	Accounts receivable, 60 days term	-		94,690	8	
China Steel and Nippon Steel Vietnam Joint Stock Company	CSGT Metals Vietnam Joint Stock Company	The same parent company	Sales	(153,411)	(2)	Accounts receivable, 30 days term	-		15,961	1	
China Steel and Nippon Steel Vietnam Joint Stock Company	China Steel Corporation	Parent company	Purchases	3,434,144	71	14 days after B/L/Payment to the bank after the Corporation's shipment date	-		19,525	1	Note 1 Note 2
China Steel and Nippon Steel Vietnam Joint Stock Company	Nippon Steel & Sumikin Bussan Corporation	Director of the board	Purchases	1,175,824	24	14 days after B/L	-		(123,727)	(5)	
China Steel and Nippon Steel Vietnam Joint Stock Company	Formosa Ha Tinh Steel Corporation	Other related parties	Purchases	219,167	5	08 days after B/L	-		-	-	
CSCI Steel Corporation India Pvt. Ltd.	China Steel Corporation	Parent company	Purchases	1,498,981	99	Payment to the bank after the Corporation's shipment date	-		-	-	
China Steel Resources Corporation	China Steel Corporation	Parent company	Service revenue	(416,116)	(100)	Net 60 days from the end of the month of when invoice is issued	-		70,875	100	
Sing Da Marine Structure Corporation	China Steel Power Corporation	The same parent company	Construction revenue	(2,764,144)	(100)	By contract terms	-		539,406	100	
Sing Da Marine Structure Corporation	China Steel Machinery Corporation	The same parent company	Outsourcing construction fee	213,003	7	Payment after final acceptance	-		-	-	

Note 1: Purchase amount includes the Corporation's sales commitment to Dragon Steel Corporation.

Note 2: Balance of accounts receivable refers to prepayments.

TABLE 6

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, 2023
(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	Sing Da Marine Structure Corporation	Subsidiary	2,016,787	-	-	-	-	-	Note
China Steel Corporation	Kaohsiung Rapid Transit Corporation	Subsidiary	1,102,375	-	-	-	-	-	Note
China Steel Corporation	C.S.Aluminium Corporation	Subsidiary	1,015,264	-	-	278	-	-	Note
China Steel Corporation	China Steel Resources Corporation	Subsidiary	906,552	-	-	-	-	-	Note
China Steel Corporation	Chung Hung Steel Corporation	Subsidiary	359,423	-	-	345,148	-	-	Note
China Steel Corporation	China Steel Precision Metals Qingdao Co., Ltd.	Subsidiary	317,895	5	-	100,183	-	-	
China Steel Corporation	Chung Hung Steel Corporation	Subsidiary	220,716	50	-	217,513	-	-	
China Steel Corporation	China Steel Chemical Corporation	Subsidiary	204,449	12	-	204,449	-	-	
China Steel Corporation	China Steel Precision Metals Kunshan Co., Ltd.	Subsidiary	166,977	3	-	-	-	-	
Dragon Steel Corporation	Chung Hung Steel Corporation	The same parent company	632,727	38	-	629,912	-	-	
Dragon Steel Corporation	China Steel Corporation	Parent company	325,079	38	-	294,656	-	-	
Betacera Inc.	Betacera (Su Zhou) Co., Ltd.	Subsidiary	199,595	2	-	32,446	-	-	
Betacera (Su Zhou) Co., Ltd.	Betacera Inc.	Parent company	252,962	5	-	82,364	-	-	
Suzhou Betacera Technology Co., Ltd.	Betacera Inc.	Parent company	106,125	3	-	34,447	-	-	
China Steel Express Corporation	China Steel Corporation	Parent company	500,021	-	-	-	-	-	Note
China Steel Express Corporation	China Steel Corporation	Parent company	463,001	17	-	345,501	-	-	
China Steel Express Corporation	Dragon Steel Corporation	The same parent company	268,512	19	-	820	-	-	
C.S.Aluminium Corporation	China Steel Corporation	Parent company	113,768	14	-	-	-	-	
China Prosperity Development Corporation	China Steel Corporation	Parent company	953,523	-	-	-	-	-	Note
Chung Hung Steel Corporation	China Steel Corporation	Parent company	197,397	-	-	1,049	-	-	Note
CHC Resources Corporation	China Steel Corporation	Parent company	366,326	17	-	-	-	-	
CHC Resources Corporation	Dragon Steel Corporation	The same parent company	164,869	10	-	-	-	-	
CHC Resources Corporation	TAIWAN CEMENT CORPORATION	Director of the board	164,295	5	-	-	-	-	
InfoChamp Systems Corporation	China Steel Corporation	Parent company	120,387	-	-	-	-	-	Note
China Ecotek Corporation	China Steel Corporation	Parent company	360,148	18	-	237,225	-	-	
China Steel Machinery Corporation	China Steel Corporation	Parent company	334,390	15	-	21,379	-	-	
Sing Da Marine Structure Corporation	China Steel Power Corporation	The same parent company	539,406	10	-	539,406	-	-	

Note: Other receivables.

TABLE 7

CHINA STEEL CORPORATION AND SUBSIDIARIES

**INTERCOMPANY RELATIONSHIPS AND SIGNIFICANT INTERCOMPANY TRANSACTIONS
FOR THE PERIOD ENDED JUNE 30, 2023
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)**

No.	Investee Company	Counterparty	Relationship (Note 1)	Transaction Details			% of Total ales or Assets
				Financial Statement Accounts	Amount	Payment Terms	
0	China Steel Corporation	Chung Hung Steel Corporation	1	Sales	2,790,736	Letter of credit/Receivables were collected after final acceptance	1
0	China Steel Corporation	CSCI Steel Corporation India Pvt. Ltd.	1	Sales	1,498,372	Accounts receivable factoring agreements	1
0	China Steel Corporation	China Steel Chemical Corporation	1	Sales	1,144,228	Letter of credit	1
0	China Steel Corporation	China Steel and Nippon Steel Vietnam Joint Stock Company	1	Sales	1,096,149	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	1,087,949	Letter of credit/Accounts received in advance before shipment date	1
0	China Steel Corporation	China Steel Precision Metals Qingdao Co., Ltd.	1	Sales	581,702	Receivables were collected within 60 days after shipment date	-
0	China Steel Corporation	CSC Steel Sdn. Bhd.	1	Sales	575,154	Receivables were collected within 14 days after shipment date	-
0	China Steel Corporation	CSGT Metals Vietnam Joint Stock Company	1	Sales	553,728	Receivables were collected within 14 days after shipment date	-
0	China Steel Corporation	China Steel Precision Metals Kunshan Co., Ltd.	1	Sales	355,993	Receivables were collected within 85 days after shipment date	-
0	China Steel Corporation	China Steel Global Trading Corporation	1	Sales	347,756	Receivables were collected within 10 days after shipment date	-
0	China Steel Corporation	CHC Resources Corporation	1	Sales	341,327	Letter of credit	-
0	China Steel Corporation	Dragon Steel Corporation	1	Sales	328,283	Receivables were collected within 5 days after shipment date	-
0	China Steel Corporation	Dragon Steel Corporation	1	Service revenue and other operating revenue	317,827	By contract terms	-
0	China Steel Corporation	China Steel Chemical Corporation	1	Service revenue and other operating revenue	128,215	By contract terms	-
0	China Steel Corporation	Dragon Steel Corporation	1	Purchases	5,612,328	Payment within 5 days after shipment date/Payment after final acceptance	3
0	China Steel Corporation	China Steel Express Corporation	1	Purchases	3,580,278	Payment against copy of B/L	2
0	China Steel Corporation	C.S.Aluminium Corporation	1	Purchases	1,200,582	Payment after final acceptance	1
0	China Steel Corporation	CSE Transport Corporation	1	Purchases	779,151	Payment against copy of B/L	-
0	China Steel Corporation	China Steel Global Trading Corporation	1	Purchases	430,913	Payment after final acceptance	-

No.	Investee Company	Counterparty	Relationship (Note 1)	Transaction Details			% of Total ales or Assets
				Financial Statement Accounts	Amount	Payment Terms	
0	China Steel Corporation	HIMAG Magnetic Corporation	1	Purchases	136,388	Payment after final acceptance	-
1	Dragon Steel Corporation	Chung Hung Steel Corporation	3	Sales	8,632,438	Receivables were collected within 5 days after shipment date	5
1	Dragon Steel Corporation	China Steel Corporation	2	Sales	4,920,145	Receivables were collected within 5 days after shipment date/Receivables were collected after final acceptance	3
1	Dragon Steel Corporation	CSC Steel Sdn. Bhd.	3	Sales	2,373,949	Receivables were collected within 5 days after shipment date	1
1	Dragon Steel Corporation	China Steel and Nippon Steel Vietnam Joint Stock Company	3	Sales	2,208,802	Receivables were collected within 5 days after shipment date	1
1	Dragon Steel Corporation	China Steel Structure Co., Ltd.	3	Sales	529,927	Receivables were collected within 5 days after shipment date/Letter of credit	-
1	Dragon Steel Corporation	China Steel Chemical Corporation	3	Sales	515,281	Receivables were collected within 5 days after shipment date	-
1	Dragon Steel Corporation	China Steel Global Trading Corporation	3	Sales	283,520	Receivables were collected within 5 days after shipment date/Accounts received in advance before shipment date	-
1	Dragon Steel Corporation	CHC Resources Corporation	3	Sales	164,676	Receivables were collected within 5 days after shipment date/Letter of credit	-
1	Dragon Steel Corporation	China Steel Corporation	2	Other operating revenue	692,184	Receivables were collected after final acceptance	-
1	Dragon Steel Corporation	China Steel Express Corporation	3	Purchases	1,796,757	Payment against copy of B/L	1
1	Dragon Steel Corporation	CSE Transport Corporation	3	Purchases	491,476	Payment against copy of B/L	-
1	Dragon Steel Corporation	C.S.Aluminium Corporation	3	Purchases	417,455	Payment after final acceptance	-
1	Dragon Steel Corporation	China Steel Corporation	2	Purchases	358,925	Payment within 5 days after shipment date	-
1	Dragon Steel Corporation	China Steel Global Trading Corporation	3	Purchases	155,336	Payment after final acceptance	-
2	Betacera Inc.	China Steel Corporation	2	Sales	260,270	Receivables were collected after final acceptance	-
2	Betacera Inc.	Betacera (Su Zhou) Co., Ltd.	1	Sales	216,905	Net 90-180 days from the end of the month of when invoice is issued	-
2	Betacera Inc.	Betacera (Su Zhou) Co., Ltd.	1	Purchases	633,292	Net 90-180 days from the end of the month of when invoice is issued	-
2	Betacera Inc.	Suzhou Betacera Technology Co., Ltd.	1	Purchases	187,875	Net 90-180 days from the end of the month of when invoice is issued	-
3	Betacera (Su Zhou) Co., Ltd.	Betacera Inc.	2	Sales	633,387	Net 90-180 days from the end of the month of when invoice is issued	-
3	Betacera (Su Zhou) Co., Ltd.	Betacera Inc.	2	Purchases	217,715	Net 90-180 days from the end of the month of when invoice is issued	-

No.	Investee Company	Counterparty	Relationship (Note 1)	Transaction Details			% of Total ales or Assets
				Financial Statement Accounts	Amount	Payment Terms	
4	Suzhou Betacera Technology Co., Ltd.	Betacera Inc.	2	Sales	188,536	Net 90-180 days from the end of the month of when invoice is issued	-
5	China Steel Express Corporation	China Steel Corporation	2	Service revenue	4,161,452	Receivable were collected within 10 working days against copy of B/L	2
5	China Steel Express Corporation	Dragon Steel Corporation	3	Service revenue	1,898,699	Receivable were collected within 10 working days against copy of B/L	1
5	China Steel Express Corporation	CHC Resources Corporation	3	Service revenue	503,975	Receivable were collected within 10 working days against copy of B/L	-
5	China Steel Express Corporation	CSE Transport Corporation	1	Purchases	271,573	Payment against copy of B/L	-
6	CSE Transport Corporation	China Steel Corporation	2	Service revenue	778,052	Receivable were collected within 10 working days against copy of B/L	-
6	CSE Transport Corporation	Dragon Steel Corporation	3	Service revenue	492,195	Receivable were collected within 10 working days against copy of B/L	-
6	CSE Transport Corporation	China Steel Express Corporation	2	Service revenue	271,460	Receivable were collected within 10 working days against copy of B/L	-
7	Kaoport Stevedoring Corporation	China Steel Corporation	2	Service revenue	112,696	Receivable were collected within 30 working days against copy of B/L	-
8	C.S.Aluminium Corporation	China Steel Corporation	2	Sales	1,200,582	Receivables were collected after final acceptance	1
8	C.S.Aluminium Corporation	Dragon Steel Corporation	3	Sales	417,455	Receivables were collected after final acceptance	-
9	CSC Steel Sdn. Bhd.	Dragon Steel Corporation	3	Purchases	2,384,394	Payment after shipping document specified	1
9	CSC Steel Sdn. Bhd.	China Steel Corporation	2	Purchases	556,078	Payment after shipping document specified	-
9	CSC Steel Sdn. Bhd.	Chung Hung Steel Corporation	3	Purchases	493,490	Payment after shipping document specified	-
10	Chung Hung Steel Corporation	CSC Steel Sdn. Bhd.	3	Sales	490,609	T/T within 7 working days against copy of B/L	-
10	Chung Hung Steel Corporation	China Steel Corporation	2	Service revenue	242,696	T/T as the end of the month of when invoice is issued after final acceptance	-
10	Chung Hung Steel Corporation	Dragon Steel Corporation	3	Purchases	8,702,132	Letter of credit at sight	5
10	Chung Hung Steel Corporation	China Steel Corporation	2	Purchases	2,834,982	Letter of credit at sight/Payment after final acceptance	2
11	China Steel Chemical Corporation	China Steel Corporation	2	Purchases	1,131,960	Letter of credit at sight	1
11	China Steel Chemical Corporation	Dragon Steel Corporation	3	Purchases	515,281	Letter of credit at sight	-
12	China Steel Global Trading Corporation	China Steel Corporation	2	Sales	430,913	Receivables were collected after final acceptance	-
12	China Steel Global Trading Corporation	Dragon Steel Corporation	3	Sales	155,336	Receivables were collected after final acceptance	-

No.	Investee Company	Counterparty	Relationship (Note 1)	Transaction Details			% of Total assets or Assets
				Financial Statement Accounts	Amount	Payment Terms	
12	China Steel Global Trading Corporation	China Steel Corporation	2	Service revenue	105,594	By contract terms	-
12	China Steel Global Trading Corporation	China Steel Corporation	2	Purchases (Note2)	607,260	Payment within 10 days after shipment date	-
13	CSGT Metals Vietnam Joint Stock Company	China Steel Corporation	2	Purchases (Note2)	611,013	Payment within 14 days after shipment date	-
13	CSGT Metals Vietnam Joint Stock Company	China Steel and Nippon Steel Vietnam Joint Stock Company	3	Purchases	151,112	Payment after shipment date	-
14	China Steel Precision Metals Kunshan Co., Ltd.	China Steel Corporation	2	Purchases	378,487	Payment within 85 days after shipment date	-
15	China Steel Precision Metals Qingdao Co., Ltd.	China Steel Corporation	2	Purchases	587,155	60 days after B/L	-
16	CHC Resources Corporation	China Steel Corporation	2	Service revenue	1,676,528	Net 60 days from the end of the month of when invoice is issued	1
16	CHC Resources Corporation	Dragon Steel Corporation	3	Service revenue	656,809	Net 30-70 days from the end of the month of when invoice is issued	-
16	CHC Resources Corporation	China Steel Resources Corporation	3	Service revenue	321,584	By contract terms	-
16	CHC Resources Corporation	China Steel Corporation	2	Purchases	352,172	Letter of credit	-
16	CHC Resources Corporation	Chung Hung Steel Corporation	3	Purchases	209,080	Letter of credit	-
16	CHC Resources Corporation	Dragon Steel Corporation	3	Purchases	164,656	Letter of credit	-
16	CHC Resources Corporation	CHC Resources Vietnam Co., Ltd	1	Purchases	104,742	Prepaid before shipment date	-
17	Union Steel Development Corporation	CHC Resources Corporation	2	Service revenue	152,727	By contract terms	-
18	CHC Resources Vietnam Co., Ltd	CHC Resources Corporation	2	Sales	104,467	Accounts received in advance before shipment date	-
19	InfoChamp Systems Corporation	China Steel Corporation	2	Service revenue	496,156	By contract terms	-
19	InfoChamp Systems Corporation	Dragon Steel Corporation	3	Service revenue	125,134	By contract terms	-
20	China Steel Structure Co., Ltd.	China Steel Corporation	2	Service revenue	198,626	Contractual period	-
20	China Steel Structure Co., Ltd.	Dragon Steel Corporation	3	Construction revenue	549,202	Contractual period	-
20	China Steel Structure Co., Ltd.	China Steel Corporation	2	Construction revenue	337,921	Contractual period	-
20	China Steel Structure Co., Ltd.	United Steel Engineering & Construction Corporation	1	Construction revenue	190,852	Contractual period	-
20	China Steel Structure Co., Ltd.	China Steel Corporation	2	Purchases	1,087,949	Letter of credit/Prepaid before shipment date	1
20	China Steel Structure Co., Ltd.	Dragon Steel Corporation	3	Purchases	530,707	Letter of credit	-
21	United Steel Engineering & Construction Corporation	China Steel Corporation	2	Construction revenue	1,572,475	Contractual period	1
22	China Ecotek Corporation	China Steel Corporation	2	Construction revenue	2,923,762	Contractual period	2
22	China Ecotek Corporation	Dragon Steel Corporation	3	Construction revenue	495,210	Contractual period	-
22	China Ecotek Corporation	CSC Solar Corporation	3	Construction revenue	194,640	Contractual period	-
23	China Steel Security Corporation	China Steel Corporation	2	Service revenue	229,879	By contract terms	-
24	Steel Castle Technology Corporation	China Steel Corporation	2	Service revenue	299,421	By contract terms	-
24	Steel Castle Technology Corporation	United Steel Engineering & Construction Corporation	3	Service revenue	115,262	By contract terms	-
25	HIMAG Magnetic Corporation	China Steel Corporation	2	Sales	137,716	Receivables were collected after final acceptance	-

No.	Investee Company	Counterparty	Relationship (Note 1)	Transaction Details			% of Total sales or Assets
				Financial Statement Accounts	Amount	Payment Terms	
26	China Steel Machinery Corporation	China Steel Corporation	2	Construction revenue	1,376,911	Receivables were collected after final acceptance	1
26	China Steel Machinery Corporation	Dragon Steel Corporation	3	Construction revenue	325,889	Receivables were collected after final acceptance	-
27	China Steel and Nippon Steel Vietnam Joint Stock Company	CSGT Metals Vietnam Joint Stock Company	3	Sales	153,411	Accounts receivable, 30 days term	-
27	China Steel and Nippon Steel Vietnam Joint Stock Company	China Steel Corporation	2	Purchases (Note2)	3,434,144	14 days after B/L/Payment to the bank after the Corporation's shipment date	2
28	CSCI Steel Corporation India Pvt. Ltd.	China Steel Corporation	2	Purchases	1,498,981	Payment to the bank after the Corporation's shipment date	1
29	China Steel Resources Corporation	China Steel Corporation	2	Service revenue	416,116	Net 60 days from the end of the month of when invoice is issued	-
30	Sing Da Marine Structure Corporation	China Steel Power Corporation	3	Construction revenue	2,764,144	By contract terms	1
30	Sing Da Marine Structure Corporation	China Steel Machinery Corporation	3	Outsourcing construction fee	213,003	Payment after final acceptance	-

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.

TABLE 8

CHINA STEEL CORPORATION AND SUBSIDIARIES

**INFORMATION ON INVESTEEES
FOR THE PERIOD ENDED JUNE 30, 2023**

(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, 2023			Net Income (Loss) of the Investee	Share of Profit (Loss)	Note
				June 30, 2023	December 31, 2022	Number of Shares	%	Carrying Amount			
				China Steel Corporation	Chung Hung Steel Corporation	Republic of China	Manufacture and sale of steel products	5,539,872			
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	2,256,265	807,975	234,714	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	1,277,538	217,793	15,784	Subsidiary
China Steel Corporation	CHC Resources Corporation	Republic of China	Manufacture and sale of Ground-Granulated Blast-Furnace Slag and Blast-Furnace Slag Cement, Air-cooled Blast Furnace Slag and Basic Oxygen Furnace Slag, reutilization of resources	261,677	261,677	49,289,597	20	1,052,794	410,296	81,577	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	964,378	260,390	78,016	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	98,665,368	(2,263,002)	(2,198,341)	Subsidiary
China Steel Corporation	CSC Steel Australia Holdings Pty Ltd	Australia	General investment	17,359,623	17,359,623	594,638	100	21,038,980	580,359	580,359	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	11,819,766	1,520,938	1,428,545	Subsidiary
China Steel Corporation	Gains Investment Corporation	Republic of China	General investment	4,999,940	4,999,940	559,375,112	100	9,176,485	195,193	195,193	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	8,450,343	60,648	82,352	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	7,406,385	(388,525)	(217,574)	Subsidiary
China Steel Corporation	China Steel Asia Pacific Holdings Pte Ltd	Singapore	Holding and investment	6,251,918	6,251,918	178,878,002	100	4,867,357	149,114	149,472	Subsidiary
China Steel Corporation	China Prosperity Development Corporation	Republic of China	Real estate development	4,749,938	4,749,938	509,802,912	100	4,819,192	119,916	120,723	Subsidiary
China Steel Corporation	China Steel Power Holding Corporation	Republic of China	General investment	3,773,490	3,773,490	377,349,000	51	4,235,318	35,530	18,120	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	2,766,351	325,841	325,914	Subsidiary
China Steel Corporation	CSCI Steel Corporation India Pvt. Ltd.	India	Electrical steel	3,795,159	3,795,159	253,567,202	100	1,466,102	49,736	49,736	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	1,209,995	72,172	31,294	Subsidiary
China Steel Corporation	CSC Solar Corporation	Republic of China	Solar energy generation	959,200	959,200	95,920,000	55	1,056,252	62,943	34,880	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	997,700	5,919	6,348	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	585,075	213,570	278,352	Subsidiary
China Steel Corporation	China Steel Security Corporation	Republic of China	On-site security, systematic security	149,940	149,940	25,036,986	100	483,238	43,185	43,452	Subsidiary

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		As of June 30, 2023			Net Income (Loss) of the Investee	Share of Profit (Loss)	Note
				June 30, 2023	December 31, 2022	Number of Shares	%	Carrying Amount			
				China Steel Corporation	InfoChamp Systems Corporation	Republic of China	ERP systems automation control systems service	357,602			
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	455,726	27,054	18,866	Subsidiary
China Steel Corporation	Sing Da Marine Structure Corporation	Republic of China	Foundation of offshore wind power	4,671,000	4,671,000	122,695,000	47	394,228	(393,970)	(184,008)	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	18,378	2,606	2,606	Subsidiary
China Steel Corporation	China Steel Power Corporation	Republic of China	Offshore Wind Power Generation	-	-	10	-	-	35,555	-	Subsidiary
China Steel Corporation	Taiwan Rolling Stock Co., Ltd.	Republic of China	Manufacture of railway vehicles	970,044	970,044	95,527,811	48	789,381	(20,659)	(9,867)	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	559,214	101,443	18,260	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	378,059	(3,459)	150	Associate
China Steel Corporation	Dyna Rechi Co., Ltd.	Republic of China	Production and marketing of Brushless DC Motor (BLDCM)	400,000	400,000	24,635,680	23	248,723	(16,971)	(3,980)	Associate
China Steel Corporation	Eminent II Venture Capital Corporation	Republic of China	General investment	195,000	300,000	19,500,000	46	141,488	31,465	14,564	Associate
China Steel Corporation	Honley Auto. Parts Co., Ltd.	Republic of China	Manufacture of automotive components	591,639	591,639	35,751,427	35	95,975	(68,343)	(24,016)	Associate
China Steel Corporation	Overseas Investment & Development Corporation	Republic of China	General investment	50,000	50,000	5,000,000	6	62,621	43,694	2,425	Associate
China Steel Corporation	TaiAn Technologies Corporation	Republic of China	Bio-Tech consultants and management	7,629	7,629	1,666,700	17	22,025	7,748	1,291	Associate
Chung Hung Steel Corporation	Transglory Investment Corporation	Republic of China	General investment	2,001,152	2,001,152	329,802,616	40	3,394,278	1,264	-	Subsidiary
Chung Hung Steel Corporation	Pro-Ascentek Investment Corporation	Republic of China	General investment	200,000	200,000	20,000,000	17	218,226	21,736	-	Subsidiary
Chung Hung Steel Corporation	Hung Kao Investment Corporation	Republic of China	General investment	26,000	26,000	2,600,000	100	35,814	(30)	-	Subsidiary
China Steel Chemical Corporation	CHC Resources Corporation	Republic of China	Manufacture and sale of Ground-Granulated Blast-Furnace Slag and Blast-Furnace Slag Cement, Air-cooled Blast Furnace Slag and Basic Oxygen Furnace Slag, reutilization of resources	91,338	91,338	15,019,341	6	344,135	410,296	-	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	-	15,383	217,793	-	Subsidiary
China Steel Chemical Corporation	Ever Wealthy International Corporation	Republic of China	General investment	300,083	300,083	104,574,982	100	1,343,892	11,393	-	Subsidiary
China Steel Chemical Corporation	Transglory Investment Corporation	Republic of China	General investment	450,000	450,000	74,168,502	9	763,008	1,264	-	Subsidiary
China Steel Chemical Corporation	CSC Solar Corporation	Republic of China	Solar energy generation	261,600	261,600	26,160,000	15	287,311	62,943	-	Subsidiary
China Steel Chemical Corporation	Pro-Ascentek Investment Corporation	Republic of China	General investment	60,000	60,000	6,000,000	5	65,468	21,736	-	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	51,691	27,054	-	Subsidiary
China Steel Chemical Corporation	United Steel International Development Corporation	British Virgin Islands	Holding and investment	68,839	68,839	2,450,000	5	38,328	48,449	-	Subsidiary
China Steel Chemical Corporation	Gau Ruei Investment Corporation	Republic of China	General investment	15,070	15,070	1,196,000	40	30,750	1,323	-	Subsidiary
China Steel Chemical Corporation	Li-Ching-Long Investment Corporation	Republic of China	General investment	7,000	7,000	700,000	35	16,589	5	-	Subsidiary
China Steel Chemical Corporation	Eminent Venture Capital Corporation	Republic of China	General Investment	3,375	6,750	337,500	5	3,573	(1,432)	-	Subsidiary
China Steel Chemical Corporation	Formosa Ha Tinh CSCC (Cayman) International Limited	Cayman Island	General investment	-	100,320	-	-	-	931	-	Subsidiary
China Steel Chemical Corporation	Eminent III Venture Capital Corporation	Republic of China	General investment	160,000	160,000	16,000,000	9	107,429	32,172	-	Associate

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		As of June 30, 2023			Net Income (Loss) of the Investee	Share of Profit (Loss)	Note
				June 30, 2023	December 31, 2022	Number of Shares	%	Carrying Amount			
				China Steel Chemical Corporation	TaiAn Technologies Corporation	Republic of China	Bio-Tech consultants and management	2,295			
Ever Wealthy International Corporation	China Steel Structure Co., Ltd.	Republic of China	Manufacture and sale of products of steel structure	29,281	27,196	532,000	-	13,844	217,793	- Subsidiary	
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	98,411	18,144	- 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	37,893	27,054	- Subsidiary	
Ever Wealthy International Corporation	Hung-Chuan Investment Corporation	Republic of China	General investment	9,000	9,000	900,000	45	21,331	5	- Subsidiary	
Ever Wealthy International Corporation	Sheng Lih Dar Investment Corporation	Republic of China	General investment	8,400	8,400	840,000	35	20,046	897	- Subsidiary	
Ever Wealthy International Corporation	Ding Da Investment Corporation	Republic of China	General investment	10,495	10,495	897,000	30	18,686	1,669	- Subsidiary	
Ever Wealthy International Corporation	Honley Auto. Parts Co., Ltd.	Republic of China	Manufacture of automotive components	70,985	70,985	6,269,823	6	67,495	(68,343)	- Associate	
China Ecotek Corporation	CEC Development Corporation	Samoa	General investment	478,579	478,579	17,000,000	100	1,000,001	6,765	- Subsidiary	
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	513,366	213,570	- Subsidiary	
China Ecotek Corporation	CSC Solar Corporation	Republic of China	Solar energy generation	348,800	348,800	34,880,000	20	281,573	62,943	- Subsidiary	
China Ecotek Corporation	Pro-Ascentek Investment Corporation	Republic of China	General investment	60,000	60,000	6,000,000	5	65,468	21,736	- Subsidiary	
China Ecotek Corporation	CEC International Corporation	Samoa	General investment	30,642	30,642	10,000,000	100	42,316	475	- Subsidiary	
China Ecotek Corporation	Chiun Yu Investment Corporation	Republic of China	General investment	14,233	14,233	1,196,000	40	28,354	(1,156)	- Subsidiary	
China Ecotek Corporation	Chi-Yi Investment Corporation	Republic of China	General investment	8,000	8,000	800,000	40	19,086	5	- Subsidiary	
China Ecotek Corporation	Jiing-Cherng-Fa Investment Corporation	Republic of China	General investment	8,050	8,050	805,000	35	17,860	710	- Subsidiary	
China Ecotek Corporation	Hung-Chuan Investment Corporation	Republic of China	General investment	6,000	6,000	600,000	30	14,220	5	- Subsidiary	
China Ecotek Corporation	United Steel International Development Corporation	British Virgin Islands	Holding and investment	8,262	8,262	300,000	1	4,676	48,449	- Subsidiary	
China Ecotek Corporation	China Ecotek India Private Limited	India	Construction engineering	27	27	5,000	-	39	414	- Subsidiary	
China Ecotek Corporation	Eminent III Venture Capital Corporation	Republic of China	General investment	100,000	100,000	10,000,000	6	67,143	32,172	- Associate	
CEC International Corporation	China Ecotek India Private Limited	India	Construction engineering	27,070	27,070	4,995,000	100	39,054	414	- Subsidiary	
CEC Development Corporation	China Ecotek Vietnam Company Limited	Vietnam	Construction engineering	302,065	302,065	-	100	814,172	6,459	- Subsidiary	
China Steel Structure Co., Ltd.	CHC Resources Corporation	Republic of China	Manufacture and sale of Ground-Granulated Blast-Furnace Slag and Blast-Furnace Slag Cement, Air-cooled Blast Furnace Slag and Basic Oxygen Furnace Slag, reutilization of resources	132,715	132,715	23,182,738	9	531,586	410,296	- 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	80,000,000	100	1,389,344	18,629	- Subsidiary	
China Steel Structure Co., Ltd.	Sing Da Marine Structure Corporation	Republic of China	Foundation of offshore wind power	250,000	250,000	20,000,000	8	64,208	(393,970)	- Subsidiary	
China Steel Structure Co., Ltd.	Pro-Ascentek Investment Corporation	Republic of China	General investment	40,000	40,000	4,000,000	3	43,602	21,736	- Subsidiary	
China Steel Structure Co., Ltd.	Chiun Yu Investment Corporation	Republic of China	General investment	12,453	12,453	1,046,500	35	24,810	(1,156)	- 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	18,418	27,054	- Subsidiary	
China Steel Structure Co., Ltd.	China Steel Structure Holding Co., Ltd.	Samoa	Holding and investment	-	-	10	100	17,855	16,737	- Subsidiary	
China Steel Structure Co., Ltd.	Chi-Yi Investment Corporation	Republic of China	General investment	6,000	6,000	600,000	30	14,315	5	- Subsidiary	

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		As of June 30, 2023			Net Income (Loss) of the Investee	Share of Profit (Loss)	Note
				June 30, 2023	December 31, 2022	Number of Shares	%	Carrying Amount			
China Steel Structure Co., Ltd.	Li-Ching-Long Investment Corporation	Republic of China	General investment	6,000	6,000	600,000	30	14,219	5	-	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	7,226	5,334	-	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	4,778	(526)	-	Associate
United Steel Engineering & Construction Corporation	Transglory Investment Corporation	Republic of China	General investment	287,500	-	26,872,272	3	276,912	1,264	-	Subsidiary
United Steel Engineering & Construction Corporation	China Prosperity Construction Corporation	Republic of China	Real estate development	53,550	53,550	5,355,000	40	58,158	(1,451)	-	Subsidiary
United Steel Engineering & Construction Corporation	Shin Mau Investment Corporation	Republic of China	General investment	13,754	13,754	1,196,000	40	26,922	1,394	-	Subsidiary
United Steel Engineering & Construction Corporation	Pro-Ascentek Investment Corporation	Republic of China	General investment	20,000	20,000	2,000,000	2	21,866	21,736	-	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	15,347	72,172	-	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	-	-	-	(25,288)	-	Subsidiary
United Steel Engineering & Construction Corporation	United Steel Investment Pte Ltd	Singapore	Holding and investment	-	126,806	-	-	-	(1,906)	-	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	124,270	101,443	-	Associate
United Steel Engineering & Construction Corporation	Overseas Investment & Development Corporation	Republic of China	General investment	44,100	44,100	4,410,000	5	59,598	43,694	-	Associate
CHC Resources Corporation	CHC Resources Vietnam Co., Ltd	Vietnam	Manufacture and sale of Ground-Granulated Blast-Furnace Slag, Sales of Granulated Blast-Furnace Slag	647,338	647,338	-	85	664,732	3,290	-	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	139,000	270	-	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	90,976	21,036	-	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	88,591	13,498	-	Subsidiary
CHC Resources Corporation	Pro-Ascentek Investment Corporation	Republic of China	General investment	30,000	30,000	3,000,000	3	32,734	21,736	-	Subsidiary
CHC Resources Corporation	Gau Ruei Investment Corporation	Republic of China	General investment	12,306	12,306	1,046,500	35	26,906	1,323	-	Subsidiary
CHC Resources Corporation	Ding Da Investment Corporation	Republic of China	General investment	12,516	12,516	1,196,000	40	24,915	1,669	-	Subsidiary
CHC Resources Corporation	Sheng Lih Dar Investment Corporation	Republic of China	General investment	9,600	9,600	960,000	40	22,909	897	-	Subsidiary
CHC Resources Corporation	Jiing-Cherng-Fa Investment Corporation	Republic of China	General investment	9,200	9,200	920,000	40	20,411	710	-	Subsidiary
CHC Resources Corporation	Shin Mau Investment Corporation	Republic of China	General investment	10,316	10,316	897,000	30	20,192	1,394	-	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	11,817	27,054	-	Subsidiary
CHC Resources Corporation	United Steel International Development Corporation	British Virgin Islands	Holding and investment	8,254	8,254	300,000	1	4,676	48,449	-	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	116,631	(3,459)	-	Associate
CHC Resources Corporation	Eminent III Venture Capital Corporation	Republic of China	General investment	30,000	30,000	3,000,000	2	21,167	32,172	-	Associate
China Steel Security Corporation	Steel Castle Technology Corporation	Republic of China	Firefighting engineering and mechatronic engineering	31,257	31,257	13,000,000	100	211,222	21,615	-	Subsidiary
China Steel Security Corporation	Kaohsiung Rapid Transit Corporation	Republic of China	Mass Rapid Transit service	17,000	17,000	1,700,000	1	16,948	72,172	-	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	14,032	863	-	Subsidiary

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		As of June 30, 2023			Net Income (Loss) of the Investee	Share of Profit (Loss)	Note
				June 30, 2023	December 31, 2022	Number of Shares	%	Carrying Amount			
China Steel Security Corporation	Eminent III Venture Capital Corporation	Republic of China	General investment	10,000	10,000	1,000,000	1	7,021	32,172	-	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	391,538	33,470	-	Associate
China Prosperity Development Corporation	CK Japan Co., Ltd.	Japan	Real estate lease	151,526	151,526	3,840	80	164,857	6,367	-	Subsidiary
China Prosperity Development Corporation	Kaohsiung Rapid Transit Corporation	Republic of China	Mass Rapid Transit service	130,000	130,000	13,000,000	5	129,816	72,172	-	Subsidiary
China Prosperity Development Corporation	China Prosperity Construction Corporation	Republic of China	Real estate development	92,105	92,105	8,032,500	60	87,237	(1,451)	-	Subsidiary
China Prosperity Development Corporation	Pro-Ascentek Investment Corporation	Republic of China	General investment	50,000	50,000	5,000,000	4	54,563	21,736	-	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	217,138	101,443	-	Associate
HIMAG Magnetic Corporation	MagnPower Corporation	Republic of China	Powder metallurgy	218,000	218,000	21,800,000	55	73,631	(30,331)	-	Subsidiary
China Steel Power Holding Corporation	China Steel Power Corporation	Republic of China	Offshore Wind Power Generation	7,393,000	7,393,000	739,299,990	100	8,349,358	35,555	-	Subsidiary
CSC Solar Corporation	China Ecotek Corporation	Republic of China	Environmental engineering, M&E engineering, and O&M engineering	22,974	22,974	725,000	1	25,257	260,390	-	Subsidiary
CSC Solar Corporation	Pro-Ascentek Investment Corporation	Republic of China	General investment	30,000	30,000	3,000,000	3	32,734	21,736	-	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	70,200	21,410	-	Subsidiary
InfoChamp Systems Corporation	Kaohsiung Rapid Transit Corporation	Republic of China	Mass Rapid Transit service	40,265	40,265	5,200,319	2	51,956	72,172	-	Subsidiary
InfoChamp Systems Corporation	Info-Champ System (B.V.I) Corporation	British Virgin Islands	Holding and investment	6,816	6,816	201,000	100	35,100	2,026	-	Subsidiary
InfoChamp Systems Corporation	Majestic Solid Light Corporation	Republic of China	Manufacture and sale of UV LED	4,500	4,500	450,000	45	-	-	-	Associate
Kaohsiung Rapid Transit Corporation	Taiwan Intelligent Transportation Co., Ltd.	Republic of China	Technical service	26,000	26,000	2,600,000	100	32,405	3,479	-	Subsidiary
China Steel Machinery Corporation	Sing Da Marine Structure Corporation	Republic of China	Foundation of offshore wind power	250,000	250,000	20,000,000	8	64,208	(393,970)	-	Subsidiary
China Steel Machinery Corporation	China Steel Machinery Vietnam Co., Ltd.	Vietnam	Machines manufacturing	-	9,213	-	-	-	(154)	-	Subsidiary
China Steel Machinery Corporation	Overseas Investment & Development Corporation	Republic of China	General investment	95,900	95,900	9,590,000	11	120,065	43,694	-	Associate
Dragon Steel Corporation	China Steel Structure Co., Ltd.	Republic of China	Manufacture and sale of products of steel structure	138,375	130,826	4,217,000	2	108,120	217,793	-	Subsidiary
Dragon Steel Corporation	CSC Solar Corporation	Republic of China	Solar energy generation	174,400	174,400	17,440,000	10	191,540	62,943	-	Subsidiary
Dragon Steel Corporation	Pro-Ascentek Investment Corporation	Republic of China	General investment	100,000	100,000	10,000,000	8	109,113	21,736	-	Subsidiary
C.S.Aluminium Corporation	ALU Investment Offshore Corporation	British Virgin Islands	Holding and investment	1,063,593	1,063,593	1	100	495,135	31,293	-	Subsidiary
C.S.Aluminium Corporation	Pro-Ascentek Investment Corporation	Republic of China	General investment	30,000	30,000	3,000,000	3	32,734	21,736	-	Subsidiary
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	495,126	48,449	-	Subsidiary
China Steel Express Corporation	CSE Transport Corporation	Panama	Shipping services for raw materials	316	316	10	100	4,672,522	289,595	-	Subsidiary
China Steel Express Corporation	Transglory Investment Corporation	Republic of China	General investment	2,440,000	2,440,000	402,158,110	48	4,139,104	1,264	-	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	50,008	12,401	-	Subsidiary
Transglory Investment Corporation	China Steel Structure Co., Ltd.	Republic of China	Manufacture and sale of products of steel structure	200,801	94,786	3,483,000	2	89,240	217,793	-	Subsidiary
Transglory Investment Corporation	Winning Investment Corporation	Republic of China	General investment	593,043	321,331	36,800,000	16	549,065	(10,498)	-	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	376,515	18,144	-	Subsidiary
Gains Investment Corporation	Eminence Investment Corporation	Republic of China	General investment	1,600,000	1,600,000	150,000,000	100	2,093,841	48,481	-	Subsidiary

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		As of June 30, 2023			Net Income (Loss) of the Investee	Share of Profit (Loss)	Note
				June 30, 2023	December 31, 2022	Number of Shares	%	Carrying Amount			
Gains Investment Corporation	Winning Investment Corporation	Republic of China	General investment	989,664	989,664	112,700,000	49	1,681,513	(10,498)	-	Subsidiary
Gains Investment Corporation	Betacera Inc.	Republic of China	Manufacturing and trading of electronic ceramics	150,165	150,165	20,555,253	48	962,147	161,015	-	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	129,718	21,410	-	Subsidiary
Gains Investment Corporation	Pro-Ascentek Investment Corporation	Republic of China	General investment	60,000	60,000	6,000,000	5	65,468	21,736	-	Subsidiary
Gains Investment Corporation	Eminent Venture Capital Corporation	Republic of China	General Investment	33,750	67,500	3,375,000	50	35,734	(1,432)	-	Subsidiary
Gains Investment Corporation	United Steel International Development Corporation	British Virgin Islands	Holding and investment	58,784	58,784	1,850,000	4	28,976	48,449	-	Subsidiary
Gains Investment Corporation	Mentor Consulting Corporation	Republic of China	Management consulting services	25,909	25,909	1,000,000	100	24,132	3,492	-	Subsidiary
Gains Investment Corporation	OmniGains Investment Corporation	Samoa	General investment	3,114	-	10,000	100	311	4	-	Subsidiary
Gains Investment Corporation	Fukuta Electric & Machinery Co., Ltd.	Republic of China	Motor manufacturing and selling	591,731	591,731	8,396,874	19	706,816	(29,963)	-	Associate
Gains Investment Corporation	Eminent III Venture Capital Corporation	Republic of China	General investment	400,000	400,000	40,000,000	22	280,849	32,172	-	Associate
Gains Investment Corporation	Honley Auto. Parts Co., Ltd.	Republic of China	Manufacture of automotive components	104,246	104,246	8,642,160	8	89,066	(68,343)	-	Associate
Thintech Materials Technology Co., Ltd.	Thintech Global Limited	Samoa	Holding and investment	205,435	205,435	6,800,000	100	53,422	(4,372)	-	Subsidiary
Thintech Materials Technology Co., Ltd.	Pro-Ascentek Investment Corporation	Republic of China	General investment	30,000	30,000	3,000,000	3	32,734	21,736	-	Subsidiary
Betacera Inc.	Lefkara Ltd.	British Virgin Islands	Holding and Investment	424,220	418,362	13,623,000	100	1,534,036	55,229	-	Subsidiary
Betacera Inc.	Eminent III Venture Capital Corporation	Republic of China	General investment	50,000	50,000	5,000,000	3	35,106	32,172	-	Associate
Universal Exchange Inc.	Pro-Ascentek Investment Corporation	Republic of China	General investment	20,000	20,000	2,000,000	2	21,823	21,736	-	Subsidiary
Pro-Ascentek Investment Corporation	Betacera Inc.	Republic of China	Manufacturing and trading of electronic ceramics	77,278	77,278	1,608,491	4	87,892	161,015	-	Subsidiary
Eminence Investment Corporation	Shin Mau Investment Corporation	Republic of China	General investment	9,513	9,513	896,999	30	20,192	1,394	-	Subsidiary
Eminence Investment Corporation	Gau Ruei Investment Corporation	Republic of China	General investment	8,805	8,805	747,499	25	19,219	1,323	-	Subsidiary
Eminence Investment Corporation	Ding Da Investment Corporation	Republic of China	General investment	8,970	8,970	897,000	30	18,686	1,669	-	Subsidiary
Eminence Investment Corporation	Chiun Yu Investment Corporation	Republic of China	General investment	7,475	7,475	747,500	25	17,721	(1,156)	-	Subsidiary
Eminence Investment Corporation	Li-Ching-Long Investment Corporation	Republic of China	General investment	6,262	6,262	600,000	30	14,219	5	-	Subsidiary
Eminence Investment Corporation	Chi-Yi Investment Corporation	Republic of China	General investment	5,222	5,222	501,000	25	11,953	5	-	Subsidiary
Eminence Investment Corporation	Sheng Lih Dar Investment Corporation	Republic of China	General investment	5,317	5,317	500,000	21	11,930	897	-	Subsidiary
Eminence Investment Corporation	Jiing-Cherng-Fa Investment Corporation	Republic of China	General investment	4,762	4,762	476,000	21	10,563	710	-	Subsidiary
Eminence Investment Corporation	Hung-Chuan Investment Corporation	Republic of China	General investment	4,173	4,173	400,000	20	9,480	5	-	Subsidiary
Eminence Investment Corporation	Fukuta Electric & Machinery Co., Ltd.	Republic of China	Motor manufacturing and selling	23,513	23,513	179,125	-	23,123	(29,963)	-	Associate
Shin Mau Investment Corporation	CHC Resources Corporation	Republic of China	Manufacture and sale of Ground-Granulated Blast-Furnace Slag and Blast-Furnace Slag Cement, Air-cooled Blast Furnace Slag and Basic Oxygen Furnace Slag, reutilization of resources	5,454	5,454	512,685	-	11,927	410,296	-	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	-	8,711	217,793	-	Subsidiary

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		As of June 30, 2023			Net Income (Loss) of the Investee	Share of Profit (Loss)	Note
				June 30, 2023	December 31, 2022	Number of Shares	%	Carrying Amount			
Shin Mau Investment Corporation	Hung-Chuan Investment Corporation	Republic of China	General investment	1,000	1,000	100,000	5	2,370	5	-	Subsidiary
Shin Mau Investment Corporation	Chi-Yi Investment Corporation	Republic of China	General investment	990	990	99,000	5	2,362	5	-	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	-	15,394	807,975	-	Subsidiary
Ding Da Investment Corporation	Jiing-Cherng-Fa Investment Corporation	Republic of China	General investment	990	990	99,000	4	2,194	710	-	Subsidiary
Ding Da Investment Corporation	Betacera Inc.	Republic of China	Manufacturing and trading of electronic ceramics	25	25	1,000	-	48	161,015	-	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	21,410	-	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	-	8,187	260,390	-	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	-	15,394	807,975	-	Subsidiary
Gau Ruei Investment Corporation	Sheng Lih Dar Investment Corporation	Republic of China	General investment	1,000	1,000	100,000	4	2,388	897	-	Subsidiary
Gau Ruei Investment Corporation	Li-Ching-Long Investment Corporation	Republic of China	General investment	1,000	1,000	100,000	5	2,370	5	-	Subsidiary
Sheng Lih Dar Investment Corporation	CHC Resources Corporation	Republic of China	Manufacture and sale of Ground-Granulated Blast-Furnace Slag and Blast-Furnace Slag Cement, Air-cooled Blast Furnace Slag and Basic Oxygen Furnace Slag, reutilization of resources	5,678	5,678	512,535	-	11,927	410,296	-	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	-	7,505	260,390	-	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	-	7,174	217,793	-	Subsidiary
China Steel Global Trading Corporation	CSGT International Corporation	Samoa	Holding and investment	631,983	631,983	20,740,000	100	1,024,266	44,581	-	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	865,486	154,933	-	Subsidiary
China Steel Global Trading Corporation	Chung Mao Trading (Samoa) Corporation	Samoa	Holding and investment	127,847	127,847	8,800,000	100	477,760	24,735	-	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	52,992	5,334	-	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	34,730	48,449	-	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	252	1,228	-	Subsidiary
Wabo Global Trading Corporation	CK Japan Co., Ltd.	Japan	Real estate lease	37,488	37,488	960	20	41,214	6,367	-	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	25,947	421	-	Subsidiary
CSGT International Corporation	CSGT Metals Vietnam Joint Stock Company	Vietnam	Cutting and processing of steel products	269,520	265,799	13,279,770	60	426,157	112,464	-	Subsidiary
CSGT International Corporation	CSGT Trading India Private Limited	India	Buy and sell, and act as an agency for steel products	24,215	23,881	4,752,000	99	24,944	1,233	-	Subsidiary
CSGT International Corporation	TSK Steel Company Limited	Thailand	Steel coil processing and distributing	89,936	88,694	408,000	34	210,567	18,359	-	Associate
CSGT International Corporation	Mahindra Auto Steel Private Limited	India	Cutting and processing of steel products	-	84,699	-	-	-	19,278	-	Associate
CSGT (Singapore) Pte. Ltd.	CSCD SA	Switzerland	International trade and investment	117,144	116,736	1,876,795	49	780,717	279,365	-	Associate
CSC Steel Australia Holdings Pty Ltd	CSC Sonoma Pty Ltd	Australia	Investments in mining industry	338,993	342,445	16,440,001	100	185,596	2,523	-	Subsidiary
CSC Steel Australia Holdings Pty Ltd	9404-5515 Quebec Inc.	Canada	Investments in mining industry	5,444,171	5,499,616	270,122,727	25	8,427,675	746,599	-	Associate
China Steel Asia Pacific Holdings Pte Ltd	CSC Steel Holdings Berhad	Malaysia	General investment	1,128,402	1,112,821	171,000,000	46	2,604,683	201,379	-	Subsidiary
CSC Steel Holdings Berhad	CSC Steel Sdn. Bhd.	Malaysia	Manufacture and sale of steel products	2,788,486	2,926,076	359,000,000	100	5,494,013	200,688	-	Subsidiary
CSC Steel Holdings Berhad	Group Steel Corporation (M) Sdn. Bhd.	Malaysia	General investment	-	497,957	-	-	-	-	-	Subsidiary
CSC Steel Sdn. Bhd.	Constant Mode Sdn. Bhd.	Malaysia	General investment	4,788	5,024	750,000	100	6,623	116	-	Subsidiary

TABLE 9

CHINA STEEL CORPORATION AND SUBSIDIARIES

INFORMATION ON INVESTMENTS IN MAINLAND CHINA
FOR THE PERIOD ENDED JUNE 30, 2023
(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, 2023 (Note 1)	Remittance of Funds		Accumulated Outward Remittance for Investment from Taiwan as of June 30, 2023 (Note 1)	Net Income (Loss) of the Investee	% Ownership of Direct or Indirect Investment	Investment Gain (Loss)	Carrying Amount as of June 30, 2023	Accumulated Repatriation of Investment Income as of June 30, 2023	Note
					Outward	Inward							
Betacera (Su Zhou) Co., Ltd.	Manufacturing and trading of electronic ceramics	137,016	2	137,016	-	-	137,016	34,912	100	34,912	613,283	-	1
CSGT (Shanghai) Co., Ltd.	Buy and sell, and act as an agency for steel products	18,684	2	18,684	-	-	18,684	269	100	269	28,560	65,205	1
Changzhou China Steel Precision Materials Co., Ltd.	Production and sale of titanium and titanium alloys, nickel and nickel alloys	1,357,704	2	950,393	-	-	950,393	39,874	70	27,912	1,114,073	-	1
China Steel Precision Metals Qingdao Co., Ltd.	Cutting and processing of steel products	622,800	1	435,960	-	-	435,960	10,142	70	7,099	379,405	24,649	1
Changzhou China Steel New Materials Technology Co., Ltd.	Mesophase sales and trading	171,066	1	202,597	-	-	202,597	(60)	100	(60)	174,982	-	1
CSGT (Shenzhen) Co., Ltd.	Buy and sell, and act as an agency for steel products	24,912	1	16,193	-	-	16,193	(1,521)	65	(989)	14,859	7,875	1
HC&C Auto Parts Co., Ltd.	Manufacture of automotive components	1,245,600	2	124,560	-	-	124,560	1,422	10	142	115,588	-	1
Ningbo Huayang Aluminium-Tech Co., Ltd.	Production of aluminum products	1,525,860	2	1,207,298	-	-	1,207,298	48,354	79	38,258	599,486	93,743	1
Suzhou Betacera Technology Co., Ltd.	Manufacturing and trading of aeronautical or marine life saving products	467,100	2	467,100	-	-	467,100	16,913	100	16,913	620,862	-	1
Shanghai Xike Ceramic Electronic Co., Ltd.	Manufacturing and trading of electronic ceramics	37,368	2	37,181	-	-	37,181	1,616	100	1,608	143,758	-	1
Taicang Thintech Materials Co., Ltd.	Sputtering target manufacturing and sales	211,752	2	211,752	-	-	211,752	(4,372)	100	(4,372)	53,422	-	1
China Steel Precision Metals Kunshan Co., Ltd.	Cutting and processing of steel products	467,100	1	500,108	-	-	500,108	(5,872)	100	(5,872)	438,874	1,102	1
Wuhan InfoChamp I.T. Co., Ltd.	Enterprise information system integration services	6,228	2	6,228	-	-	6,228	2,407	100	2,407	33,486	55,453	1
Xiamen Ecotek PRC Company Limited	Equipment materials import and export	186,840	2	186,840	-	-	186,840	182	100	182	179,562	-	1

Investee Company	Accumulated Outward Remittance for Investment in Mainland China as of June 30, 2023 (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	1,074,953	1,051,134	183,601,441
China Steel Chemical Corporation	278,890	272,710	4,591,700
China Ecotek Corporation	196,182	277,081	2,045,119
C.S.Aluminium Corporation	985,581	963,743	5,425,548
Gains Investment Corporation	57,609	56,333	4,881,329
Thintech Materials Technology Co., Ltd.	211,752	207,060	708,844
Betacera Inc.	641,297	627,087	1,232,523
China Steel Global Trading Corporation	1,040,076	1,040,076	-
Infochamp Systems Corporation	6,228	6,090	536,116
CHC Resources Corporation	9,342	9,135	3,418,556

Note 1: The amounts were calculated based on the foreign exchange rate as of June 30, 2023.

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 audited or reviewed by R.O.C. parent company's CPA.
- 2) From the investee company, which had not been audited and reviewed 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, 2023**

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.

TABLE 11**CHINA STEEL CORPORATION AND SUBSIDIARIES****MOVEMENT OF PROPERTY, PLANT AND EQUIPMENT
FOR THE PERIOD ENDED JUNE 30, 2023
(Amounts in Thousands of New Taiwan Dollars)**

For the six months ended June 30, 2023

	Land	Land Improvements	Buildings	Machinery and Equipment	Transportation Equipment	Other Equipment	Spare Parts	Construction in Progress and Equipment to be Inspected	Total
<u>Cost</u>									
Balance at January 1, 2023	\$ 69,443,571	\$ 6,125,121	\$ 135,336,886	\$ 669,660,202	\$ 33,826,263	\$ 20,453,998	\$ 10,039,124	\$ 38,765,928	\$ 983,651,093
Additions	-	23,910	842,631	8,280,053	169,695	477,782	594,581	6,286,785	16,675,437
Disposals	-	-	(6,819)	(2,148,182)	(1,940,159)	(162,169)	(544,488)	-	(4,801,817)
Reclassification	-	-	1,455,424	(16,000)	-	(1,438,934)	(9,751)	(3,616)	(12,877)
Effect of foreign currency exchange differences	(3,287)	2,555	8,117	97,332	151,354	(7,136)	545	(3,470)	246,010
Balance at June 30, 2023	<u>\$ 69,440,284</u>	<u>\$ 6,151,586</u>	<u>\$ 137,636,239</u>	<u>\$ 675,873,405</u>	<u>\$ 32,207,153</u>	<u>\$ 19,323,541</u>	<u>\$ 10,080,011</u>	<u>\$ 45,045,627</u>	<u>\$ 995,757,846</u>
<u>Accumulated depreciation and impairment</u>									
Balance at January 1, 2023	\$ 6,370	\$ 4,941,239	\$ 67,411,386	\$ 505,590,018	\$ 13,887,222	\$ 17,009,155	\$ 4,557,669	\$ -	\$ 613,403,059
Depreciation	-	40,553	1,972,043	11,617,390	941,649	509,411	497,895	-	15,578,941
Disposals	-	-	(4,858)	(2,134,974)	(1,426,691)	(161,385)	(544,488)	-	(4,272,396)
Reclassification	-	-	1,128,045	(14,872)	-	(1,113,173)	-	-	-
Effect of foreign currency exchange differences	-	1,889	(17,389)	(8,821)	35,980	(6,096)	-	-	5,563
Balance at June 30, 2023	<u>\$ 6,370</u>	<u>\$ 4,983,681</u>	<u>\$ 70,489,227</u>	<u>\$ 515,048,741</u>	<u>\$ 13,438,160</u>	<u>\$ 16,237,912</u>	<u>\$ 4,511,076</u>	<u>\$ -</u>	<u>\$ 624,715,167</u>
Balance at December 31, 2022	<u>\$ 69,437,201</u>	<u>\$ 1,183,882</u>	<u>\$ 67,925,500</u>	<u>\$ 164,070,184</u>	<u>\$ 19,939,041</u>	<u>\$ 3,444,843</u>	<u>\$ 5,481,455</u>	<u>\$ 38,765,928</u>	<u>\$ 370,248,034</u>
Carrying amount at June 30, 2023	<u>\$ 69,433,914</u>	<u>\$ 1,167,905</u>	<u>\$ 67,147,012</u>	<u>\$ 160,824,664</u>	<u>\$ 18,768,993</u>	<u>\$ 3,085,629</u>	<u>\$ 5,568,935</u>	<u>\$ 45,045,627</u>	<u>\$ 371,042,679</u>

For the six months ended June 30, 2022

	Land	Land Improvements	Buildings	Machinery and Equipment	Transportation Equipment	Other Equipment	Spare Parts	Construction in Progress and Equipment to be Inspected	Total
<u>Cost</u>									
Balance at January 1, 2022	\$ 69,583,597	\$ 6,059,884	\$ 133,925,047	\$ 659,574,656	\$ 33,488,150	\$ 19,914,635	\$ 10,334,441	\$ 24,889,753	\$ 957,770,163
Additions	42,002	771	1,349,653	9,377,285	267,608	373,005	532,675	2,960,871	14,903,870
Disposals	-	(520)	(85,133)	(1,489,650)	(1,035,687)	(134,174)	(733,429)	-	(3,478,593)
Reclassification	-	-	(4,005)	(11,613)	-	33,448	(46,693)	21,502	(7,361)
Effect of foreign currency exchange differences	(2,043)	4,012	262,134	1,293,006	543,631	28,951	183	23,847	2,153,721
Balance at June 30, 2022	<u>\$ 69,623,556</u>	<u>\$ 6,064,147</u>	<u>\$ 135,447,696</u>	<u>\$ 668,743,684</u>	<u>\$ 33,263,702</u>	<u>\$ 20,215,865</u>	<u>\$ 10,087,177</u>	<u>\$ 27,895,973</u>	<u>\$ 971,341,800</u>
<u>Accumulated depreciation and impairment</u>									
Balance at January 1, 2022	\$ 6,370	\$ 4,866,267	\$ 63,610,591	\$ 485,134,247	\$ 12,478,921	\$ 16,317,861	\$ 4,692,205	\$ -	\$ 587,106,462
Depreciation	-	37,131	2,006,719	12,409,797	995,823	528,191	630,287	-	16,607,948
Disposals	-	(520)	(85,130)	(1,475,390)	(743,936)	(133,174)	(733,429)	-	(3,171,579)
Reclassification	-	-	(1,705)	(18,029)	-	19,720	-	-	(14)
Effect of foreign currency exchange differences	-	2,081	80,444	636,484	120,729	25,083	-	-	864,821
Balance at June 30, 2022	<u>\$ 6,370</u>	<u>\$ 4,904,959</u>	<u>\$ 65,610,919</u>	<u>\$ 496,687,109</u>	<u>\$ 12,851,537</u>	<u>\$ 16,757,681</u>	<u>\$ 4,589,063</u>	<u>\$ -</u>	<u>\$ 601,407,638</u>
Carrying amount at June 30, 2022	<u>\$ 69,617,186</u>	<u>\$ 1,159,188</u>	<u>\$ 69,836,777</u>	<u>\$ 172,056,575</u>	<u>\$ 20,412,165</u>	<u>\$ 3,458,184</u>	<u>\$ 5,498,114</u>	<u>\$ 27,895,973</u>	<u>\$ 369,934,162</u>