

China Steel Corporation and Subsidiaries

**Consolidated Financial Statements for the
Three Months Ended March 31, 2021 and 2020 and
Independent Auditors' Review Report**

INDEPENDENT AUDITORS' REVIEW REPORT

China Steel Corporation

Introduction

We have reviewed the accompanying consolidated balance sheets of China Steel Corporation (the Corporation) and its subsidiaries as of March 31, 2021 and 2020, and the consolidated statements of comprehensive income, changes in equity and cash flows for the three months then ended, and the notes to the consolidated financial statements, including a summary of significant accounting policies (collectively referred to as the consolidated financial statements). Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34 “Interim Financial Reporting” endorsed and issued into effect by the Financial Supervisory Commission (FSC) of the Republic of China. Our responsibility is to express a conclusion on the consolidated financial statements based on our reviews.

Scope of Review

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

Conclusion

Based on our reviews, nothing has come to our attention that caused us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the financial position of the Corporation and its subsidiaries as of March 31, 2021 and 2020, and its consolidated financial performance and its consolidated cash flows for the three months then ended in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34 “Interim Financial Reporting” endorsed and issued into effect by the FSC.

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

Deloitte & Touche
Taipei, Taiwan
Republic of China

May 7, 2021

Notice to Readers

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

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

CHINA STEEL CORPORATION AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS (In Thousands of New Taiwan Dollars)

| ASSETS | March 31, 2021 (Reviewed) | | December 31, 2020 (Audited) | | March 31, 2020 (Reviewed) | |
|---|---------------------------|------------|-----------------------------|------------|---------------------------|------------|
| | Amount | % | Amount | % | Amount | % |
| CURRENT ASSETS | | | | | | |
| Cash and cash equivalents (Note 6) | \$ 15,973,354 | 2 | \$ 16,140,326 | 3 | \$ 18,292,934 | 3 |
| Financial assets at fair value through profit or loss - current (Note 7) | 6,527,340 | 1 | 4,425,282 | 1 | 3,553,441 | 1 |
| Financial assets at fair value through other comprehensive income - current (Note 8) | 5,760,261 | 1 | 5,179,109 | 1 | 2,686,599 | - |
| Financial assets for hedging - current (Note 9) | 1,413,748 | - | 1,458,618 | - | 1,653,796 | - |
| Contract assets - current (Note 24) | 10,058,154 | 2 | 10,158,521 | 2 | 9,601,896 | 1 |
| Notes receivable (Note 10) | 1,485,512 | - | 1,602,893 | - | 1,141,073 | - |
| Notes receivable - related parties (Notes 10 and 30) | 65,326 | - | 118,989 | - | 249,064 | - |
| Accounts receivable, net (Note 10) | 13,076,071 | 2 | 11,480,441 | 2 | 10,105,342 | 2 |
| Accounts receivable - related parties (Notes 10 and 30) | 175,344 | - | 199,624 | - | 383,892 | - |
| Other receivables (Note 30) | 1,709,664 | - | 1,733,785 | - | 2,180,786 | - |
| Current tax assets | 665,830 | - | 710,432 | - | 422,420 | - |
| Inventories (Note 11) | 87,854,466 | 14 | 76,177,207 | 12 | 96,485,679 | 15 |
| Non-current assets held for sale | 142,688 | - | - | - | - | - |
| Other financial assets - current (Notes 13 and 31) | 8,589,501 | 1 | 8,601,911 | 1 | 8,356,084 | 1 |
| Other current assets | 3,860,345 | 1 | 3,350,746 | 1 | 4,668,622 | 1 |
| Total current assets | 157,357,604 | 24 | 141,337,884 | 23 | 159,781,628 | 24 |
| NONCURRENT ASSETS | | | | | | |
| Financial assets at fair value through profit or loss - noncurrent (Note 7) | 955,449 | - | 1,015,359 | - | 1,007,950 | - |
| Financial assets at fair value through other comprehensive income - noncurrent (Note 8) | 55,103,064 | 9 | 54,879,242 | 9 | 50,895,373 | 8 |
| Financial assets at amortized cost - noncurrent | 3,910 | - | 3,939 | - | 3,829 | - |
| Financial assets for hedging - noncurrent (Note 9) | 2,965 | - | 4,561 | - | 3,214 | - |
| Investments accounted for using the equity method (Note 12) | 13,791,044 | 2 | 13,708,257 | 2 | 14,597,879 | 2 |
| Property, plant and equipment (Notes 14 and 31) | 381,158,225 | 60 | 384,332,644 | 61 | 388,695,989 | 59 |
| Right-of-use assets (Note 15) | 12,961,987 | 2 | 13,720,878 | 2 | 14,500,385 | 2 |
| Investment properties (Notes 16 and 31) | 9,499,949 | 2 | 9,718,233 | 2 | 9,749,806 | 2 |
| Intangible assets | 1,613,591 | - | 1,654,972 | - | 1,646,988 | - |
| Deferred tax assets | 8,649,333 | 1 | 8,863,670 | 1 | 9,449,554 | 2 |
| Refundable deposits | 752,516 | - | 683,498 | - | 596,980 | - |
| Other financial assets - noncurrent (Notes 13 and 31) | 3,084,549 | - | 3,079,366 | - | 2,476,951 | - |
| Other noncurrent assets | 3,029,371 | - | 3,080,194 | - | 3,248,484 | 1 |
| Total noncurrent assets | 490,605,953 | 76 | 494,744,813 | 77 | 496,873,382 | 76 |
| TOTAL | \$ 647,963,557 | 100 | \$ 636,082,697 | 100 | \$ 656,655,010 | 100 |
| LIABILITIES AND EQUITY | | | | | | |
| CURRENT LIABILITIES | | | | | | |
| Short-term borrowings and bank overdraft (Notes 17 and 31) | \$ 26,736,162 | 4 | \$ 22,510,392 | 4 | \$ 37,401,922 | 6 |
| Short-term bills payable (Note 17) | 38,184,519 | 6 | 32,072,318 | 5 | 45,792,369 | 7 |
| Financial liabilities at fair value through profit or loss - current (Note 7) | 3,529 | - | 736 | - | 212 | - |
| Financial liabilities for hedging - current (Note 9) | 1,717,676 | - | 1,880,889 | - | 2,716,563 | - |
| Contract liabilities - current (Note 24) | 5,867,494 | 1 | 5,564,585 | 1 | 6,289,947 | 1 |
| Notes payable | 1,352,405 | - | 1,561,308 | - | 994,647 | - |
| Accounts payable (Note 19) | 18,889,831 | 3 | 17,138,527 | 3 | 18,306,206 | 3 |
| Accounts payable - related parties (Notes 19 and 30) | 324,572 | - | 37,588 | - | 118,673 | - |
| Other payables (Notes 20 and 30) | 20,770,276 | 3 | 23,055,595 | 4 | 20,026,050 | 4 |
| Current tax liabilities | 2,790,820 | 1 | 883,896 | - | 1,401,165 | - |
| Provisions - current (Note 21) | 7,324,660 | 1 | 6,501,683 | 1 | 4,548,093 | 1 |
| Lease liabilities - current (Note 15) | 898,671 | - | 954,695 | - | 974,561 | - |
| Current portion of bonds payable (Note 18) | 13,949,621 | 2 | 17,399,351 | 3 | 15,549,404 | 2 |
| Current portion of long-term bank borrowings (Notes 17 and 31) | 2,341,142 | - | 2,215,129 | - | 7,428,565 | 1 |
| Refund liabilities - current | 2,976,338 | 1 | 2,148,949 | - | 2,418,239 | - |
| Other current liabilities | 1,470,157 | - | 1,400,912 | - | 1,447,407 | - |
| Total current liabilities | 145,597,873 | 22 | 135,326,553 | 21 | 165,414,023 | 25 |
| NONCURRENT LIABILITIES | | | | | | |
| Financial liabilities for hedging - noncurrent (Note 9) | 317,873 | - | 338,608 | - | 1,988,846 | - |
| Bonds payable (Note 18) | 79,800,013 | 12 | 79,800,146 | 13 | 81,950,818 | 13 |
| Long-term bank borrowings (Notes 17 and 31) | 32,819,535 | 5 | 42,157,426 | 7 | 28,971,004 | 4 |
| Long-term bills payable (Note 17) | 17,904,104 | 3 | 18,673,657 | 3 | 16,975,023 | 3 |
| Provisions - noncurrent (Note 21) | 1,051,298 | - | 1,041,882 | - | 1,072,131 | - |
| Deferred tax liabilities | 14,256,137 | 2 | 14,267,718 | 2 | 13,797,585 | 2 |
| Lease liabilities - noncurrent (Note 15) | 10,288,005 | 2 | 10,966,743 | 2 | 11,503,398 | 2 |
| Net defined benefit liabilities | 9,195,284 | 2 | 9,267,896 | 1 | 9,309,633 | 1 |
| Other noncurrent liabilities | 1,176,811 | - | 1,135,087 | - | 1,118,131 | - |
| Total noncurrent liabilities | 166,809,060 | 26 | 177,649,163 | 28 | 166,686,569 | 25 |
| Total liabilities | 312,406,933 | 48 | 312,975,716 | 49 | 332,100,592 | 50 |
| EQUITY ATTRIBUTABLE TO OWNERS OF THE CORPORATION (Note 23) | | | | | | |
| Share capital | | | | | | |
| Ordinary shares | 157,348,610 | 24 | 157,348,610 | 25 | 157,348,610 | 24 |
| Preference shares | 382,680 | - | 382,680 | - | 382,680 | - |
| Total share capital | 157,731,290 | 24 | 157,731,290 | 25 | 157,731,290 | 24 |
| Capital surplus | 39,118,537 | 6 | 39,077,456 | 6 | 38,913,206 | 6 |
| Retained earnings | | | | | | |
| Legal reserve | 66,532,412 | 10 | 66,532,412 | 10 | 65,674,189 | 10 |
| Special reserve | 27,912,065 | 4 | 27,912,065 | 4 | 27,803,906 | 4 |
| Unappropriated earnings | 23,127,261 | 4 | 13,897,589 | 2 | 19,808,897 | 3 |
| Total retained earnings | 117,571,738 | 18 | 108,342,066 | 16 | 113,286,992 | 17 |
| Other equity | (2,789,859) | - | (3,187,669) | - | (6,625,391) | (1) |
| Treasury shares | (8,660,662) | (1) | (8,664,198) | (1) | (8,664,198) | (1) |
| Total equity attributable to owners of the Corporation | 302,971,044 | 47 | 293,298,945 | 46 | 294,641,899 | 45 |
| NON-CONTROLLING INTERESTS | 32,585,580 | 5 | 29,808,036 | 5 | 29,912,519 | 5 |
| Total equity | 335,556,624 | 52 | 323,106,981 | 51 | 324,554,418 | 50 |
| TOTAL | \$ 647,963,557 | 100 | \$ 636,082,697 | 100 | \$ 656,655,010 | 100 |

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

CHINA STEEL CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (In Thousands of New Taiwan Dollars, Except Earnings (Loss) Per Share) (Reviewed, Not Audited)

| | For the Three Months Ended March 31 | | | |
|---|--|-----------|--------------------|------------|
| | 2021 | | 2020 | |
| | Amount | % | Amount | % |
| OPERATING REVENUE (Notes 24, 30 and 35) | \$ 97,821,598 | 100 | \$ 77,918,877 | 100 |
| OPERATING COSTS (Notes 11, 25 and 30) | <u>81,848,298</u> | <u>84</u> | <u>77,005,827</u> | <u>99</u> |
| GROSS PROFIT | <u>15,973,300</u> | <u>16</u> | <u>913,050</u> | <u>1</u> |
| OPERATING EXPENSES | | | | |
| Selling and marketing expenses | 1,158,086 | 1 | 1,293,908 | 2 |
| General and administrative expenses | 1,662,671 | 2 | 1,519,420 | 2 |
| Research and development expenses | 541,357 | 1 | 470,634 | - |
| Expected credit loss | <u>121,998</u> | <u>-</u> | <u>8,513</u> | <u>-</u> |
| Total operating expenses | <u>3,484,112</u> | <u>4</u> | <u>3,292,475</u> | <u>4</u> |
| PROFIT (LOSS) FROM OPERATIONS | <u>12,489,188</u> | <u>12</u> | <u>(2,379,425)</u> | <u>(3)</u> |
| NON-OPERATING INCOME AND EXPENSES | | | | |
| Interest income (Note 25) | 62,948 | - | 60,434 | - |
| Other income (Notes 25 and 30) | 704,885 | 1 | 466,878 | 1 |
| Other gains and losses (Notes 25 and 30) | 24,763 | - | (288,134) | - |
| Finance costs (Note 25) | (478,597) | - | (719,274) | (1) |
| Share of the profit of associates | <u>295,993</u> | <u>-</u> | <u>293,031</u> | <u>-</u> |
| Total non-operating income and expenses | <u>609,992</u> | <u>1</u> | <u>(187,065)</u> | <u>-</u> |
| PROFIT (LOSS) BEFORE INCOME TAX | 13,099,180 | 13 | (2,566,490) | (3) |
| INCOME TAX EXPENSE (BENEFIT) (Notes 4 and 26) | <u>2,291,438</u> | <u>2</u> | <u>(447,763)</u> | <u>-</u> |
| NET PROFIT (LOSS) FOR THE PERIOD | <u>10,807,742</u> | <u>11</u> | <u>(2,118,727)</u> | <u>(3)</u> |
| OTHER COMPREHENSIVE INCOME (Notes 23 and 26) | | | | |
| Items that will not be reclassified subsequently to profit or loss | | | | |
| Remeasurement of defined benefit plans | (91) | - | - | - |
| Unrealized gains and losses on investments in equity instruments designated as at fair value through other comprehensive income | 646,386 | 1 | (4,759,113) | (5) |

(Continued)

CHINA STEEL CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (In Thousands of New Taiwan Dollars, Except Earnings (Loss) Per Share) (Reviewed, Not Audited)

| | For the Three Months Ended March 31 | | | |
|---|--|-----------|-----------------------|-------------|
| | 2021 | | 2020 | |
| | Amount | % | Amount | % |
| Gains and losses on hedging instruments | \$ 47,248 | - | \$ (34,970) | - |
| Share of the other comprehensive income of associates | 25,290 | - | 1,269 | - |
| Income tax benefit relating to items that will not be reclassified subsequently to profit or loss | 53,996 | - | 188,696 | - |
| Items that may be reclassified subsequently to profit or loss | | | | |
| Exchange differences on translating foreign operations | (47,282) | - | (2,165,361) | (3) |
| Unrealized gains and losses on investments in debt instruments designated as at fair value through other comprehensive income | (2,097) | - | - | - |
| Gains and losses on hedging instruments | - | - | (14,344) | - |
| Share of the other comprehensive income of associates | 82,638 | - | 979,794 | 1 |
| Income tax expense relating to items that may be reclassified subsequently to profit or loss | <u>(2,208)</u> | <u>-</u> | <u>(30,440)</u> | <u>-</u> |
| Other comprehensive income (loss) for the period, net of income tax | <u>803,880</u> | <u>1</u> | <u>(5,834,469)</u> | <u>(7)</u> |
| TOTAL COMPREHENSIVE INCOME FOR THE PERIOD | <u>\$ 11,611,622</u> | <u>12</u> | <u>\$ (7,953,196)</u> | <u>(10)</u> |
| NET PROFIT (LOSS) ATTRIBUTABLE TO: | | | | |
| Owners of the Corporation | \$ 9,026,676 | 9 | \$ (2,255,538) | (3) |
| Non-controlling interests | <u>1,781,066</u> | <u>2</u> | <u>136,811</u> | <u>-</u> |
| | <u>\$ 10,807,742</u> | <u>11</u> | <u>\$ (2,118,727)</u> | <u>(3)</u> |
| TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO: | | | | |
| Owners of the Corporation | \$ 9,627,482 | 10 | \$ (7,952,571) | (10) |
| Non-controlling interests | <u>1,984,140</u> | <u>2</u> | <u>(625)</u> | <u>-</u> |
| | <u>\$ 11,611,622</u> | <u>12</u> | <u>\$ (7,953,196)</u> | <u>(10)</u> |
| EARNINGS (LOSS) PER SHARE (Note 27) | | | | |
| Basic | <u>\$ 0.58</u> | | <u>\$ (0.15)</u> | |
| Diluted | <u>\$ 0.58</u> | | <u>\$ (0.15)</u> | |

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

(Concluded)

CHINA STEEL CORPORATION AND SUBSIDIARIES

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

| | Equity Attributable to Owners of the Corporation | | | | | | | | | | | | | Non-controlling Interests | Total Equity |
|--|--|-------------------|-----------------|-------------------|-----------------|-------------------------|--|--|---|--------------------|--|-----------------|---------------|---------------------------|--------------|
| | Share Capital | | | Retained Earnings | | | Other Equity | | | | Total Equity Attributable to Owners of the Corporation | | | | |
| | 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 | | | |
| BALANCE AT JANUARY 1, 2020 | \$ 157,348,610 | \$ 382,680 | \$ 38,877,269 | \$ 65,674,189 | \$ 27,803,906 | \$ 21,998,036 | \$ (6,838,836) | \$ 2,124,342 | \$ 3,852,535 | \$ (861,959) | \$ (8,664,198) | \$ 302,558,533 | \$ 29,655,977 | \$ 332,214,510 | |
| Net profit (loss) for the three months ended March 31, 2020 | - | - | - | - | - | (2,255,538) | - | - | - | - | - | (2,255,538) | 136,811 | (2,118,727) | |
| Other comprehensive income for the three months ended March 31, 2020, net of income tax | - | - | - | - | - | 74 | (976,944) | (4,675,682) | (44,481) | (5,697,107) | - | (5,697,033) | (137,436) | (5,834,469) | |
| Total comprehensive income for the three months ended March 31, 2020 | - | - | - | - | - | (2,255,464) | (976,944) | (4,675,682) | (44,481) | (5,697,107) | - | (7,952,571) | (625) | (7,953,196) | |
| Adjustment of non-controlling interests | - | - | - | - | - | - | - | - | - | - | - | - | 257,167 | 257,167 | |
| Disposal of investments in equity instruments at fair value through other comprehensive income | - | - | - | - | - | 66,325 | - | (66,325) | - | (66,325) | - | - | - | - | |
| Adjustment of other equity | - | - | 35,937 | - | - | - | - | - | - | - | - | 35,937 | - | 35,937 | |
| BALANCE AT MARCH 31, 2020 | \$ 157,348,610 | \$ 382,680 | \$ 38,913,206 | \$ 65,674,189 | \$ 27,803,906 | \$ 19,808,897 | \$ (7,815,780) | \$ (2,617,665) | \$ 3,808,054 | \$ (6,625,391) | \$ (8,664,198) | \$ 294,641,899 | \$ 29,912,519 | \$ 324,554,418 | |
| BALANCE AT JANUARY 1, 2021 | \$ 157,348,610 | \$ 382,680 | \$ 39,077,456 | \$ 66,532,412 | \$ 27,912,065 | \$ 13,897,589 | \$ (7,528,950) | \$ 543,417 | \$ 3,797,864 | \$ (3,187,669) | \$ (8,664,198) | \$ 293,298,945 | \$ 29,808,036 | \$ 323,106,981 | |
| Net profit for the three months ended March 31, 2021 | - | - | - | - | - | 9,026,676 | - | - | - | - | - | 9,026,676 | 1,781,066 | 10,807,742 | |
| Other comprehensive income for the three months ended March 31, 2021, net of income tax | - | - | - | - | - | (107) | (178,472) | 726,999 | 52,386 | 600,913 | - | 600,806 | 203,074 | 803,880 | |
| Total comprehensive income for the three months ended March 31, 2021 | - | - | - | - | - | 9,026,569 | (178,472) | 726,999 | 52,386 | 600,913 | - | 9,627,482 | 1,984,140 | 11,611,622 | |
| Adjustment of non-controlling interests | - | - | - | - | - | - | - | - | - | - | - | - | 793,404 | 793,404 | |
| Disposal of investments in equity instruments at fair value through other comprehensive income | - | - | - | - | - | 203,103 | - | (203,103) | - | (203,103) | - | - | - | - | |
| Adjustment of other equity | - | - | 41,081 | - | - | - | - | - | - | - | 3,536 | 44,617 | - | 44,617 | |
| BALANCE AT MARCH 31, 2021 | \$ 157,348,610 | \$ 382,680 | \$ 39,118,537 | \$ 66,532,412 | \$ 27,912,065 | \$ 23,127,261 | \$ (7,707,422) | \$ 1,067,313 | \$ 3,850,250 | \$ (2,789,859) | \$ (8,660,662) | \$ 302,971,044 | \$ 32,585,580 | \$ 335,556,624 | |

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

CHINA STEEL CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS

(In Thousands of New Taiwan Dollars)

(Reviewed, Not Audited)

| | For the Three Months Ended March 31 | |
|--|--|----------------|
| | 2021 | 2020 |
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Profit (loss) before income tax | \$ 13,099,180 | \$ (2,566,490) |
| Adjustments for: | | |
| Depreciation expense | 8,196,410 | 8,431,223 |
| Amortization expense | 64,912 | 59,708 |
| Expected credit loss | 121,998 | 8,513 |
| Net loss (gain) on financial assets and liabilities at fair value through profit or loss | (13,743) | 105,078 |
| Finance costs | 478,597 | 719,274 |
| Interest income | (62,948) | (60,434) |
| Dividends income | (380,541) | (10,007) |
| Share of the profit of associates | (295,759) | (294,779) |
| Loss on disposal of property, plant and equipment | 32,608 | 10,928 |
| Gain on disposal of investment properties | (26,755) | - |
| Loss (gain) on disposal of investments | (14,366) | 7,176 |
| Write-down of (reversal of) inventories | 124,048 | (761,872) |
| Impairment loss on non-financial assets | 666,202 | - |
| Recognition of provisions | 835,971 | 729,582 |
| Others | 10,279 | 8,488 |
| Changes in operating assets and liabilities | | |
| Financial assets mandatorily classified as at fair value through profit or loss | (846,435) | 37,453 |
| Financial assets for hedging | 5,940 | 279,459 |
| Contract assets | 108,212 | 436,983 |
| Notes receivable | 117,381 | 105,732 |
| Notes receivable - related parties | 53,663 | (23,885) |
| Accounts receivable | (1,710,338) | 906,374 |
| Accounts receivable - related parties | 24,280 | 12,650 |
| Other receivables | 122,970 | (441,575) |
| Inventories | (11,800,095) | 3,931,391 |
| Other current assets | (483,043) | (405,171) |
| Financial liabilities for hedging | (45,835) | (189,791) |
| Contract liabilities | 302,909 | 85,989 |
| Notes payable | (208,903) | (653,571) |
| Accounts payable | 1,751,304 | 3,678,401 |
| Accounts payable - related parties | 286,984 | 47,947 |
| Other payables | (2,073,080) | (2,921,433) |
| Provisions | (4,723) | (7,189) |
| Other current liabilities | 69,245 | (7,878) |
| Net defined benefit liabilities | (72,612) | (88,730) |
| Refund liabilities | 827,389 | 678,538 |
| Cash generated from operations | 9,261,306 | 11,848,082 |

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CHINA STEEL CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS

(In Thousands of New Taiwan Dollars)

(Reviewed, Not Audited)

| | For the Three Months Ended March 31 | |
|---|--|--------------------|
| | 2021 | 2020 |
| Income taxes paid | \$ (85,475) | \$ (96,033) |
| Net cash generated from operating activities | <u>9,175,831</u> | <u>11,752,049</u> |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Acquisition of financial assets at fair value through other comprehensive income | (1,462,196) | (547,630) |
| Proceeds from disposal of financial assets at fair value through other comprehensive income | 1,490,092 | 1,221,979 |
| Acquisition of financial assets at fair value through profit or loss | (4,126,957) | (1,104,226) |
| Proceeds from disposal of financial assets at fair value through profit or loss | 2,856,570 | 1,160,250 |
| Acquisition of investments accounted for using the equity method | - | (375,000) |
| Proceeds from disposal of investments accounted for using the equity method | 28,680 | 17,189 |
| Acquisition of property, plant and equipment | (5,461,738) | (6,953,304) |
| Proceeds from disposal of property, plant and equipment | 425 | 3,763 |
| Decrease (increase) in refundable deposits | (95,574) | 4,440 |
| Acquisition of intangible assets | (6,908) | (16,336) |
| Acquisition of investment properties | - | (10,483) |
| Proceeds from disposal of investment properties | 60,185 | - |
| Decrease in other financial assets | 7,227 | 362,292 |
| Increase in other noncurrent assets | (48,558) | (15,882) |
| Interest received | 70,112 | 63,751 |
| Dividends received from associates | 227,060 | 441,185 |
| Dividends received from others | <u>376,486</u> | <u>9,700</u> |
| Net cash used in investing activities | <u>(6,085,094)</u> | <u>(5,738,312)</u> |
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Proceeds from short-term borrowings | 48,884,925 | 82,658,047 |
| Repayments of short-term borrowings | (44,680,916) | (85,296,339) |
| Proceeds from short-term bills payable | 41,682,201 | 33,287,095 |
| Repayments of short-term bills payable | (35,570,000) | (26,530,658) |
| Proceeds from bonds payable | - | 2,000,000 |
| Repayments of bonds payable | (3,450,000) | (3,450,000) |
| Proceeds from long-term bank borrowings | 7,082,140 | 14,870,000 |
| Repayments of long-term bank borrowings | (16,332,750) | (24,081,099) |
| Proceeds from long-term bills payable | 1,340,205 | 4,200,298 |
| Repayments of long-term bills payable | (2,109,757) | (1,320,168) |
| Repayments of principal of lease liabilities | (260,762) | (277,048) |
| Increase in other noncurrent liabilities | 41,724 | 9,673 |

(Continued)

CHINA STEEL CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS

(In Thousands of New Taiwan Dollars)

(Reviewed, Not Audited)

| | For the Three Months Ended March 31 | |
|---|--|----------------------|
| | 2021 | 2020 |
| Dividends paid to owners of the Corporation | \$ (1,408) | \$ (2,040) |
| Interest paid | (652,381) | (899,299) |
| Increase in non-controlling interests | <u>793,404</u> | <u>257,167</u> |
| Net cash used in financing activities | <u>(3,233,375)</u> | <u>(4,574,371)</u> |
| EFFECT OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH AND CASH EQUIVALENTS HELD IN FOREIGN CURRENCIES | <u>332,133</u> | <u>(152,243)</u> |
| NET INCREASE IN CASH AND CASH EQUIVALENTS | 189,495 | 1,287,123 |
| CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD | <u>12,806,364</u> | <u>12,031,039</u> |
| CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD | <u>\$ 12,995,859</u> | <u>\$ 13,318,162</u> |
| Reconciliation of the amounts in the consolidated statements of cash flows with the equivalent items reported in the consolidated balance sheets as of March 31, 2021 and 2020: | | |
| Cash and cash equivalents in the consolidated balance sheets | \$ 15,973,354 | \$ 18,292,934 |
| Bank overdraft | <u>(2,977,495)</u> | <u>(4,974,772)</u> |
| Cash and cash equivalents in the consolidated statements of cash flows | <u>\$ 12,995,859</u> | <u>\$ 13,318,162</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 THREE MONTHS ENDED MARCH 31, 2021 AND 2020 (In Thousands of New Taiwan Dollars, Unless Stated Otherwise) (Reviewed, Not Audited)

1. GENERAL INFORMATION

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

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

As of March 31, 2021, the Ministry of Economic Affairs (MOEA), Republic of China owned 20 % of the Corporation's issued shares.

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

2. APPROVAL OF FINANCIAL STATEMENTS

The consolidated financial statements were reported to the Corporation's board of directors for issue on May 7, 2021.

3. APPLICATION OF NEW AND AMENDED STANDARDS AND INTERPRETATIONS

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

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

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

| <u>New IFRSs</u> | <u>Effective Date Announced by IASB (Note 1)</u> |
|--|--|
| "Annual Improvements to IFRS Standards 2018–2020" | January 1, 2022 (Note 2) |
| Amendments to IFRS 3 "Reference to the Conceptual Framework" | January 1, 2022 (Note 3) |
| Amendments to IFRS 10 and IAS 28 "Sale or Contribution of Assets between An Investor and Its Associate or Joint Venture" | To be determined by IASB |
| Amendments to IFRS 16 "Covid-19-Related Rent Concessions beyond 30 June 2021" | April 1, 2021 (Note 8) |
| IFRS 17 "Insurance Contracts" | January 1, 2023 |
| Amendments to IFRS 17 | January 1, 2023 |

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

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

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

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

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

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

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

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

Note 8: A lessee should apply the amendment for annual reporting periods beginning on or after April 1, 2021, recognizing the cumulative effect of initial application at the beginning of the annual reporting period.

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

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

For readers’ convenience, the accompanying consolidated financial statements have been translated into English from the original Chinese version prepared and used in the ROC. If inconsistencies arise between the English version and the Chinese version or if differences arise in the interpretations between the two versions, the Chinese version of the consolidated financial statements shall prevail.

a. Statement of compliance

The consolidated financial statements have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and IAS 34 “Interim Financial Reporting” as endorsed and issued into effect by the FSC. The consolidated financial statements do not present full disclosures required for a complete set of IFRSs annual financial statements.

b. Basis of consolidation

The consolidated entities were as follows:

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

| Investor | Investee | Main Businesses | Percentage of Ownership (%) | | | Additional Descriptions |
|---|--|---|-----------------------------|-------------------|----------------|--|
| | | | March 31, 2021 | December 31, 2020 | March 31, 2020 | |
| China Steel Corporation | United Steel International Co., Ltd. (USICL) | Holding and investment | 80 | 80 | 80 | Direct and indirect ownerships amounted to 100% |
| China Steel Corporation | China Steel Power Holding Corporation (CPHC) | General investment | 51 | 51 | 51 | |
| Gains Investment Corporation | Eminence Investment Corporation (EIC) | General investment | 100 | 100 | 100 | |
| Gains Investment Corporation | Betacera Inc. (BETACERA) | Manufacturing and trading of electronic ceramics | 48 | 48 | 48 | Direct and indirect ownerships amounted to 52% |
| Gains 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 |
| Gains Investment Corporation | Gainsplus Asset Management Inc. (GAINSPUS) | General investment | - | 100 | 100 | End of settlement in March 2021 |
| Gains Investment Corporation | Universal Exchange Inc. (UEC) | Wholesale of computer software, software design services, digital information supply services | 64 | 64 | 64 | Direct and indirect ownerships amounted to 99% |
| Gains Investment Corporation | Mentor Consulting Corporation (MCC) | Management consulting services | 100 | 100 | 100 | |
| Gains Investment Corporation | Winning Investment Corporation (WIC) | General investment | 49 | 49 | 49 | Direct and indirect ownerships amounted to 58% |
| Gains Investment Corporation | Pro-Ascentek Investment Corporation (PAIC) | General investment | 5 | - | - | Direct and indirect ownerships amounted to 61%, and investment in January 2021 |
| Eminence Investment Corporation | Shin Mau Investment Corporation (SMIC) | General investment | 30 | 30 | 30 | Direct and indirect ownerships amounted to 100% |
| Eminence Investment Corporation | Ding Da Investment Corporation (DDIC) | General investment | 30 | 30 | 30 | Direct and indirect ownerships amounted to 100% |
| Eminence Investment Corporation | Gau Ruei Investment Corporation (GRIC) | General investment | 25 | 25 | 25 | Direct and indirect ownerships amounted to 100% |
| Eminence Investment Corporation | 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% |
| Shin Mau Investment Corporation | 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% |
| Gau Ruei Investment Corporation | Li-Ching-Long Investment Corporation (LCLIC) | General investment | 5 | 5 | 5 | Direct and indirect ownerships amounted to 100% |
| Betacera Inc. | Lefkara Ltd. (Lefkara) | Holding and Investment | 100 | 100 | 100 | |
| Lefkara Ltd. | Betacera (Su Zhou) Co., Ltd. (BSZ) | Manufacturing and trading of electronic ceramics | 100 | 100 | 100 | |
| Lefkara Ltd. | Shanghai Xike Ceramic Electronic Co., Ltd. (SHXCE) | Manufacturing and trading of electronic ceramics | 100 | 100 | 100 | |
| Lefkara Ltd. | Suzhou Betacera Technology Co., Ltd. (SBTC) | Manufacturing and trading of aeronautical or marine life saving products | 100 | 100 | 100 | |
| Thintech Materials Technology Co., Ltd. | Thintech Global Limited (TTGL) | Holding and investment | 100 | 100 | 100 | |
| Thintech Global Limited | Taicang Thintech Materials Co., Ltd. (TCMC) | Sputtering target manufacturing and sales | 100 | 100 | 100 | |
| China Steel Express Corporation | CSEI Transport (Panama) Corporation (CSEIP) | Shipping services for raw materials | - | - | 100 | End of settlement in September 2020 |
| China Steel Express Corporation | CSE Transport Corporation (CSEP) | Shipping services for raw materials | 100 | 100 | 100 | |
| China Steel Express Corporation | Transglory Investment Corporation (TIC) | General investment | 50 | 50 | 50 | Direct and indirect ownerships amounted to 100% |
| China Steel Express Corporation | Kaopost 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 | |

| Investor | Investee | Main Businesses | Percentage of Ownership (%) | | | Additional Descriptions |
|---|--|--|-----------------------------|-------------------|----------------|---|
| | | | March 31, 2021 | December 31, 2020 | March 31, 2020 | |
| ALU Investment Offshore Corporation | United Steel International Development Corporation (USID) | Holding and investment | 65 | 65 | 65 | Direct and indirect ownerships amounted to 79% |
| United Steel International Development Corporation | Ningbo Huayang Aluminium-Tech Co., Ltd. (NA) | Production of aluminum products | 100 | 100 | 100 | |
| China Prosperity Development Corporation | CK Japan Co., Ltd. (CKJCL) | Real estate lease | 80 | 80 | 80 | Direct and indirect ownerships amounted to 100% |
| China Prosperity Development Corporation | China Prosperity Construction Corporation (CPCC) (Renamed from United Steel Development Corporation Limited) | Real estate development | 60 | 60 | 60 | Direct and indirect ownerships amounted to 100% and renamed in January 2020 |
| China Steel Asia Pacific Holdings Pte Ltd | CSC Steel Holdings Berhad (CSHB) | General investment | 46 | 46 | 46 | Refer to 2) below |
| China Steel Asia Pacific Holdings Pte Ltd | 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 Asia Pacific Holdings Pte Ltd | China Steel Precision Metals Qingdao Co., Ltd. (CSMQ) | Cutting and processing of steel products | 60 | 60 | 60 | Direct and indirect ownerships amounted to 70% |
| CSC Steel Holdings Berhad | CSC Steel Sdn. Bhd. (CSCM) | Manufacture and sale of steel products | 100 | 100 | 100 | |
| CSC Steel Holdings Berhad | Group Steel Corporation (M) Sdn. Bhd. (GSC) | General investment | 100 | 100 | 100 | |
| CSC Steel Sdn. Bhd. | Constant Mode Sdn. Bhd. (CMSB) | General investment | 100 | 100 | 100 | |
| Chung Hung Steel Corporation | Hung Kao Investment Corporation (HKIC) | General investment | 100 | 100 | 100 | |
| China Steel Chemical Corporation | Ever Wealthy International Corporation (EWIC) | General investment | 100 | 100 | 100 | |
| China Steel Chemical Corporation | Ever Glory International Co., Ltd. (EVERGLORY) | International trading and general investment | - | - | 100 | End of settlement in September 2020 |
| China Steel Chemical Corporation | Formosa Ha Tinh CSCC (Cayman) International Limited (FHTCIL) | General investment | 50 | 50 | 50 | |
| Ever Wealthy International Corporation | Changzhou China Steel New Materials Technology Co., Ltd. (CSNCMT) | Mesophase sales and trading | 100 | 100 | 100 | |
| China Steel Global Trading Corporation | Chung Mao Trading (Samoa) Corporation (SAMOA) | Holding and investment | 100 | 100 | 100 | |
| China Steel Global Trading Corporation | 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% |
| China Steel Global Trading Corporation | CSGT (Singapore) Pte. Ltd. (CSGTSNG) | Buy and sell, and act as an agency for steel products | 100 | 100 | 100 | |
| China Steel Global Trading Corporation | Chung Mao Trading (BVI) Corporation (CSGTBVI) | Holding and investment | 65 | 65 | 65 | |
| China Steel Global Trading Corporation | CSGT International Corporation (CIC) | Holding and investment | 100 | 100 | 100 | |
| China Steel Global Trading Corporation | CSGT (Shenzhen) Co., Ltd. (SZH) | Buy and sell, and act as an agency for steel products | 100 | 100 | - | Investment in September 2020 |
| Chung Mao Trading (Samoa) Corporation | CSGT (Shanghai) Co., Ltd. (CSGTPRC) | Buy and sell, and act as an agency for steel products | 100 | 100 | 100 | |
| Wabo Global Trading Corporation | CSGT Japan Co., Ltd. (CSGTJPN) | Buy and sell, and act as an agency for steel products | 100 | 100 | 100 | |
| Chung Mao Trading (BVI) Corporation | CSGT Hong Kong Limited (CSGTHK) | Buy and sell, and act as an agency for steel products | 100 | 100 | 100 | |
| CSGT International Corporation | CSGT Metals Vietnam Joint Stock Company (CSGT-VTM) | Cutting and processing of steel products | 60 | 60 | 54 | |
| CSGT International Corporation | 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 | |
| CHC Resources Corporation | Pao Good Industrial Co., Ltd. (PG) | Sales of fly ash, manufacture and sales of dry-mix mortar, trading | 51 | 51 | 51 | |
| CHC Resources Corporation | Yu Cheng Lime Corporation (YCC) | Real estate lease, management of raw materials | 90 | 90 | 90 | |
| CHC Resources Corporation | CHC Resources Vietnam Co., Ltd (CHCV) | Sales of GBFS | 85 | 85 | 85 | |
| CHC Resources Corporation | Mao Lian Enterprise Co., Ltd. (Mao Lian) | Real estate lease | 100 | 100 | - | Acquired in October 2020 |
| InfoChamp Systems Corporation | Info-Champ System (B.V.I) Corporation (ICSCB) | Holding and investment | 100 | 100 | 100 | |
| Info-Champ System (B.V.I) Corporation | Wuhan InfoChamp I.T. Co., Ltd. (WICIT) | Enterprise information system integration services | 100 | 100 | 100 | |
| China Steel Structure Co., Ltd. | United Steel Engineering & Construction Corporation (USEC) | Construction and management of buildings, roads and railways, and other civil engineering projects | 100 | 100 | 100 | |
| China Steel Structure Co., Ltd. | China Steel Structure Holding Co., Ltd. (CSSHCL) | Holding and investment | 37 | 37 | 37 | Direct and indirect ownerships amounted to 100% |
| China Steel Structure Co., Ltd. | China Steel Structure Investment Pte. Ltd. (CSSIPL) | Holding and investment | 100 | 100 | 100 | |
| United Steel Engineering & Construction Corporation | United Steel Investment Pte Ltd (USIPL) | Holding and investment | 100 | 100 | 100 | |

| Investor | Investee | Main Businesses | Percentage of Ownership (%) | | | Additional Descriptions |
|---|---|--|-----------------------------|-------------------|----------------|--|
| | | | March 31, 2021 | December 31, 2020 | March 31, 2020 | |
| United Steel Engineering & Construction Corporation | United Steel Construction (Vietnam) Co., Ltd. (USCVC) | Construction and management of buildings, roads and railways, and other civil engineering projects | 100 | 100 | 100 | |
| China Steel Structure Holding Co., Ltd. | China Steel Structure Investment Co., Ltd. (CSSICL) | Holding and investment | - | - | 100 | Disposal in May 2020 |
| China Steel Structure Investment Co., Ltd. | Chung-Kang Steel Structure (Kunshan) Co., Ltd. (CKSSKC) | Manufacture and sale of products of steel structure | - | - | 100 | Disposal in May 2020 |
| China Ecotek Corporation | CEC International Corporation (CECIC) | Holding and investment | 100 | 100 | 100 | |
| China Ecotek Corporation | CEC Development Corporation (CDC) | Holding and investment | 100 | 100 | 100 | |
| China Ecotek Corporation | China Ecotek Construction Corporation (CECC) | Engineering service industry | - | 100 | 100 | Under settlement procedure in March 2021 |
| China Ecotek Corporation | CEC Holding Company Limited (CHC) | Holding and investment | 100 | 100 | 100 | |
| China Ecotek Corporation | Econova Technology Corporation (ETC) | Environmental engineering, M&E engineering, and O&M engineering | - | - | 100 | End of settlement in September 2020 |
| CEC International Corporation | China Ecotek India Private Limited (CECI) | Projects designs, construction and related services | 100 | 100 | 100 | |
| CEC Development Corporation | China Ecotek Vietnam Company Limited (CEVC) | Projects designs, construction and related services | 100 | 100 | 100 | |
| CEC Development Corporation | Xiamen Ecotek PRC Company Limited (XEP) | Sales agency for import and export of equipment and materials | 100 | 100 | 100 | |
| China Steel Security Corporation | Steel Castle Technology Corporation (SCTC) | Firefighting engineering and mechatronic engineering | 100 | 100 | 100 | |
| China Steel Security Corporation | China Steel Management And Maintenance For Buildings Corporation (CSMM) | Management and maintenance for buildings | 100 | 100 | 100 | |
| HIMAG Magnetic Corporation | MagnPower Corporation (MPC) | Powder metallurgy | 55 | 55 | 55 | |
| China Steel Machinery Corporation | China Steel Machinery Vietnam Co., Ltd. (CSMVC) | Machines manufacturing | 100 | 100 | 100 | |
| CSC Steel Australia Holdings Pty Ltd | CSC Sonoma Pty Ltd (CSC Sonoma) | Investments in mining industry | 100 | 100 | 100 | |
| Kaohsiung Rapid Transit Corporation | Taiwan Intelligent Transportation Co., Ltd. (TITC) | Technical service | 100 | 100 | 100 | |
| United Steel International Co., Ltd. | China Steel Precision Metals Kunshan Co., Ltd. (CSMK) | Cutting and processing of steel products | 100 | 100 | 100 | |
| China Steel Power Holding Corporation | China Steel Power Corporation (ZN) | Offshore Wind Power Generation | 100 | 100 | 100 | |

1) Explanations for subsidiaries which are less than 50% owned but included in the consolidated entities are as follows:

- a) The chairman and general manager of CEC, CSCC, CHC, CSSC and TTMC are designated by the Corporation and other subsidiaries in order to control its finance, operation, and human resources. Therefore, the Corporation had control-in-substance over aforementioned subsidiaries and included them in the consolidated entities.
- b) The actual operations of CHS and CSHB are controlled by the respective board of directors. The Corporation and other subsidiaries jointly had more than half of the seats in the board of directors of CHS and CSHB. Therefore, the Corporation had control-in-substance over the aforementioned entities and included them in the consolidated entities.

2) The Corporation had no subsidiary with material non-controlling interests.

c. Other significant accounting policies

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

1) Retirement benefits

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

2) Taxation

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

5. CRITICAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

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

6. CASH AND CASH EQUIVALENTS

| | March 31, 2021 | December 31, 2020 | March 31, 2020 |
|---|---------------------------|------------------------------|---------------------------|
| Cash on hand | \$ 45,706 | \$ 47,840 | \$ 44,434 |
| Checking accounts and demand deposits | 13,899,130 | 12,375,487 | 13,515,589 |
| Cash equivalents (investments with original maturities of less than 3 months) | | | |
| Time deposits and negotiable certificates of deposit | 1,545,250 | 2,290,657 | 3,310,214 |
| Commercial papers with repurchase agreements | 483,268 | 1,381,305 | 1,207,697 |
| Bonds with repurchase agreements | <u>-</u> | <u>45,037</u> | <u>215,000</u> |
| | <u>\$ 15,973,354</u> | <u>\$ 16,140,326</u> | <u>\$ 18,292,934</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 March 31, 2021 and 2020 was shown in the consolidated statements of cash flows; the reconciliation information as of December 31, 2020 was as follows:

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

7. FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

| | March 31, 2021 | December 31, 2020 | March 31, 2020 |
|---|---------------------|----------------------|---------------------|
| <u>Financial assets at FVTPL - current</u> | | | |
| Financial assets mandatorily classified as at FVTPL | | | |
| Mutual funds | \$ 5,849,616 | \$ 3,894,345 | \$ 2,371,768 |
| Listed shares | 436,534 | 158,219 | 87,162 |
| Unlisted shares | - | - | 836,121 |
| Emerging market shares | 160,093 | 242,410 | 161,305 |
| Convertibles bonds | 81,097 | 130,308 | 89,546 |
| Foreign exchange forward contracts (a) | - | - | 45 |
| Future contracts (b) | - | - | 7,494 |
| | <u>\$ 6,527,340</u> | <u>\$ 4,425,282</u> | <u>\$ 3,553,441</u> |
| <u>Financial assets at FVTPL - noncurrent</u> | | | |
| Financial assets mandatorily classified as at FVTPL | | | |
| Unlisted shares | \$ 925,769 | \$ 982,947 | \$ 980,179 |
| Emerging market shares | 29,680 | 32,412 | 27,771 |
| | <u>\$ 955,449</u> | <u>\$ 1,015,359</u> | <u>\$ 1,007,950</u> |
| <u>Financial liabilities at FVTPL - current</u> | | | |
| Financial liabilities held for trading | | | |
| Foreign exchange forward contracts (a) | \$ 3,529 | \$ 736 | \$ 212 |

- 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>March 31, 2021</u> | | | |
| Sell | USD/NTD | 2021.04-2021.06 | USD1,730/NTD48,453 |
| <u>December 31, 2020</u> | | | |
| Sell | USD/NTD | 2021.01-2021.03 | USD2,690/NTD75,862 |
| <u>March 31, 2020</u> | | | |
| Sell | USD/NTD | 2020.04 | USD2,300/NTD69,290 |

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

| Maturity Date | Weight (Kilograms) | Amount (In thousands) |
|-----------------------|--------------------|-----------------------------------|
| <u>March 31, 2020</u> | | |
| June 15, 2020 | 1,575 | \$ 28,612 (RMB 6,724 thousand) |

8. FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME - EQUITY INSTRUMENTS

| | March 31, 2021 | December 31, 2020 | March 31, 2020 |
|--|----------------------|----------------------|----------------------|
| <u>Current</u> | | | |
| Domestic investments | | | |
| Listed shares | \$ 5,696,250 | \$ 5,120,061 | \$ 2,627,368 |
| Emerging market shares and unlisted shares | 28,047 | 29,158 | 59,231 |
| Corporate bonds | <u>35,964</u> | <u>29,890</u> | <u>-</u> |
| | <u>\$ 5,760,261</u> | <u>\$ 5,179,109</u> | <u>\$ 2,686,599</u> |
| <u>Noncurrent</u> | | | |
| Domestic investments | | | |
| Listed shares | \$ 10,499,835 | \$ 10,644,288 | \$ 9,471,913 |
| Emerging market shares and unlisted shares | <u>2,512,405</u> | <u>2,360,670</u> | <u>2,094,069</u> |
| | <u>13,012,240</u> | <u>13,004,958</u> | <u>11,565,982</u> |
| Foreign investments | | | |
| Unlisted shares | 38,601,843 | 39,493,848 | 36,847,348 |
| Listed shares | 2,621,895 | 1,520,440 | 1,659,520 |
| Certificate of entitlement | <u>867,086</u> | <u>859,996</u> | <u>822,523</u> |
| | <u>42,090,824</u> | <u>41,874,284</u> | <u>39,329,391</u> |
| | <u>\$ 55,103,064</u> | <u>\$ 54,879,242</u> | <u>\$ 50,895,373</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

| | March 31, 2021 | December 31, 2020 | March 31, 2020 |
|---|---------------------|----------------------|---------------------|
| <u>Financial assets for hedging - current</u> | | | |
| Hedging foreign-currency deposits | \$ 1,407,835 | \$ 1,436,312 | \$ 1,576,743 |
| Foreign exchange forward contracts | <u>5,913</u> | <u>22,306</u> | <u>77,053</u> |
| | <u>\$ 1,413,748</u> | <u>\$ 1,458,618</u> | <u>\$ 1,653,796</u> |
| <u>Financial assets for hedging - noncurrent</u> | | | |
| Foreign exchange forward contracts | <u>\$ 2,965</u> | <u>\$ 4,561</u> | <u>\$ 3,214</u> |
| <u>Financial liabilities for hedging - current</u> | | | |
| Bank loans (Note 17) | \$ 1,516,178 | \$ 1,625,611 | \$ 2,685,053 |
| Borrowed precious metals from bank | 182,063 | 217,190 | - |
| Foreign exchange forward contracts | <u>19,435</u> | <u>38,088</u> | <u>31,510</u> |
| | <u>\$ 1,717,676</u> | <u>\$ 1,880,889</u> | <u>\$ 2,716,563</u> |
| <u>Financial liabilities for hedging - noncurrent</u> | | | |
| Bank loans (Note 17) | \$ 312,848 | \$ 335,428 | \$ 1,978,783 |
| Foreign exchange forward contracts | <u>5,025</u> | <u>3,180</u> | <u>10,063</u> |
| | <u>\$ 317,873</u> | <u>\$ 338,608</u> | <u>\$ 1,988,846</u> |

For the purpose of managing cash flow risk arising from exchange rate fluctuations due to purchasing imported equipment, the Corporation and its subsidiaries purchased foreign-currency deposits and entered into foreign exchange forward contracts. As of March 31, 2021, December 31, 2020 and March 31, 2020, the balance of the foreign-currency deposits, which consist of those designated as hedging instruments and were settlements of expired foreign exchange forward contracts, was NT\$1,407,835 thousand (JPY0.3 billion, RMB7,174 thousand, USD33,893 thousand and EUR9,892 thousand), NT\$1,436,312 thousand (JPY0.22 billion, RMB20,524 thousand, USD33,043 thousand and EUR9,871 thousand) and NT\$1,576,743 thousand (JPY0.98 billion, RMB28,212 thousand, USD21,985 thousand and EUR15,580 thousand), respectively. As of March 31, 2021, December 31, 2020 and March 31, 2020, cash outflows would be expected from aforementioned contracts during the periods from 2021, 2021 and 2020, respectively.

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

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

| | March 31, 2021 | December 31, 2020 | March 31, 2020 |
|------------------|---------------------|----------------------|---------------------|
| Notes receivable | | | |
| Operating | \$ 1,550,838 | \$ 1,721,882 | \$ 1,389,802 |
| Non-operating | <u>-</u> | <u>-</u> | <u>335</u> |
| | <u>\$ 1,550,838</u> | <u>\$ 1,721,882</u> | <u>\$ 1,390,137</u> |

| | March 31, 2021 | December 31, 2020 | March 31, 2020 |
|-------------------------------------|---------------------------|------------------------------|---------------------------|
| Accounts receivable | \$ 13,413,755 | \$ 11,720,332 | \$ 10,569,026 |
| Less: Allowance for impairment loss | <u>162,340</u> | <u>40,267</u> | <u>79,792</u> |
| | <u>\$ 13,251,415</u> | <u>\$ 11,680,065</u> | <u>\$ 10,489,234</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.

March 31, 2021

| | Not Past Due | 1 to 30 Days | 31 to 60 Days | 61 to 365 Days | Over 365 Days | Total |
|-------------------------------|----------------------|---------------------|----------------------|-----------------------|----------------------|----------------------|
| Gross carrying amount | \$ 14,347,007 | \$ 231,035 | \$ 32,952 | \$ 317,781 | \$ 35,818 | \$ 14,964,593 |
| Loss allowance (Lifetime ECL) | <u>(7,276)</u> | <u>(6)</u> | <u>(64)</u> | <u>(128,765)</u> | <u>(26,229)</u> | <u>(162,340)</u> |
| Amortized cost | <u>\$ 14,339,731</u> | <u>\$ 231,029</u> | <u>\$ 32,888</u> | <u>\$ 189,016</u> | <u>\$ 9,589</u> | <u>\$ 14,802,253</u> |

December 31, 2020

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

March 31, 2020

| | Not Past Due | 1 to 30 Days | 31 to 60 Days | 61 to 365 Days | Over 365 Days | Total |
|-------------------------------|----------------------|---------------------|----------------------|-----------------------|----------------------|----------------------|
| Gross carrying amount | \$ 10,935,241 | \$ 686,152 | \$ 68,809 | \$ 221,218 | \$ 47,743 | \$ 11,959,163 |
| Loss allowance (Lifetime ECL) | <u>(23,881)</u> | <u>-</u> | <u>(686)</u> | <u>(12,637)</u> | <u>(42,588)</u> | <u>(79,792)</u> |
| Amortized cost | <u>\$ 10,911,360</u> | <u>\$ 686,152</u> | <u>\$ 68,123</u> | <u>\$ 208,581</u> | <u>\$ 5,155</u> | <u>\$ 11,879,371</u> |

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

| | For the Three Months Ended March 31 | |
|--|--|------------------|
| | 2021 | 2020 |
| Balance, beginning of period | \$ 40,267 | \$ 71,669 |
| Recognition | 122,755 | 8,919 |
| Written off | (544) | (112) |
| Effect of foreign currency exchange difference | <u>(138)</u> | <u>(684)</u> |
| Balance, end of period | <u>\$ 162,340</u> | <u>\$ 79,792</u> |

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

For the three months ended March 31, 2021 and 2020, 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 |
|--|--|---------------------|---------------------------------|---|--|-------------------------|
| <u>For the Three Months Ended March 31, 2021</u> | | | | | | |
| Mega Bank | \$ 2,575,615 | \$ 1,839,866 | \$ 1,876,465 | \$ 2,539,016 | 0.98-1.74 | NT\$9 billion |
| Bank of Taiwan | 879,158 | 629,021 | 654,817 | 853,362 | 0.98-1.64 | NT\$3 billion |
| Bank of Taiwan | 196,829 | 925,812 | 842,620 | 280,021 | 0.62-1.58 | USD130,000 thousand |
| Taishin Bank | 3,773,644 | 1,784,656 | 2,630,867 | 2,927,433 | 0.89-0.94 | USD150,000 thousand |
| CTBC Bank | 758,350 | 542,166 | 454,702 | 845,814 | 0.91-0.94 | USD40,000 thousand |
| Mizuho Bank | 20,598 | 224,131 | 201,325 | 43,404 | 0.96-1.02 | USD10,000 thousand |
| Mega Bank | 601,245 | 242,645 | 265,367 | 578,523 | 1.03 | NT\$817,000 thousand |
| Bank of Taiwan | 67,274 | 54,635 | 48,612 | 73,297 | 1.03 | NT\$200,000 thousand |
| Bank of Taiwan | 14,577 | 2,270 | 14,577 | 2,270 | 1.49 | USD20,000 thousand |
| | <u>\$ 8,887,290</u> | <u>\$ 6,245,202</u> | <u>\$ 6,989,352</u> | <u>\$ 8,143,140</u> | | |
| <u>For the Three Months Ended March 31, 2020</u> | | | | | | |
| Mega Bank | \$ 3,468,167 | \$ 2,654,353 | \$ 2,363,184 | \$ 3,759,336 | 1.11-1.75 | NT\$9 billion |
| Bank of Taiwan | 1,474,316 | 930,821 | 949,829 | 1,455,308 | 1.11-1.75 | NT\$3 billion |
| Bank of Taiwan | 716,373 | 1,332,143 | 1,650,899 | 397,617 | 0.60-3.75 | USD130,000 thousand |
| Taishin Bank | 2,184,170 | 2,951,692 | 1,938,336 | 3,197,526 | 2.58-2.82 | USD150,000 thousand |
| CTBC Bank | 608,287 | 593,674 | 557,952 | 644,009 | 2.60-3.22 | USD40,000 thousand |
| Mizuho Bank | 31,380 | 73,394 | 95,900 | 8,874 | 2.61-2.99 | USD10,000 thousand |
| Mega Bank | 926,731 | 735,455 | 704,517 | 957,669 | 1.16 | NT\$3 billion |
| Bank of Taiwan | - | 72,821 | - | 72,821 | 1.16 | NT\$200,000 thousand |
| Bank of Taiwan | 124,214 | 133,314 | 64,486 | 193,042 | 3.08 | USD20,000 thousand |
| | <u>\$ 9,533,638</u> | <u>\$ 9,477,667</u> | <u>\$ 8,325,103</u> | <u>\$ 10,686,202</u> | | |

11. INVENTORIES

| | March 31, 2021 | December 31, 2020 | March 31, 2020 |
|--|----------------------|----------------------|----------------------|
| Work in progress | \$ 20,587,123 | \$ 20,683,426 | \$ 27,778,990 |
| Finished goods | 22,332,281 | 17,068,238 | 23,003,132 |
| Raw materials | 19,284,433 | 13,498,088 | 19,625,969 |
| Supplies | 11,987,470 | 12,459,433 | 12,793,790 |
| Raw materials and supplies in transit | 11,884,413 | 10,303,866 | 11,202,937 |
| Buildings and lands under construction | 123,050 | 1,097,511 | 1,224,272 |
| Others | <u>1,655,696</u> | <u>1,066,645</u> | <u>856,589</u> |
| | <u>\$ 87,854,466</u> | <u>\$ 76,177,207</u> | <u>\$ 96,485,679</u> |

The cost of inventories recognized as operating costs for the three months ended March 31, 2021 and 2020 was NT\$68,657,831 thousand and NT\$66,572,639 thousand, respectively, including loss on inventory NT\$124,048 thousand and reversal of inventory NT\$761,872 thousand, respectively. Reversal of inventory was mainly due to a decrease in stock costs.

12. INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

| | March 31, 2021 | December 31, 2020 | March 31, 2020 |
|---|----------------------|----------------------|----------------------|
| Material associates | | | |
| 9404-5515 Québec Inc. | \$ 7,762,099 | \$ 7,693,698 | \$ 8,130,926 |
| Associates that are not individually material | <u>6,028,945</u> | <u>6,014,559</u> | <u>6,466,953</u> |
| | <u>\$ 13,791,044</u> | <u>\$ 13,708,257</u> | <u>\$ 14,597,879</u> |

a. Material associates

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

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

| | March 31, 2021 | December 31, 2020 | March 31, 2020 |
|---|----------------------|----------------------|----------------------|
| Current assets | \$ 297,290 | \$ 23,611 | \$ 190,819 |
| Noncurrent assets | 31,389,186 | 31,328,138 | 33,246,517 |
| Current liabilities | <u>(56,084)</u> | <u>(84)</u> | <u>(303,980)</u> |
| Equity | <u>\$ 31,630,392</u> | <u>\$ 31,351,665</u> | <u>\$ 33,133,356</u> |
| Equity attributable to the Corporation and its subsidiaries (carrying amount of the investment) | <u>\$ 7,762,099</u> | <u>\$ 7,693,698</u> | <u>\$ 8,130,926</u> |

| | For the Three Months Ended March 31 | |
|---|--|---------------------|
| | 2021 | 2020 |
| Net profit for the period | <u>\$ 1,138,536</u> | <u>\$ 1,503,067</u> |
| Total comprehensive income for the period | <u>\$ 1,548,804</u> | <u>\$ 5,580,212</u> |
| Dividends received from 9404-5515 Québec Inc. | <u>\$ 227,060</u> | <u>\$ 441,185</u> |
| Comprehensive income attributable to the Corporation and its subsidiaries | <u>\$ 380,076</u> | <u>\$ 1,369,384</u> |

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

| | For the Three Months Ended March 31 | |
|--|--|--------------------|
| | 2021 | 2020 |
| The Corporation and its subsidiaries' share of | | |
| Net profit (loss) for the period | \$ 16,596 | \$ (74,073) |
| Other comprehensive income (loss) | <u>7,248</u> | <u>(19,468)</u> |
| Total comprehensive income (loss) | <u>\$ 23,844</u> | <u>\$ (93,541)</u> |

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

| | March 31, 2021 | December 31, 2020 | March 31, 2020 |
|---|---------------------------|------------------------------|---------------------------|
| Chateau International Development Co., Ltd. | <u>\$ 674,749</u> | <u>\$ 634,260</u> | <u>\$ 503,812</u> |

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

13. OTHER FINANCIAL ASSETS

| | March 31, 2021 | December 31, 2020 | March 31, 2020 |
|--|---------------------------|------------------------------|---------------------------|
| <u>Current</u> | | | |
| Pledged time deposits (Note 31) | \$ 6,593,881 | \$ 6,509,891 | \$ 6,298,963 |
| Time deposits with original maturities of more than 3 months | 1,811,050 | 1,767,510 | 1,896,807 |
| Deposits for projects | <u>184,570</u> | <u>324,510</u> | <u>160,314</u> |
| | <u>\$ 8,589,501</u> | <u>\$ 8,601,911</u> | <u>\$ 8,356,084</u> |

| | March 31, 2021 | December 31, 2020 | March 31, 2020 |
|---------------------------------|---------------------|----------------------|---------------------|
| Noncurrent | | | |
| Pledged receivables (Note 31) | \$ 2,000,000 | \$ 2,000,000 | \$ 2,000,000 |
| Deposits for projects | 843,978 | 842,382 | 146,671 |
| Pledged time deposits (Note 31) | 211,490 | 208,708 | 281,002 |
| Time deposits | <u>29,081</u> | <u>28,276</u> | <u>49,278</u> |
| | <u>\$ 3,084,549</u> | <u>\$ 3,079,366</u> | <u>\$ 2,476,951</u> |

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

14. PROPERTY, PLANT AND EQUIPMENT

Refer to Table 12 for the movements of property, plant and equipment for the period ended March 31, 2021 and 2020.

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

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

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

The Corporation carried out a review of the recoverable amount of the related equipment and determined that there was no recoverable amount and thus recognized an impairment loss of \$666,202 thousand, which was recognized in operating costs for the three months ended March 31, 2021.

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

| | March 31, 2021 | December 31, 2020 | March 31, 2020 |
|---|---------------------------|--|---------------------------|
| Carrying amounts | | | |
| Land | \$ 11,920,394 | \$ 12,608,800 | \$ 13,303,800 |
| Land improvements | 331,707 | 347,211 | 393,722 |
| Buildings | 589,567 | 640,920 | 678,360 |
| Machinery | 5,811 | 8,053 | 14,102 |
| Transportation equipment | 90,626 | 96,218 | 97,128 |
| Office equipment | 19,602 | 14,751 | 10,921 |
| Others | <u>4,280</u> | <u>4,925</u> | <u>2,352</u> |
| | <u>\$ 12,961,987</u> | <u>\$ 13,720,878</u> | <u>\$ 14,500,385</u> |
| | | For the Three Months Ended March 31 | |
| | | 2021 | 2020 |
| Additions to right-of-use assets | | <u>\$ 118,585</u> | <u>\$ 418,506</u> |
| Depreciation charge for right-of-use assets | | | |
| Land | | \$ 195,645 | \$ 207,360 |
| Land improvements | | 15,504 | 15,504 |
| Buildings | | 44,573 | 43,202 |
| Machinery | | 2,833 | 2,578 |
| Transportation equipment | | 13,261 | 15,411 |
| Office equipment | | 1,716 | 500 |
| Others | | <u>645</u> | <u>30</u> |
| | | <u>\$ 274,177</u> | <u>\$ 284,585</u> |

b. Lease liabilities

| | March 31, 2021 | December 31, 2020 | March 31, 2020 |
|-------------------------|---------------------------|------------------------------|---------------------------|
| <u>Carrying amounts</u> | | | |
| Current | \$ 898,671 | \$ 954,695 | \$ 974,561 |
| Non-current | <u>10,288,005</u> | <u>10,966,743</u> | <u>11,503,398</u> |
| | <u>\$ 11,186,676</u> | <u>\$ 11,921,438</u> | <u>\$ 12,477,959</u> |

Range of discount rate for lease liabilities was as follows:

| | March 31, 2021 | December 31, 2020 | March 31, 2020 |
|------------------------------|---------------------------|------------------------------|---------------------------|
| Land (%) | 0.59-2.21 | 0.70-2.21 | 0.86-2.21 |
| Land improvements (%) | 0.92-1.31 | 0.92-1.31 | 0.92-1.31 |
| Buildings (%) | 0.59-5.44 | 0.70-5.44 | 0.85-5.44 |
| Machinery (%) | 0.59-0.93 | 0.70-0.93 | 0.86-0.93 |
| Transportation equipment (%) | 0.57-5.44 | 0.59-5.44 | 0.60-5.44 |
| Office equipment (%) | 0.59-6.07 | 0.86-6.07 | 0.86-6.07 |
| Others (%) | 0.70-2.01 | 0.70-2.03 | 2.00-2.01 |

c. Material lease activities and terms

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

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

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

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

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

d. Other lease information

| | For the Three Months Ended March 31 | |
|--|--|---------------------|
| | 2021 | 2020 |
| Expenses relating to short-term leases and low-value asset leases | \$ 88,326 | \$ 62,179 |
| Expenses relating to variable leases payments not included in the measurement of lease liabilities | \$ 343 | \$ 281 |
| Total cash outflow for leases | <u>\$ (392,523)</u> | <u>\$ (387,885)</u> |

For land and buildings which qualify as short-term leases and some office and transportation 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 three months ended March 31, 2021

| | Land | Buildings | Total |
|--|---------------------|---------------------|----------------------|
| <u>Cost</u> | | | |
| Balance at January 1, 2021 | \$ 8,276,384 | \$ 2,727,233 | \$ 11,003,617 |
| Disposals | (12,320) | (41,014) | (53,334) |
| Transfer to noncurrent assets held for sale | (142,688) | - | (142,688) |
| Effect of foreign currency exchange difference | <u>(10,566)</u> | <u>(24,017)</u> | <u>(34,583)</u> |
| Balance at March 31, 2021 | <u>\$ 8,110,810</u> | <u>\$ 2,662,202</u> | <u>\$ 10,773,012</u> |
| <u>Accumulated depreciation and impairment</u> | | | |
| Balance at January 1, 2021 | \$ 137,379 | \$ 1,148,005 | \$ 1,285,384 |
| Disposals | - | (19,904) | (19,904) |
| Depreciation | - | 12,917 | 12,917 |
| Effect of foreign currency exchange difference | <u>-</u> | <u>(5,334)</u> | <u>(5,334)</u> |
| Balance at March 31, 2021 | <u>\$ 137,379</u> | <u>\$ 1,135,684</u> | <u>\$ 1,273,063</u> |
| Carrying amount at December 31, 2020 | <u>\$ 8,139,005</u> | <u>\$ 1,579,228</u> | <u>\$ 9,718,233</u> |
| Carrying amount at March 31, 2021 | <u>\$ 7,973,431</u> | <u>\$ 1,526,518</u> | <u>\$ 9,499,949</u> |

For the three months ended March 31, 2020

| | Land | Buildings | Total |
|---|--------------|------------------|---------------|
| <u>Cost</u> | | | |
| Balance at January 1, 2020 | \$ 8,262,206 | \$ 2,717,256 | \$ 10,979,462 |
| Additions | 10,483 | - | 10,483 |
| Transfer to property, plant and equipment | - | (3,255) | (3,255) |

| | Land | Buildings | Total |
|--|---------------------|---------------------|----------------------|
| Effect of foreign currency exchange difference | \$ <u>1,591</u> | \$ <u>3,194</u> | \$ <u>4,785</u> |
| Balance at March 31, 2020 | \$ <u>8,274,280</u> | \$ <u>2,717,195</u> | \$ <u>10,991,475</u> |
| <u>Accumulated depreciation and impairment</u> | | | |
| Balance at January 1, 2020 | \$ 137,379 | \$ 1,091,436 | \$ 1,228,815 |
| Transfer to property, plant and equipment | - | (181) | (181) |
| Depreciation | - | 12,610 | 12,610 |
| Effect of foreign currency exchange difference | <u>-</u> | <u>425</u> | <u>425</u> |
| Balance at March 31, 2020 | \$ <u>137,379</u> | \$ <u>1,104,290</u> | \$ <u>1,241,669</u> |
| Carrying amount at March 31, 2020 | \$ <u>8,136,901</u> | \$ <u>1,612,905</u> | \$ <u>9,749,806</u> |

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

Buildings 6-60 years

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

| | March 31, 2021 | December 31, 2020 | March 31, 2020 |
|-----------------------|---------------------------|------------------------------|---------------------------|
| Fair value | \$ <u>23,077,368</u> | \$ <u>23,336,069</u> | \$ <u>23,382,193</u> |
| Depreciation rate (%) | 1.20-2.00 | 1.20-2.00 | 1.20-2.00 |
| Discount rate (%) | 2.11 | 2.11 | 2.11 |

All of the Corporation and its subsidiaries' investment properties are held under freehold interests. Refer to Note 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

| | March 31, 2021 | December 31, 2020 | March 31, 2020 |
|--------------------------|---------------------------|------------------------------|---------------------------|
| Unsecured loans | \$ 23,210,431 | \$ 17,572,865 | \$ 30,248,937 |
| Bank overdraft (Note 31) | 2,977,495 | 3,333,962 | 4,974,772 |
| Letters of credit | 474,388 | 1,507,271 | 2,044,969 |

| | March 31, 2021 | December 31, 2020 | March 31, 2020 |
|----------------------------|---------------------------|------------------------------|---------------------------|
| Secured loans (Note 31) | \$ <u>73,848</u> | \$ <u>96,294</u> | \$ <u>133,244</u> |
| | \$ <u>26,736,162</u> | \$ <u>22,510,392</u> | \$ <u>37,401,922</u> |
| Range of interest rate (%) | 0-5.40 | 0-5.75 | 0-11.55 |

b. Short-term bills payable

| | March 31, 2021 | December 31, 2020 | March 31, 2020 |
|-----------------------------|---------------------------|------------------------------|---------------------------|
| Commercial paper | \$ 38,193,000 | \$ 32,079,000 | \$ 45,809,000 |
| Less: Unamortized discounts | <u>8,481</u> | <u>6,682</u> | <u>16,631</u> |
| | \$ <u>38,184,519</u> | \$ <u>32,072,318</u> | \$ <u>45,792,369</u> |
| Range of interest rate (%) | 0.21-1.47 | 0.23-1.47 | 0.45-1.49 |

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

c. Long-term bank borrowings

| | March 31, 2021 | December 31, 2020 | March 31, 2020 |
|---|---------------------------|------------------------------|---------------------------|
| Syndicated bank loans | \$ 4,597,488 | \$ 4,550,128 | \$ 5,068,698 |
| Mortgage loans (Note 31) | 13,423,952 | 14,399,416 | 15,004,871 |
| Unsecured loans | <u>18,968,263</u> | <u>27,384,050</u> | <u>20,989,836</u> |
| | 36,989,703 | 46,333,594 | 41,063,405 |
| Less: Current portion | 2,341,142 | 2,215,129 | 7,428,565 |
| Financial liabilities for hedging - current | 1,516,178 | 1,625,611 | 2,685,053 |
| Financial liabilities for hedging - noncurrent | <u>312,848</u> | <u>335,428</u> | <u>1,978,783</u> |
| | \$ <u>32,819,535</u> | \$ <u>42,157,426</u> | \$ <u>28,971,004</u> |
| Range of interest rate (%) | 0.26-3.18 | 0.24-2.99 | 0.75-3.39 |

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

- 2) The subsidiary CSCI entered into a syndicated credit facility agreement with financial institutions for a US\$105,000 thousand credit line. Under the agreements, CSCI and the Corporation should meet certain financial ratios and criteria. In March 2020, CSCI had been granted exemption by syndicated bank from reviewing CSCI's financial ratio. The syndicated credit facility agreement had been re-signed in June 2020. The Corporation should meet certain financial ratios and criteria required by the new syndicated credit facility agreement based on its reviewed consolidated financial statements for the six months ended June 30, 2020 and audited consolidated annual financial statements. The Corporation was in compliance with the syndicated credit facility agreement based on its audited consolidated financial statements for the years ended December 31, 2020 and 2019.

The above unsecured loans and syndicated credit facility agreements included those obtained by the Corporation in JPY and USD 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

| | March 31, 2021 | December 31, 2020 | March 31, 2020 |
|-----------------------------|---------------------------|------------------------------|---------------------------|
| Commercial paper | \$ 17,910,000 | \$ 18,680,000 | \$ 16,980,000 |
| Less: Unamortized discounts | <u>5,896</u> | <u>6,343</u> | <u>4,977</u> |
| | <u>\$ 17,904,104</u> | <u>\$ 18,673,657</u> | <u>\$ 16,975,023</u> |
| Range of interest rate (%) | 0.27-0.95 | 0.20-0.96 | 0.44-1.07 |

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

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

18. BONDS PAYABLE

| | March 31, 2021 | December 31, 2020 | March 31, 2020 |
|--------------------------------------|---------------------------|------------------------------|---------------------------|
| Unsecured domestic bonds | \$ 93,800,000 | \$ 97,250,000 | \$ 97,550,000 |
| Less: Issuance cost of bonds payable | 50,366 | 50,503 | 49,778 |
| Current portion | <u>13,949,621</u> | <u>17,399,351</u> | <u>15,549,404</u> |
| | <u>\$ 79,800,013</u> | <u>\$ 79,800,146</u> | <u>\$ 81,950,818</u> |

The major terms of unsecured domestic bonds are as follows:

| Issuer | Issuance Period | Total Amount | Coupon Rate (%) | Repayment and Interest Payment |
|-----------------|------------------------------|--------------|-----------------|---|
| The Corporation | July 2013 to July 2020 | \$ 6,300,000 | 1.44 | Repayable in July 2019 and July 2020; interest payable annually |
| The Corporation | January 2014 to January 2021 | 6,900,000 | 1.75 | Repayable in January 2020 and January 2021; interest payable annually |

| 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 | July 2013 to July 2028 | 3,600,000 | 1.88 | Repayable 30% in July 2026, 30% in July 2027 and 40% in July 2028; interest payable annually |
| The Corporation | December 2020 to December 2027 | 4,200,000 | 0.43 | Repayable 70% in December 2026, 30% in December 2027; interest payable annually |
| The Corporation | January 2014 to January 2029 | 9,000,000 | 2.15 | Repayable 30% in January 2027, 30% in January 2028 and 40% in January 2029; interest payable annually |
| The Corporation | August 2018 to August 2028 | 5,600,000 | 1.10 | Repayable in August 2027 and August 2028; interest payable annually |
| The Corporation | October 2018 to October 2028 | 2,250,000 | 1.05 | Repayable in October 2027 and October 2028; interest payable annually |
| DSC | June 2015 to June 2020 | 15,000,000 | 1.45 | Repayable in June 2019 and June 2020; 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 2016 to June 2021 | 5,400,000 | 0.89 | Repayable in June 2020 and June 2021; interest payable annually |
| DSC | June 2015 to June 2022 | 2,500,000 | 1.72 | Repayable in June 2021 and June 2022; interest payable annually |
| DSC | June 2018 to June 2023 | 4,500,000 | 0.91 | Repayable in June 2022 and June 2023; interest payable annually |
| DSC | December 2018 to December 2023 | 3,250,000 | 0.97 | Repayable in December 2022 and December 2023; interest payable annually |
| DSC | June 2018 to June 2025 | 2,250,000 | 1.00 | Repayable in June 2024 and June 2025; interest payable annually |
| DSC | June 2014 to June 2021 | 5,000,000 | 1.75 | Repayable in June 2020 and June 2021; interest payable annually |
| CHS | March 2020 to March 2025 | 2,000,000 | 0.78 | Repayable in March 2025; interest payable annually |
| CHS | September 2020 to September 2025 | 1,000,000 | 0.65 | Repayable in September 2025; interest payable annually |

19. ACCOUNTS PAYABLE (INCLUDING RELATED PARTIES)

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

20. OTHER PAYABLES

| | March 31, 2021 | December 31, 2020 | March 31, 2020 |
|---|----------------------|----------------------|----------------------|
| Salaries and incentive bonus | \$ 4,732,208 | \$ 6,781,680 | \$ 3,963,779 |
| Purchase of equipment | 3,038,392 | 3,232,591 | 2,919,954 |
| Employees' compensation and remuneration of directors and supervisors | 1,008,148 | 312,632 | 867,065 |
| Outsourced repair and construction | 727,547 | 925,379 | 1,157,128 |
| Interest payable | 705,592 | 805,838 | 834,329 |
| Dividends payable | 319,258 | 320,666 | 312,052 |
| Others | <u>10,239,131</u> | <u>10,676,809</u> | <u>9,971,743</u> |
| | <u>\$ 20,770,276</u> | <u>\$ 23,055,595</u> | <u>\$ 20,026,050</u> |

21. PROVISIONS

| | March 31, 2021 | December 31, 2020 | March 31, 2020 |
|---------------------------------------|---------------------|----------------------|---------------------|
| <u>Current</u> | | | |
| Onerous contracts (a) | \$ 6,886,577 | \$ 6,001,108 | \$ 4,165,743 |
| Construction warranties (b) | 394,465 | 460,577 | 333,949 |
| Others | <u>43,618</u> | <u>39,998</u> | <u>48,401</u> |
| | <u>\$ 7,324,660</u> | <u>\$ 6,501,683</u> | <u>\$ 4,548,093</u> |
| <u>Noncurrent</u> | | | |
| Provision for stabilization funds (c) | \$ 857,330 | \$ 856,182 | \$ 852,516 |
| Construction warranties (b) | 3,080 | 2,724 | - |
| Others | <u>190,888</u> | <u>182,976</u> | <u>219,615</u> |
| | <u>\$ 1,051,298</u> | <u>\$ 1,041,882</u> | <u>\$ 1,072,131</u> |

| | Onerous Contracts | Construction Warranties | Provision for Stabilization Funds | Others | Total |
|---|----------------------|----------------------------|---|-------------------|---------------------|
| Balance at January 1, 2021 | \$ 6,001,108 | \$ 463,301 | \$ 856,182 | \$ 222,974 | \$ 7,543,565 |
| Recognized (reversed) | 885,466 | (64,146) | 1,176 | 14,651 | 837,147 |
| Paid | - | (1,610) | (28) | (3,085) | (4,723) |
| Effect of foreign currency exchange differences | <u>3</u> | <u>-</u> | <u>-</u> | <u>(34)</u> | <u>(31)</u> |
| Balance at March 31, 2021 | <u>\$ 6,886,577</u> | <u>\$ 397,545</u> | <u>\$ 857,330</u> | <u>\$ 234,506</u> | <u>\$ 8,375,958</u> |
| Balance at January 1, 2020 | \$ 3,476,626 | \$ 333,167 | \$ 850,168 | \$ 235,458 | \$ 4,895,419 |
| Recognized | 689,129 | 1,933 | 2,424 | 38,520 | 732,006 |
| Paid | - | (1,151) | (76) | (5,962) | (7,189) |
| Effect of foreign currency exchange differences | <u>(12)</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>(12)</u> |
| Balance at March 31, 2020 | <u>\$ 4,165,743</u> | <u>\$ 333,949</u> | <u>\$ 852,516</u> | <u>\$ 268,016</u> | <u>\$ 5,620,224</u> |

- a. The provision for onerous contracts represents the present value of the future payments that the Corporation and its subsidiaries were presently obligated to make under non-cancellable onerous purchase and service contracts, less revenue expected to be earned on the contracts, and the difference between the estimated cost in the future to satisfy performance obligation and estimated revenue of the Corporation and its subsidiaries from non-cancellable construction contracts.
- b. The provision for construction warranties represents the present value of management's best estimate of the future outflow of economic benefits that will be required under the Corporation and its subsidiaries' obligations for warranties. The estimate had been made on the basis of historical warranty trends.
- c. The provision for stabilization funds represents the provision recognized in accordance with the build-operate-transfer contract by the subsidiary KRTC. The provision was used for capital demand due to force majeure, exceptional events, operating deficits, etc. The provision for stabilization funds was recognized based on increase in stabilization funds.

22. RETIREMENT BENEFIT PLANS

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

| | For the Three Months Ended March 31 | |
|--------------------|--|-------------------|
| | 2021 | 2020 |
| Operating costs | \$ 115,510 | \$ 131,600 |
| Operating expenses | 50,933 | 55,611 |
| Others | <u>208</u> | <u>176</u> |
| | <u>\$ 166,651</u> | <u>\$ 187,387</u> |

23. EQUITY

- a. Share capital

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

1) Ordinary shares

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

2) Preference shares

Preference shareholders have the following entitlements or rights:

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

3) Overseas depositary receipts

In May 1992, February 1997, October 2003 and August 2011, for the purpose of working capital expansion and in accordance with the instruction of the MOEA, the largest shareholder of the Corporation, the Corporation issued 126,512,550 units of GDR. The depositary receipts then increased by 6,924,354 units resulting from the capital increase out of retained earnings. Each unit represents 20 shares of the Corporation's ordinary shares and the issued GDRs account for the Corporation's ordinary shares totaling 2,668,738,370 shares (including 290 fractional shares). Under relevant regulations, the GDR holders may also request the conversion to the shares represented by the GDR. The foreign investors may also request the reissuance of such depositary receipts within the originally approved units. As of March 31, 2021, December 31, 2020, and March 31, 2020, the outstanding depositary receipts were 629,868 units, 634,512 units and 692,377 units, equivalent to 12,597,670 ordinary shares (including 310 fractional shares), 12,690,550 ordinary shares (including 310 fractional shares), and 13,847,850 ordinary shares (including 310 fractional shares), which represented 0.07%, 0.08% and 0.08% of the outstanding ordinary shares, respectively.

b. Capital surplus

| | March 31, 2021 | December 31, 2020 | March 31, 2020 |
|--|---------------------------|------------------------------|---------------------------|
| May be used to offset deficits, distribute cash or transfer to share capital (see 1 below) | | | |
| Additional paid-in capital | \$ 31,154,766 | \$ 31,154,766 | \$ 31,154,766 |
| Treasury share transactions | 7,239,784 | 7,239,784 | 7,079,070 |
| Others | 8,099 | 8,099 | 8,099 |
| | <u>38,402,649</u> | <u>38,402,649</u> | <u>38,241,935</u> |

| | March 31, 2021 | December 31, 2020 | March 31, 2020 |
|---|---------------------------|------------------------------|---------------------------|
| May be used to offset deficits only (see 2 below) | | | |
| Share of change in equity of subsidiaries | \$ 556,338 | \$ 515,257 | \$ 511,721 |
| Share of change in equity of associates | <u>159,550</u> | <u>159,550</u> | <u>159,550</u> |
| | <u>715,888</u> | <u>674,807</u> | <u>671,271</u> |
| | <u>\$ 39,118,537</u> | <u>\$ 39,077,456</u> | <u>\$ 38,913,206</u> |

- 1) The capital surplus could be used to offset a deficit and distribute as cash dividends or transferred to capital when the Corporation has no deficit (limited to a certain percentage of the Corporation's paid-in capital and once a year).
- 2) The capital surplus included the share of change in equity of subsidiaries recognized without any actual acquisition or disposal of subsidiaries' share by the Corporation or the adjustments to capital surplus of subsidiaries under the equity method.

c. Retained earnings and dividend policy

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

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

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

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

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

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

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

| | Appropriation of Earnings | | Dividend Per Share | |
|----------------------------|----------------------------------|-------------|---------------------------|----------------|
| | For the Year Ended | | (NT\$) | |
| | December 31 | | | |
| | 2020 | 2019 | 2020 | 2019 |
| Legal reserve | \$ 78,931 | \$ 858,223 | | |
| Special reserve (reversal) | (272,355) | 110,524 | | |
| Preference shares | | | | |
| Cash dividends | 53,575 | 53,575 | <u>\$ 1.40</u> | <u>\$ 1.40</u> |
| Ordinary shares | | | | |
| Cash dividends | 4,720,458 | 7,867,430 | <u>\$ 0.30</u> | <u>\$ 0.50</u> |

The appropriations of earnings for 2020 are subject to the resolution of the shareholders' meeting to be held in June 2021.

d. Special reserves

| | For the Three Months | |
|--|-----------------------------|----------------------|
| | Ended March 31 | |
| | 2021 | 2020 |
| Balance, beginning of the period and end of the period | <u>\$ 27,912,065</u> | <u>\$ 27,803,906</u> |

e. Other equity items

1) Exchange differences on translating foreign operations

| | For the Three Months | |
|---|-----------------------------|-----------------------|
| | Ended March 31 | |
| | 2021 | 2020 |
| Balance, beginning of the period | <u>\$ (7,528,950)</u> | <u>\$ (6,838,836)</u> |
| Recognized during the period | | |
| Exchange differences arising on translating foreign operations | (260,283) | (1,924,919) |
| Income tax relating to exchange differences arising on translating the net assets of foreign operations | (1,668) | (31,633) |
| Share from associates accounted for using the equity method | <u>83,479</u> | <u>979,608</u> |
| Other comprehensive income recognized in the period | <u>(178,472)</u> | <u>(976,944)</u> |
| Balance, end of the period | <u>\$ (7,707,422)</u> | <u>\$ (7,815,780)</u> |

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

| | For the Three Months Ended March 31 | |
|---|--|-----------------------|
| | 2021 | 2020 |
| Balance, beginning of the period | \$ 543,417 | \$ 2,124,342 |
| Recognized during the period | | |
| Unrealized gains and losses - equity instruments | 657,996 | (4,858,358) |
| Unrealized gains and losses - debt instruments | (624) | - |
| Income tax relating to unrealized gains and losses | 48,019 | 182,101 |
| Share from associates accounted for using the equity method | <u>21,608</u> | <u>575</u> |
| Other comprehensive income recognized in the period | <u>726,999</u> | <u>(4,675,682)</u> |
| Cumulative unrealized gains and losses of equity instruments transferred to retained earnings due to disposal | <u>(203,103)</u> | <u>(66,325)</u> |
| Balance, end of the period | <u>\$ 1,067,313</u> | <u>\$ (2,617,665)</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, 2021 | \$ (13,723) | \$ 22,801 | \$ 3,788,786 | \$ 3,797,864 |
| Increase (decrease) in the period | <u>(18,555)</u> | <u>70,941</u> | <u>-</u> | <u>52,386</u> |
| Balance at March 31, 2021 | <u>\$ (32,278)</u> | <u>\$ 93,742</u> | <u>\$ 3,788,786</u> | <u>\$ 3,850,250</u> |
| Balance at January 1, 2020 | \$ 34,535 | \$ 23,945 | \$ 3,794,055 | \$ 3,852,535 |
| Decrease in the period | <u>(19,458)</u> | <u>(10,679)</u> | <u>(14,344)</u> | <u>(44,481)</u> |
| Balance at March 31, 2020 | <u>\$ 15,077</u> | <u>\$ 13,266</u> | <u>\$ 3,779,711</u> | <u>\$ 3,808,054</u> |

a) Cash flow hedges

| | For the Three Months Ended March 31 | |
|--|--|-------------|
| | 2021 | 2020 |
| Balance, beginning of the period | \$ (13,723) | \$ 34,535 |
| Recognized during the period | | |
| Foreign currency risk - foreign exchange forward contracts and hedging foreign - currency deposits | (29,789) | (30,173) |
| Share from associates accounted for using the equity method | (207) | - |
| Income tax effect | 6,895 | 7,295 |

| | For the Three Months Ended March 31 | |
|---|--|------------------|
| | 2021 | 2020 |
| Reclassification adjustment | | |
| Foreign currency risk - hedging foreign - currency deposits | \$ 5,682 | \$ 4,275 |
| Income tax effect | <u>(1,136)</u> | <u>(855)</u> |
| Other comprehensive income recognized in the period | <u>(18,555)</u> | <u>(19,458)</u> |
| Balance, end of the period | <u>\$ (32,278)</u> | <u>\$ 15,077</u> |

b) Fair value hedges

| | For the Three Months Ended March 31 | |
|------------------------------------|--|------------------|
| | 2021 | 2020 |
| Balance, beginning of the period | \$ 22,801 | \$ 23,945 |
| Recognized during the period | | |
| Foreign currency risk - bank loans | <u>70,941</u> | <u>(10,679)</u> |
| Balance, end of the period | <u>\$ 93,742</u> | <u>\$ 13,266</u> |

c) Hedges of net investments in foreign operations

| | For the Three Months Ended March 31 | |
|------------------------------------|--|---------------------|
| | 2021 | 2020 |
| Balance, beginning of the period | \$ 3,788,786 | \$ 3,794,055 |
| Recognized during the period | | |
| Foreign currency risk - bank loans | <u>-</u> | <u>(14,344)</u> |
| Balance, end of the period | <u>\$ 3,788,786</u> | <u>\$ 3,779,711</u> |

f. Treasury shares

| Purpose of Treasury Shares | Thousand Shares | | | March 31 | |
|--|--|-----------------|------------------|----------------------------|-----------------------|
| | Beginning of the Period | Addition | Reduction | Thousand Shares | Book Value |
| For the three months ended March 31, 2021 | | | | | |
| Shares held by subsidiaries reclassified from investments accounted for using the equity method to treasury shares | <u>320,765</u> | <u>-</u> | <u>164</u> | <u>320,601</u> | <u>\$8,660,662</u> |
| For the three months ended March 31, 2020 | | | | | |
| Shares held by subsidiaries reclassified from investments accounted for using the equity method to treasury shares | <u>320,765</u> | <u>-</u> | <u>-</u> | <u>320,765</u> | <u>\$ 8,664,198</u> |

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

Refer to Table 3 for the Corporation's shares held by subsidiaries were 518,046 thousand shares. As of March 31, 2021, December 31, 2020, and March 31, 2020, the market values of the treasury shares calculated by combined holding percentage were NT\$8,305,267 thousand, NT\$7,940,725 thousand, and NT\$6,080,795 thousand, respectively.

g. Non-controlling interests

| | For the Three Months Ended March 31 | |
|---|--|----------------------|
| | 2021 | 2020 |
| Balance, beginning of the period | \$ 29,808,036 | \$ 29,655,977 |
| Attributable to non-controlling interests: | | |
| Share of net profit for the period | 1,781,066 | 136,811 |
| Other comprehensive income in the period | | |
| Exchange difference on translating foreign operations | 213,001 | (240,442) |
| Income tax relating to exchange difference on translating foreign operations | (540) | 1,193 |
| Unrealized gains and losses on financial assets at fair value through other comprehensive income | (13,083) | 99,245 |
| Income tax relating to unrealized gains and losses on financial assets at fair value through other comprehensive income | 252 | 385 |
| Gains and losses on hedging instrument | 414 | 1,607 |
| Income tax relating to gains and losses on hedging instrument | (34) | (230) |
| Remeasurement of defined benefit plans | - | 36 |
| Share of other comprehensive income of associates accounted for using the equity method | 3,064 | 770 |
| Non-controlling interests arising from capital increase (decrease) of subsidiaries | 776,758 | 298,316 |
| Others | <u>16,646</u> | <u>(41,149)</u> |
| Balance, end of the period | <u>\$ 32,585,580</u> | <u>\$ 29,912,519</u> |

24. OPERATING REVENUE

a. Contract balances

| | March 31, 2021 | December 31, 2020 | March 31, 2020 | January 1, 2020 |
|---|---------------------------|------------------------------|---------------------------|----------------------------|
| Notes and accounts receivable (Note 10) | <u>\$ 14,802,253</u> | <u>\$ 13,401,947</u> | <u>\$ 11,879,036</u> | <u>\$ 12,881,783</u> |

| | March 31, 2021 | December 31, 2020 | March 31, 2020 | January 1, 2020 |
|------------------------|----------------------|----------------------|---------------------|---------------------|
| Contract assets | | | | |
| Construction contracts | \$ 8,955,946 | \$ 9,087,148 | \$ 8,236,560 | \$ 8,512,064 |
| Retentions receivable | 1,021,954 | 971,816 | 1,295,561 | 1,373,103 |
| Others | <u>80,254</u> | <u>99,557</u> | <u>69,775</u> | <u>99,112</u> |
| | <u>\$ 10,058,154</u> | <u>\$ 10,158,521</u> | <u>\$ 9,601,896</u> | <u>\$ 9,984,279</u> |
| Contract liabilities | | | | |
| Construction contracts | \$ 3,844,849 | \$ 3,139,927 | \$ 4,587,745 | \$ 4,280,397 |
| Sale of goods | 1,902,384 | 1,761,228 | 1,684,747 | 1,882,540 |
| Sales of real estate | 83,036 | 610,538 | - | - |
| Others | <u>37,225</u> | <u>52,892</u> | <u>17,455</u> | <u>41,021</u> |
| | <u>\$ 5,867,494</u> | <u>\$ 5,564,585</u> | <u>\$ 6,289,947</u> | <u>\$ 6,203,958</u> |

b. Disaggregation of revenue

For the three months ended March 31, 2021

| Type of goods or services | Steel Department | Others | Total |
|---------------------------|----------------------|----------------------|----------------------|
| Sale of goods | \$ 77,701,922 | \$ 13,560,997 | \$ 91,262,919 |
| Construction contract | (336,536) | 4,606,065 | 4,269,529 |
| Service revenue | 85,675 | 1,708,763 | 1,794,438 |
| Others | <u>390,088</u> | <u>104,624</u> | <u>494,712</u> |
| | <u>\$ 77,841,149</u> | <u>\$ 19,980,449</u> | <u>\$ 97,821,598</u> |

For the three months ended March 31, 2020

| Type of goods or services | Steel Department | Others | Total |
|---------------------------|----------------------|----------------------|----------------------|
| Sale of goods | \$ 60,901,020 | \$ 11,484,412 | \$ 72,385,432 |
| Construction contract | 308,299 | 3,080,231 | 3,388,530 |
| Service revenue | 139,149 | 1,507,312 | 1,646,461 |
| Others | <u>536,209</u> | <u>(37,755)</u> | <u>498,454</u> |
| | <u>\$ 61,884,677</u> | <u>\$ 16,034,200</u> | <u>\$ 77,918,877</u> |

25. PROFIT (LOSS) BEFORE INCOME TAX

a. Interest income

| | For the Three Months Ended March 31 | |
|---------------|--|------------------|
| | 2021 | 2020 |
| Bank deposits | \$ 34,796 | \$ 48,306 |
| Others | <u>28,152</u> | <u>12,128</u> |
| | <u>\$ 62,948</u> | <u>\$ 60,434</u> |

b. Other income

| | For the Three Months Ended March 31 | |
|------------------------|--|-------------------|
| | 2021 | 2020 |
| Dividends income | \$ 374,101 | \$ 8,146 |
| Rental income | 36,900 | 35,980 |
| Insurance claim income | 13,526 | 3,042 |
| Others | <u>280,358</u> | <u>419,710</u> |
| | <u>\$ 704,885</u> | <u>\$ 466,878</u> |

c. Other gains and losses

| | For the Three Months Ended March 31 | |
|---|--|---------------------|
| | 2021 | 2020 |
| Net foreign exchange gain (loss) | \$ 272,656 | \$ (15,226) |
| Gain on disposal of investment properties | 26,755 | - |
| Gain (loss) on disposal of investments | 12,086 | (14,611) |
| Loss on disposal of property, plant and equipment | (32,608) | (10,928) |
| Loss arising on financial assets at fair value through profit or loss | (53,341) | (33,184) |
| Other losses | <u>(200,785)</u> | <u>(214,185)</u> |
| | <u>\$ 24,763</u> | <u>\$ (288,134)</u> |

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

| | For the Three Months Ended March 31 | |
|--------------------------|--|--------------------|
| | 2021 | 2020 |
| Foreign exchange gain | \$ 580,200 | \$ 446,958 |
| Foreign exchange loss | <u>(307,544)</u> | <u>(462,184)</u> |
| Net exchange gain (loss) | <u>\$ 272,656</u> | <u>\$ (15,226)</u> |

d. Finance costs

| | For the Three Months Ended March 31 | |
|---|--|-------------------|
| | 2021 | 2020 |
| Total interest expense | \$ 553,056 | \$ 772,393 |
| Less: Amounts included in the cost of qualifying assets | <u>74,459</u> | <u>53,119</u> |
| | <u>\$ 478,597</u> | <u>\$ 719,274</u> |

Information about capitalized interest was as follows:

| | For the Three Months Ended March 31 | |
|------------------------------|--|-------------|
| | 2021 | 2020 |
| Capitalized amounts | \$ 74,459 | \$ 53,119 |
| Capitalized annual rates (%) | 0.51-3.18 | 0.27-1.49 |

e. Impairment loss recognized on non-financial asset

| | For the Three Months Ended March 31 | |
|--|--|-------------|
| | 2021 | 2020 |
| Property, plant and equipment (recorded under operating costs) | <u>\$ 666,202</u> | <u>\$ -</u> |

f. Depreciation and amortization

| | For the Three Months Ended March 31 | |
|--------------------------------------|--|---------------------|
| | 2021 | 2020 |
| Property, plant and equipment | \$ 7,909,316 | \$ 8,134,028 |
| Right-of-use assets | 274,177 | 284,585 |
| Investment properties | 12,917 | 12,610 |
| Intangible assets | 54,605 | 46,746 |
| Others | <u>10,307</u> | <u>12,962</u> |
| | <u>\$ 8,261,322</u> | <u>\$ 8,490,931</u> |
| Analysis of depreciation by function | | |
| Operating costs | \$ 7,765,923 | \$ 7,953,683 |
| Operating expenses | 419,330 | 425,325 |
| Others | <u>11,157</u> | <u>52,215</u> |
| | <u>\$ 8,196,410</u> | <u>\$ 8,431,223</u> |
| Analysis of amortization by function | | |
| Operating costs | \$ 47,295 | \$ 43,613 |
| Operating expenses | 17,589 | 15,898 |
| Others | <u>28</u> | <u>197</u> |
| | <u>\$ 64,912</u> | <u>\$ 59,708</u> |

g. Employee benefits

| | For the Three Months Ended March 31 | |
|---|--|---------------------|
| | 2021 | 2020 |
| Short-term employee benefits | | |
| Salaries | \$ 8,633,668 | \$ 6,522,757 |
| Labor and health insurance | 586,969 | 538,002 |
| Others | <u>405,658</u> | <u>359,022</u> |
| | <u>9,626,295</u> | <u>7,419,781</u> |
| Post-employment benefits | | |
| Defined contribution plans | 251,550 | 228,194 |
| Defined benefit plans (Note 22) | <u>166,651</u> | <u>187,387</u> |
| | <u>418,201</u> | <u>415,581</u> |
| Termination benefits | <u>24,384</u> | <u>19,224</u> |
| | <u>\$ 10,068,880</u> | <u>\$ 7,854,586</u> |
| Analysis of employee benefits by function | | |
| Operating costs | \$ 8,187,627 | \$ 6,322,359 |
| Operating expenses | 1,734,959 | 1,387,895 |
| Others | <u>146,294</u> | <u>144,332</u> |
| | <u>\$ 10,068,880</u> | <u>\$ 7,854,586</u> |

h. Employee's compensation and remuneration of directors

According to the Articles of Incorporation, the article stipulates the Corporation distributed employees' compensation 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, employees' compensation, and remuneration of directors. For the three months ended March 31, 2021 and 2020, the employees' compensation and remuneration of directors were as follows:

| | For the Three Months Ended March 31 | |
|---------------------------|--|-------------|
| | 2021 | 2020 |
| Employees' compensation | \$ 442,339 | \$ - |
| Remuneration of directors | 8,294 | - |

The employees' compensation and remuneration of directors were not recognized for the three months ended March 31, 2020 due to the Corporation's loss before income tax.

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

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

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

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

26. INCOME TAX

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

| | For the Three Months Ended March 31 | |
|---------------------------------------|--|---------------------|
| | 2021 | 2020 |
| Current tax | | |
| In respect of the current period | \$ 2,029,414 | \$ 102,044 |
| Income tax on unappropriated earnings | 173 | 17 |
| In respect of prior years | 3,453 | 5,839 |
| Deferred tax | | |
| In respect of the current period | 187,485 | (551,084) |
| In respect of prior years | <u>70,913</u> | <u>(4,579)</u> |
| | <u>\$ 2,291,438</u> | <u>\$ (447,763)</u> |

- b. Income tax benefit recognized in other comprehensive income

| | For the Three Months Ended March 31 | |
|--|--|-------------------|
| | 2021 | 2020 |
| Deferred tax | | |
| Current - translation of foreign operations | \$ (2,208) | \$ (30,440) |
| Current - unrealized gains and losses on financial assets at fair value through other comprehensive income | 48,271 | 182,486 |
| Current - fair value changes of cash flow hedges | 6,861 | 7,065 |
| Fair value changes of hedging instruments in cash flow hedges transferred to adjust carrying amounts of hedged items | <u>(1,136)</u> | <u>(855)</u> |
| | <u>\$ 51,788</u> | <u>\$ 158,256</u> |

c. Income tax assessments

The Corporation's income tax returns through 2016 and the subsidiaries' income tax returns through 2016 to 2019 have been assessed by the tax authorities.

27. EARNINGS (LOSS) PER SHARE

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

Net profit (loss) for the period

| | For the Three Months Ended March 31 | |
|--|--|-----------------------|
| | 2021 | 2020 |
| Net profit (loss) for the period attributable to owners of the Corporation | \$ 9,026,676 | \$ (2,255,538) |
| Less: Dividends on preference shares | <u>13,394</u> | <u>-</u> |
| Net profit (loss) used in computation of basic earnings (loss) per share | 9,013,282 | (2,255,538) |
| Add: Dividends on preference shares | <u>13,394</u> | <u>-</u> |
| Net profit (loss) used in computation of diluted earnings (loss) per share | <u>\$ 9,026,676</u> | <u>\$ (2,255,538)</u> |

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

| | For the Three Months Ended March 31 | |
|---|--|-------------------|
| | 2021 | 2020 |
| Weighted average number of ordinary shares used in computation of basic earnings (loss) per share | 15,414,150 | 15,414,096 |
| Effect of dilutive potential ordinary shares: | | |
| Employees' compensation | 19,133 | - |
| Convertible preference shares | <u>38,268</u> | <u>-</u> |
| Weighted average number of ordinary shares used in the computation of diluted earnings (loss) per share | <u>15,471,551</u> | <u>15,414,096</u> |

Preference shares were not included in the calculation of diluted earnings per share for the three months ended March 31, 2020 because of their anti-dilutive effect.

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

28. 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>March 31, 2021</u> | | | | |
| Financial assets at fair value through profit or loss | | | | |
| Mutual funds | \$ 5,849,616 | \$ - | \$ - | \$ 5,849,616 |
| Unlisted shares | - | - | 925,769 | 925,769 |
| Emerging market shares | - | - | 189,773 | 189,773 |
| Listed shares | 436,534 | - | - | 436,534 |
| Convertible bonds | <u>81,097</u> | <u>-</u> | <u>-</u> | <u>81,097</u> |
| | <u>\$ 6,367,247</u> | <u>\$ -</u> | <u>\$ 1,115,542</u> | <u>\$ 7,482,789</u> |
| Financial liabilities at fair value through profit or loss | | | | |
| Foreign exchange forward contracts | <u>\$ -</u> | <u>\$ 3,529</u> | <u>\$ -</u> | <u>\$ 3,529</u> |
| Financial assets at fair value through other comprehensive income | | | | |
| Equity instruments | | | | |
| Foreign unlisted shares and certificate of entitlement | \$ - | \$ - | \$ 39,468,929 | \$ 39,468,929 |
| Domestic listed shares | 16,196,085 | - | - | 16,196,085 |
| Domestic emerging market shares and unlisted shares | - | - | 2,540,452 | 2,540,452 |
| Foreign listed shares | 2,621,895 | - | - | 2,621,895 |
| Corporate bonds | <u>35,964</u> | <u>-</u> | <u>-</u> | <u>35,964</u> |
| | <u>\$ 18,853,944</u> | <u>\$ -</u> | <u>\$ 42,009,381</u> | <u>\$ 60,863,325</u> |
| Financial assets for hedging | | | | |
| Foreign exchange forward contracts | <u>\$ -</u> | <u>\$ 8,878</u> | <u>\$ -</u> | <u>\$ 8,878</u> |

| | Level 1 | Level 2 | Level 3 | Total |
|---|----------------------|------------------|----------------------|----------------------|
| Financial liabilities for hedging | | | | |
| Foreign exchange forward contracts | \$ <u>-</u> | \$ <u>24,460</u> | \$ <u>-</u> | \$ <u>24,460</u> |
| <hr/> December 31, 2020 <hr/> | | | | |
| Financial assets at fair value through profit or loss | | | | |
| Mutual funds | \$ 3,894,345 | \$ - | \$ - | \$ 3,894,345 |
| Unlisted shares | - | - | 982,947 | 982,947 |
| Emerging market shares | - | - | 274,822 | 274,822 |
| Listed shares | 158,219 | - | - | 158,219 |
| Convertible bonds | <u>130,308</u> | <u>-</u> | <u>-</u> | <u>130,308</u> |
| | <u>\$ 4,182,872</u> | <u>\$ -</u> | <u>\$ 1,257,769</u> | <u>\$ 5,440,641</u> |
| Financial liabilities at fair value through profit or loss | | | | |
| Foreign exchange forward contracts | \$ <u>-</u> | \$ <u>736</u> | \$ <u>-</u> | \$ <u>736</u> |
| Financial assets at fair value through other comprehensive income | | | | |
| Equity instruments | | | | |
| Foreign unlisted shares and certificate of entitlement | \$ - | \$ - | \$ 40,353,844 | \$ 40,353,844 |
| Domestic listed shares | 15,764,349 | - | - | 15,764,349 |
| Domestic emerging market shares and unlisted shares | - | - | 2,389,828 | 2,389,828 |
| Foreign listed shares | 1,520,440 | - | - | 1,520,440 |
| Corporate bonds | <u>29,890</u> | <u>-</u> | <u>-</u> | <u>29,890</u> |
| | <u>\$ 17,314,679</u> | <u>\$ -</u> | <u>\$ 42,743,672</u> | <u>\$ 60,058,351</u> |
| Financial assets for hedging | | | | |
| Foreign exchange forward contracts | \$ <u>-</u> | \$ <u>26,867</u> | \$ <u>-</u> | \$ <u>26,867</u> |
| Financial liabilities for hedging | | | | |
| Foreign exchange forward contracts | \$ <u>-</u> | \$ <u>41,268</u> | \$ <u>-</u> | \$ <u>41,268</u> |
| <hr/> March 31, 2020 <hr/> | | | | |
| Financial assets at fair value through profit or loss | | | | |
| Mutual funds | \$ 2,371,768 | \$ - | \$ - | \$ 2,371,768 |
| Unlisted shares | - | - | 1,816,300 | 1,816,300 |
| Emerging market shares | - | - | 189,076 | 189,076 |
| Convertible bonds | 89,546 | - | - | 89,546 |
| Listed shares | 87,162 | - | - | 87,162 |
| Future contracts | - | 7,494 | - | 7,494 |

| | Level 1 | Level 2 | Level 3 | Total |
|---|----------------------|-----------------|----------------------|----------------------|
| Foreign exchange forward contracts | \$ - | \$ 45 | \$ - | \$ 45 |
| | <u>\$ 2,548,476</u> | <u>\$ 7,539</u> | <u>\$ 2,005,376</u> | <u>\$ 4,561,391</u> |
| Financial liabilities at fair value through profit or loss | | | | |
| Foreign exchange forward contracts | \$ - | \$ 212 | \$ - | \$ 212 |
| Financial assets at fair value through other comprehensive income | | | | |
| Equity instruments | | | | |
| Foreign unlisted shares and certificate of entitlement | \$ - | \$ - | \$ 37,669,871 | \$ 37,669,871 |
| Domestic listed shares | 12,099,281 | - | - | 12,099,281 |
| Domestic emerging market shares and unlisted shares | - | - | 2,153,300 | 2,153,300 |
| Foreign listed shares | <u>1,659,520</u> | <u>-</u> | <u>-</u> | <u>1,659,520</u> |
| | <u>\$ 13,758,801</u> | <u>\$ -</u> | <u>\$ 39,823,171</u> | <u>\$ 53,581,972</u> |
| Financial assets for hedging | | | | |
| Foreign exchange forward contracts | \$ - | \$ 80,267 | \$ - | \$ 80,267 |
| Financial liabilities for hedging | | | | |
| Foreign exchange forward contracts | \$ - | \$ 41,573 | \$ - | \$ 41,573 |

There was no transfer between Level 1 and Level 2 for the three months ended March 31, 2021 and 2020.

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

For the three months ended March 31, 2021

| Financial Asset | Equity Instruments | | Total |
|--|---|---|---------------|
| | Financial Assets at Fair Value Through Profit or Loss | Financial Assets at Fair Value Through Other Comprehensive Income | |
| Balance, beginning of the period | \$ 1,257,769 | \$ 42,743,672 | \$ 44,001,441 |
| Recognized in profit or loss | (56,034) | - | (56,034) |
| Recognized in other comprehensive income | - | 394,749 | 394,749 |
| Purchases | - | 43,565 | 43,565 |
| Transfer out of Level 3 | - | (1,007,741) | (1,007,741) |

| | Equity Instruments | | |
|---|--|--|----------------------|
| | Financial Assets at Fair Value Through Profit or Loss | Financial Assets at Fair Value Through Other Comprehensive Income | Total |
| Disposals | \$ (86,193) | \$ (20,536) | \$ (106,729) |
| Effect of foreign currency exchange difference | <u>-</u> | <u>(144,328)</u> | <u>(144,328)</u> |
| Balance, end of the period | <u>\$ 1,115,542</u> | <u>\$ 42,009,381</u> | <u>\$ 43,124,923</u> |
| Unrealized gains and losses for the current period | <u>\$ (62,411)</u> | <u>\$ -</u> | <u>\$ (62,411)</u> |
| <u>For the three months ended March 31, 2020</u> | | | |

| | Equity Instruments | | |
|---|--|--|----------------------|
| | Financial Assets at Fair Value Through Profit or Loss | Financial Assets at Fair Value Through Other Comprehensive Income | Total |
| <u>Financial Asset</u> | | | |
| Balance, beginning of the period | \$ 2,003,969 | \$ 41,544,480 | \$ 43,548,449 |
| Recognized in profit or loss | 1,407 | - | 1,407 |
| Recognized in other comprehensive income | - | (420,933) | (420,933) |
| Purchases | - | 28,264 | 28,264 |
| Disposals | - | (13,160) | (13,160) |
| Others | - | 32,717 | 32,717 |
| Effect of foreign currency exchange difference | <u>-</u> | <u>(1,348,197)</u> | <u>(1,348,197)</u> |
| Balance, end of the period | <u>\$ 2,005,376</u> | <u>\$ 39,823,171</u> | <u>\$ 41,828,547</u> |
| Unrealized gains and losses for the current period | <u>\$ 1,407</u> | <u>\$ -</u> | <u>\$ 1,407</u> |

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

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

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

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

| | March 31, 2021 | December 31, 2020 | March 31, 2020 |
|---|---------------------------|------------------------------|---------------------------|
| Long-term pre-tax operating income rate (%) | 8.12 | 7.98-54.07 | 10.65-50.65 |
| Discount rate (%) | 7.62 | 7.62-10.69 | 10.79-10.90 |

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:

| | March 31, 2021 | December 31, 2020 | March 31, 2020 |
|---|---------------------------|------------------------------|---------------------------|
| Long-term pre-tax operating income rate | | | |
| Increase 1% | <u>\$ 240,263</u> | <u>\$ 268,384</u> | <u>\$ 184,755</u> |
| Decrease 1% | <u>\$ (241,838)</u> | <u>\$ (270,220)</u> | <u>\$ (186,227)</u> |

| | March 31, 2021 | December 31, 2020 | March 31, 2020 |
|---------------|---------------------------|------------------------------|---------------------------|
| Discount rate | | | |
| Increase 1% | <u>\$ (349,078)</u> | <u>\$ (479,780)</u> | <u>\$ (354,419)</u> |
| Decrease 1% | <u>\$ 492,545</u> | <u>\$ 652,297</u> | <u>\$ 438,014</u> |

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

c. Categories of financial instruments

| | March 31, 2021 | December 31, 2020 | March 31, 2020 |
|---|---------------------------|------------------------------|---------------------------|
| <u>Financial assets</u> | | | |
| Fair value through profit or loss | | | |
| Mandatorily at fair value through profit or loss | \$ 7,482,789 | \$ 5,440,641 | \$ 4,561,391 |
| Financial assets for hedging | 1,416,713 | 1,463,179 | 1,657,010 |
| Financial assets at amortized cost 1) | 45,101,377 | 43,803,846 | 43,968,489 |
| Financial assets at fair value through other comprehensive income | | | |
| Equity and debt instruments | 60,863,325 | 60,058,351 | 53,581,972 |
| <u>Financial liabilities</u> | | | |
| Fair value through profit or loss | | | |
| Held for trading | 3,529 | 736 | 212 |
| Financial liabilities for hedging | 2,035,549 | 2,219,497 | 4,705,409 |
| Financial liabilities at amortized cost 2) | 256,743,258 | 259,430,444 | 276,605,326 |

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

d. Financial risk management objectives and policies

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

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

trade financial instruments, including derivative financial instruments, for speculative purposes.

1) Market risk

a) Foreign currency risk

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

The carrying amounts of the significant non-functional currency monetary assets and liabilities (including those eliminated on consolidation) at the balance sheet date were referred to Note 33.

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

| | USD Impact | | | RMB Impact | | |
|------------------------|-------------------------------------|-----------|----|-------------------------------------|------------|----|
| | For the Three Months Ended March 31 | | | For the Three Months Ended March 31 | | |
| | 2021 | 2020 | | 2021 | 2020 | |
| Pre-tax profit or loss | \$ 78,470 | \$ 51,822 | i | \$ (11,666) | \$ (9,035) | i |
| Equity | (9,671) | 12,271 | ii | (477) | (1,366) | ii |

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

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

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

Hedge accounting

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

i. The Corporation and its subsidiaries' hedging strategy is to enter into foreign exchange forward contracts to avoid exchange rate exposure of its foreign currency capital expenditure and sales contracts. Those transactions are designated as cash flow hedges.

ii. The Corporation has designated certain long-term foreign currency borrowing as a hedge to manage its foreign currency risk:

i) Currency risks on foreign equity investments are accounted for as fair value hedge. Changes in the fair value of hedging instruments are recognized, based on the nature of hedged items, either in other gains or losses or other comprehensive income. The Corporation performs assessment of hedging effectiveness and it expects that the value of long-term foreign currency borrowing and the value of the foreign equity investment will systematically change in opposite direction in response to movements in the underlying exchange rates.

- ii) Foreign currency risk on investments in foreign operations is managed by using long-term foreign currency borrowing as a hedge instrument to hedge the investments in the subsidiary CSVC, which have USD as its functional currency.

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

March 31, 2021

| Hedging Instruments/ Hedged Items | Line Item in Balance Sheet | Carrying Amount | |
|---|--|-----------------|-----------|
| | | Asset | Liability |
| Cash flow hedge | | | |
| Foreign exchange forward contracts/Forecast purchases, construction contracts and raw materials | Financial assets/liabilities for hedging | \$ 8,756 | \$ 24,460 |
| Hedging foreign-currency deposits/Forecast purchases, construction contracts and raw materials | Financial assets for hedging | 1,407,835 | - |
| Fair value hedge | | | |
| Foreign exchange forward contracts/Forecast purchases and raw materials | Financial assets for hedging | 122 | - |
| Foreign currency bank borrowings/Financial assets at FVTOCI | Financial liabilities for hedging | - | 982,868 |
| Foreign currency bank borrowings/Financial assets at FVTPL | Financial liabilities for hedging | - | 846,158 |
| 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 - Hedged Items' Carrying Amount Asset | Fair Value Hedge - Accumulated Amount of Fair Value Hedge Adjustments Asset |
|---|---|---|-------------------------|-----------------------|---|--|
| | | | Continuing Hedges | Discounting Hedges | | |
| Cash flow hedge | | | | | | |
| Foreign exchange forward contracts/Forecast purchases, construction contracts and raw materials | \$ (4,705) | \$ 4,705 | \$ (15,705) | \$ - | NA | NA |
| Hedging foreign-currency deposits/Forecast purchases, construction contracts and raw materials | (19,195) | 19,195 | (66,466) | - | NA | NA |

| Hedging Instruments/ Hedged Items | Change in Fair Value of Hedging Instruments Used for Calculating Hedge Ineffectiveness | Change in Fair Value of Hedged Items Used for Calculating Hedge Ineffectiveness | Balance in Other Equity | | Fair Value Hedge - Hedged Items' Carrying Amount Asset | Fair Value Hedge - Accumulated Amount of Fair Value Hedge Adjustments Asset |
|--|---|---|-------------------------|-----------------------|---|--|
| | | | Continuing Hedges | Discounting Hedges | | |
| Fair value hedge | | | | | | |
| Foreign exchange forward contracts/Forecast purchases and raw materials | \$ (293) | \$ 293 | NA | NA | \$ - | \$ - |
| Foreign currency bank borrowings/Financial assets at FVTOCI | 70,941 | (70,915) | 93,742 | - | 1,554,034 | (121,236) |
| Foreign currency bank borrowings/Financial assets at FVTPL | 61,072 | (61,994) | NA | NA | 788,390 | (159,380) |
| Net investment hedge in foreign operations | | | | | | |
| Foreign currency bank borrowings/Investment in foreign operations | - | - | (177,876) | 3,966,662 | NA | NA |

March 31, 2020

| Hedging Instruments/ Hedged Items | Line Item in Balance Sheet | Carrying Amount | |
|--|--|-----------------|-----------|
| | | Asset | Liability |
| Cash flow hedge | | | |
| Foreign exchange forward contracts/Forecast purchases, construction contracts and raw materials | Financial assets/liabilities for hedging | \$ 80,195 | \$ 41,561 |
| Hedging foreign-currency deposits/Forecast purchases, construction contracts and raw materials | Financial assets for hedging | 1,576,743 | - |
| Fair value hedge | | | |
| Foreign exchange forward contracts/Forecast purchases and raw materials | Financial assets/liabilities for hedging | 72 | 12 |
| Foreign currency bank borrowings/Financial assets at FVTOCI | Financial liabilities for hedging | - | 1,063,343 |
| Foreign currency bank borrowings/Financial assets at FVTPL | Financial liabilities for hedging | - | 1,830,880 |
| Net investment hedge in foreign operations | | | |
| Foreign currency bank borrowings/Investment in foreign operations | Financial liabilities for hedging | - | 1,769,613 |

| Hedging Instruments/ Hedged Items | Change in Fair Value of Hedging Instruments Used for Calculating Hedge Ineffectiveness | Change in Fair Value of Hedged Items Used for Calculating Hedge Ineffectiveness | Balance in Other Equity | | Fair Value Hedge - Hedged Items' Carrying Amount Asset | Fair Value Hedge - Accumulated Amount of Fair Value Hedge Adjustments Asset |
|---|---|---|-------------------------|-----------------------|---|--|
| | | | Continuing Hedges | Discounting Hedges | | |
| Cash flow hedge | | | | | | |
| Foreign exchange forward contracts/Forecast purchases, construction contracts and raw materials | \$ (25,965) | \$ 25,965 | \$ 38,634 | \$ - | NA | NA |
| Hedging foreign-currency deposits/Forecast purchases, construction contracts and raw materials | 1,674 | (1,674) | (59,388) | - | NA | NA |
| Fair value hedge | | | | | | |
| Foreign exchange forward contracts/Forecast purchases and raw materials | (84) | 84 | NA | NA | \$ - | \$ - |
| Foreign currency bank borrowings/Financial assets at FVTOCI | (10,679) | 10,675 | 13,266 | - | 1,646,258 | (40,789) |
| Foreign currency bank borrowings/Financial assets at FVTPL | (18,388) | 18,668 | NA | NA | 1,671,991 | (178,134) |
| Net investment hedge in foreign operations | | | | | | |
| Foreign currency bank borrowings/Investment in foreign operations | (14,344) | 14,344 | (186,952) | 3,966,663 | NA | NA |

For the three months ended March 31, 2021

| 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 | \$ (23,900) | \$ - | - | \$ - | \$ - |

For the three months ended March 31, 2020

| 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 | \$ (24,291) | \$ - | - | \$ - | \$ - |
| Net investment hedge in foreign operations | \$ (14,344) | \$ - | - | \$ - | \$ - |

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>March 31, 2021</u> | | | |
| Buy | NTD/USD | 2021.04-2023.03 | NTD685,497/USD24,157 |
| Buy | NTD/JPY | 2018.12-2023.03 | NTD242,408/JPY892,347 |
| Buy | NTD/EUR | 2020.10-2022.12 | NTD745,823/EUR22,045 |
| Buy | NTD/CNY | 2021.04-2023.01 | NTD102,229/CNY24,280 |
| Buy | INR/USD | 2021.04-2021.04 | INR55,840/USD766 |
| Sell | NTD/USD | 2021.04-2021.06 | NTD103,202/USD3,684 |
| <u>December 31, 2020</u> | | | |
| Buy | NTD/USD | 2021.01-2023.03 | NTD784,653/USD26,240 |
| Buy | NTD/JPY | 2018.12-2023.03 | NTD157,322/JPY562,809 |
| Buy | NTD/EUR | 2020.10-2022.12 | NTD746,896/EUR22,079 |
| Buy | NTD/CNY | 2021.02-2023.01 | NTD142,589/CNY33,921 |
| Buy | INR/USD | 2020.12-2021.02 | INR132,430/USD1,789 |
| Sell | NTD/USD | 2021.01-2021.03 | NTD46,702/USD1,649 |
| <u>March 31, 2020</u> | | | |
| Buy | NTD/USD | 2020.02-2023.03 | NTD2,229,073/USD74,264 |
| Buy | NTD/EUR | 2020.01-2023.12 | NTD961,360/EUR28,358 |
| Buy | NTD/JPY | 2020.01-2023.12 | NTD418,592/JPY1,471,605 |
| Buy | NTD/CNY | 2020.11-2023.01 | NTD2,073/CNY490 |
| Buy | INR/USD | 2020.04 | INR60,844/USD805 |
| Sell | JPY/NTD | 2020.04-2020.05 | JPY23,760/NTD6,732 |

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:

| | March 31, 2021 | December 31, 2020 | March 31, 2020 |
|-------------------------------|-------------------|----------------------|-------------------|
| Fair value interest rate risk | | | |
| Financial liabilities | \$ 143,120,829 | \$ 141,193,253 | \$ 155,770,550 |
| Cash flow interest rate risk | | | |
| Financial liabilities | 81,629,969 | 87,517,643 | 95,440,350 |

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 three months ended March 31, 2021 would have been lower/higher by NT\$204,075 thousand and the Corporation and its subsidiaries' pre-tax loss for the three months ended March 31, 2020 would have been higher/lower by NT\$238,601 thousand, respectively.

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 three months ended March 31, 2021 and 2020 would have been lower/higher by NT\$62,862 thousand and NT\$24,589 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 three months ended March 31, 2021 and 2020 would have been lower/higher by NT\$188,180 thousand and NT\$137,588 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.

March 31, 2021

| Hedging Instruments | Contract Amount | Maturity | Line Item in Balance Sheet | Carrying Amount Liability | Change in Fair Value of Hedging Instruments Used for Calculating Hedge Ineffectiveness |
|---|-------------------|----------|-----------------------------------|---------------------------|--|
| Fair value hedge Precious metals borrowing contracts | <u>\$ 196,217</u> | - | Financial liabilities for hedging | <u>\$ 182,063</u> | <u>\$ 14,154</u> |

| 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 | <u>\$ 182,063</u> | <u>\$ (14,154)</u> | <u>\$ (14,154)</u> |

2) Credit risk

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

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

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

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

As of March 31, 2021, December 31, 2020 and March 31, 2020, the maximum credit risk of off-balance-sheet guarantees and amount provided to investees of co-investment for procurement compliance was NT\$31,264,444 thousand, NT\$34,939,451 thousand and NT\$38,481,551 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 their 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>March 31, 2021</u> | | | | |
| Non-derivative financial liabilities | | | | |
| Non-interest bearing liabilities | \$ 40,384,054 | \$ 247,438 | \$ - | \$ 40,631,492 |
| Lease liabilities | 1,035,295 | 3,081,576 | 9,743,686 | 13,860,557 |
| Variable interest rate liabilities | 30,989,588 | 50,004,460 | 1,675,375 | 82,669,423 |
| Fixed interest rate liabilities | 53,805,963 | 57,700,050 | 25,295,862 | 136,801,875 |
| Refund liabilities | 2,976,338 | - | - | 2,976,338 |
| Financial guarantee liabilities | <u>3,756,321</u> | <u>22,639,240</u> | <u>4,868,883</u> | <u>31,264,444</u> |
| | <u>\$ 132,947,559</u> | <u>\$ 133,672,764</u> | <u>\$ 41,583,806</u> | <u>\$ 308,204,129</u> |
| <u>December 31, 2020</u> | | | | |
| Non-derivative financial liabilities | | | | |
| Non-interest bearing liabilities | \$ 40,717,903 | \$ 269,277 | \$ - | \$ 40,987,180 |
| Lease liabilities | 1,101,308 | 3,235,082 | 10,577,981 | 14,914,371 |

| | Less Than 1 Year | 1-5 Years | Over 5 Years | Total |
|--------------------------------------|-----------------------------|-----------------------|----------------------|-----------------------|
| Variable interest rate liabilities | \$ 26,931,649 | \$ 59,647,998 | \$ 2,439,694 | \$ 89,019,341 |
| Fixed interest rate liabilities | 51,320,879 | 57,840,119 | 25,385,730 | 134,546,728 |
| Refund liabilities | 2,148,949 | - | - | 2,148,949 |
| Financial guarantee liabilities | <u>7,475,847</u> | <u>22,599,316</u> | <u>4,864,288</u> | <u>34,939,451</u> |
| | <u>\$ 129,696,535</u> | <u>\$ 143,591,792</u> | <u>\$ 43,267,693</u> | <u>\$ 316,556,020</u> |
| <u>March 31, 2020</u> | | | | |
| Non-derivative financial liabilities | | | | |
| Non-interest bearing liabilities | \$ 37,630,189 | \$ 981,058 | \$ - | \$ 38,611,247 |
| Lease liabilities | 1,133,518 | 3,087,330 | 11,112,916 | 15,333,764 |
| Variable interest rate liabilities | 48,228,162 | 43,523,013 | 5,104,133 | 96,855,308 |
| Fixed interest rate liabilities | 63,223,812 | 57,169,120 | 28,691,404 | 149,084,336 |
| Refund liabilities | 2,418,239 | - | - | 2,418,239 |
| Financial guarantee liabilities | <u>52,916</u> | <u>33,301,892</u> | <u>5,126,743</u> | <u>38,481,551</u> |
| | <u>\$ 152,686,836</u> | <u>\$ 138,062,413</u> | <u>\$ 50,035,196</u> | <u>\$ 340,784,445</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 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 |
| Ascentek Venture Capital Corporation | Associate |
| Taiwan Rolling Stock Co., Ltd. | Associate |
| Kaohsiung Arena Development Corporation | Associate |
| Overseas Investment & Development Corporation | Associate |

| <u>Company</u> | <u>Relationship</u> |
|---|--|
| Chateau International Development Co., Ltd. | Associate |
| Chungkang Steel Structure (Cambodia) Co., Ltd. | Associate |
| HC&C Auto Parts Co., Ltd. | Associate |
| Hanwa Steel Centre (M) Sdn. Bhd. | Associate |
| TSK Steel Company Limited | Associate |
| Changchun CECK Auto. Parts Co., Ltd. | Subsidiary of associates |
| Dyna Rechi (Jiujiang) Co., Ltd | Subsidiary of associates |
| CSBC Corporation, Taiwan | The Corporation as key management of other related parties |
| Taiwan High Speed Rail Corporation | The Corporation as key management of other related parties |
| Rechi Precision Co., Ltd. | The Corporation as key management of other related parties |
| Taiwan International Windpower Training Corporation Ltd. | The Corporation as key management of other related parties |
| Tang Eng Iron Works Co., Ltd. | The Corporation as key management of other related parties |
| 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 |
| Rechi Refrigeration (Dongguan) Co, Ltd. | The Corporation as key management of parent company |
| Rechi Precision (Huizhou) Mechanism Company | 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 |

b. Operating revenues

| Account Items | Related Parties Types | For the Three Months Ended March 31 | |
|-----------------------------|---|--|-------------|
| | | 2021 | 2020 |
| Revenue from sales of goods | Associates | \$ 283,480 | \$ 213,961 |
| | The Corporation as key management of parent company | 250,283 | 235,940 |

| Account Items | Related Parties Types | For the Three Months Ended March 31 | |
|----------------------------------|---|--|-------------------|
| | | 2021 | 2020 |
| | The Corporation as key management of other related parties | \$ 201,311 | \$ 321,766 |
| | Subsidiaries of associates | 81,067 | 8,525 |
| | Others | <u>7,540</u> | <u>82,499</u> |
| | | <u>\$ 823,681</u> | <u>\$ 862,691</u> |
| Construction contract revenue | The Corporation as key management of other related parties | \$ 32,641 | 95,303 |
| | Other related party | 7,439 | 61,867 |
| | Others | <u>1,900</u> | <u>142</u> |
| | | <u>\$ 41,980</u> | <u>\$ 157,312</u> |

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

c. Purchase of goods

| Related Parties Types | For the Three Months Ended March 31 | |
|-----------------------|--|---------------------|
| | 2021 | 2020 |
| Other related parties | \$ 3,334,916 | \$ 2,155,484 |
| Others | <u>89,770</u> | <u>83,599</u> |
| | <u>\$ 3,424,686</u> | <u>\$ 2,239,083</u> |

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

d. Receivables from related parties

| Account Items | Related Parties Types/Names | March 31, 2021 | December 31, 2020 | March 31, 2020 |
|-------------------------------|--|-------------------|----------------------|-------------------|
| Notes and accounts receivable | The Corporation as key management of other related parties | \$ 89,362 | \$ 161,769 | \$ 415,306 |
| | Subsidiaries of associates | 73,649 | 63,928 | - |
| | The Corporation as key management of parent company | 58,249 | 53,617 | 106,026 |
| | Other related parties | 14,842 | 20,882 | 93,718 |
| | Others | <u>4,568</u> | <u>18,417</u> | <u>17,906</u> |
| | | | <u>\$ 240,670</u> | <u>\$ 318,613</u> |
| Other receivables | Other related parties | | | |
| | FHC | \$ 199,745 | \$ 199,360 | \$ 211,575 |
| | Others | 95,832 | 66,287 | 61,685 |
| | Associates | 19,057 | 18,812 | 18,958 |
| | Others | <u>3,103</u> | <u>15</u> | <u>10</u> |
| | | <u>\$ 317,737</u> | <u>\$ 284,474</u> | <u>\$ 292,228</u> |

e. Payables to related parties

| Account Items | Related Parties Types | March 31, 2021 | December 31, 2020 | March 31, 2020 |
|----------------------|--|---------------------------|------------------------------|---------------------------|
| Accounts payable | Other related parties | \$ 274,608 | \$ 6,952 | \$ 17,040 |
| | Associates | 49,964 | 30,636 | 20,633 |
| | The Corporation as key management of other related parties | - | - | 81,000 |
| | | \$ 324,572 | \$ 37,588 | \$ 118,673 |
| Other payables | Other related parties | \$ 531,874 | \$ 530,928 | \$ 559,975 |
| | Others | 6,847 | 382,624 | 5,824 |
| | | \$ 538,721 | \$ 913,252 | \$ 565,799 |

The outstanding payables to related parties were unsecured.

f. Others

Classified as operating and non - operating income by nature:

| Account Items | Related Parties Types | For the Three Months Ended March 31 | |
|---|--|--|-------------|
| | | 2021 | 2020 |
| Service and other revenues and other income - other | Other related parties | \$ 141,876 | \$ 130,026 |
| | The Corporation as key management of other related parties | 55,758 | 129,119 |
| | Others | 2,950 | 2,192 |
| | | \$ 200,584 | \$ 261,337 |

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

| Related Party Types/Names | March 31, 2021 | December 31, 2020 | March 31, 2020 |
|---|---------------------------|------------------------------|---------------------------|
| Other related parties - FHC | | | |
| Amount endorsed | \$ 30,234,801 | \$ 33,904,899 | \$ 37,280,618 |
| Amount utilized | (30,234,801) | (33,904,899) | (37,280,618) |
| | \$ - | \$ - | \$ - |
| The Corporation as key management of others related parties | | | |
| Amount endorsed | \$ 1,309,036 | \$ 1,329,520 | \$ 1,362,093 |
| Amount utilized | (927,798) | (933,739) | (1,148,017) |
| | \$ 381,238 | \$ 395,781 | \$ 214,076 |
| Associates | | | |
| Amount endorsed | \$ 137,111 | \$ 136,864 | \$ 117,122 |
| Amount utilized | (20,747) | (19,099) | (13,568) |
| | \$ 116,364 | \$ 117,747 | \$ 103,554 |

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

h. Compensation of key management personnel

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

| | For the Three Months Ended March 31 | |
|------------------------------|--|------------------|
| | 2021 | 2020 |
| Short-term employee benefits | \$ 28,105 | \$ 15,032 |
| Post-employment benefits | <u>283</u> | <u>342</u> |
| | <u>\$ 28,388</u> | <u>\$ 15,374</u> |

31. ASSETS PLEDGED AS COLLATERAL OR SECURITY

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

| | March 31, 2021 | December 31, 2020 | March 31, 2020 |
|-----------------------------------|---------------------------|------------------------------|---------------------------|
| Net property, plant and equipment | \$ 30,487,751 | \$ 32,176,561 | \$ 24,046,472 |
| Time deposits | 6,805,371 | 6,718,599 | 6,579,965 |
| Shares (a.) | 6,609,680 | 6,316,200 | 4,470,305 |
| Pledged receivables (b.) | 2,000,000 | 2,000,000 | 2,000,000 |
| Net investment properties | 1,094,171 | 1,128,870 | 1,139,761 |
| Right-of-use assets - land | <u>147,698</u> | <u>-</u> | <u>-</u> |
| | <u>\$ 47,144,671</u> | <u>\$ 48,340,230</u> | <u>\$ 38,236,503</u> |

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

32. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNIZED COMMITMENTS

Significant commitments and contingencies of the Corporation and its subsidiaries as of March 31, 2021 were as follows:

- a. The Corporation and its subsidiaries provided letters of credits for NT\$14 billion guaranteed by financial institutions for several constructions, lease contracts and payment. Guarantee notes for NT\$35.7 billion were provided to owners for purchase agreements and warranties.
- b. Unused letters of credit for importation of materials and machinery amounted to NT\$9.1 billion.
- c. Property purchase and construction contracts for NT\$8.7 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 10,760,000 metric tons of coal, 22,510,000 metric tons of iron ore, and 3,420,000 metric tons of limestone are at prices negotiable with the counterparties. Purchase commitments as of March 31, 2021 were US\$7.2 billion (including 14,040,000 metric tons of coal, 3,342,000 metric tons of iron ore, and 370,000 metric tons of limestone).
- f. 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>March 31, 2021</u> | | | | |
| Monetary foreign assets | | | | |
| USD | \$ 232,584 | 28.5350 | (USD:NTD) | \$ 6,636,786 |
| JPY | 4,043,205 | 0.2577 | (JPY:NTD) | 1,041,934 |
| RMB | 312,343 | 4.3440 | (RMB:NTD) | 1,356,818 |
| VND | 1,030,260,755 | 0.00004 | (VND:USD) | 1,153,892 |
| Non-monetary foreign assets | | | | |
| Financial assets at fair value through other comprehensive income | | | | |
| USD | 853,292 | 28.5350 | (USD:NTD) | 24,348,685 |
| JPY | 6,030,400 | 0.2577 | (JPY:NTD) | 1,554,034 |
| MYR | 277,474 | 6.5725 | (MYR:NTD) | 1,823,699 |
| Associate accounted for using the equity method | | | | |
| USD | 386,316 | 28.5350 | (USD:NTD) | 10,948,391 |
| AUD | 979,676 | 21.7100 | (AUD:NTD) | 21,268,767 |
| INR | 2,428,865 | 0.3879 | (INR:NTD) | 942,157 |
| Monetary foreign liabilities | | | | |
| JPY | 8,725,677 | 0.2577 | (JPY:NTD) | 2,248,607 |
| USD | 331,153 | 28.5350 | (USD:NTD) | 9,449,452 |
| USD | 134,402 | 73.5628 | (USD:INR) | 3,835,173 |
| <u>December 31, 2020</u> | | | | |
| Monetary foreign assets | | | | |
| USD | 251,453 | 28.4800 | (USD:NTD) | 7,161,384 |
| JPY | 5,339,071 | 0.2763 | (JPY:NTD) | 1,475,185 |
| RMB | 357,770 | 4.3770 | (RMB:NTD) | 1,565,959 |

| | Foreign Currencies (In Thousands) | Exchange Rate | | Carrying Amount (In Thousands of New Taiwan Dollars) |
|---|--|----------------------|-----------|---|
| Non-monetary foreign assets | | | | |
| Financial assets at fair value through other comprehensive income | | | | |
| USD | \$ 851,071 | 28.4800 | (USD:NTD) | \$ 24,238,494 |
| JPY | 5,410,800 | 0.2763 | (JPY:NTD) | 1,495,004 |
| MYR | 227,523 | 6.7895 | (MYR:NTD) | 1,544,767 |
| Associates accounted for using the equity method | | | | |
| USD | 373,863 | 28.4800 | (USD:NTD) | 10,645,842 |
| AUD | 949,559 | 21.9500 | (AUD:NTD) | 20,842,831 |
| INR | 1,795,671 | 0.3845 | (INR:NTD) | 690,435 |
| Monetary foreign liabilities | | | | |
| JPY | 8,693,083 | 0.2763 | (JPY:NTD) | 2,401,899 |
| USD | 255,727 | 28.4800 | (USD:NTD) | 7,283,105 |
| USD | 38,584 | 74.0702 | (USD:INR) | 1,098,884 |
| <hr/> March 31, 2020 <hr/> | | | | |
| Monetary foreign assets | | | | |
| USD | 242,672 | 30.2250 | (USD:NTD) | 7,334,761 |
| USD | 51,376 | 1.6219 | (USD:AUD) | 1,552,842 |
| JPY | 7,312,189 | 0.2788 | (JPY:NTD) | 2,038,638 |
| RMB | 252,653 | 4.2550 | (RMB:NTD) | 1,075,038 |
| Non-monetary foreign assets | | | | |
| Financial assets at fair value through other comprehensive income | | | | |
| USD | 813,463 | 30.2250 | (USD:NTD) | 24,586,932 |
| JPY | 5,904,800 | 0.2788 | (JPY:NTD) | 1,646,258 |
| MYR | 185,146 | 6.7175 | (MYR:NTD) | 1,243,718 |
| Associate accounted for using the equity method | | | | |
| USD | 356,352 | 30.2250 | (USD:NTD) | 10,769,612 |
| AUD | 1,018,731 | 18.6350 | (AUD:NTD) | 18,984,053 |
| INR | 1,748,965 | 0.4017 | (INR:NTD) | 702,559 |
| Monetary foreign liabilities | | | | |
| JPY | 11,502,478 | 0.2788 | (JPY:NTD) | 3,206,891 |
| USD | 364,152 | 30.2250 | (USD:NTD) | 11,006,489 |
| USD | 131,951 | 75.2427 | (USD:INR) | 3,988,214 |

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 (Table 5)
 - 6) Disposal of individual real estate at prices of at least NT\$300 million or 20% of the paid-in capital (None)
 - 7) Total purchases from or sales to related parties amounting to at least NT\$100 million or 20% of the paid-in capital (Table 6)
 - 8) Receivables from related parties amounting to at least NT\$100 million or 20% of the paid-in capital (Table 7)
 - 9) Trading in derivative instruments (Note 29)
 - 10) Intercompany relationships and significant intercompany transactions (Table 8)
 - 11) Information on investees (Table 9)
- c. Information on investments in mainland China
- 1) Information on any investee company in mainland China, showing the name, principal business activities, paid-in capital, method of investment, inward and outward remittance of funds, ownership percentage, net income (loss) of investees, 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 10)
 - 2) Any of the following significant transactions with investee companies in mainland China, either directly or indirectly through a third party, and their prices, payment terms and unrealized gains and losses:
 - a) The amount and percentage of purchases and the balance and percentage of the related payables at the end of the period (Table 6)
 - b) The amount and percentage of sales and the balance and percentage of the related receivables at the end of the period (Table 6)
 - c) The amount of property transactions and the amount of the resultant gains or losses (None)
 - d) The balance of negotiable instrument endorsements or guarantees or pledges of collateral at the end of the period and the purposes (Table 2)
 - e) The highest balance, the end of period balance and the interest rate range, and total current period interest with respect to financing of funds (Table 1)
 - f) Other transactions that have a material effect on the profit or loss for the year or on the financial position, such as the rendering or receipt of services (None)

d. Information of major shareholders (Table 11)

35 SEGMENT INFORMATION

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

- Steel - manufacture and sell steel products, including the Corporation, DSC, CHS, CSCM, CSVC and CSCI.

a. Segment revenues and operating results

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

| | Steel Department | Others | Adjustment and Elimination | Total |
|--|-----------------------------|----------------------|---|----------------------|
| <u>For the three months ended March 31, 2021</u> | | | | |
| Revenue from external customers | \$ 77,841,149 | \$ 19,980,449 | \$ - | \$ 97,821,598 |
| Inter-segment revenue | <u>21,409,928</u> | <u>12,680,533</u> | <u>(34,090,461)</u> | <u>-</u> |
| Segment revenue | <u>\$ 99,251,077</u> | <u>\$ 32,660,982</u> | <u>\$ (34,090,461)</u> | <u>\$ 97,821,598</u> |
| Segment profit | \$ 10,687,747 | \$ 2,314,329 | \$ (512,888) | \$ 12,489,188 |
| Interest income | 32,351 | 40,471 | (9,874) | 62,948 |
| Financial costs | (369,997) | (144,470) | 35,870 | (478,597) |
| Share of the profit of associates | 5,331,798 | 914,961 | (5,950,766) | 295,993 |
| Other non-operating income and expenses | <u>400,468</u> | <u>527,102</u> | <u>(197,922)</u> | <u>729,648</u> |
| Profit before income tax | 16,082,367 | 3,652,393 | (6,635,580) | 13,099,180 |
| Income tax | <u>1,989,891</u> | <u>423,574</u> | <u>(122,027)</u> | <u>2,291,438</u> |
| Net profit for the period | <u>\$ 14,092,476</u> | <u>\$ 3,228,819</u> | <u>\$ (6,513,553)</u> | <u>\$ 10,807,742</u> |
| <u>For the three months ended March 31, 2020</u> | | | | |
| Revenue from external customers | \$ 61,884,677 | \$ 16,034,200 | \$ - | \$ 77,918,877 |
| Inter-segment revenue | <u>22,169,814</u> | <u>12,149,642</u> | <u>(34,319,456)</u> | <u>-</u> |
| Segment revenue | <u>\$ 84,054,491</u> | <u>\$ 28,183,842</u> | <u>\$ (34,319,456)</u> | <u>\$ 77,918,877</u> |

| | Steel Department | Others | Adjustment and Elimination | Total |
|---|-----------------------------|---------------------|---|-----------------------|
| Segment profit (loss) | \$ (3,276,852) | \$ 1,141,325 | \$ (243,898) | \$ (2,379,425) |
| Interest income | 25,318 | 57,839 | (22,723) | 60,434 |
| Financial costs | (581,046) | (187,038) | 48,810 | (719,274) |
| Share of the profit (loss) of associates | (1,413,768) | 437,452 | 1,269,347 | 293,031 |
| Other non-operating income and expenses | <u>258,181</u> | <u>136,171</u> | <u>(215,608)</u> | <u>178,744</u> |
| Profit (loss) before income tax | (4,988,167) | 1,585,749 | 835,928 | (2,566,490) |
| Income tax (benefit) | <u>(583,459)</u> | <u>223,443</u> | <u>(87,747)</u> | <u>(447,763)</u> |
| Net profit (loss) for the period | <u>\$ (4,404,708)</u> | <u>\$ 1,362,306</u> | <u>\$ 923,675</u> | <u>\$ (2,118,727)</u> |

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

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

b. Segment total assets and liabilities

| | March 31, 2021 | December 31, 2020 | March 31, 2020 |
|--------------------------------|---------------------------|------------------------------|---------------------------|
| <u>Segment assets</u> | | | |
| Steel department | \$ 683,791,631 | \$ 666,719,566 | \$ 692,304,530 |
| Others | 241,913,383 | 237,332,536 | 224,249,147 |
| Adjustment and elimination | <u>(277,741,457)</u> | <u>(267,969,405)</u> | <u>(259,898,667)</u> |
| Consolidated total assets | <u>\$ 647,963,557</u> | <u>\$ 636,082,697</u> | <u>\$ 656,655,010</u> |
| <u>Segment liabilities</u> | | | |
| Steel department | \$ 246,728,133 | \$ 244,247,448 | \$ 268,915,350 |
| Others | 97,314,935 | 95,305,099 | 94,977,739 |
| Adjustment and elimination | <u>(31,636,135)</u> | <u>(26,576,831)</u> | <u>(31,792,497)</u> |
| Consolidated total liabilities | <u>\$ 312,406,933</u> | <u>\$ 312,975,716</u> | <u>\$ 332,100,592</u> |

TABLE 1

CHINA STEEL CORPORATION AND SUBSIDIARIES

**FINANCING PROVIDED TO OTHERS
FOR THE PERIOD ENDED MARCH 31, 2021**

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

| No. | Financing Company | Counter-party | Financial Statement Account | Related Party | Maximum Balance for the Period | Ending Balance | Amount Actually Drawn | Interest Rate | Nature for Financing (Note 1) | Transaction Amounts | Reason for Financing | Allowance for Bad Debt | Collateral | | Financing Limits for Each Borrowing Company | Financing Company's Total Financing Amount Limits | Note |
|-----|--|--|-----------------------------|---------------|--------------------------------|----------------|-----------------------|---------------|-------------------------------|---------------------|-------------------------------|------------------------|------------|-------|---|---|--------|
| | | | | | | | | | | | | | Item | Value | | | |
| 0 | China Steel Corporation | Dragon Steel Corporation | Other receivables | Yes | 900,000 | 900,000 | - | N/A | 2 | - | Operating capital | - | - | - | 30,297,104 | 60,594,208 | Note 2 |
| 0 | China Steel Corporation | China Steel Global Trading Corporation | Other receivables | Yes | 150,000 | 150,000 | - | N/A | 2 | - | Operating capital | - | - | - | 30,297,104 | 60,594,208 | Note 2 |
| 0 | China Steel Corporation | Sing Da Marine Structure Corporation | Other receivables | Yes | 1,200,000 | 1,200,000 | 700,000 | 0.38%-0.48% | 2 | - | Operating capital | - | - | - | 30,297,104 | 60,594,208 | Note 2 |
| 0 | China Steel Corporation | China Steel Express Corporation | Other receivables | Yes | 500,000 | 500,000 | - | N/A | 2 | - | Operating capital | - | - | - | 30,297,104 | 60,594,208 | Note 2 |
| 0 | China Steel Corporation | Gains Investment Corporation | Other receivables | Yes | 100,000 | 100,000 | - | N/A | 2 | - | Operating capital | - | - | - | 30,297,104 | 60,594,208 | Note 2 |
| 0 | China Steel Corporation | China Steel Resources Corporation | Other receivables | Yes | 1,050,000 | 1,050,000 | 906,000 | 0.43%-0.57% | 2 | - | Operating capital | - | - | - | 30,297,104 | 60,594,208 | Note 2 |
| 0 | China Steel Corporation | C.S.Aluminium Corporation | Other receivables | Yes | 5,200,000 | 5,200,000 | 3,600,000 | 0.38%-0.49% | 2 | - | Operating capital | - | - | - | 30,297,104 | 60,594,208 | Note 2 |
| 0 | China Steel Corporation | China Steel Precision Metals Kunshan Co., Ltd. | Other receivables | Yes | 394,560 | 130,320 | - | N/A | 2 | - | Operating capital | - | - | - | 30,297,104 | 60,594,208 | Note 2 |
| 0 | China Steel Corporation | Changzhou China Steel Precision Materials Co., Ltd. | Other receivables | Yes | 131,520 | - | - | N/A | 2 | - | Operating capital | - | - | - | 30,297,104 | 60,594,208 | Note 2 |
| 0 | China Steel Corporation | Kaohsiung Rapid Transit Corporation | Other receivables | Yes | 550,000 | 550,000 | 550,000 | 0.38%-0.50% | 2 | - | Operating capital | - | - | - | 30,297,104 | 60,594,208 | Note 2 |
| 0 | China Steel Corporation | Chung Hung Steel Corporation | Other receivables | Yes | 3,150,000 | 2,750,000 | - | N/A | 2 | - | Operating capital | - | - | - | 30,297,104 | 60,594,208 | Note 2 |
| 0 | China Steel Corporation | China Steel Structure Co., Ltd. | Other receivables | Yes | 450,000 | 450,000 | - | N/A | 2 | - | Operating capital | - | - | - | 30,297,104 | 60,594,208 | Note 2 |
| 0 | China Steel Corporation | CHC Resources Corporation | Other receivables | Yes | 400,000 | 400,000 | - | N/A | 2 | - | Operating capital | - | - | - | 30,297,104 | 60,594,208 | Note 2 |
| 1 | United Steel Investment Pte Ltd | Chungkang Steel Structure (Cambodia) Co., Ltd. | Other receivables | Yes | 17,692 | 17,692 | 17,692 | 5.80% | 2 | - | Operating capital | - | - | - | 50,000 | 55,094 | Note 3 |
| 2 | Ever Wealthy International Corporation | Changzhou China Steel New Materials Technology Co., Ltd. | Other receivables | Yes | 108,433 | 108,433 | 108,433 | 1.10% | 2 | - | Operating capital | - | - | - | 328,116 | 492,174 | Note 4 |
| 3 | Thintech Materials Technology Co., Ltd. | Taicang Thintech Materials Co., Ltd. | Other receivables | Yes | 105,479 | 104,517 | 86,445 | 2.80% | 2 | - | Operating capital | - | - | - | 352,316 | 469,755 | Note 5 |
| 4 | C.S.Aluminium Corporation | Ningbo Huayang Aluminium-Tech Co., Ltd. | Other receivables | Yes | 513,630 | 513,630 | - | N/A | 2 | - | Repayments of bank borrowings | - | - | - | 771,293 | 1,542,587 | Note 6 |
| 5 | China Prosperity Development Corporation | China Steel Corporation | Other receivables | Yes | 3,200,000 | 3,200,000 | 2,350,000 | 0.38%-0.62% | 2 | - | Operating capital | - | - | - | 3,582,402 | 3,582,402 | Note 7 |
| 6 | China Steel Security Corporation | China Steel Corporation | Other receivables | Yes | 100,000 | 100,000 | 100,000 | 0.43%-0.59% | 2 | - | Operating capital | - | - | - | 196,941 | 262,588 | Note 8 |

| No. | Financing Company | Counter-party | Financial Statement Account | Related Party | Maximum Balance for the Period | Ending Balance | Amount Actually Drawn | Interest Rate | Nature for Financing (Note 1) | Transaction Amounts | Reason for Financing | Allowance for Bad Debt | Collateral | | Financing Limits for Each Borrowing Company | Financing Company's Total Financing Amount Limits | Note |
|-----|--|-------------------------------|-----------------------------|---------------|--------------------------------|----------------|-----------------------|---------------|-------------------------------|---------------------|----------------------|------------------------|------------|-------|---|---|---------|
| | | | | | | | | | | | | | Item | Value | | | |
| 7 | CSC Precision Metal Industrial Corporation | China Steel Corporation | Other receivables | Yes | 100,000 | 100,000 | 100,000 | 0.43% | 2 | - | Operating capital | - | - | - | 106,993 | 122,278 | Note 9 |
| 8 | China Steel Power Holding Corporation | China Steel Power Corporation | Other receivables | Yes | 268,000 | - | - | 0.70% | 2 | - | Operating capital | - | - | - | 692,025 | 692,025 | Note 10 |
| 9 | Betacera Inc. | Betacera (Su Zhou) Co., Ltd. | Other receivables | Yes | 57,070 | 57,070 | - | N/A | 2 | - | Operating capital | - | - | - | 178,835 | 357,670 | Note 11 |
| 10 | CSGT (Shanghai) Co., Ltd. | CSGT (Shenzhen) Co., Ltd. | Other receivables | Yes | 8,768 | 8,688 | - | 4.12% | 2 | - | Operating capital | - | - | - | 12,497 | 16,663 | 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 United Steel Investment Pte Ltd., the total available amount for lending to others shall not exceed 40% of the net worth of the company; for short-term financing needs, the total amount for lending to a company shall not exceed NT\$50,000 thousand; however, its wholly-owned subsidiary is free from these limits. Except for the aforementioned, the total available amount for lending to others shall not exceed 40% of the net worth of United Steel Investment Pte Ltd.

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

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

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

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

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

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

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

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

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

CHINA STEEL CORPORATION AND SUBSIDIARIES

**ENDORSEMENTS/GUARANTEES PROVIDED
FOR THE PERIOD ENDED MARCH 31, 2021**

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

| NO. | Endorsement/Guarantee Provider | Endorsee/Guarantee | | Limits on Endorsement/Guarantee Amount Provided to Each Guaranteed Party | Maximum Balance for the Period | Ending Balance | Amount Actually Drawn | Amount of Endorsement/Guarantee Collateralized by Properties | Ratio of Accumulated Endorsement/Guarantee to Net Equity per Latest Financial Statements (%) | Maximum Endorsement/Guarantee Amount Allowable | Guarantee Provided by Parent Company | Guarantee Provided by Subsidiary | Guarantee Provided to Subsidiaries in Mainland China | Note |
|-----|---|---|---------------------------------|--|--------------------------------|----------------|-----------------------|--|--|--|--------------------------------------|----------------------------------|--|---------------|
| | | Name | Nature of Relationship (Note 1) | | | | | | | | | | | |
| 0 | China Steel Corporation | China Steel Power Corporation | 2 | 90,891,313 | 2,580,000 | 2,580,000 | 1,267,511 | - | 1 | 121,188,417 | Y | N | N | Notes 2 and 4 |
| 0 | China Steel Corporation | Formosa Ha Tinh (Cayman) Limited | 6 | 90,891,313 | 33,797,756 | 30,234,801 | 30,234,801 | - | 10 | 121,188,417 | N | N | N | Note 4 |
| 0 | China Steel Corporation | Sakura Ferroalloys Sdn. Bhd. | 6 | 90,891,313 | 1,319,454 | 1,309,036 | 927,798 | - | - | 121,188,417 | N | N | N | Note 4 |
| 1 | China Steel Structure Co., Ltd. | Chungkang Steel Structure (Cambodia) Co., Ltd. | 6 | 1,726,893 | 137,111 | 137,111 | 20,747 | - | 3 | 9,843,292 | N | N | N | Note 5 |
| 2 | United Steel Engineering & Construction Corporation | China Steel Structure Co., Ltd. | 3 | 21,891,857 | 71,300 | 71,300 | 71,300 | - | 5 | 21,891,857 | N | N | N | Notes 3 and 6 |
| 3 | Thintech Materials Technology Co., Ltd. | Taicang Thintech Materials Co., Ltd. | 2 | 469,755 | 242,548 | 242,548 | 73,831 | - | 21 | 469,755 | N | N | Y | Note 7 |
| 4 | InfoChamp Systems Corporation | Wuhan InfoChamp I.T. Co., Ltd. | 2 | 285,760 | 108,578 | 108,578 | 86,858 | - | 11 | 476,267 | N | N | Y | Note 8 |
| 4 | InfoChamp Systems Corporation | Tang Steel International Engineering Technology Corp. | 5 | 285,760 | 40,923 | 40,549 | 40,549 | - | 4 | 476,267 | N | N | Y | Note 8 |
| 5 | Wuhan InfoChamp I.T. Co., Ltd. | InfoChamp Systems Corporation | 3 | 102,718 | 40,427 | 40,058 | 40,058 | - | 195 | 123,261 | N | N | N | Note 9 |
| 5 | Wuhan InfoChamp I.T. Co., Ltd. | Tang Steel International Engineering Technology Corp. | 5 | 102,718 | 40,923 | 40,549 | 40,549 | - | 197 | 123,261 | N | N | Y | Note 9 |

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

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

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

Note 3: Performance guarantee regarding the construction contract.

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

CHINA STEEL CORPORATION AND SUBSIDIARIES

MARKETABLE SECURITIES HELD

MARCH 31, 2021

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

| Held Company Name | Type and Name of Marketable Securities | | Relationship with The Company | Financial Statement Account | MARCH 31, 2021 | | | | Note |
|-------------------------|--|---|----------------------------------|--|----------------|----------------|-----------------------------|------------|------|
| | | | | | Shares/Units | Carrying Value | Percentage of Ownership (%) | Fair Value | |
| China Steel Corporation | Common stock | Taiwan High Speed Rail Corporation | The held company as its director | Financial assets at fair value through other comprehensive income - noncurrent | 242,148,000 | 7,615,555 | 4 | 7,615,555 | |
| China Steel Corporation | Common stock | Maruichi Steel Tube Ltd. | No relation | Financial assets at fair value through other comprehensive income - noncurrent | 2,000,000 | 1,301,385 | 2 | 1,301,385 | |
| China Steel Corporation | Common stock | TANG ENG IRON WORKS CO., LTD. | The held company as its director | Financial assets at fair value through other comprehensive income - noncurrent | 29,860,691 | 1,066,027 | 9 | 1,066,027 | |
| China Steel Corporation | Common stock | CSN Mineracao S.A. | No relation | Financial assets at fair value through other comprehensive income - noncurrent | 22,366,860 | 1,041,796 | - | 1,041,796 | |
| China Steel Corporation | Common stock | O-Bank Co., Ltd. | No relation | Financial assets at fair value through other comprehensive income - noncurrent | 103,847,695 | 726,934 | 4 | 726,934 | |
| 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 | 496,844 | 5 | 496,844 | |
| China Steel Corporation | Common stock | Yodogawa Steel Works, Ltd. | No relation | Financial assets at fair value through other comprehensive income - noncurrent | 400,000 | 252,649 | 1 | 252,649 | |
| China Steel Corporation | Common stock | CSBC Corporation, Taiwan | The held company as its director | Financial assets at fair value through other comprehensive income - noncurrent | 7,751,346 | 166,265 | 1 | 166,265 | |
| 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 | 23,151,452 | 20 | 23,151,452 | |
| China Steel Corporation | Common stock | Sakura Ferroalloys Sdn. Bhd. | The held company as its director | Financial assets at fair value through other comprehensive income - noncurrent | 207,290,000 | 1,433,395 | 19 | 1,433,395 | |
| 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 | 881,172 | 5 | 881,172 | |
| China Steel Corporation | Common stock | Taiwan International Windpower Training Corporation | The held company as its director | Financial assets at fair value through other comprehensive income - noncurrent | 1,500,000 | 13,846 | 15 | 13,846 | |
| China Steel Corporation | Common stock | CDIB BioScience Ventures I, Inc. | The held company as its director | Financial assets at fair value through other comprehensive income - noncurrent | 1,063,534 | 7,960 | 5 | 7,960 | |
| China Steel Corporation | Common stock | PHALANX BIOTECH GROUP, INC. | No relation | Financial assets at fair value through other comprehensive income - noncurrent | 1,073,812 | 3,027 | 1 | 3,027 | |

| Held Company Name | Type and Name of Marketable Securities | | Relationship with The Company | Financial Statement Account | MARCH 31, 2021 | | | | Note |
|----------------------------------|--|---|------------------------------------|--|----------------|----------------|-----------------------------|------------|------|
| | | | | | Shares/Units | Carrying Value | Percentage of Ownership (%) | Fair Value | |
| China Steel Corporation | Common stock | DB Metal Co., Ltd. | No relation | Financial assets at fair value through other comprehensive income - noncurrent | 1,500,000 | - | 1 | - | |
| China Steel Corporation | Preferred stock | East Asia United Steel Corporation (A) | The held company as its director | Financial assets mandatorily classified as at fair value through profit or loss - noncurrent (including measurement) | 3,333 | 788,390 | 10 | 788,390 | |
| 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 | 390,304 | 19 | 390,304 | |
| Chung Hung Steel Corporation | Common stock | Shouh Hwang Enterprise Co., Ltd. | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 730,000 | - | 15 | - | |
| Chung Hung Steel Corporation | Common stock | YIEH UNITED STEEL CORPORATION | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 32,859,800 | 160,093 | 1 | 160,093 | |
| Chung Hung Steel Corporation | Common stock | China Steel Corporation | Parent company | Financial assets at fair value through other comprehensive income - current | 33,109,239 | 857,529 | - | 857,529 | |
| Chung Hung Steel Corporation | Common stock | TAIWAN VES-POWER CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - noncurrent | 958,333 | 43,173 | 2 | 43,173 | |
| 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 | 5,835 | 5 | 5,835 | |
| Chung Hung Steel Corporation | Common stock | Riselink Venture Capital Corp. | No relation | Financial assets at fair value through other comprehensive income - noncurrent | 3,948 | 561 | 3 | 561 | |
| 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 | 26,003 | - | 26,003 | |
| China Steel Chemical Corporation | Common stock | China Steel Corporation | Parent company | Financial assets at fair value through other comprehensive income - current | 2,556,915 | 66,224 | - | 66,224 | |
| China Steel Chemical Corporation | Preferred stock | China Steel Corporation | Parent company | Financial assets at fair value through other comprehensive income - current | 229,000 | 11,679 | - | 11,679 | |
| China Steel Chemical Corporation | Mutual fund | JPMorgan Asia Growth (acc) - USD | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 30,601 | 21,848 | - | 21,848 | |
| China Steel Chemical Corporation | Mutual fund | Taishin China Selected Small and Mid Cap Fund USD | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 824,623 | 13,944 | - | 13,944 | |
| China Steel Chemical Corporation | Mutual fund | JPMorgan Funds - Global Healthcare Fund - JPM Global Healthcare A (acc) - USD | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 855 | 11,217 | - | 11,217 | |
| China Steel Chemical Corporation | Mutual fund | JPMorgan Pacific Technology Fund | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 2,854 | 10,303 | - | 10,303 | |
| China Steel Chemical Corporation | Mutual fund | UG Great Wall Absolute Return Fund B Class | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 18,514 | 8,434 | - | 8,434 | |

| Held Company Name | Type and Name of Marketable Securities | | Relationship with The Company | Financial Statement Account | MARCH 31, 2021 | | | | Note |
|----------------------------------|--|---|-------------------------------|---|----------------|----------------|-----------------------------|------------|------|
| | | | | | Shares/Units | Carrying Value | Percentage of Ownership (%) | Fair Value | |
| China Steel Chemical Corporation | Mutual fund | Taishin CSI Lead Cons and Serv Ind USD | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 275,391 | 7,811 | - | 7,811 | |
| China Steel Chemical Corporation | Mutual fund | Jih Sun China Strategy A Share Fund TWD | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 285,225 | 4,515 | - | 4,515 | |
| China Steel Chemical Corporation | Mutual fund | Cathay US Multi-Income Balanced Fund A USD | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 1,427,115 | 14,962 | - | 14,962 | |
| China Steel Chemical Corporation | Mutual fund | FSITC Global Wealthy Nations Bond Fund (USD) | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 96,119 | 28,208 | - | 28,208 | |
| China Steel Chemical Corporation | Mutual fund | JPMorgan Funds - Income Fund - JPM Income A (mth) - USD | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 6,255 | 23,616 | - | 23,616 | |
| China Steel Chemical Corporation | Mutual fund | Taishin Short Duration Emerging High Yield Bond Fund | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 77,586 | 23,494 | - | 23,494 | |
| China Steel Chemical Corporation | Mutual fund | Taishin US Enhanced High Yield Bond Fund | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 42,951 | 12,668 | - | 12,668 | |
| China Steel Chemical Corporation | Mutual fund | TCB Taiwan Money Market Fund | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 4,883,432 | 50,020 | - | 50,020 | |
| China Steel Chemical Corporation | Mutual fund | Prudential Financial Money Market Fund | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 626,975 | 10,010 | - | 10,010 | |
| China Steel Chemical Corporation | Convertible bond | STANLN 4 3/4 PERP | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 6,000 | 17,207 | - | 17,207 | |
| China Steel Chemical Corporation | Convertible bond | HSBC 4.6 PERP | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 5,000 | 14,439 | - | 14,439 | |
| China Steel Chemical Corporation | Convertible bond | UBS 5 PERP | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 5,000 | 14,268 | - | 14,268 | |
| China Steel Chemical Corporation | Convertible bond | BNP 4 1/2 PERP | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 5,000 | 14,265 | - | 14,265 | |
| China Steel Chemical Corporation | Convertible bond | MEX 3 3/4 04/19/71 | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 5,000 | 12,577 | - | 12,577 | |
| China Steel Chemical Corporation | Convertible bond | CS 4 1/2 PERP | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 3,000 | 8,343 | - | 8,343 | |
| China Steel Chemical Corporation | Convertible bond | STANLN 4.3 02/19/27 | No relation | Financial assets at fair value through other comprehensive income - current | 5,000 | 15,428 | - | 15,428 | |
| China Steel Chemical Corporation | Corporate bond | T 3 1/2 02/01/61 | No relation | Financial assets at fair value through other comprehensive income - current | 8,000 | 20,536 | - | 20,536 | |

| Held Company Name | Type and Name of Marketable Securities | | Relationship with The Company | Financial Statement Account | MARCH 31, 2021 | | | | Note |
|--|--|--|-------------------------------|--|----------------|----------------|-----------------------------|------------|------|
| | | | | | Shares/Units | Carrying Value | Percentage of Ownership (%) | Fair Value | |
| 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) | 2,620,057 | 82,139 | - | 82,139 | |
| Ever Wealthy International Corporation | Common stock | Mega Financial Holding Co., Ltd. | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 257,000 | 8,198 | - | 8,198 | |
| Ever Wealthy International Corporation | Common stock | CATHAY FINANCIAL HOLDING CO., LTD. | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 95,748 | 4,591 | - | 4,591 | |
| Ever Wealthy International Corporation | Common stock | Nishoku Technology Inc. | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 24,400 | 3,855 | - | 3,855 | |
| Ever Wealthy International Corporation | Common stock | TAISHIN FINANCIAL HOLDING CO., LTD. | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 209,983 | 2,814 | - | 2,814 | |
| Ever Wealthy International Corporation | Common stock | TAICHUNG COMMERCIAL BANK CO., LTD. | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 109,058 | 1,254 | - | 1,254 | |
| 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 | 511,005 | - | 511,005 | |
| 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 | 109,461 | - | 109,461 | |
| 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 | 46,751 | 4 | 46,751 | |
| Ever Wealthy International Corporation | Common stock | National Kaohsiung First University of Science and Technology Investment Corporation | No relation | Financial assets mandatorily classified as at fair value through profit or loss - noncurrent (including measurement) | 300,000 | 2,617 | 9 | 2,617 | |
| Ever Wealthy International Corporation | Common stock | TCC RECYCLE ENERGY TECHNOLOGY COMPANY | No relation | Financial assets mandatorily classified as at fair value through profit or loss - noncurrent (including measurement) | 81,281 | 934 | - | 934 | |
| Ever Wealthy International Corporation | Common stock | Risalink Venture Capital Corp. | No relation | Financial assets mandatorily classified as at fair value through profit or loss - noncurrent (including measurement) | 2,632 | 374 | 2 | 374 | |
| Ever Wealthy International Corporation | Common stock | Harbinger Venture III Capital Corp. | No relation | Financial assets mandatorily classified as at fair value through profit or loss - noncurrent (including measurement) | 1,000 | 20 | 1 | 20 | |
| Ever Wealthy International Corporation | Common stock | Asia Hepato Gene CO. | No relation | Financial assets mandatorily classified as at fair value through profit or loss - noncurrent (including measurement) | 133,300 | - | 2 | - | |
| Ever Wealthy International Corporation | Common stock | JU-KAO ENGINEERING CO., LTD | No relation | Financial assets mandatorily classified as at fair value through profit or loss - noncurrent (including measurement) | 1,896,543 | 23,948 | 7 | 23,948 | |

| Held Company Name | Type and Name of Marketable Securities | | Relationship with The Company | Financial Statement Account | MARCH 31, 2021 | | | | Note |
|--|--|---|-------------------------------|---|----------------|----------------|-----------------------------|------------|------|
| | | | | | Shares/Units | Carrying Value | Percentage of Ownership (%) | Fair Value | |
| Ever Wealthy International Corporation | Preferred stock | TAISHIN FINANCIAL HOLDING CO., LTD. Class E Preferred Shares II | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 164,139 | 8,502 | - | 8,502 | |
| 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 | 781 | - | 781 | |
| Ever Wealthy International Corporation | Mutual fund | Cathay High Dividend Taiwan Equity Fund A | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 2,000,000 | 27,320 | - | 27,320 | |
| Ever Wealthy International Corporation | Mutual fund | JPMorgan (Taiwan) Global Growth Fund TWD | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 973,403 | 19,079 | - | 19,079 | |
| Ever Wealthy International Corporation | Mutual fund | Jih Sun Global Smart Car Fund (TWD A) | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 1,017,113 | 14,484 | - | 14,484 | |
| Ever Wealthy International Corporation | Mutual fund | FSITC AI Global Precision Medicine Fund TWD | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 726,183 | 10,486 | - | 10,486 | |
| Ever Wealthy International Corporation | Mutual fund | FSITC Global Utilities and Infrastructure Fund | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 622,579 | 7,259 | - | 7,259 | |
| Ever Wealthy International Corporation | Mutual fund | Taishin China Selected Small and Mid Cap Fund TWD | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 362,244 | 5,948 | - | 5,948 | |
| Ever Wealthy International Corporation | Mutual fund | JPMorgan (Taiwan) Eastern Technology Fund | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 98,929 | 5,906 | - | 5,906 | |
| Ever Wealthy International Corporation | Mutual fund | JPMorgan (Taiwan) China A Share Fund TWD | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 242,386 | 5,866 | - | 5,866 | |
| Ever Wealthy International Corporation | Mutual fund | FSITC Gbl Artificial Intelligence Fund TWD | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 355,619 | 5,786 | - | 5,786 | |
| Ever Wealthy International Corporation | Mutual fund | Prudential Financial China Brands Fund TWD | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 281,333 | 5,050 | - | 5,050 | |
| Ever Wealthy International Corporation | Mutual fund | FSITC Global AI FinTech TWD | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 260,960 | 4,932 | - | 4,932 | |
| Ever Wealthy International Corporation | Mutual fund | FSITC Global AI Robotics and Smart Auto TWD | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 254,842 | 4,732 | - | 4,732 | |
| Ever Wealthy International Corporation | Mutual fund | FSITC Global Video Gaming & eSports Fund - TWD | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 400,000 | 4,292 | - | 4,292 | |
| Ever Wealthy International Corporation | Mutual fund | UPAMC Global AIoT Fund | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 218,182 | 3,572 | - | 3,572 | |
| Ever Wealthy International Corporation | Mutual fund | FSITC Global Pet Care Fund - TWD | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 300,000 | 3,099 | - | 3,099 | |

| Held Company Name | Type and Name of Marketable Securities | | Relationship with The Company | Financial Statement Account | MARCH 31, 2021 | | | | Note |
|--|--|---|-------------------------------|---|----------------|----------------|-----------------------------|------------|------|
| | | | | | Shares/Units | Carrying Value | Percentage of Ownership (%) | Fair Value | |
| Ever Wealthy International Corporation | Mutual fund | FSITC Global Health & Weight Loss Fund - TWD | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 300,000 | 2,973 | - | 2,973 | |
| Ever Wealthy International Corporation | Mutual fund | KGI Cloud Force Fund USD | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 3,228 | 2,921 | - | 2,921 | |
| Ever Wealthy International Corporation | Mutual fund | Allianz Global Investors China Strategic Growth Fund TWD | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 91,715 | 2,591 | - | 2,591 | |
| Ever Wealthy International Corporation | Mutual fund | Jih Sun China Strategy A Share Fund TWD | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 135,218 | 2,141 | - | 2,141 | |
| Ever Wealthy International Corporation | Mutual fund | JPMorgan (Taiwan) Multi Income Fund of Fund TWD Acc | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 1,529,469 | 19,149 | - | 19,149 | |
| Ever Wealthy International Corporation | Mutual fund | Prudential Financial Balanced Fund | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 70,755 | 3,159 | - | 3,159 | |
| 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) | 612,401 | 9,563 | - | 9,563 | |
| Ever Wealthy International Corporation | Mutual fund | Jih Sun Upstream Fund A | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 107,181 | 6,168 | - | 6,168 | |
| Ever Wealthy International Corporation | Mutual fund | SinoPac TWD Money Market Fund | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 194,009 | 2,722 | - | 2,722 | |
| Ever Wealthy International Corporation | Mutual fund | Taishin ESG Emerging Markets Bond Fund(A)USD | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 100,000 | 28,138 | - | 28,138 | |
| Ever Wealthy International Corporation | Mutual fund | Taishin Strategy Senior Total Return High Yield Bond Fund Acc TWD A | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 1,008,875 | 10,343 | - | 10,343 | |
| Ever Wealthy International Corporation | Mutual fund | PineBridge Global ESG Quantitative Bond Fund A TWD | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 1,000,000 | 10,085 | - | 10,085 | |
| Ever Wealthy International Corporation | Mutual fund | Taishin ESG Emerging Markets Bond Fund (A) TWD | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 500,025 | 4,909 | - | 4,909 | |
| Ever Wealthy International Corporation | Mutual fund | PineBridge ESG Quant Multi-Asset Fund A USD | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 99,951 | 29,102 | - | 29,102 | |
| Ever Wealthy International Corporation | Mutual fund | KGI Taiwan Premium Assets Fund | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 1,000,360 | 10,729 | - | 10,729 | |
| Ever Wealthy International Corporation | Mutual fund | KGI Next Generation Multi-Asset Fund -TWD A | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 500,000 | 5,245 | - | 5,245 | |
| Ever Wealthy International Corporation | Mutual fund | Union Multi-Asset High Income Fund A TWD - N | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 500,000 | 4,910 | - | 4,910 | |

| Held Company Name | Type and Name of Marketable Securities | | Relationship with The Company | Financial Statement Account | MARCH 31, 2021 | | | | Note |
|--|--|---|----------------------------------|--|----------------|----------------|-----------------------------|------------|------|
| | | | | | Shares/Units | Carrying Value | Percentage of Ownership (%) | Fair Value | |
| 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) | 1,424,472 | 19,614 | - | 19,614 | |
| Ever Wealthy International Corporation | Mutual fund | Allianz Global Investors Taiwan Money Market Fund | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 1,188,232 | 15,020 | - | 15,020 | |
| Ever Wealthy International Corporation | Mutual fund | UPAMC James Bond Money Market | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 620,086 | 10,448 | - | 10,448 | |
| Ever Wealthy International Corporation | Mutual fund | TCB Taiwan Money Market Fund | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 688,428 | 7,051 | - | 7,051 | |
| Ever Wealthy International Corporation | Mutual fund | Taishin CSI Lead Cons and Serv Ind TWD | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 206,930 | 5,854 | - | 5,854 | |
| Ever Wealthy International Corporation | Mutual fund | Taishin North American Income Trust Fund TWD A | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 400,000 | 9,972 | - | 9,972 | |
| Ever Wealthy International Corporation | Mutual fund | Prudential Financial Money Market Fund | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 1,337,429 | 21,353 | - | 21,353 | |
| Ever Wealthy International Corporation | Mutual fund | Yuanta De - Bao Money Market Fund | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 846,639 | 10,257 | - | 10,257 | |
| Ever Wealthy International Corporation | Mutual fund | FSITC Taiwan Money Market | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 643,380 | 9,937 | - | 9,937 | |
| Ever Wealthy International Corporation | Mutual fund | JPMorgan Investment Funds - Global High Yield Bond Fund A (acc) - USD | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 1,089 | 6,195 | - | 6,195 | |
| Ever Wealthy International Corporation | Mutual fund | PGIM US Corporate Bond Fund USD T Accumulation | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 829 | 2,802 | - | 2,802 | |
| Ever Wealthy International Corporation | Mutual fund | PGIM Jennison Global Equity Opportunities Fund USD T Accumulation | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 511 | 2,521 | - | 2,521 | |
| Ever Wealthy International Corporation | Corporate bond | CNH Bond Offering by ITNL Offshore Pte Limited | No relation | Financial assets at amortized cost - noncurrent | 30,000 | 3,910 | - | 3,910 | |
| China Ecotek Corporation | Common stock | YEONG LONG TECHNOLOGIES CO., LTD. | No relation | Financial assets mandatorily classified as at fair value through profit or loss - noncurrent (including measurement) | 440,000 | 13,357 | 1 | 13,357 | |
| China Ecotek Corporation | Common stock | JDV CONTROL VALVES CO., LTD. | No relation | Financial assets mandatorily classified as at fair value through profit or loss - noncurrent (including measurement) | 525,000 | 9,694 | 2 | 9,694 | |
| China Ecotek Corporation | Common stock | ECOTEK INDUSTRIAL AQUACULTURE CORP. | The held company as its director | Financial assets mandatorily classified as at fair value through profit or loss - noncurrent (including measurement) | 74,681 | 600 | 19 | 600 | |

| Held Company Name | Type and Name of Marketable Securities | | Relationship with The Company | Financial Statement Account | MARCH 31, 2021 | | | | Note |
|---|--|---|----------------------------------|--|----------------|----------------|-----------------------------|------------|------|
| | | | | | Shares/Units | Carrying Value | Percentage of Ownership (%) | Fair Value | |
| 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 | FLEXUP TECHNOLOGIES CORPORATION | No relation | Financial assets mandatorily classified as at fair value through profit or loss - noncurrent (including measurement) | 650,000 | - | 4 | - | |
| China Ecotek Corporation | Common stock | 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 | 155,436 | 11 | 155,436 | |
| China Ecotek Corporation | Mutual fund | PineBridge Global ESG Quantitative Bond Fund A TWD | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 982,422 | 9,908 | - | 9,908 | |
| China Ecotek Corporation | Mutual fund | PINE BRIDGE EMERGING MARKET ASIA-PACIFIC STRATEGIC BOND FUND | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 791,937 | 9,904 | - | 9,904 | |
| China Ecotek Corporation | Mutual fund | FSITC US Top 100 Bond Fund (TWD) | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 1,007,692 | 9,734 | - | 9,734 | |
| China Ecotek Corporation | Mutual fund | FSITC Global Wealthy Nations Bond Fund (NTD) | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 795,877 | 7,856 | - | 7,856 | |
| China Ecotek Corporation | Mutual fund | PineBridge Taiwan Money Market Securities Investment Trust Fund | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 29,053,826 | 400,048 | - | 400,048 | |
| China Ecotek Corporation | Mutual fund | Prudential Financial Money Market Fund | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 6,266,292 | 100,048 | - | 100,048 | |
| China Ecotek Corporation | Mutual fund | Fubon Chi-Hsiang Money Market Fund | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 3,164,609 | 50,033 | - | 50,033 | |
| China Ecotek Corporation | Mutual fund | PGIM US Corporate Bond Fund USD T Accumulation | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 2,344 | 7,918 | - | 7,918 | |
| 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 | 179,665 | - | 179,665 | |
| 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 | 97,007 | - | 97,007 | |
| CHC Resources Corporation | Common stock | China Steel Corporation | Parent company | Financial assets at fair value through other comprehensive income - current | 9,201,806 | 238,327 | - | 238,327 | |
| CHC Resources Corporation | Common stock | FENG SHEHG ENTERPRISE COMPANY | No relation | Financial assets at fair value through other comprehensive income - noncurrent | 932,053 | 13,687 | 2 | 13,687 | |
| 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 | 10,977 | - | 10,977 | |
| Union Steel Development Corporation | Certificate of entitlement | Shanghai Bao Shan Lian Steel Products Co., Ltd. | The held company as its director | Financial assets at fair value through other comprehensive income - noncurrent | - | 16,561 | 19 | 16,561 | |

| Held Company Name | Type and Name of Marketable Securities | | Relationship with The Company | Financial Statement Account | MARCH 31, 2021 | | | | Note |
|---|--|--|----------------------------------|---|----------------|----------------|-----------------------------|------------|------|
| | | | | | Shares/Units | Carrying Value | Percentage of Ownership (%) | Fair Value | |
| China Steel Security Corporation | Common stock | China Steel Corporation | Parent company | Financial assets at fair value through other comprehensive income - current | 2,349,975 | 60,864 | - | 60,864 | |
| China Steel Security Corporation | Common stock | Taiwan Secom Corporation | No relation | Financial assets at fair value through other comprehensive income - current | 2,223 | 208 | - | 208 | |
| China Steel Security Corporation | Common stock | Taiwan Shin Kong Security Corporation | No relation | Financial assets at fair value through other comprehensive income - current | 3,614 | 138 | - | 138 | |
| China Steel Security Corporation | Mutual fund | Mega Diamond Money Market Fund | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 1,581,028 | 20,014 | - | 20,014 | |
| 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) | 751,332 | 10,006 | - | 10,006 | |
| Steel Castle Technology Corporation | Mutual fund | Mega Diamond Money Market Fund | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 1,580,003 | 20,001 | - | 20,001 | |
| 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 | 5,665 | - | 5,665 | |
| China Prosperity Development Corporation | Common stock | HUA NAN FINANCIAL HOLDINGS CO.,LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 4,773,882 | 89,033 | - | 89,033 | |
| China Prosperity Development Corporation | Common stock | China Steel Corporation | Parent company | Financial assets at fair value through other comprehensive income - current | 952,979 | 24,682 | - | 24,682 | |
| China Prosperity Development Corporation | Common stock | Mega Financial Holding Co., Ltd. | No relation | Financial assets at fair value through other comprehensive income - current | 463,457 | 14,784 | - | 14,784 | |
| China Prosperity Development Corporation | Common stock | Taiwan Cooperative Financial Holding Co., Ltd. | No relation | Financial assets at fair value through other comprehensive income - current | 236,356 | 4,999 | - | 4,999 | |
| China Prosperity Development Corporation | Common stock | QUN XIN PROPERITES CO., LTD. | The held company as its director | Financial assets at fair value through other comprehensive income - current | 6,000,000 | 23,880 | - | 23,880 | |
| China Prosperity Development Corporation | Common stock | HI SCENE WORLD ENTERPRISE CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 386,535 | 4,167 | - | 4,167 | |
| China Prosperity Development Corporation | Mutual fund | Cathay Taiwan Money Market Fund | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 26,324,269 | 330,149 | - | 330,149 | |
| China Prosperity Development Corporation | Mutual fund | FSITC MONEY MARKET FUND | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 2,446,428 | 440,271 | - | 440,271 | |
| China Prosperity Development Corporation | Mutual fund | Jih Sun Money Market Fund | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 20,119,540 | 301,025 | - | 301,025 | |
| China Prosperity Development Corporation | Mutual fund | Taishin Ta-Chong Money Market Fund | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 20,946,162 | 300,148 | - | 300,148 | |

| Held Company Name | Type and Name of Marketable Securities | | Relationship with The Company | Financial Statement Account | MARCH 31, 2021 | | | | Note |
|--|--|--|----------------------------------|--|----------------|----------------|-----------------------------|------------|------|
| | | | | | Shares/Units | Carrying Value | Percentage of Ownership (%) | Fair Value | |
| China Prosperity Development Corporation | Mutual fund | Prudential Financial Money Market Fund | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 18,796,514 | 300,107 | - | 300,107 | |
| China Prosperity Development Corporation | Mutual fund | Eastspring Investments Well Pool Money Market Fund | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 14,581,723 | 200,070 | - | 200,070 | |
| HIMAG Magnetic Corporation | Common stock | China Steel Corporation | Parent company | Financial assets at fair value through other comprehensive income - noncurrent | 325,505 | 8,430 | - | 8,430 | |
| HIMAG Magnetic Corporation | Common stock | Superrite Electronics Co., Ltd. | The held company as its director | Financial assets at fair value through other comprehensive income - noncurrent | 600,000 | 8,351 | 2 | 8,351 | |
| Eminent Venture Capital Corporation | Common stock | SynCore Biotechnology Co., Ltd | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 436,000 | 24,154 | - | 24,154 | |
| Eminent Venture Capital Corporation | Common stock | SYNMOSA BIOPHARMA CORPORATION | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 478,398 | 12,606 | - | 12,606 | |
| Eminent Venture Capital Corporation | Common stock | Asia Best Healthcare Co., Ltd. | No relation | Financial assets mandatorily classified as at fair value through profit or loss - noncurrent (including measurement) | 4,530 | 18,334 | 1 | 18,334 | |
| Eminent Venture Capital Corporation | Common stock | StemCyte International, Ltd. | No relation | Financial assets mandatorily classified as at fair value through profit or loss - noncurrent (including measurement) | 1,080,647 | 12,877 | 1 | 12,877 | |
| Eminent Venture Capital Corporation | Common stock | New Medical Imaging Co., LTD | No relation | Financial assets mandatorily classified as at fair value through profit or loss - noncurrent (including measurement) | 160,368 | 384 | 3 | 384 | |
| Eminent Venture Capital Corporation | Common stock | Cellerant Therapeutics, Inc. | No relation | Financial assets mandatorily classified as at fair value through profit or loss - noncurrent (including measurement) | 43,900 | - | - | - | |
| Eminent Venture Capital Corporation | Common stock | Dance Biopharm Holdings, Inc. | No relation | Financial assets mandatorily classified as at fair value through profit or loss - noncurrent (including measurement) | 166,394 | - | 1 | - | |
| Eminent Venture Capital Corporation | Common stock | American BriVision (Holding) Corporation | No relation | Financial assets mandatorily classified as at fair value through profit or loss - noncurrent (including measurement) | 33,334 | 3,386 | - | 3,386 | |
| Eminent Venture Capital Corporation | Common stock | HOLY STONE HEALTHCARE CO.,LTD. | No relation | Financial assets mandatorily classified as at fair value through profit or loss - noncurrent (including measurement) | 173,000 | 2,346 | - | 2,346 | |
| Eminent Venture Capital Corporation | Preferred stock | BioResource International, Inc. | No relation | Financial assets mandatorily classified as at fair value through profit or loss - noncurrent (including measurement) | 815,486 | 24,459 | 4 | 24,459 | |

| Held Company Name | Type and Name of Marketable Securities | | Relationship with The Company | Financial Statement Account | MARCH 31, 2021 | | | | Note |
|-------------------------------------|--|---|----------------------------------|--|----------------|----------------|-----------------------------|------------|------|
| | | | | | Shares/Units | Carrying Value | Percentage of Ownership (%) | Fair Value | |
| Eminent Venture Capital Corporation | Preferred stock | Nereus Pharmaceuticals, Inc. | No relation | Financial assets mandatorily classified as at fair value through profit or loss - noncurrent (including measurement) | 1,895,531 | 6,978 | 2 | 6,978 | |
| Eminent Venture Capital Corporation | Preferred stock | AndroScience Corp. | No relation | Financial assets mandatorily classified as at fair value through profit or loss - noncurrent (including measurement) | 2,111,111 | - | 7 | - | |
| Eminent Venture Capital Corporation | Preferred stock | Bayhill Therapeutics, Inc. | No relation | Financial assets mandatorily classified as at fair value through profit or loss - noncurrent (including measurement) | 1,404,494 | - | 2 | - | |
| Eminent Venture Capital Corporation | Mutual fund | Jih Sun Money Market Fund | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 3,028,196 | 45,307 | - | 45,307 | |
| Eminent Venture Capital Corporation | Mutual fund | Franklin Templeton Sinoam Money Market Fund | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 2,020,675 | 21,088 | - | 21,088 | |
| InfoChamp Systems Corporation | Common stock | China Steel Corporation | Parent company | Financial assets at fair value through other comprehensive income - noncurrent | 3,834,338 | 99,309 | - | 99,309 | |
| 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 | iPASS Corporation | No relation | Financial assets at fair value through other comprehensive income - noncurrent | 4,000,000 | 21,955 | 4 | 21,955 | |
| InfoChamp Systems Corporation | Common stock | TRICORNTECH CORPORATION | No relation | Financial assets at fair value through other comprehensive income - noncurrent | 726,885 | 6,664 | 2 | 6,664 | |
| InfoChamp Systems Corporation | Common stock | Riselink Venture Capital Corp. | No relation | Financial assets at fair value through other comprehensive income - noncurrent | 2,632 | 374 | 2 | 374 | |
| InfoChamp Systems Corporation | Common stock | GEMINI OPEN CLOUD COMPUTING INC. | No relation | Financial assets at fair value through other comprehensive income - noncurrent | 889,571 | - | 5 | - | |
| Kaohsiung Rapid Transit Corporation | Common stock | iPASS Corporation | The held company as its director | Financial assets at fair value through other comprehensive income - noncurrent | 10,395,750 | 71,352 | 11 | 71,352 | |
| China Steel Machinery Corporation | Mutual fund | Mega Diamond Money Market Fund | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 13,431,309 | 170,027 | - | 170,027 | |
| China Steel Machinery Corporation | Mutual fund | FSITC MONEY MARKET FUND | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 834,031 | 150,096 | - | 150,096 | |
| China Steel Machinery Corporation | Mutual fund | Taishin Ta-Chong Money Market Fund | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 1,749,403 | 25,068 | - | 25,068 | |
| Dragon Steel Corporation | Common stock | Kuei Hung Industrial CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - noncurrent | 5,602,000 | - | - | - | |

| Held Company Name | Type and Name of Marketable Securities | | Relationship with The Company | Financial Statement Account | MARCH 31, 2021 | | | | Note |
|-----------------------------------|--|--|-------------------------------|--|----------------|----------------|-----------------------------|------------|--------|
| | | | | | Shares/Units | Carrying Value | Percentage of Ownership (%) | Fair Value | |
| 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 | 114,787 | - | 114,787 | |
| China Steel Express Corporation | Common stock | China Steel Corporation | Parent company | Financial assets at fair value through other comprehensive income - current | 8,801,555 | 227,960 | - | 227,960 | |
| China Steel Express Corporation | Common stock | CDIB & Partners Investment Holding Corporation | No relation | Financial assets at fair value through other comprehensive income - noncurrent | 3,240,000 | 52,870 | - | 52,870 | |
| 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 | 4,193 | 1 | 4,193 | |
| China Steel Express Corporation | Common stock | Riselink Venture Capital Corp. | No relation | Financial assets at fair value through other comprehensive income - noncurrent | 3,948 | 561 | 3 | 561 | |
| 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 | 6,650,222 | 2 | 6,650,222 | Note 1 |
| Gains Investment Corporation | Common stock | BRIGHTON-BEST INTERNATIONAL (TAIWAN) INC. | No relation | Financial assets at fair value through other comprehensive income - current | 23,129,242 | 627,959 | - | 627,959 | |
| Gains Investment Corporation | Common stock | TA CHEN STAINLESS PIPE CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 11,985,000 | 375,730 | - | 375,730 | |
| 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 | 147,356 | - | 147,356 | |
| Gains Investment Corporation | Common stock | Cayman Engley Industrial Co., Ltd. | No relation | Financial assets at fair value through other comprehensive income - current | 1,422,723 | 142,984 | - | 142,984 | |
| Gains Investment Corporation | Common stock | FUSHENG PRECISION CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 513,000 | 116,195 | - | 116,195 | |
| Gains Investment Corporation | Common stock | SYMTEK AUTOMATION ASIA CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 877,610 | 87,498 | - | 87,498 | |
| Gains Investment Corporation | Common stock | QST INTERNATIONAL CORP. | No relation | Financial assets at fair value through other comprehensive income - current | 1,212,257 | 85,828 | - | 85,828 | |
| Gains Investment Corporation | Common stock | TAIWAN SEMICONDUCTOR MANUFACTURING COMPANY LIMITED | No relation | Financial assets at fair value through other comprehensive income - current | 131,000 | 76,897 | - | 76,897 | |
| Gains Investment Corporation | Common stock | Capital Futures Corporation | No relation | Financial assets at fair value through other comprehensive income - current | 1,726,000 | 71,715 | - | 71,715 | |
| Gains Investment Corporation | Common stock | ZENG HSING INDUSTRIAL CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 423,000 | 69,160 | - | 69,160 | |

| Held Company Name | Type and Name of Marketable Securities | | Relationship with The Company | Financial Statement Account | MARCH 31, 2021 | | | | Note |
|------------------------------|--|---|-------------------------------|---|----------------|----------------|-----------------------------|------------|------|
| | | | | | Shares/Units | Carrying Value | Percentage of Ownership (%) | Fair Value | |
| Gains Investment Corporation | Common stock | FORMOSA ADVANCED TECHNOLOGIES CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 1,590,000 | 64,236 | - | 64,236 | |
| Gains Investment Corporation | Common stock | ARDENTEC CORPORATION | No relation | Financial assets at fair value through other comprehensive income - current | 1,410,000 | 63,450 | - | 63,450 | |
| Gains Investment Corporation | Common stock | SHEH FUNG SCREWS CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 1,321,791 | 62,587 | - | 62,587 | |
| Gains Investment Corporation | Common stock | CHENFULL INTERNATIONAL CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 1,275,000 | 59,032 | - | 59,032 | |
| Gains Investment Corporation | Common stock | TAIWAN PRINTED CIRCUIT BOARD TECHVEST CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 1,130,000 | 58,647 | - | 58,647 | |
| 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 | 57,482 | - | 57,482 | |
| Gains Investment Corporation | Common stock | ASIA TECH IMAGE INC. | No relation | Financial assets at fair value through other comprehensive income - current | 947,000 | 54,737 | - | 54,737 | |
| Gains Investment Corporation | Common stock | WAH LEE INDUSTRIAL CORP. | No relation | Financial assets at fair value through other comprehensive income - current | 667,000 | 54,694 | - | 54,694 | |
| Gains Investment Corporation | Common stock | BROGENT TECHNOLOGIES INC. | No relation | Financial assets at fair value through other comprehensive income - current | 402,184 | 53,893 | - | 53,893 | |
| Gains Investment Corporation | Common stock | FARCENT ENTERPRISE CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 735,032 | 52,628 | - | 52,628 | |
| Gains Investment Corporation | Common stock | LONGWELL COMPANY | No relation | Financial assets at fair value through other comprehensive income - current | 779,000 | 48,765 | - | 48,765 | |
| Gains Investment Corporation | Common stock | San Neng Group Holdings Co., Ltd. | No relation | Financial assets at fair value through other comprehensive income - current | 1,035,000 | 48,128 | - | 48,128 | |
| Gains Investment Corporation | Common stock | SYNCMOLD ENTERPRISE CORP. | No relation | Financial assets at fair value through other comprehensive income - current | 533,000 | 46,637 | - | 46,637 | |
| Gains Investment Corporation | Common stock | I SHENG ELECTRIC WIRE & CABLE CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 998,000 | 44,411 | - | 44,411 | |
| Gains Investment Corporation | Common stock | WINWAY TECHNOLOGY CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 111,000 | 42,513 | - | 42,513 | |
| Gains Investment Corporation | Common stock | HOTAI FINANCE CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 470,000 | 41,172 | - | 41,172 | |
| Gains Investment Corporation | Common stock | SENORTEK TECHNOLOGY CORP. | No relation | Financial assets at fair value through other comprehensive income - current | 50,856 | 38,040 | - | 38,040 | |

| Held Company Name | Type and Name of Marketable Securities | | Relationship with The Company | Financial Statement Account | MARCH 31, 2021 | | | | Note |
|------------------------------|--|---|-------------------------------|---|----------------|----------------|-----------------------------|------------|------|
| | | | | | Shares/Units | Carrying Value | Percentage of Ownership (%) | Fair Value | |
| Gains Investment Corporation | Common stock | AMPACS CORPORATION | No relation | Financial assets at fair value through other comprehensive income - current | 207,000 | 34,776 | - | 34,776 | |
| Gains Investment Corporation | Common stock | HSING TA CEMENT CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 1,450,000 | 33,422 | - | 33,422 | |
| 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 | 450,000 | 31,410 | - | 31,410 | |
| Gains Investment Corporation | Common stock | ACTER GROUP CORPORATION LIMITED | No relation | Financial assets at fair value through other comprehensive income - current | 153,117 | 30,700 | - | 30,700 | |
| Gains Investment Corporation | Common stock | FENG HSIN STEEL CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 430,000 | 30,616 | - | 30,616 | |
| Gains Investment Corporation | Common stock | QUALIPOLY CHEMICAL CORPORATION | No relation | Financial assets at fair value through other comprehensive income - current | 885,300 | 30,322 | - | 30,322 | |
| Gains Investment Corporation | Common stock | Thai Kin Co., LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 410,126 | 29,324 | - | 29,324 | |
| Gains Investment Corporation | Common stock | HIGHLIGHT TECH CORPORATION | No relation | Financial assets at fair value through other comprehensive income - current | 680,000 | 29,070 | - | 29,070 | |
| Gains Investment Corporation | Common stock | ARGOSY RESEARCH INC. | No relation | Financial assets at fair value through other comprehensive income - current | 227,000 | 28,489 | - | 28,489 | |
| Gains Investment Corporation | Common stock | TAIWAN CHELIC CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 407,000 | 23,199 | - | 23,199 | |
| Gains Investment Corporation | Common stock | TAISUN INTL (HOLDING) CORP., TAIWAN BRANCH (CAYMAN) | No relation | Financial assets at fair value through other comprehensive income - current | 182,000 | 21,931 | - | 21,931 | |
| Gains Investment Corporation | Common stock | SHINY CHEMICAL INDUSTRIAL CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 186,000 | 21,483 | - | 21,483 | |
| Gains Investment Corporation | Common stock | FORESEE PHARMACEUTICALS CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 203,543 | 20,965 | - | 20,965 | |
| Gains Investment Corporation | Common stock | NAN LIU ENTERPRISE CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 103,000 | 18,540 | - | 18,540 | |
| Gains Investment Corporation | Common stock | ASROCK INC. | No relation | Financial assets at fair value through other comprehensive income - current | 110,000 | 17,655 | - | 17,655 | |
| Gains Investment Corporation | Common stock | HI-LAI FOODS CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 122,000 | 16,592 | - | 16,592 | |
| Gains Investment Corporation | Common stock | MITAKE INFORMATION CORPORATION | No relation | Financial assets at fair value through other comprehensive income - current | 300,000 | 14,880 | - | 14,880 | |

| Held Company Name | Type and Name of Marketable Securities | | Relationship with The Company | Financial Statement Account | MARCH 31, 2021 | | | | Note |
|------------------------------|--|--|-------------------------------|---|----------------|----------------|-----------------------------|------------|------|
| | | | | | Shares/Units | Carrying Value | Percentage of Ownership (%) | Fair Value | |
| Gains Investment Corporation | Common stock | CHIEN SHING HARBOUR SERVICE CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 477,000 | 14,835 | - | 14,835 | |
| Gains Investment Corporation | Common stock | AAEON TECHNOLOGY INC. | No relation | Financial assets at fair value through other comprehensive income - current | 203,000 | 14,149 | - | 14,149 | |
| Gains Investment Corporation | Common stock | NOVA TECHNOLOGY CORP. | No relation | Financial assets at fair value through other comprehensive income - current | 93,000 | 13,160 | - | 13,160 | |
| Gains Investment Corporation | Common stock | CHING CHAN OPTICAL TECHNOLOGY CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 414,000 | 13,103 | - | 13,103 | |
| Gains Investment Corporation | Common stock | PEGAVISION CORPORATION | No relation | Financial assets at fair value through other comprehensive income - current | 30,000 | 11,460 | - | 11,460 | |
| Gains Investment Corporation | Common stock | JETWELL COMPUTER CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 226,000 | 10,667 | - | 10,667 | |
| Gains Investment Corporation | Common stock | BIOGEND THERAPEUTICS CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 349,000 | 10,662 | - | 10,662 | |
| Gains Investment Corporation | Common stock | LINTES TECHNOLOGY CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 61,000 | 7,869 | - | 7,869 | |
| Gains Investment Corporation | Common stock | CHC Healthcare Group | No relation | Financial assets at fair value through other comprehensive income - current | 199,000 | 7,771 | - | 7,771 | |
| Gains Investment Corporation | Common stock | MetaTech (AP) Inc. | No relation | Financial assets at fair value through other comprehensive income - current | 183,000 | 7,768 | - | 7,768 | |
| Gains Investment Corporation | Common stock | SHIN FOONG SPECIALTY AND APPLIED MATERIALS CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 32,000 | 7,344 | - | 7,344 | |
| Gains Investment Corporation | Common stock | MOSA INDUSTRIAL CORPORATION | No relation | Financial assets at fair value through other comprehensive income - current | 188,000 | 7,294 | - | 7,294 | |
| Gains Investment Corporation | Common stock | ADIMMUNE CORPORATION | No relation | Financial assets at fair value through other comprehensive income - current | 100,000 | 5,710 | - | 5,710 | |
| Gains Investment Corporation | Common stock | Bionime Corporation | No relation | Financial assets at fair value through other comprehensive income - current | 66,036 | 5,197 | - | 5,197 | |
| Gains Investment Corporation | Common stock | TAIWAN STEEL UNION CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 60,000 | 4,428 | - | 4,428 | |
| Gains Investment Corporation | Common stock | INTAI TECHNOLOGY CORP. | No relation | Financial assets at fair value through other comprehensive income - current | 40,800 | 3,741 | - | 3,741 | |
| Gains Investment Corporation | Common stock | BRIGHTEN OPTIX CORPORATION | No relation | Financial assets at fair value through other comprehensive income - current | 10,000 | 2,680 | - | 2,680 | |

| Held Company Name | Type and Name of Marketable Securities | | Relationship with The Company | Financial Statement Account | MARCH 31, 2021 | | | | Note |
|------------------------------|--|---|----------------------------------|--|----------------|----------------|-----------------------------|------------|------|
| | | | | | Shares/Units | Carrying Value | Percentage of Ownership (%) | Fair Value | |
| Gains Investment Corporation | Common stock | Rentian Technology Holdings Ltd. | No relation | Financial assets mandatorily classified as at fair value through profit or loss - noncurrent (including measurement) | 18,350 | - | - | - | |
| Gains Investment Corporation | Common stock | AltruBio Inc. | No relation | Financial assets mandatorily classified as at fair value through profit or loss - noncurrent (including measurement) | 500,000 | - | - | - | |
| Gains Investment Corporation | Common stock | Tech alliance Corporation | The held company as its director | Financial assets mandatorily classified as at fair value through profit or loss - noncurrent (including measurement) | 455,000 | - | 5 | - | |
| Gains Investment Corporation | Common stock | TAIWAN IMPLANT TECHNOLOGY CO., LTD. | No relation | Financial assets mandatorily classified as at fair value through profit or loss - noncurrent (including measurement) | 1,678,788 | - | 10 | - | |
| Gains Investment Corporation | Common stock | GEMINI OPEN CLOUD COMPUTING INC. | No relation | Financial assets mandatorily classified as at fair value through profit or loss - noncurrent (including measurement) | 889,571 | - | 5 | - | |
| Gains Investment Corporation | Common stock | FLEXUP TECHNOLOGIES CORPORATION | No relation | Financial assets mandatorily classified as at fair value through profit or loss - noncurrent (including measurement) | 1,315,000 | - | 8 | - | |
| Gains Investment Corporation | Common stock | TBI MOTION TECHNOLOGY CO., LTD. | The held company as its director | Financial assets at fair value through other comprehensive income - noncurrent | 1,975,000 | 116,130 | - | 116,130 | |
| Gains Investment Corporation | Common stock | LUXNET CORPORATION | The held company as its director | Financial assets at fair value through other comprehensive income - noncurrent | 2,927,969 | 70,564 | - | 70,564 | |
| Gains Investment Corporation | Common stock | ULTRA CHIP, INC. | The held company as its director | Financial assets at fair value through other comprehensive income - noncurrent | 953,430 | 69,696 | - | 69,696 | |
| Gains Investment Corporation | Common stock | Yonggu Group Inc. | The held company as its director | Financial assets at fair value through other comprehensive income - noncurrent | 588,319 | 47,889 | - | 47,889 | |
| Gains Investment Corporation | Common stock | KING POINT ENTERPRISE CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - noncurrent | 3,500,000 | 105,000 | 9 | 105,000 | |
| Gains Investment Corporation | Common stock | Poju International Co., Ltd. | No relation | Financial assets at fair value through other comprehensive income - noncurrent | 2,127,000 | 77,931 | 5 | 77,931 | |
| Gains Investment Corporation | Common stock | YEONG LONG TECHNOLOGIES CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - noncurrent | 1,980,000 | 60,108 | 5 | 60,108 | |
| 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 | 45,450 | 10 | 45,450 | |
| Gains Investment Corporation | Common stock | FOXCONN GLOBAL NETWORK CORPORATION | The held company as its director | Financial assets at fair value through other comprehensive income - noncurrent | 3,000,000 | 43,500 | 9 | 43,500 | |

| Held Company Name | Type and Name of Marketable Securities | | Relationship with The Company | Financial Statement Account | MARCH 31, 2021 | | | | Note |
|------------------------------|--|--|----------------------------------|--|----------------|----------------|-----------------------------|------------|------|
| | | | | | Shares/Units | Carrying Value | Percentage of Ownership (%) | Fair Value | |
| Gains Investment Corporation | Common stock | CYBERSOFT DIGITAL SERVICES CORPORATION | No relation | Financial assets at fair value through other comprehensive income - noncurrent | 1,300,000 | 39,750 | 4 | 39,750 | |
| Gains Investment Corporation | Common stock | JUFAN INDUSTRIAL CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - noncurrent | 1,200,000 | 39,600 | 6 | 39,600 | |
| 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 | 35,980 | 5 | 35,980 | |
| 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 | 35,247 | - | 35,247 | |
| Gains Investment Corporation | Common stock | ULTRADISPLAY INC. | No relation | Financial assets at fair value through other comprehensive income - noncurrent | 1,446,891 | 29,416 | 9 | 29,416 | |
| Gains Investment Corporation | Common stock | MUTUAL-PAK TECHNOLOGY CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - noncurrent | 1,300,000 | 26,500 | 8 | 26,500 | |
| Gains Investment Corporation | Common stock | JDV CONTROL VALVES CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - noncurrent | 1,050,000 | 19,389 | 4 | 19,389 | |
| Gains Investment Corporation | Common stock | SUNNY PHARMTECH INC. | No relation | Financial assets at fair value through other comprehensive income - noncurrent | 2,060,413 | 16,633 | 2 | 16,633 | |
| Gains Investment Corporation | Common stock | MITAGRI CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - noncurrent | 3,500,000 | 14,005 | 15 | 14,005 | |
| Gains Investment Corporation | Common stock | T-Car Inc. | No relation | Financial assets at fair value through other comprehensive income - noncurrent | 500,000 | 9,269 | 2 | 9,269 | |
| 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 | 4,193 | 1 | 4,193 | |
| Gains Investment Corporation | Common stock | Riselink Venture Capital Corp. | The held company as its director | Financial assets at fair value through other comprehensive income - noncurrent | 6,579 | 935 | 4 | 935 | |
| Gains Investment Corporation | Common stock | TRANSCOM, INC. | The held company as its director | Financial assets at fair value through other comprehensive income - noncurrent | 697,713 | 102,208 | 2 | 102,208 | |
| Gains Investment Corporation | Common stock | ENIMMUNE CORPORATION | No relation | Financial assets at fair value through other comprehensive income - noncurrent | 1,427,872 | 59,480 | 2 | 59,480 | |
| Gains Investment Corporation | Common stock | MEDICAL IMAGING CORPORATION | No relation | Financial assets at fair value through other comprehensive income - noncurrent | 1,188,000 | 57,100 | 6 | 57,100 | |
| Gains Investment Corporation | Common stock | LIAN HONG ART CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - noncurrent | 569,595 | 48,581 | 2 | 48,581 | |
| Gains Investment Corporation | Common stock | AMPAK TECHNOLOGY INC. | No relation | Financial assets at fair value through other comprehensive income - noncurrent | 456,000 | 39,015 | 1 | 39,015 | |

| Held Company Name | Type and Name of Marketable Securities | | Relationship with The Company | Financial Statement Account | MARCH 31, 2021 | | | | Note |
|--|--|---|-------------------------------|--|----------------|----------------|-----------------------------|------------|--------|
| | | | | | Shares/Units | Carrying Value | Percentage of Ownership (%) | Fair Value | |
| Gains Investment Corporation | Common stock | Ping Ho Environmental Technology Company Co., Ltd. | No relation | Financial assets at fair value through other comprehensive income - noncurrent | 664,650 | 37,119 | 2 | 37,119 | |
| Gains Investment Corporation | Common stock | CHEN NAN IRON WIRE CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - noncurrent | 2,000,000 | 35,360 | 5 | 35,360 | |
| Gains Investment Corporation | Common stock | BRIGHTTEK OPTOELECTRONIC CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - noncurrent | 746,000 | 31,489 | 1 | 31,489 | |
| Gains Investment Corporation | Common stock | FLASHAIM INC. | No relation | Financial assets at fair value through other comprehensive income - noncurrent | 700,000 | 31,094 | 6 | 31,094 | |
| Gains Investment Corporation | Common stock | GMT GLOBAL INC. | No relation | Financial assets at fair value through other comprehensive income - noncurrent | 728,325 | 27,356 | 2 | 27,356 | |
| Gains Investment Corporation | Common stock | FEMCO STEEL TECHNOLOGY CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - noncurrent | 1,248,000 | 26,737 | 3 | 26,737 | |
| Gains Investment Corporation | Common stock | SUN RISE E&T CORPORATION | No relation | Financial assets at fair value through other comprehensive income - noncurrent | 731,000 | 22,632 | 2 | 22,632 | |
| Gains Investment Corporation | Common stock | TIGERAIR TAIWAN CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - noncurrent | 712,000 | 21,320 | - | 21,320 | |
| Gains Investment Corporation | Common stock | EVERGREEN STEEL CORPORATION | No relation | Financial assets at fair value through other comprehensive income - noncurrent | 364,000 | 21,210 | - | 21,210 | |
| Gains Investment Corporation | Common stock | BRILLIAN NETWORK & AUTOMATION INTEGRATED SYSTEM CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - noncurrent | 177,000 | 19,523 | 1 | 19,523 | |
| Gains Investment Corporation | Common stock | STUDY KING CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - noncurrent | 216,000 | 10,951 | 2 | 10,951 | |
| Gains Investment Corporation | Common stock | DAS TECHNOLOGY CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - noncurrent | 140,000 | 10,690 | - | 10,690 | |
| Winning Investment Corporation | Common stock | China Steel Corporation | The ultimate parent company | Financial assets at fair value through other comprehensive income - noncurrent | 160,406,339 | 4,154,524 | 1 | 4,154,524 | 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 | - | - | - | |
| Betacera Inc. | Common stock | HCT REGENERATIVE CO., LTD | No relation | Financial assets at fair value through other comprehensive income - noncurrent | 994,153 | 5,843 | 15 | 5,843 | |
| Shanghai Xike Ceramic Electronic Co., Ltd. | Common stock | Shanghai Join Buy Co., Ltd. | No relation | Financial assets at fair value through other comprehensive income - noncurrent | 71,820 | 2,009 | - | 2,009 | |
| Universal Exchange Inc. | Mutual fund | Union Money Market Fund | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 1,758,174 | 23,415 | - | 23,415 | |

| Held Company Name | Type and Name of Marketable Securities | | Relationship with The Company | Financial Statement Account | MARCH 31, 2021 | | | | Note |
|-------------------------------------|--|--|-------------------------------|---|----------------|----------------|-----------------------------|------------|------|
| | | | | | Shares/Units | Carrying Value | Percentage of Ownership (%) | Fair Value | |
| Pro-Ascentek Investment Corporation | Common stock | ADVANCED WIRELESS SEMICONDUCTOR COMPANY | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 60,000 | 9,360 | - | 9,360 | |
| Pro-Ascentek Investment Corporation | Common stock | DELTA ELECTRONICS, INC. | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 25,000 | 7,200 | - | 7,200 | |
| Pro-Ascentek Investment Corporation | Common stock | NIEN MADE ENTERPRISE CO., LTD. | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 16,000 | 6,368 | - | 6,368 | |
| Pro-Ascentek Investment Corporation | Common stock | TAIWAN SEMICONDUCTOR MANUFACTURING COMPANY LIMITED | No relation | Financial assets at fair value through other comprehensive income - current | 60,000 | 35,220 | - | 35,220 | |
| Pro-Ascentek Investment Corporation | Common stock | CHICONY ELECTRONICS CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 286,000 | 29,029 | - | 29,029 | |
| Pro-Ascentek Investment Corporation | Common stock | ASE Technology Holding Co., Ltd. | No relation | Financial assets at fair value through other comprehensive income - current | 207,000 | 22,252 | - | 22,252 | |
| Pro-Ascentek Investment Corporation | Common stock | FENG HSIN STEEL CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 280,000 | 19,936 | - | 19,936 | |
| Pro-Ascentek Investment Corporation | Common stock | INNODISK CORPORATION | No relation | Financial assets at fair value through other comprehensive income - current | 100,000 | 17,000 | - | 17,000 | |
| Pro-Ascentek Investment Corporation | Common stock | RADIANT OPTO-ELECTRONICS CORPORATION | No relation | Financial assets at fair value through other comprehensive income - current | 121,000 | 15,367 | - | 15,367 | |
| Pro-Ascentek Investment Corporation | Common stock | SYMTEK AUTOMATION ASIA CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 140,000 | 13,958 | - | 13,958 | |
| Pro-Ascentek Investment Corporation | Common stock | TBI MOTION TECHNOLOGY CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 231,000 | 13,583 | - | 13,583 | |
| Pro-Ascentek Investment Corporation | Common stock | ULTRA CHIP, INC. | No relation | Financial assets at fair value through other comprehensive income - current | 160,000 | 11,696 | - | 11,696 | |
| 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 | 206,000 | 10,691 | - | 10,691 | |
| Pro-Ascentek Investment Corporation | Common stock | ZENG HSING INDUSTRIAL CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 63,000 | 10,300 | - | 10,300 | |
| Pro-Ascentek Investment Corporation | Common stock | WAH LEE INDUSTRIAL CORP. | No relation | Financial assets at fair value through other comprehensive income - current | 125,000 | 10,250 | - | 10,250 | |
| Pro-Ascentek Investment Corporation | Common stock | QUALIPOLY CHEMICAL CORPORATION | No relation | Financial assets at fair value through other comprehensive income - current | 285,000 | 9,761 | - | 9,761 | |
| Pro-Ascentek Investment Corporation | Common stock | HIGHLIGHT TECH CORPORATION | No relation | Financial assets at fair value through other comprehensive income - current | 225,000 | 9,619 | - | 9,619 | |

| Held Company Name | Type and Name of Marketable Securities | | Relationship with The Company | Financial Statement Account | MARCH 31, 2021 | | | | Note |
|-------------------------------------|--|---------------------------------------|-------------------------------|---|----------------|----------------|-----------------------------|------------|------|
| | | | | | Shares/Units | Carrying Value | Percentage of Ownership (%) | Fair Value | |
| Pro-Ascentek Investment Corporation | Common stock | QST INTERNATIONAL CORP. | No relation | Financial assets at fair value through other comprehensive income - current | 135,000 | 9,558 | - | 9,558 | |
| Pro-Ascentek Investment Corporation | Common stock | FLEXIUM INTERCONNECT, INC. | No relation | Financial assets at fair value through other comprehensive income - current | 75,000 | 9,412 | - | 9,412 | |
| Pro-Ascentek Investment Corporation | Common stock | HERAN CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 69,000 | 9,004 | - | 9,004 | |
| Pro-Ascentek Investment Corporation | Common stock | ARDENTEC CORPORATION | No relation | Financial assets at fair value through other comprehensive income - current | 200,000 | 9,000 | - | 9,000 | |
| Pro-Ascentek Investment Corporation | Common stock | ARGOSY RESEARCH INC. | No relation | Financial assets at fair value through other comprehensive income - current | 71,000 | 8,910 | - | 8,910 | |
| Pro-Ascentek Investment Corporation | Common stock | I JANG INDUSTRIAL CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 129,000 | 7,327 | - | 7,327 | |
| Pro-Ascentek Investment Corporation | Common stock | CHIEN SHING HARBOUR SERVICE CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 235,000 | 7,308 | - | 7,308 | |
| Pro-Ascentek Investment Corporation | Common stock | ASROCK INC. | No relation | Financial assets at fair value through other comprehensive income - current | 44,000 | 7,062 | - | 7,062 | |
| Pro-Ascentek Investment Corporation | Common stock | NOVATEK MICROELECTRONICS CORP. | No relation | Financial assets at fair value through other comprehensive income - current | 12,000 | 6,900 | - | 6,900 | |
| Pro-Ascentek Investment Corporation | Common stock | LINTES TECHNOLOGY CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 50,000 | 6,450 | - | 6,450 | |
| Pro-Ascentek Investment Corporation | Common stock | SHEH FUNG SCREWS CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 136,000 | 6,440 | - | 6,440 | |
| Pro-Ascentek Investment Corporation | Common stock | SYNCMOLD ENTERPRISE CORP. | No relation | Financial assets at fair value through other comprehensive income - current | 65,000 | 5,687 | - | 5,687 | |
| Pro-Ascentek Investment Corporation | Common stock | TOPCO SCIENTIFIC CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 38,000 | 5,187 | - | 5,187 | |
| Pro-Ascentek Investment Corporation | Common stock | GLOBALWAFERS CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 6,000 | 4,500 | - | 4,500 | |
| Pro-Ascentek Investment Corporation | Common stock | LONGWELL COMPANY | No relation | Financial assets at fair value through other comprehensive income - current | 65,000 | 4,069 | - | 4,069 | |
| Pro-Ascentek Investment Corporation | Common stock | Yonggu Group Inc. | No relation | Financial assets at fair value through other comprehensive income - current | 49,000 | 3,989 | - | 3,989 | |
| Pro-Ascentek Investment Corporation | Common stock | BizLink Holding Inc. | No relation | Financial assets at fair value through other comprehensive income - current | 10,000 | 2,660 | - | 2,660 | |

| Held Company Name | Type and Name of Marketable Securities | | Relationship with The Company | Financial Statement Account | MARCH 31, 2021 | | | | 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 | 147,000 | 5,521 | - | 5,521 | |
| Pro-Ascentek Investment Corporation | Mutual fund | Cathay MSCI Taiwan ESG Sustainability High Dividend Yield ETF | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 1,150,000 | 21,149 | - | 21,149 | |
| 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) | 53,991,793 | 600,000 | - | 600,000 | |
| Pro-Ascentek Investment Corporation | Mutual fund | Fubon FTSE TWSE Taiwan 50 ETF | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 279,000 | 21,581 | - | 21,581 | |
| 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) | 913,550 | 12,166 | - | 12,166 | |
| Eminence Investment Corporation | Common stock | Gourmet Master Co. Ltd. | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 174,000 | 30,363 | - | 30,363 | |
| 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) | 323 | 28,518 | - | 28,518 | |
| Eminence Investment Corporation | Common stock | QISDA CORPORATION | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 600,000 | 20,550 | - | 20,550 | |
| Eminence Investment Corporation | Common stock | NVIDIA Corporation | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 1,044 | 15,906 | - | 15,906 | |
| Eminence Investment Corporation | Common stock | Apple Inc. | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 4,015 | 13,995 | - | 13,995 | |
| Eminence Investment Corporation | Common stock | NIEN MADE ENTERPRISE CO., LTD. | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 35,000 | 13,930 | - | 13,930 | |
| Eminence Investment Corporation | Common stock | ACTRON TECHNOLOGY CORPORATION | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 115,000 | 13,340 | - | 13,340 | |
| 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) | 5,634 | 12,620 | - | 12,620 | |
| Eminence Investment Corporation | Common stock | ADVANCED WIRELESS SEMICONDUCTOR COMPANY | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 66,000 | 10,296 | - | 10,296 | |
| Eminence Investment Corporation | Common stock | AMAZING MICROELECTRONIC CORP. | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 70,000 | 10,150 | - | 10,150 | |
| Eminence Investment Corporation | Common stock | NANKANG RUBBER TIRE CORP., LTD. | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 234,000 | 9,746 | - | 9,746 | |
| Eminence Investment Corporation | Common stock | ACCTON TECHNOLOGY CORPORATION | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 35,000 | 9,660 | - | 9,660 | |

| Held Company Name | Type and Name of Marketable Securities | | Relationship with The Company | Financial Statement Account | MARCH 31, 2021 | | | | Note |
|---------------------------------|--|--|-------------------------------|---|----------------|----------------|-----------------------------|------------|------|
| | | | | | Shares/Units | Carrying Value | Percentage of Ownership (%) | Fair Value | |
| Eminence Investment Corporation | Common stock | DELTA ELECTRONICS, INC. | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 33,000 | 9,504 | - | 9,504 | |
| Eminence Investment Corporation | Common stock | TXC CORPORATION | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 87,000 | 8,918 | - | 8,918 | |
| Eminence Investment Corporation | Common stock | Adobe Systems Incorporated | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 540 | 7,325 | - | 7,325 | |
| Eminence Investment Corporation | Common stock | PayPal Holdings, Inc. | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 1,050 | 7,276 | - | 7,276 | |
| Eminence Investment Corporation | Common stock | INNOLUX CORPORATION | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 309,000 | 6,520 | - | 6,520 | |
| Eminence Investment Corporation | Common stock | Applied Materials, Inc. | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 1,625 | 6,195 | - | 6,195 | |
| Eminence Investment Corporation | Common stock | Microsoft Corporation | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 915 | 6,156 | - | 6,156 | |
| Eminence Investment Corporation | Common stock | ON Semiconductor Corp. | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 4,700 | 5,581 | - | 5,581 | |
| Eminence Investment Corporation | Common stock | SIMPLO TECHNOLOGY CO., LTD. | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 13,000 | 4,823 | - | 4,823 | |
| Eminence Investment Corporation | Common stock | TONG HSING ELECTRONIC IND., LTD. | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 17,000 | 3,477 | - | 3,477 | |
| Eminence Investment Corporation | Common stock | Salesforce.Com, Inc. | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 465 | 2,811 | - | 2,811 | |
| Eminence Investment Corporation | Common stock | Square, Inc. | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 380 | 2,462 | - | 2,462 | |
| Eminence Investment Corporation | Common stock | DocuSign Inc. | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 415 | 2,397 | - | 2,397 | |
| Eminence Investment Corporation | Common stock | Palantir Technologies Inc. | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 3,300 | 2,193 | - | 2,193 | |
| 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 | 193,687 | - | 193,687 | |
| Eminence Investment Corporation | Common stock | TAIWAN SEMICONDUCTOR MANUFACTURING COMPANY LIMITED | No relation | Financial assets at fair value through other comprehensive income - current | 243,000 | 142,641 | - | 142,641 | |
| Eminence Investment Corporation | Common stock | TANG ENG IRON WORKS CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 3,718,000 | 132,733 | - | 132,733 | |

| Held Company Name | Type and Name of Marketable Securities | | Relationship with The Company | Financial Statement Account | MARCH 31, 2021 | | | | Note |
|---------------------------------|--|--|-------------------------------|---|----------------|----------------|-----------------------------|------------|------|
| | | | | | Shares/Units | Carrying Value | Percentage of Ownership (%) | Fair Value | |
| Eminence Investment Corporation | Common stock | FARCENT ENTERPRISE CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 1,547,000 | 110,765 | - | 110,765 | |
| Eminence Investment Corporation | Common stock | Yonggu Group Inc. | No relation | Financial assets at fair value through other comprehensive income - current | 1,262,416 | 102,761 | - | 102,761 | |
| Eminence Investment Corporation | Common stock | TOPCO SCIENTIFIC CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 600,000 | 81,900 | - | 81,900 | |
| Eminence Investment Corporation | Common stock | ASE Technology Holding Co., Ltd. | No relation | Financial assets at fair value through other comprehensive income - current | 683,000 | 73,423 | - | 73,423 | |
| Eminence Investment Corporation | Common stock | Bionime Corporation | No relation | Financial assets at fair value through other comprehensive income - current | 722,200 | 56,837 | - | 56,837 | |
| Eminence Investment Corporation | Common stock | INTERACTIVE DIGITAL TECHNOLOGIES INC. | No relation | Financial assets at fair value through other comprehensive income - current | 630,000 | 54,432 | - | 54,432 | |
| Eminence Investment Corporation | Common stock | First Financial Holding Co. Ltd. | No relation | Financial assets at fair value through other comprehensive income - current | 2,404,473 | 53,379 | - | 53,379 | |
| Eminence Investment Corporation | Common stock | MICRO-STAR INTERNATIONAL CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 300,000 | 52,200 | - | 52,200 | |
| Eminence Investment Corporation | Common stock | CHICONY ELECTRONICS CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 507,000 | 51,461 | - | 51,461 | |
| Eminence Investment Corporation | Common stock | YUNGSHIN CONSTRUCTION & DEVELOPMENT CO.,LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 1,048,000 | 50,409 | - | 50,409 | |
| Eminence Investment Corporation | Common stock | REALTEK SEMICONDUCTOR CORP. | No relation | Financial assets at fair value through other comprehensive income - current | 90,000 | 44,460 | - | 44,460 | |
| Eminence Investment Corporation | Common stock | NOVATEK MICROELECTRONICS CORP. | No relation | Financial assets at fair value through other comprehensive income - current | 67,000 | 38,525 | - | 38,525 | |
| Eminence Investment Corporation | Common stock | GLOBALWAFERS CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 51,000 | 38,250 | - | 38,250 | |
| Eminence Investment Corporation | Common stock | PROMATE SOLUTIONS CORPORATION | No relation | Financial assets at fair value through other comprehensive income - current | 515,000 | 36,102 | - | 36,102 | |
| Eminence Investment Corporation | Common stock | EXCELSIOR MEDICAL CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 538,095 | 31,640 | - | 31,640 | |
| Eminence Investment Corporation | Common stock | QUALIPOLY CHEMICAL CORPORATION | No relation | Financial assets at fair value through other comprehensive income - current | 885,450 | 30,327 | - | 30,327 | |
| Eminence Investment Corporation | Common stock | GIGA-BYTE TECHNOLOGY CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 300,000 | 29,940 | - | 29,940 | |

| Held Company Name | Type and Name of Marketable Securities | | Relationship with The Company | Financial Statement Account | MARCH 31, 2021 | | | | Note |
|---------------------------------|--|---|-------------------------------|---|----------------|----------------|-----------------------------|------------|------|
| | | | | | Shares/Units | Carrying Value | Percentage of Ownership (%) | Fair Value | |
| Eminence Investment Corporation | Common stock | MAKALOT INDUSTRIAL CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 119,876 | 29,549 | - | 29,549 | |
| Eminence Investment Corporation | Common stock | INNODISK CORPORATION | No relation | Financial assets at fair value through other comprehensive income - current | 170,000 | 28,900 | - | 28,900 | |
| Eminence Investment Corporation | Common stock | QUANTA COMPUTER INC. | No relation | Financial assets at fair value through other comprehensive income - current | 287,000 | 28,126 | - | 28,126 | |
| Eminence Investment Corporation | Common stock | TAIWAN CHELIC CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 467,000 | 26,619 | - | 26,619 | |
| Eminence Investment Corporation | Common stock | O-TA PRECISION INDUSTRY CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 250,000 | 23,475 | - | 23,475 | |
| Eminence Investment Corporation | Common stock | CHINA FINEBLANKING TECHNOLOGY CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 524,472 | 23,365 | - | 23,365 | |
| Eminence Investment Corporation | Common stock | Yulon Finance Corporation | No relation | Financial assets at fair value through other comprehensive income - current | 180,000 | 22,860 | - | 22,860 | |
| Eminence Investment Corporation | Common stock | ZENG HSING INDUSTRIAL CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 135,000 | 22,073 | - | 22,073 | |
| Eminence Investment Corporation | Common stock | Mega Financial Holding Co., Ltd. | No relation | Financial assets at fair value through other comprehensive income - current | 647,000 | 20,639 | - | 20,639 | |
| Eminence Investment Corporation | Common stock | TONG YANG INDUSTRY CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 559,000 | 20,264 | - | 20,264 | |
| Eminence Investment Corporation | Common stock | BizLink Holding Inc. | No relation | Financial assets at fair value through other comprehensive income - current | 76,000 | 20,216 | - | 20,216 | |
| Eminence Investment Corporation | Common stock | ITEQ CORPORATION | No relation | Financial assets at fair value through other comprehensive income - current | 148,000 | 20,202 | - | 20,202 | |
| Eminence Investment Corporation | Common stock | HIM INTERNATIONAL MUSIC INCORPORATED | No relation | Financial assets at fair value through other comprehensive income - current | 170,000 | 19,890 | - | 19,890 | |
| Eminence Investment Corporation | Common stock | BROGENT TECHNOLOGIES INC. | No relation | Financial assets at fair value through other comprehensive income - current | 145,279 | 19,467 | - | 19,467 | |
| Eminence Investment Corporation | Common stock | QST INTERNATIONAL CORP. | No relation | Financial assets at fair value through other comprehensive income - current | 274,000 | 19,399 | - | 19,399 | |
| Eminence Investment Corporation | Common stock | GREAT WALL ENTERPRISE CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 333,200 | 18,193 | - | 18,193 | |
| Eminence Investment Corporation | Common stock | TURVO INTERNATIONAL CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 170,000 | 17,085 | - | 17,085 | |

| Held Company Name | Type and Name of Marketable Securities | | Relationship with The Company | Financial Statement Account | MARCH 31, 2021 | | | | Note |
|---------------------------------|--|---|-------------------------------|---|----------------|----------------|-----------------------------|------------|------|
| | | | | | Shares/Units | Carrying Value | Percentage of Ownership (%) | Fair Value | |
| Eminence Investment Corporation | Common stock | RADIANT OPTO-ELECTRONICS CORPORATION | No relation | Financial assets at fair value through other comprehensive income - current | 134,000 | 17,018 | - | 17,018 | |
| Eminence Investment Corporation | Common stock | TAIWAN PRINTED CIRCUIT BOARD TECHVEST CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 321,000 | 16,660 | - | 16,660 | |
| Eminence Investment Corporation | Common stock | LUXNET CORPORATION | No relation | Financial assets at fair value through other comprehensive income - current | 648,168 | 15,621 | - | 15,621 | |
| Eminence Investment Corporation | Common stock | FLEXIUM INTERCONNECT, INC. | No relation | Financial assets at fair value through other comprehensive income - current | 113,000 | 14,182 | - | 14,182 | |
| Eminence Investment Corporation | Common stock | TAIWAN FU HSING INDUSTRIAL CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 287,000 | 13,589 | - | 13,589 | |
| Eminence Investment Corporation | Common stock | HO TA INDUSTRIAL MFG. CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 110,587 | 12,828 | - | 12,828 | |
| Eminence Investment Corporation | Common stock | CTCI CORPORATION | No relation | Financial assets at fair value through other comprehensive income - current | 338,000 | 12,810 | - | 12,810 | |
| Eminence Investment Corporation | Common stock | BASSO INDUSTRY CORP. | No relation | Financial assets at fair value through other comprehensive income - current | 208,000 | 9,776 | - | 9,776 | |
| 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 | 9,733 | - | 9,733 | |
| Eminence Investment Corporation | Common stock | HIWIN TECHNOLOGIES CORP. | No relation | Financial assets at fair value through other comprehensive income - current | 23,000 | 9,258 | - | 9,258 | |
| Eminence Investment Corporation | Common stock | WIWYNN CORPORATION | No relation | Financial assets at fair value through other comprehensive income - current | 10,000 | 8,430 | - | 8,430 | |
| Eminence Investment Corporation | Common stock | FORMOSA ADVANCED TECHNOLOGIES CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 201,000 | 8,120 | - | 8,120 | |
| Eminence Investment Corporation | Common stock | CHUNGHWA TELECOM CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 66,000 | 7,359 | - | 7,359 | |
| Eminence Investment Corporation | Common stock | YULON NISSAN MOTOR CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 20,000 | 5,600 | - | 5,600 | |
| Eminence Investment Corporation | Common stock | ASIA TECH IMAGE INC. | No relation | Financial assets at fair value through other comprehensive income - current | 96,000 | 5,549 | - | 5,549 | |
| Eminence Investment Corporation | Common stock | SHEH FUNG SCREWS CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 100,000 | 4,735 | - | 4,735 | |
| Eminence Investment Corporation | Common stock | TONG YANG INDUSTRY CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - current | 60,000 | 2,844 | - | 2,844 | |

| Held Company Name | Type and Name of Marketable Securities | | Relationship with The Company | Financial Statement Account | MARCH 31, 2021 | | | | Note |
|-----------------------------------|--|--|----------------------------------|---|----------------|----------------|-----------------------------|------------|------|
| | | | | | Shares/Units | Carrying Value | Percentage of Ownership (%) | Fair Value | |
| Eminence Investment Corporation | Common stock | TAIWAN CEMENT CORPORATION | No relation | Financial assets at fair value through other comprehensive income - current | 14,254 | 667 | - | 667 | |
| Eminence Investment Corporation | Common stock | GLOBAL TEK FABRICATION CO., LTD. | The held company as its director | Financial assets at fair value through other comprehensive income - noncurrent | 1,720,943 | 104,289 | - | 104,289 | |
| Eminence Investment Corporation | Common stock | TAI-SAW TECHNOLOGY CO., LTD. | The held company as its director | Financial assets at fair value through other comprehensive income - noncurrent | 813,323 | 19,642 | - | 19,642 | |
| Eminence Investment Corporation | Common stock | JUFAN INDUSTRIAL CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - noncurrent | 1,800,000 | 59,400 | 8 | 59,400 | |
| Eminence Investment Corporation | Common stock | FOXCONN GLOBAL NETWORK CORPORATION | No relation | Financial assets at fair value through other comprehensive income - noncurrent | 3,000,000 | 43,500 | 9 | 43,500 | |
| Eminence Investment Corporation | Common stock | JDV CONTROL VALVES CO., LTD. | No relation | Financial assets at fair value through other comprehensive income - noncurrent | 1,050,000 | 19,389 | 4 | 19,389 | |
| Eminence Investment Corporation | Common stock | SUNNY PHARMTECH INC. | No relation | Financial assets at fair value through other comprehensive income - noncurrent | 1,646,801 | 13,294 | 1 | 13,294 | |
| Eminence Investment Corporation | Common stock | MEDICAL IMAGING CORPORATION | No relation | Financial assets at fair value through other comprehensive income - noncurrent | 1,188,000 | 57,100 | 6 | 57,100 | |
| Eminence Investment Corporation | Common stock | TRANSCOM, INC. | No relation | Financial assets at fair value through other comprehensive income - noncurrent | 207,472 | 30,393 | 1 | 30,393 | |
| Eminence Investment Corporation | Common stock | FLASHAIM INC. | No relation | Financial assets at fair value through other comprehensive income - noncurrent | 350,000 | 15,547 | 3 | 15,547 | |
| Eminence Investment Corporation | Preferred stock | Cathay Financial Holding Co., Ltd. (B) | No relation | Financial assets at fair value through other comprehensive income - current | 167,000 | 10,404 | - | 10,404 | |
| 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) | 798,817 | 10,018 | - | 10,018 | |
| Eminence Investment Corporation | Mutual fund | iShares Core High Dividend ETF | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 12,420 | 33,630 | - | 33,630 | |
| Eminence Investment Corporation | Mutual fund | Fubon FTSE TWSE Taiwan 50 ETF | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 64,000 | 4,950 | - | 4,950 | |
| Eminence Investment Corporation | Mutual fund | Yuanta/P-shares Taiwan Top 50 ETF | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 10,000 | 1,348 | - | 1,348 | |
| 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 | 37,134 | - | 37,134 | |
| 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 | 41,592 | - | 41,592 | |

| Held Company Name | Type and Name of Marketable Securities | | Relationship with The Company | Financial Statement Account | MARCH 31, 2021 | | | | Note |
|--|--|--|-------------------------------|---|----------------|----------------|-----------------------------|------------|------|
| | | | | | Shares/Units | Carrying Value | Percentage of Ownership (%) | Fair Value | |
| 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 | 41,873 | - | 41,873 | |
| 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 | 39,510 | - | 39,510 | |
| 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 | 37,863 | - | 37,863 | |
| 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 | 38,677 | - | 38,677 | |
| 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 | 41,581 | - | 41,581 | |
| 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 | 39,941 | - | 39,941 | |
| 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 | 42,043 | - | 42,043 | |
| 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 | 112,652 | - | 112,652 | |
| 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 | 65,841 | 15 | 65,841 | |
| 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 | 12,623 | - | 12,623 | |
| Wabo Global Trading Corporation | Mutual fund | Franklin Templeton Sinoam Money Market Fund | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 4,883,724 | 50,967 | - | 50,967 | |
| 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 | - | 270,610 | 15 | 270,610 | |
| 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 | - | 120,841 | 8 | 120,841 | |
| Chung Mao Trading (Samoa) Corporation | Certificate of entitlement | Xiamen Chun Yuan Precision Mechatronic Co., Ltd. | No relation | Financial assets at fair value through other comprehensive income - noncurrent | - | 16,319 | 19 | 16,319 | |
| CSGT International Corporation | Common stock | NST Coil Center (Thailand) Ltd. | No relation | Financial assets at fair value through other comprehensive income - noncurrent | 3,001 | 72,691 | 13 | 72,691 | |
| CSGT International Corporation | Certificate of entitlement | Hanoi Steel Center Co., Ltd. | No relation | Financial assets at fair value through other comprehensive income - noncurrent | - | 173,672 | 19 | 173,672 | |

| Held Company Name | Type and Name of Marketable Securities | | Relationship with The Company | Financial Statement Account | MARCH 31, 2021 | | | | Note |
|---|--|---|---|---|----------------|----------------|-----------------------------|------------|------|
| | | | | | Shares/Units | Carrying Value | Percentage of Ownership (%) | Fair Value | |
| 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 | 13,205,969 | 13 | 13,205,969 | |
| 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 | - | 174,063 | 6 | 174,063 | |
| 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 | - | 62,776 | 12 | 62,776 | |
| 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 | - | 32,244 | 3 | 32,244 | |
| CSC Steel Holdings Berhad | Common stock | Astino Berhad | No relation | Financial assets at fair value through other comprehensive income - noncurrent | 3,574,472 | 24,056 | - | 24,056 | |
| 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) | 23,528,180 | 82,875 | - | 82,875 | |
| 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) | 244,647,986 | 861,743 | - | 861,743 | |
| 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) | 82,811,329 | 544,257 | - | 544,257 | |
| Constant Mode Sdn. Bhd. | Mutual fund | OSK-UOB Cash Management Fund | No relation | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | 240,975 | 2,291 | - | 2,291 | |

Note 1: Parent company's stocks pledged as collateral amounted to 132,100 thousand shares and NT\$3,421,390 thousand.

Note 2: Parent company's stocks pledged as collateral amounted to 123,100 thousand shares and NT\$3,188,290 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 MARCH 31, 2021
(Amounts in Thousands of New Taiwan Dollars, Unless Stated Otherwise)

| Company | Type of Marketable Securities | Name of Marketable Securities | Financial Statement Account | Counter-party | Nature of Relationship | Beginning Balance | | Acquisition (Note) | | Disposal (Note) | | | Ending Balance | | |
|--|-------------------------------|---|---|---------------|------------------------|-------------------|---------|--------------------|---------|-----------------|---------|----------------|-----------------------|--------------|-----------|
| | | | | | | Shares/Units | Amount | Shares/Units | Amount | Shares/Units | Amount | Carrying Value | Gain/Loss on Disposal | Shares/Units | Amount |
| China Steel Corporation | Common stock | China Steel Power Holding Corporation | Investments accounted for using equity method | Subsidiary | Subsidiary | 102,306,000 | 858,105 | 34,680,000 | 329,074 | - | - | - | - | 136,986,000 | 1,187,179 |
| China Ecotek Corporation | Mutual fund | PineBridge Taiwan Money Market Securities Investment Trust Fund | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | - | - | - | - | 39,947,705 | 550,035 | 10,893,879 | 150,000 | 149,987 | 13 | 29,053,826 | 400,048 |
| China Prosperity Development Corporation | Mutual fund | Prudential Financial Money Market Fund | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | - | - | - | - | 18,796,514 | 300,107 | - | - | - | - | 18,796,514 | 300,107 |
| China Prosperity Development Corporation | Mutual fund | Taishin Ta-Chong Money Market Fund | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | - | - | - | - | 20,946,162 | 300,148 | - | - | - | - | 20,946,162 | 300,148 |
| China Prosperity Development Corporation | Mutual fund | Cathay Taiwan Money Market Fund | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | - | - | - | - | 26,324,269 | 330,149 | - | - | - | - | 26,324,269 | 330,149 |
| China Steel Machinery Corporation | Mutual fund | Taishin Ta-Chong Money Market Fund | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | - | - | 16,061,214 | 230,003 | 31,067,256 | 445,010 | 45,379,067 | 650,103 | 649,945 | 158 | 1,749,403 | 25,068 |
| Pro-Ascentek Investment Corporation | Mutual fund | CTBC Hua Win Money Market Fund | Financial assets mandatorily classified as at fair value through profit or loss - current (including measurement) | - | - | - | - | 53,991,793 | 600,000 | - | - | - | - | 53,991,793 | 600,000 |

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

CHINA STEEL CORPORATION AND SUBSIDIARIES

**ACQUISITION OF INDIVIDUAL REAL ESTATE AT COSTS OF AT LEAST NT\$300 MILLION OR 20% OF THE PAID-IN CAPITAL
FOR THE PERIOD ENDED MARCH 31, 2021
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)**

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

CHINA STEEL CORPORATION AND SUBSIDIARIES

**TOTAL PURCHASES FROM OR SALES TO RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL
FOR THE PERIOD ENDED MARCH 31, 2021
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)**

| Buyer | Related Party | Relationship | Relationship | | | Abnormal Transaction | | Notes/Accounts Receivable (Payable) | | Note | |
|-------------------------|--|---|---|--------------|------------|--|------------|-------------------------------------|----------------|-------|------------|
| | | | Purchase/Sale | Amount | % of Total | Payment Terms | Unit Price | Payment Terms | Ending Balance | | % of Total |
| China Steel Corporation | Chung Hung Steel Corporation | Subsidiary | Sales | (2,464,484) | (5) | Letter of credit/Receivables were collected after final acceptance | - | | 229,931 | 5 | |
| China Steel Corporation | China Steel and Nippon Steel Vietnam Joint Stock Company | Subsidiary | Sales | (903,709) | (2) | Accounts receivable factoring agreements/Receivables were collected within 14 days after shipment date | - | | 163,109 | 4 | |
| China Steel Corporation | China Steel Structure Co., Ltd. | Subsidiary | Sales | (808,601) | (2) | Letter of credit/Accounts received in advance before shipment date | - | | 56,116 | 1 | |
| China Steel Corporation | China Steel Precision Metals Kunshan Co., Ltd. | Subsidiary | Sales | (727,687) | (1) | Receivables were collected within 85 days after shipment date | - | | 655,849 | 14 | |
| China Steel Corporation | China Steel Corporation India Pvt. Ltd. | Subsidiary | Sales | (542,166) | (1) | Accounts receivable factoring agreements | - | | - | - | |
| China Steel Corporation | Dragon Steel Corporation | Subsidiary | Sales | (509,737) | (1) | Receivables were collected within 5 days after shipment date | - | | 13,840 | - | |
| China Steel Corporation | China Steel Chemical Corporation | Subsidiary | Sales | (506,528) | (1) | Letter of credit | - | | 189,028 | 4 | |
| China Steel Corporation | China Steel Global Trading Corporation | Subsidiary | Sales | (384,895) | (1) | Receivables were collected within 10 days after shipment date | - | | 10,298 | - | |
| China Steel Corporation | CSGT Metals Vietnam Joint Stock Company | Subsidiary | Sales | (322,805) | (1) | Receivables were collected within 14 days after shipment date | - | | 37,966 | 1 | |
| China Steel Corporation | China Steel Precision Metals Qingdao Co., Ltd. | Subsidiary | Sales | (264,856) | - | Receivables were collected within 60 days after shipment date | - | | 166,067 | 4 | |
| China Steel Corporation | CSC Steel Sdn. Bhd. | Subsidiary | Sales | (218,356) | - | Receivables were collected within 14 days after shipment date | - | | 4,386 | - | |
| China Steel Corporation | TSK Steel Company Limited | Affiliated enterprise | Sales | (208,875) | - | Letter of credit/Accounts received in advance before shipment date | - | | - | - | |
| China Steel Corporation | CHC Resources Corporation | Subsidiary | Sales | (184,195) | - | Letter of credit | - | | 20,940 | - | |
| China Steel Corporation | CSBC Corporation, Taiwan | The Corporation as director of the board of related party | Sales | (183,369) | - | Accounts received in advance before shipment date | - | | 61,827 | 1 | |
| China Steel Corporation | Dragon Steel Corporation | Subsidiary | Service revenue and other operating revenue | (244,754) | - | By contract terms | - | | 58,311 | 1 | |
| China Steel Corporation | Dragon Steel Corporation | Subsidiary | Purchases | 5,129,623 | 13 | Payment within 5 days after shipment date/Payment after final acceptance | - | | (418,546) | (6) | |
| China Steel Corporation | China Steel Express Corporation | Subsidiary | Purchases | 2,211,330 | 6 | Payment against copy of B/L | - | | (1,078,996) | (14) | |
| China Steel Corporation | C.S. Aluminium Corporation | Subsidiary | Purchases | 588,227 | 2 | Payment after final acceptance | - | | (222,301) | (3) | |

| 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 | CSE Transport Corporation | Subsidiary | Purchases | 164,338 | - | Payment against copy of B/L | - | (72,947) | (1) | |
| Dragon Steel Corporation | China Steel Corporation | Parent company | Sales | (4,970,018) | (20) | Receivables were collected within 5 days after shipment date/Receivables were collected after final acceptance | - | 335,098 | 14 | |
| Dragon Steel Corporation | Chung Hung Steel Corporation | The same parent company | Sales | (2,730,592) | (11) | Letter of credit/Receivables were collected within 5 days after shipment date | - | 177,657 | 7 | |
| Dragon Steel Corporation | China Steel and Nippon Steel Vietnam Joint Stock Company | The same parent company | Sales | (2,024,760) | (8) | Receivables were collected within 5 days after shipment date | - | - | - | |
| Dragon Steel Corporation | CSC Steel Sdn. Bhd. | The same parent company | Sales | (1,233,199) | (5) | Receivables were collected within 5 days after shipment date | - | - | - | |
| Dragon Steel Corporation | China Steel Structure Co., Ltd. | The same parent company | Sales | (312,144) | (1) | Letter of credit | - | 45,612 | 2 | |
| Dragon Steel Corporation | China Steel Global Trading Corporation | The same parent company | Sales | (308,427) | (1) | Receivables were collected within 5 days after shipment date | - | 186 | - | |
| Dragon Steel Corporation | China Steel Chemical Corporation | The same parent company | Sales | (194,194) | (1) | Receivables were collected within 5 days after shipment date | - | 20,458 | 1 | |
| Dragon Steel Corporation | China Steel Corporation | Parent company | Other operating revenue | (159,605) | (1) | Receivables were collected after final acceptance | - | 160,445 | 7 | |
| Dragon Steel Corporation | China Steel Express Corporation | The same parent company | Purchases | 1,087,246 | 6 | Payment against copy of B/L | - | (314,937) | (9) | NO THIRD-PARTY COULD BE COMPARED |
| Dragon Steel Corporation | China Steel Corporation | Parent company | Purchases | 589,365 | 3 | Payment within 5 days after shipment date | - | (13,840) | - | |
| Dragon Steel Corporation | C.S.Aluminium Corporation | The same parent company | Purchases | 219,051 | 1 | Payment in advance/Payment within 30 days after final acceptance | - | (84,151) | (2) | NO THIRD-PARTY COULD BE COMPARED |
| Betacera Inc. | Betacera (Su Zhou) Co., Ltd. | Subsidiary | Sales | (119,434) | (20) | Net 90 days from the end of the month of when invoice is issued | - | 233,606 | 39 | |
| Betacera Inc. | Betacera (Su Zhou) Co., Ltd. | Subsidiary | Purchases | 314,920 | 60 | Net 90 days from the end of the month of when invoice is issued | - | (219,138) | (42) | |
| Betacera (Su Zhou) Co., Ltd. | Betacera Inc. | Parent company | Sales | (315,539) | (86) | Net 90 days from the end of the month of when invoice is issued | - | 219,220 | 87 | |
| Betacera (Su Zhou) Co., Ltd. | Betacera Inc. | Parent company | Purchases | 119,814 | 43 | Net 90 days from the end of the month of when invoice is issued | - | (233,694) | (52) | |
| China Steel Express Corporation | China Steel Corporation | Parent company | Service revenue | (2,351,515) | (57) | Payment after shipping document specified | - | 1,143,109 | 64 | |
| China Steel Express Corporation | Dragon Steel Corporation | The same parent company | Service revenue | (1,215,242) | (30) | Payment after shipping document specified | - | 357,131 | 20 | |
| CSE Transport Corporation | China Steel Corporation | The ultimate parent of the company | Service revenue | (148,707) | (48) | Payment after shipping document specified | - | 72,947 | 60 | |
| C.S.Aluminium Corporation | China Steel Corporation | Parent company | Sales | (588,227) | (14) | Receivables were collected after final acceptance | - | 222,301 | 30 | |
| C.S.Aluminium Corporation | Dragon Steel Corporation | The same parent company | Sales | (219,051) | (5) | Receivables were collected after final acceptance | - | 84,151 | 12 | |
| CSC Steel Sdn. Bhd. | Dragon Steel Corporation | The same parent company | Purchases | 1,247,466 | 51 | Payment after shipping document specified | - | - | - | |
| CSC Steel Sdn. Bhd. | Chung Hung Steel Corporation | The same parent company | Purchases | 586,921 | 24 | Payment after shipping document specified | - | (89,959) | (31) | |
| CSC Steel Sdn. Bhd. | China Steel Global Trading Corporation | The same parent company | Purchases | 340,440 | 14 | Payment after shipping document specified | - | (170,384) | (60) | |
| CSC Steel Sdn. Bhd. | China Steel Corporation | The ultimate parent of the company | Purchases | 211,653 | 9 | Payment after shipping document specified | - | (4,256) | (1) | |

| Buyer | Related Party | Relationship | Relationship | | | Abnormal Transaction | | Notes/Accounts Receivable (Payable) | | Note | |
|--|--|--|-----------------|------------|------------|---|------------|--|----------------|-------|------------|
| | | | Purchase/Sale | Amount | % of Total | Payment Terms | Unit Price | Payment Terms | Ending Balance | | % of Total |
| China Steel Precision Metals Qingdao Co., Ltd. | Rechi Precision (Qingdao) Electric Machinery Limited | The parent company as the director of other related party's parent company | Sales | (150,906) | (51) | Net 7 days from invoice date/Net 30 days from invoice date | - | ES:Payment within 7 days after receipt of invoice; PO:Pay 180 days Banker's acceptance within 30 days after receipt of invoice | 58,262 | 33 | |
| China Steel Precision Metals Qingdao Co., Ltd. | China Steel Corporation | The ultimate parent of the company | Purchases | 266,635 | 100 | 60 days after B/L | - | | (167,956) | (97) | |
| Chung Hung Steel Corporation | CSC Steel Sdn. Bhd. | The same parent company | Sales | (603,768) | (6) | T/T within 7 working days against copy of B/L | - | NO SIGNIFICANT DIFFERENCE | 92,704 | 8 | |
| Chung Hung Steel Corporation | China Steel Corporation | Parent company | Service revenue | (150,694) | (1) | T/T as the end of the month of when invoice is issued after final acceptance | - | NO THIRD-PARTY COULD BE COMPARED | 47,405 | 4 | |
| Chung Hung Steel Corporation | Dragon Steel Corporation | The same parent company | Purchases | 2,762,737 | 33 | Letter of credit at sight | - | NO SIGNIFICANT DIFFERENCE | - | - | |
| Chung Hung Steel Corporation | China Steel Corporation | Parent company | Purchases | 2,504,306 | 30 | Letter of credit at sight/Payment after final acceptance | - | NO SIGNIFICANT DIFFERENCE | (344,064) | (26) | |
| Chung Hung Steel Corporation | China Steel Global Trading Corporation | The same parent company | Purchases | 386,421 | 5 | Letter of credit at sight/Payment after final acceptance | - | NO SIGNIFICANT DIFFERENCE | (807) | - | |
| China Steel Chemical Corporation | Linyuan Advanced Materials Technology Co., Ltd. | Subsidiary of director of the board | Sales | (272,600) | (17) | Receivables are collected as the end of every month of when invoice is issued | - | | 110,613 | 20 | |
| China Steel Chemical Corporation | China Steel Corporation | Parent company | Purchases | 502,866 | 53 | Letter of credit at sight | - | | (227,060) | (76) | |
| China Steel Chemical Corporation | Formosa Ha Tinh Steel Corporation | Other related parties | Purchases | 239,517 | 25 | T/T before shipment date | - | | (45,870) | (15) | |
| China Steel Chemical Corporation | Dragon Steel Corporation | The same parent company | Purchases | 194,194 | 20 | Letter of credit at sight | - | | - | - | |
| China Steel Global Trading Corporation | CSC Steel Sdn. Bhd. | The same parent company | Sales | (359,113) | (10) | Receivables were collected after shipment date | - | | 173,399 | 26 | |
| China Steel Global Trading Corporation | Chung Hung Steel Corporation | The same parent company | Sales | (163,524) | (5) | Receivables were collected after shipment date | - | | 807 | - | |
| China Steel Global Trading Corporation | Formosa Ha Tinh Steel Corporation | Other related parties | Purchases | 2,691,221 | 65 | Payment from counter-party notice after shipping | - | | (227,617) | (73) | |
| China Steel Global Trading Corporation | China Steel Corporation | Parent company | Purchases | 700,088 | 17 | Payment after shipment date | - | | (10,298) | (3) | Note |
| CSGT Metals Vietnam Joint Stock Company | China Steel Corporation | The ultimate parent of the company | Purchases | 390,800 | 56 | Payment from counter-party notice after shipping | - | | (62,964) | (38) | Note |
| CSGT Metals Vietnam Joint Stock Company | China Steel and Nippon Steel Vietnam Joint Stock Company | The same parent company | Purchases | 205,884 | 32 | Payment after shipment date | - | | (89,073) | (60) | |
| CHC Resources Corporation | TAIWAN CEMENT CORPORATION | Director of the board | Sales | (161,530) | (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. | 121,874 | 11 | |
| CHC Resources Corporation | YA TUNG READY-MIXED CONCRETE CORP. | Subsidiary of director of the board | Sales | (108,238) | (5) | 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. | 49,213 | 4 | |
| CHC Resources Corporation | China Steel Corporation | Parent company | Service revenue | (552,785) | (23) | 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. | 377,171 | 33 | |

| 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 |
| CHC Resources Corporation | Dragon Steel Corporation | The same parent company | Service revenue | (347,592) | (15) | 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. | 199,245 | 17 | |
| CHC Resources Corporation | China Steel Resources Corporation | The same parent company | Service revenue | (118,692) | (5) | By contract terms | - | Credit policy for sales to non-related parties starts from bill of lading date, and the payment term has no significant difference from the term of related parties. | 41,811 | 4 | |
| CHC Resources Corporation | China Steel Corporation | Parent company | Purchases | 189,728 | 26 | Letter of credit | - | Credit policy for sales to non-related parties starts from bill of lading date, and the payment term has no significant difference from the term of related parties. | (20,940) | (13) | |
| CHC Resources Corporation | Chung Hung Steel Corporation | The same parent company | Purchases | 102,188 | 14 | Letter of credit | - | Credit policy for sales to non-related parties starts from bill of lading date, and the payment term has no significant difference from the term of related parties. | (36,852) | (23) | |
| InfoChamp Systems Corporation | China Steel Corporation | Parent company | Service revenue | (208,372) | (42) | Receivables were collected within 30 days after shipment date | - | | 106,213 | 25 | |
| China Steel Structure Co., Ltd. | China Steel Corporation | Parent company | Construction revenue | (123,209) | (5) | Contractual period | - | | 53,771 | 5 | |
| China Steel Structure Co., Ltd. | China Steel Corporation | Parent company | Purchases | 861,192 | 63 | Letter of credit/Prepaid before shipment date | - | Payment 7th of next month after accept supplier invoice. | (67,881) | (4) | |
| China Steel Structure Co., Ltd. | Dragon Steel Corporation | The same parent company | Purchases | 312,577 | 23 | Letter of credit | - | Payment 7th of next month after accept supplier invoice. | (42,653) | (3) | |
| United Steel Engineering & Construction Corporation | China Steel Corporation | The ultimate parent of the company | Construction revenue | (262,786) | (31) | Contractual period | - | | 20,237 | 7 | |
| China Ecotek Corporation | China Steel Corporation | Parent company | Construction revenue | (1,450,814) | (67) | Contractual period | - | | 438,909 | 67 | |
| China Ecotek Corporation | Dragon Steel Corporation | The same parent company | Construction revenue | (385,279) | (18) | Contractual period | - | | 49,144 | 8 | |
| China Ecotek Corporation | China Steel Machinery Corporation | The same parent company | Purchases | 126,177 | 6 | Contractual period | - | | - | - | |
| China Steel Security Corporation | China Steel Corporation | Parent company | Service revenue | (101,565) | (28) | By contract terms | - | | 24,554 | 16 | |
| Steel Castle Technology Corporation | China Steel Corporation | The ultimate parent of the company | Service revenue | (140,422) | (50) | By contract terms | - | | 38,478 | 34 | |
| China Steel Machinery Corporation | China Steel Corporation | Parent company | Construction revenue | (1,020,290) | (61) | Payment after final acceptance | - | | 865,882 | 89 | |
| China Steel and Nippon Steel Vietnam Joint Stock Company | NIPPON STEEL & SUMIKIN SALES VIETNAM COMPANY LIMITED | Other related parties | Sales | (343,271) | (7) | Accounts receivable, 10 days term | - | | 114,259 | 11 | |
| China Steel and Nippon Steel Vietnam Joint Stock Company | NS BlueScope (Vietnam) Limited | Other related parties | Sales | (260,192) | (5) | Accounts receivable, 60 days term | - | | 191,850 | 18 | |
| China Steel and Nippon Steel Vietnam Joint Stock Company | CSGT Metals Vietnam Joint Stock Company | The same parent company | Sales | (228,474) | (5) | Accounts receivable, 30 days term | - | | 98,563 | 9 | |
| China Steel and Nippon Steel Vietnam Joint Stock Company | China Steel Corporation | Parent company | Purchases | 2,953,774 | 64 | 14 days after B/L | - | | (166,194) | (5) | Note |
| China Steel and Nippon Steel Vietnam Joint Stock Company | NIPPON STEEL TRADING CORPORATION | Other related parties | Purchases | 1,443,281 | 31 | 14 days after B/L | - | | - | - | |
| China Steel and Nippon Steel Vietnam Joint Stock Company | Formosa Ha Tinh Steel Corporation | Other related parties | Purchases | 239,349 | 5 | 08 days after B/L | - | | - | - | |
| China Steel Corporation India Pvt. Ltd. | China Steel Corporation | Parent company | Purchases | 543,815 | 98 | Payment to the bank after the Corporation's shipment date | - | | - | - | |
| China Steel Resources Corporation | China Steel Corporation | Parent company | Sales | (155,714) | (100) | Net 60 days from the end of the month of when invoice is issued | - | | 55,650 | 100 | |

| 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 Precision Metals Kunshan Co., Ltd. | China Steel Corporation | The ultimate parent of the company | Purchases | 733,485 | 100 | Payment within 85 days after shipment date | - | | (655,849) | (97) | |

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

CHINA STEEL CORPORATION AND SUBSIDIARIES

**RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL
MARCH 31, 2021
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)**

| Company Name | Related Party | Relationship | Ending Balance | Turnover Rate | Overdue | | Amount Received in Subsequent Period | Allowance for Impairment Loss | Note |
|--|--|-------------------------------------|----------------|---------------|---------|---------------|--------------------------------------|-------------------------------|------|
| | | | | | Amount | Actions Taken | | | |
| China Steel Corporation | C.S.Aluminium Corporation | Subsidiary | 3,614,624 | - | - | | - | - | Note |
| China Steel Corporation | China Steel Resources Corporation | Subsidiary | 907,889 | - | - | | - | - | Note |
| China Steel Corporation | Sing Da Marine Structure Corporation | Subsidiary | 700,302 | - | - | | 3 | - | Note |
| China Steel Corporation | China Steel Precision Metals Kunshan Co., Ltd. | Subsidiary | 655,849 | 4 | - | | - | - | |
| China Steel Corporation | Kaohsiung Rapid Transit Corporation | Subsidiary | 551,712 | - | - | | 24 | - | Note |
| China Steel Corporation | Chung Hung Steel Corporation | Subsidiary | 231,033 | 63 | - | | 121,237 | - | |
| China Steel Corporation | China Steel Chemical Corporation | Subsidiary | 215,163 | 12 | - | | 215,163 | - | |
| China Steel Corporation | Chung Hung Steel Corporation | Subsidiary | 175,420 | - | - | | 154,032 | - | Note |
| China Steel Corporation | China Steel and Nippon Steel Vietnam Joint Stock Company | Subsidiary | 167,551 | 42 | - | | 167,551 | - | |
| China Steel Corporation | China Steel Precision Metals Qingdao Co., Ltd. | Subsidiary | 166,067 | 6 | - | | 166,067 | - | |
| China Steel Corporation | China Steel and Nippon Steel Vietnam Joint Stock Company | Subsidiary | 103,405 | - | - | | 103,405 | - | Note |
| Dragon Steel Corporation | China Steel Corporation | Parent company | 495,543 | 51 | - | | 495,543 | - | |
| Dragon Steel Corporation | China Steel Corporation | Parent company | 271,187 | - | - | | - | - | Note |
| Dragon Steel Corporation | Chung Hung Steel Corporation | The same parent company | 177,657 | 54 | - | | 177,657 | - | |
| Betacera Inc. | Betacera (Su Zhou) Co., Ltd. | Subsidiary | 233,606 | 3 | - | | - | - | |
| Betacera (Su Zhou) Co., Ltd. | Betacera Inc. | Parent company | 220,116 | 6 | - | | - | - | |
| China Steel Express Corporation | China Steel Corporation | Parent company | 1,143,109 | 12 | - | | - | - | |
| China Steel Express Corporation | Dragon Steel Corporation | The same parent company | 357,131 | 15 | - | | - | - | |
| C.S.Aluminium Corporation | China Steel Corporation | Parent company | 222,301 | 11 | - | | - | - | |
| China Prosperity Development Corporation | China Steel Corporation | Parent company | 2,356,592 | - | - | | - | - | Note |
| China Steel Chemical Corporation | Linyuan Advanced Materials Technology Co., Ltd. | Subsidiary of director of the board | 110,613 | 11 | - | | - | - | |
| Ever Wealthy International Corporation | Changzhou China Steel New Materials Technology Co., Ltd. | Subsidiary | 108,923 | - | - | | - | - | Note |
| Formosa Ha Tinh CSCC (Cayman) International Limited | Formosa Ha Tinh (Cayman) Limited | Other related parties | 199,745 | - | - | | - | - | Note |
| Formosa Ha Tinh CSCC (Cayman) International Limited | China Steel Chemical Corporation | Parent company | 199,745 | - | - | | - | - | Note |
| China Steel Global Trading Corporation | CSC Steel Sdn. Bhd. | The same parent company | 173,399 | 13 | - | | 173,399 | - | |
| CHC Resources Corporation | China Steel Corporation | Parent company | 377,171 | 8 | - | | 23 | - | |
| CHC Resources Corporation | Dragon Steel Corporation | The same parent company | 199,245 | 8 | - | | 15,333 | - | |
| CHC Resources Corporation | TAIWAN CEMENT CORPORATION | Director of the board | 121,874 | 6 | - | | - | - | |
| InfoChamp Systems Corporation | China Steel Corporation | Parent company | 108,889 | 2 | - | | 50,672 | - | |
| China Ecotek Corporation | China Steel Corporation | Parent company | 438,909 | 11 | - | | 425,979 | - | |
| China Steel Security Corporation | China Steel Corporation | Parent company | 100,213 | - | - | | - | - | Note |
| China Steel Machinery Corporation | China Steel Corporation | Parent company | 865,882 | 6 | - | | 729,020 | - | |
| China Steel and Nippon Steel Vietnam Joint Stock Company | NS BlueScope (Vietnam) Limited | Other related parties | 191,850 | 1 | - | | 30,611 | - | |
| China Steel and Nippon Steel Vietnam Joint Stock Company | NIPPON STEEL & SUMIKIN SALES VIETNAM COMPANY LIMITED | Other related parties | 114,259 | 3 | - | | 94,821 | - | |
| CSC Precision Metal Industrial Corporation | China Steel Corporation | Parent company | 100,130 | - | - | | - | - | Note |

Note: Other receivables.

CHINA STEEL CORPORATION AND SUBSIDIARIES

INTERCOMPANY RELATIONSHIPS AND SIGNIFICANT INTERCOMPANY TRANSACTIONS
FOR THE PERIOD ENDED MARCH 31, 2021
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

| No. | Investee Company | Counterparty | Relationship (Note 1) | Transaction Details | | | % of Total sales or Assets |
|-----|--------------------------|--|--------------------------|---|-----------|--|----------------------------------|
| | | | | Financial Statement Accounts | Amount | Payment Terms | |
| 0 | China Steel Corporation | Chung Hung Steel Corporation | 1 | Sales | 2,464,484 | Letter of credit/Receivables were collected after final acceptance | 3 |
| 0 | China Steel Corporation | China Steel and Nippon Steel Vietnam Joint Stock Company | 1 | Sales | 903,709 | 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 | 808,601 | Letter of credit/Accounts received in advance before shipment date | 1 |
| 0 | China Steel Corporation | China Steel Precision Metals Kunshan Co., Ltd. | 1 | Sales | 727,687 | Receivables were collected within 85 days after shipment date | 1 |
| 0 | China Steel Corporation | China Steel Corporation India Pvt. Ltd. | 1 | Sales | 542,166 | Accounts receivable factoring agreements | 1 |
| 0 | China Steel Corporation | Dragon Steel Corporation | 1 | Sales | 509,737 | Receivables were collected within 5 days after shipment date | 1 |
| 0 | China Steel Corporation | China Steel Chemical Corporation | 1 | Sales | 506,528 | Letter of credit | 1 |
| 0 | China Steel Corporation | China Steel Global Trading Corporation | 1 | Sales | 384,895 | Receivables were collected within 10 days after shipment date | - |
| 0 | China Steel Corporation | CSGT Metals Vietnam Joint Stock Company | 1 | Sales | 322,805 | Receivables were collected within 14 days after shipment date | - |
| 0 | China Steel Corporation | China Steel Precision Metals Qingdao Co., Ltd. | 1 | Sales | 264,856 | Receivables were collected within 60 days after shipment date | - |
| 0 | China Steel Corporation | CSC Steel Sdn. Bhd. | 1 | Sales | 218,356 | Receivables were collected within 14 days after shipment date | - |
| 0 | China Steel Corporation | CHC Resources Corporation | 1 | Sales | 184,195 | Letter of credit | - |
| 0 | China Steel Corporation | Dragon Steel Corporation | 1 | Service revenue and other operating revenue | 244,754 | By contract terms | - |
| 0 | China Steel Corporation | Dragon Steel Corporation | 1 | Purchases | 5,129,623 | Payment within 5 days after shipment date/Payment after final acceptance | 5 |
| 0 | China Steel Corporation | China Steel Express Corporation | 1 | Purchases | 2,211,330 | Payment against copy of B/L | 2 |
| 0 | China Steel Corporation | C.S.Aluminium Corporation | 1 | Purchases | 588,227 | Payment after final acceptance | 1 |
| 0 | China Steel Corporation | CSE Transport Corporation | 1 | Purchases | 164,338 | Payment against copy of B/L | - |
| 1 | Dragon Steel Corporation | China Steel Corporation | 2 | Sales | 4,970,018 | Receivables were collected within 5 days after shipment date/Receivables were collected after final acceptance | 5 |

| No. | Investee Company | Counterparty | Relationship (Note 1) | Transaction Details | | | % of Total sales or Assets |
|-----|---------------------------------|--|--------------------------|---------------------------------|-----------|---|----------------------------------|
| | | | | Financial Statement Accounts | Amount | Payment Terms | |
| 1 | Dragon Steel Corporation | Chung Hung Steel Corporation | 3 | Sales | 2,730,592 | Letter of credit/Receivables were collected within 5 days after shipment date | 3 |
| 1 | Dragon Steel Corporation | China Steel and Nippon Steel Vietnam Joint Stock Company | 3 | Sales | 2,024,760 | Receivables were collected within 5 days after shipment date | 2 |
| 1 | Dragon Steel Corporation | CSC Steel Sdn. Bhd. | 3 | Sales | 1,233,199 | Receivables were collected within 5 days after shipment date | 1 |
| 1 | Dragon Steel Corporation | China Steel Structure Co., Ltd. | 3 | Sales | 312,144 | Letter of credit | - |
| 1 | Dragon Steel Corporation | China Steel Global Trading Corporation | 3 | Sales | 308,427 | Receivables were collected within 5 days after shipment date | - |
| 1 | Dragon Steel Corporation | China Steel Chemical Corporation | 3 | Sales | 194,194 | Receivables were collected within 5 days after shipment date | - |
| 1 | Dragon Steel Corporation | China Steel Corporation | 2 | Other operating revenue | 159,605 | Receivables were collected after final acceptance | - |
| 1 | Dragon Steel Corporation | China Steel Express Corporation | 3 | Purchases | 1,087,246 | Payment against copy of B/L | 1 |
| 1 | Dragon Steel Corporation | China Steel Corporation | 2 | Purchases | 589,365 | Payment within 5 days after shipment date | 1 |
| 1 | Dragon Steel Corporation | C.S.Aluminium Corporation | 3 | Purchases | 219,051 | Payment in advance/Payment within 30 days after final acceptance | - |
| 2 | Betacera Inc. | Betacera (Su Zhou) Co., Ltd. | 1 | Sales | 119,434 | Net 90 days from the end of the month of when invoice is issued | - |
| 2 | Betacera Inc. | Betacera (Su Zhou) Co., Ltd. | 1 | Purchases | 314,920 | Net 90 days from the end of the month of when invoice is issued | - |
| 3 | Betacera (Su Zhou) Co., Ltd. | Betacera Inc. | 2 | Sales | 315,539 | Net 90 days from the end of the month of when invoice is issued | - |
| 3 | Betacera (Su Zhou) Co., Ltd. | Betacera Inc. | 2 | Purchases | 119,814 | Net 90 days from the end of the month of when invoice is issued | - |
| 4 | China Steel Express Corporation | China Steel Corporation | 2 | Service revenue | 2,351,515 | Payment after shipping document specified | 2 |
| 4 | China Steel Express Corporation | Dragon Steel Corporation | 3 | Service revenue | 1,215,242 | Payment after shipping document specified | 1 |
| 5 | CSE Transport Corporation | China Steel Corporation | 2 | Service revenue | 148,707 | Payment after shipping document specified | - |
| 6 | C.S.Aluminium Corporation | China Steel Corporation | 2 | Sales | 588,227 | Receivables were collected after final acceptance | 1 |
| 6 | C.S.Aluminium Corporation | Dragon Steel Corporation | 3 | Sales | 219,051 | Receivables were collected after final acceptance | - |
| 7 | CSC Steel Sdn. Bhd. | Dragon Steel Corporation | 3 | Purchases | 1,247,466 | Payment after shipping document specified | 1 |
| 7 | CSC Steel Sdn. Bhd. | Chung Hung Steel Corporation | 3 | Purchases | 586,921 | Payment after shipping document specified | 1 |
| 7 | CSC Steel Sdn. Bhd. | China Steel Global Trading Corporation | 3 | Purchases | 340,440 | Payment after shipping document specified | - |

| No. | Investee Company | Counterparty | Relationship (Note 1) | Transaction Details | | | % of Total sales or Assets |
|-----|---|--|--------------------------|---------------------------------|-----------|--|----------------------------------|
| | | | | Financial Statement Accounts | Amount | Payment Terms | |
| 7 | CSC Steel Sdn. Bhd. | China Steel Corporation | 2 | Purchases | 211,653 | Payment after shipping document specified | - |
| 8 | China Steel Precision Metals Qingdao Co., Ltd. | China Steel Corporation | 2 | Purchases | 266,635 | 60 days after B/L | - |
| 9 | Chung Hung Steel Corporation | CSC Steel Sdn. Bhd. | 3 | Sales | 603,768 | T/T within 7 working days against copy of B/L | 1 |
| 9 | Chung Hung Steel Corporation | China Steel Corporation | 2 | Service revenue | 150,694 | T/T as the end of the month of when invoice is issued after final acceptance | - |
| 9 | Chung Hung Steel Corporation | Dragon Steel Corporation | 3 | Purchases | 2,762,737 | Letter of credit at sight | 3 |
| 9 | Chung Hung Steel Corporation | China Steel Corporation | 2 | Purchases | 2,504,306 | Letter of credit at sight/Payment after final acceptance | 3 |
| 9 | Chung Hung Steel Corporation | China Steel Global Trading Corporation | 3 | Purchases | 386,421 | Letter of credit at sight/Payment after final acceptance | - |
| 10 | China Steel Chemical Corporation | China Steel Corporation | 2 | Purchases | 502,866 | Letter of credit at sight | 1 |
| 10 | China Steel Chemical Corporation | Dragon Steel Corporation | 3 | Purchases | 194,194 | Letter of credit at sight | - |
| 11 | China Steel Global Trading Corporation | CSC Steel Sdn. Bhd. | 3 | Sales | 359,113 | Receivables were collected after shipment date | - |
| 11 | China Steel Global Trading Corporation | Chung Hung Steel Corporation | 3 | Sales | 163,524 | Receivables were collected after shipment date | - |
| 11 | China Steel Global Trading Corporation | China Steel Corporation | 2 | Purchases (Note 2) | 700,088 | Payment after shipment date | 1 |
| 12 | CSGT Metals Vietnam Joint Stock Company | China Steel Corporation | 2 | Purchases (Note 2) | 390,800 | Payment from counter-party notice after shipping | - |
| 12 | CSGT Metals Vietnam Joint Stock Company | China Steel and Nippon Steel Vietnam Joint Stock Company | 3 | Purchases | 205,884 | Payment after shipment date | - |
| 13 | CHC Resources Corporation | China Steel Corporation | 2 | Service revenue | 552,785 | Net 60 days from the end of the month of when invoice is issued | 1 |
| 13 | CHC Resources Corporation | Dragon Steel Corporation | 3 | Service revenue | 347,592 | Net 30~70 days from the end of the month of when invoice is issued | - |
| 13 | CHC Resources Corporation | China Steel Resources Corporation | 3 | Service revenue | 118,692 | By contract terms | - |
| 13 | CHC Resources Corporation | China Steel Corporation | 2 | Purchases | 189,728 | Letter of credit | - |
| 13 | CHC Resources Corporation | Chung Hung Steel Corporation | 3 | Purchases | 102,188 | Letter of credit | - |
| 14 | InfoChamp Systems Corporation | China Steel Corporation | 2 | Service revenue | 208,372 | Receivables were collected within 30 days after shipment date | - |
| 15 | China Steel Structure Co., Ltd. | China Steel Corporation | 2 | Construction revenue | 123,209 | Contractual period | - |
| 15 | China Steel Structure Co., Ltd. | China Steel Corporation | 2 | Purchases | 861,192 | Letter of credit/Prepaid before shipment date | 1 |
| 15 | China Steel Structure Co., Ltd. | Dragon Steel Corporation | 3 | Purchases | 312,577 | Letter of credit | - |
| 16 | United Steel Engineering & Construction Corporation | China Steel Corporation | 2 | Construction revenue | 262,786 | Contractual period | - |
| 17 | China Ecotek Corporation | China Steel Corporation | 2 | Construction revenue | 1,450,814 | Contractual period | 1 |
| 17 | China Ecotek Corporation | Dragon Steel Corporation | 3 | Construction revenue | 385,279 | Contractual period | - |
| 17 | China Ecotek Corporation | China Steel Machinery Corporation | 3 | Purchases | 126,177 | Contractual period | - |
| 18 | China Steel Security Corporation | China Steel Corporation | 2 | Service revenue | 101,565 | By contract terms | - |
| 19 | Steel Castle Technology Corporation | China Steel Corporation | 2 | Service revenue | 140,422 | By contract terms | - |

| No. | Investee Company | Counterparty | Relationship (Note 1) | Transaction Details | | | % of Total sales or Assets |
|-----|---|--|--------------------------|---------------------------------|-----------|---|----------------------------------|
| | | | | Financial Statement Accounts | Amount | Payment Terms | |
| 20 | China Steel Machinery Corporation | China Steel Corporation | 2 | Construction revenue | 1,020,290 | Payment after final acceptance | 1 |
| 21 | China Steel and Nippon Steel Vietnam Joint Stock Company | CSGT Metals Vietnam Joint Stock Company | 3 | Sales | 228,474 | Accounts receivable, 30 days term | - |
| 21 | China Steel and Nippon Steel Vietnam Joint Stock Company | China Steel Corporation | 2 | Purchases (Note 2) | 2,953,774 | 14 days after B/L | 3 |
| 22 | China Steel Corporation India Pvt. Ltd. | China Steel Corporation | 2 | Purchases | 543,815 | Payment to the bank after the Corporation's shipment date | 1 |
| 23 | China Steel Resources Corporation | China Steel Corporation | 2 | Sales | 155,714 | Net 60 days from the end of the month of when invoice is issued | - |
| 24 | China Steel Precision Metals Kunshan Co., Ltd. | China Steel Corporation | 2 | Purchases | 733,485 | Payment within 85 days after shipment date | 1 |

Note 1: The relationships with counterparties are as follows:

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

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

CHINA STEEL CORPORATION AND SUBSIDIARIES

INFORMATION ON INVESTEEES

FOR THE PERIOD ENDED MARCH 31, 2021

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

| Investor Company | Investee Company | Location | Main Businesses and Products | Original Investment Amount | | As of March 31, 2021 | | | Net Income (Loss) of the Investee | Share of Profit (Loss) | Note |
|-------------------------|--|-------------------|--|----------------------------|----------------|----------------------|-----|-----------------|-----------------------------------|------------------------|------------|
| | | | | March 31, 2021 | March 31, 2020 | Number of Shares | % | Carrying Amount | | | |
| | | | | | | | | | | | |
| China Steel Corporation | Chung Hung Steel Corporation | Republic of China | Manufacture and sale of steel products | 5,539,872 | 5,539,872 | 582,673,153 | 41 | 6,910,227 | 1,700,018 | 683,722 | Subsidiary |
| China Steel Corporation | China Steel Chemical Corporation | Republic of China | Manufacture of coal chemistry and speciality chemical | 334,285 | 334,285 | 68,787,183 | 29 | 2,035,706 | 235,059 | 70,611 | 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 | 1,403,971 | 75,607 | 47,396 | Subsidiary |
| China Steel Corporation | China Ecotek Corporation | Republic of China | Environmental engineering, M&E engineering, and O&M engineering | 554,268 | 554,268 | 55,393,138 | 45 | 1,083,085 | 88,481 | 9,020 | Subsidiary |
| China Steel Corporation | CHC Resources Corporation | Republic of China | Manufacture and sale of GBFS powder and slag cement, air-cooled BFS and BOFS, surveys and remediation of soil and groundwater, intermediate solidification, reutilization of resources | 261,677 | 261,677 | 49,289,597 | 20 | 1,031,708 | 196,763 | 39,118 | 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 | 98,268,416 | 2,397,368 | 2,196,008 | Subsidiary |
| China Steel Corporation | CSC Steel Australia Holdings Pty Ltd | Australia | General investment | 17,359,623 | 17,359,623 | 594,638 | 100 | 21,268,767 | 620,852 | 620,852 | 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 | 9,771,635 | 526,036 | 347,701 | Subsidiary |
| China Steel Corporation | Gains Investment Corporation | Republic of China | General investment | 4,999,940 | 4,999,940 | 559,375,112 | 100 | 8,537,445 | 44,714 | 44,715 | Subsidiary |
| China Steel Corporation | China Prosperity Development Corporation | Republic of China | Real estate development | 4,749,938 | 4,749,938 | 509,802,912 | 100 | 7,781,233 | 626,440 | 626,621 | Subsidiary |
| China Steel Corporation | C.S.Aluminium Corporation | Republic of China | Production and sale of aluminum and non-ferrous metal products | 3,922,801 | 3,922,801 | 840,122,049 | 100 | 7,645,029 | 83,605 | 75,694 | Subsidiary |
| China Steel Corporation | China Steel and Nippon Steel Vietnam Joint Stock Company | Vietnam | Manufacture and sale of steel products | 9,651,239 | 9,651,239 | 514,304,000 | 56 | 6,279,988 | 581,569 | 325,678 | Subsidiary |
| China Steel Corporation | China Steel Asia Pacific Holdings Pte Ltd | Singapore | Holding and investment | 6,516,988 | 6,516,988 | 191,065,407 | 100 | 4,343,276 | 99,051 | 98,830 | 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 | 2,485,698 | 145,384 | 145,391 | Subsidiary |
| China Steel Corporation | Sing Da Marine Structure Corporation | Republic of China | Foundation of offshore wind power | 3,421,000 | 3,421,000 | 342,100,000 | 100 | 1,712,399 | (339,649) | (339,639) | 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 | 1,216,166 | (23,845) | (10,341) | Subsidiary |
| China Steel Corporation | China Steel Power Holding Corporation | Republic of China | General investment | 1,369,860 | 1,023,060 | 136,986,000 | 51 | 1,187,179 | (34,757) | (17,726) | Subsidiary |
| China Steel Corporation | CSC Solar Corporation | Republic of China | Solar energy generation | 959,200 | 959,200 | 95,920,000 | 55 | 1,070,459 | 29,779 | 16,573 | 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 | 999,887 | 2,685 | 2,851 | 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 | 954,021 | 85,907 | 11,952 | Subsidiary |
| China Steel Corporation | China Steel Corporation India Pvt. Ltd. | India | Electrical steel | 3,795,159 | 3,795,159 | 253,567,202 | 100 | 942,157 | 243,970 | 243,970 | Subsidiary |
| China Steel Corporation | InfoChamp Systems Corporation | Republic of China | ERP systems automation control systems service | 357,602 | 357,602 | 41,465,634 | 100 | 813,619 | 48,074 | 27,924 | Subsidiary |
| China Steel Corporation | China Steel Security Corporation | Republic of China | On-site security, systematic security | 149,940 | 149,940 | 25,036,986 | 100 | 649,506 | 27,377 | 27,501 | Subsidiary |
| China Steel Corporation | HIMAG Magnetic Corporation | Republic of China | Production and sale of industrial magnetic, chemical, and iron oxides | 389,497 | 389,497 | 19,183,286 | 69 | 392,482 | 14,029 | 9,715 | Subsidiary |
| China Steel Corporation | United Steel International Co., Ltd. | Samoa | Holding and investment | 269,141 | 269,141 | 12,000,000 | 80 | 325,127 | 44,135 | 35,308 | Subsidiary |
| China Steel Corporation | CSC Precision Metal Industrial Corporation | Republic of China | Other non-ferrous metal basic industries | 322,500 | 322,500 | 32,250,000 | 100 | 306,237 | 535 | 537 | Subsidiary |

| Investor Company | Investee Company | Location | Main Businesses and Products | Original Investment Amount | | As of March 31, 2021 | | | Net Income (Loss) of the Investee | Share of Profit (Loss) | Note |
|--|---|------------------------|--|----------------------------|----------------|----------------------|-----|-----------------|-----------------------------------|------------------------|------------|
| | | | | March 31, 2021 | March 31, 2020 | Number of Shares | % | Carrying Amount | | | |
| | | | | | | | | | | | |
| China Steel Corporation | China Steel Management Consulting Corporation | Republic of China | Business management and management consulting services | 15,144 | 15,144 | 999,993 | 100 | 17,747 | 389 | 389 | Subsidiary |
| China Steel Corporation | China Steel Power Corporation | Republic of China | Offshore Wind Power Generation | - | - | 10 | - | - | (34,757) | - | Subsidiary |
| China Steel Corporation | Taiwan Rolling Stock Co., Ltd. | Republic of China | Manufacture of railway vehicles | 970,044 | 970,044 | 95,527,811 | 48 | 967,661 | (18,611) | (8,889) | 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 | 537,888 | 44,224 | 7,960 | Associate |
| China Steel Corporation | Honley Auto. Parts Co., Ltd. | Republic of China | Manufacture of automotive components | 590,876 | 590,876 | 59,087,570 | 35 | 394,626 | (28,780) | (10,113) | 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 | 368,655 | 3,825 | 1,784 | Associate |
| China Steel Corporation | Dyna Rechi Co., Ltd. | Republic of China | Production and marketing of Brushless DC Motor (BLDCM) | 400,000 | 400,000 | 40,000,000 | 23 | 265,936 | (48,410) | (11,352) | Associate |
| China Steel Corporation | Eminent II Venture Capital Corporation | Republic of China | General investment | 300,000 | 300,000 | 30,000,000 | 46 | 240,130 | 10,546 | 4,878 | Associate |
| China Steel Corporation | Overseas Investment & Development Corporation | Republic of China | General investment | 50,000 | 50,000 | 5,000,000 | 6 | 58,343 | 55,809 | 3,103 | Associate |
| China Steel Corporation | TaiAn Technologies Corporation | Republic of China | Bio-Tech consultants and management | 7,629 | 7,629 | 1,666,700 | 17 | 23,963 | 3,959 | 660 | Associate |
| Chung Hung Steel Corporation | Transglory Investment Corporation | Republic of China | General investment | 2,001,152 | 2,001,152 | 306,824,279 | 41 | 2,796,130 | (2,877) | - | Subsidiary |
| Chung Hung Steel Corporation | Pro-Ascentek Investment Corporation | Republic of China | General investment | 200,000 | - | 20,000,000 | 17 | 202,535 | 561 | - | Subsidiary |
| Chung Hung Steel Corporation | Hung Kao Investment Corporation | Republic of China | General investment | 26,000 | 26,000 | 2,600,000 | 100 | 30,015 | 532 | - | Subsidiary |
| China Steel Chemical Corporation | CHC Resources Corporation | Republic of China | Manufacture and sale of GBFS powder and slag cement, air-cooled BFS and BOFS, surveys and remediation of soil and groundwater, intermediate solidification, reutilization of resources | 91,338 | 91,338 | 15,019,341 | 6 | 337,780 | 196,763 | - | 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 | - | 15,542 | 75,607 | - | Subsidiary |
| China Steel Chemical Corporation | Ever Wealthy International Corporation | Republic of China | General investment | 300,083 | 300,083 | 104,574,982 | 100 | 1,247,216 | 906 | - | Subsidiary |
| China Steel Chemical Corporation | Transglory Investment Corporation | Republic of China | General investment | 450,000 | 450,000 | 69,000,960 | 9 | 628,805 | (2,877) | - | Subsidiary |
| China Steel Chemical Corporation | CSC Solar Corporation | Republic of China | Solar energy generation | 261,600 | 261,600 | 26,160,000 | 15 | 291,522 | 29,779 | - | Subsidiary |
| China Steel Chemical Corporation | Formosa Ha Tinh CSCC (Cayman) International Limited | Cayman Island | General investment | 100,320 | 100,320 | 10,000,000 | 50 | 275,747 | (2,073) | - | Subsidiary |
| China Steel Chemical Corporation | Pro-Ascentek Investment Corporation | Republic of China | General investment | 60,000 | - | 6,000,000 | 5 | 60,760 | 561 | - | 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 | 44,475 | 14,029 | - | Subsidiary |
| China Steel Chemical Corporation | United Steel International Development Corporation | British Virgin Islands | Holding and investment | 68,839 | 68,839 | 2,450,000 | 5 | 30,353 | (25,224) | - | Subsidiary |
| China Steel Chemical Corporation | Gau Ruei Investment Corporation | Republic of China | General investment | 15,070 | 15,070 | 1,196,000 | 40 | 27,320 | 936 | - | Subsidiary |
| China Steel Chemical Corporation | Li-Ching-Long Investment Corporation | Republic of China | General investment | 7,000 | 7,000 | 700,000 | 35 | 14,680 | (3) | - | Subsidiary |
| China Steel Chemical Corporation | Eminent Venture Capital Corporation | Republic of China | General Investment | 13,500 | 13,500 | 1,350,000 | 5 | 10,884 | 60,518 | - | Subsidiary |
| China Steel Chemical Corporation | Eminent III Venture Capital Corporation | Republic of China | General investment | 160,000 | 160,000 | 16,000,000 | 9 | 126,245 | (2,946) | - | Associate |
| China Steel Chemical Corporation | TaiAn Technologies Corporation | Republic of China | Bio-Tech consultants and management | 2,295 | 2,295 | 499,998 | 5 | 7,187 | 3,959 | - | Associate |
| China Steel Chemical Corporation | Ascentek Venture Capital Corporation | Republic of China | General investment | 847 | 847 | 84,672 | 6 | 6,218 | - | - | Associate |
| Ever Wealthy International Corporation | Thintech Materials Technology Co., Ltd. | Republic of China | Sputtering target manufacturing and sales | 45,987 | 45,987 | 6,119,748 | 8 | 97,826 | 13,123 | - | 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 | 32,604 | 14,029 | - | Subsidiary |
| Ever Wealthy International Corporation | Hung-Chuan Investment Corporation | Republic of China | General investment | 9,000 | 9,000 | 900,000 | 45 | 18,824 | (3) | - | Subsidiary |
| Ever Wealthy International Corporation | Sheng Lih Dar Investment Corporation | Republic of China | General investment | 8,400 | 8,400 | 840,000 | 35 | 18,100 | 368 | - | Subsidiary |
| Ever Wealthy International Corporation | Ding Da Investment Corporation | Republic of China | General investment | 10,495 | 10,495 | 897,000 | 30 | 16,555 | 493 | - | Subsidiary |

| Investor Company | Investee Company | Location | Main Businesses and Products | Original Investment Amount | | As of March 31, 2021 | | | Net Income (Loss) of the Investee | Share of Profit (Loss) | Note |
|---|---|------------------------|--|----------------------------|----------------|----------------------|-----|-----------------|-----------------------------------|------------------------|------------|
| | | | | March 31, 2021 | March 31, 2020 | Number of Shares | % | Carrying Amount | | | |
| | | | | | | | | | | | |
| China Ecotek Corporation | CEC Development Corporation | Samoa | Holding and investment | 494,146 | 494,146 | 17,000,000 | 100 | 979,726 | 12,581 | - | 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 | 512,687 | 85,907 | - | Subsidiary |
| China Ecotek Corporation | CSC Solar Corporation | Republic of China | Solar energy generation | 348,800 | 348,800 | 34,880,000 | 20 | 299,394 | 29,779 | - | Subsidiary |
| China Ecotek Corporation | Pro-Ascentek Investment Corporation | Republic of China | General investment | 60,000 | - | 6,000,000 | 5 | 60,760 | 561 | - | Subsidiary |
| China Ecotek Corporation | CEC International Corporation | Samoa | Holding and investment | 30,642 | 30,642 | 10,000,000 | 100 | 42,006 | 1,206 | - | Subsidiary |
| China Ecotek Corporation | Chiun Yu Investment Corporation | Republic of China | General investment | 14,233 | 14,233 | 1,196,000 | 40 | 25,032 | 912 | - | Subsidiary |
| China Ecotek Corporation | Chi-Yi Investment Corporation | Republic of China | General investment | 8,000 | 8,000 | 800,000 | 40 | 16,840 | (4) | - | Subsidiary |
| China Ecotek Corporation | Jiing-Cheng-Fa Investment Corporation | Republic of China | General investment | 8,050 | 8,050 | 805,000 | 35 | 15,918 | 108 | - | Subsidiary |
| China Ecotek Corporation | Hung-Chuan Investment Corporation | Republic of China | General investment | 6,000 | 6,000 | 600,000 | 30 | 12,549 | (3) | - | Subsidiary |
| China Ecotek Corporation | United Steel International Development Corporation | British Virgin Islands | Holding and investment | 8,262 | 8,262 | 300,000 | 1 | 3,703 | (25,224) | - | Subsidiary |
| China Ecotek Corporation | China Ecotek India Private Limited | India | Projects designs, construction and related services | 27 | 27 | 5,000 | - | 39 | 1,200 | - | Subsidiary |
| China Ecotek Corporation | CEC Holding Company Limited | Samoa | Holding and investment | 142,429 | 163,779 | 14,860,000 | 100 | 22 | 296 | - | Subsidiary |
| China Ecotek Corporation | China Ecotek Construction Corporation | Republic of China | Engineering service industry | - | 25,000 | - | - | - | 154 | - | Subsidiary |
| China Ecotek Corporation | Eminent III Venture Capital Corporation | Republic of China | General investment | 100,000 | 100,000 | 10,000,000 | 6 | 76,019 | (2,946) | - | Associate |
| China Ecotek Corporation | Ascentek Venture Capital Corporation | Republic of China | General investment | 141 | 141 | 14,112 | 1 | 1,035 | - | - | Associate |
| CEC International Corporation | China Ecotek India Private Limited | India | Projects designs, construction and related services | 27,070 | 27,070 | 4,995,000 | 100 | 39,040 | 1,200 | - | Subsidiary |
| CEC Development Corporation | China Ecotek Vietnam Company Limited | Vietnam | Projects designs, construction and related services | 302,065 | 302,065 | - | 100 | 720,721 | 7,333 | - | Subsidiary |
| China Steel Structure Co., Ltd. | CHC Resources Corporation | Republic of China | Manufacture and sale of GBFS powder and slag cement, air-cooled BFS and BOFS, surveys and remediation of soil and groundwater, intermediate solidification, reutilization of resources | 132,715 | 132,715 | 23,182,738 | 9 | 521,770 | 196,763 | - | Subsidiary |
| China Steel Structure Co., Ltd. | United Steel Engineering & Construction Corporation | Republic of China | Construction and management of buildings, roads and railways, and other civil engineering projects | 410,000 | 410,000 | 74,000,000 | 100 | 1,459,457 | 24,853 | - | Subsidiary |
| China Steel Structure Co., Ltd. | China Steel Structure Investment Pte. Ltd. | Singapore | Holding and investment | - | - | 10 | 100 | 157,589 | 11,953 | - | Subsidiary |
| China Steel Structure Co., Ltd. | China Steel Structure Holding Co., Ltd. | Samoa | Holding and investment | - | - | 4 | 37 | 91,131 | 18,873 | - | Subsidiary |
| China Steel Structure Co., Ltd. | Pro-Ascentek Investment Corporation | Republic of China | General investment | 40,000 | - | 4,000,000 | 3 | 40,466 | 561 | - | Subsidiary |
| China Steel Structure Co., Ltd. | Chiun Yu Investment Corporation | Republic of China | General investment | 12,453 | 12,453 | 1,046,500 | 35 | 21,903 | 912 | - | 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 | 15,848 | 14,029 | - | Subsidiary |
| China Steel Structure Co., Ltd. | Chi-Yi Investment Corporation | Republic of China | General investment | 6,000 | 6,000 | 600,000 | 30 | 12,630 | (4) | - | Subsidiary |
| China Steel Structure Co., Ltd. | Li-Ching-Long Investment Corporation | Republic of China | General investment | 6,000 | 6,000 | 600,000 | 30 | 12,583 | (3) | - | Subsidiary |
| China Steel Structure Co., Ltd. | Wabo Global Trading Corporation | Republic of China | Buy and sell, and act as an agency for steel products | 1,500 | 1,500 | 714,000 | 6 | 9,818 | 5,901 | - | Subsidiary |
| China Steel Structure Co., Ltd. | Ascentek Venture Capital Corporation | Republic of China | General investment | 635 | 635 | 63,504 | 5 | 4,653 | - | - | Associate |
| 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 | 4,452 | (555) | - | Associate |
| United Steel Engineering & Construction Corporation | United Steel Investment Pte Ltd | Singapore | Holding and investment | 126,806 | 126,806 | 4,180,000 | 100 | 137,735 | (1,789) | - | Subsidiary |
| United Steel Engineering & Construction Corporation | China Prosperity Construction Corporation | Republic of China | Real estate development | 53,550 | 53,550 | 5,355,000 | 40 | 61,091 | 8 | - | Subsidiary |
| United Steel Engineering & Construction Corporation | United Steel Construction (Vietnam) Co., Ltd. | Vietnam | Construction and management of buildings, roads and railways, and other civil engineering projects | 33,129 | 33,129 | - | 100 | 51,950 | 107 | - | Subsidiary |

| Investor Company | Investee Company | Location | Main Businesses and Products | Original Investment Amount | | As of March 31, 2021 | | | Net Income (Loss) of the Investee | Share of Profit (Loss) | Note |
|---|--|------------------------|---|----------------------------|----------------|----------------------|-----|-----------------|-----------------------------------|------------------------|------------|
| | | | | March 31, 2021 | March 31, 2020 | Number of Shares | % | Carrying Amount | | | |
| | | | | | | | | | | | |
| United Steel Engineering & Construction Corporation | Shin Mau Investment Corporation | Republic of China | General investment | 13,754 | 13,754 | 1,196,000 | 40 | 24,746 | 519 | - | Subsidiary |
| United Steel Engineering & Construction Corporation | Pro-Ascentek Investment Corporation | Republic of China | General investment | 20,000 | - | 2,000,000 | 2 | 20,294 | 561 | - | 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 | 15,424 | (23,845) | - | 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 | 119,531 | 44,224 | - | Associate |
| United Steel Engineering & Construction Corporation | Overseas Investment & Development Corporation | Republic of China | General investment | 44,100 | 44,100 | 4,410,000 | 5 | 51,417 | 55,809 | - | Associate |
| United Steel Engineering & Construction Corporation | Ascentek Venture Capital Corporation | Republic of China | General investment | 212 | 212 | 21,168 | 2 | 1,548 | - | - | Associate |
| United Steel Investment Pte Ltd | Chungkang Steel Structure (Cambodia) Co., Ltd. | Cambodia | Building materials manufacturing, construction engineering | 96,283 | 96,283 | 310 | 31 | 87,917 | (6,789) | - | Associate |
| China Steel Structure Investment Pte. Ltd. | China Steel Structure Holding Co., Ltd. | Samoa | Holding and investment | - | - | 6 | 63 | 157,386 | 18,873 | - | Subsidiary |
| CHC Resources Corporation | Mao Lian Enterprise Co., Ltd. | Republic of China | Real estate lease | 1,100,440 | 1,100,440 | 2,500 | 100 | 1,096,449 | 1,945 | - | Subsidiary |
| CHC Resources Corporation | CHC Resources Vietnam Co., Ltd | Vietnam | Sales of GBFS | 647,338 | 647,338 | - | 85 | 600,946 | 2,876 | - | 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 | 142,306 | 441 | - | 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 | 131,194 | 13,736 | - | 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 | 87,564 | 2,199 | - | Subsidiary |
| CHC Resources Corporation | Pro-Ascentek Investment Corporation | Republic of China | General investment | 30,000 | - | 3,000,000 | 3 | 30,380 | 561 | - | Subsidiary |
| CHC Resources Corporation | Gau Ruei Investment Corporation | Republic of China | General investment | 12,306 | 12,306 | 1,046,500 | 35 | 23,905 | 936 | - | Subsidiary |
| CHC Resources Corporation | Ding Da Investment Corporation | Republic of China | General investment | 12,516 | 12,516 | 1,196,000 | 40 | 22,073 | 493 | - | Subsidiary |
| CHC Resources Corporation | Sheng Lih Dar Investment Corporation | Republic of China | General investment | 9,600 | 9,600 | 960,000 | 40 | 20,686 | 368 | - | Subsidiary |
| CHC Resources Corporation | Shin Mau Investment Corporation | Republic of China | General investment | 10,316 | 10,316 | 897,000 | 30 | 18,559 | 519 | - | Subsidiary |
| CHC Resources Corporation | Jiing-Cherng-Fa Investment Corporation | Republic of China | General investment | 9,200 | 9,200 | 920,000 | 40 | 18,192 | 108 | - | Subsidiary |
| CHC Resources Corporation | HIMAG Magnetic Corporation | Republic of China | Production and sale of industrial magnetic, chemical, and iron oxides | 10,970 | 10,970 | 494,440 | 2 | 10,167 | 14,029 | - | Subsidiary |
| CHC Resources Corporation | United Steel International Development Corporation | British Virgin Islands | Holding and investment | 8,254 | 8,254 | 300,000 | 1 | 3,703 | (25,224) | - | 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 | 109,717 | 3,825 | - | Associate |
| CHC Resources Corporation | Eminent III Venture Capital Corporation | Republic of China | General investment | 30,000 | 30,000 | 3,000,000 | 2 | 22,740 | (2,946) | - | Associate |
| CHC Resources Corporation | Ascentek Venture Capital Corporation | Republic of China | General investment | 423 | 423 | 42,336 | 3 | 3,105 | - | - | Associate |
| Union Steel Development Corporation | Chung Hung Steel Corporation | Republic of China | Manufacture and sale of steel products | 1,522 | 1,522 | 106,445 | - | 1,634 | 1,700,018 | - | Subsidiary |
| China Steel Security Corporation | Steel Castle Technology Corporation | Republic of China | Firefighting engineering and mechatronic engineering | 31,257 | 31,257 | 13,000,000 | 100 | 323,817 | 17,502 | - | Subsidiary |
| China Steel Security Corporation | Kaohsiung Rapid Transit Corporation | Republic of China | Mass Rapid Transit service | 17,000 | 17,000 | 1,700,000 | 1 | 17,184 | (23,845) | - | 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 | 14,290 | 423 | - | Subsidiary |
| China Steel Security Corporation | Eminent III Venture Capital Corporation | Republic of China | General investment | 10,000 | 10,000 | 1,000,000 | 1 | 7,580 | (2,946) | - | Associate |
| China Steel Security Corporation | Ascentek Venture Capital Corporation | Republic of China | General investment | 141 | 141 | 14,112 | 1 | 1,035 | - | - | 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 | 370,863 | 9,220 | - | Associate |
| China Prosperity Development Corporation | CK Japan Co., Ltd. | Japan | Real estate lease | 151,526 | 151,526 | 3,840 | 80 | 175,431 | 5,557 | - | Subsidiary |
| China Prosperity Development Corporation | Kaohsiung Rapid Transit Corporation | Republic of China | Mass Rapid Transit service | 130,000 | 130,000 | 13,000,000 | 5 | 130,948 | (23,845) | - | Subsidiary |
| China Prosperity Development Corporation | China Prosperity Construction Corporation | Republic of China | Real estate development | 92,105 | 92,105 | 8,032,500 | 60 | 91,637 | 8 | - | Subsidiary |

| Investor Company | Investee Company | Location | Main Businesses and Products | Original Investment Amount | | As of March 31, 2021 | | | Net Income (Loss) of the Investee | Share of Profit (Loss) | Note |
|--|--|------------------------|---|----------------------------|----------------|----------------------|-----|-----------------|-----------------------------------|------------------------|------------|
| | | | | March 31, 2021 | March 31, 2020 | Number of Shares | % | Carrying Amount | | | |
| | | | | | | | | | | | |
| China Prosperity Development Corporation | Pro-Ascentek Investment Corporation | Republic of China | General investment | 50,000 | - | 5,000,000 | 4 | 50,634 | 561 | - | 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 | 208,885 | 44,224 | - | Associate |
| China Prosperity Development Corporation | Ascentek Venture Capital Corporation | Republic of China | General investment | 282 | 282 | 28,224 | 2 | 2,074 | - | - | Associate |
| HIMAG Magnetic Corporation | MagnPower Corporation | Republic of China | Powder metallurgy | 218,000 | 218,000 | 21,800,000 | 55 | 100,966 | (3,854) | - | Subsidiary |
| China Steel Power Holding Corporation | China Steel Power Corporation | Republic of China | Offshore Wind Power Generation | 2,003,800 | 2,003,800 | 200,379,990 | 100 | 1,693,561 | (34,757) | - | Subsidiary |
| CSC Solar Corporation | China Ecotek Corporation | Republic of China | Environmental engineering, M&E engineering, and O&M engineering | 22,974 | 38,447 | 725,000 | 1 | 23,210 | 88,481 | - | Subsidiary |
| CSC Solar Corporation | Pro-Ascentek Investment Corporation | Republic of China | General investment | 30,000 | - | 3,000,000 | 3 | 30,380 | 561 | - | 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 | 67,838 | 4,446 | - | Subsidiary |
| InfoChamp Systems Corporation | Kaohsiung Rapid Transit Corporation | Republic of China | Mass Rapid Transit service | 40,265 | 40,265 | 5,200,319 | 2 | 52,680 | (23,845) | - | Subsidiary |
| InfoChamp Systems Corporation | Info-Champ System (B.V.I) Corporation | British Virgin Islands | Holding and investment | 6,816 | 6,816 | 201,000 | 100 | 20,652 | 2,604 | - | 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 | 31,074 | 1,355 | - | Subsidiary |
| China Steel Machinery Corporation | China Steel Machinery Vietnam Co., Ltd. | Vietnam | Machines manufacturing | 8,561 | 8,544 | - | 100 | 19,146 | 1,690 | - | Subsidiary |
| China Steel Machinery Corporation | Overseas Investment & Development Corporation | Republic of China | General investment | 95,900 | 95,900 | 9,590,000 | 11 | 112,090 | 55,809 | - | Associate |
| Dragon Steel Corporation | China Steel Structure Co., Ltd. | Republic of China | Manufacture and sale of products of steel structure | 98,266 | 98,266 | 3,500,000 | 2 | 93,918 | 75,607 | - | Subsidiary |
| Dragon Steel Corporation | CSC Solar Corporation | Republic of China | Solar energy generation | 174,400 | 174,400 | 17,440,000 | 10 | 194,348 | 29,779 | - | Subsidiary |
| Dragon Steel Corporation | Pro-Ascentek Investment Corporation | Republic of China | General investment | 100,000 | - | 10,000,000 | 8 | 101,267 | 561 | - | Subsidiary |
| C.S.Aluminium Corporation | ALU Investment Offshore Corporation | British Virgin Islands | Holding and investment | 1,063,593 | 1,063,593 | 1 | 100 | 391,383 | (16,290) | - | Subsidiary |
| C.S.Aluminium Corporation | Pro-Ascentek Investment Corporation | Republic of China | General investment | 30,000 | - | 3,000,000 | 3 | 30,380 | 561 | - | Subsidiary |
| C.S.Aluminium Corporation | Ascentek Venture Capital Corporation | Republic of China | General investment | 847 | 847 | 84,672 | 6 | 6,210 | - | - | Associate |
| ALU Investment Offshore Corporation | United Steel International Development Corporation | British Virgin Islands | Holding and investment | 1,063,593 | 1,063,593 | 31,650,000 | 65 | 392,103 | (25,224) | - | Subsidiary |
| United Steel International Development Corporation | Ascentek Venture Capital Corporation | Republic of China | General investment | 282 | 282 | 28,224 | 2 | 2,070 | - | - | Associate |
| China Steel Express Corporation | Transglory Investment Corporation | Republic of China | General investment | 2,440,000 | 2,440,000 | 374,138,548 | 50 | 3,409,898 | (2,877) | - | Subsidiary |
| China Steel Express Corporation | CSE Transport Corporation | Panama | Shipping services for raw materials | 316 | 316 | 10 | 100 | 2,988,390 | 108,938 | - | Subsidiary |
| China Steel Express Corporation | Kaoport Stevedoring Corporation | Republic of China | Ship cargo loading and unloading industry | 35,013 | 35,013 | 3,275,000 | 66 | 49,396 | 5,224 | - | Subsidiary |
| China Steel Express Corporation | Ascentek Venture Capital Corporation | Republic of China | General investment | 847 | 847 | 84,672 | 6 | 6,210 | - | - | Associate |
| Transglory Investment Corporation | Winning Investment Corporation | Republic of China | General investment | 321,331 | 321,331 | 20,700,000 | 9 | 259,716 | (4,040) | - | 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 | 374,277 | 13,123 | - | Subsidiary |
| Gains Investment Corporation | Eminence Investment Corporation | Republic of China | General investment | 1,600,000 | 1,600,000 | 150,000,000 | 100 | 2,082,379 | (9,694) | - | Subsidiary |
| Gains Investment Corporation | Winning Investment Corporation | Republic of China | General investment | 989,664 | 989,664 | 112,700,000 | 49 | 1,414,011 | (4,040) | - | Subsidiary |
| Gains Investment Corporation | Betacera Inc. | Republic of China | Manufacturing and trading of electronic ceramics | 150,165 | 150,165 | 20,555,253 | 48 | 859,303 | 67,038 | - | 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 | 124,104 | 4,446 | - | Subsidiary |
| Gains Investment Corporation | Eminent Venture Capital Corporation | Republic of China | General Investment | 135,000 | 135,000 | 13,500,000 | 50 | 108,827 | 60,518 | - | Subsidiary |
| Gains Investment Corporation | Pro-Ascentek Investment Corporation | Republic of China | General investment | 60,000 | - | 6,000,000 | 5 | 60,760 | 561 | - | Subsidiary |

| Investor Company | Investee Company | Location | Main Businesses and Products | Original Investment Amount | | As of March 31, 2021 | | | Net Income (Loss) of the Investee | Share of Profit (Loss) | Note |
|---|--|------------------------|--|----------------------------|----------------|----------------------|-----|-----------------|-----------------------------------|------------------------|------------|
| | | | | March 31, 2021 | March 31, 2020 | Number of Shares | % | Carrying Amount | | | |
| | | | | | | | | | | | |
| Gains Investment Corporation | Mentor Consulting Corporation | Republic of China | Management consulting services | 25,909 | 25,909 | 1,000,000 | 100 | 24,729 | 4,089 | - | Subsidiary |
| Gains Investment Corporation | United Steel International Development Corporation | British Virgin Islands | Holding and investment | 58,784 | 58,784 | 1,850,000 | 4 | 22,947 | (25,224) | - | Subsidiary |
| Gains Investment Corporation | Gainsplus Asset Management Inc. | British Virgin Islands | General investment | - | 2,848 | - | - | - | (30) | - | Subsidiary |
| Gains Investment Corporation | Fukuta Electric & Machinery Co., Ltd. | Republic of China | Motor manufacturing and selling | 525,222 | 525,222 | 7,800,395 | 20 | 642,322 | 15,824 | - | Associate |
| Gains Investment Corporation | Eminent III Venture Capital Corporation | Republic of China | General investment | 400,000 | 400,000 | 40,000,000 | 22 | 303,200 | (2,946) | - | Associate |
| Gains Investment Corporation | Honley Auto. Parts Co., Ltd. | Republic of China | Manufacture of automotive components | 63,311 | 63,311 | 4,525,411 | 3 | 52,804 | (28,780) | - | Associate |
| Thintech Materials Technology Co., Ltd. | Thintech Global Limited | Samoa | Holding and investment | 205,435 | 205,435 | 6,800,000 | 100 | 47,980 | 2,447 | - | Subsidiary |
| Thintech Materials Technology Co., Ltd. | Pro-Ascentek Investment Corporation | Republic of China | General investment | 30,000 | - | 3,000,000 | 3 | 30,380 | 561 | - | Subsidiary |
| Betacera Inc. | Lefkara Ltd. | British Virgin Islands | Holding and Investment | 388,732 | 387,983 | 13,623,000 | 100 | 1,294,781 | 1,282 | - | Subsidiary |
| Betacera Inc. | Eminent III Venture Capital Corporation | Republic of China | General investment | 50,000 | 50,000 | 5,000,000 | 3 | 37,900 | (2,946) | - | Associate |
| Pro-Ascentek Investment Corporation | Betacera Inc. | Republic of China | Manufacturing and trading of electronic ceramics | 77,278 | - | 1,608,491 | 4 | 78,664 | 67,038 | - | Subsidiary |
| Mentor Consulting Corporation | Ascentek Venture Capital Corporation | Republic of China | General investment | 141 | 141 | 14,112 | 1 | 1,035 | - | - | Associate |
| Eminence Investment Corporation | Shin Mau Investment Corporation | Republic of China | General investment | 9,513 | 9,513 | 896,999 | 30 | 18,559 | 519 | - | Subsidiary |
| Eminence Investment Corporation | Gau Ruei Investment Corporation | Republic of China | General investment | 8,805 | 8,805 | 747,499 | 25 | 17,075 | 936 | - | Subsidiary |
| Eminence Investment Corporation | Ding Da Investment Corporation | Republic of China | General investment | 8,970 | 8,970 | 897,000 | 30 | 16,555 | 493 | - | Subsidiary |
| Eminence Investment Corporation | Chiun Yu Investment Corporation | Republic of China | General investment | 7,475 | 7,475 | 747,500 | 25 | 15,645 | 912 | - | Subsidiary |
| Eminence Investment Corporation | Li-Ching-Long Investment Corporation | Republic of China | General investment | 6,262 | 6,262 | 600,000 | 30 | 12,583 | (3) | - | Subsidiary |
| Eminence Investment Corporation | Sheng Lih Dar Investment Corporation | Republic of China | General investment | 5,317 | 5,317 | 500,000 | 21 | 10,772 | 368 | - | Subsidiary |
| Eminence Investment Corporation | Chi-Yi Investment Corporation | Republic of China | General investment | 5,222 | 5,222 | 501,000 | 25 | 10,546 | (4) | - | Subsidiary |
| Eminence Investment Corporation | Jiing-Cherng-Fa Investment Corporation | Republic of China | General investment | 4,762 | 4,762 | 476,000 | 21 | 9,415 | 108 | - | Subsidiary |
| Eminence Investment Corporation | Hung-Chuan Investment Corporation | Republic of China | General investment | 4,173 | 4,173 | 400,000 | 20 | 8,366 | (3) | - | Subsidiary |
| Eminence Investment Corporation | Betacera Inc. | Republic of China | Manufacturing and trading of electronic ceramics | - | 73,510 | - | - | - | 67,038 | - | Subsidiary |
| Eminence Investment Corporation | Fukuta Electric & Machinery Co., Ltd. | Republic of China | Motor manufacturing and selling | 10,395 | 13,500 | 77,000 | - | 10,269 | 15,824 | - | Associate |
| Shin Mau Investment Corporation | CHC Resources Corporation | Republic of China | Manufacture and sale of GBFS powder and slag cement, air-cooled BFS and BOFS, surveys and remediation of soil and groundwater, intermediate solidification, reutilization of resources | 5,454 | 5,454 | 512,685 | - | 11,710 | 196,763 | - | 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 | - | 8,786 | 75,607 | - | Subsidiary |
| Shin Mau Investment Corporation | Hung-Chuan Investment Corporation | Republic of China | General investment | 1,000 | 1,000 | 100,000 | 5 | 2,092 | (3) | - | Subsidiary |
| Shin Mau Investment Corporation | Chi-Yi Investment Corporation | Republic of China | General investment | 990 | 990 | 99,000 | 5 | 2,084 | (4) | - | 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 | - | 13,504 | 235,059 | - | Subsidiary |
| Ding Da Investment Corporation | Jiing-Cherng-Fa Investment Corporation | Republic of China | General investment | 990 | 990 | 99,000 | 4 | 1,956 | 108 | - | Subsidiary |
| Ding Da Investment Corporation | Betacera Inc. | Republic of China | Manufacturing and trading of electronic ceramics | 25 | 25 | 1,000 | - | 42 | 67,038 | - | 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 | 4,446 | - | Subsidiary |
| Jiing-Cherng-Fa Investment Corporation | China Ecotek Corporation | Republic of China | Environmental engineering, M&E engineering, and O&M engineering | 7,874 | 7,874 | 302,052 | - | 7,289 | 88,481 | - | Subsidiary |

| Investor Company | Investee Company | Location | Main Businesses and Products | Original Investment Amount | | As of March 31, 2021 | | | Net Income (Loss) of the Investee | Share of Profit (Loss) | Note |
|---|--|------------------------|--|----------------------------|----------------|----------------------|-----|-----------------|-----------------------------------|------------------------|------------|
| | | | | March 31, 2021 | March 31, 2020 | Number of Shares | % | Carrying Amount | | | |
| | | | | | | | | | | | |
| Gau Ruei Investment Corporation | China Steel Chemical Corporation | Republic of China | Manufacture of coal chemistry and speciality chemical | 17,584 | 17,584 | 474,220 | - | 13,504 | 235,059 | - | Subsidiary |
| Gau Ruei Investment Corporation | Sheng Lih Dar Investment Corporation | Republic of China | General investment | 1,000 | 1,000 | 100,000 | 4 | 2,157 | 368 | - | Subsidiary |
| Gau Ruei Investment Corporation | Li-Ching-Long Investment Corporation | Republic of China | General investment | 1,000 | 1,000 | 100,000 | 5 | 2,097 | (3) | - | Subsidiary |
| Sheng Lih Dar Investment Corporation | CHC Resources Corporation | Republic of China | Manufacture and sale of GBFS powder and slag cement, air-cooled BFS and BOFS, surveys and remediation of soil and groundwater, intermediate solidification, reutilization of resources | 5,678 | 5,678 | 512,535 | - | 11,710 | 196,763 | - | Subsidiary |
| Chiun Yu Investment Corporation | China Steel Structure Co., Ltd. | Republic of China | Manufacture and sale of products of steel structure | 3,559 | 3,559 | 275,896 | - | 6,834 | 75,607 | - | Subsidiary |
| Chiun Yu Investment Corporation | China Ecotek Corporation | Republic of China | Environmental engineering, M&E engineering, and O&M engineering | 5,764 | 5,764 | 275,469 | - | 6,682 | 88,481 | - | Subsidiary |
| China Steel Global Trading Corporation | CSGT International Corporation | Samoa | Holding and investment | 631,983 | 631,983 | 20,740,000 | 100 | 940,864 | 34,345 | - | Subsidiary |
| China Steel Global Trading Corporation | Chung Mao Trading (Samoa) Corporation | Samoa | Holding and investment | 212,822 | 212,822 | 11,800,000 | 100 | 597,300 | 8,902 | - | 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 | 310,834 | 5,970 | - | 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 | 72,000 | 5,901 | - | 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 | 27,504 | (25,224) | - | Subsidiary |
| China Steel Global Trading Corporation | Chung Mao Trading (BVI) Corporation | British Virgin Islands | Holding and investment | 18,741 | 18,741 | 326,300 | 65 | 10,581 | (479) | - | 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 | 231 | 1,792 | - | Subsidiary |
| China Steel Global Trading Corporation | Honley Auto. Parts Co., Ltd. | Republic of China | Manufacture of automotive components | 63,311 | 63,311 | 4,525,411 | 3 | 54,079 | (28,780) | - | Associate |
| China Steel Global Trading Corporation | Ascentek Venture Capital Corporation | Republic of China | General investment | 282 | 282 | 28,224 | 2 | 2,069 | - | - | Associate |
| Wabo Global Trading Corporation | CK Japan Co., Ltd. | Japan | Real estate lease | 37,488 | 37,488 | 960 | 20 | 43,858 | 5,557 | - | 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 | 24,075 | 1,285 | - | Subsidiary |
| Chung Mao Trading (Samoa) Corporation | United Steel International Co., Ltd. | Samoa | Holding and investment | 80,026 | 79,872 | 3,000,000 | 20 | 79,875 | 44,135 | - | Subsidiary |
| Chung Mao Trading (BVI) Corporation | CSGT Hong Kong Limited | Hong Kong | Buy and sell, and act as an agency for steel products | 3,664 | 3,657 | 1,000,000 | 100 | 13,047 | (60) | - | Subsidiary |
| CSGT International Corporation | CSGT Metals Vietnam Joint Stock Company | Vietnam | Cutting and processing of steel products | 246,974 | 246,498 | 13,279,770 | 60 | 371,799 | 48,703 | - | Subsidiary |
| CSGT International Corporation | CSGT Trading India Private Limited | India | Buy and sell, and act as an agency for steel products | 22,189 | 22,146 | 4,752,000 | 99 | 22,845 | 1,794 | - | Subsidiary |
| CSGT International Corporation | TSK Steel Company Limited | Thailand | Steel coil processing and distributing | 82,412 | 82,253 | 408,000 | 34 | 204,797 | 45,421 | - | Associate |
| CSGT International Corporation | Mahindra Auto Steel Private Limited | India | Cutting and processing of steel products | 78,700 | 78,548 | 16,782,500 | 25 | 91,616 | 3,027 | - | Associate |
| CSGT International Corporation | Hanwa Steel Centre (M) Sdn. Bhd. | Malaysia | Manufacture and sale of steel products | - | 53,726 | - | - | - | - | - | Associate |
| CSGT (Singapore) Pte. Ltd. | CSCD Limited | Cyprus | International trade and investment | 108,215 | 110,001 | 1,876,795 | 49 | 245,846 | (5,461) | - | Associate |
| CSC Steel Australia Holdings Pty Ltd | CSC Sonoma Pty Ltd | Australia | Investments in mining industry | 356,912 | 360,858 | 16,440,001 | 100 | 219,710 | 2,241 | - | Subsidiary |
| CSC Steel Australia Holdings Pty Ltd | 9404-5515 Quebec Inc. | Canada | Investments in mining industry | 5,731,957 | 5,795,322 | 270,122,727 | 25 | 7,762,099 | 1,138,536 | - | Associate |
| China Steel Asia Pacific Holdings Pte Ltd | CSC Steel Holdings Berhad | Malaysia | General investment | 1,034,007 | 1,032,014 | 171,000,000 | 46 | 2,607,365 | 143,820 | - | Subsidiary |
| CSC Steel Holdings Berhad | CSC Steel Sdn. Bhd. | Malaysia | Manufacture and sale of steel products | 2,870,822 | 2,965,606 | 359,000,000 | 100 | 5,319,670 | - | - | Subsidiary |
| CSC Steel Holdings Berhad | Group Steel Corporation (M) Sdn. Bhd. | Malaysia | General investment | 488,554 | 504,684 | 1,000,000 | 100 | 17,711 | - | - | Subsidiary |
| CSC Steel Holdings Berhad | Hanwa Steel Centre (M) Sdn. Bhd. | Malaysia | Manufacture and sale of steel products | - | 55,834 | - | - | - | - | - | Associate |
| CSC Steel Sdn. Bhd. | Constant Mode Sdn. Bhd. | Malaysia | General investment | 4,929 | 5,092 | 750,000 | 100 | 6,404 | 40 | - | Subsidiary |

TABLE 10

CHINA STEEL CORPORATION AND SUBSIDIARIES

**INFORMATION ON INVESTMENTS IN MAINLAND CHINA
FOR THE PERIOD ENDED MARCH 31, 2021
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)**

| Investee Company | Main Businesses and Products | Paid-in Capital (Note 1) | Method of Investment (Note 2) | Accumulated Outward Remittance for Investment from Taiwan as of January 1, 2021 (Note 1) | Remittance of Funds | | Accumulated Outward Remittance for Investment from Taiwan as of March 31, 2021 (Note 1) | Net Income (Loss) of the Investee | % Ownership of Direct or Indirect Investment | Investment Gain (Loss) | Carrying Amount as of March 31, 2021 | Accumulated Repatriation of Investment Income as of March 31, 2021 | Note |
|--|---|-----------------------------|-------------------------------------|--|---------------------|--------|---|--------------------------------------|--|---------------------------|---|---|------------|
| | | | | | Outward | Inward | | | | | | | |
| Betacera (Su Zhou) Co., Ltd. | Manufacturing and trading of electronic ceramics | 125,554 | 2 | 125,554 | - | - | 125,554 | 1,555 | 100 | 1,555 | 472,430 | - | Note 3 (1) |
| CSGT (Shanghai) Co., Ltd. | Buy and sell, and act as an agency for steel products | 17,121 | 2 | 17,121 | - | - | 17,121 | 1,826 | 100 | 1,826 | 41,649 | 46,588 | Note 3 (1) |
| Changzhou China Steel Precision Materials Co., Ltd. | Production and sale of titanium and titanium alloys, nickel and nickel alloys | 1,244,126 | 2 | 870,888 | - | - | 870,888 | 36,493 | 70 | 25,545 | 907,223 | - | Note 3 (1) |
| China Steel Precision Metals Qingdao Co., Ltd. | Cutting and processing of steel products | 570,700 | 2 | 399,490 | - | - | 399,490 | 11,006 | 70 | 7,705 | 434,814 | 1,658 | Note 3 (1) |
| Changzhou China Steel New Materials Technology Co., Ltd. | Mesophase sales and trading | 173,543 | 1 | 185,649 | - | - | 185,649 | (2,812) | 100 | (2,812) | 148,884 | - | Note 3 (1) |
| CSGT (Shenzhen) Co., Ltd. | Buy and sell, and act as an agency for steel products | 14,838 | 2 | 14,838 | - | - | 14,838 | 6,838 | 100 | 6,838 | 21,161 | - | Note 3 (1) |
| HC&C Auto Parts Co., Ltd. | Manufacture of automotive components | 1,141,400 | 2 | 114,140 | - | - | 114,140 | 2,660 | 10 | 266 | 113,397 | - | Note 3 (1) |
| Wuhan HUADET Environmental Protection Engineering & Technology Co., Ltd. | Consulting services of construction technology | 114,140 | 2 | 12,841 | - | - | 12,841 | 16,037 | 30 | 4,811 | 76,386 | - | Note 3 (1) |
| Ningbo Huayang Aluminium-Tech Co., Ltd. | Production of aluminum products | 1,398,215 | 2 | 1,106,304 | - | - | 1,106,304 | (25,223) | 79 | (19,957) | 472,491 | 93,743 | Note 3 (1) |
| Suzhou Betacera Technology Co., Ltd. | Manufacturing and trading of aeronautical or marine life saving products | 428,025 | 2 | 428,025 | - | - | 428,025 | (1,678) | 100 | (1,678) | 554,435 | - | Note 3 (1) |
| Shanghai Xike Ceramic Electronic Co., Ltd. | Manufacturing and trading of electronic ceramics | 34,242 | 2 | 34,071 | - | - | 34,071 | 1,403 | 100 | 1,396 | 126,836 | - | Note 3 (1) |
| Taicang Thintech Materials Co., Ltd. | Sputtering target manufacturing and sales | 194,038 | 2 | 194,038 | - | - | 194,038 | 2,447 | 100 | 2,447 | 47,980 | - | Note 3 (1) |
| China Steel Precision Metals Kunshan Co., Ltd. | Cutting and processing of steel products | 428,025 | 2 | 458,272 | - | - | 458,272 | 44,135 | 100 | 44,135 | 406,386 | - | Note 3 (1) |
| Wuhan InfoChamp I.T. Co., Ltd. | Enterprise information system integration services | 5,707 | 2 | 5,707 | - | - | 5,707 | 2,604 | 100 | 2,604 | 20,539 | 55,453 | Note 3 (1) |
| Xiamen Ecotek PRC Company Limited | Sales agency for import and export of equipment and materials | 171,210 | 2 | 171,210 | - | - | 171,210 | 425 | 100 | 425 | 176,399 | - | Note 3 (1) |

| Investee Company | Accumulated Outward Remittance for Investment in Mainland China as of March 31, 2021 (Note 1) | Investment Amount Authorized by Investment Commission, MOEA (Note 1) | Upper Limit on the Amount of Investment Stipulated by Investment Commission, MOEA (Note 4) |
|---|---|--|--|
| China Steel Corporation | 1,694,066 | 1,694,066 | 201,333,974 |
| China Steel Chemical Corporation | 255,559 | 255,559 | 4,088,460 |
| China Ecotek Corporation | 192,611 | 349,603 | 1,832,745 |
| C.S.Aluminium Corporation | 903,135 | 903,135 | 4,576,811 |
| Gains Investment Corporation | 52,790 | 52,790 | 4,599,253 |
| Thintech Materials Technology Co., Ltd. | 194,038 | 194,038 | 704,632 |
| Betacera Inc. | 587,650 | 587,650 | 1,038,128 |
| China Steel Global Trading Corporation | 244,031 | 244,031 | - |
| Infochamp Systems Corporation | 5,707 | 5,707 | 543,548 |
| CHC Resources Corporation | 8,561 | 8,561 | 3,355,432 |

Note 1: The amounts were calculated based on the foreign exchange rate as of March 31, 2021.

Note 2: Methods of investment are classified as below:

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

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

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

Note 4: As the subsidiary CSGT has obtained the certificate of qualified for operating headquarters, which is due on April 29, 2021, 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
MARCH 31, 2021**

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

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

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

CHINA STEEL CORPORATION AND SUBSIDIARIES

**MOVEMENT OF PROPERTY, PLANT AND EQUIPMENT
FOR THE PERIOD ENDED March 31, 2021 AND 2020**
(Amounts in Thousands of New Taiwan Dollars)

For the three months ended March 31, 2021

| | Land | Land Improvements | Buildings | Machinery and Equipment | Transportation Equipment | Other Equipment | Spare Parts | Construction in Progress and Equipment to be Inspected | Total |
|--|----------------------|----------------------|-----------------------|----------------------------|-----------------------------|----------------------|----------------------|---|-----------------------|
| Cost | | | | | | | | | |
| Balance at January 1, 2021 | \$ 69,036,078 | \$ 5,932,843 | \$ 132,016,852 | \$ 648,727,976 | \$ 33,324,893 | \$ 19,156,110 | \$ 10,605,395 | \$ 25,486,041 | \$ 944,286,188 |
| Additions | - | 101,360 | 766,675 | 5,112,484 | 116,419 | 213,313 | 218,887 | (1,094,538) | 5,434,600 |
| Disposals | - | - | (1,407) | (290,607) | (31,621) | (66,332) | (263,626) | - | (653,593) |
| Reclassification | - | (26) | (1,812) | 1,767 | - | 71 | (6,491) | (6,310) | (12,801) |
| Effect of foreign currency exchange | (3,023) | 1,162 | (21,487) | (94,029) | 14,366 | (7,209) | - | 15 | (110,205) |
| Balance at March 31, 2021 | <u>\$ 69,033,055</u> | <u>\$ 6,035,339</u> | <u>\$ 132,758,821</u> | <u>\$ 653,457,591</u> | <u>\$ 33,424,057</u> | <u>\$ 19,295,953</u> | <u>\$ 10,554,165</u> | <u>\$ 24,385,208</u> | <u>\$ 948,944,189</u> |
| Accumulated depreciation and impairment | | | | | | | | | |
| Balance at January 1, 2021 | \$ 6,370 | \$ 4,799,733 | \$ 59,737,098 | \$ 464,423,048 | \$ 10,682,754 | \$ 15,654,996 | \$ 4,649,545 | \$ - | \$ 559,953,544 |
| Depreciation | - | 19,328 | 996,251 | 5,818,260 | 483,787 | 284,235 | 307,455 | - | 7,909,316 |
| Disposals | - | - | (1,407) | (258,032) | (31,604) | (65,892) | (263,625) | - | (620,560) |
| Impairment | - | - | - | 666,202 | - | - | - | - | 666,202 |
| Reclassification | - | - | (358) | 334 | - | 24 | - | - | - |
| Effect of foreign currency exchange | - | 562 | (15,592) | (87,466) | (13,605) | (6,437) | - | - | (122,538) |
| Balance at March 31, 2021 | <u>\$ 6,370</u> | <u>\$ 4,819,623</u> | <u>\$ 60,715,992</u> | <u>\$ 470,562,346</u> | <u>\$ 11,121,332</u> | <u>\$ 15,866,926</u> | <u>\$ 4,693,375</u> | <u>\$ -</u> | <u>\$ 567,785,964</u> |
| Carrying amount at December 31, 2020 | <u>\$ 69,029,708</u> | <u>\$ 1,133,110</u> | <u>\$ 72,279,754</u> | <u>\$ 184,304,928</u> | <u>\$ 22,642,139</u> | <u>\$ 3,501,114</u> | <u>\$ 5,955,850</u> | <u>\$ 25,486,041</u> | <u>\$ 384,332,644</u> |
| Carrying amount at March 31, 2021 | <u>\$ 69,026,685</u> | <u>\$ 1,215,716</u> | <u>\$ 72,042,829</u> | <u>\$ 182,895,245</u> | <u>\$ 22,302,725</u> | <u>\$ 3,429,027</u> | <u>\$ 5,860,790</u> | <u>\$ 24,385,208</u> | <u>\$ 381,158,225</u> |

For the three months ended March 31, 2020

| | Land | Land Improvements | Buildings | Machinery and Equipment | Transportation Equipment | Other Equipment | Spare Parts | Construction in Progress and Equipment to be Inspected | Total |
|--|----------------------|---------------------|-----------------------|-------------------------|--------------------------|----------------------|----------------------|--|-----------------------|
| Cost | | | | | | | | | |
| Balance at January 1, 2020 | \$ 67,949,134 | \$ 5,126,619 | \$ 129,228,877 | \$ 646,085,943 | \$ 32,226,430 | \$ 18,070,491 | \$ 10,766,799 | \$ 21,932,824 | \$ 931,387,117 |
| Additions | - | 3,687 | 61,706 | 1,545,053 | 4,218,189 | 163,900 | 267,998 | 654,046 | 6,914,579 |
| Disposals | - | - | (3,878) | (308,488) | (18,358) | (36,680) | (339,248) | - | (706,652) |
| Reclassification | - | - | 2,392 | (30,315) | - | 31,178 | (7,879) | (396) | (5,020) |
| Effect of foreign currency exchange | (1,005) | (3,950) | (95,751) | (229,207) | 39,196 | (17,156) | - | (6,784) | (314,657) |
| Balance at March 31, 2020 | <u>\$ 67,948,129</u> | <u>\$ 5,126,356</u> | <u>\$ 129,193,346</u> | <u>\$ 647,062,986</u> | <u>\$ 36,465,457</u> | <u>\$ 18,211,733</u> | <u>\$ 10,687,670</u> | <u>\$ 22,579,690</u> | <u>\$ 937,275,367</u> |
| Accumulated depreciation and impairment | | | | | | | | | |
| Balance at January 1, 2020 | \$ 6,370 | \$ 4,754,603 | \$ 56,096,408 | \$ 447,614,626 | \$ 13,373,632 | \$ 14,808,363 | \$ 4,669,812 | \$ - | \$ 541,323,814 |
| Depreciation | - | 12,410 | 963,908 | 6,070,986 | 474,402 | 287,042 | 325,280 | - | 8,134,028 |
| Disposals | - | - | (3,478) | (294,479) | (18,223) | (36,533) | (339,248) | - | (691,961) |
| Reclassification | - | - | 41 | (9,217) | - | 9,357 | - | - | 181 |
| Effect of foreign currency exchange | - | (1,765) | (38,466) | (138,598) | 6,170 | (14,025) | - | - | (186,684) |
| Balance at March 31, 2020 | <u>\$ 6,370</u> | <u>\$ 4,765,248</u> | <u>\$ 57,018,413</u> | <u>\$ 453,243,318</u> | <u>\$ 13,835,981</u> | <u>\$ 15,054,204</u> | <u>\$ 4,655,844</u> | <u>\$ -</u> | <u>\$ 548,579,378</u> |
| Carrying amount at March 31, 2020 | <u>\$ 67,941,759</u> | <u>\$ 361,108</u> | <u>\$ 72,174,933</u> | <u>\$ 193,819,668</u> | <u>\$ 22,629,476</u> | <u>\$ 3,157,529</u> | <u>\$ 6,031,826</u> | <u>\$ 22,579,690</u> | <u>\$ 388,695,989</u> |