

**USI CORPORATION AND
SUBSIDIARIES**

**Consolidated Financial Statements and
Independent Auditors' Review Report**
For the Three Months Ended March 31, 2022 and 2021

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Independent Auditors' Review Report

TO USI Corporation

Introduction

We have reviewed the consolidated balance sheets of USI Corporation and its subsidiaries (the Group) for the three months ended March 31, 2022 and 2021, and the Consolidated Statements of Comprehensive Income, Consolidated Statements of Changes in Equity, Consolidated Statements of Cash Flows and Notes to the Consolidated Financial Statements (including the Summary of Significant Accounting Policies) for the months from January 1 to March 31 of 2022 and 2021. 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 of the Republic of China. Our responsibility is to express a conclusion on the consolidated financial statements based on our reviews.

Scope of Review

Except as explained in the following paragraph, we conducted our reviews in accordance with the 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.

Basis for Qualified Conclusion

As mentioned in Notes 12 and 13 to the consolidated financial statements, the financial statements of some non-essential subsidiaries and joint ventures using the equity method for the same period included in the above consolidated financial statements have not been reviewed by

us. The total assets and the balance of investment by equity method as of March 31, 2022 and March 31, 2021 were NT\$29,429,200 thousand and NT\$29,898,445 thousand, respectively, accounting for 35.05% and 37.45% of the total consolidated assets, respectively. The total liabilities were NT\$3,461,333 thousand and NT\$3,191,266 thousand, accounting for 13.08% and 11.19% of the total consolidated liabilities, respectively; The total comprehensive income and the share of the income from joint venture recognized at the equity method for the periods from January 1 to March 31, 2022 and 2021 were a loss of NT\$967,079 thousand and a gain of NT\$154,106 thousand, accounting for (51.98)% and 5.80% of the total comprehensive income, respectively. In addition, the information related to the aforesaid subsidiary and joint venture in other notes and schedules to the consolidated financial statements has not been reviewed by us.

Qualified Conclusion

According to the results of the auditor's review, except that the financial statements of some of the non-significant subsidiaries and joint ventures adopting the equity method mentioned in the basic paragraph of the reserved conclusions may affect the adjustment of the consolidated financial statements if they are reviewed by the auditor, we were not aware that the above consolidated financial statements have not been prepared in all material respects in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and the IAS 34-Interim Financial Reporting as endorsed and promulgated by the Financial Supervisory Commission, making it impossible to properly express the consolidated financial position of the Group as of March 31, 2022 and 2021, and the consolidated financial performance and consolidated cash flow for the periods from January 1 to March 31, 2022 and 2021.

Deloitte & Touche

CPA Pi Yu, Chuang

Financial Supervisory Commission

Approved Document No.

Jin Guan Zheng Shen Zi No. 1070323246

CPA Cheng Hung, Kuo

Securities and Futures Commission Approved

Document No.

Tai Cai Zheng Liu Zi No. 0920123784

May 5, 2022

USI Corporation and Subsidiaries
Consolidated Balance Sheets
March 31, 2022 and 2021, And December 31, 2021

Unit: In Thousands of New Taiwan Dollars

Code	Assets	March 31, 2022 (Reviewed)		December 31, 2021 (Audited)		March 31, 2021 (Reviewed)	
		Amount	%	Amount	%	Amount	%
CURRENT ASSETS							
1100	Cash and cash equivalents (Note 6)	\$ 11,080,971	13	\$ 10,365,353	12	\$ 9,822,807	12
1110	Financial assets at fair value through profit or loss (FVTPL) - current (Notes 7 and 35)	5,359,993	6	5,742,266	7	5,489,315	7
1120	Financial assets at fair value through other comprehensive income (FVTOCI) - current (Notes 8)	121,800	-	145,921	-	171,297	-
1136	Financial assets at amortized cost - current (Notes 9 and 35)	363,282	1	349,137	1	348,229	-
1150	Notes receivable, net (Note 10)	628,657	1	875,745	1	549,021	1
1170	Accounts receivable, net (Note 10)	7,058,701	8	8,515,477	10	7,782,746	10
1200	Other receivables (Notes 10 and 34)	430,169	1	511,725	1	440,600	1
1220	Current tax assets (Notes 4 and 28)	16,482	-	8,931	-	19,436	-
130X	Inventories (Note 11)	8,135,069	10	7,599,843	9	5,017,008	6
1410	Prepayments	1,020,594	1	1,009,420	1	1,029,829	1
1470	Other current assets (Note 14)	258,971	-	243,222	-	21,592	-
11XX	Total current assets	<u>34,474,689</u>	<u>41</u>	<u>35,367,040</u>	<u>42</u>	<u>30,691,880</u>	<u>38</u>
NON-CURRENT ASSETS							
1517	Financial assets at fair value through other comprehensive income (FVTOCI) - non-current (Notes 8)	2,437,646	3	2,286,817	3	2,575,041	3
1535	Financial assets at amortized cost - non-current (Notes 9, 35 and 36)	362,952	-	382,501	-	437,162	1
1550	Investments accounted for using the equity method (Notes 13)	18,921,105	23	19,335,554	23	20,068,258	25
1600	Property, plant and equipment (Notes 14 and 35)	24,719,667	29	24,471,011	29	23,362,636	29
1755	Right-of-use assets (Notes 15 and 35)	737,876	1	727,341	1	701,311	1
1760	Investment properties, net (Notes 16 and 35)	709,760	1	711,345	1	741,898	1
1805	Goodwill (Note 17)	270,211	-	270,211	-	269,026	-
1821	Other intangible assets, net (Note 17)	42,849	-	43,983	-	10,036	-
1840	Deferred tax assets (Notes 4 and 28)	598,398	1	651,568	1	577,808	1
1990	Other non-current assets (Note 35)	689,446	1	577,842	-	391,516	1
15XX	Total non-current assets	<u>49,489,910</u>	<u>59</u>	<u>49,458,173</u>	<u>58</u>	<u>49,134,692</u>	<u>62</u>
1XXX	Total Assets	<u>\$ 83,964,599</u>	<u>100</u>	<u>\$ 84,825,213</u>	<u>100</u>	<u>\$ 79,826,572</u>	<u>100</u>
Liabilities and Equity							
CURRENT LIABILITIES							
2100	Short-term borrowings (Notes 18 and 35)	\$ 1,416,690	2	\$ 2,498,041	3	\$ 2,552,117	3
2110	Short-term notes payable (Note 18)	149,956	-	279,635	-	661,671	1
2120	Financial liabilities at fair value through profit or loss at FVTPL-current (Note 7)	43,994	-	3,380	-	28,302	-
2170	Notes payable and accounts payable (Note 20)	3,484,947	4	3,528,998	4	3,441,431	4
2219	Other payables (Notes 21 and 34)	1,899,862	2	2,894,818	3	2,017,114	3
2230	Current tax liabilities (Notes 4 and 28)	2,923,073	4	2,618,632	3	1,730,756	2
2280	Lease liability - current (Note 15)	72,708	-	73,065	-	98,430	-
2320	Current portion of long-term borrowings (Notes 18, 19 and 35)	2,326,268	3	3,059,116	4	2,999,226	4
2365	Refund liabilities - current (Note 21)	25,170	-	28,630	-	15,847	-
2399	Other current liabilities (Note 26)	713,577	1	565,262	1	469,575	1
21XX	Total current liabilities	<u>13,056,245</u>	<u>16</u>	<u>15,549,577</u>	<u>18</u>	<u>14,014,469</u>	<u>18</u>
NON-CURRENT LIABILITIES							
2530	Bonds payable (Note 19)	5,990,385	7	5,989,773	7	3,995,825	5
2540	Long-term borrowings (Notes 18 and 35)	4,283,148	5	4,453,323	5	7,240,000	9
2550	Provisions - non-current (Notes 22 and 36)	136,375	-	136,375	-	136,375	-
2570	Deferred tax liabilities (Notes 4 and 28)	1,438,710	2	1,417,922	2	1,473,448	2
2580	Lease liabilities - non-current (Note 15)	386,031	1	387,502	1	360,066	-
2640	Net defined benefit liabilities - non-current (Notes 4 and 23)	1,061,945	1	1,151,009	1	1,237,409	2
2670	Other non-current liabilities (Note 24)	101,612	-	94,771	-	65,331	-
25XX	Total non-current liabilities	<u>13,398,206</u>	<u>16</u>	<u>13,630,675</u>	<u>16</u>	<u>14,508,454</u>	<u>18</u>
2XXX	Total Liabilities	<u>26,454,451</u>	<u>32</u>	<u>29,180,252</u>	<u>34</u>	<u>28,522,923</u>	<u>36</u>
Equity attributable to owners of the Company (Notes 8, 12, 25 and 28)							
3100	Share capital	11,887,635	14	11,887,635	14	11,887,635	15
3200	Capital surplus	366,184	-	366,185	-	325,369	-
Retained earnings							
3310	Legal reserve	3,343,086	4	3,343,086	4	3,109,625	4
3320	Special reserve	375,127	1	375,127	-	781,059	1
3350	Unappropriated earnings	10,415,973	12	9,881,214	12	6,855,124	9
3300	Total retained earnings	<u>14,134,186</u>	<u>17</u>	<u>13,599,427</u>	<u>16</u>	<u>10,745,808</u>	<u>14</u>
3490	Other equity	605,114	1	84,358	-	(7,091)	-
3500	Treasury shares	(475,606)	(1)	(475,606)	-	(475,606)	(1)
31XX	Total equity attributable to owners of the Company	<u>26,517,513</u>	<u>31</u>	<u>25,461,999</u>	<u>30</u>	<u>22,476,115</u>	<u>28</u>
36XX	Non-controlling Interests	<u>30,992,635</u>	<u>37</u>	<u>30,182,962</u>	<u>36</u>	<u>28,827,534</u>	<u>36</u>
3XXX	Total equity	<u>57,510,148</u>	<u>68</u>	<u>55,644,961</u>	<u>66</u>	<u>51,303,649</u>	<u>64</u>
Total Liabilities and Equity		<u>\$ 83,964,599</u>	<u>100</u>	<u>\$ 84,825,213</u>	<u>100</u>	<u>\$ 79,826,572</u>	<u>100</u>

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

USI Corporation and Subsidiaries
Consolidated Statements of Comprehensive Income
For the Three Months Ended March 31, 2022 and 2021
(Reviewed, Not Audited)

Unit: In Thousands of New Taiwan Dollars,
Except for Earnings Per Share in Dollars

Code		January 1 to March 31, 2022		For the Three Months Ended March 31, 2021	
		Amount	%	Amount	%
4100	OPERATING REVENUE (Note 26)	\$ 17,097,921	100	\$ 16,194,178	100
5110	COST OF GOODS SOLD (Notes 11, 14, 15, 17, 23, 27 and 34)	<u>13,968,597</u>	<u>82</u>	<u>11,737,736</u>	<u>72</u>
5900	GROSS PROFIT	<u>3,129,324</u>	<u>18</u>	<u>4,456,442</u>	<u>28</u>
	OPERATING EXPENSES (Notes 10, 14, 15, 17, 23, 27 and 34)				
6100	Selling and marketing expenses	984,727	6	803,778	5
6200	Administrative expenses	376,697	2	343,780	2
6300	Research and development expenses	<u>99,615</u>	<u>-</u>	<u>104,758</u>	<u>1</u>
6000	Total operating expenses	<u>1,461,039</u>	<u>8</u>	<u>1,252,316</u>	<u>8</u>
6900	PROFIT FROM OPERATIONS	<u>1,668,285</u>	<u>10</u>	<u>3,204,126</u>	<u>20</u>
	NON-OPERATING INCOME AND EXPENSES				
7100	Interest income (Note 27)	15,718	-	17,968	-
7010	Other income (Notes 24, 27 and 34)	307,248	2	51,204	-
7020	Other gains and losses (Notes 16, 27 and 38)	168,708	1	31,993	-
7050	Finance costs (Notes 18, 19 and 27)	(36,826)	-	(42,633)	-
7060	Share of (loss) gain of joint ventures accounted for using the equity method (Note 13)	(<u>1,135,180</u>)	(<u>7</u>)	<u>1,987</u>	<u>-</u>
7000	Total non-operating income and expenses	(<u>680,332</u>)	(<u>4</u>)	<u>60,519</u>	<u>-</u>

(Continued)

(Continued)

Code		For the Three Months Ended March 31, 2022		For the Three Months Ended March 31, 2021	
		Amount	%	Amount	%
7900	Profit before income tax	\$ 987,953	6	\$ 3,264,645	20
7950	Income tax expense (Notes 4 and 28)	<u>257,577</u>	<u>2</u>	<u>690,263</u>	<u>4</u>
8200	NET PROFIT FOR THE PERIOD	<u>730,376</u>	<u>4</u>	<u>2,574,382</u>	<u>16</u>
	OTHER COMPREHENSIVE INCOME (LOSS)				
	Items that will not be reclassified subsequently to profit or loss:				
8316	Unrealized gain on equity instruments at FVTOCI (Note 25)	123,684	1	226,514	1
8349	Income tax relating to items that will not be reclassified (Notes 4, 25 and 28)	(<u>1,169</u>)	<u>-</u>	(<u>1,332</u>)	<u>-</u>
8310		<u>122,515</u>	<u>1</u>	<u>225,182</u>	<u>1</u>
	Items that may be reclassified subsequently to profit or loss:				
8361	Exchange differences on translating the financial statements of foreign operations (Note 25)	1,148,084	7	(163,921)	(1)
8399	Income tax relating to items that may be reclassified subsequently to profit or loss (Notes 4, 25 and 28)	(<u>140,658</u>)	(<u>1</u>)	<u>19,784</u>	<u>-</u>
8360		<u>1,007,426</u>	<u>6</u>	(<u>144,137</u>)	(<u>1</u>)
8300	Other comprehensive income for the period (net of income tax)	<u>1,129,941</u>	<u>7</u>	<u>81,045</u>	<u>-</u>
8500	Total comprehensive income for the period	<u>\$ 1,860,317</u>	<u>11</u>	<u>\$ 2,655,427</u>	<u>16</u>
	Net income attributable to				
8610	Owners of the Company	\$ 534,759	3	\$ 1,248,662	8
8620	Non-controlling Interests	<u>195,617</u>	<u>1</u>	<u>1,325,720</u>	<u>8</u>
8600		<u>\$ 730,376</u>	<u>4</u>	<u>\$ 2,574,382</u>	<u>16</u>

(Continued)

(Continued)

Code	Total comprehensive income attributable to	For the Three Months Ended March 31, 2022		For the Three Months Ended March 31, 2021	
		Amount	%	Amount	%
8710	Owners of the Company	\$ 1,055,515	6	\$ 1,481,766	9
8720	Non-controlling Interests	<u>804,802</u>	<u>5</u>	<u>1,173,661</u>	<u>7</u>
8700		<u>\$ 1,860,317</u>	<u>11</u>	<u>\$ 2,655,427</u>	<u>16</u>
	Earnings per share (Note 29)				
9710	Basic	<u>\$ 0.50</u>		<u>\$ 1.16</u>	
9810	Diluted	<u>\$ 0.50</u>		<u>\$ 1.16</u>	

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

USI CORPORATION AND SUBSIDIARIES
Consolidated Statements of Changes in Equity
For the Three Months Ended March 31, 2022 and 2021
(Reviewed, Not Audited)

Unit: NT\$ thousand

Code		Equity attributable to owners of the Company							Other Equity			Non-controlling Interests (Notes 8, 12 and 25)	Total equity	
		Share capital (Note 25)	Treasury Share Transactions (Note 25)	Capital surplus		Retained Earnings			Exchange Differences on Translating the Financial Statements of Foreign Operations (Notes 25, and 28)	Unrealized Gain (Loss) on Financial Assets at FVTOCI (Notes 8, 25 and 28)	Treasury share (Note 25)			Total
				Shares of Changes in Capital Surplus of Associates (Notes 12 and 25)	Others (Note 25)	Legal reserve (Note 25)	Special reserve (Note 25)	Unappropriated earnings (Note 25)						
A1	Balance as of January 1, 2021	\$ 11,887,635	\$ 264,647	\$ 37,211	\$ 19,940	\$ 3,109,625	\$ 781,059	\$ 5,606,462	(\$ 583,855)	\$ 343,660	(\$ 475,606)	\$ 20,990,778	\$ 27,732,865	\$ 48,723,643
D1	Net profit for the three months ended March 31, 2021	-	-	-	-	-	-	1,248,662	-	-	-	1,248,662	1,325,720	2,574,382
D3	Other comprehensive income (loss) for the three months ended March 31, 2021, net of income tax	-	-	-	-	-	-	-	(53,539)	286,643	-	233,104	(152,059)	81,045
D5	Total comprehensive income (loss) for the three months ended March 31, 2021	-	-	-	-	-	-	1,248,662	(53,539)	286,643	-	1,481,766	1,173,661	2,655,427
C7	Changes in equity of subsidiaries recognized by equity method	-	-	3,571	-	-	-	-	-	-	-	3,571	17	3,588
O1	Change in non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	(79,009)	(79,009)
Z1	Balance as of March 31, 2021	<u>\$ 11,887,635</u>	<u>\$ 264,647</u>	<u>\$ 40,782</u>	<u>\$ 19,940</u>	<u>\$ 3,109,625</u>	<u>\$ 781,059</u>	<u>\$ 6,855,124</u>	<u>(\$ 637,394)</u>	<u>\$ 630,303</u>	<u>(\$ 475,606)</u>	<u>\$ 22,476,115</u>	<u>\$ 28,827,534</u>	<u>\$ 51,303,649</u>
A1	Balance as of January 1, 2022	\$ 11,887,635	\$ 302,976	\$ 41,902	\$ 21,307	\$ 3,343,086	\$ 375,127	\$ 9,881,214	(\$ 710,973)	\$ 795,331	(\$ 475,606)	\$ 25,461,999	\$ 30,182,962	\$ 55,644,961
D1	Net profit for the three months ended March 31, 2022	-	-	-	-	-	-	534,759	-	-	-	534,759	195,617	730,376
D3	Other comprehensive income (loss) for the three months ended March 31, 2022, net of income tax	-	-	-	-	-	-	-	406,999	113,757	-	520,756	609,185	1,129,941
D5	Total comprehensive income (loss) for the three months ended March 31, 2022	-	-	-	-	-	-	534,759	406,999	113,757	-	1,055,515	804,802	1,860,317
C7	Changes in equity of subsidiaries recognized by equity method	-	-	(1)	-	-	-	-	-	-	-	(1)	(3)	(4)
O1	Change in non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	4,874	4,874
Z1	Balance as of March 31, 2022	<u>\$ 11,887,635</u>	<u>\$ 302,976</u>	<u>\$ 41,901</u>	<u>\$ 21,307</u>	<u>\$ 3,343,086</u>	<u>\$ 375,127</u>	<u>\$ 10,415,973</u>	<u>(\$ 303,974)</u>	<u>\$ 909,088</u>	<u>(\$ 475,606)</u>	<u>\$ 26,517,513</u>	<u>\$ 30,992,635</u>	<u>\$ 57,510,148</u>

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

USI CORPORATION AND SUBSIDIARIES
Consolidated Statements of Cash Flows
For the Three Months Ended March 31, 2022 and 2021
(Reviewed, Not Audited)

Unit: NT\$ thousand

Code		For the Three Months Ended March 31, 2022	For the Three Months Ended March 31, 2021
	CASH FLOWS FROM OPERATING ACTIVITIES		
A10000	Income before income tax	\$ 987,953	\$ 3,264,645
A20010	Income (expenses) items		
A20100	Depreciation expenses	577,804	568,462
A20200	Amortization expense	13,134	14,840
A20300	Expected credit loss reversed on accounts receivable	(6)	(1,205)
A20400	Net loss (gain) on financial assets and liabilities at FVTPL	41,066	(82,040)
A20900	Finance costs	36,826	42,633
A21200	Interest income	(15,718)	(17,968)
A21300	Dividend income	(16,014)	-
A22300	Share of loss (gain) of joint ventures accounted for using the equity method	1,135,180	(1,987)
A22500	Gain on disposal and scrap of property, plant and equipment	(1,012)	(1,232)
A29900	Provision for (reversal of) write-downs of inventories and obsolescence losses	25,842	(12,100)
A29900	Recognition of refund liabilities	1,896	3,298
A30000	Changes in operating assets and liabilities		
A31115	Decrease in financial assets and liabilities mandatorily classified as at FVTPL	381,821	111,986
A31130	Decrease in notes receivable	247,088	122,555
A31150	Decrease (increase) in accounts receivable	1,456,340	(971,102)
A31180	Decrease (increase) in other receivables	83,009	(150,926)
A31200	Increase in inventories	(564,043)	(706,218)
A31230	Increase in prepayments	(16,953)	(263,005)
A31240	Increase in other current assets	(15,749)	(11,758)
A32150	(Decrease) increase in accounts payable	(44,051)	36,100
A32180	Decrease in other payables	(978,237)	(336,443)
A32200	Decrease in provisions	(5,356)	(3,841)
A32240	Decrease in net defined benefit liabilities	(89,064)	(54,644)
A32230	Increase in other current liabilities	<u>148,315</u>	<u>95,074</u>
A33000	Cash generated from operations	3,390,071	1,645,124
A33100	Interest received	30,279	21,753
A33300	Interest paid	(31,935)	(43,368)
A33500	Income tax paid	<u>(27,387)</u>	<u>(106,594)</u>
AAAA	Net cash generated from operating activities	<u>3,361,028</u>	<u>1,516,915</u>

(Continued)

(Continued)

Code		For the Three Months Ended March 31, 2022	For the Three Months Ended March 31, 2021
	Cash flows from investing activities		
B00030	Return of capital from financial assets at FVTOCI	\$ -	\$ 39,145
B00050	Purchase of financial assets at amortized cost	(14,561)	(46,113)
B02700	Acquisitions of property, plant and equipment	(687,478)	(596,372)
B02800	Proceeds from disposal of property, plant and equipment	11,294	2,370
B03800	Increase in refundable deposits	(2,145)	(3,547)
B04500	Acquisition of other intangible assets	(192)	(180)
B05400	Acquisition of investment properties	(1,590)	(55)
B06700	Increase in other non-current assets	(<u>121,067</u>)	(<u>66,689</u>)
BBBB	Net cash used in investing activities	(<u>815,739</u>)	(<u>671,441</u>)
	CASH FLOWS FROM FINANCING ACTIVITIES		
C00100	Decrease in short-term borrowings	(1,081,351)	(174,153)
C00500	(Decrease) increase in short-term notes payable	(130,000)	5,000
C01300	Repayments of bonds	(1,000,000)	-
C01600	Proceeds from mid- to long-term borrowings	5,178,000	5,740,000
C01700	Repayments of mid- to long-term borrowings	(5,083,935)	(6,090,000)
C03000	Proceeds from guarantee deposits received	10,422	1,389
C04020	Repayments of the principal portion of lease liabilities	(19,147)	(17,569)
C04300	Decrease in other non-current liabilities	(3,581)	(400)
C05800	Change in non-controlling interests	<u>4,874</u>	(<u>79,009</u>)
CCCC	Net cash used in financing activities	(<u>2,124,718</u>)	(<u>614,742</u>)
DDDD	EFFECTS OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH AND CASH EQUIVALENTS HELD IN FOREIGN CURRENCIES	<u>295,047</u>	(<u>44,932</u>)
EEEE	Net increase in cash and cash equivalents	715,618	185,800
E00100	Cash and cash equivalents at the beginning of the period	<u>10,365,353</u>	<u>9,637,007</u>
E00200	Cash and cash equivalents at the end of the period	<u>\$ 11,080,971</u>	<u>\$ 9,822,807</u>

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

USI CORPORATION AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
For the Three Months Ended March 31, 2022 and 2021
(Reviewed, Not Audited)
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

1. GENERAL INFORMATION

USI Corporation ("USI", the "Company" or the "parent company") was incorporated in May 1965. The Company mainly produces and sells polyethylene. In May 1972, the Company's shares have been listed on the Taiwan Stock Exchange ("TWSE").

The consolidated financial statements of the Company and its subsidiaries (collectively referred to as "the Group") are presented in the Company's functional currency, the New Taiwan dollar.

2. APPROVAL OF FINANCIAL STATEMENTS

The consolidated financial statements were reported to and issued by the Company's board of directors on May 5, 2022.

3. APPLICATION OF NEW, AMENDED AND REVISED 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 IFRSs endorsed and issued into effect by the FSC would not have any material impact on the Group's accounting policies.

- b. IFRSs that have been issued by IASB but not yet endorsed and issued into effect by the FSC

<u>New/Revised/Amended Standards and Interpretations</u>	<u>Effective Date Announced by IASB (Note 1)</u>
Amendments to IFRS 10 and IAS 28 "Sale or Contribution of Assets between an Investor and Its Associate or Joint Venture"	To be determined by IASB
IFRS 17 "Insurance Contracts"	January 1, 2023
Amendments to IFRS 17	January 1, 2023
Amendment to IFRS 17 "Initial Application of IFRS 17 and IFRS 9 - Comparative Information"	January 1, 2023
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 2)
Amendment to IAS 8 "Definition of Accounting Estimates"	January 1, 2023 (Note 3)
Amendments to IAS 12 "Deferred Tax Related to Assets and Liabilities Arising from a Single Transaction"	January 1, 2023 (Note 4)

Note 1: Unless stated otherwise, the above New/Revised/Amended Standards and Interpretations are effective for annual reporting periods beginning on or after their respective effective dates.

Note 2: The amendments shall be applied prospectively for the annual reporting periods beginning on or after January 1, 2023.

Note 3: The amendments are applicable to changes in accounting estimates and changes in accounting policies that occur during the annual reporting period beginning on or after January 1, 2023.

Note 4: Except for the recognition of deferred income tax on temporary differences between lease and decommissioning obligations on January 1, 2022, the amendments are applicable to transactions that occur after January 1, 2022.

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

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a. Statement of compliance

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

b. Basis of preparation

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

The fair value measurement is classified into three levels based on the observability and importance of related inputs, which are described as follows:

- 1) Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities on measurement day.
- 2) Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for an asset or liability, either directly (i.e., prices) or indirectly (i.e., derived from prices).
- 3) Level 3 inputs are unobservable inputs for an asset or liability.

c. Basis of consolidation

The consolidated financial statements incorporate the financial statements of the Company and the entities controlled by the Company (i.e., its subsidiaries). Income and expenses of subsidiaries acquired or disposed of during the period are included in the consolidated statement of comprehensive income from the effective dates of acquisitions up to the effective dates of disposals, as appropriate. When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those used by the Group. All

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

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

When the Group loses control of a subsidiary, a gain or loss is recognized in profit or loss and is calculated as the difference between (i) the aggregate of the fair value of the consideration received and any investment retained in the former subsidiary at its fair value at the date when control is lost and (ii) the assets (including any goodwill) and liabilities and any non-controlling interests of the former subsidiary at their carrying amounts at the date when control is lost. The Group accounts for all amounts recognized in other comprehensive income in relation to that subsidiary on the same basis as would be required if the Group had directly disposed of the related assets or liabilities.

Please refer to Note 12, Table 7 and Table 8 for detailed information on subsidiaries, percentages of ownership and main businesses.

d. Other significant accounting policies

Except for the following, for the accounting policies applied to these interim consolidated financial statements, please refer to the consolidated financial statements for the year ended December 31, 2021.

(1) Defined benefit plan

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 fiscal year, adjusted for significant market fluctuations since that time and significant plan amendments, settlements, or other significant one-off events.

(2) Taxation

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

5. Critical Accounting Judgments and Key Sources of Estimation and Uncertainty

In adopting accounting policies of the Group, management must make judgments, estimates and assumptions based on historical experience and other relevant factors for those whose information is not readily available from other sources. Actual results may differ from estimates.

The Group will incorporate the recent developments of the COVID-19 pandemic and its possible impact on the economic environment into major accounting estimates. Management will continue to review the estimates and underlying assumptions. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods. For others, please refer to the statement of major sources of uncertainty of significant accounting judgments, estimates and assumptions in the consolidated financial statements for the years ended December 31, 2021.

6. Cash and cash equivalents

	March 31, 2022	December 31, 2021	March 31, 2021
Cash on hand and petty cash	\$ 68,868	\$ 70,667	\$ 143,670
Checking accounts and demand deposits	4,221,703	3,383,659	3,180,729
Cash equivalents			
Time deposits	5,666,621	6,655,811	6,482,978
Reserve repurchase agreements collateralized by bonds	<u>1,123,779</u>	<u>255,216</u>	<u>15,430</u>
	<u>\$11,080,971</u>	<u>\$10,365,353</u>	<u>\$ 9,822,807</u>

The range of market interest rates for time deposits and reserve repurchase agreements collateralized by bonds on the balance sheet date are as follows:

	March 31, 2022	December 31, 2021	March 31, 2021
Time deposits	0.02%~2.50%	0.08%~2.50%	0.05%~2.80%
Reserve repurchase agreements collateralized by bonds	0.35%~1.00%	0.06%~0.90%	0.13%~1.00%

7. FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS - CURRENT

	<u>March 31, 2022</u>	<u>December 31, 2021</u>	<u>March 31, 2021</u>
<u>Financial assets mandatorily at FVTPL</u>			
Derivative (not under hedge accounting)			
- Foreign exchange forward contracts	\$ 14,103	\$ 8,297	\$ 5,734
Non-derivative financial assets			
- Domestic listed (OTC) shares	\$ 691,594	\$ 603,956	\$ 408,534
- Fund beneficiary certificates	4,405,959	4,896,869	4,841,181
- Beneficiary securities	248,184	232,680	233,294
- Overseas listed shares	153	464	572
Sub-total	<u>5,345,890</u>	<u>5,733,969</u>	<u>5,483,581</u>
	<u>\$ 5,359,993</u>	<u>\$ 5,742,266</u>	<u>\$ 5,489,315</u>
<u>Financial liabilities held for trading</u>			
Derivative (not under hedge accounting)			
- Foreign exchange forward contracts	\$ 43,994	\$ 3,380	\$ 28,302

At the end of the balance sheet date, outstanding foreign exchange forward contracts not under hedge accounting were as follows:

	<u>Currency</u>	<u>Expiration date</u>	<u>Contract Amount (In Thousands)</u>	
<u>March 31, 2022</u>				
Sell	RMB/NTD	2022.04.01-2022.06.21	RMB 256,400 /NTD	1,122,626
Sell	USD/MYR	2022.08.30-2022.12.20	USD 1,950 /MYR	8,215
Sell	USD/NTD	2022.04.01-2022.06.29	USD 29,310 /NTD	824,409
Buy	JPY/USD	2022.04.22-2022.06.24	JPY 90,000 /USD	767
Buy	NTD/USD	2022.04.01-2022.06.27	NTD 746,508 /USD	26,540
<u>December 31, 2021</u>				
Sell	RMB/NTD	2022.01.03-2022.03.24	RMB 375,900 /NTD	1,625,844
Sell	USD/MYR	2022.04.29-2022.10.31	USD 2,150 /MYR	9,075
Sell	USD/NTD	2022.01.03-2022.03.30	USD 45,290 /NTD	1,259,790
Sell	EUR/MYR	2022.01.31-2022.02.28	EUR 60 /MYR	304
Buy	NTD/USD	2022.03.07	NTD 128,458 /USD	4,640
Buy	JPY/USD	2022.01.18-2022.02.24	JPY 100,000 /USD	883
<u>March 31, 2021</u>				
Sell	RMB/NTD	2021.04.01-2021.06.23	RMB 329,900 /NTD	1,417,870
Sell	USD/MYR	2021.05.28-2021.09.30	USD 660 /MYR	2,735
Sell	USD/NTD	2021.04.01-2021.07.23	USD 48,580 /NTD	1,367,930
Sell	EUR/MYR	2021.07.30	EUR 120 /MYR	591
Buy	JPY/USD	2021.04.13-2021.04.26	JPY 70,000 /USD	644
Buy	NTD/USD	2021.04.06-2021.04.27	NTD 346,195 /USD	12,280

The Group entered into foreign exchange forward contracts to manage exposures to exchange rate fluctuations of foreign currency denominated assets and liabilities. However, those contracts did not meet the criteria of hedge effectiveness, and therefore, the Group did not apply hedge accounting treatments for derivative contracts.

Please refer to Note 35 for the pledge of investments in equity instruments at FVTPL

8. FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

	<u>March 31, 2022</u>	<u>December 31, 2021</u>	<u>March 31, 2021</u>
<u>Current</u>			
Investments in equity instruments			
Domestic investments			
Listed (OTC) shares	\$ <u>121,800</u>	\$ <u>145,921</u>	\$ <u>171,297</u>
<u>Non-current</u>			
Investments in equity instruments			
Domestic investments			
Listed (OTC) shares	\$ 1,859,463	\$ 1,672,941	\$ 1,655,969
Emerging market shares	27,192	21,677	12,416
Unlisted shares	<u>380,788</u>	<u>437,569</u>	<u>761,137</u>
	<u>2,267,443</u>	<u>2,132,187</u>	<u>2,429,522</u>
Overseas investments			
Listed (OTC) shares	39,045	40,855	37,159
Unlisted shares	<u>131,158</u>	<u>113,775</u>	<u>108,360</u>
	<u>170,203</u>	<u>154,630</u>	<u>145,519</u>
	<u>\$ 2,437,646</u>	<u>\$ 2,286,817</u>	<u>\$ 2,575,041</u>

The Group invested the listed shares and over-the-counter shares, emerging market shares and unlisted shares for medium- to long-term strategic purposes. Accordingly, the management elected to designate these investments in equity instruments as at FVTOCI as it believes that recognizing short-term fluctuations in these investments' fair value in profit or loss would not be consistent with the Group's strategy of holding these investments for long-term purposes.

From January 1 to March 31, 2021, due to the reduction of capital and refund of shares respectively by the invested company, the Group shall recover NT\$39,145 thousand according to the proportion of shares held.

9. FINANCIAL ASSETS AT AMORTIZED COST

	<u>March 31, 2022</u>	<u>December 31, 2021</u>	<u>March 31, 2021</u>
<u>Current</u>			
Pledged time deposits	\$ <u>363,282</u>	\$ <u>349,137</u>	\$ <u>348,229</u>
<u>Non-current</u>			
Constricted bank deposits	\$ <u>362,952</u>	\$ <u>382,501</u>	\$ <u>437,162</u>
Range of Interest Rates			
Pledged time deposits	0.04%~1.85%	0.04%~1.85%	0.04%~1.85%

Restricted bank deposit means the subsidiary's earning repatriation and for Taiwan Water Corporation's petition of provisional attachment with the court due to gas explosion case. The Group's filed applying to the Management, Utilization and Taxation for Patriated Offshore Funds Act was approved to repatriate the funds by the Ministry of Finance in 2020 and deposited the net value after tax to foreign exchange deposit account. The deposit is limited for free utilization by laws and regulations that three-year withdrawal is not permitted until five years of the deposit, except for financial investment or physical investments with partially free utilization by law.

Please refer to Note 35 for the information related to financial assets at amortized cost pledged as security.

10. NOTES RECEIVABLE, ACCOUNTS RECEIVABLE AND OTHER RECEIVABLES

	<u>March 31, 2022</u>	<u>December 31, 2021</u>	<u>March 31, 2021</u>
<u>Notes receivable (a)</u>			
At amortized cost			
Gross carrying amount	\$ <u>628,657</u>	\$ <u>875,745</u>	\$ <u>549,021</u>
<u>Accounts receivable (a)</u>			
At amortized cost			
Gross carrying amount	\$ 7,144,521	\$ 8,600,861	\$ 7,871,440
Less: allowance for loss	(<u>85,820</u>)	(<u>85,384</u>)	(<u>88,694</u>)
	<u>\$ 7,058,701</u>	<u>\$ 8,515,477</u>	<u>\$ 7,782,746</u>
<u>Other receivables (b)</u>			
Tax refund receivable	\$ 378,993	\$ 299,915	\$ 358,233
Lent material fees receivable	4,417	70,090	41,886
Others	<u>46,759</u>	<u>141,720</u>	<u>40,481</u>
	<u>\$ 430,169</u>	<u>\$ 511,725</u>	<u>\$ 440,600</u>

a. Notes and accounts receivable

The average credit period of sales of goods was 10 to 150 days. No interest was charged on the receivables.

In order to minimize credit risk, the management of the Group has delegated a team responsible for determining credit limits, credit approvals and other monitoring procedures to ensure that follow-up action is taken to recover overdue debts. Before accepting a new customer, the Group surveys the customers' credit history and measures the potential customer's credit quality to grant a credit term. A customer's credit term and rating are reviewed annually. In addition, the Group reviews the recoverable amount of each individual trade debt on the balance sheet date to ensure that adequate allowance is made for possible irrecoverable amounts. In this regard, the management believes the Group's credit risk was significantly reduced.

The Group measures the loss allowance for accounts receivable at an amount equal to lifetime ECLs. Expected credit losses over the life period are calculated using a reserve matrix, which takes into account the customer's past default record and current financial condition, industry economic situation and industry outlook.

The Group writes off accounts receivable when there is information indicating that the debtor is experiencing severe financial difficulty and there is no realistic prospect of recovery. For accounts receivable that have been written off, the Group continues to engage in enforcement activity to attempt to recover the due receivables. Where recoveries are made, they are recognized in profit or loss.

The following table details the loss allowance of notes receivables and accounts receivable based on the Group's allowance matrix.

March 31, 2022

Based on the number of overdue days

	<u>Up to 60 Days</u>	<u>61~90 Days</u>	<u>Over 91 Days</u>	<u>Total</u>
Gross carrying amount	\$ 3,561,578	\$ 165,091	\$ 115,686	\$ 3,842,355
Loss allowance (Lifetime ECLs)	(<u>12,535</u>)	(<u>518</u>)	(<u>4,297</u>)	(<u>17,350</u>)
Amortized cost	<u>\$ 3,549,043</u>	<u>\$ 164,573</u>	<u>\$ 111,389</u>	<u>\$ 3,825,005</u>

Based on credit quality

	<u>Credit Rating A</u>	<u>Credit Rating B</u>	<u>Credit Rating C</u>	<u>Other</u>	<u>Total</u>
Gross carrying amount	\$ 298,139	\$ 847,364	\$ 365,614	\$2,419,706	\$3,930,823
Loss allowance (Lifetime ECLs)	-	(<u>4,237</u>)	(<u>6,836</u>)	(<u>57,397</u>)	(<u>68,470</u>)
Amortized cost	<u>\$ 298,139</u>	<u>\$ 843,127</u>	<u>\$ 358,778</u>	<u>\$2,362,309</u>	<u>\$3,862,353</u>

December 31, 2021

Based on the number of overdue days

	<u>Up to 60 Days</u>	<u>61~90 Days</u>	<u>Over 91 Days</u>	<u>Total</u>
Gross carrying amount	\$ 4,887,767	\$ 835	\$ 8,156	\$ 4,896,758
Loss allowance (Lifetime ECLs)	(12,511)	(330)	(4,209)	(17,050)
Amortized cost	<u>\$ 4,875,256</u>	<u>\$ 505</u>	<u>\$ 3,947</u>	<u>\$ 4,879,708</u>

Based on credit quality

	<u>Credit Rating A</u>	<u>Credit Rating B</u>	<u>Credit Rating C</u>	<u>Other</u>	<u>Total</u>
Gross carrying amount	\$ 366,796	\$ 1,174,614	\$ 296,804	\$ 2,741,634	\$ 4,579,848
Loss allowance (Lifetime ECLs)	-	(6,728)	(5,191)	(56,415)	(68,334)
Amortized cost	<u>\$ 366,796</u>	<u>\$ 1,167,886</u>	<u>\$ 291,613</u>	<u>\$ 2,685,219</u>	<u>\$ 4,511,514</u>

March 31, 2021

Based on the number of overdue days

	<u>Up to 60 Days</u>	<u>61~90 Days</u>	<u>Over 91 Days</u>	<u>Total</u>
Gross carrying amount	\$ 3,211,177	\$ 3,269	\$ 3,202	\$ 3,217,648
Loss allowance (Lifetime ECLs)	(4,651)	-	(2,782)	(7,433)
Amortized cost	<u>\$ 3,206,526</u>	<u>\$ 3,269</u>	<u>\$ 420</u>	<u>\$ 3,210,215</u>

Based on credit quality

	<u>Credit Rating A</u>	<u>Credit Rating B</u>	<u>Credit Rating C</u>	<u>Other</u>	<u>Total</u>
Gross carrying amount	\$ 433,126	\$ 1,329,734	\$ 398,640	\$ 3,041,313	\$ 5,202,813
Loss allowance (Lifetime ECLs)	(4,198)	(7,397)	(6,986)	(62,680)	(81,261)
Amortized cost	<u>\$ 428,928</u>	<u>\$ 1,322,337</u>	<u>\$ 391,654</u>	<u>\$ 2,978,633</u>	<u>\$ 5,121,552</u>

The aging schedule of notes and accounts receivable with loss reserve measured based on credit quality was as follows:

	<u>March 31, 2022</u>	<u>December 31, 2021</u>	<u>March 31, 2021</u>
Not past due	\$ 3,766,273	\$ 4,251,618	\$ 4,448,918
Up to 60 days	109,169	251,874	546,395
Over 61 days	<u>55,381</u>	<u>76,356</u>	<u>207,500</u>
	<u>\$ 3,930,823</u>	<u>\$ 4,579,848</u>	<u>\$ 5,202,813</u>

The above aging schedule was based on the number of days past due from the end of the credit term.

Changes in the allowance for impairment loss recognized on notes and accounts receivable were as follows:

	For the Three Months Ended March 31, 2022	For the Three Months Ended March 31, 2021
Beginning balance	\$ 85,384	\$ 90,056
Less: Impairment losses reversed for the period	(6)	(1,205)
Less: Amounts written off	-	(58)
Foreign exchange gains and losses	<u>442</u>	<u>(99)</u>
Ending Balance	<u>\$ 85,820</u>	<u>\$ 88,694</u>

b. Other receivables

Other receivables mainly consisted of tax refund receivable, lent material fees receivable. The average aging of other receivables was less than 60 days based on the number of days past due from the invoice date, and an impairment loss was assessed based on the expected credit losses. There were no other overdue receivables with an unrecognized allowance for doubtful accounts in the Group as of March 31, 2022, December 31, 2021 and March 31, 2021.

11. INVENTORIES

	March 31, 2022	December 31, 2021	March 31, 2021
Finished goods	\$ 4,088,783	\$ 4,567,525	\$ 2,511,681
Work in progress	622,585	476,649	443,520
Raw materials	2,720,328	1,980,596	1,639,522
Supplies	452,881	359,533	379,929
Inventory in transit	<u>250,492</u>	<u>215,540</u>	<u>42,356</u>
	<u>\$ 8,135,069</u>	<u>\$ 7,599,843</u>	<u>\$ 5,017,008</u>

The cost of inventories recognized as the cost of goods sold from January 1 to March 31, 2022 and 2021, were NT\$13,968,597 thousand and NT\$11,737,736 thousand, respectively.

The loss on inventory write-down and gain on recovery of net realizable value included in the cost of goods sold from January 1 to March 31, 2022 and 2021 were a loss of NT\$25,842 thousand and a gain of NT\$12,100 thousand, respectively, and the increase in the net realizable value of inventories was mainly due to the increase in the selling prices of inventories in the market.

12. SUBSIDIARIES

a. Subsidiaries included in the consolidated financial statements

The consolidated financial statements are prepared by the following subjects:

Investor	Name of Subsidiary	Nature of Activities	Proportion of Ownership (%)			Remark
			March 31, 2022	December 31, 2021	March 31, 2021	
The Company	USI Investment Co., Ltd. (USII)	Investment business	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	Swanlake Traders Ltd. (Swanlake)	Trading and investment	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	8.
	USI Far East (HK) Co., Ltd.	Trading and investment	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	USI Management Consulting Corp. (UM)	Providing management services	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	Chong Loong Trading Co., Ltd. (CLT)	Import and export trade	<u>99.9%</u>	<u>99.9%</u>	<u>99.9%</u>	
	Union Polymer International Investment Corporation (UPIIC)	Investment business	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	Cypress Epoch Limited	Investment business	<u>-----</u>	<u>-----</u>	<u>100.0%</u>	1.
	INOMA Corporation	Optical products and fire protection materials	<u>94.4%</u>	<u>94.4%</u>	<u>94.4%</u>	
	USIG (Shanghai) Co., Ltd. (USIG)	Import and distribution of various types of chemical raw materials and products	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	1.
	USI Green Energy Corporation ("USIGE")	Solar power generation business	<u>100.0%</u>	<u>100.0%</u>	<u>-----</u>	2.
The Company	Taiwan United Venture Capital Corp. ("TUVC")	Venture capital	70.0%	70.0%	70.0%	11.
Asia Polymer Corporation (APC)			<u>8.3%</u>	<u>8.3%</u>	<u>8.3%</u>	
			<u>78.3%</u>	<u>78.3%</u>	<u>78.3%</u>	
The Company	Swanson Plastics Corp. ("SPC")	Production and marketing of stretch film, embossed film and industrial use multi-layer wrap	40.6%	40.6%	40.6%	
Asia Polymer Corporation			8.0%	8.0%	8.0%	
USIFE Investment Co., Ltd.			<u>6.0%</u>	<u>6.0%</u>	<u>4.9%</u>	3.
			<u>54.6%</u>	<u>54.6%</u>	<u>53.5%</u>	
The Company	Acme Electronics Corp. (ACME)	Production and marketing of manganese-zinc soft ferrite powder	26.9%	26.9%	26.9%	
China General Plastics Corporation			1.7%	1.7%	1.7%	
USIFE Investment Co., Ltd.			9.3%	9.3%	9.3%	
Asia Polymer Corporation			3.3%	3.3%	3.3%	
Taita Chemical Company, Ltd.			2.4%	2.4%	2.4%	
APC Investment Corporation			<u>1.0%</u>	<u>1.0%</u>	<u>1.0%</u>	
			<u>44.6%</u>	<u>44.6%</u>	<u>44.6%</u>	13.
The Company	USI Optronics Corporation (USIO)	Manufacturing and marketing of sapphire crystal	50.9%	50.9%	50.9%	
Acme Electronics Corporation			34.0%	34.0%	34.0%	
Asia Polymer Corporation			9.2%	9.2%	9.2%	
USIFE Investment Co., Ltd.			<u>0.2%</u>	<u>0.2%</u>	<u>0.2%</u>	
			<u>94.3%</u>	<u>94.3%</u>	<u>94.3%</u>	
Acme Electronics Corporation	ACME Electronics (Cayman) Corp.	Reinvestment business	51.3%	51.3%	51.3%	
APC (BVI) Holding Co., Ltd.			16.6%	16.6%	16.6%	
Swanlake Traders Ltd.			16.7%	16.7%	16.7%	
TAITA (BVI) Holding Co., Ltd.			<u>5.4%</u>	<u>5.4%</u>	<u>5.4%</u>	4.
			<u>90.0%</u>	<u>90.0%</u>	<u>90.0%</u>	
Acme Electronics Corporation	Golden Amber Enterprises Limited	Reinvestment business	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
ACME Electronics (Cayman) Corp.	Acme Electronics (Kunshan) Co., Ltd.	Manufacturing and sales of manganese-zinc soft ferrite core	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	ACME Components (Malaysia) Sdn.Bhd.	Reinvestment business	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
Golden Amber Enterprises Limited	Acme Electronics (Guang-Zhou) Co., Ltd.	Manufacturing and sales of manganese-zinc soft ferrite core	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	

(Continued)

(Continued)

Investor	Name of Subsidiary	Nature of Activities	Proportion of Ownership (%)			Remark
			March 31, 2022	December 31, 2021	March 31, 2021	
Union Polymer Int'l Investment Corp.	Asia Polymer Corporation (APC)	Production and marketing of low-density polyethylene, medium-density polyethylene, ethylene vinyl acetate and importing and marketing of linear low-density polyethylene and high-density polyethylene	36.1%	36.1%	36.1%	
China General Terminal & Distribution Co.			0.9%	0.9%	0.9%	
USIFE Investment Co., Ltd.			0.3%	0.3%	0.3%	
Taiwan VCM Corporation			-	-	-	
Asia Polymer Corporation	APC (BVI) Holding Co., Ltd. (APC (BVI))	Reinvestment business	<u>37.3%</u> <u>100.0%</u>	<u>37.3%</u> <u>100.0%</u>	<u>37.3%</u> <u>100.0%</u>	13. 8.
Asia Polymer Corporation APC (BVI) Holding Co., Ltd.	USI International Corporation	Reinvestment business	<u>70.0%</u> <u>30.0%</u> <u>100.0%</u>	<u>70.0%</u> <u>30.0%</u> <u>100.0%</u>	<u>70.0%</u> <u>30.0%</u> <u>100.0%</u>	
Asia Polymer Corporation APC (BVI) Holding Co., Ltd.	APC Investment Corporation USI Trading (Shanghai) Co.,Ltd.	Investment business Management of chemical products, equipment and plastic products and whole sale of electronic materials, commission agency services and related supporting import and export services	<u>100.0%</u> <u>100.0%</u>	<u>100.0%</u> <u>100.0%</u>	<u>100.0%</u> <u>100.0%</u>	
Union Polymer Int'l Investment Corp.	Taita Chemical Company, Limited (TTC)	Production and marketing of polystyrene, acrylonitrile, butadiene, ABS resin, SAN resin, glass wool insulation products and plastic materials	36.8%	36.8%	36.8%	
China General Terminal & Distribution Co.			0.6%	0.6%	0.6%	
USIFE Investment Co., Ltd.			<u>0.4%</u>	<u>0.4%</u>	<u>0.4%</u>	
TTC Chemical Company, Ltd.	TAITA (BVI) Holding Co, Ltd. (TAITA (BVI))	Reinvestment business	<u>37.8%</u> <u>100.0%</u>	<u>37.8%</u> <u>100.0%</u>	<u>37.8%</u> <u>100.0%</u>	13. 5.
TAITA (BVI) Holding Co, Ltd.	Taita Chemical (Zhong Shan) Co., Ltd. (TTC (ZS))	Production and marketing of polystyrene derivatives	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	Taita Chemical (Tianjin) Co., Ltd. ("TTC (TJ)")	Production and marketing of polystyrene derivatives	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	6.
	Zhangzhou Taita Chemical Company, Limited (ZTC)	Production and marketing of polystyrene derivatives	<u>100.0%</u>	-	-	5.
Union Polymer International Investment Corporation	China General Plastics Corporation ("CGPC")	Production and sales of plastic cloths, plastic skins, plastic tubes, plastic pellets, plastic powder and other related products	25.0%	25.0%	25.0%	
Asia Polymer Corporation Taita Chemical Company, Ltd.			8.0% 2.0%	8.0% 2.0%	8.0% 2.0%	
China General Terminal & Distribution Co.			0.5%	0.5%	0.5%	
USIFE Investment Co., Ltd.			<u>0.1%</u>	<u>0.1%</u>	<u>0.1%</u>	
China General Plastics Corporation	Taiwan VCM Corporation ("TVCM")	Manufacturing and marketing of vinyl chloride monomer and related petrochemical products	<u>35.6%</u> <u>87.3%</u>	<u>35.6%</u> <u>87.3%</u>	<u>35.6%</u> <u>87.2%</u>	13. 7.
	CGPC (BVI) Holding Co., Ltd.	Reinvestment business	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	CGPC America Corporation	Marketing of PVC two- or three-time processed products	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	CGPC Polymer Corporation ("CGPCPOL")	Manufacturing and marketing of PVC powder	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
CGPC (BVI) Holding Co., Ltd.	Continental General Plastics (ZhongShan) Co.,Ltd. (CGPC (ZS))	Manufacturing and sales of PVC film and third-time processed products	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	10.
	CGPC Consumer Products Corporation	Manufacturing and sales of PVC film and third-time processed products	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	10.
China General Plastics Corporation	China General Terminal & Distribution Corporation (CGTD)	Warehousing petrochemical raw materials	33.3%	33.3%	33.3%	
Taita Chemical Company, Ltd.			33.3%	33.3%	33.3%	
Asia Polymer Corporation			<u>33.4%</u> <u>100.0%</u>	<u>33.4%</u> <u>100.0%</u>	<u>33.4%</u> <u>100.0%</u>	
USIFE Investment Co., Ltd.	Taiwan United Venture Management Corp. (TUMV)	Business management consulting	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
ACME Components (Malaysia) Sdn.Bhd.	ACME Ferrite Products Sdn.Bhd	Manufacturing and marketing of soft ferrite core	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	

(Continued)

(Continued)

Investor	Name of Subsidiary	Nature of Activities	Proportion of Ownership (%)			Remarks
			March 31, 2022	December 31, 2021	March 31, 2021	
Swanson Plastics Corporation	Curtana Company Ltd.	Reinvestment business				9.
	Forever Young Company Ltd.	Trading and agency businesses	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	Swanson Plastics (Singapore) Pte., Ltd.	Production and marketing of plastic products	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	Swanson International Ltd.	Import and export trade	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
Swanson Plastics Corporation	PT. Swanson Plastics Indonesia Ltd.	Production and marketing of plastic products	1.0%	1.0%	1.0%	
Swanson Plastics (Singapore) Pte., Ltd.			<u>99.0%</u>	<u>99.0%</u>	<u>99.0%</u>	
			<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
Swanson Plastics Corporation	Swanson Technologies Corporation ("STC")	Production, marketing and development of EVA packaging film and other value added plastic products	70.0%	70.0%	70.0%	
APC Investment Corporation			15.0%	15.0%	15.0%	
USIFE Investment Co., Ltd.			<u>15.0%</u>	<u>15.0%</u>	<u>15.0%</u>	
			<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
Swanson Plastics (Singapore) Pte., Ltd.	Swanson Plastics (Malaysia) Sdn. Bhd.	Production and marketing of plastic products	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	Swanson Plastics (India) Private Limited	Production and marketing of plastic products	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	Swanson Plastics (Tianjin) Co., Ltd.	Production, sales and development of multi-functional film and light-solution film	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
Swanson International Ltd.	A.S.Holdings (UK) Limited	Reinvestment business	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
	Swanson Plastics (Kunshan) Co., Ltd.	Production, sales and development of multi-functional film and light-solution film	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
A.S. Holdings (UK) Limited	ASK-Swanson (Kunshan) Co., Ltd.	Production and sales of PE release film and other release products	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	
The Company (Asia Polymer Corporation)	Ever Conquest Global Limited ("ECGL")	Investment business	59.1%	59.1%	59.1%	
			<u>40.9%</u>	<u>40.9%</u>	<u>40.9%</u>	
			<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	12.
Ever Conquest Global Limited	Ever Victory Global Limited (EVGL)	Investment business	<u>67.4%</u>	<u>67.4%</u>	<u>67.4%</u>	12 and 13.
Ever Victory Global Limited	Dynamic Ever Investments Limited (DEIL)	Investment business	<u>85.0%</u>	<u>85.0%</u>	<u>85.0%</u>	12.

- 1) To simplify investing framework, the Company hanged its indirect investment in USIG (Shanghai) Co., Ltd. in China with approval of the Investment Commission, Ministry of Economics Affairs (Investment Commission) dated January 25, 2021, as such, with the approval, it was revised to be direct investment. And Cypress Epoch Limited has completed the dissolution and liquidation procedures on September 28, 2021.
- 2) In response to the government's green power policy, the Company purchased 100% of the equity from the non-related parties, Xuanju Co., Ltd. on July 5, 2021 at a purchase price of NT\$34,092 thousand, which was confirmed by the Board of Directors on July 8, 2021. In addition, USIGE issued 7,000 thousand ordinary shares through cash capital increase by resolution of the board of directors on November 3, 2021, which was subscribed by the Company in full. The paid-up capital after capital increase was NT\$70,100 thousand.
- 3) USI Investment Co., Ltd. (USII) obtained 1.1% equity from external shareholders of Swanson Plastics Corporation (SPC) in 2021 based on medium

and long-term investment strategy, and obtained a price of NT\$19,691 thousand.

- 4) On January 21, 2021, Swanlake acquired 5.42% equity from the external shareholders of ACME Electronics (Cayman) Corp. approved by the Investment Commission, MOEA with the purchase price of NT\$2,172 thousand. After the purchase of equity, the proportion of equity held by the Group in ACME Electronics (Cayman) Corp. increased from 84.53% to 89.95%. As these transactions did not change the Group's control over the subsidiary, it is deemed as an equity transaction. Differences generated from the aforementioned equity transaction were adjusted to increases in capital surplus of NT\$3,564 thousand.
- 5) The board of directors of TTC decided on December 3, 2020 to invest RMB 314,000 thousand through TAITA (BVI) to establish ZTC Co. The company completed the establishment registration on June 28, 2021, and TAITA (BVI) has injected capital of RMB 306,950 thousand on March 8, 2022.
- 6) The management of TTC decided to suspend the main production of expanded polystyrene (EPS) by TTC (Tianjin) from April 2019 due to the assessment of the demand reduction of its subsidiary TTC (Tianjin) in the local market. Please refer to Note 14 for relevant explanation.
- 7) Based on the medium- and long- term investment strategy, the Group acquired 157 thousand shares of Taiwan VCM Corporation (TVCM) from external shareholders from March to September 2021 at a price of NT\$2,653 thousand. After the purchase of shares, the equity proportion of the Group to Taiwan VCM Corporation (TVCM) increased from 87.22% to 87.27%. As these transactions did not change the Group's control over the subsidiary, it is deemed as an equity transaction. Differences generated from the aforementioned equity transaction were adjusted to increases in capital surplus of NT\$252 thousand.
- 8) In order to sell the products produced by Gulei, the Company and APC resolved on August 13, 2020 and August 12, 2020, respectively, to establish a joint venture sales company, Zhangzhou Taiju Trading Co., Ltd., in Fujian Province, China, with a planned capital of RMB 300,000 thousand (approximately USD 46,000 thousand). The funds are expected to be USD 32,200 thousand and USD 13,800 thousand, respectively, invested by Swanlake and APC (BVI) Holding Co., Ltd., and the registration was completed on March 12, 2022; however, as of May 5, 2022, no actual capital has been invested.
- 9) In August 2020, Swanson Plastics Corporation (SPC) resolved to dissolve and liquidate the subsidiary Curtana Company Ltd., with the dissolution and liquidation procedure completed on February 5, 2021.
- 10) CGPC disposed of CGPC (ZS) and CGPC Consumer Products Corporation ("CGPC (CP)") by resolution as approved in the meeting of the board of directors in October 2011. However, since the Company leased out the idle plant of the discontinued unit in 2021, considering that the operation of the

plant is not substantially discontinued, the discontinued operation is reversed to continuing operation after evaluation.

- 11) To improve the financial structure and activate the company's capital utilization, TUVK passed the resolution of the extraordinary shareholders' meeting on November 25, 2021 to cover losses of NT\$100,000 thousand with retained earnings, and to cancel the issued shares of 10,000 thousand shares. The capital reduction ratio was 21.28%, and the base date for it was December 3, 2021. After the capital reduction, the paid-in share capital of TUVK was NT\$370,000 thousand.
- 12) As of March 31, 2022, the Company and APC invested capital amounted to USD 246,670 thousand (around NT\$7,645,981 thousand) and USD 170,475 thousand (around NT\$5,255,587 thousand) in ECGL, respectively, and reinvested in EVGL via ECGL as well as in DEIL. The total ownership percentage of the Group in EVGL is 67.4%. For more detailed explanation, please refer to and Note 13.
- 13) This is a subsidiary with material non-controlling interests. The financial statements of major subsidiaries CGPC, TTC, UPIIC, ECGL, EVGL and DEIL and some non-major subsidiaries as ACEM, ACME (Cayman), TVCM, CGPCPOL, APC and TAITA (ZS) and TAITA (TJ) included in the consolidated financial statements from January 1 to March 31, 2022 and 2021 have been reviewed by the accountants, and the financial statements of the remaining subsidiaries were reviewed by CPAs.

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

Subsidiary	Proportion of Ownership and Voting Rights Held by Non-controlling Interests		
	March 31, 2022	December 31,	
		2021	March 31, 2022
CGPC	64.4%	64.4%	64.4%
TTC	62.2%	62.2%	62.2%
ACME	55.4%	55.4%	55.4%
APC	62.7%	62.7%	62.7%
EVGL	32.6%	32.6%	32.6%

Please refer to Table 7 and 8 for the information on places of incorporation and principal places of business.

Subsidiary	Profit (Loss) Allocated to Non-controlling Interests		Non-controlling Interests		
	From January 1 to March 31, 2022	From January 1 to March 31, 2021	March 31, 2022	December 31, 2021	March 31, 2021
	CGPC	\$ 296,421	\$ 543,568	\$ 7,363,298	\$ 7,063,369
TTC	\$ 163,947	\$ 309,457	\$ 4,925,511	\$ 4,715,783	\$ 4,211,870
ACME	\$ 6,752	\$ 4,435	\$ 760,213	\$ 720,250	\$ 713,590
APC	\$ 156,155	\$ 375,548	\$ 9,581,467	\$ 9,385,928	\$ 8,125,740
EVGL	(\$ 316,024)	(\$ 1,201)	\$ 5,637,647	\$ 5,740,914	\$ 5,959,684

The summarized financial information in respect of each of the Group's subsidiaries below represents amounts before intra-group eliminations:

CGPC and CGPC's subsidiaries

	March 31, 2022	December 31, 2021	March 31, 2021
Current assets	\$ 7,947,706	\$ 7,888,292	\$ 6,855,959
Non-current assets	9,246,044	9,087,023	8,260,866
Current liabilities	(2,692,590)	(2,992,501)	(2,550,821)
Non-current liabilities	(<u>2,157,877</u>)	(<u>2,147,545</u>)	(<u>1,341,370</u>)
Equity	<u>\$ 12,343,283</u>	<u>\$ 11,835,269</u>	<u>\$ 11,224,634</u>

Equity attributable to:

Owners of the Company	\$ 4,259,480	\$ 4,099,608	\$ 3,900,753
Non-controlling interests of CGPC	7,363,298	7,063,369	6,664,013
Non-controlling interests of CGPC's subsidiaries	<u>720,505</u>	<u>672,292</u>	<u>659,868</u>
	<u>\$ 12,343,283</u>	<u>\$ 11,835,269</u>	<u>\$ 11,224,634</u>

	For the Three Months Ended March 31, 2022	For the Three Months Ended March 31, 2021
Revenue	<u>\$ 5,307,072</u>	<u>\$ 4,978,665</u>
Net profit for the period	\$ 499,029	\$ 886,776
Other comprehensive income (loss)	<u>8,990</u>	<u>34,553</u>
Total comprehensive income	<u>\$ 508,019</u>	<u>\$ 921,329</u>

Net profit attributable to:

Owners of the Company	\$ 154,413	\$ 283,157
Non-controlling interests of CGPC	296,421	543,568
Non-controlling interests of CGPC's subsidiaries	<u>48,195</u>	<u>60,051</u>
	<u>\$ 499,029</u>	<u>\$ 886,776</u>

Total comprehensive income
attributable to:

Owners of the Company	\$ 159,709	\$ 378,602
Non-controlling interests of CGPC	300,097	482,625
Non-controlling interests of CGPC's subsidiaries	<u>48,213</u>	<u>60,102</u>
	<u>\$ 508,019</u>	<u>\$ 921,329</u>

Cash flow

Operating activities	\$ 777,172	\$ 214,647
Investing activities	(379,495)	(324,110)
Financing activities	(169,499)	(8,253)
Effects of exchange rate changes	<u>2,974</u>	<u>(584)</u>
Net cash Inflows (outflow)	<u>\$ 231,152</u>	<u>(\$ 118,300)</u>

TTC and TTC's subsidiaries

	<u>March 31, 2022</u>	<u>December 31, 2021</u>	<u>March 31, 2021</u>
Current assets	\$ 6,919,321	\$ 7,290,336	\$ 6,226,326
Non-current assets	3,427,933	3,454,323	3,353,076
Current liabilities	(1,907,652)	(2,343,160)	(1,965,354)
Non-current liabilities	(<u>450,654</u>)	(<u>739,686</u>)	(<u>719,357</u>)
Equity	<u>\$ 7,988,948</u>	<u>\$ 7,661,813</u>	<u>\$ 6,894,691</u>
Equity attributable to:			
Owners of the Company	\$ 3,063,437	\$ 2,946,030	\$ 2,682,821
Non-controlling interests of TTC	<u>4,925,511</u>	<u>4,715,783</u>	<u>4,211,870</u>
	<u>\$ 7,988,948</u>	<u>\$ 7,661,813</u>	<u>\$ 6,894,691</u>

	<u>For the Three Months Ended March 31, 2022</u>	<u>For the Three Months Ended March 31, 2021</u>
Revenue	<u>\$ 4,535,929</u>	<u>\$ 4,536,148</u>
Net profit for the period	\$ 258,890	\$ 488,665
Other comprehensive income (loss)	<u>68,245</u>	<u>50,220</u>
Total comprehensive income	<u>\$ 327,135</u>	<u>\$ 538,885</u>
Net profit attributable to:		
Owners of the Company	\$ 94,943	\$ 179,208
Non-controlling interests of TTC	<u>163,947</u>	<u>309,457</u>
	<u>\$ 258,890</u>	<u>\$ 488,665</u>
Total comprehensive income attributable to:		
Owners of the Company	\$ 118,277	\$ 207,569
Non-controlling interests of TTC	<u>208,858</u>	<u>331,316</u>
	<u>\$ 327,135</u>	<u>\$ 538,885</u>
Cash flow		
Operating activities	\$ 446,421	\$ 69,911
Investing activities	(18,703)	(19,812)
Financing activities	(500,959)	149,804
Effects of exchange rate changes	<u>57,170</u>	<u>(9,624)</u>
Net cash (outflow) inflow	<u>(\$ 16,071)</u>	<u>\$ 190,279</u>

ACME and ACME's subsidiaries

	<u>March 31, 2022</u>	<u>December 31, 2021</u>	<u>March 31, 2021</u>
Current assets	\$ 2,384,563	\$ 2,335,126	\$ 1,939,869
Non-current assets	2,115,229	2,005,472	1,683,233
Current liabilities	(1,507,199)	(1,600,758)	(1,230,590)
Non-current liabilities	(970,856)	(804,698)	(523,913)
Equity	<u>\$ 2,021,737</u>	<u>\$ 1,935,142</u>	<u>\$ 1,868,599</u>
Equity attributable to:			
Owners of the Company	\$ 634,782	\$ 614,791	\$ 577,914
Non-controlling interests of ACME	760,213	720,250	713,590
Non-controlling interests of ACME's subsidiaries	<u>626,742</u>	<u>600,101</u>	<u>577,095</u>
	<u>\$ 2,021,737</u>	<u>\$ 1,935,142</u>	<u>\$ 1,868,599</u>

	<u>For the Three Months Ended March 31, 2022</u>	<u>For the Three Months Ended March 31, 2021</u>
Revenue	<u>\$ 729,216</u>	<u>\$ 678,598</u>
Net profit for the period	\$ 18,093	\$ 9,327
Other comprehensive income (loss)	<u>68,502</u>	(25,803)
Total comprehensive income	<u>\$ 86,595</u>	(\$ 16,476)
Loss attributable to:		
Owners of the Company	\$ 5,391	\$ 3,541
Non-controlling interests of ACME	6,752	4,435
Non-controlling interests of ACME's subsidiaries	<u>5,950</u>	<u>1,351</u>
	<u>\$ 18,093</u>	<u>\$ 9,327</u>
Total comprehensive income attributable to:		
Owners of the Company	\$ 26,615	(\$ 2,602)
Non-controlling interests of ACME	33,339	(3,258)
Non-controlling interests of ACME's subsidiaries	<u>26,641</u>	(10,616)
	<u>\$ 86,595</u>	(\$ 16,476)
Cash flow		
Operating activities	(\$ 151,443)	(\$ 23,415)
Investing activities	(115,640)	(61,013)
Financing activities	109,042	45,920
Effects of exchange rate changes	<u>37,288</u>	(19,086)
Net cash outflow	<u>(\$ 120,753)</u>	<u>(\$ 57,594)</u>

APC and APC's subsidiaries

	<u>March 31, 2022</u>	<u>December 31, 2021</u>	<u>March 31, 2021</u>
Current assets	\$ 3,803,852	\$ 4,098,928	\$ 3,207,913
Non-current assets	14,803,358	14,879,618	14,421,377
Current liabilities	(1,444,158)	(1,942,077)	(2,031,600)
Non-current liabilities	(<u>1,366,463</u>)	(<u>1,574,420</u>)	(<u>2,541,912</u>)
Equity	<u>\$15,796,589</u>	<u>\$15,462,049</u>	<u>\$13,055,778</u>
Equity attributable to:			
Owners of the Company	\$ 6,215,122	\$ 6,076,121	\$ 4,930,038
Non-controlling interests of APC	<u>9,581,467</u>	<u>9,385,928</u>	<u>8,125,740</u>
	<u>\$15,796,589</u>	<u>\$15,462,049</u>	<u>\$13,055,778</u>

	<u>For the Three Months Ended March 31, 2022</u>	<u>For the Three Months Ended March 31, 2021</u>
Revenue	<u>\$ 2,141,616</u>	<u>\$ 1,852,605</u>
Net profit for the period	\$ 230,820	\$ 555,116
Other comprehensive income (loss)	<u>103,720</u>	<u>391,115</u>
Total comprehensive income	<u>\$ 334,540</u>	<u>\$ 946,231</u>
Net profit attributable to:		
Owners of the Company	\$ 74,665	\$ 179,568
Non-controlling interests of APC	<u>156,155</u>	<u>375,548</u>
	<u>\$ 230,820</u>	<u>\$ 555,116</u>
Total comprehensive income attributable to:		
Owners of the Company	\$ 137,200	\$ 389,978
Non-controlling interests of APC	<u>197,340</u>	<u>556,253</u>
	<u>\$ 334,540</u>	<u>\$ 946,231</u>
Cash flow		
Operating activities	\$ 800,335	\$ 640,294
Investing activities	(59,063)	(114,959)
Financing activities	(705,500)	(450,212)
Effects of exchange rate changes	<u>9,157</u>	<u>(442)</u>
Net cash inflow	<u>\$ 44,929</u>	<u>\$ 74,681</u>

EVGL and EVGL's subsidiaries

	<u>March 31, 2022</u>	<u>December 31, 2021</u>	<u>March 31, 2021</u>
Current assets	\$ 1,288,000	\$ 1,253,726	\$ 1,303,431
Non-current assets	18,921,105	19,335,554	20,068,258
Current liabilities	(<u>13,177</u>)	(<u>15,576</u>)	(<u>12,737</u>)
Equity	<u>\$ 20,195,928</u>	<u>\$ 20,573,704</u>	<u>\$ 21,358,952</u>
Equity attributable to:			
Owners of the Company	\$ 11,657,163	\$ 11,870,694	\$ 12,323,052
Non-controlling interests of EVGL	5,637,647	5,740,914	5,959,684
Non-controlling interests of EVGL's subsidiaries	<u>2,901,118</u>	<u>2,962,096</u>	<u>3,076,216</u>
	<u>\$ 20,195,928</u>	<u>\$ 20,573,704</u>	<u>\$ 21,358,952</u>

	<u>For the Three Months Ended March 31, 2022</u>	<u>For the Three Months Ended March 31, 2021</u>
Loss for the period	(\$ 1,140,654)	(\$ 4,415)
Other comprehensive income (loss)	<u>762,879</u>	(<u>101,297</u>)
Total comprehensive income	(<u>\$ 377,775</u>)	(<u>\$ 105,712</u>)
Loss attributable to:		
Owners of the Company	(\$ 653,455)	(\$ 2,482)
Non-controlling interests of EVGL	(316,024)	(1,201)
Non-controlling interests of EVGL's subsidiaries	(<u>171,175</u>)	(<u>732</u>)
	(<u>\$ 1,140,654</u>)	(<u>\$ 4,415</u>)
Total comprehensive income attributable to:		
Owners of the Company	(\$ 213,531)	(\$ 60,352)
Non-controlling interests of EVGL	(103,267)	(29,187)
Non-controlling interests of EVGL's subsidiaries	(<u>60,977</u>)	(<u>16,173</u>)
	(<u>\$ 377,775</u>)	(<u>\$ 105,712</u>)
Cash flow		
Operating activities	\$ 5,525	\$ 1,957
Effects of exchange rate changes	<u>42,147</u>	<u>2,462</u>
Net cash inflow	<u>\$ 47,672</u>	<u>\$ 4,419</u>

13. INVESTMENTS ACCOUNTED FOR USING EQUITY METHOD

	<u>March 31, 2022</u>	<u>December 31, 2021</u>	<u>March 31, 2021</u>
Investments in joint ventures			
Associates that are			
individually material			
Fujian Gulei			
Petrochemical Co.,			
Ltd. (Gulei)	<u>\$ 18,921,105</u>	<u>\$ 19,335,554</u>	<u>\$ 20,068,258</u>

Investments in joint venture are accounted for using the equity method.

The Company and Asia Polymer Corporation (APC) entered into a joint venture contract for an investment of Fujian Gulei Petrochemical Co., Ltd. on April 17, 2014. The related entities of the contract or commitments are Ho Tung Chemical Corporation, LCY Chemical Corporation, HsinTay Petroleum Company Limited, Chenery Global Corporation and Lien Hwa Industrial Corporation. The main contents of the contract and commitments include: (1) the shareholders shall establish Ever Victory Global Limited (hereinafter referred to as "EVGL") and agree to pass the establishment of the 100%-owned company named Dynamic Ever Investments Limited (hereinafter referred to as "DEIL") in Hong Kong, which purpose is to build oil refineries and produce seven products such as ethylene on the Gulei Peninsula in Zhangzhou, Fujian Province, as approved by the competent authorities of the Republic of China and according to the business operation permitted by the Joint Venture's board of directors; and (2) DEIL established a joint venture company with Fujian Petrochemical Chemical Co., Ltd. ("FPCL") to operate the target business in Gulei Industrial Park, Zhangzhou, Fujian Province (hereinafter referred to as "Gulei") in accordance with the laws and regulations of the People's Republic of China and acquired 50% of the issued shares of Gulei as the basis for the joint investment.

Dynamic Ever Investments Limited and Fujian Refining and Chemical Co. signed "Fujian Gulei Petrochemical Corporation Limited Joint Venture Contract" which stipulated an increase in the investment amount, and this contract led to part of the original related contract entities being unable to keep their respective investment ratios as provided by the original contract or to participate in the subsequent capital increase procedures. In order to meet the business requirement of the original contract, the Company and APC resigned the joint venture contract on September 30, 2016 and added a new contractually promised related entity, CTCI Corp. On December 18, 2019, the Company and APC again resigned the joint venture contract and added new contractually promised related entities, Fubon Financial Holding Venture Capital Corporation and Hongfu Investment Co., Ltd.

In order to increase Gulei Company's working capital, Ever Victory Global Limited and Hong Kong DOR PO INVESTMENT COMPANY LIMITED (DOR PO) signed a joint venture contract for an investment in Dynamic Ever Investment Limited on June 5, 2019. According to the contract, DOR PO would invest USD 109,215 thousand in Dynamic Ever Investment Limited. As of March 31, 2022, DOR PO had invested USD 103,915 thousand and held 15% ownership interest in DEIL.

As of March 31, 2022, the Company and APC cumulatively invested USD 246,670 thousand (approximately NT\$7,645,981 thousand) and USD 170,475 thousand (approximately NT\$5,255,587 thousand) in Ever Conquest Global Limited (ECGL), respectively, and reinvested in EVGL via ECGL as well as in DEIL. The Company and APC together hold 67.4% shares in EVGL in total. DEIL has invested capital amounted to RMB 4,657,200 thousand in Gulei.

The percentage of the Group's ownership and voting rights were all 50% of the outstanding shares of Gulei as of March 31, 2022, December 31, 2021 and March 31, 2021.

For the scope of business operations, the location and national information of Gulei's registry of joint venture, please refer to Table 8.

The summary of financial information below represents amounts shown in the joint venture's financial statements prepared in accordance with IFRSs adjusted by the Group for equity accounting purposes.

	March 31, 2022	December 31, 2021	March 31, 2021
Cash	<u>\$ 6,005,852</u>	<u>\$ 5,030,725</u>	<u>\$ 3,465,301</u>
Current assets	\$ 27,281,217	\$ 20,980,740	\$ 8,374,719
Non-current assets	107,592,133	103,618,406	82,033,743
Current liabilities	(36,029,394)	(28,893,712)	(10,000,828)
Non-current liabilities	(<u>61,001,746</u>)	(<u>57,034,326</u>)	(<u>40,271,118</u>)
Equity	37,842,210	38,671,108	40,136,516
Proportion of the Group's ownership	<u>50%</u>	<u>50%</u>	<u>50%</u>
Equity attributable to the Group	<u>\$ 18,921,105</u>	<u>\$ 19,335,554</u>	<u>\$ 20,068,258</u>
Carrying amount	<u>\$ 18,921,105</u>	<u>\$ 19,335,554</u>	<u>\$ 20,068,258</u>
		For the Three Months Ended March 31, 2022	For the Three Months Ended March 31, 2021
The Group's share of:			
(Loss) profit for the period		(<u>\$ 1,135,180</u>)	<u>\$ 1,987</u>

Gulei has been in operation since November 2021 with revenue.

The share of profit and loss and other comprehensive income of a joint venture and the Group using the equity method from January 1 to March 31, 2022 and 2021 shall be calculated on the basis of the financial statements which have not been reviewed by CPAs.

The Company considered the needs of the transformation of the petrochemical industry in the future, and in line with the trend of energy saving, carbon reduction, and sustainable development, and it established a joint venture of DataWise Tech. Co., LTD. (DataWise) with Delta Electronics, Inc. through integration and connection knowledge and technology of both parties. It invests in assisting petrochemical and continuous process industries to develop and promote digital transformation, so as to improve industrial efficiency and continue to strengthen the industrial value of green and

intelligent production. In April 2022, the Company has invested NT\$90,000 thousand to acquire 9,000 thousand shares of DataWise, with a shareholding ratio of 30%.

14. PROPERTY, PLANT AND EQUIPMENT - FOR SELF-USE

	<u>March 31, 2022</u>	<u>December 31, 2021</u>	<u>March 31, 2021</u>
Freehold Land	\$ 4,682,237	\$ 4,682,237	\$ 4,682,237
Land improvements	8,278	5,623	6,596
Buildings and Improvements	3,784,840	3,809,068	3,877,525
Machinery and Equipment	10,882,286	10,940,540	11,326,437
Transportation equipment	33,881	33,559	43,533
Other equipment	286,242	294,331	306,342
Construction in progress and equipment under installation	<u>5,041,903</u>	<u>4,705,653</u>	<u>3,119,966</u>
	<u>\$ 24,719,667</u>	<u>\$ 24,471,011</u>	<u>\$ 23,362,636</u>

In accordance with the New Taipei City Government Letter Development No. 1072133080 dated November 7, 2018, the land and buildings of the Company located in Linkou are within the scope of "Urban Land Redeveloping Zone at 1st Industrial Park in Linkou District". Partial of the land will be reclaimed and is expected to be returned in 2022.

In cooperation with the Taiwan International Ports Corporation, Ltd. (Ports Co.), Ministry of Transportation and Communications, to relocate the petrochemical oil storage tank facilities of the old port area operators, CGTD leased the port facilities and storage areas of the Kaohsiung Port Intercontinental Container Center Second Phase Petrochemical Oil Storage and Transportation Center from Ports Co., the lease period being from August 1, 2017 to July 31, 2042, rent paid quarterly. In addition, the boards of directors of the Company, CGTD, APC and TVCM, resolved in 2019 to build the second phase of the Intercontinental Petrochemical Oil Products Center. As of March 31, 2022, the Group had paid NT\$2,240,077 thousand for the project, which was accounted for under construction in progress.

Due to shrinking demand of EPS in the local market, the main product of Taita Chemical (Tianjin) Co., Ltd. ("TAITA (TJ)"), the management decided to suspend the production of TAITA (TJ) starting from April 2019. TAITA (TJ) determined the recoverable amounts of the property, plant and equipment (including right -of-use assets), on the basis of fair values less costs of disposal. The fair value was measured by Level 3 inputs as of December 31, 2021 by an independent appraisal company. The assessment was a revaluation of the replacement cost and economic useful life of the property, plant and equipment within the assessment scope, and the assessment results showed that the recoverable amount was lower than the carrying amount. TAITA (TJ) recognized an impairment loss of NT\$39 thousand in 2021, which was reported under operating costs in the consolidated statements of comprehensive income.

No impairment or reversal was made on the property, plant and equipment of the Group from January 1 to March 31, 2022 and 2021.

SPC has completed the construction and acceptance of the plant before the end of 2021, which is expected to be sold and transferred in the future, thus transferring NT\$171,803

thousand of relevant buildings and structures to non-current assets available for sale. As the expected selling price exceeds the carrying amount of the assets to be sold, the buildings and structures are classified as a non-current assets available for sale (accounted for other current assets), without impairment loss to be recognized.

The property, plant and equipment of the Group are depreciated on a straight-line basis over their estimated useful lives as follows:

Freehold Land - land improvements	7-20 years
Buildings and improvements	
Plant, machine room and improvements	3-55 years
Office building, labs and improvements	20-50 years
General plants and improvements	3-60 years
Other	3-15 years
Machinery and equipment	2-26 years
Transportation equipment	2-10 years
Other equipment	2-25 years

For property, plant and equipment pledged as collateral for bank borrowings, please refer to Note 35.

For the related capitalized interest, please refer to Note 27 (4) finance cost.

15. LEASE ARRANGEMENTS

a. Right-of-use assets

	<u>March 31, 2022</u>	<u>December 31, 2021</u>	<u>March 31, 2021</u>
Carrying amount of right-of-use assets			
Leasehold land	\$ 152,694	\$ 156,928	\$ 175,169
Land use rights	405,288	406,802	330,517
Buildings	94,861	90,272	142,432
Machinery and Equipment	83,362	71,521	51,213
Transportation equipment	1,671	1,818	1,980
	<u>\$ 737,876</u>	<u>\$ 727,341</u>	<u>\$ 701,311</u>

	<u>For the Three Months Ended March 31, 2022</u>	<u>For the Three Months Ended March 31, 2021</u>
Addition for right-of-use assets	<u>\$ 13,958</u>	<u>\$ 15,972</u>
Depreciation expense of right-of-use assets		
Leasehold land	\$ 4,341	\$ 3,984
Land use rights	4,357	4,433
Buildings	6,383	6,001
Machinery and Equipment	3,470	2,040
Transportation equipment	147	203
	<u>\$ 18,698</u>	<u>\$ 16,661</u>

Except for the additions and the recognition of depreciation expense listed as the above, the Group's right-of-use assets did not experience significant sub-lease or impairments from January 1 to March 31, 2022 and 2021.

The Group leases the office in Taipei and sublets it to another company on a operating lease basis. The related right-of-use assets are presented as investment properties, and please refer to Note 16. The amounts disclosed above with respect to the right-of-use assets do not include right-of-use assets that meet the definition of investment properties.

The Group's right-of-use assets pledged as collateral for bank borrowings are set out in Notes 18 and 35.

b. Lease liabilities

	<u>March 31, 2022</u>	<u>December 31, 2021</u>	<u>March 31, 2021</u>
Carrying amount of lease liabilities			
Current	<u>\$ 72,708</u>	<u>\$ 73,065</u>	<u>\$ 98,430</u>
Non-current	<u>\$ 386,031</u>	<u>\$ 387,502</u>	<u>\$ 360,066</u>

Range of discount rate for lease liabilities was as follows:

	<u>March 31, 2022</u>	<u>December 31, 2021</u>	<u>March 31, 2021</u>
Leasehold land	0.83%~9.25%	0.83%~9.25%	0.83%~9.25%
Buildings	1.04%~1.25%	1.04%~2.00%	1.04%~1.67%
Machinery and Equipment	1.04%~1.25%	1.04%~1.25%	1.04%~1.25%
Transportation equipment	1.04%~1.25%	1.06%~1.25%	1.06%~1.25%

c. Material lease-in activities and terms

The Group leases buildings for use as factories, offices, dormitories and R&D centers with lease terms of 1 to 7 years. The Group has options to lease office at the end of the lease terms.

d. Other lease information

For lease arrangements under operating leases for leasing out of investment properties, please refer to Note 16. For details of lease information, please refer to the following table (the Group as lessee).

	<u>For the Three Months Ended March 31, 2022</u>	<u>For the Three Months Ended March 31, 2021</u>
Expenses relating to short-term leases	<u>\$ 11,496</u>	<u>\$ 13,377</u>
Expenses relating to low-value asset leases	<u>\$ 38</u>	<u>\$ 260</u>
Expenses relating to variable lease payments not included in the measurement of lease liabilities	<u>\$ 17,338</u>	<u>\$ 8,231</u>
Total cash (outflow) for leases	<u>(\$ 49,715)</u>	<u>(\$ 41,161)</u>

The Group leases certain buildings, cars and low-value assets which qualify as short-term leases. The Group has elected to apply the recognition exemption and thus, did not recognize right-of-use assets and lease liabilities for these leases.

16. INVESTMENT PROPERTIES

	March 31, 2022	December 31, 2021	March 31, 2021
Completed investment properties			
Land	\$ 204,284	\$ 204,024	\$ 200,781
Buildings	357,303	357,945	378,037
Right-of-use assets	<u>148,173</u>	<u>149,376</u>	<u>163,080</u>
	<u>\$ 709,760</u>	<u>\$ 711,345</u>	<u>\$ 741,898</u>

	Land	Buildings	Right-of-use assets	Total
<u>Cost</u>				
Balance as of January 1, 2022	\$ 207,993	\$ 732,677	\$ 203,304	\$ 1,143,974
Additions	260	1,330	-	1,590
Net foreign currency exchange differences	-	<u>14,653</u>	<u>3,693</u>	<u>18,346</u>
Balance as of March 31, 2022	<u>\$ 208,253</u>	<u>\$ 748,660</u>	<u>\$ 206,997</u>	<u>\$ 1,163,910</u>
<u>Accumulated depreciation and impairment</u>				
Balance as of January 1, 2022	\$ 3,969	\$ 374,732	\$ 53,928	\$ 432,629
Depreciation expense	-	6,217	4,484	10,701
Net foreign currency exchange differences	-	<u>10,408</u>	<u>412</u>	<u>10,820</u>
Balance as of March 31, 2022	<u>\$ 3,969</u>	<u>\$ 391,357</u>	<u>\$ 58,824</u>	<u>\$ 454,150</u>
Net amount as of March 31, 2020	<u>\$ 204,284</u>	<u>\$ 357,303</u>	<u>\$ 148,173</u>	<u>\$ 709,760</u>
<u>Cost</u>				
Balance as of January 1, 2021	\$ 204,695	\$ 736,810	\$ 203,817	\$ 1,145,322
Additions	55	-	-	55
Net foreign currency exchange differences	-	<u>(1,448)</u>	<u>(493)</u>	<u>(1,941)</u>
Balance as of March 31, 2021	<u>\$ 204,750</u>	<u>\$ 735,362</u>	<u>\$ 203,324</u>	<u>\$ 1,143,436</u>
<u>Accumulated depreciation and impairment</u>				
Balance as of January 1, 2021	\$ 3,969	\$ 352,327	\$ 35,806	\$ 392,102
Depreciation expense	-	6,116	4,478	10,594
Net foreign currency exchange differences	-	<u>(1,118)</u>	<u>(40)</u>	<u>(1,158)</u>
Balance as of March 31, 2021	<u>\$ 3,969</u>	<u>\$ 357,325</u>	<u>\$ 40,244</u>	<u>\$ 401,538</u>
Net amount as of March 31, 2021	<u>\$ 200,781</u>	<u>\$ 378,037</u>	<u>\$ 168,080</u>	<u>\$ 741,898</u>

Right-of-use assets included in investment properties are units of office space located in Taipei and subleased under operating leases to other companies. The investment properties were leased out for 1 to 8 years, with an option to extend. The lease contracts contain market review clauses in the event that the lessees exercise their options to extend.

The total amount of lease payments to be collected in the future for investment properties as operating lease as of March 31, 2022, December 31, 2021, and March 31, 2021 were as follows:

	March 31, 2022	December 31, 2021	March 31, 2021
Year 1	\$ 88,627	\$ 53,620	\$ 104,991
Year 2	62,597	46,713	65,932
Year 3	35,415	37,577	45,585
Year 4	19,247	17,734	31,679
Year 5	14,665	10,776	16,111
More than 5 years	<u>24,246</u>	<u>26,940</u>	<u>35,022</u>
	<u>\$ 244,797</u>	<u>\$ 193,360</u>	<u>\$ 299,320</u>

Except for the recognition of depreciation expense, the Group's investment properties did not experience significant additions, disposals, and impairments for the three months ended March 31, 2022 and 2021.

The above items of investment properties are depreciated on a straight-line basis over their estimated useful lives as follows:

Buildings	5-50 years
Right-of-use assets	3-50 years

Part of the Group's investment properties is located in the Toufen and Linyuan Industrial District. As these districts are designated for industrial use, the information on comparable market transactions are uncommon and alternative reliable measurements of the fair value estimates are not available. Hence, the Group determined that the fair value of these investment properties cannot be reliably determined. The fair values of the remaining investment properties were not assessed by independent appraisers; instead, they were arrived at by using the valuation model that most market participants would use in determining fair value by using Level 3 inputs, with reference to the transaction prices of similar properties in the vicinity. The fair value of right-of-use assets was determined by adding back the amount of related lease liabilities recognized to the net amount of the expected lease income after deducting all the expected payments.

The fair values of investment properties as of March 31, 2022, December 31, 2021 and March 31, 2021 were as follows:

	March 31, 2022	December 31, 2021	March 31, 2021
Fair Value	<u>\$ 1,585,987</u>	<u>\$ 1,556,205</u>	<u>\$ 1,611,620</u>

For the investment properties pledged as collateral for bank borrowings, please refer to Note 35.

17. GOODWILL AND OTHER INTANGIBLE ASSETS

	March 31, 2022	December 31, 2021	March 31, 2021
Goodwill a.	<u>\$ 270,211</u>	<u>\$ 270,211</u>	<u>\$ 269,026</u>
Other intangible assets b.			
Technology royalties and patent right	\$ 833	\$ 933	\$ 1,618
Computer software	6,914	7,134	8,418
Plant design fee	3,201	3,601	-
Field project	<u>31,901</u>	<u>32,315</u>	<u>-</u>
	<u>\$ 42,849</u>	<u>\$ 43,983</u>	<u>\$ 10,036</u>

a. Goodwill

In response to the government's policy on green power, the Company acquired 100% equity from the non-related party, USIGE, on July 5, 2021. The premium of the investment cost and acquired net equity value has been classified as the field project into intangible assets of NT\$33,144 thousand and goodwill of NT\$1,185 thousand according to the acquisition price apportionment evaluation analysis report.

The goodwill of the Group is regularly assessed for impairment at the end of each year. There is no impairment sign as of March 31, 2022 and 2021 so the impairment assessment is not carried out.

b. Other intangible assets

Except for the recognition of depreciation expense, the Group's investment properties did not experience significant additions, disposals, and impairments from January 1 to March 31, 2022 and 2021.

The above-mentioned intangible assets with limited service life are amortized on a straight-line basis over their estimated useful lives as follows:

Technology royalties and patent right	6 to 10 Years
Computer software	2 to 10 Years
Field project	20 years
Others	10 years

18. BORROWINGS

a. Short-term borrowings

	March 31, 2022	December 31, 2021	March 31, 2021
<u>Unsecured borrowings</u>			
- Line of credit borrowings	<u>\$ 1,416,690</u>	<u>\$ 2,498,041</u>	<u>\$ 2,552,117</u>
Range of Interest Rates	0.52%~2.32%	0.51%~1.90%	0.64%~2.89%

b. Short-term bills payable

	March 31, 2022	December 31, 2021	March 31, 2021
Commercial note payable	\$ 150,000	\$ 280,000	\$ 662,000
Less: Unamortized discount on bills payable	(44)	(365)	(329)
	<u>\$ 149,956</u>	<u>\$ 279,635</u>	<u>\$ 661,671</u>
Range of Interest Rates	0.948%	0.98%~1.018%	0.25%~1.078%

c. Long-term borrowings

	March 31, 2022	December 31, 2021	March 31, 2021
Secured loans	\$ 727,000	\$ 400,000	\$ 620,000
Credit borrowings	<u>3,743,148</u>	<u>3,873,493</u>	<u>6,620,000</u>
Sub-total	<u>4,470,148</u>	<u>4,273,493</u>	<u>7,240,000</u>
Commercial note payable	140,000	240,000	-
Unamortized discount on bills payable	(197)	(253)	-
Sub-total	<u>139,803</u>	<u>239,747</u>	-
	4,609,951	4,513,240	7,240,000
Less: Maturity within one year	(326,803)	(59,917)	-
Long-term borrowings	<u>\$ 4,283,148</u>	<u>\$ 4,453,323</u>	<u>\$ 7,240,000</u>
Range of interest rates			
Secured loans	0.83%~0.96%	1.11%	0.82%~1.11%
Credit borrowings	0.10%~1.12%	0.30%~0.94%	0.74%~0.99%
Commercial note payable	0.99%	0.97%~1.09%	-

USI entered into medium- and long-term credit contracts with banks to replenish the medium- and long-term working capital. The contract will be effective up to August 2024 with a total credit limit of NT\$4,715,625 thousand, which is used cyclically during the validity period. As of March 31, 2022, USI has not made any borrowing.

UPIIC entered into medium- and long-term credit contracts with banks to replenish the medium- and long-term working capital. The contract will be effective up to June 2024 with a total credit limit of NT\$1,600,000 thousand, which is used cyclically during the validity period. As of March 31, 2022, drawdowns of NT\$687,000 thousand has been made.

CGPC entered into medium- and long-term credit contracts with banks to replenish the medium- and long-term working capital. The contract will be effective up to August 2024 with a total credit limit of NT\$800,000 thousand, which is used cyclically during the validity period. As of March 31, 2022, CGPC has not made any borrowing.

CGPCPOL entered into medium- and long-term credit contracts with banks to replenish the medium- and long-term working capital. The contract will be effective up to August 2023 with a total credit limit of NT\$300,000 thousand, which is used

cyclically during the validity period. As of March 31, 2022, CGPCPOL has not made any borrowing.

TVCM entered into medium- and long-term credit contracts with banks to replenish the medium- and long-term working capital. The contract will be effective up to May 2023 with a total credit limit NT\$300,000 thousand, which is used cyclically during the validity period. As of March 31, 2022, TVCM has not made any borrowing.

TTC entered into medium- and long-term credit contracts with banks to replenish the medium- and long-term working capital. The contract will be effective up to August 2024 with a total credit limit of NT\$2,180,368 thousand, which is used cyclically during the validity period. As of March 31, 2022, USI has not made any borrowing.

APC entered into medium- and long-term credit contracts with banks to replenish the medium- and long-term working capital. The contract will be effective up to December 2024 with a total credit limit of NT\$6,050,000 thousand, which is used cyclically during the validity period. As of March 31, 2022, drawdowns of NT\$800,000 thousand has been made.

ACME entered into medium- and long-term credit contracts with banks to replenish the medium- and long-term working capital. The contract will be effective up to March 2027 with a total credit limit of NT\$1,300,000 thousand, which is used cyclically during the validity period. As of March 31, 2022, drawdowns of NT\$727,000 thousand has been made.

In order to replenish the medium and long term working capital, SPC has signed medium and long term credit contracts with the bank with a total credit line of \$ 1,300,000 thousand. The credit contract period will be up to August, 2024, and the total credit line will be recycled within the limited term of the contract. As of March 31, 2022, drawdowns of NT\$730,000 thousand has been made.

USIGE entered into medium- and long-term credit contracts with banks to replenish the medium- and long-term working capital. The contract will be effective up to January 2025 with a total credit limit of NT\$200,000 thousand, which is used cyclically during the validity period. As of March 31, 2022, drawdowns of NT\$150,000 thousand has been made.

According to the loan contracts of part of subsidiaries, the current ratio, bank loan ratio, debt ratio, and interest protection multiples should not be less than the specified percentage. The subsidiaries should provide improvements to the bank if the requirements were not met. As of March 31, 2022, the subsidiaries did not violate the requirements.

The Group has acquired a special low-interest bank loan line of NT\$6,586,000 thousand in accordance with the "Action Plan for Accelerated Investment by Domestic Corporations" and "Action Plan for Accelerated Investment by SMEs", and has used NT\$1,399,000 thousand in March 2022, recognized and measured the loan at the market interest rate of. The difference between the market interest rate and the actual preferential repayment rate is recognized as government subsidy.

19. BONDS PAYABLE

	<u>March 31, 2022</u>	<u>December 31, 2021</u>	<u>March 31, 2021</u>
Domestic unsecured bonds B 104-1 - issuance on February 12, 2015, 7 years, total amount NT\$1,000,000 thousand, coupon rate 1.90%, bullet repayment	\$ -	\$ 1,000,000	\$ 1,000,000
Domestic unsecured bonds 105-1 - issuance on October 28, 2016, 5 years, total amount NT\$2,000,000 thousand, coupon rate 0.80%, bullet repayment	-	-	2,000,000
Domestic unsecured bonds 106-1 - issuance on October 27, 2017, 5 years, total amount NT\$2,000,000 thousand, coupon rate 1.10%, bullet repayment	2,000,000	2,000,000	2,000,000
Domestic unsecured bonds 108-1 - issuance on April 26, 2019, 5 years, total amount NT\$2,000,000 thousand, coupon rate 0.98%, bullet repayment	2,000,000	2,000,000	2,000,000
Domestic unsecured bonds A 110-1 - issuance on June 23 2021, 5 years, total amount NT\$1,000,000 thousand, coupon rate 0.63%, bullet repayment, repaid NT\$500,000 in the 4th and 5th years respectively from the issuance date	1,000,000	1,000,000	-
Domestic unsecured bonds B 110-1- issuance on June 23 2021, 7 years, total amount NT\$1,000,000 thousand, coupon rate 0.73%, bullet repayment, repaid NT\$500,000 in the 6th and 7th years respectively from the issuance date	1,000,000	1,000,000	-
Domestic unsecured bonds A 110-2 - issuance on October 26, 2021, 5 years, total amount NT\$700,000 thousand, coupon rate 0.63%, repaid NT\$350,000 thousand in the 4th and 5th years respectively from the issuance date	700,000	700,000	-
Domestic unsecured bonds B 110-2 - issuance on October 26, 2021, 7 years, total amount NT\$1,300,000 thousand, coupon rate 0.77%, repaid NT\$650,000 thousand in the 6th and 7th years respectively from the issuance date	<u>1,300,000</u> 8,000,000	<u>1,300,000</u> 9,000,000	<u>-</u> 7,000,000
Discounts on bonds payable	(<u>10,150</u>) 7,989,850	(<u>11,028</u>) 8,988,972	(<u>4,949</u>) 6,995,051
Less: Portion due within one year	(<u>1,999,465</u>) <u>\$ 5,990,385</u>	(<u>2,999,199</u>) <u>\$ 5,989,773</u>	(<u>2,999,226</u>) <u>\$ 3,995,825</u>

In December 2014, the Company applied for the first issuance of unsecured ordinary corporate bonds issued in 2015 with the amount of NT\$2,000,000 thousand in order to reimburse the due bonds and to increase working capital. The unsecured ordinary corporate bonds with a 5-7-year maturity, due for repayment, were all issued in February 2015. The Company repaid due in February 2020 and February 2022, respectively.

In October 2016, the Company applied for the first issuance of unsecured ordinary corporate bonds issued in 2016 with the amount of NT\$2,000,000 thousand in order to reimburse the bank loans, and the unsecured ordinary corporate bonds with a 5-year maturity, due for repayment, were all issued in October 2016. The Company repaid due in October 2021.

In October 2017, the Company applied for the first issuance of unsecured ordinary corporate bonds issued in 2017 with the amount of NT\$2,000,000 thousand in order to reimburse the bank loans, and the unsecured ordinary corporate bonds with a 5-year maturity, due for repayment, were all issued in October 2017.

In April 2019, the Company applied for the first issuance of unsecured ordinary corporate bonds issued in 2019 with the amount of NT\$2,000,000 thousand in order to reimburse the bank loans, and the unsecured ordinary corporate bonds with a 5-year maturity, due for repayment, were all issued in April 2019.

In June 2021, the Company applied for the first issuance of unsecured ordinary corporate bonds issued in 2021 with the amount of NT\$2,000,000 thousand in order to reimburse the bank loans, and the unsecured ordinary corporate bonds with a 5-to-7-year maturity, due for repayment, were all issued in June 2021.

In October 2021, the Company applied for the second issuance of unsecured ordinary corporate bonds issued in 2021 with the amount of NT\$2,000,000 thousand in order to reimburse the bank loans, and the unsecured ordinary corporate bonds with a 5-to-7-year maturity, due for repayment, were all issued in October 2021.

In March 2022, the Company applied for the first issuance of unsecured ordinary corporate bonds issued in 2022 with the amount of NT\$2,000,000 thousand in order to reimburse the bank loans as approved by resolution of the board of directors, which are expected to be issued before the end of 2022.

20. Notes and accounts payable

	<u>March 31, 2022</u>	<u>December 31, 2021</u>	<u>March 31, 2021</u>
<u>Operating</u>			
Notes and accounts payable	<u>\$ 3,484,947</u>	<u>\$ 3,528,998</u>	<u>\$ 3,441,431</u>

The average credit period of the Group is between 1 and 3 months. The Group has financial risk management policies to ensure that all payables are paid within the credit terms.

21. Other liabilities

	<u>March 31, 2022</u>	<u>December 31, 2021</u>	<u>March 31, 2021</u>
<u>Current</u>			
Other payables			
Payables for salaries and bonuses	\$ 452,792	\$ 1,385,691	\$ 694,924
Payables for purchases of equipment	275,690	293,455	245,180
Payables for fares	267,031	251,643	295,665
Payables for water and electricity and gas	218,069	241,903	282,583
Payables for interests	46,651	45,605	38,861
Payable for taxes	48,520	36,317	39,716
Payables for insurance	37,970	34,394	30,335
Dividends payable	20,341	20,551	20,177
Others	<u>532,798</u>	<u>585,259</u>	<u>369,673</u>
	1,899,862	2,894,818	2,017,114
Other liabilities			
Refund liabilities	<u>25,170</u>	<u>28,630</u>	<u>15,847</u>
	<u>\$ 1,925,032</u>	<u>\$ 2,923,448</u>	<u>\$ 2,032,961</u>

The provision for customer returns and rebates is based on historical experience, management's judgments and other known reasons for which estimated product returns and rebates may occur in the reporting period. The provision is recognized as a reduction of operating income in the periods in which the related goods are sold.

22. PROVISIONS FOR LIABILITIES

	<u>March 31, 2022</u>	<u>December 31, 2021</u>	<u>March 31, 2021</u>
<u>Non-current</u>			
Litigation provision	<u>\$ 136,375</u>	<u>\$ 136,375</u>	<u>\$ 136,375</u>

Litigation provision is a result of the first-instance judgment and reconciliation of the Kaohsiung gas explosion case on July 31, 2014 for which cash outflows may be recognized in the near future. Please refer to Note 36 for the explanation related to the provision.

23. RETIREMENT BENEFIT PLANS

From January 1 to March 31, 2022 and 2021, the pension costs associated with the defined benefit plan are calculated at the pension cost rates as determined by actuarial calculations as of December 31, 2021 and 2020 and are separately recognized as the following items:

	<u>For the Three Months Ended March 31, 2022</u>	<u>For the Three Months Ended March 31, 2021</u>
Operating costs	\$ 5,155	\$ 6,240
Marketing expenses	569	580
Administrative expenses	649	806
R&D Expenses	<u>227</u>	<u>262</u>
	<u>\$ 6,600</u>	<u>\$ 7,888</u>

24. GOVERNMENT SUBSIDY

Acme Electronics Corporation (Kunshan) reached an agreement with Kunshan Zhoushizhen People's Government in 2006 in which Acme Electronics Corporation (Kunshan) promised to relocate its new plant and raise its investment amount. Furthermore, Kunshan Zhoushizhen People's Government subsidized Acme Electronics Corporation (Kunshan)'s acquisition of the land for its new plant and the external line project for high voltage power during the relocation process. As of March 31, 2022, December 31, 2021 and March 31, 2021, the amounts of deferred income (booked under other non-current liabilities) that had not been amortized were RMB 7,700 thousand (NT\$34,722 thousand), RMB 7,833 thousand (NT\$34,005 thousand) and RMB8,230 thousand (NT\$35,739 thousand), respectively.

The Group has incorporated the economic impact caused by the pandemic into its major accounting estimates based on the information available on the balance sheet date.

25. Equity

	<u>March 31, 2022</u>	<u>December 31, 2021</u>	<u>March 31, 2021</u>
Share capital	\$ 11,887,635	\$ 11,887,635	\$ 11,887,635
Capital surplus	366,184	366,185	325,369
Retained Earnings	14,134,186	13,599,427	10,745,808
Other Equity	605,114	84,358	(7,091)
Treasury shares	(475,606)	(475,606)	(475,606)
Non-controlling Interests	<u>30,992,635</u>	<u>30,182,962</u>	<u>28,827,534</u>
	<u>\$ 57,510,148</u>	<u>\$ 55,644,961</u>	<u>\$ 51,303,649</u>

a. Share capital

	<u>March 31, 2022</u>	<u>December 31, 2021</u>	<u>March 31, 2021</u>
Number of shares authorized (in thousands)	<u>1,342,602</u>	<u>1,342,602</u>	<u>1,342,602</u>
Share capital authorized	<u>\$ 13,426,024</u>	<u>\$ 13,426,024</u>	<u>\$ 13,426,024</u>
Number of shares issued and fully paid (in thousands)	<u>1,188,763</u>	<u>1,188,763</u>	<u>1,188,763</u>
Share capital issued	<u>\$ 11,887,635</u>	<u>\$ 11,887,635</u>	<u>\$ 11,887,635</u>

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

b. Capital surplus

The capital surplus generated from donations and the excess of the issuance price over the par value of share capital (including the issuance of ordinary shares in excess of par value, the capital stock premium of shares issued due to merger, and treasury stock trading, etc.) may be used to offset a deficit; in addition, when the Company has no deficit, such capital surplus may be distributed as cash dividends or share dividends up to a certain percentage of the Company's paid-in capital. The capital surplus arising from investments accounted for using the equity method and from dividends had not been received during the given period by stockholders are used to offset a deficit only.

c. Retained earnings and dividends policy

In accordance with the dividends policy as set forth in the Company's Articles of Incorporation, where there is a profit in a fiscal year, the profit after tax shall be first utilized for offsetting losses of previous years, setting aside as a legal reserve 10% of the remaining profit, setting aside or reversing a special reserve in accordance with the laws and regulations, and then any remaining profit together with any undistributed retained earnings shall be used by the Company's board of directors as the basis for proposing a distribution plan, which should be resolved in the shareholders' meeting for the distribution of dividends and bonuses to shareholders. For the policies on the distribution of employees' compensation and remuneration of directors after the amendment, please refer to "employees' compensation and remuneration of directors" in Note 27 (7).

The industry that the Company operates in is in the maturity stage. Consequently, in order to take R&D needs and diversification into consideration, shareholders' dividends shall be no less than 10% of the distributable earnings in the current year, of which the cash dividends not be no less than 10% of the total dividends. However, dividends may be stopped if the distributable profit per share in the current fiscal year is less than NT\$ 0.1.

The appropriation of earnings to the legal reserve shall be made until the legal reserve equals the Company's paid-in capital. The legal reserve may be used to offset deficits. If the Company has no deficit and the legal reserve has exceeded 25% of the Company's paid-in capital, the excess may be transferred to capital or distributed in cash.

The shareholders' meetings approved the earnings distribution proposal for the years ended December 31, 2021 and 2020 on March 10, 2022 and July 26, 2021 as follows:

	Appropriation of Earnings		Dividends Per Share (NT\$)	
	2021	2020	2021	2020
Legal reserve	\$ 529,104	\$ 233,461		
Reversal of special surplus reserve	-	(405,932)		
Cash dividends	<u>2,615,280</u>	<u>1,188,763</u>	\$ 2.2	\$ 1
	<u>\$ 3,144,384</u>	<u>\$ 1,016,292</u>		

The appropriations of earnings for the year ended December 31, 2021 are subject to the resolution of the shareholders' meeting planned to be held on May 31, 2022.

d. Other equity

1) Exchange differences on translating the financial statements of foreign operations

	For the Three Months Ended March 31, 2022	For the Three Months Ended March 31, 2021
Beginning balance	(\$ 710,973)	(\$ 583,855)
Recognized for the period		
Exchange differences on translating the financial statements of foreign operations	496,603	(65,441)
Related income tax of the profits and losses on translating the financial statements of foreign operations	(89,604)	11,902
Ending Balance	<u>(\$ 303,974)</u>	<u>(\$ 637,394)</u>

2) - Unrealized gain (loss) on financial assets at FVTOCI

	For the Three Months Ended March 31, 2022	For the Three Months Ended March 31, 2021
Beginning balance	\$ 795,331	\$ 343,660
Recognized for the period		
Unrealized gains (losses)		
Equity instruments	114,135	287,074
Related income tax	(378)	(431)
Ending Balance	<u>\$ 909,088</u>	<u>\$ 630,303</u>

e. Non-controlling Interests

	For the Three Months Ended March 31, 2022	For the Three Months Ended March 31, 2021
Beginning balance	\$ 30,182,962	\$ 27,732,865
Net profit for the period	195,617	1,325,720
Other comprehensive income (loss) in the period		
Exchange differences on translating the financial statements of foreign operations	651,481	(98,480)
Income tax relating to exchange difference on translating foreign operations	(51,054)	7,882
Unrealized gain (loss) on financial assets at FVTOCI	9,549	(60,560)
Income tax relating to unrealized gain (loss) on financial assets at FVTOCI	(791)	(901)
Adjustments relating to changes accounted for using the equity method	(3)	17
Change in non-controlling interests	<u>4,874</u>	<u>(79,009)</u>
Ending Balance	<u>\$ 30,992,635</u>	<u>\$ 28,827,534</u>

f. Treasury shares

<u>Purpose of Buy-Back</u>	<u>Number of Shares, Beginning (In Thousands of Shares)</u>	<u>Increase During the Period</u>	<u>Decrease During the Period</u>	<u>Number of Shares, Ending (In Thousands of Shares)</u>
<u>For the Three Months Ended March 31, 2022</u>				
Transfer from shares held by subsidiaries under equity method	<u>116,466</u>	<u>-</u>	<u>-</u>	<u>116,466</u>
<u>For the Three Months Ended March 31, 2021</u>				
Transfer from shares held by subsidiaries under equity method	<u>116,466</u>	<u>-</u>	<u>-</u>	<u>116,466</u>

The Company's shares held by its subsidiaries at the balance sheet date were as follows:

<u>Name of Subsidiary</u>	<u>Number of Shares Held (In Thousands of Shares)</u>	<u>Carrying Amount (In Thousands of Shares)</u>	<u>Market Price (In Thousands of Shares)</u>
<u>March 31, 2022</u>			
APC	101,356	\$ 1,377,381	\$ 3,050,806
TTC	15,110	<u>81,875</u>	<u>454,808</u>
		<u>\$ 1,459,256</u>	<u>\$ 3,505,614</u>
<u>December 31, 2021</u>			
APC	101,356	\$ 1,377,381	\$ 3,197,772
TTC	15,110	<u>81,875</u>	<u>476,717</u>
		<u>\$ 1,459,256</u>	<u>\$ 3,674,489</u>
<u>March 31, 2021</u>			
APC	101,356	\$ 1,377,381	\$ 2,584,570
TTC	15,110	<u>81,875</u>	<u>385,302</u>
		<u>\$ 1,459,256</u>	<u>\$ 2,969,872</u>

The Company's shares held by subsidiaries are regarded as treasury shares. Investments accounted for using the equity method are reclassified as treasury shares.

The Company's shares held by APC and TTC were carried as unrealized gain (loss) on financial assets at FVTOCI and valued at the closing price as of March 31, 2022, December 31, 2021 and March 31, 2021. The carrying amounts of investments accounted for using the equity method and the unrealized gain on financial assets at FVTOCI were NT\$678,107 thousand, NT\$733,685 thousand and NT\$501,792 thousand, respectively.

26. REVENUE

	For the Three Months Ended March 31, 2022	For the Three Months Ended March 31, 2021
Revenue from the sale of goods		
Plastic raw materials	\$ 16,232,354	\$ 15,391,167
Electronic Materials	703,432	670,171
Others	<u>162,135</u>	<u>132,840</u>
	<u>\$ 17,097,921</u>	<u>\$ 16,194,178</u>

Product sales revenue of the Group mainly comes from selling polyethylene plastic and other related products.

Contract balances

	March 31, 2022	December 31, 2021	March 31, 2021	January 1, 2021
Notes and accounts receivables (Note 10)	<u>\$ 7,687,358</u>	<u>\$ 9,391,222</u>	<u>\$ 8,331,767</u>	<u>\$ 7,481,916</u>
Contract liabilities (presented in other current liabilities)				
Merchandise sales	<u>\$ 429,668</u>	<u>\$ 363,049</u>	<u>\$ 217,055</u>	<u>\$ 212,751</u>

27. NET PROFIT FROM CONTINUING OPERATIONS

Net profit from continuing operations was attributable to:

a. Interest income

	For the Three Months Ended March 31, 2022	For the Three Months Ended March 31, 2021
Cash and cash equivalents	\$ 14,439	\$ 17,711
Financial assets at amortized cost	362	205
Others	<u>917</u>	<u>52</u>
	<u>\$ 15,718</u>	<u>\$ 17,968</u>

b. Other income

	For the Three Months Ended March 31, 2022	For the Three Months Ended March 31, 2021
Settlement income	\$ 241,086	\$ -
Dividend income	16,014	-
Rental income	36,621	24,152
Income from management services (Note 34)	8,249	9,167
Income from grants (Note 24)	1,322	898
Other	<u>3,956</u>	<u>16,987</u>
	<u>\$ 307,248</u>	<u>\$ 51,204</u>

c. Other gains and losses

	<u>For the Three Months Ended March 31, 2022</u>	<u>For the Three Months Ended March 31, 2021</u>
Net gain on disposal of property, plant and equipment - net	\$ 1,012	\$ 1,232
Foreign exchange gain (loss) - net	239,459	(28,610)
(Loss) gain on financial assets at FVTPL - net	(41,066)	82,040
Depreciation expense	(11,237)	(12,365)
Other gains and losses	(19,460)	(10,304)
	<u>\$ 168,708</u>	<u>\$ 31,993</u>

d. Finance costs

	<u>For the Three Months Ended March 31, 2022</u>	<u>For the Three Months Ended March 31, 2021</u>
Interest on bank loans	\$ 15,299	\$ 21,858
Interest on bonds payable	19,857	19,899
Other interest expense	652	11
Interest on lease liabilities	1,696	1,724
Less: Capitalized interest (recorded as construction in progress)	(678)	(859)
	<u>\$ 36,826</u>	<u>\$ 42,633</u>

Information about capitalized interest is as follows:

	<u>For the Three Months Ended March 31, 2022</u>	<u>For the Three Months Ended March 31, 2021</u>
Capitalized interest	\$ 678	\$ 859
Capitalization rate	0.50% ~ 1.03%	0.83% ~ 1.55%

e. Depreciation and amortization

	<u>For the Three Months Ended March 31, 2022</u>	<u>For the Three Months Ended March 31, 2021</u>
Property, plant and equipment	\$ 548,405	\$ 541,207
Right-of-use assets	18,698	16,661
Investment properties	10,701	10,594
Intangible assets	1,526	920
Others	11,608	13,920
	<u>\$ 590,938</u>	<u>\$ 583,302</u>

Summary of depreciation by
function

Operating costs	\$ 529,029	\$ 522,913
Operating expenses	37,538	33,184
Other gains and losses	11,237	12,365
	<u>\$ 577,804</u>	<u>\$ 568,462</u>

Summary of amortization by
function

Operating costs	\$ 11,630	\$ 13,488
Administrative expenses	1,404	1,062
Research and development expenses	100	290
	<u>\$ 13,134</u>	<u>\$ 14,840</u>

f. Employee benefits expense

	<u>For the Three Months Ended March 31, 2022</u>	<u>For the Three Months Ended March 31, 2021</u>
Retirement benefits		
Defined contribution plans	\$ 44,022	\$ 35,403
Defined benefit plans (Note 23)	<u>6,600</u>	<u>7,888</u>
	50,622	43,291
Other employee benefits	<u>1,215,255</u>	<u>1,210,019</u>
Total employee benefits expenses	<u>\$ 1,265,877</u>	<u>\$ 1,253,310</u>
Summarized by function		
Operating costs	\$ 850,767	\$ 954,338
Operating expenses	<u>415,110</u>	<u>298,972</u>
	<u>\$ 1,265,877</u>	<u>\$ 1,253,310</u>

g. Employees' compensation and remuneration of directors

The Company accrued employees' compensation and remuneration of directors at the rate of no less than 1% and no higher than 1%, respectively, of net profit before income tax. For the three months ended March 31, 2022 and 2021, the remuneration of employees and directors were as follows:

Accrual rates

	<u>For the Three Months Ended March 31, 2022</u>	<u>For the Three Months Ended March 31, 2021</u>
Remuneration of Employees	1.00%	1.00%
Remuneration of Directors	0.13%	0.05%

Amount

	<u>For the Three Months Ended March 31, 2022</u>	<u>For the Three Months Ended March 31, 2021</u>
Remuneration of Employees	<u>\$ 5,927</u>	<u>\$ 14,186</u>
Remuneration of Directors	<u>\$ 750</u>	<u>\$ 750</u>

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

The employees' compensation and remuneration of directors for the years ended December 31, 2021 and 2020 were resolved by the Company's board of directors on March 10, 2022 and March 8, 2021, respectively, as follows:

	<u>For the Year Ended December 31, 2021</u>	<u>For the Year Ended December 31, 2020</u>
Employees' compensation	<u>\$ 59,332</u>	<u>\$ 25,892</u>
Remuneration of directors	<u>\$ 3,000</u>	<u>\$ 3,000</u>

There was no difference between the actual amounts of employees' compensation and remuneration of directors paid and the amounts recognized in the consolidated financial statements for the years ended December 31, 2021 and 2020.

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

h. Foreign exchange gain (loss)

	<u>For the Three Months Ended March 31, 2022</u>	<u>For the Three Months Ended March 31, 2021</u>
Gross foreign exchange gains	\$ 335,708	\$ 127,248
Foreign exchange losses	(96,249)	(155,858)
Net profit (loss)	<u>\$ 239,459</u>	<u>(\$ 28,610)</u>

28. INCOME TAX RELATING TO CONTINUING OPERATIONS

a. Income tax recognized in profit or loss

The major components of income tax expense were as follows:

	<u>For the Three Months Ended March 31, 2022</u>	<u>For the Three Months Ended March 31, 2021</u>
Current tax		
In respect of the current year	\$ 342,897	\$ 636,603
Adjustments for prior periods	(16,437)	-
	<u>326,460</u>	<u>636,603</u>
Deferred tax		
In respect of the current year	(68,881)	53,660
Adjustments for prior periods	(2)	-
	<u>(68,883)</u>	<u>53,660</u>
Income tax expense recognized in profit or loss	<u>\$ 257,577</u>	<u>\$ 690,263</u>

The income tax rate of the Company and its domestic subsidiaries is 20%. The income tax rate of subsidiaries in China is 25%. The tax amount generated by other jurisdictions is calculated based on the applicable tax rate in each relevant jurisdiction.

b. Income tax recognized in other comprehensive income

	<u>For the Three Months Ended March 31, 2022</u>	<u>For the Three Months Ended March 31, 2021</u>
<u>Deferred tax</u>		
Recognized for the period		
- Translation of foreign operations	(\$ 140,658)	\$ 19,784
- Unrealized gain (loss) on financial assets at FVTOCI	(1,169)	(1,332)
Income tax (expenses) benefits recognized in other comprehensive income	<u>(\$ 141,827)</u>	<u>\$ 18,452</u>

c. Accreditation of income tax

The income tax return of ACME, TTC, CGPCPOL, APC, APC Investment, UM, USII, TUVV, TUVVM, CLT, UPIIC, STC, USIGE, INOMA, CGTD and USIO as of December 31, 2020 has been assessed by the tax authorities; the income tax return of the Company, CGPC, TVCM and SPC as of December 31, 2019 has been assessed by the tax authorities.

29. EARNINGS PER SHARE

	Unit: NT\$ Per Share	
	<u>For the Three Months Ended March 31, 2022</u>	<u>For the Three Months Ended March 31, 2021</u>
Basic earnings per share	<u>\$ 0.50</u>	<u>\$ 1.16</u>
Diluted earnings per share	<u>\$ 0.50</u>	<u>\$ 1.16</u>

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

Net profit for the period

	<u>For the Three Months Ended March 31, 2022</u>	<u>For the Three Months Ended March 31, 2021</u>
Net income attributable to owners of the Company (used to calculate the net income from basic and diluted earnings per share)	<u>\$ 534,759</u>	<u>\$ 1,248,662</u>

Shares

	Unit: Thousands of shares	
	<u>For the Three Months Ended March 31, 2022</u>	<u>For the Three Months Ended March 31, 2021</u>
Weighted average number of ordinary shares used in the computation of basic earnings per share	1,072,298	1,072,298
Effect of potentially dilutive ordinary shares:		
Employees' compensation	<u>1,802</u>	<u>1,445</u>
Weighted average number of ordinary shares used in the computation of diluted earnings per share	<u>1,074,100</u>	<u>1,073,743</u>

If the Group offered to settle remuneration paid to employees in cash or shares, the Group assumed the entire amount of the remuneration would 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.

30. SHARE-BASED PAYMENT ARRANGEMENTS

USIO didn't issue employee share options from January 1 to March 31, 2022 and 2021. Information on employee share options which were issued was as follows:

Employee share options	For the Three Months Ended March 31, 2022		For the Three Months Ended March 31, 2021	
	Unit	Weighted average Exercise Price (NT\$)	Unit	Weighted average Exercise Price (NT\$)
Outstanding at beginning and ending	<u>133</u>	\$ 10.8	<u>133</u>	\$ 10.8
Exercisable at ending	<u>133</u>	10.8	<u>133</u>	10.8

31. Cash flow information

a. Non-cash transactions

Except as disclosed in other notes, the following non-cash investing and financing activities of the Group from January 1 to March 31, 2022 and 2021 were as follows:

- As of March 31, 2022, December 31, 2021 and March 31, 2021, the amounts of payables for purchases of equipment were NT\$275,690 thousand, NT\$293,455 thousand and NT\$245,180 thousand, respectively.
- As of March 31, 2022, December 31, 2021 and March 31, 2021, the amounts of payables for dividends declared but not issued were NT\$20,341 thousand, NT\$20,551 thousand and NT\$20,177 thousand, respectively.

b. Changes in liabilities arising from financing activities

	January 1, 2022	Cash flow	Non-cash Changes				March 31, 2022
			New Leases	Amortization of Finance Costs	Changes in Foreign Currency Exchange Rates	Other	
Short-term borrowings	\$ 2,498,041	(\$ 1,080,442)	\$ -	\$ -	\$ -	(\$ 909)	\$ 1,416,690
Short-term bills payable	279,635	(130,000)	-	-	-	321	149,956
Bonds payable (including those due within 1 year)	8,988,972	(1,000,000)	-	878	-	-	7,989,850
Long-term borrowings (including those due within 1 year)	4,513,240	94,065	-	-	-	2,646	4,609,951
Guarantee deposits received	29,528	10,422	-	-	-	-	39,950
Lease liabilities (including those due within 1 year)	460,567	(19,147)	13,958	1,696	3,361	(1,696)	458,739
Other non-current liabilities	<u>65,243</u>	<u>(3,581)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>61,662</u>
	<u>\$ 16,835,226</u>	<u>(\$ 2,128,683)</u>	<u>\$ 13,958</u>	<u>\$ 2,574</u>	<u>\$ 3,361</u>	<u>\$ 362</u>	<u>\$ 14,726,798</u>

	January 1, 2021	Cash flow	Non-cash Changes				March 31, 2021
			New Leases	Amortization of Finance Costs	Changes in Foreign Currency Exchange Rates	Other	
Short-term borrowings	\$ 2,726,270	(\$ 174,153)	\$ -	\$ -	\$ -	\$ -	\$ 2,552,117
Short-term bills payable	656,704	5,000	-	-	-	(33)	661,671
Bonds payable (including those due within 1 year)	6,994,302	-	-	749	-	-	6,995,051
Long-term borrowings (including those due within 1 year)	7,590,000	(350,000)	-	-	-	-	7,240,000
Guarantee deposits received	23,342	1,389	-	-	-	-	24,731
Lease liabilities (including those due within 1 year)	459,686	(17,569)	15,972	1,724	407	(1,724)	458,496
Other non-current liabilities	<u>41,000</u>	<u>(400)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>40,600</u>
	<u>\$ 18,491,304</u>	<u>(\$ 535,733)</u>	<u>\$ 15,972</u>	<u>\$ 2,473</u>	<u>\$ 407</u>	<u>(\$ 1,757)</u>	<u>\$ 17,972,666</u>

32. CAPITAL MANAGEMENT

The Group manages its capital to ensure that entities in the Group will be able to continue as going concern while maximizing the return to stakeholders through the optimization of the debt and equity balance. The Group's overall management strategy remains unchanged from the past year. The capital structure of the Group consists of its net debt and equity.

Key management personnel of the Group review the capital structure periodically.

As part of this review, the key management personnel consider the cost of capital and the risks associated with each class of capital. Based on recommendations of the key management personnel, in order to balance the overall capital structure, the Group may adjust the amount of dividends paid to shareholders, and the amount of new debt issued or existing debt redeemed.

33. FINANCIAL INSTRUMENTS

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

March 31, 2022

	Carrying Amount	Fair Value			Total
		Level 1	Level 2	Level 3	
<u>Financial liabilities</u>					
Financial liabilities at amortized cost					
- Domestic corporate bonds	<u>\$ 7,989,850</u>	<u>\$ -</u>	<u>\$ 8,010,794</u>	<u>\$ -</u>	<u>\$ 8,010,794</u>

December 31, 2021

	Carrying Amount	Fair Value			Total
		Level 1	Level 2	Level 3	
<u>Financial liabilities</u>					
Financial liabilities at amortized cost					
- Domestic corporate bonds	<u>\$ 8,988,972</u>	<u>\$ -</u>	<u>\$ 9,012,663</u>	<u>\$ -</u>	<u>\$ 9,012,663</u>

March 31, 2021

	Carrying Amount	Fair Value			Total
		Level 1	Level 2	Level 3	
<u>Financial liabilities</u>					
Financial liabilities at amortized cost					
- Domestic corporate bonds	<u>\$ 6,995,051</u>	<u>\$ -</u>	<u>\$ 7,025,077</u>	<u>\$ -</u>	<u>\$ 7,025,077</u>

Expect for the above, the management of the Group considers that the carrying amounts of financial assets and financial liabilities recognized in the consolidated financial statements approximate their fair values. Otherwise, the fair values cannot be reliably measured.

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

1) Fair value hierarchy

March 31, 2022

	Level 1	Level 2	Level 3	Total
<u>Financial assets at FVTPL</u>				
Derivatives	\$ -	\$ 14,103	\$ -	\$ 14,103
Domestic listed (OTC) shares	691,594	-	-	691,594
Fund beneficiary certificates	4,405,959	-	-	4,405,959
Beneficiary securities	248,184	-	-	248,184
Foreign listed stocks	153	-	-	153
Total	<u>\$ 5,345,890</u>	<u>\$ 14,103</u>	<u>\$ -</u>	<u>\$ 5,359,993</u>
<u>Financial assets at FVTOCI</u>				
Investments in equity instruments				
- Domestic listed (OTC) shares	\$ 1,981,263	\$ -	\$ -	\$ 1,981,263
- Domestic emerging stocks	-	-	27,192	27,192
- Domestic unlisted shares and emerging market shares	-	-	380,788	380,788
- Foreign listed (OTC) shares	39,045	-	-	39,045
- Overseas unlisted equity investments	-	-	131,158	131,158
Total	<u>\$ 2,020,308</u>	<u>\$ -</u>	<u>\$ 539,138</u>	<u>\$ 2,559,446</u>
<u>Financial liabilities at FVTPL</u>				
Derivatives	<u>\$ -</u>	<u>\$ 43,994</u>	<u>\$ -</u>	<u>\$ 43,994</u>

December 31, 2021

	Level 1	Level 2	Level 3	Total
<u>Financial assets at FVTPL</u>				
Derivatives	\$ -	\$ 8,297	\$ -	\$ 8,297
Domestic listed (OTC) shares	603,956	-	-	603,956
Fund beneficiary certificates	4,896,869	-	-	4,896,869
Beneficiary securities	232,680	-	-	232,680
Foreign listed stocks	464	-	-	464
Total	<u>\$ 5,733,969</u>	<u>\$ 8,297</u>	<u>\$ -</u>	<u>\$ 5,742,266</u>
<u>Financial assets at FVTOCI</u>				
Investments in equity instruments				
- Domestic listed (OTC) shares	\$ 1,818,862	\$ -	\$ -	\$ 1,818,862
- Domestic emerging stocks	-	-	21,677	21,677
- Domestic unlisted shares and emerging market shares	-	-	437,569	437,569

(Continued)

(Continued)

	Level 1	Level 2	Level 3	Total
- Foreign listed (OTC) shares	\$ 40,855	\$ -	\$ -	\$ 40,855
— Overseas unlisted equity investments	-	-	113,775	113,775
Total	<u>\$ 1,859,717</u>	<u>\$ -</u>	<u>\$ 573,021</u>	<u>\$ 2,432,738</u>
<u>Financial liabilities at FVTPL</u>				
Derivatives	<u>\$ -</u>	<u>\$ 3,380</u>	<u>\$ -</u>	<u>\$ 3,380</u>
 <u>March 31, 2021</u>				
	Level 1	Level 2	Level 3	Total
<u>Financial assets at FVTPL</u>				
Derivatives	\$ -	\$ 5,734	\$ -	\$ 5,734
Domestic listed (OTC) shares	408,534	-	-	408,534
Fund beneficiary certificates	4,841,181	-	-	4,841,181
Beneficiary securities	233,294	-	-	233,294
Foreign listed stocks	572	-	-	572
Total	<u>\$ 5,483,581</u>	<u>\$ 5,734</u>	<u>\$ -</u>	<u>\$ 5,489,315</u>
<u>Financial assets at FVTOCI</u>				
Investments in equity instruments				
- Domestic listed (OTC) shares	\$ 1,827,266	\$ -	\$ -	\$ 1,827,266
- Domestic emerging stocks	-	-	12,416	12,416
- Domestic unlisted shares and emerging market shares	-	-	761,137	761,137
- Foreign listed (OTC) shares	37,159	-	-	37,159
— Overseas unlisted equity investments	-	-	108,360	108,360
Total	<u>\$ 1,864,425</u>	<u>\$ -</u>	<u>\$ 881,913</u>	<u>\$ 2,746,338</u>
<u>Financial liabilities at FVTPL</u>				
Derivatives	<u>\$ -</u>	<u>\$ 28,302</u>	<u>\$ -</u>	<u>\$ 28,302</u>

There were no transfers between Levels 1 and 2 for the three months ended March 31, 2022 and 2021.

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

	For the Three Months Ended March 31, 2022	For the Three Months Ended March 31, 2021
<u>Financial assets at FVTOCI</u>		
Beginning balance	\$ 573,021	\$ 833,285
Recognized in other comprehensive income (included in unrealized gain (loss) on financial assets at FVTOCI)	(33,883)	87,773
Return of capital	<u>-</u>	<u>(39,145)</u>
Ending Balance	<u>\$ 539,138</u>	<u>\$ 881,913</u>

3) Valuation techniques and inputs applied for Level 2 fair value measurement

Categories of financial instruments	Valuation Techniques and Inputs
Financial liabilities – domestic corporate bonds	The corporate bond interest rate announced by Taipei Exchange, of which per-hundred price is calculated according to the credit rating and the expiration date through interpolation method.
Derivatives - foreign exchange forward contracts	Discounted cash flow: Future cash flows are estimated based on observable forward exchange rates at the end of the reporting period and contract forward rates, discounted at a rate that reflects the credit risk of various counterparties.

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

The Group applied the valuation techniques and inputs for Level 3 fair value measurement for its independent fair value authentication of financial instruments which was carried out by the financial department. Through information from independent resources, the Group keeps the results close to the market state and reviews such results periodically to ensure that they are reasonable. The fair values of domestic and foreign unlisted equity securities were determined using the asset-based approach. In this approach, the fair value is determined by the latest net value of the investee company and the financial and business conditions of its observable company. If the discount for the lack of marketability decreases, the fair value of investments will increase. When the discount for lack of marketability increases/decreases by 10%, the fair value will decrease/increase by NT\$53,914 thousand and NT\$88,191 thousand, respectively, from January 1 to March 31, 2022 and 2021.

c. Categories of financial instruments

	March 31, 2022	December 31, 2021	March 31, 2021
<u>Financial assets</u>			
Financial assets at FVTPL			
Financial assets mandatorily classified as at FVTPL	\$ 5,359,993	\$ 5,742,266	\$ 5,489,315
Financial assets measured at amortized cost			
Cash and cash equivalents	11,080,971	10,365,353	9,822,807
Pledged time and demand deposits	726,234	731,638	785,391
Notes receivable	628,657	875,475	549,021
Accounts receivable	7,058,701	8,515,477	7,782,746
Other receivables (including related parties)	430,169	511,725	440,600
Refundable deposits	175,539	173,394	170,540
Financial assets at FVTOCI – investments in equity instruments	2,559,446	2,432,738	2,746,338
<u>Financial liabilities</u>			
Measured at FVTPL - held for trading			
	43,994	3,380	28,302
Financial liabilities measured at amortized cost			
Short-term borrowings	1,416,690	2,498,041	2,552,117
Short-term bills payable	149,956	279,635	661,671
Notes and accounts payable	3,484,947	3,528,998	3,441,431
Other payables (not including salaries payable or taxes payable)	1,398,550	1,472,810	1,282,474
Current portion of long-term borrowings	2,326,268	3,059,116	2,999,226
Bonds payable	5,990,385	5,989,773	3,995,825
Long-term borrowings	4,283,148	4,453,323	7,240,000
Guarantee deposits	39,950	29,528	24,731

d. Financial Risk Management Objectives and Policies

The Group's conduct of risk controlling and hedging strategy is influenced by the operational environment. The Group monitors and manages the financial risk by business nature and risk dispersion. These risks include market risk (including foreign currency risk, interest rate risk and other price risks), credit risk and liquidity risk.

1) Market Risks

The Group's activities exposed it primarily to the financial risks of changes in foreign currency exchange rates, interest rates and other price risks.

There has been no change to the Group's exposure to market risks or the manner in which these risks were managed and measured.

a) Foreign currency risk

The Group had conducted foreign currency sales and purchases, which exposed the Group to foreign currency risk. In order to avoid the impact of foreign currency exchange rate changes, which lead to deductions in foreign currency denominated assets and fluctuations in their future cash flows, the Group used foreign exchange forward contracts to eliminate foreign currency exposure and thus mitigate the impact of the risk. The use of foreign exchange forward contracts was governed by the Group's policies approved by the board of directors. Compliance with policies and exposure limits was reviewed by internal auditors on a continuous basis. The Group did not engage in any derivative transactions for speculative purposes.

For the carrying amount of monetary assets and monetary liabilities denominated in non-functional currencies of the Group as of the balance sheet date, please refer to Note 38. Please refer to Note 7 for carrying amount of derivatives exposed to exchange rate risk.

Sensitivity analysis

The sensitivity analysis of foreign currency risk mainly focuses on the computation of foreign currency monetary items at the end of the financial reporting period (U.S. dollar and RMB denominated items). When the functional currency of the entities of the Group relative to the USD and RMB appreciates/depreciates by 3%, the Group's profit before tax for period from January 1 to March 31, 2022 and 2021 will decrease/increase by NT\$142,913 thousand and NT\$174,878 thousand, respectively.

Since this sensitivity analysis is based on the computation of foreign currency exposure at balance sheet date, the management concedes that this analysis cannot properly reflect the mid-year exposures.

b) Interest rate risk

The Group was exposed to the fair value risk of interest rate fluctuations for the fixed interest rate bearing financial assets and financial liabilities; the Group was exposed to the cash flow risk of interest rate fluctuations for the floating interest rate bearing financial assets and financial liabilities. The Group's management regularly monitors the fluctuations in market rates and then adjusted its balance of floating rate bearing financial liabilities to make the Group's interest rates more closely approach market rates in response to the interest rate risk.

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

	<u>March 31, 2022</u>	<u>December 31, 2021</u>	<u>March 31, 2021</u>
Fair value interest rate risk			
- Financial assets	\$ 7,513,983	\$ 7,781,222	\$ 6,292,557
- Financial liabilities	10,463,546	12,819,174	13,500,418
Cash flow interest rate risk			
- Financial assets	3,969,055	3,050,945	3,875,850
- Financial liabilities	4,161,640	3,921,281	4,406,917

Sensitivity analysis

Regarding the sensitivity analysis of interest risk, the Group's computation was based on financial assets and financial liabilities with cash flow interest rate risk. A 0.5% increase/decrease of market interest was used when reporting interest rate risk internally to key management personnel and represents management's assessment of the reasonably possible change in interest rate. If interest rates had been 0.5% higher/lower and all other variables were held constant, the Group's profit before tax from January 1 to March 31, 2022 and 2021 will decrease/increase by NT\$430 thousand and NT\$664 thousand, respectively.

c) Other price risk

The Group was exposed to the equity price risk through its investments in domestic and foreign listed (OTC) shares, fund beneficiary certificates and other investments. The Group manages this exposure by maintaining a portfolio of investments with different risks. In addition, the Group has appointed a special team to monitor the price risk.

Sensitivity analysis

The following sensitivity analysis was determined based on the price of equity securities on the balance sheet date. However, the fund beneficiary certificates held by the Group are mainly money market funds, which have very low price volatility risk, so it is not included in sensitivity analysis.

If the equity price had increased/decreased by 5%, the pre-tax profit from January 1 to March 31, 2022 and 2021 would have increased/decreased by NT\$46,997 thousand and NT\$32,120 thousand, respectively, as a result of the changes in fair value of financial assets at FVTPL (excluding mutual fund beneficiary certificates); The pre-tax other comprehensive income from January 1 to March 31, 2022 and 2021 would have increased/decreased by NT\$127,972 thousand and NT\$137,317 thousand, respectively, as a result of the changes in fair value of financial assets at FVTOCI.

2) Credit risk

Credit risk refers to the risk that a counterparty will default on its contractual obligations and result in financial loss to the Group. As of the balance sheet date, the Group's maximum exposure to credit risk, which would cause a financial loss to the Group due to the failure of the counterparty to discharge its obligation, could arise from:

- a) The carrying amount of the financial assets recognized in the consolidated balance sheets; and
- b) The maximum amount payable by the Group due to financial guarantees provided by the Group.

The Group adopted a policy of only dealing with creditworthy counterparties as a means of mitigating the risk of financial loss from defaults. The Group's exposure and the credit ratings of its counterparties are continuously monitored.

The counterparties of the Group's accounts receivable included numerous clients distributed over a variety of areas and were not centered on a single client or location. Furthermore, the Group continuously assesses the financial condition of its clients, and then the Group's credit risk was limited. On the balance sheet date, the Group's maximum exposure to credit risk is approximately the carrying amounts respective recognized financial assets as stated in the balance sheet.

3) Liquidity risk

The Group operations and mitigate the effects of the Group's operating cash flow fluctuations by managing and maintaining sufficient cash and cash equivalents.

- a) Liquidity of non-derivative financial liabilities and interest risk table

The following table details the Group's remaining contractual maturity for its non-derivative financial liabilities with agreed repayment periods based on the probable earliest dates on which the Group can be required to pay. The table has been drawn up based on the undiscounted cash flows of financial liabilities, including the cash flows of interests and principals.

March 31, 2022

	Weighted Average Interest Rate (%)	On Demand or Less than 1 Year	1-5 Years	More than 5 years
<u>Non-derivative</u>				
<u>financial liabilities</u>				
Non-interest				
bearing liabilities		\$ 4,883,497	\$ -	\$ -
Lease liabilities	0.83-9.25	78,861	247,064	285,623
Floating interest				
rate liabilities	0.16-2.32	1,033,814	3,216,588	-
Fixed interest rate				
liabilities	0.63-1.10	<u>3,104,180</u>	<u>4,806,105</u>	<u>2,315,622</u>
		<u>\$ 9,100,352</u>	<u>\$ 8,269,757</u>	<u>\$ 2,601,245</u>

Additional information about the maturity analysis for lease liabilities:

	Less than 1 Year	1-5 years	5-10 years	10-15 years	15-20 years	More than 20 years
Lease liabilities	<u>\$ 78,861</u>	<u>\$ 247,064</u>	<u>\$ 66,106</u>	<u>\$ 63,866</u>	<u>\$ 57,501</u>	<u>\$ 98,150</u>

December 31, 2021

	Weighted Average Interest Rate (%)	On Demand or Less than 1 Year	1-5 Years	More than 5 years
<u>Non-derivative financial liabilities</u>				
Non-interest				
bearing liabilities		\$ 5,001,808	\$ -	\$ -
Lease liabilities	0.83-9.25	79,836	246,828	288,585
Floating interest rate				
liabilities	0.10-1.90	970,600	2,986,558	-
Fixed interest rate				
liabilities	0.63-1.90	<u>4,877,712</u>	<u>5,209,600</u>	<u>2,300,000</u>
		<u>\$ 10,929,956</u>	<u>\$ 8,442,986</u>	<u>\$ 2,588,585</u>

Additional information about the maturity analysis for lease liabilities:

	Less than 1 Year	1-5 years	5-10 years	10-15 years	15-20 years	More than 20 years
Lease liabilities	<u>\$ 79,836</u>	<u>\$ 246,828</u>	<u>\$ 66,215</u>	<u>\$ 64,030</u>	<u>\$ 57,501</u>	<u>\$ 100,839</u>

March 31, 2021

	Weighted Average Interest Rate (%)	On Demand or Less than 1 Year	1-5 Years	More than 5 years
<u>Non-derivative financial liabilities</u>				
Non-interest				
bearing liabilities		\$ 4,723,905	\$ -	\$ -
Lease liabilities	0.83-9.25	113,327	237,281	275,513
Floating interest				
rate liabilities	0.52-1.30	316,917	4,090,000	-
Fixed interest rate				
liabilities	0.25-2.89	<u>5,897,200</u>	<u>7,150,000</u>	<u>-</u>
		<u>\$ 11,051,349</u>	<u>\$ 11,477,281</u>	<u>\$ 275,513</u>

Additional information about the maturity analysis for lease liabilities:

	Less than 1 Year	1-5 years	5-10 years	10-15 years	15-20 years	More than 20 years
Lease liabilities	<u>\$ 113,327</u>	<u>\$ 237,281</u>	<u>\$ 75,121</u>	<u>\$ 42,389</u>	<u>\$ 43,029</u>	<u>\$ 114,974</u>

- b) Liquidity and interest rate risk tables for derivative financial liabilities
Liquidity analysis of derivative financial instruments with gross delivery is prepared on the basis of undiscounted gross cash inflows and outflows. When the amount payable or receivable is not fixed, the amount disclosed is determined by the expected interest rate derived from the yield curve on the balance sheet date.

March 31, 2022

	On Demand or Less than 1 Month	1-3 Months	3 months to 1 year
<u>Gross settled</u>			
Foreign exchange forward contracts			
- Inflows	\$ 1,044,564	\$ 1,684,131	\$ 53,693
- Outflows	(1,068,590)	(1,694,258)	(55,819)
	<u>(\$ 24,026)</u>	<u>(\$ 10,127)</u>	<u>(\$ 2,126)</u>

December 31, 2021

	On Demand or Less than 1 Month	1-3 Months	3 months to 1 year
<u>Gross settled</u>			
Foreign exchange forward contracts			
- Inflows	\$ 1,049,371	\$ 1,987,001	\$ 57,671
- Outflows	(1,052,384)	(1,991,684)	(59,512)
	<u>(\$ 3,013)</u>	<u>(\$ 4,683)</u>	<u>(\$ 1,841)</u>

March 31, 2021

	On Demand or Less than 1 Month	1-3 Months	3 months to 1 year
<u>Gross settled</u>			
Foreign exchange forward contracts			
- Inflows	\$ 1,469,223	\$ 1,623,872	\$ 83,352
- Outflows	(1,480,820)	(1,640,556)	(84,486)
	<u>(\$ 11,597)</u>	<u>(\$ 16,684)</u>	<u>(\$ 1,134)</u>

c) **Financing facilities**

The Group relies on bank loans as a significant source of liquidity. As of the balance sheet date, the unused amounts of bank financing facilities were as follows:

	<u>March 31, 2022</u>	<u>December 31, 2021</u>	<u>March 31, 2021</u>
Bank loan facilities			
- Amount unused	<u>\$ 40,887,769</u>	<u>\$ 38,572,010</u>	<u>\$ 35,275,891</u>

34. Related Party Transactions

Balances and transactions between the Company and its subsidiaries, which are related parties of the Company, have been eliminated on consolidation and are not disclosed in this note. Besides information disclosed elsewhere in other notes, details of transactions between the Group and its related parties are disclosed below:

a. Name of the related party and their relationship

<u>Name of the related party</u>	<u>Relationship with the Group</u>
Fujian Gulei Petrochemical Co., Ltd.	Joint ventures
USI Educational Foundation (USIF)	Other related parties

b. Purchase (classified as cost of goods sold)

<u>Related Party Category/Name</u>	<u>For the Three Months Ended March 31, 2022</u>	<u>For the Three Months Ended March 31, 2021</u>
Joint ventures	<u>\$ 597,669</u>	<u>\$ -</u>

Purchases from related parties had no material differences from those of general purchase transactions.

c. Donation costs (recorded as administrative expenses)

<u>Related Party Category/Name</u>	<u>For the Three Months Ended March 31, 2022</u>	<u>For the Three Months Ended March 31, 2021</u>
Other related parties		
USI Education Foundation	<u>\$ 20,000</u>	<u>\$ 16,000</u>

d. Management services income (classified as other revenue)

<u>Related Party Category/Name</u>	<u>For the Three Months Ended March 31, 2022</u>	<u>For the Three Months Ended March 31, 2021</u>
Joint ventures	<u>\$ 8,249</u>	<u>\$ 9,167</u>

e. Other receivables

<u>Related Party Category/Name</u>	<u>March 31, 2022</u>	<u>December 31, 2021</u>	<u>March 31, 2021</u>
Joint ventures	<u>\$ 7,659</u>	<u>\$ 21,083</u>	<u>\$ 8,321</u>

f. Other payables

<u>Related Party Category/Name</u>	<u>March 31, 2022</u>	<u>December 31, 2021</u>	<u>March 31, 2021</u>
Other related parties			
USI Education Foundation	<u>\$ 5,000</u>	<u>\$ -</u>	<u>\$ -</u>

g. Compensation of key management personnel

Remuneration to directors and the key management personnel was as follows:

	For the Three Months Ended March 31, 2022	For the Three Months Ended March 31, 2021
Short-term employee benefits	\$ 8,682	\$ 7,895
Retirement benefits	<u>332</u>	<u>81</u>
	<u>\$ 9,014</u>	<u>\$ 7,976</u>

The compensation of directors and key executives was determined by the remuneration committee based on the performance of individuals and market trends.

35. COLLATERALIZED ASSETS

The following assets of the Group have been pledged as collateral for material purchase, outward documentary bill, long-term and short-term financing facilities:

	March 31, 2022	December 31, 2021	March 31, 2021
Pledged time deposits (recorded as financial assets at amortized cost)	\$ 678,621	\$ 679,083	\$ 678,114
Financial assets at FVTPL	10,023	9,085	-
Property, plant and equipment	157,629	160,158	926,613
Investment properties - net	-	-	108,178
Land use right (classified as right-of-use assets)	21,168	20,578	21,175
Refundable deposits (classified as other non-current assets)	<u>126,757</u>	<u>121,685</u>	<u>62,811</u>
	<u>\$ 994,198</u>	<u>\$ 990,589</u>	<u>\$ 1,796,891</u>

36. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNIZED CONTRACTUAL COMMITMENTS

a. As of March 31, 2022, December 31, 2021 and March 31, 2021, the Group's unused letters of credit amounted to NT\$4,268,289 thousand, NT\$3,177,888 thousand and NT\$2,885,750 thousand, respectively.

b. Regarding the Company's associate, China General Terminal & Distribution Corporation ("CGTD"), who was commissioned to operate the propylene pipeline of LCY Chemical Corp. ("LCY") resulting in a gas explosion on July 31, 2014, the appeal was dismissed by the Supreme Court on September 15, 2021, and all three employees of CGTD were innocent.

On February 12, 2015, CGTD entered into an agreement with the Kaohsiung City Government to provide the Kaohsiung City Government with pledge right set of a bank deposit certificate of NT\$227,540 thousand (including interests) as the guarantee for the loss caused by the gas explosion. Kaohsiung City Government has also filed civil lawsuits against LCY, CGTD and CPC Corporation. Taiwan Power Company applied for provisional attachment against CGTD's property on August 27 and November 26, 2015. CGTD had deposited cash of NT\$99,207 thousand to the court to avoid provisional attachment. Taiwan Water Corporation also applied for

provisional attachment against CGTD's property on February 3 and March 2, 2017. As of April 30, 2022 the provisionally attached property was worth NT\$12,498 thousand.

For the victims of the gas explosion, CGTD, LCY and the Kaohsiung City Government signed a tripartite agreement for severe injuries on July 17, 2015 agreeing to negotiate the compensation first with the 32 severely injured victims, agreeing to negotiate compensation in advance for all the heirs and claimants of the 32 victims (hereinafter referred to as "the families of the victims), paying the families of the victims NT\$12,000 thousand for each victim, with a total settlement of NT\$384,000 thousand. LCY paid the compensation first and also represented the three parties in the settlement negotiation and the signing of settlement agreements with the family of the deceased.

For the severely injured, CGTD, LCY and the Kaohsiung City Government signed a tripartite agreement for severe injuries on October 25, 2017 agreeing to negotiate the compensation first with the 65 severely injured victims. The compensation was paid by CGTD and the Kaohsiung City Government, and CGTD was in charge of negotiating the compensation with the seriously injured victims' families and signing the settlement agreement on behalf of the three parties with the 64 seriously injured victims' families.

As of April 30, 2022, the victims and victims' families had written letters or filed civil lawsuits (including criminal lawsuits) against CGTD, LCY Chemical Corp. and CPC for compensation claims. To reduce the lawsuit costs, CGTD came to a compromise and reduced the original claim of NT\$46,677 thousand and settled for a compensation amount of NT\$4,519 thousand instead. Along with the case still under litigation and the above-mentioned compensation, the accumulated amount of compensation is NT\$3,856,447 thousand. The first-instance judgments of some of the above-mentioned civil cases (with a total amount of compensation of approximately \$1,341,128 thousand) have been gradually announced, starting from June 22, 2018. The proportion of fault liability of the Kaohsiung City Government, LCY Chemical Corp. and CGTD is 4 : 3 : 3 in most judgments. The total amount of compensation that CGTD, LCY Chemical Corp. and the other defendants should pay is around NT\$401,979 thousand. (In particular, CGTD was exempted to pay NT\$6,194 thousand according to the court's judgment.) For the civil cases that have been sentenced but not settled, CGTD has filed an appeal and has started the second trial procedure one after another. The remaining cases are still pending in the Court of First Instance (the amount claimed is approximately NT\$2,012,493 thousand). CGTD and its insurance company signed a settlement agreement, covering the proportion of the liability for negligence determined in the first-instance judgment, the estimated amount of the settlement with the victims and the severely injured, and the amount of compensation in civil cases (including cases that have been settled); after the maximum insurance claims is deducted, the estimated amount that should be borne by CGTD and has been recognized is NT\$136,375 thousand. However, the actual amount of the aforementioned relevant settlements and compensation will not

be confirmed until the proportion of the liabilities that should be borne by CGTD is determined in the civil case judgment in the future.

37. SIGNIFICANT CONTRACTS

- a. TVCM along with CPC Corporation, Formosa Plastics Corporation, Mitsui Corp., signed a dichloromethane purchase agreement in which the purchase prices are calculated by the buyers and sellers in accordance with a pricing formula.
- b. In order to improve the efficiency of asset management, the Group provided 10 parcels of land accounted for investment properties located in the third sub-section of Yanji Section, Songshan District, Taipei, and participated in the urban renewal plan of Huaku Development Co., Ltd. (hereinafter referred to as "Huaku") in cooperation with neighboring areas in the form of right transformation and has signed an urban renewal development contract, with the collection of the performance bond of NT\$6,400 thousand from the builder. The plan has been approved by the Taipei City government on November 30, 2017. In addition, to ensure the smooth development and completion of the urban renewal plan, the Group and Huaku signed the real estate trust agreement with and jointly entrusted the Trust Department of E.sun Bank in 2017 to manage, divide, merge and transfer the property rights of the construction base and the above-ground buildings during the term of the trust relationship. As of March 31, 2022, the urban renewal plan has been completed with the use right license has been obtained and uncompleted transfer of property rights for land and houses.
- c. Key operation contracts
CGTD is commissioned to operate the storage and transportation of any items of petrochemical raw materials; operating service charges are calculated in accordance with the actual operation quantities and at the rate stated in the contracts. The insurance expenses of petrochemical raw materials are borne by individual commissioned companies.

<u>Commissioning Company</u>	<u>Operation Contract Period</u>
Taita Chemical Company, Ltd.	2022.01.01-2022.12.31
Taiwan VCM Corporation	2022.01.01-2022.12.31
USI CORPORATION	2022.01.01-2022.12.31
Asia Polymer Corporation	2022.01.01-2022.12.31
LCY Chemical Corp.	2022.01.01-2022.12.31
TSRC Corporation	2022.01.01-2022.12.31
Nantex Industry Co., Ltd.	2022.01.01-2022.12.31
En Chuan Chemical Industries Co., Ltd.	2022.01.01-2022.12.31
Xin Long Guang Plastics Co., Ltd.	2022.01.01-2022.12.31
Oriental Union Chemical Corporation	2022.01.01-2022.12.31
Formosa Plastics Corporation	2022.01.01-2022.12.31
Chi Shen Transportation Co., Ltd.	2022.01.01-2022.12.31
LCY Grit Corp.	2022.01.01-2022.12.31
Shin Foong Specialty And Applied Materials Co., Ltd.	2022.01.01-2022.12.31

The aforesaid operation contracts may be renewed upon expiration.

38. SIGNIFICANT FINANCIAL ASSETS AND LIABILITIES DENOMINATED IN FOREIGN CURRENCIES

The Group entities' significant financial assets and liabilities denominated in foreign currencies and aggregated by foreign currencies other than functional currencies and the related exchange rates between foreign currencies and respective functional currencies were as follows:

Unit: Foreign and Functional Currencies in Thousands

	March 31, 2022				
	Foreign currencies		Exchange Rate (In Single Dollars)	Functional Currencies	NT\$
<u>Foreign Currency Assets</u>					
<u>Monetary items</u>					
USD	\$ 194,600	28.63	(USD/NTD)	\$ 5,570,448	\$ 5,570,448
USD	4,892	6.35	(USD/RMB)	31,059	140,052
USD	4,090	4.38	(USD/MYR)	17,911	117,068
RMB	339,616	4.51	(RMB/NTD)	1,531,387	1,531,387
RMB	3,200	0.16	(RMB/USD)	504	14,435
AUD	652	21.42	(AUD/NTD)	13,969	13,969
EUR	995	31.92	(EUR/NTD)	31,747	31,747
<u>Non-monetary items</u>					
Joint Ventures Using the Equity Method					
RMB	4,196,156	0.16	(RMB/USD)	660,999	18,921,105
Derivatives					
Purchase USD	24,760	28.63	(USD/NTD)	12,990	12,990
Sell USD	1,670	28.63	(USD/NTD)	29	29
Sell USD	1,650	4.38	(USD/MYR)	45	295
Purchase JPY	90,000	0.01	(JPY/USD)	28	789
<u>Foreign currency liabilities</u>					
<u>Monetary items</u>					
USD	65,216	28.63	(USD/NTD)	1,866,828	1,866,828
USD	20,165	6.35	(USD/RMB)	128,008	577,215
USD	1,940	4.38	(USD/MYR)	8,498	55,545
RMB	24,401	4.51	(RMB/NTD)	110,028	110,028
<u>Non-monetary items</u>					
Derivatives					
Purchase USD	51,129	28.63	(USD/NTD)	256	256
Sell USD	27,640	28.63	(USD/NTD)	14,000	14,000
Sell USD	250	4.38	(USD/MYR)	2	11
Sell RMB	256,400	4.51	(RMB/NTD)	29,727	29,727

December 31, 2021					
	Foreign currencies		Exchange Rate (In Single Dollars)	Functional Currencies	NT\$
<u>Foreign Currency Assets</u>					
<u>Monetary items</u>					
USD	\$ 220,029	27.68	(USD/NTD)	\$ 6,090,148	\$ 6,090,148
USD	5,174	6.38	(USD/RMB)	32,987	143,214
USD	4,570	4.36	(USD/MYR)	19,906	126,505
RMB	495,301	4.34	(RMB/NTD)	2,150,425	2,150,425
RMB	1,611	0.16	(RMB/USD)	253	7,004
AUD	1,000	20.08	(AUD/NTD)	20,078	20,078
EUR	774	31.32	(EUR/NTD)	24,223	24,223
<u>Non-monetary items</u>					
Joint Ventures Using the Equity Method					
RMB	4,453,674	0.16	(RMB/USD)	698,539	19,335,554
Derivatives					
Sell USD	49,930	27.68	(USD/NTD)	6,308	6,308
Sell USD	1,850	4.36	(USD/MYR)	49	313
Sell RMB	137,000	4.34	(RMB/NTD)	1,133	1,133
Sell Euro	60	4.93	(EUR/MYR)	22	143
Purchase JPY	100,000	0.01	(JPY/USD)	14	400
<u>Foreign currency liabilities</u>					
<u>Monetary items</u>					
USD	76,741	27.68	(USD/NTD)	2,124,188	2,124,188
USD	19,106	6.38	(USD/RMB)	528,864	528,864
USD	1,209	4.36	(USD/MYR)	5,265	33,462
RMB	20,782	4.34	(RMB/NTD)	90,223	90,223
<u>Non-monetary items</u>					
Derivatives					
Sell USD	300	4.36	(USD/MYR)	4	28
Sell RMB	238,900	4.34	(RMB/NTD)	3,352	3,352
March 31, 2021					
	Foreign Currency		Exchange Rate (In Single Dollars)	Functional Currencies	NT\$
<u>Foreign Currency Assets</u>					
<u>Monetary items</u>					
USD	\$ 204,482	28.54	(USD/NTD)	\$ 5,834,901	\$ 5,834,901
USD	3,812	6.57	(USD/RMB)	25,045	108,756
USD	4,490	4.34	(USD/MYR)	19,493	128,116
RMB	390,303	4.34	(RMB/NTD)	1,694,849	1,694,849
RMB	2,462	0.15	(RMB/USD)	375	10,691
AUD	812	21.71	(AUD/NTD)	17,639	17,639
EUR	527	33.48	(EUR/NTD)	17,680	17,680
<u>Non-monetary items</u>					
Joint Ventures Using the Equity Method					
RMB	4,621,502	0.15	(RMB/USD)	703,286	20,068,258
Derivatives					
Purchase USD	12,280	28.54	(USD/NTD)	4,020	4,020
Sell USD	6,930	28.54	(USD/NTD)	501	501
Sell USD	560	4.34	(USD/MYR)	39	255
Sell RMB	52,100	4.34	(RMB/NTD)	513	513
Sell Euro	120	5.09	(EUR/MYR)	17	111
Purchase JPY	70,000	0.01	(JPY/USD)	644	334
<u>Foreign currency liabilities</u>					
<u>Monetary items</u>					
USD	47,058	28.54	(USD/NTD)	1,342,792	1,342,792
USD	15,305	6.57	(USD/RMB)	100,581	436,760
USD	936	4.34	(USD/MYR)	4,065	26,717
RMB	32,650	4.34	(RMB/NTD)	141,778	141,778
<u>Non-monetary items</u>					
Derivatives					
Sell USD	41,650	28.54	(USD/NTD)	17,750	17,750
Sell USD	100	4.34	(USD/MYR)	4	28
Sell RMB	277,800	4.34	(RMB/NTD)	10,524	10,524

From January 1 to March 31, 2022 and 2021, realized and unrealized net foreign exchange gain or loss were a gain of NT\$239,459 thousand and a loss of NT\$28,610 thousand, respectively. It is impractical to disclose net foreign exchange gains by each significant foreign currency due to the variety of the foreign currency transactions and functional currencies of the Group entities.

39. SEPARATELY DISCLOSED ITEMS

- a. Information on significant transactions and b. investees:
 - 1) Financing provided to others. (Table 1)
 - 2) Endorsements/guarantees provided. (Table 2)
 - 3) Marketable securities held (excluding investment in subsidiaries and joint ventures). (Table 3)
 - 4) Total Purchases from or Sales to Related Parties of Marketable Securities Amounting to at Least NT\$300 Million or 20% of the Paid-in Capital; (Table 4)
 - 5) Acquisitions of individual real estate at costs of at least NT\$300 million or 20% of the paid-in capital. (None)
 - 6) Disposals of individual real estate at prices of at least NT\$300 million or 20% of the paid-in capital. (None)
 - 7) Total purchases from or sales to related parties amounting to at least NT\$100 million or 20% of the paid-in capital. (Table 5)
 - 8) Receivables from related parties amounting to at least NT\$100 million or 20% of the paid-in capital. (Table 6)
 - 9) Trading in derivative instruments; (Notes 7 and 33)
 - 10) Others: The Business Relationships and Significant Transactions and Amounts between Parent and Subsidiaries and between Subsidiaries. (Table 9)
 - 11) Information on investees. (Table 7)
- c. Information on Investments in Mainland China:
 - 1) Information on investee company in mainland China, including the company names, major business activities, paid-in capital, method of investment, inward and outward remittance of funds, ownership percentage, current profit and loss and recognized investment income or loss, carrying amount of the investment at the end of the period, repatriations of investment income, and limit on the amount of investment in the mainland China. (Table 8)
 - 2) Any of the following significant transactions with investee companies in mainland China, either directly or indirectly through a third party, and their prices, payment terms, and unrealized gains or losses:
 - a) The amount and percentage of purchases and the balance and percentage of the related payables at the end of the period: Tables 5 and 9.
 - b) The amount and percentage of sales and the balance and percentage of the related receivables at the end of the period: Tables 5 and 9.
 - 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 during the period, the end of period balance, the interest rate range, and total current period interest with respect to the financing of funds: Table 1.
- f) Other transactions that have a material effect on the profit or loss for the period or on the financial position, such as the rendering or receipt of services: None.
- d. Information on major shareholders: Name, number of shares held, and shareholding percentage of shareholders with shareholding percentage exceeding 5%. (Table 10)

40. SEGMENT INFORMATION

Information reported to the chief operating decision maker for the purpose of resource allocation and assessment of segment performance focuses on the financial information of each individual company. The following was the information of the Group's reporting segments:

a. Profit or Loss of Reporting Segment

	For the Three Months Ended March 31, 2022						
	USI	CGPC and CGPC's subsidiaries	TTC and TTC's subsidiaries	ACME and ACME's subsidiaries	APC and APC's subsidiaries	Other	Total
Segment revenue	\$ 3,777,726	\$ 5,307,072	\$ 4,535,929	\$ 729,216	\$ 2,141,616	\$ 1,197,331	\$ 17,688,890
Interest income	1,138	1,325	8,232	1,634	872	2,558	15,759
Finance costs	(20,354)	(2,888)	(800)	(5,025)	(3,131)	(5,847)	(38,045)
Depreciation and amortization	(158,584)	(176,286)	(52,232)	(53,954)	(75,349)	(83,723)	(600,128)
Pre-tax profit of reporting segment	585,990	564,128	320,541	29,739	273,493	(824,058)	949,833
Income tax expenses of reporting segment	(51,231)	(65,099)	(61,651)	(11,646)	(42,673)	(25,277)	(257,577)
Net profit of reporting segment	534,759	499,029	258,890	18,093	230,820	(849,335)	692,256

	For the Three Months Ended March 31, 2021						
	USI	CGPC and CGPC's subsidiaries	TTC and TTC's subsidiaries	ACME and ACME's subsidiaries	APC and APC's subsidiaries	Other	Total
Segment revenue	\$ 3,589,988	\$ 4,978,665	\$ 4,536,148	\$ 678,598	\$ 1,852,605	\$ 1,169,900	\$ 16,805,904
Interest income	1,177	302	9,903	2,575	786	3,225	17,968
Finance costs	(23,471)	(677)	(1,312)	(3,871)	(7,377)	(7,473)	(44,181)
Depreciation and amortization	(153,456)	(177,747)	(49,447)	(50,222)	(78,152)	(88,848)	(597,872)
Impairment loss	-	-	-	-	(941)	-	(941)
Pre-tax profit of reporting segment	1,403,709	1,106,466	632,441	21,048	668,922	683,835	4,516,421
Income tax expenses of reporting segment	(155,047)	(219,690)	(143,778)	(11,721)	(113,806)	(46,221)	(690,263)
Net profit of reporting segment	1,248,662	886,776	488,663	9,327	555,116	637,614	3,826,158

b. Profit and loss of reporting segment and other major adjustments

1) Segment revenue and results

	For the Three Months Ended March 31, 2022	For the Three Months Ended March 31, 2021
Pre-tax profit of reporting segment	\$ 1,773,891	\$ 3,832,586
Income tax expenses of reporting segment	(232,300)	(644,042)
Total of net after-tax profit of reporting segment	1,541,591	3,188,544
(Loss) profit of other non-reporting segments	(849,335)	637,614
Deduction of inter-segment loss (profit)	38,120	(1,251,776)
Consolidated net after-tax profit	<u>\$ 730,376</u>	<u>\$ 2,574,382</u>

2) Other major adjustments

	For the Three Months Ended March 31, 2022							
	USI	CGPC and CGPC's subsidiaries	TTC and TTC's subsidiaries	ACME and ACME's subsidiaries	APC and APC's subsidiaries	Other	Adjustments	Total
Interest income	\$ 1,138	\$ 1,325	\$ 8,232	\$ 1,634	\$ 872	\$ 2,558	(\$ 41)	\$ 15,718
Finance costs	(20,354)	(2,888)	(800)	(5,025)	(3,131)	(5,847)	541	(37,504)
Depreciation and amortization	(158,584)	(176,286)	(52,232)	(53,954)	(75,349)	(83,723)	9,190	(590,938)

	For the Three Months Ended March 31, 2021							
	USI	CGPC and CGPC's subsidiaries	TTC and TTC's subsidiaries	ACME and ACME's subsidiaries	APC and APC's subsidiaries	Other	Adjustments	Total
Interest income	\$ 1,177	\$ 302	\$ 9,903	\$ 2,575	\$ 786	\$ 3,225	\$ -	\$ 17,968
Finance costs	(23,471)	(677)	(1,312)	(3,871)	(7,377)	(7,473)	689	(43,492)
Depreciation and amortization	(153,456)	(177,747)	(49,447)	(50,222)	(78,152)	(88,848)	14,570	(583,302)

Since the Group's individual segment assets were not included in the segment information provided chief operating decision-maker, the measured amount of operating segment assets was not disclosed herein.

USI Corporation and Subsidiaries
 FINANCING PROVIDED TO OTHERS
 For the Three Months Ended March 31, 2022

Table 1

Unit: In Thousands of New Taiwan Dollars, Unless Stated Otherwise

No.	Lender	Borrower	Financial Statement Account	Related Party (Yes/No)	Maximum Balance in Current Period	Ending Balance	Actual Borrowing Amount	Range of Interest Rates (%)	Nature of Financing (Note 2)	Business Transaction Amounts	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower (Note 1)	Aggregate Financing Limit (Note 1)	Remark
													Item	Value			
0	USI CORPORATION	USI Green Energy Corporation	Other receivables from related parties	Yes	\$ 200,000	\$ 200,000	\$ -	-	2	\$ -	Business turnover	\$ -	-	-	\$ 10,607,005	\$ 10,607,005	

Note 1: The total capital loans shall not exceed 40% of the net value of the Company's most recent financial statements certified or audited by CPAs. The maximum capital loans is calculated on the net value as of March 31, 2022.

Note 2: The nature of financing is provided as follows:

- (1) Business relationship is coded "1".
- (2) Short-term financing is coded "2".

USI Corporation and Subsidiaries
(Swanson Plastics Corporation)
FINANCING PROVIDED TO OTHERS
For the Three Months Ended March 31, 2022

Table 1-1

Unit: In Thousands of New Taiwan Dollars, Unless Stated Otherwise

No.	Lender	Borrower	Financial Statement Account	Related Party (Yes/No)	Maximum Balance in Current Period	Ending Balance (Note 3)	Actual Borrowing Amount (Notes 3 and 4)	Range of Interest Rates (%)	Nature of Financing (Note 2)	Business Transaction Amounts	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower (Note 1)	Aggregate Financing Limit (Note 1)	Remark
													Item	Value			
1	Forever Young Company Limited	Swanson International Ltd.	Other receivables	Yes	\$ 42,947	\$ 42,947	\$ 42,947	-	2	\$ -	Business turnover	\$ -	-	-	\$ 72,048	\$ 108,072	
2	ASK-Swanson (Kunshan) Co., Ltd.	Swanson Plastics (Tianjin) Co., Ltd.	Other receivables	Yes	171,350	171,350	171,350	3.85	2	-	Business turnover	-	-	-	536,041	536,041	

Note 1: The limits of financing provided to others based on the total amount of funds lending to others and the limits of individual objects set by the companies.

Note 2: The nature of financing is provided as follows:

- (1) Business relationship is coded "1".
- (2) Short-term financing is coded "2".

Note 3: The calculation was based on the spot exchange rate of March 31, 2022.

Note 4: All the transactions were written off when preparing the consolidated financial statements.

USI Corporation and Subsidiaries
 ENDORSEMENTS/GUARANTEES PROVIDED
 For the Three Months Ended March 31, 2022

Table 2

Unit: In Thousands of New Taiwan Dollars, Unless Stated Otherwise

No.	Endorser/Guarantor	Endorsee/Guarantee		Limits on Endorsement/ Guarantee Made for Each Party (Note 1)	Maximum Amount Endorsed/ Guaranteed During the Period (Note 2)	Outstanding Endorsement/ Guarantee at the End of the Period (Note 2)	Actual Borrowing Amount	Amount Endorsed/ Guaranteed by Collateral	Ratio of Accumulated Endorsement/ Guarantee to Net Equity in Latest Financial Statements (%)	Aggregate Endorsement/ Guarantee Limit (Note 1)	Endorsement/ Guarantee Made by Parent for Subsidiaries	Endorsement/ Guarantee Made by Subsidiaries for Parent	Endorsement/ Guarantee Made for Companies in Mainland China	Remark
		Company Name	Relationship											
0	USI CORPORATION	Union Polymer Int'l Investment Corp.	Subsidiary which directly held more than 50% of ordinary shares	\$ 13,258,757	\$ 2,600,000	\$ 2,600,000	\$ 687,000	\$	9.80	\$ 15,910,508	Yes	No	No	
0	USI CORPORATION	USI Green Energy Corporation	Subsidiary which directly held more than 50% of ordinary shares	13,258,757	200,236	200,234	150,234		0.76	15,910,508	Yes	No	No	
0	USI CORPORATION	Chong Loong Trading Co., Ltd.	Subsidiary which directly held more than 50% of ordinary shares	13,258,757	313,125 (USD 5,000 thousand) (NT\$170,000 thousand)	313,125 (USD 5,000 thousand) (NT\$170,000 thousand)	55,496		1.18	15,910,508	Yes	No	No	

Note 1: The total amount of guarantee that may be provided by the Company shall not exceed 60% of the Company's net worth stated on the latest financial statements; the total amount of guarantee provided by the Company to any single entity shall not exceed 50% of the Company's net worth stated on the latest financial statements.

Note 2: The calculation was based on the spot exchange rate of March 31, 2022.

USI Corporation and Subsidiaries
Acme Electronics Corporation
ENDORSEMENTS/GUARANTEES PROVIDED
For the Three Months Ended March 31, 2022

Table 2-1

Unit: In Thousands of New Taiwan Dollars, Unless Stated Otherwise

No.	Endorser/Guarantor	Endorsee/Guaranteee		Limits on Endorsement/ Guarantee Made for Each Party (Note 2)	Maximum Amount Endorsed/ Guaranteed During the Period	Outstanding Endorsement/ Guarantee at the End of the Period (Note 3)	Actual Borrowing Amount (Note 3)	Amount Endorsed/ Guaranteed by Collateral	Ratio of Accumulated Endorsement/ Guarantee to Net Equity in Latest Financial Statements (%) (Note 1)	Aggregate Endorsement/ Guarantee Limit (Note 2)	Endorsement/ Guarantee Made by Parent for Subsidiaries	Endorsement/ Guarantee Made by Subsidiaries for Parent	Endorsement/ Guarantee Made for Companies in Mainland China	Remark
		Company Name	Relationship											
0	Acme Electronics Corporation	Acme Electronics (Kunshan) Co., Ltd.	Subsidiary of ACME (Cayman)	\$ 2,092,493	\$500,938 (USD17,500 thousand)	\$500,938 (USD 17,500 thousand)	\$214,688 (USD 7,500 thousand)	-	35.91%	\$ 2,789,990	No	No	Yes	
		Acme Electronics (Guang-Zhou) Co., Ltd.	Subsidiary of GAEL	2,092,493	85,875 (USD 3,000 thousand)	85,875 (USD 3,000 thousand)	-	-	6.16%	2,789,990	No	No	Yes	
		ACME Electronics (Cayman) Corp.	Subsidiary of Acme Electronics Corporation	2,092,493	229,000 (USD 8,000 thousand)	229,000 (USD 8,000 thousand)	229,000 (USD 8,000 thousand)	-	16.42%	2,789,990	No	No	No	

Note 1: The rate was calculated by the equity of ACME as of March 31, 2022.

Note 2: The maximum amount of total endorsement/guarantee shall not exceed 200% of the equity attributable to owners of ACME. The maximum amount of endorsement/guarantee for an individual entity shall not exceed 150% of the equity attributable to owners of ACME. The maximum amount of endorsement/guarantee was calculated based on the equity of the endorser/guarantor as of March 31, 2022.

Note 3: The calculation was based on the spot exchange rate of March 31, 2022.

USI Corporation and Subsidiaries
(Swanson Plastics Corporation)
ENDORSEMENTS/GUARANTEES PROVIDED
For the Three Months Ended March 31, 2022

Table 2-2

Unit: In Thousands of New Taiwan Dollars, Unless Stated Otherwise

No.	Endorser/Guarantor	Endorsee/Guarantee		Limits on Endorsement/ Guarantee Made for Each Party (Note 1)	Maximum Amount Endorsed/ Guaranteed During the Period	Outstanding Endorsement/ Guarantee at the End of the Period (Note 2)	Actual Borrowing Amount (Note 2)	Amount Endorsed/ Guaranteed by Collateral	Ratio of Accumulated Endorsement/ Guarantee to Net Equity in Latest Financial Statements (%)	Aggregate Endorsement/ Guarantee Limit (Note 1)	Endorsement /Guarantee Made by Parent for Subsidiaries	Endorsement/ Guarantee Made by Subsidiaries for Parent	Endorsement /Guarantee Made for Companies in Mainland China	Remark
		Company Name	Relationship											
0	Swanson Plastics Corporation	Forever Young Co., Ltd.	Subsidiary	\$ 5,290,204	\$ 1,434,113	\$ 1,434,113	\$ -	\$ -	54.22	\$ 6,612,755	No	No	No	
0	Swanson Plastics Corporation	Swanson Plastics (Singapore) Pte., Ltd.	Subsidiary	5,290,204	51,239	51,239	-	-	1.94	6,612,755	No	No	No	
0	Swanson Plastics Corporation	Swanson Plastics (Malaysia) Sdn. Bhd.	Sub-subsiary	5,290,204	34,350	34,350	-	-	1.30	6,612,755	No	No	No	
0	Swanson Plastics Corporation	Swanson Plastics (Kunshan) Co., Ltd.	Sub-subsiary	5,290,204	85,875	85,875	-	-	3.25	6,612,755	No	No	Yes	
0	Swanson Plastics Corporation	Swanson Technologies Corporation	Subsidiary	5,290,204	188,925	188,925	30,000	-	7.14	6,612,755	No	No	No	
0	Swanson Plastics Corporation	Swanson Plastics (Tianjin) Co., Ltd.	Sub-subsiary	5,290,204	28,625	28,625	-	-	1.08	6,612,755	No	No	Yes	
0	Swanson Plastics Corporation	PT. Swanson Plastics Indonesia	Subsidiary	5,290,204	57,250	57,250	-	-	2.16	6,612,755	No	No	No	

Note 1: The amount of endorsements/guarantees for an individual entity shall not exceed 200% of SPC's equity stated on the latest financial statements. The maximum amount of total endorsements/guarantees shall not exceed 250% of SPC's equity stated on the latest financial statements.

Note 2: The calculation was based on the spot exchange rate of March 31, 2022.

USI Corporation and Subsidiaries
(China General Plastics Corporation)
ENDORSEMENTS/GUARANTEES PROVIDED
For the Three Months Ended March 31, 2022

TABLE 2-3

Unit: In Thousands of New Taiwan Dollars, Unless Stated Otherwise

No.	Endorser/Guarantor	Endorsee/Guarantee		Limits on Endorsement/ Guarantee Made for Each Party (Note 2)	Maximum Amount Endorsed/ Guaranteed During the Period	Outstanding Endorsement/ Guarantee at the End of the Period	Actual Borrowing Amount	Amount Endorsed/ Guaranteed by Collateral	Ratio of Accumulated Endorsement/ Guarantee to Net Equity in Latest Financial Statements (%) (Note 1)	Aggregate Endorsement/ Guarantee Limit (Note 2)	Endorsement /Guarantee Made by Parent for Subsidiaries	Endorsement/ Guarantee Made by Subsidiaries for Parent	Endorsement/ Guarantee Made for Companies in Mainland China	Remark
		Company Name	Relationship											
0	China General Plastics Corporation	CGPC Polymer Corporation	Subsidiary	\$ 6,973,667	\$ 1,000,000	\$ 1,000,000	\$	None	8.60	\$ 11,622,778	No	No	No	

Note 1: The ratio was calculated by the equity of CGPC as of March 31, 2022.

Note 2: The total amount of guarantee that may be provided by CGPC shall not exceed 100% of CGPC's net worth stated on the latest financial statements. The amount of guarantee that may be provided by CGPC to any individual entity shall not exceed 60% of CGPC's net worth stated on the latest financial statements.

USI Corporation and Subsidiaries
(Taita Chemical Company, Ltd.)
ENDORSEMENTS/GUARANTEES PROVIDED
For the Three Months Ended March 31, 2022

Table 2-4

Unit: In Thousands of New Taiwan Dollars, Unless Stated Otherwise

No.	Endorser/Guarantor	Endorsee/Guarantee		Limits on Endorsement/ Guarantee Made for Each Party (Note 2)	Maximum Amount Endorsed/ Guaranteed During the Period (Note 1)	Outstanding Endorsement/ Guarantee at the End of the Period (Note 1)	Actual Borrowing Amount	Amount Endorsed/ Guaranteed by Collateral	Ratio of Accumulated Endorsement/ Guarantee to Net Equity in Latest Financial Statements (%)	Aggregate Endorsement/ Guarantee Limit (Note 2)	Endorsement/ Guarantee Made by Parent for Subsidiaries	Endorsement/ Guarantee Made by Subsidiaries for Parent	Endorsement/ Guarantee Made for Companies in Mainland China	Remark
		Company Name	Relationship											
0	Taita Chemical Company, Ltd.	TAITA (BVI) Holding Co., Ltd.	Subsidiaries that the Company holds 100% of common equity directly	\$ 7,988,948	\$ 171,750 (US\$6,000 thousand)	\$ 171,750 (US\$6,000 thousand)	\$ -	\$ -	2.15	\$ 11,983,422	No	No	No	
0	Taita Chemical Company, Ltd.	Taita Chemical (Zhongshan) Co., Ltd.	Subsidiaries that TTC's subsidiaries hold 100% of common equity directly	7,988,948	586,196 (RMB 130,000 thousand)	586,196 (RMB 130,000 thousand)	-	-	7.34	11,983,422	No	No	Yes	

Note 1: The calculation was based on the spot exchange rate of March 31, 2022.

Note 2: The total amount of guarantee that may be provided by TTC shall not exceed 150% of TTC's net worth stated on its latest financial statements; the total amount of guarantee provided by TTC to any individual entity shall not exceed 100% of TTC's net worth stated on its latest financial statements.

The total amount of guarantee that may be provided by TTC and its subsidiaries shall not exceed 200% of TTC's net worth stated on the latest financial statements; the total amount of guarantee provided by TTC and its subsidiaries to any single entity shall not exceed 150% of TTC's net worth stated on the latest financial statements.

TABLE 3

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Classification	
USI CORPORATION	Shares			
	CTCI Corporation	-	Financial assets, non-current	
	KHL IB Venture Capital Co., Ltd.	-	Financial assets, non-current	
	AU Optronics Corporation	-	Financial assets, non-current	
	UPC Technology Corporation	-	Financial assets	
	Quanta Computer Incorporated	-	Financial assets	
	ShunSin Technology Holdings Limited-KY	-	Financial assets	
	Walsin Lihwa Corporation	-	Financial assets	
	United Microelectronics Corporation	-	Financial assets	
	Evergreen Marine Corporation	-	Financial assets	
	China Steel Corporation	-	Financial assets	
	Tungho Steel Corporation	-	Financial assets	
	Quanta Storage Inc.	-	Financial assets	
	Teratech Corp.	-	Financial assets	
	Beneficiary certificates			
	FSITC Taiwan Money Market Fund	-	Financial assets	
	Taiwan Cooperative Bank Money Market Fund	-	Financial assets	
	Shin Kong Chi-Shin Money-market Fund	-	Financial assets	
	Yuanta Wan Tai Money Market Fund	-	Financial assets	
	Hua Nan Kirin Money Market Fund	-	Financial assets	
	UPAMC James Bond Money Market Fund	-	Financial assets	
	Hua Nan Phoenix Money Market Fund	-	Financial assets	
	Taishin Ta-Chong Money Market Fund	-	Financial assets	
	Mega Diamond Money Market Fund	-	Financial assets	
	Taishin 1699 Money Market Fund	-	Financial assets	
	Jih Sun Money Market Fund	-	Financial assets	

(Continued)

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Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	December 31, 2021				Remark
				Unit/Share	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Union Polymer Int'l Investment Corp.	Beneficiary securities Cathay No. 1 Real Estate Investment Trust	-	Financial assets at FVTPL - current	3,340,000	\$ 64,095	-	\$ 64,095	
	Shares Asia Polymer Corporation	Investments accounted for using the equity method	Financial assets at FVTOCI – non-current	22,182,486	836,280	3.74	836,280	
	China General Plastics Corporation	Investments accounted for using the equity method	Financial assets at FVTOCI – non-current	4,469,307	156,426	0.77	156,426	
	Taita Chemical Company, Ltd.	Investments accounted for using the equity method	Financial assets at FVTOCI – non-current	434,527	14,730	0.11	14,730	
Swanlake Traders Ltd.	Shares SOHOWare Inc.	-	Financial assets at FVTOCI - non-current	1,150,000	-	1.05	-	Note 2
	TGF Linux Communications Inc.	-	Financial assets at FVTOCI - non-current	300,000	-	2.14	-	Note 2
	Neurosky Inc. Preferred Stock D	-	Financial assets at FVTOCI - non-current	2,397,364	-	0.70	-	Note 2
USIFE Investment Co., Ltd.	Shares AU Optronics Corporation	-	Financial assets at FVTOCI - current	1,266,061	25,131	0.01	25,131	
	AU Optronics Corporation	-	Financial assets at FVTOCI - non-current	1,266,061	25,131	0.01	25,131	
	Wafer Works Corporation	-	Financial assets at FVTOCI - non-current	1,502,433	103,518	0.28	103,518	
	Solargiga Energy Holdings Limited	-	Financial assets at FVTOCI - non-current	11,876,111	16,717	0.37	16,717	
	Dah Chung Bills Finance Corp.	-	Financial assets at FVTOCI - non-current	482,757	7,348	0.10	7,348	
	Swanson Plastics Corporation	Same chairman	Financial assets at FVTOCI - non-current	9,198,980	141,020	5.96	141,020	
	USI Optronics Corporation	Same chairman	Financial assets at FVTOCI - non-current	165,279	175	0.25	175	
	Digimax Inc.	-	Financial assets at FVTOCI - non-current	23,234	-	0.05	-	
	Silicon Technology Investment (Cayman) Corp.	-	Financial assets at FVTOCI - non-current	911,849	57,975	1.77	57,975	
	China General Plastics Corporation	Same chairman	Financial assets at fair value through profit or loss - current	550,722	19,275	0.09	19,275	
	Asia Polymer Corporation	Same chairman	Financial assets at fair value through profit or loss - current	1,714,180	64,625	0.29	64,625	
	Taita Chemical Company, Ltd.	Same chairman	Financial assets at fair value through profit or loss - current	1,338,240	45,366	0.35	45,366	
UPC Technology Corporation	-	Financial assets at fair value through profit or loss - current	500,000	9,175	0.04	9,175		

(Continued)

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	December 31, 2021				Remark
				Unit/Share	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Taiwan United Venture Capital Corp.	Walsin Lihwa Corporation	-	Financial assets at FVTPL - current	300,000	\$ 8,820	0.01	\$ 8,820	
	China Steel Corporation	-	Financial assets at FVTPL - current	325,000	12,659	-	12,659	
	Tungho Steel Corporation	-	Financial assets at FVTPL - current	150,750	10,613	0.02	10,613	
	United Microelectronics Corporation	-	Financial assets at FVTPL - current	60,000	3,240	-	3,240	
	Evergreen Marine Corporation	-	Financial assets at FVTPL - current	162,416	21,925	-	21,925	
	Quanta Storage Inc.	-	Financial assets at FVTPL - current	50,000	2,200	0.02	2,200	
	ShunSin Technology Holdings Limited	-	Financial assets at FVTPL - current	25,000	2,120	0.02	2,120	
	Acme Electronics Corporation	Same chairman	Financial assets at FVTPL - current	500,000	20,125	0.27	20,125	
	Superactive Group Company Limited	-	Financial assets at FVTPL - current	678,000	153	-	153	
	Beneficiary certificates							
	Yuanta De-Li Money Market Fund	-	Financial assets at FVTPL - current	4,907,988	80,885	-	80,885	
	Fuh Hwa Money Market	-	Financial assets at FVTPL - current	3,440,659	50,136	-	50,136	
	Cathay Taiwan Money Market Fund	-	Financial assets at FVTPL - current	5,844,200	73,435	-	73,435	
	Beneficiary certificates							
	Fuh Hwa Money Market	-	Financial assets at FVTPL - current	3,399,556	49,537	-	49,537	
	Cathay Taiwan Money Market Fund	-	Financial assets at FVTPL - current	4,391,849	55,186	-	55,186	
	Shares							
	Innovation & Infinity Global Corp.	-	Financial assets at FVTPL - non-current	720,804	-	0.73	-	
	Teratech Corp.	-	Financial assets at FVTPL - non-current	90,000	-	0.58	-	
	MiTAC Holdings Corporation	-	Financial assets at FVTOCI - current	2,062,000	60,932	0.17	60,932	
	Chitec Technology Co., Ltd.	-	Financial assets at FVTOCI - non-current	407,072	27,192	1.37	27,192	
	Leadwell Cnc Machines Mfg., Corp.	-	Financial assets at FVTOCI - non-current	419,753	10,603	0.68	10,603	
	Digimax Inc.	-	Financial assets at FVTOCI - non-current	518,898	-	1.18	-	
Orgchem Technologies, Inc.	-	Financial assets at FVTOCI - non-current	594,594	6,243	1.09	6,243		

(Continued)

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Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	December 31, 2021				Remark
				Unit/Share	Carrying Amount	Percentage of Ownership (%)	Fair Value	
	Hexawave Inc.	-	Financial assets at FVTOCI - non-current	109,109	\$ 817	0.27	\$ 817	
	Uranus Chemicals Co., Ltd.	-	Financial assets at FVTOCI - non-current	14,021	379	0.03	379	
	Neuro Sky, Inc. Preferred Stock A	-	Financial assets at FVTOCI - non-current	10,000,000	-	1.42	-	
	Neuro Sky, Inc. Preferred Stock B	-	Financial assets at FVTOCI - non-current	12,595,523	-	1.78	-	
	Neuro Sky, Inc. Preferred Stock C	-	Financial assets at FVTOCI - non-current	4,532,823	-	0.64	-	
Taiwan United Venture Management Corporation	Beneficiary certificates							
	Fuh Hwa Money Market	-	Financial assets at FVTPL - current	91,730	1,337	-	1,337	
INOMA Corporation	Beneficiary certificates							
	Taishin 1699 Money Market Fund	-	Financial assets at FVTPL - current	446,739	6,115	-	6,115	
USI Optronics Corporation	Beneficiary certificates							
	Jih Sun Money Market Fund	-	Financial assets at FVTPL - current	881,071	13,213	-	13,213	
	Taishin 1699 Money Market Fund	-	Financial assets at FVTPL - current	887,541	12,148	-	12,148	
	Yuanta De-Bao Money Market Fund	-	Financial assets at FVTPL - current	498,596	6,052	-	6,052	

Note 1: All securities in the table include stocks, bonds, beneficiary certificates and the securities derived from the items above which are regulated by IFRS 9 "Financial Instruments".

Note 2: The amount is already recognized as impairment losses.

Note 3: Please refer to Tables 7 and 8 for detailed information on subsidiaries and associates.

USI CORPORATION AND SUBSIDIARIES
(China General Plastics Corporation)
MARKETABLE SECURITIES HELD
March 31, 2022

TABLE 3-1

Unit: In Thousands of New Taiwan Dollars, Unless Stated Otherwise

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	December 31, 2021				Remark
				Unit/Share	Carrying Amount	Percentage of Ownership (%)	Fair Value	
China General Plastics Corporation	Beneficiary securities							
	Cathay No. 1 Real Estate Investment Trust	-	Financial assets at FVTPL - current	2,997,000	\$ 57,512	-	\$ 57,512	(Note 1)
	Fund beneficiary certificates							
	FSITC Taiwan Money Market Fund	-	Financial assets at FVTPL - current	6,459,948	100,010	-	100,010	(Note 1)
	Shares	-						
	China Steel Corporation	-	Financial assets at FVTPL - current	650,000	25,318	-	25,318	(Note 1)
	Walsin Lihwa Corporation	-	Financial assets at FVTPL - current	500,000	14,700	-	14,700	(Note 1)
	Tungsho Steel Corporation	-	Financial assets at FVTPL - current	167,500	11,792	-	11,792	(Note 1)
	Quanta Computer Incorporated	-	Financial assets at FVTPL - current	125,000	11,037	-	11,037	(Note 1)
	United Microelectronics Corporation	-	Financial assets at FVTPL - current	120,000	6,480	-	6,480	(Note 1)
	Quanta Storage Inc.	-	Financial assets at FVTPL - current	100,000	4,400	-	4,400	(Note 1)
ShunSin Technology Holdings Limited	-	Financial assets at FVTPL - current	51,000	4,325	-	4,325	(Note 1)	
Shares	-							
	KHL IB Venture Capital Co., Ltd.	-	Financial assets at FVTOCI - non-current	4,977,475	71,028	5.95%	71,028	(Note 1)
Taiwan VCM Corporation	Fund beneficiary certificates							
	Yuanta De-Li Money Market Fund	-	Financial assets at FVTPL - current	6,068,514	100,011	-	100,011	(Note 1)
	Taiwan Cooperative Bank Money Market Fund	-	Financial assets at FVTPL - current	9,746,874	100,011	-	100,011	(Note 1)
	Nomura Taiwan Money Market Fund	-	Financial assets at FVTPL - current	6,066,820	100,010	-	100,010	(Note 1)
	Taishin Ta-Chong Money Market Fund	-	Financial assets at FVTPL - current	1,880,616	27,003	-	27,003	(Note 1)
	Shares	-						
	Asia Polymer Corporation	With the same main shareholders as CGPC	Financial assets at FVTOCI - non-current	130,244	4,911	0.02%	4,911	(Note 1)

(Continued)

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	December 31, 2021				Remark
				Unit/Share	Carrying Amount	Percentage of Ownership (%)	Fair Value	
CGPC Polymer Corporation	Fund beneficiary certificates							
	Hua Nan Kirin Money Market Fund	-	Financial assets at FVTPL - current	4,961,384	\$ 60,005	-	\$ 60,005	(Note 1)
	Taishin Ta-Chong Money Market Fund	-	Financial assets at FVTPL - current	4,178,942	60,003	-	60,003	(Note 1)
	SinoPac TWD Money Market Fund	-	Financial assets at FVTPL - current	3,557,757	50,004	-	50,004	(Note 1)
	Hua Nan Phoenix Money Market Fund	-	Financial assets at FVTPL - current	2,130,729	35,007	-	35,007	(Note 1)
CGPC (BVI) Holding Co., Ltd.	Taishin 1699 Money Market Fund	-	Financial assets at FVTPL - current	1,826,511	25,001	-	25,001	(Note 1)
	Shares							
	Teratech Corporation	-	Financial assets at FVTPL - non-current	112,000	-	0.67%	-	(Notes 1 and 3)
	SOHOWare, Inc - preferred shares	-	Financial assets at FVTPL - non-current	100,000	-	-	-	(Notes 1, 2 and 3)

Note 1: No guarantees, pledged loans, or other restrictions on the use of the contract were provided.

Note 2: The preferred shares are not used in the calculation of the shareholding ratio and net worth.

Note 3: As of March 31, 2021, CGPC evaluated the fair value of equity investment in the company as NT\$0.

Note 4: For information about investments in subsidiaries and associated enterprises, please refer to Table 7-3 and 8-3.

USI Corporation and Subsidiaries
(Taita Chemical Company, Ltd.)
MARKETABLE SECURITIES HELD
March 31, 2022

TABLE 3-2

Unit: In Thousands of New Taiwan Dollars, Unless Stated Otherwise

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	Ending			Fair Value	Remark
				Unit/Share	Carrying Amount	Percentage of Ownership (%)		
Taita Chemical Company, Ltd.	Shares							
	USI CORPORATION	Ultimate parent company	Financial assets at FVTOCI— non-current	15,109,901	\$ 454,808	1.27%	\$ 454,808	Note 1
	Harbinger Venture Capital Corp.	-	Financial assets at FVTOCI— non-current	990	7	0.50%	7	Note 3
	UPC Technology Corporation	-	Financial assets at FVTPL - current	700,000	12,845	0.05%	12,845	Note 1
	Walsin Lihwa Corporation	-	Financial assets at FVTPL - current	500,000	14,700	0.01%	14,700	Note 1
	China Steel Corporation	-	Financial assets at FVTPL - current	650,000	25,318	-	25,318	Note 1
	Tungsho Steel Corporation	-	Financial assets at FVTPL - current	167,500	11,792	0.02%	11,792	Note 1
	United Microelectronics Corporation	-	Financial assets at FVTPL - current	120,000	6,480	-	6,480	Note 1
	Quanta Computer Incorporated	-	Financial assets at FVTPL - current	125,000	11,038	-	11,038	Note 1
	Quanta Storage Inc.	-	Financial assets at FVTPL - current	100,000	4,400	0.04%	4,400	Note 1
	ShunSin Technology Holdings Limited	-	Financial assets at FVTPL - current	48,000	4,069	0.04%	4,069	Note 1
	Fund beneficiary certificates							
	Yuanta Wan Tai Money Market Fund	-	Financial assets at FVTPL - current	1,635,944	25,010	-	25,010	Note 2
	Hua Nan Phoenix Money Market Fund	-	Financial assets at FVTPL - current	3,777,217	62,058	-	62,058	Note 2
	Yuanta De-Li Money Market Fund	-	Financial assets at FVTPL - current	13,840,028	228,088	-	228,088	Note 2
Capital Money Market Fund	-	Financial assets at FVTPL - current	6,136,099	100,062	-	100,062	Note 2	
Taishin 1699 Money Market Fund	-	Financial assets at FVTPL - current	731,069	10,008	-	10,008	Note 2	
Beneficiary securities								
Cathay No. 1 Real Estate Investment Trust	-	Financial assets at FVTPL - current	3,280,000	62,943	-	62,943	Note 1	
TAITA (BVI) Holding Co., Ltd.	Shares							
Budworth Investment Ltd.	-	Financial assets at FVTOCI - non-current	20,219	6 (USD - thousand)	2.22%	6 (USD - thousand)	Note 3	
Teratech Corporation	-	Financial assets at FVTPL - non-current	112,000	-	0.73%	-	Note 4	
Sohoware Inc. - Preferred Shares	-	"	100,000	-	-	-	Note 4	

Note 1: The fair value was based on the Taiwan Stock Exchange closing price on the last trading day of March 2022.

Note 2: The fair value was calculated based on the net asset value on the last trading day of March 2022.

Note 3: The fair value is evaluated by the asset method, and is determined by referring to the most recent net worth of the investee company and its observable financial and operating status.

Note 4: As of March 31, 2022, the Group evaluates the fair value of the equity instrument as NT\$0.

Note 5: Please refer to Tables 7-4 and 8-4 for detailed information on subsidiaries and associates.

USI CORPORATION AND SUBSIDIARIES

(Asia Polymer Corporation)

MARKETABLE SECURITIES HELD

March 31, 2022

TABLE 3-3

Unit: In Thousands of New Taiwan Dollars, Unless Stated Otherwise

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	Ending				Remark
				Share/Unit	Carrying amount	Percentage of Ownership (%)	Fair Value	
(Asia Polymer Corporation)	Shares							
	Harbinger Venture Capital Corp.	-	Financial assets at FVTOCI—non-current	2,377	\$ 17	1.20%	\$ 17	
	RiselinK Venture Capital Corp.	-	Financial assets at FVTOCI—non-current	2,632	216	1.67%	216	
	KHL IB Venture Capital Co., Ltd.	-	Financial assets at FVTOCI—non-current	9,954,950	142,057	11.90%	142,057	
	USI Corporation	Ultimate parent company	Financial assets at FVTOCI—non-current	101,355,673	3,050,806	8.53%	3,050,806	
	CTCI Corporation	-	Financial assets at FVTOCI—non-current	14,446,107	669,577	1.89%	669,577	
	AU Optronics Corporation	-	Financial assets at FVTOCI—non-current	9,618,516	190,928	0.10%	190,928	
	Wafer Works Corporation	-	Financial assets at FVTOCI - current	518,668	35,736	0.10%	35,736	
	Quanta Computer Incorporated	-	Financial assets at FVTPL - current	200,000	17,660	0.01%	17,660	
	Evergreen Marine Corporation	-	Financial assets at FVTPL - current	486,251	65,644	0.01%	65,644	
	United Microelectronics Corporation	-	Financial assets at FVTPL - current	150,000	8,100	-	8,100	
	Tungsho Steel Corporation	-	Financial assets at FVTPL - current	368,500	25,942	0.05%	25,942	
	China Steel Corporation	-	Financial assets at FVTPL - current	650,000	25,318	-	25,318	
	ShunSin Technology Holdings Limited	-	Financial assets at FVTPL - current	70,000	5,936	0.07%	5,936	
	UPC Technology Corporation	-	Financial assets at FVTPL - current	700,000	12,845	0.05%	12,845	
	Walsin Lihwa Corporation	-	Financial assets at FVTPL - current	500,000	14,700	0.01%	14,700	
	Quanta Storage Inc.	-	Financial assets at FVTPL - current	100,000	4,400	0.04%	4,400	
	Beneficiary securities		Financial assets at FVTPL - current					
	Cathay No. 1 Real Estate Investment Trust	-	Financial assets at FVTPL - current	3,316,000	63,634	-	63,634	
	Beneficiary certificates		Financial assets at FVTPL - current					
	Mega Diamond Money Market Fund	-	Financial assets at FVTPL - current	5,095,391	64,634	-	64,634	
	Capital Money Market Fund	-	Financial assets at FVTPL - current	13,007,001	212,107	-	212,107	
	Jih Sun Money Market Fund	-	Financial assets at FVTPL - current	20,955,933	314,264	-	314,264	
	Prudential Financial Money Market Fund	-	Financial assets at FVTPL - current	2,509,725	40,158	-	40,158	
	Taishin Ta-Chong Money Market Fund	-	Financial assets at FVTPL - current	8,706,943	125,018	-	125,018	
	FSITC Taiwan Money Market Fund	-	Financial assets at FVTPL - current	15,187,203	235,122	-	235,122	
	Hua Nan Phoenix Money Market Fund	-	Financial assets at FVTPL - current	1,826,340	30,006	-	30,006	

(Continued)

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	Ending				Remark
				Share/Unit	Carrying amount	Percentage of Ownership (%)	Fair Value	
APC (BVI) Holding Co., Ltd.	Shares							
	Budworth Investment Ltd.	-	Financial assets at FVTOCI - non-current	40,467	\$ 8	4.45%	\$ 8	
	Silicon Technology Investment (Cayman) Corp. - Preferred Shares	-	Financial assets at FVTOCI - non-current	1,139,776	73,169	2.21%	73,169	
	Neurosky Inc. - Preferred Stock D	-	Financial assets at FVTOCI - non-current	2,397,364	-	0.37%	-	(Note 1)
	Solargiga Energy Holdings Ltd.	-	Financial assets at FVTOCI - non-current	15,863,333	22,328	0.48%	22,328	
	Teratech Corp.	-	Financial assets at FVTOCI - non-current	112,000	-	0.67%	-	(Note 1)
	TGF Linux Communication, Inc. - Preferred Shares	-	Financial assets at FVTPL - non-current	300,000	-	-	-	(Note 1)
	Sohoware Inc. - Preferred Shares	-	Financial assets at FVTPL - non-current	450,000	-	-	-	(Note 1)
Boldworks, Inc. - Preferred Shares	-	Financial assets at FVTPL - non-current	689,266	-	-	-	(Note 1)	
APC Investment Corporation	Shares							
	USI CORPORATION	Ultimate parent company	Financial assets at FVTPL - current	44,808	1,348	-	1,348	
	UPC Technology Corporation	Ultimate parent company	Financial assets at FVTPL - current	500,000	9,175	0.04%	9,175	
	Walsin Lihwa Corporation	Ultimate parent company	Financial assets at FVTPL - current	300,000	8,820	0.01%	8,820	
	China Steel Corporation	Ultimate parent company	Financial assets at FVTPL - current	325,000	12,659	-	12,659	
	Tungho Steel Corporation	Ultimate parent company	Financial assets at FVTPL - current	150,750	10,613	0.02%	10,613	
	United Microelectronics Corporation	Ultimate parent company	Financial assets at FVTPL - current	60,000	3,240	-	3,240	
	Evergreen Marine Corporation	Ultimate parent company	Financial assets at FVTPL - current	162,416	21,926	-	21,926	
	Quanta Storage Inc.	Ultimate parent company	Financial assets at FVTPL - current	50,000	2,200	0.02%	2,200	
	ShunSin Technology Holdings Limited	Ultimate parent company	Financial assets at FVTPL - current	25,000	2,120	0.02%	2,120	
Beneficiary certificates								
Cathay Taiwan Money Market Fund	-	Financial assets at FVTPL - current	1,292,518	16,241	-	16,241		

Note 1: As a result of the recognition of investment losses over the years, the carrying amount of APC's long-term equity investments in the company is 0.

Note 2: Please refer to Tables 7-5 and 8-5 for detailed information on subsidiaries and associates.

USI CORPORATION AND SUBSIDIARIES
(China General Terminal & Distribution Co.)
MARKETABLE SECURITIES HELD
March 31, 2022

TABLE 3-4

Unit: In Thousands of New Taiwan Dollars, Unless Stated Otherwise

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	Ending				Remark
				Unit/Share	Carrying Amount	Percentage of Ownership (%)	Fair Value	
China General Terminal & Distribution Co.	Shares							
	Asia Polymer Corporation	Investee Companies Using Equity Method for CGTD	Financial assets at FVTOCI - non-current	5,290,482	\$ 199,451	0.89	\$ 199,451	Note 1
	China General Plastics Corporation	Investee Companies Using Equity Method for CGTD	Financial assets at FVTOCI - non-current	2,940,788	102,928	0.51	102,928	Note 1
	Taita Chemical Company, Ltd.	Investee Companies Using Equity Method for CGTD	Financial assets at FVTOCI - non-current	2,169,731	73,554	0.57	73,554	Note 1
	China Steel Corporation	-	Financial assets at FVTPL - current	499,552	19,458	-	19,458	Note 2

Note 1: No guarantees, pledged loans, or other restrictions on the use of the contract were provided.

Note 2: 257,000 shares were provided to Taiwan Water Corporation as a provisional attachment.

USI CORPORATION AND SUBSIDIARIES

MARKETABLE SECURITIES ACQUIRED OR DISPOSED OF AT COSTS OR PRICES OF AT LEAST NT\$300 MILLION OR 20% OF THE PAID-IN CAPITAL

For the Three Months Ended March 31, 2022

TABLE 4

Unit: In Thousands of New Taiwan Dollars, Unless Stated Otherwise

Buyer/Seller	Type and Name of Marketable Securities	Financial Statement Account	Counterparty	Relationship	Beginning (Note)		Purchase		Sale				Ending (Note)	
					Unit / Share	Amount	Unit/Share	Amount	Unit/Share	Selling price	Carrying Cost	Gain on disposal	Unit / Share	Amount
USI CORPORATION	Beneficiary certificates													
	FSITC Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	971,287	\$ 175,000	-	\$ -	971,287	\$ 175,082	\$ 175,000	\$ 82	-	\$ -
	FSITC Taiwan Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	15,516,171	240,000	12,921,358	200,000	15,516,171	240,124	240,000	124	12,921,358	200,000
	UPAMC James Bond Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	7,942,704	134,000	7,109,510	120,000	7,942,704	134,036	134,000	36	7,109,510	120,000
	Hua Nan Phoenix Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	20,046,518	329,000	6,089,207	100,000	19,860,707	326,188	326,000	188	6,275,018	103,000
	Capital Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	6,136,287	100,000	3,067,485	50,000	9,203,772	150,033	150,000	33	-	-
	Taishin Ta-Chong Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	16,379,377	235,000	6,966,360	100,000	16,379,377	235,094	235,000	94	6,966,360	100,000
	SinoPac TWD Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	7,833,977	110,000	-	-	7,833,977	110,056	110,000	56	-	-
	Taishin 1699 Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	19,245,740	263,000	19,731,532	270,000	-	-	-	-	38,977,272	533,000
	Taiwan Cooperative Bank Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	-	-	4,873,199	50,000	-	-	-	-	4,873,199	50,000
USI Optronics Corporation	Beneficiary certificates													
	Taishin 1699 Money Market Fund	Financial assets at FVTPL - current	-	-	887,541	12,000	-	-	-	-	-	-	887,541	12,000
	Yuanta De-Li Money Market Fund	"			4,907,988	80,284	-	-	-	-	-	-	4,907,988	80,284
INOMA Corporation	Beneficiary certificates													
	Taishin 1699 Money Market Fund	Financial assets at FVTPL - current	-	-	446,739	6,000	-	-	-	-	-	-	446,739	6,000

Note: The ending amount of beneficiary certificates denotes the original acquisition cost.

USI Corporation and Subsidiaries

(China General Plastics Corporation)

MARKETABLE SECURITIES ACQUIRED OR DISPOSED OF AT COSTS OR PRICES OF AT LEAST NT\$300 MILLION OR 20% OF THE PAID-IN CAPITAL

For the Three Months Ended March 31, 2022

TABLE 4-1

Unit: In Thousands of New Taiwan Dollars, Unless Stated Otherwise

Buyer/Seller	Type and Name of Marketable Securities	Financial Statement Account	Counterparty	Relationship	Beginning (Note)		Purchase		Sale				Ending (Note)	
					Unit / Share	Amount	Unit/Share	Amount	Unit/Share	Selling price	Carrying Cost	Gain on disposal	Unit / Share	Amount
China General Plastics Corporation	Beneficiary certificates													
	FSITC Taiwan Money Market Fund	Financial assets at FVTPL - current	-	-	5,172,035	\$ 80,000	11,305,661	\$ 175,000	10,017,747	\$ 155,035	155,000	\$ 35	6,459,948	\$ 100,000
	UPAMC James Bond Money Market Fund	Financial assets at FVTPL - current	-	-	-	-	11,849,289	200,000	11,849,289	200,012	200,000	12	-	-
	Hua Nan Phoenix Money Market Fund	Financial assets at FVTPL - current	-	-	2,740,627	45,000	-	-	2,740,627	45,007	45,000	7	-	-
Taiwan VCM Corporation	Yuanta De-Li Money Market Fund	Financial assets at FVTPL - current	-	-	-	-	6,068,477	100,000	6,068,477	100,008	100,000	8	-	-
	Beneficiary certificates		-	-										
	UPAMC James Bond Money Market Fund	Financial assets at FVTPL - current	-	-	-	-	5,924,943	100,000	5,924,943	100,009	100,000	9	-	-
	Hua Nan Phoenix Money Market Fund	Financial assets at FVTPL - current	-	-	-	-	6,087,279	100,000	6,087,279	100,010	100,000	10	-	-
	Yuanta De-Li Money Market Fund	Financial assets at FVTPL - current	-	-	-	-	12,138,058	200,000	6,069,545	100,007	100,000	7	6,068,514	100,000
	Capital Money Market Fund	Financial assets at FVTPL - current	-	-	-	-	6,134,179	100,000	6,134,179	100,009	100,000	9	-	-
	Taishin Ta-Chong Money Market Fund	Financial assets at FVTPL - current	-	-	-	-	6,965,243	100,000	5,084,628	73,007	73,000	7	1,880,616	27,000
	SinoPac TWD Money Market Fund	Financial assets at FVTPL - current	-	-	-	-	7,116,881	100,000	7,116,881	100,004	100,000	4	-	-
	Taiwan Cooperative Bank Money Market Fund	Financial assets at FVTPL - current	-	-	-	-	19,495,458	200,000	9,748,584	100,007	100,000	7	9,746,874	100,000
	CGPC Polymer Corporation	Beneficiary certificates												
FSITC Money Market Fund		Financial assets at fair value through profit or loss - current	-	-	-	-	332,919	60,000	332,919	60,002	60,000	2	-	-
FSITC Taiwan Money Market Fund		Financial assets at fair value through profit or loss - current	-	-	6,464,876	100,000	6,462,370	100,000	12,927,246	200,044	200,000	44	-	-
Hua Nan Phoenix Money Market Fund		Financial assets at fair value through profit or loss - current	-	-	8,774,597	144,000	2,130,729	35,000	8,774,597	144,088	144,000	88	2,130,729	35,000
Yuanta De-Li Money Market Fund		Financial assets at fair value through profit or loss - current	-	-	971,782	16,000	7,891,153	130,000	8,862,935	146,026	146,000	26	-	-
Capital Money Market Fund		Financial assets at fair value through profit or loss - current	-	-	-	-	4,601,227	75,000	4,601,227	75,008	75,000	8	-	-
Taishin Ta-Chong Money Market Fund		Financial assets at fair value through profit or loss - current	-	-	6,968,690	100,000	13,234,768	190,000	16,024,515	230,025	230,000	25	4,178,942	60,000
SinoPac TWD Money Market Fund		Financial assets at fair value through profit or loss - current	-	-	-	-	3,557,757	50,000	-	-	-	-	3,557,757	50,000
Taishin 1699 Money Market Fund		Financial assets at fair value through profit or loss - current	-	-	4,386,606	60,000	4,749,697	65,000	7,309,792	100,016	100,000	16	1,826,511	25,000
Taiwan Cooperative Bank Money Market Fund		Financial assets at fair value through profit or loss - current	-	-	2,437,835	25,000	-	-	2,437,835	25,002	25,000	2	-	-

Note: The beginning amount and the ending amount denote the original acquisition cost.

USI Corporation and Subsidiaries

Taita Chemical Company, Ltd.

MARKETABLE SECURITIES ACQUIRED OR DISPOSED OF AT COSTS OR PRICES OF AT LEAST NTS300 MILLION OR 20% OF THE PAID-IN CAPITAL

For the Three Months Ended March 31, 2022

Table 4-2

Unit: In Thousands of New Taiwan Dollars, Unless Stated Otherwise

Buyer/Seller	Type and Name of Marketable Securities	Financial Statement Account	Counterparty	Relationship	Beginning (Note)		Purchase		Sale				Ending (Note)	
					Unit / Share	Amount	Unit/Share	Amount	Unit/Share	Selling price	Carrying Cost	Gain on disposal	Unit / Share	Amount
Taita Chemical Company, Ltd.	Beneficiary certificates													
	FSITC Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	554,887	\$ 100,000	-	\$ -	554,887	\$ 100,003	\$ 100,000	\$ 3	-	\$ -
	FSITC Taiwan Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	-	-	3,231,373	50,000	3,231,373	50,008	50,000	8	-	-
	UPAMC James Bond Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	2,963,490	50,000	2,962,893	50,000	5,926,383	100,047	100,000	47	-	-
	Hua Nan Phoenix Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	3,777,217	62,000	-	-	-	-	-	-	3,777,217	62,000
	Yuanta De-Li Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	3,036,468	50,000	10,803,560	178,000	-	-	-	-	13,840,028	228,000
	Capital Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	6,136,099	100,000	-	-	-	-	-	-	6,136,099	100,000
	Taishin 1699 Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	7,310,690	100,000	-	-	6,579,621	90,017	90,000	17	731,069	10,000
	Taiwan Cooperative Bank Money Market Fund	Financial assets at fair value through profit or loss - current	-	-	-	-	9,748,584	100,000	9,748,584	100,014	100,000	14	-	-

Note: The beginning amount and the ending amount denote the original acquisition cost.

USI Corporation and Subsidiaries

(Asia Polymer Corporation)

MARKETABLE SECURITIES ACQUIRED OR DISPOSED OF AT COSTS OR PRICES OF AT LEAST NTS300 MILLION OR 20% OF THE PAID-IN CAPITAL

For the Three Months Ended March 31, 2022

Table 4-3

Unit: In Thousands of New Taiwan Dollars, Unless Stated Otherwise

Buyer/Seller	Type and Name of Marketable Securities	Financial Statement Account	Counterparty	Relationship	Beginning (Note)		Purchase		Sale				Ending (Note)	
					Unit / Share	Amount	Unit/Share	Amount	Unit/Share	Selling price	Carrying Cost	Gain on disposal	Unit / Share	Amount
Asia Polymer Corporation	Beneficiary certificates													
	FSITC Taiwan Money Market Fund	Financial assets at FVTPL - current	-	-	6,466,507	\$ 100,000	8,720,697	\$ 135,000	-	\$ -	\$ -	\$ -	15,187,203	\$ 235,000
	Hua Nan Phoenix Money Market Fund	Financial assets at FVTPL - current	-	-	-	-	1,826,340	30,000	-	-	-	-	1,826,340	30,000
	Capital Money Market Fund	Financial assets at FVTPL - current	-	-	-	-	13,007,001	212,000	-	-	-	-	13,007,001	212,000
	Taishin Ta-Chong Money Market Fund	Financial assets at FVTPL - current	-	-	-	-	8,706,943	125,000	-	-	-	-	8,706,943	125,000
	SinoPac TWD Money Market Fund	Financial assets at FVTPL - current	-	-	-	-	6,406,743	90,000	6,406,743	90,023	90,000	23	-	-
	Taishin 1699 Money Market Fund	Financial assets at FVTPL - current	-	-	4,388,163	60,000	7,307,965	100,000	11,696,128	160,070	160,000	70	-	-

Note: The beginning amount and the ending amount denote the original acquisition cost.

USI 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 Three Months Ended March 31, 2022

Table 5

Unit: In Thousands of New Taiwan Dollars, Unless Stated Otherwise

Buyer/Seller	Counterparty	Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts Receivable (Payable)		Remark
			Purchase/Sale	Amount	Ratio to Total Purchase / Sales (%)	Payment term	Unit Price	Credit Terms	Ending Balance	Ratio to Total Notes or Accounts Receivable (Payable) (%)	
USI CORPORATION	Asia Polymer Corporation	Subsidiary	Purchase	\$ 317,169	13.19	Within 60 days after purchasing on credit	No significant difference	No significant difference	(\$ 319,812)	(40,35)	Note
	Fujian Gulei Petrochemical Co., Ltd.	Joint ventures	Purchase	214,328	8.92	Sight letter of credit	No significant difference	No significant difference	-	-	

Note: All the transactions were written off when preparing the consolidated financial statements.

USI Corporation and Subsidiaries

Acme Electronics Corporation

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

From January 1 to March 31, 2022

TABLE 5-1

Unit: In Thousands of New Taiwan Dollars, Unless Stated Otherwise

Buyer/Seller	Counterparty	Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts Receivable (Payable)		Remark
			Purchase (Sale)	Amount	Ratio to Total Purchase (Sale) (%)	Credit Terms	Unit Price	Credit Terms	Ending Balance	Ratio to Total Notes or Accounts Receivable (Payable) (%)	
Acme Electronics Corporation	Acme Electronics (Guang-Zhou) Co., Ltd.	Subsidiary	Purchase	\$ 103,977	32	55 days	No significant difference	No significant difference	(\$ 110,023)	(44)	
Acme Electronics (Guang-Zhou) Co., Ltd.	Acme Electronics Corporation	Subsidiary	Sale	(103,977)	(38)	55 days	No significant difference	No significant difference	110,023	34	

Note: All the transactions were written off when preparing the consolidated financial statements.

USI Corporation and Subsidiaries
(Swanson Plastics Corporation)

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

For the Three Months Ended March 31, 2022

Table 5-2

Unit: In Thousands of New Taiwan Dollars, Unless Stated Otherwise

Buyer/Seller	Counterparty	Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts Receivable (Payable)		Remark
			Purchase (Sale)	Amount	Ratio to Total Purchase (Sale) (%)	Credit Terms	Unit Price	Credit Terms	Ending Balance	Ratio to Total Notes or Accounts Receivable (Payable) (%)	
Forever Young Company Limited	Swanson Plastics (Kunshan) Co., Ltd.	Have the same ultimate parent company	Sale	(\$ 110,505)	(40)	90 days	No significant difference	No significant difference	Accounts receivables - related parties \$ 69,995	39	
Swanson Plastics (Kunshan) Co., Ltd.	ForeverYoung Company Limited	Have the same ultimate parent company	Purchase	110,505	50	90 days	No significant difference	No significant difference	Accounts payables - related parties (69,995)	(39)	

Note: All the transactions were written off when preparing the consolidated financial statements.

USI Corporation and Subsidiaries
(China General Plastics Corporation)

TOTAL PURCHASES FROM OR SALES TO RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL
For the Three Months Ended March 31, 2022

Table 5-3

Unit: In Thousands of New Taiwan Dollars, Unless Stated Otherwise

Buyer/Seller	Counterparty	Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts Receivable (Payable)		Remark
			Purchase (Sale)	Amount	Ratio to Total Purchase (Sale) (%)	Credit Terms	Unit Price	Credit Terms	Ending Balance	Ratio to Total Notes or Accounts Receivable (Payable) (%)	
China General Plastics Corporation	CGPC America Corporation	Subsidiary	Sale	(\$ 144,097)	(5)	90 days	No significant difference	No significant difference	Accounts receivables - related parties \$ 232,593	14	Note
	Fujian Gulei Petrochemical Co., Ltd.	Related party in substance	Purchase	271,879	8	Sight letter of credit	No significant difference	No significant difference	Accounts payables - related parties -	-	
Taiwan VCM Corporation	China General Plastics Corporation	Parent company	Sale	(1,923,634)	(50)	45 days	No significant difference	No significant difference	Accounts receivables - related parties 1,336,090	81	Note
	CGPC Polymer Corporation	Fellow company	Sale	(1,643,354)	(43)	75 days	No significant difference	No significant difference	Accounts receivables - related parties 1,249,113	76	Note

Note: All the transactions were written off when preparing the consolidated financial statements.

USI Corporation and Subsidiaries

(Asia Polymer Corporation)

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

For the Three Months Ended March 31, 2022

Table 5-4

Unit: In Thousands of New Taiwan Dollars, Unless Stated Otherwise

Buyer/Seller	Counterparty	Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts Receivable (Payable)		Remark
			Purchase (Sale)	Amount	Ratio to Total Purchase (Sale) (%)	Credit Terms	Unit Price	Credit Terms	Ending Balance	Ratio to Total Notes or Accounts Receivable (Payable) (%)	
Asia Polymer Corporation	USI CORPORATION	Ultimate parent company	Sale	(\$ 317,037)	(14.80)	60 days	No significant difference	No significant difference	Accounts receivables - related parties	22.28	Note
	Fujian Gulei Petrochemical Co., Ltd.	Related party in substance	Purchase	111,462	10.15	Sight letter of credit	No significant difference	No significant difference	\$219,286 Accounts payables - related parties -	-	Note

Note: All the transactions were written off when preparing the consolidated financial statements.

USI Corporation and Subsidiaries

(Acme Electronics Corporation)

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

March 31, 2022

TABLE 6-1

Unit: In Thousands of New Taiwan Dollars, Unless Stated Otherwise

Company Name	Counterparty	Relationship	Financial Statement Account and Ending Balance (Note 2)	Turnover Rate (%)	Overdue		Amounts Received in Subsequent Period	Allowance for Impairment Loss
					Amount	Actions Taken		
Acme Electronics (Guang-Zhou) Co., Ltd.	Acme Electronics Corporation	Subsidiary of GAEL	Accounts receivables - related parties \$ 110,023	6.25	\$ -	-	\$ -	Note 1

Note 1: It is assessed that no allowance for impairment loss is needed.

Note 2: All the transactions were written off when preparing the consolidated financial statements.

USI Corporation and Subsidiaries
(Swanson Plastics Corporation)

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

March 31, 2022

TABLE 6-2

Unit: In Thousands of New Taiwan Dollars, Unless Stated Otherwise

Company Name	Counterparty	Relationship	Financial Statement Account and Ending Balance (Note 3)	Turnover Rate (%)	Overdue		Amounts Received in Subsequent Period (Note 2)	Allowance for Impairment Loss
					Amount	Actions Taken		
ASK-Swanson (Kunshan) Co., Ltd.	Swanson Plastics (Tianjin) Co., Ltd.	Fellow subsidiary	Other receivables \$ 173,768 (RMB 38,536 thousand)	-	\$ -	-	\$ -	Note 1

Note 1: It is assessed that no allowance for impairment loss is needed.

Note 2: It refers to the period from April 1 to April 20, 2022.

Note 3: All the transactions were written off when preparing the consolidated financial statements.

USI Corporation and Subsidiaries
(China General Plastics Corporation)

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

March 31, 2022

TABLE 6-3

Unit: In Thousands of New Taiwan Dollars, Unless Stated Otherwise

Company Name	Counterparty	Relationship	Financial Statement Account and Ending Balance (Note 3)	Turnover Rate (%)	Overdue		Amounts Received in Subsequent Period (Note 2)	Allowance for Impairment Loss
					Amount	Actions Taken		
China General Plastics Corporation	CGPC America Corporation	Subsidiary	Accounts receivables - related parties <u>\$ 232,593</u>	2.73	\$ -	-	\$ 35,417	Note 1
Taiwan VCM Corporation	China General Plastics Corporation	Parent company	Accounts receivables - related parties <u>\$ 1,336,090</u>	5.45	-	-	570,710	Note 1
	CGPC Polymer Corporation	Fellow company	Accounts receivables - related parties <u>\$ 1,249,113</u>	5.04	-	-	547,045	Note 1

Note 1: It is assessed that no allowance for impairment loss is needed.

Note 2: The subsequent period refers to the period from April 1 to April 27, 2022.

Note 3: All the transactions were written off when preparing the consolidated financial statements.

USI Corporation and Subsidiaries

Taita Chemical Company, Ltd.

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

March 31, 2022

TABLE 6-4

Unit: In Thousands of New Taiwan Dollars, Unless Stated Otherwise

Company Name	Counterparty	Relationship	Financial Statement Account and Ending Balance (Note 3)	Turnover Rate (%)	Overdue		Amounts Received in Subsequent Period (Note 2)	Allowance for Impairment Loss
					Amount	Actions Taken		
Taita Chemical Company, Ltd.	Taita Chemical (Tianjin) Co., Ltd.	Sub-subsidiary	Other receivables \$ 264,754 (USD9,249 thousand) (Note 1)		\$ 264,754	Continuous Collection	\$ -	\$ -

Note 1: The other receivables of Taita Chemical Co., Ltd. are from selling raw materials to Taita Chemical (Tianjin) Co., Ltd., and transferred to other receivables since it had exceeded the normal credit term by a certain period.

Note 2: There was no amount received as of May 5, 2022.

Note 3: All the transactions were written off when preparing the consolidated financial statements.

USI Corporation and Subsidiaries
(Asia Polymer Corporation)
RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL
March 31, 2022

Table 6-5

Unit: In Thousands of New Taiwan Dollars, Unless Stated Otherwise

Company Name	Counterparty	Relationship	Financial Statement Account and Ending Balance (Note 3)	Turnover Rate (%)	Overdue		Amounts Received in Subsequent Period (Note 2)	Allowance for Impairment Loss
					Amount	Actions Taken		
(Asia Polymer Corporation)	USI CORPORATION	Ultimate parent company	Accounts receivables - related parties \$ 219,286	4.10	\$ -	-	\$ 89,227	Note 1

Note 1: It is assessed that no allowance for impairment loss is needed.

Note 2: The subsequent period refers to the period from April 1 to May 4, 2022.

Note 3: All the transactions were written off when preparing the consolidated financial statements.

USI Corporation and Subsidiaries
INFORMATION ON INVESTEEES
For the Three Months Ended March 31, 2022

Table 7

Unit: In Thousands of New Taiwan Dollars, Unless Stated Otherwise

Investor	Investee	Location	Main Businesses and Products	Original Investment Amount		Hold at End of Period			Net Income (Loss) of Investee	Share of Profit (Loss)	Remark
				Ending Balance for Current Period	December 31, 2021	Number of Shares	Percentage (%)	Carrying Amount			
USI CORPORATION	USIFE Investment Co., Ltd.	12F., No. 37, Jihu Rd., Taipei City	Investments in production, transportation, warehousing, construction, banking, securities investment companies and trading companies	\$ 550,000	\$ 550,000	87,250,800	100.00	\$ 1,064,941	(\$ 8,233)	(\$ 8,233)	Subsidiary
	Swanlake Traders Ltd.	Citco Building, Wickhamo Cay, P.O. Box 662, Road Town, Tortola, British Virgin Islands	Trading and investment	728,439	728,439	30,000,000	100.00	1,317,414	2,727	2,727	Subsidiary
	USI (Hong Kong) Company Ltd.	6/F., Caltex House, 258 Hennessy Road, Hong Kong	Trading and investment	63,482	63,482	159,999	100.00	65,094	(492)	(492)	Subsidiary
	Union Polymer Int'l Investment Corp.	12F., No. 37, Jihu Rd., Neihu Dist., Taipei City 114, Taiwan (ROC)	Investments in various production and service businesses	3,490,255	3,490,255	746,722,725	100.00	10,865,317	277,253	277,253	Subsidiary
	Taiwan United Venture Capital Corp.	10F., No. 37, Jihu Rd., Taipei City	Venture capital (focused on "high technology industry")	471,800	471,800	25,900,000	70.00	188,251	2,776	1,943	Subsidiary
	Chong Loong Trading Co., Ltd.	12F., No. 37, Jihu Rd., Taipei City	Import and export trade	28,323	28,323	5,333,059	99.93	70,573	5,246	5,242	Subsidiary
	Swanson Plastics Corporation	12F., No. 37, Jihu Rd., Taipei City	Production and marketing of stretch film, embossed film and industrial-use multilayer wrap	171,210	171,210	62,616,299	40.58	1,124,052	19,709	7,997	Subsidiary
	(Acme Electronics Corporation)	8F., No. 39, Jihu Rd., Neihu Dist., Taipei City 114, Taiwan (R.O.C.)	Production and marketing of manganese-zinc soft ferrite powder	221,513	221,513	49,250,733	26.91	360,108	12,143	3,268	Subsidiary
	INOMA Corporation	12F., No. 37, Jihu Rd., Taipei City	Optical products and fireproof materials	250,354	250,354	9,243,369	94.37	16,484	(392)	(370)	Subsidiary
	USI Management Consulting Corp.	12F., No. 37, Jihu Rd., Taipei City	Providing management services	1,000	1,000	671,400	100.00	(1,194)	1	1	Subsidiary
	Ever Conquest Global Limited	Vistra Corporate Services Centre, Wickhams Cay II, Road Town, Tortola VG1110	Investment	7,645,980	7,645,980	246,670,000	59.13	6,893,221	(653,454)	(386,407)	Subsidiary
	USI Optronics Corporation	12F., No. 37, Jihu Rd., Taipei City	Manufacturing and marketing of sapphire single crystal	330,000	330,000	33,000,000	50.85	41,247	(13,612)	(6,921)	Subsidiary
	USI Green Energy Corporation	12F., No. 37, Jihu Rd., Neihu Dist., Taipei City 114, Taiwan (ROC)	Solar power generation business	70,100	70,100	7,010,000	100.00	104,787	(1,171)	(1,585)	Subsidiary
	Ever Conquest Global Limited	Ever Victory Global Limited	Vistra Corporate Services Centre, Wickhams Cay II, Road Town, Tortola VG1110	Investment business	11,940,776 (USD417,145 thousand)	11,940,776 (USD417,145 thousand)	417,145,000	67.40	11,657,163 (USD 407,237 thousand)	(969,479) (USD -34,632 thousand)	(6,921)
Ever Victory Global Limited	Dynamic Ever Investments Limited	6/F. Caltex House, 258 Hennessy Road, Hong Kong	Investment business	16,855,831 (USD588,850 thousand)	16,855,831 (USD588,850 thousand)	588,850,000	85.00	16,439,623 (USD 574,310 thousand)	(1,141,165) (USD -40,765 thousand)	(1,585)	Sub-subsidiary
Union Polymer Int'l Investment Corp.	Taita Chemical Company, Ltd.	12F., No. 37, Jihu Rd., Neihu Dist., Taipei City 114, Taiwan (ROC)	Production and marketing of polystyrene, propylene, butadiene, ABS resin, SAN resin, glass wool insulation products and plastic materials	1,749,212	1,749,212	138,863,816	36.67	3,142,785	258,890		Sub-subsidiary
	(Asia Polymer Corporation)	12F., No. 37, Jihu Rd., Neihu Dist., Taipei City 114, Taiwan (ROC)	Production and marketing of low-density polyethylene, medium-density polyethylene, ethylene vinyl acetate and importing and marketing of linear low-density polyethylene and high-density polyethylene	1,965,437	1,965,437	192,063,336	32.35	5,609,329	230,820		Sub-subsidiary
	China General Plastics Corporation	12F., No. 37, Jihu Rd., Taipei City	Production and marketing of plastic cloths, plastic skins, plastic tubes, plastic pellets, plastic powder and other related products	1,320,045	1,320,045	140,609,929	24.20	2,942,302	450,833		Sub-subsidiary

(Continued)

(Continued)

Investor	Investee	Location	Main Businesses and Products	Original Investment Amount		Hold at End of Period			Net Income (Loss) of Investee	Share of Profit (Loss)	Remark
				Ending Balance for Current Period	December 31, 2021	Number of Shares	Percentage (%)	Carrying Amount			
USIFE Investment Co., Ltd.	Acme Electronics Corporation	8F., No. 39, Jihu Rd., Neihu Dist., Taipei City 114, Taiwan (R.O.C.)	Production and marketing of manganese-zinc soft ferrite powder	\$ 155,632	\$ 155,632	16,424,242	8.98	\$ 134,677	\$ 1,090	Subsidiary	
	Swanson Technologies Corporation	12F., No. 37, Jihu Rd., Neihu Dist., Taipei City 114, Taiwan (ROC)	Manufacturing of plastic film (bag), industrial plastic products and reinforced plastic products	22,500	22,500	2,250,015	15.00	3,588	(5,129)	Sub-subsiidary	
	Taiwan United Venture Management Corporation	12F., No. 37, Jihu Rd., Taipei City	Corporate management consulting	8,000	8,000	800,000	100.00	15,524	176	Sub-subsiidary	
Swanlake Traders Ltd.	ACME Electronics (Cayman) Corp.	Ugland House P.O. Box 309 George Town, Grand Cayman, Cayman Islands	Corporate investments	163,433 (USD5,709 thousand)	163,433 (USD 5,709 thousand)	8,318,356	16.65	213,931 (USD 7,474 thousand)	11,688 (USD 418 thousand)	Sub-subsiidary	

Note 1: Please refer to Table 8 for relevant information on mainland investee companies.

Note 2: All the transactions were written off when preparing the consolidated financial statements.

USI Corporation and Subsidiaries
(Acme Electronics Corporation)
INFORMATION ON INVESTEES
For the Three Months Ended March 31, 2022

TABLE 7-1

Unit: In Thousands of New Taiwan Dollars, Unless Stated Otherwise

Investor	Investee	Location	Main Businesses and Products	Original Investment Amount (Note 2)		Hold at End of Period			Net Income (Loss) of Investee (Note 3)	Share of Profit (Loss) (Note 3)	Remark
				Ending Balance for Current Period	December 31, 2021	Number of Shares	Percentage (%)	Carrying Amount			
Acme Electronics Corporation	ACME Electronics (Cayman) Corp.	Ugland House P.O. Box 309 George Town, Grand Cayman, Cayman Islands	Corporate investments	\$ 605,182 (USD 18,336 thousand)	\$ 605,182 (USD 18,336 thousand)	25,621,692	51.27	\$ 682,345	\$ 11,688 (USD 418 thousand)	\$ 2,103 (USD 75 thousand)	
	Golden Amber Enterprises Limited	CITCO Building, Wickhams Cay Road Town, Tortola, British Virgin Islands	Corporate investments	669,072 (USD 20,800 thousand)	669,072 (USD 20,800 thousand)	20,800,000	100.00	1,044,768	5,158	3,492	
	USI Optronics Corporation	12F, No. 37, Jihu Road, Neihu District, Taipei City	Manufacturing and marketing of sapphire single crystal	646,200	646,200	22,064,224	34.00	27,578	(13,612)	(4,628)	
ACME Electronics (Cayman) Corp.	ACME Components (Malaysia) Sdn. Bhd.	Plot 15, Jalan Industri 6 Kawasan Perindustrian Jelapang II (ZPB) Jelapang 30020 Ipoh, Perak, Malaysia.	Corporate investments	340,380 (USD 11,891 thousand)	340,380 (USD 11,891 thousand)	42,600,000	100.00	646,373 (USD 22,581 thousand)	5,813 (MYR 908 thousand)	5,813 (MYR 908 thousand)	
ACME Components (Malaysia) Sdn. Bhd.	ACME Ferrite Products Sdn. Bhd.	Plot 15, Jalan Industri 6 Kawasan Perindustrian Jelapang II (ZPB) Jelapang 30020 Ipoh, Perak, Malaysia.	Manufacturing and sales of manganese-zinc soft ferrite core	248,133 (MYR 37,964 thousand)	248,133 (MYR 37,964 thousand)	9,120,000	100.00	636,591 (MYR 97,398 thousand)	5,948 (MYR 929 thousand)	5,948 (MYR 929 thousand)	

Note 1: The carrying amount and the recognized investment gain (loss) in the period have been fully written off when preparing the consolidated financial statements.

Note 2: The foreign currency amount was calculated based on the spot exchange rate of March 31, 2022.

Note 3: The amount is calculated based on the average exchange rate from January 1 to March 31, 2022.

Note 4: Please refer to Table 5-1 for relevant information on mainland investee companies.

USI Corporation and Subsidiaries
(Swanson Plastics Corporation)
INFORMATION ON INVESTEEES
For the Three Months Ended March 31, 2022

Table 7-2

Unit: In Thousands of New Taiwan Dollars, Unless Stated Otherwise

Investor	Investee	Location	Main Businesses and Products	Original Investment Amount		Hold at End of Period			Net Income (Loss) of Investee	Share of Profit (Loss)	Remark
				Ending Balance for Current Period (Note 1)	The end of last year (Note 1)	Number of Shares (In Thousands of Shares)	Percentage (%)	Carrying Amount			
(Swanson Plastics Corporation)	Swanson Plastics (Singapore) Pte., Ltd.	2 Venture Drive Vision Exchange #12-10 Singapore 608526	Production and marketing of plastic products	\$ 808,506	\$ 808,506	36,863	100	\$ 1,843,789	\$ 25,458	\$ 25,458	Note 2
	Forever Young Company Limited	Skelton Building Main Street P.O. Box 3136 Road Town, Tortola British Virgin Islands	Trading and agency businesses	1,297	1,297	50	100	37,629	1,569	1,569	
	Swanson International Ltd.	Ugland House, P.O.Box 309 George Town, Grand Cayman, Cayman Islands, British West Indies	Investment	454,134	454,134	14,541	100	1,684,212	13,378	13,378	Note 2
	Swanson Technologies Corporation	12F., No. 37, Jihu Rd., Neihu Dist., Taipei City 114, Taiwan (ROC)	Planting agriculture, marketing, research and development of agricultural products, production, sale, and development of EVA packaging films and other high value-added plastic products	105,001	105,001	10,500	70	16,745	(5,129)	(3,590)	
	PT. Swanson Plastics Indonesia	Ngoro Industrial Park Blok D2-3 Ds. Lolawang Kec. Ngoro Kab. Mojokerto	Manufacturing and marketing of plastic products	7,979	7,979	261	1	7,660	9,652		
Swanson Plastics (Singapore) Pte., Ltd.	Swanson Plastics (Malaysia) Sdn. Bhd.	Plot 505, Tingkat Perusahaan 4A, Kawasan Perusahaan Perai, Zon Perdagangan Bebas, 13600 Perai, Seberang Perai, Malaysia	Manufacturing and marketing of plastic products	188,736 (USD 6,593 thousand)	188,736 (USD 6,593 thousand)	20,000	100	624,077 (USD 21,802 thousand)	17,257 (USD 616 thousand)		
Swanson Plastics (Singapore) Pte., Ltd.	Swanson Plastics (India) Private Ltd.	PLOT No.2, GDDIDC. Honda, Bhuipal Sattari-403 506, Goa-India	Manufacturing and sales of plastic products	472,623 (USD 16,511 thousand)	472,623 (USD 16,511 thousand)	107,351	100	293,588 (USD 10,256 thousand)	4,313 (INR 11,591 thousand)		
Swanson Plastics (Singapore) Pte., Ltd.	PT. Swanson Plastics Indonesia	Ngoro Industrial Park Blok D2-3 Ds. Lolawang Kec. Ngoro Kab. Mojokerto	Manufacturing and sales of plastic products	739,671 (USD 25,840 thousand)	739,671 (USD 25,840 thousand)	25,840	99	758,310 (USD 26,491 thousand)	9,652 (IDR 4,826 thousand)		
Swanson International Ltd.	A.S. Holdings (UK) Limited	5TH Floor 7-10 Chandos street London W1G 9DQ	Investment	203,068 (USD 7,094 thousand)	203,068 (USD 7,094 thousand)	3,157	100	548,995 (USD 19,179 thousand)	11,858 (USD 424 thousand)		Note 2

Note 1: Original investment amount and book amounts were calculated using the spot exchange rate of March 31, 2022.

Note 2: Please refer to Table 8-2 for relevant information on mainland investee companies.

USI Corporation and Subsidiaries
(China General Plastics Corporation)
INFORMATION ON INVESTEEES
For the Three Months Ended March 31, 2022

Table 7-3

Unit: In Thousands of New Taiwan Dollars, Unless Stated Otherwise

Investor	Investee	Location	Main Businesses and Products	Original Investment Amount		Hold at End of Period			Net Income (Loss) of Investee	Share of Profit (Loss)	Remark
				Ending Balance for Current Period	The end of last year	Ordinary Shares Outstanding	%	Carrying amount			
China General Plastics Corporation	Taiwan VCM Corporation	No. 1, Gongye 1st Rd., Linyuan Dist., Kaohsiung City 832, Taiwan (R.O.C.)	Manufacturing and marketing of VCM	\$ 2,933,648	\$ 2,933,648	259,591,005	87.27%	\$ 4,941,322	\$ 146,643	\$ 330,529	Subsidiary
	CGPC Polymer Corporation	12F., No. 37, Jihu Rd., Taipei City	Manufacturing and marketing of PVC resins	800,000	800,000	80,000,000	100%	1,528,084	24,335	24,335	Subsidiary
	CGPC (BVI) Holding Co., Ltd.	Citco Building, Wickhams Cay, P.O. Box 662, Road Town, Tortola, British Virgin Islands	Reinvestment	1,073,906	1,073,906	16,308,258	100%	361,646	2,694	2,694	Subsidiary
	China General Terminal & Distribution Co.	No. 1, Jianji St., Qianzhen Dist., Kaohsiung City 806, Taiwan (R.O.C.)	Warehousing and transportation of petrochemical raw materials	41,106	41,106	22,009,594	33.33%	378,341	8,805	2,934	Associate accounted for using the equity method
	CGPC America Corporation	1181 California Ave., Suite 235 Corona, CA 92881	Marketing of PVC two- or three-time processed products	648,931	648,931	100	100%	199,398	(2,355)	(2,355)	Subsidiary
	(Acme Electronics Corporation)	8F., No. 39, Jihu Rd., Neihu Dist., Taipei City 114, Taiwan (R.O.C.)	Manufacturing & marketing of Mn-Zn and Ni-Zn ferrite cores	33,995	33,995	3,176,019	1.74%	24,212	12,143	211	Associate accounted for using the equity method
Taiwan VCM Corporation	Global Green Technology Corporation	12F., No. 37, Jihu Rd., Taipei City	Environmental detection services	50,000	-	5,000,000	100%	50,000	-	-	Subsidiary

Note 1: Please refer to Table 8-3 for relevant information of mainland investee companies.

Note 2: All the transactions were written off when preparing the consolidated financial statements.

USI Corporation and Subsidiaries
Taita Chemical Company, Ltd.
INFORMATION ON INVESTEES
For the Three Months Ended March 31, 2022

Table 7-4

Unit: In Thousands of New Taiwan Dollars, Unless Stated Otherwise

Investor	Investee	Location	Main Businesses and Products	Original Investment Amount		Hold at End of Period			Net Income (Loss) of Investee	Share of Profit (Loss)	Remark
				Ending Balance for Current Period	The end of last year	Ordinary Shares Outstanding	%	Carrying amount			
Taita Chemical Company, Ltd.	TAITA (BVI) Holding Co., Ltd.	British Virgin Islands	Reinvestment	\$ 2,568,750 (USD 89,738 thousand)	\$ 2,568,750 (USD 89,738 thousand)	89,738,000	100.00%	\$ 3,273,535 (USD 114,359 thousand)	\$ 24,168 (Profit of USD 863 thousand)	\$ 24,168 (Profit of USD 863 thousand)	Subsidiary (Note 1)
	China General Plastics Corporation	Taipei City	Production and marketing of PVC tape and other plastic products	65,365	65,365	11,516,174	1.98%	230,358	450,833	8,935	Investee companies using equity method (Note 1)
	China General Terminal & Distribution Co.	Taipei City	Warehousing of petrochemical raw materials	41,082	41,082	22,009,592	33.33%	378,341	8,805	2,935	Investee companies using equity method (Note 2)
	Acme Electronics Corporation	Taipei City	Production and marketing of manganese-zinc soft ferrite powder	44,771	44,771	4,445,019	2.43%	33,885	12,143	295	Investee companies using equity method (Note 1)
TAITA (BVI) Holding Co., Ltd.	ACME Electronics (Cayman) Corp.	British Cayman Islands	Reinvestment	48,664 (USD 1,700 thousand)	48,664 (USD 1,700 thousand)	2,695,619	5.39%	69,327 (USD 2,422 thousand)	11,688 (Profit of USD 418 thousand)	-	Investee companies using equity method (Note 1)

Note 1: The calculation is based on the financial statements of the investee company during the same period which have been reviewed by CPAs.

Note 2: The calculation is based on the financial statements of the investee company during the same period which have not been reviewed by CPAs.

Note 3: Please refer to Table 8-4 for relevant information on mainland investee companies.

Note 4: All the transactions were written off when preparing the consolidated financial statements.

USI Corporation and Subsidiaries
(Asia Polymer Corporation)
INFORMATION ON INVESTEEES
For the Three Months Ended March 31, 2022

Table 7-5

Unit: In Thousands of New Taiwan Dollars, Unless Stated Otherwise

Investor	Investee	Location	Main Businesses and Products	Original Investment Amount		Hold at End of Period			Net Income (Loss) of Investee	Share of Profit (Loss)	Remark
				At the end of this year	The end of last year	Number of shares	%	Carrying amount			
Asia Polymer Corporation	APC (BVI) Holding Co., Ltd.	British Virgin Islands	Reinvestment business	\$ 394,304 (USD 13,775 thousand)	\$ 394,304 (USD 13,775 thousand)	11,342,59	100.00%	\$ 576,354	\$ 5,183	\$ 5,183	Subsidiary
	APC Investment Corporation	Taipei City	Investment business	200,000	200,000	20,000,00	100.00%	167,883	(699)	(699)	Subsidiary
	USI International Corp.	British Virgin Islands	Reinvestment business	60,113 (USD 2,100 thousand)	60,113 (USD 2,100 thousand)	2,100,00	70.00%	65,461	1,329	930	Subsidiary
	China General Plastics Corporation	Taipei City	Production and marketing of PVC films, PVC leather, PVC pipes, PVC compounds, PVC resins, construction products, chlor-alkali products and other relevant products	247,412	247,412	46,886,18	8.07%	937,867	450,833	36,379	Investments accounted for using the equity method
	China General Terminal & Distribution Co.	Taipei City	Petrochemical materials storage and transportation operations	41,082	41,082	22,009,59	33.33%	378,341	8,805	2,935	Investments accounted for using the equity method
	Swanson Plastics Corporation	Taipei City	Production and marketing of stretch films and industrial use multi-layer films	75,242	75,242	12,266,77	7.95%	221,181	19,709	1,567	Investments accounted for using the equity method
	(Acme Electronics Corporation)	Taipei City	Manufacturing & marketing of Mn-Zn and Ni-Zn ferrite cores	61,348	61,348	6,056,62	3.31%	46,171	12,143	402	Investments accounted for using the equity method
	Taiwan United Venture Capital Corp.	Taipei City	Investments in high-tech undertakings	52,791	52,791	3,080,86	8.33%	22,393	2,776	231	Investments accounted for using the equity method
	USI Optronics Corporation	Taipei City	Manufacturing and marketing of sapphire single crystal	59,725	59,725	5,972,46	9.20%	7,465	(13,612)	(1,253)	Investments accounted for using the equity method
	Ever Conquest Global Ltd.	British Virgin Islands	Reinvestment business	4,879,847 (USD 170,475 thousand)	4,879,847 (USD 170,475 thousand)	170,475,00	40.87%	4,763,943	(653,454)	(267,048)	Investments accounted for using the equity method
APC (BVI) Holding Co., Ltd.	ACME Electronics (Cayman) Corp.	British Cayman Islands	Reinvestment business	150,135 (USD 5,244 thousand)	150,135 (USD 5,244 thousand)	8,316,45	16.64%	213,882	11,688	-	APC (BVI) Holding Co., Ltd. Investments accounted for using the equity method
	USI International Corp.	British Virgin Islands	Reinvestment business	25,763 (USD 900 thousand)	25,763 (USD 900 thousand)	900,00	30.00%	28,055	1,329	-	APC (BVI) Holding Co., Ltd. Investments accounted for using the equity method (Note 1)
APC Investment Corporation	Acme Electronics Corporation	Taipei City	Manufacturing & marketing of Mn-Zn and Ni-Zn ferrite cores	14,889	14,889	1,884,54	1.03%	14,366	12,143	-	APC Investment Corporation Investments accounted for using the equity method
	Swanson Technologies Corporation	Taipei City	Production and marketing of EVA packaging films	22,500	22,500	2,250,01	15.00%	3,588	(5,129)	-	APC Investment Corporation Investments accounted for using the equity method
Ever Conquest Global Ltd.	Ever Victory Global Ltd.	British Virgin Islands	Reinvestment business	11,940,776 (USD 417,145 thousand)	11,940,776 (USD 417,145 thousand)	417,145,00	67.40%	11,657,163 (USD 407,237 thousand)	(969,479) (USD -34,632 thousand)	-	Ever Conquest Global Ltd. Investments accounted for using the equity method
Ever Victory Global Ltd.	Dynamic Ever Investments Ltd.	Hong Kong	Reinvestment business	16,855,831 (USD 588,850 thousand)	16,855,831 (USD 588,850 thousand)	588,850,00	85.00%	16,439,623 (USD 574,310 thousand)	(1,141,165) (USD -40,765 thousand)	-	Ever Victory Global Ltd. Investments accounted for using the equity method

Note 1: Please refer to Table 8-3 for relevant information of mainland investee companies.

Note 2: All the transactions were written off when preparing the consolidated financial statements.

USI Corporation and Subsidiaries
INFORMATION ON INVESTMENTS IN MAINLAND CHINA
For the Three Months Ended March 31, 2022

TABLE 8

Unit: In Thousands of New Taiwan Dollars, Unless Stated Otherwise

Investee Company in Mainland China	Main Businesses and Products	Paid-in Capital (Note 7)	Method of Investment	Accumulated Outward Remittance for Investment from Taiwan as of the Beginning of Period (Note 7)	Outward or Inward Remittance for Investment for the Period (Note 7)		Accumulated Outward Remittance for Investment from Taiwan as of the End of Period (Note 7)	Net Income (Loss) of Investee	Ownership Percentage of Direct or Indirect Investment (%)	Investment Gain (Loss) (Notes 8 and 9)	Carrying Amount as of the End of Period (Notes 7 and 8)	Accumulated Repatriation of Investment Income as of the End of Period
					Outflow	Inflow						
Acme Electronics (Kunshan) Co., Ltd.	Manufacturing and marketing of manganese-zinc soft ferrite core	\$ 879,503 (USD30,725 thousand)	Note 1	\$ 80,652 (USD2,818 thousand)	\$ -	\$ -	\$ 80,652 (USD2,818 thousand)	\$ 7,776 (USD 278 thousand)	16.65	\$ 1,294 (USD 46 thousand)	\$ 144,129 (USD 5,013 thousand)	\$ -
USIG (Shanghai) Co., Ltd.	Import and distribution of various types of chemical raw materials and products	143,125 (USD5,000 thousand)	Note 2	143,125 (USD5,000 thousand)	-	-	143,125 (USD5,000 thousand)	65 (USD 2 thousand)	100.00	65 (USD 2 thousand)	135,367 (USD 4,709 thousand)	-
Fujian Gulei Petrochemical Co., Ltd.	Crude oil processing and petroleum products manufacturing	42,000,492 (RMB9,314,400 thousand)	Note 3	6,539,374 (USD228,450 thousand)	-	-	6,539,374 (USD228,450 thousand)	(2,270,359) (USD -81,102 thousand)	16.94	(384,583) (USD 13,738 thousand)	6,410,200 (USD 223,937 thousand)	-

Accumulated Outward Remittance of Investment to Mainland China from Taiwan at the End of the Current Period (Note 7)	Investment Amounts Authorized by Investment Commission, MOEA (Notes 5 and 7)	Upper Limit on the Amount of Investment Stipulated by Investment Commission, MOEA
\$7,029,456 (USD 245,571 thousand)	\$8,788,037 (USD 307,006 thousand)	\$ - (Note 4)

Note 1: The Company reinvested in China-based companies via Swanlake Traders Ltd. (100%) by wiring transfer funds to other areas.

Note 2: Mainland companies with 100% direct investment.

Note 3: To reinvest 67.40% Ever Victory Global Ltd. ("EVGL") via 59.13% Ever Conquest Global Limited ("ECGL") in the third region, as well as reinvest 85.00% Dynamic Ever Investments Limited ("DEIL"), to indirectly invest 50% in Fujian Gulei Petrochemical Co., Ltd.

Note 4: As the Company has obtained the certificate of being qualified for operating headquarters issued by the Industrial Development Bureau, MOEA No. 10920403810 on February 11, 2020, the upper limit on investment in mainland China is not applicable.

Note 5: It includes the investment amounted to US\$257,939 thousand in Fujian Gulei Petrochemical Co., Ltd. in the mainland region through remittance from the third region as approved by the Investment Commission, MOEA (2) No. 10500116380 dated on September 1, 2016, Investment Commission, MOEA (2) No. 10500234240 dated on December 29, 2016 and Investment Commission, MOEA (2) No. 108002629200 dated on February 26, 2020, the investment to establish a sales company amounted to US\$32,200 thousand through a third region as approved by the Investment Commission, MOEA (2) No. 10900245220 dated on October 5, 2020, and the investment amounted to US\$1,422 thousand in Acme Electronics (Kunshan) Co., Ltd. through a third region as approved by the Investment Commission, MOEA (2) No. 11000010830 dated on January 21, 2021.

Note 6: Except for the investment in Fujian Gulei Petrochemical Co., Ltd., the recognized investment gain (loss) and carrying amount in the period have been fully written off when preparing the consolidated financial statements.

Note 7: The calculation was based on the spot exchange rate of March 31, 2022.

Note 8: Except that the calculation of Acme Electronics (Kunshan) Co., Ltd. is based on the financial statements reviewed and approved by CPAs of its parent company in Taiwan, the rest are based on the financial statements not reviewed and approved by CPAs.

Note 9: The amount is calculated based on the average exchange rate during the period from January 1 to March 31, 2022.

USI Corporation and Subsidiaries
(Acme Electronics Corporation)
INFORMATION ON INVESTMENTS IN MAINLAND CHINA
For the Three Months Ended March 31, 2022

Table 8-1

Unit: In Thousands of New Taiwan Dollars, Unless Stated Otherwise

Investee Company in Mainland China	Main Businesses and Products	Paid-in Capital	Method of Investment (Note 1)	Accumulated Outward Remittance for Investment from Taiwan as of the Beginning of Period (Note 5)	Investment Flows		Accumulated Outward Remittance for Investment from Taiwan as of the End of Period (Note 5)	Net Income (Loss) of Investee (Note 6)	Ownership of Direct or Indirect Investment (%)	Investment Gain (Loss) (Notes 4 and 6)	Carrying Amount as of the End of Period (Note 7)	Accumulated Repatriation of Investment Income as of the End of Period
					Outflow	Inflow						
Acme Electronics (Kunshan) Co., Ltd.	Manufacture and sale of soft ferrite cores	\$ 879,503 (USD 30,725 thousand)	(II)	\$ 374,188 (USD 11,144 thousand)	\$	\$	\$ 374,188 (USD 11,144 thousand)	\$ 7,776 (RMB 1,764 thousand)	51.27	\$ 3,987 (RMB 904 thousand)	\$ 443,937 (RMB 98,451 thousand)	\$
Acme Electronics (Guang-Zhou) Co., Ltd.	Manufacture and sale of soft ferrite cores	549,600 (USD 19,200 thousand)	(II)	619,676 (USD 19,200 thousand)			619,676 (USD 19,200 thousand)	5,227 (RMB 1,186 thousand)	100.00	5,227 (RMB 1,186 thousand)	1,023,641 (RMB 227,012 thousand)	

Accumulated Outward Remittance of Investment to Mainland China from Taiwan at the End of the Current Period	Investment Amounts Authorized by Investment Commission, MOEA	Maximum Amount of Investments in Mainland China Authorized by Investment Commission, MOEA
\$993,864(USD 30,344 thousand) (Notes 3 and 7)	\$1,048,620 (USD 36,633 thousand) (Notes 3 and 7)	\$ -(Note 2)

Note 1: Investment Method II is to reinvest in the mainland companies by establishing a company through investment in the third region.

Note 2: As ACME has obtained the certificate of qualification for operating headquarters issued by the Investment Development Bureau, MOEA No. 09704604680 on August 29, 2008, the upper limit on investment is not applicable.

Note 3: It includes the capital increase transferred from surplus of Acme Electronics (Kunshan) Co., Ltd., and ACME increased the amount of USD 6,289 thousand at its ownership percentage.

Note 4: The investment gain (loss) recognized for this period are converted on the basis of financial statements reviewed and approved by CPAs of the parent company in Taiwan.

Note 5: The calculation was based on the exchange rate of the original investment.

Note 6: The amount is calculated based on the average exchange rate from January 1 to March 31, 2022.

Note 7: The calculation was based on the spot exchange rate of March 31, 2022.

Note 8: The carrying amount and the recognized investment gain (loss) for the period have been fully written off when preparing the consolidated financial statements.

USI Corporation and Subsidiaries
(Swanson Plastics Corporation)
INFORMATION ON INVESTMENTS IN MAINLAND CHINA
For the Three Months Ended March 31, 2022

Table 8-2

Unit: In Thousands of New Taiwan Dollars, Unless Stated Otherwise

Investee Company in Mainland China	Main Businesses and Products	Paid-in Capital (Note 1)	Method of Investment	Accumulated Outward Remittance for Investment from Taiwan as of the Beginning of Period	Investment Flows		Accumulated Outward Remittance for Investment from Taiwan as of the End of Period	Net Income (Loss) of Investee	Ownership Percentage of Direct or Indirect Investment (%)	Investment Gain (Loss) (Note 4)	Carrying Amount as of the End of Period (Note 5)	Accumulated Repatriation of Investment Income as of the End of Period
					Outflow	Inflow						
Swanson Plastics (Kunshan) Co., Ltd.	Production, sales and development of multi-functional film, optical film, etc.	\$ 380,426 (USD 13,290 thousand)	Indirect investment via Swanson International Ltd. of British Cayman Islands.	\$ 223,930	\$ -	\$ -	\$ 223,930	\$ 1,615 (USD 58 thousand)	100.00	\$ 1,615 (USD 58 thousand)	\$ 1,178,153 (USD 41,158 thousand)	\$ -
ASK-Swanson (Kunshan) Co., Ltd.	Production and sales of PE release film and other release products	260,488 (USD 9,100 thousand)	Indirect investment in A.S. Holdings (UK) Limited via Swanson International Ltd. of British Cayman Islands.	193,447	-	-	193,447	11,908 (USD 425 thousand)	100.00	11,908 (USD 425 thousand)	548,216 (USD 19,152 thousand)	
Swanson Plastics (Tianjin) Co., Ltd.	Production, sales and development of multi-functional film, optical film, etc.	306,288 (USD 10,700 thousand)	Indirect investment through Swanson Plastics Company Ltd. (Singapore) in the third region.	170,754	-	-	170,754	(5,530) (USD -198 thousand)	100.00	(5,530) (USD -198 thousand)	71,227 (USD 2,488 thousand)	

Accumulated Outward Remittance of Investment to Mainland China from Taiwan at the End of the Current Period	Investment Amounts Authorized by Investment Commission, MOEA	Maximum Amount of Investments in Mainland China Authorized by Investment Commission, MOEA
\$ 588,131	\$ 938,492 (USD 32,786 thousand)	\$ - (Note 2)

Note 1: The paid-in capital and the investment amount approved by the Industrial Development Bureau, MOEA were calculated using the spot exchange rate on March 31, 2022.

Note 2: As SPC had obtained the certificate of qualification for operating headquarters issued by the Industrial Development Bureau, MOEA No. 10920418410 on June 18, 2020, the upper limit on investment is not applicable.

Note 3: All the transactions were written off when preparing the consolidated financial statements.

Note 4: The amount is calculated based on the average exchange rate from January 1 to March 31, 2022.

Note 5: The calculation was based on the spot exchange rate of March 31, 2022.

USI Corporation and Subsidiaries
(China General Plastics Corporation)
INFORMATION ON INVESTMENTS IN MAINLAND CHINA
For the Three Months Ended March 31, 2022

Table 8-3

Unit: In Thousands of New Taiwan Dollars, Unless Stated Otherwise

Investee Company in Mainland China	Main Businesses and Products	Paid-in Capital (Note 1)	Method of Investment	Accumulated Outward Remittance for Investment from Taiwan as of January 1, 2022 (Note 1)	Investment Flows		Accumulated Outward Remittance for Investment from Taiwan as of the End of Period (Note 1)	Net Income (Loss) of the Investee for the Period	Ownership Percentage of Direct or Indirect Investment (%)	Investment Gain (Loss) (Note 4)	Carrying Amount as of the End of Period (Note 1)	Accumulated Repatriation of Investment Income as of the End of Period
					Outflow	Inflow						
Continental General Plastics (Zhong Shan) Co., Ltd. ("CGPC (ZS)") (Note 4)	Manufacturing and marketing of PVC film and third-time processed products	\$ 572,500 (USD 20,000 thousand)	Investment through CGPC (BVI) Holding Co., Ltd. ("CGPC (BVI)")	\$ 572,500 (USD 20,000 thousand)	\$	\$	\$ 572,500 (USD 20,000 thousand)	\$ 2,633 (USD 94 thousand)		\$ 2,633 (USD 94 thousand)	\$ 275,129 (USD 9,612 thousand)	\$
CGPC Consumer Products Corporation (CGPC (CP)) (Note 4)	Manufacturing and sales of PVC third-time processed products	42,938 (USD 1,500 thousand)	Investment through CGPC (BVI) Holding Co., Ltd. (CGPC (BVI))	42,938 (USD 1,500 thousand)			42,938 (USD 1,500 thousand)	8 (USD thousand)		8 (USD thousand)	13,988 (USD 489 thousand)	

Accumulated Outward Remittance of Investment to Mainland China from Taiwan at the End of the Current Period (Notes 1 and 3)	Investment Amounts Authorized by Investment Commission, MOEA (Note 1)	Maximum Amount of Investments in Mainland China Authorized by Investment Commission, MOEA (Note 2)
\$775,222 (USD 27,082 thousand)	\$898,825 (USD 31,400 thousand)	\$-

Note 1: The calculation was based on the spot exchange rate of March 31, 2022.

Note 2: As CGPC had obtained the certificate of qualification for operating headquarters issued by the Industrial Development Bureau, MOEA No. 10920426850 on September 8, 2020, the upper limit on investment is not applicable.

Note 3: QuanZhou Continental General Plastics Co., Ltd. ("CGPC (QZ)") and Union (Zhong Shan) Co., Ltd. ("Union (ZS)") completed dissolution procedures, and CGPC (BVI) retrieved the residual assets. The shares of Continental General Plastics (SanHe) Co., Ltd. ("CGPC (SH)") were fully sold, and CGPC (BVI) retrieved the residual assets. However, the amount of capital has not been wired back to Taiwan. The accumulated amount includes the investment amount of CGPC (QZ) of US\$684 thousand, the investment amount of Union (ZS) of US\$898 thousand, and the investment amount of CGPC (SH) of US\$4,000 thousand.

Note 4: All the transactions were written off when preparing the consolidated financial statements; the investment income was calculated based on the financial statements not reviewed by an auditor.

USI Corporation and Subsidiaries
Taita Chemical Company, Ltd.
INFORMATION ON INVESTMENTS IN MAINLAND CHINA
For the Three Months Ended March 31, 2022

Table 8-4

Unit: In Thousands of New Taiwan Dollars, Unless Stated Otherwise

Investee Company in Mainland China	Main Businesses and Products	Paid-in Capital	Method of Investment	Accumulated Outward Remittance for Investment from Taiwan as of the Beginning of Period	Investment Flows		Accumulated Outward Remittance for Investment from Taiwan as of the End of Period	Net Income (Loss) of Investee (Note 6)	Ownership of Direct or Indirect Investment (%)	Investment Gain (Loss) (Note 6)	Carrying Amount as of the End of Period (Note 6)	Accumulated Repatriation of Investment Income as of the End of Period
					Outflow	Inflow						
Taita Chemical (Zhong Shan) Co., Ltd. ("TTC (ZS)")	Production and marketing of polystyrene derivatives	\$ 1,323,906 (USD 46,250 thousand) (Note 1)	Reinvest in the mainland companies by establishing a company through investment in the third region	\$ 1,230,875 (USD 43,000 thousand)	\$ -	\$ -	\$ 1,230,875 (USD 43,000 thousand)	\$ 15,338 (USD 548 thousand)	100.00	\$ 15,338 (USD 548 thousand) (Note 7)	\$ 1,903,477 (USD 66,497 thousand) (Note 7)	\$ -
Taita Chemical (Tianjin) Co., Ltd. ("TAITA (TJ)") (Note 8)	Production and sales of polystyrene derivatives	782,894 (USD 27,350 thousand) (Note 2)	Reinvest in the mainland companies by establishing a company through investment in the third region	744,250 (USD 26,000 thousand)	-	-	744,250 (USD 26,000 thousand)	(2,854) (USD -102 thousand)	100.00	(2,854) (USD -102 thousand) (Note 7)	(121,472) (USD -4,244 thousand) (Note 7)	-
Zhangzhou Taita Chemical Company, Limited (ZTC)	Production and sales of polystyrene derivatives	1,390,590 (USD 48,580 thousand) (Note 3)	Reinvest in the mainland companies by establishing a company through investment in the third region	-	-	-	-	(25) (USD -1 thousand)	100.00	(25) (USD 1 thousand) (Note 7)	1,384,074 (USD 48,352 thousand) (Note 7)	-
Acme Electronics (Kunshan) Co., Ltd. ("ACME (KS)")	Manufacturing and marketing of manganese-zinc soft ferrite core	879,503 (USD 30,725 thousand)	Reinvest in a mainland company by reinvesting in the existing company in the third region, ACME Electronics (Cayman) Corp.	38,759 (USD 1,354 thousand)	-	-	38,759 (USD 1,354 thousand)	7,776 (USD 278 thousand)	5.39	419 (USD 15 thousand)	46,706 (USD 1,682 thousand)	-

Accumulated Outward Remittance of Investment to Mainland China from Taiwan at the End of the Current Period	Investment Amounts Authorized by Investment Commission, MOEA	Maximum Amount of Investments in Mainland China Authorized by Investment Commission, MOEA
\$2,013,884 (USD 70,354 thousand)	\$ 3,601,521 (USD 125,817 thousand) (Note 4)	\$-(Note 5)

Note 1:Taita Zhongshan increased capital from surplus of USD 3,250 thousand in 2007.

Note 2:Taita Tianjin increased capital from surplus of USD 1,350 thousand in 2012.

Note 3:ZTC has registered for establishment in 2021, and TAITA (BVI) injected capital of ZTC amounted to USD 48,580 thousand on March 8, 2022.

Note 4:It includes the capital increase transferred from surplus by TAITA (ZS) of USD 3,250 thousand, capital increase transferred from surplus by TAITA (TJ) of USD 1,350 thousand, capital increase transferred from surplus by ACME (KS) of USD 802 thousand and capital injection from TAITA (BVI) to ZTC of USD 50,000 thousand.

Note 5:As TTC has obtained the certificate of qualification for operating headquarters issued by the Industrial Development Bureau, MOEA No. 10820415160 on June 6, 2019, the upper limit on investment in Mainland China is not applicable.

Note 6:The calculation is based on the financial statements reviewed and approved by CPAs of the parent company in Taiwan calculated.

Note 7:All the transactions were written off when preparing the consolidated financial statements.

Note 8:TTC management has decided to suspend the production of TAITA (TJ) from April 2019, and please refer to Note 12 to the Consolidated Financial Statements.

USI CORPORATION AND REINVESTMENT COMPANIES

Asia Polymer Corporation
Information on Investments in Mainland China
For the Three Months Ended March 31, 2022

Table 8-5

Unit: In Thousands of New Taiwan Dollars, Unless Stated Otherwise

Investee Company in Mainland China	Main Businesses and Products	Paid-in Capital (Note 3)	Method of Investment (Note 1)	Accumulated Outward Remittance for Investment from Taiwan as of the Beginning of Period	Investment Flows		Accumulated Outward Remittance for Investment from Taiwan as of the End of Period	Net Income (Loss) of Investee (Note 3)	Ownership of Direct or Indirect Investment (%)	Investment Gain (Loss) (Note 3)	Ending carrying amount of investment (Note 4)	Accumulated Repatriation of Investment Income as of the End of Period
					Outflow	Inflow						
Acme Electronics (Kunshan) Co., Ltd.	Manufacturing and marketing of manganese-zinc ferrite core	\$ 879,503 (USD 30,725 thousand)	(2) ACME Electronics (Cayman) Corp.	\$ 119,577 (USD 4,177 thousand)	\$ -	\$ -	\$ 119,577 (USD 4,177 thousand)	B \$ 7,776	16.64	\$ 1,294	\$ 144,096	\$ -
USI Trading (Shanghai) Co., Ltd.	Sales of chemical products and equipment, etc.	71,563 (USD 2,500 thousand)	(2) APC (BVI) Holding Co., Ltd.	86,894 (USD 3,036 thousand)	-	-	86,894 (USD 3,036 thousand)	C 2,804	100.00	2,804	144,221	-
Fujian Gulei Petrochemical Co., Ltd.	Crude oil processing and petroleum products manufacturing	42,000,492 (RMB 9,314,400 thousand)	(2) Dynamic Ever Investments Ltd.,(Note 2)	4,519,397 (USD 157,883 thousand)	-	-	4,519,397 (USD 157,883 thousand)	C(2,270,381)	11.71	(265,862)	4,444,074	-

Accumulated Outward Remittance of Investment to Mainland China from Taiwan at the End of the Current Period	Investment Amounts Authorized by Investment Commission, MOEA	Maximum Amount of Investments in Mainland China Authorized by Investment Commission, MOEA
\$ 4,863,845(Note 5) (USD 169,916 thousand)	\$6,407,294 (USD 223,836 thousand)	\$- (Note 6)

Note 1:Methods of Investment can be divided into three categories as follows:

- (1) Direct investments in mainland companies.
- (2) Reinvestments in mainland companies through a holding company registered in a third region (please specify the holding company).
- (3) Others.

Note 2:The Company indirectly reinvested in 50% of the outstanding shares of Fujian Gulei Petrochemical Co., Ltd. via Ever Conquest Global Limited (40.87%), then reinvested Ever Victory Global Limited (67.40%), and finally vis Dynamic Ever Investments Limited (85.00%).

Note 3:For the column of investment gain (loss) recognized at the end of this period:

- (1) If there is no investment gain (loss) during the preparation, it shall be noted.
- (2) If the basis for the recognition of investment gain (loss) is classified into the following three categories, it shall be noted as follows:
 - A. Financial statements reviewed and approved by international accounting firms in partnership with CPA firms in the Republic of China.
 - B. Financial statements reviewed and approved by CPAs of the parent company in Taiwan.
 - C. Others.

Note 4:The calculation was based on the spot exchange rate of March 31, 2022.

Note 5:APC invested in Silicon Technology Investment (Cayman) Corp. (STIC) and Solargiga Energy Holdings Ltd. through APC (BVI) Holding Co., Ltd. to indirectly invest in companies in mainland China.

Note 6:As APC has obtained the certificate of qualification for operating headquarters issued by the Industrial Development Bureau, MOEA No. 10800262940 on February 26, 2020, the upper limit on investment is not applicable.

Note 7:Except for the investment in Fujian Gulei Petrochemical Co., Ltd., the recognized investment gain (loss) and carrying amount in the period have been fully written off when preparing the consolidated financial statements.

USI Corporation and Subsidiaries
Intercompany Relationships and Significant Intercompany Transactions
For the Three Months Ended March 31, 2022

Table 9

(In Thousands of New Taiwan Dollars)

No. (Note 1)	Trader Company	Counterparty	Relationships with trader (Note 2)	Transactions Details			
				Financial Statement Accounts	Amount (Note 3)	Transaction Terms	% of Total Sales or Asset (Note 4)
0	USI CORPORATION	Swanson Plastics Corporation	1	Sales revenue	\$ 25,707	No significant difference	0.15%
0	USI CORPORATION	Forever Young Company Limited	1	Sales revenue	37,696	No significant difference	0.22%
0	USI CORPORATION	USI Trading (Shanghai) Co., Ltd.	1	Sales revenue	40,405	No significant difference	0.24%
0	USI CORPORATION	USI (Hong Kong) Company Ltd.	1	Sales revenue	67,570	No significant difference	0.40%
0	USI CORPORATION	Asia Polymer Corporation	1	Purchase	317,169	No significant difference	1.86%
0	USI CORPORATION	Swanson Plastics Corporation	1	Purchase	17,408	No significant difference	0.10%
0	USI CORPORATION	Asia Polymer Corporation	1	Sales revenue	36,901	No significant difference	0.22%
0	USI CORPORATION	Swanson Plastics Corporation	1	Accounts receivable	19,242	No significant difference	0.02%
0	USI CORPORATION	Forever Young Company Limited	1	Accounts receivable	38,747	No significant difference	0.05%
0	USI CORPORATION	USI (Hong Kong) Company Ltd.	1	Accounts receivable	28,197	No significant difference	0.03%
0	USI CORPORATION	USI Trading (Shanghai) Co., Ltd.	1	Accounts receivable	27,982	No significant difference	0.03%
0	USI CORPORATION	Asia Polymer Corporation	1	Other receivables	69,550	No significant difference	0.08%
0	USI CORPORATION	Taiwan VCM Corporation	1	Other receivables	89,375	No significant difference	0.11%
0	USI CORPORATION	Taiwan VCM Corporation	1	Other payables	15,406	No significant difference	0.02%
0	USI CORPORATION	USI Management Consulting Corp.	1	Management service expenses	49,656	No significant difference	0.29%
0	USI CORPORATION	Asia Polymer Corporation	1	ACCOUNTS PAYABLE	106,374	No significant difference	0.13%
0	USI CORPORATION	China General Terminal & Distribution Co.	1	Storage tank operating expenses	10,366	No significant difference	0.06%
0	USI CORPORATION	Taiwan VCM Corporation	1	Accounts receivable	89,375	No significant difference	0.11%
1	Asia Polymer Corporation	USI Trading (Shanghai) Co., Ltd.	3	Sales	19,869	No significant difference	0.02%
1	Asia Polymer Corporation	USI Trading (Shanghai) Co., Ltd.	3	Accounts receivable	25,057	No significant difference	0.15%
2	China General Plastics Corporation	Swanson Plastics Corporation	3	Purchase	17,522	No significant difference	0.10%
2	China General Plastics Corporation	Swanson Plastics Corporation	3	Accounts payable	12,740	No significant difference	0.02%
2	China General Plastics Corporation	USI Management Consulting Corp.	3	Management service expenses	24,939	No significant difference	0.15%
2	China General Plastics Corporation	Taiwan VCM Corporation	3	Accounts payable	1,336,090	No significant difference	1.59%
2	China General Plastics Corporation	Taiwan VCM Corporation	3	Purchase	1,923,634	No significant difference	11.25%
2	China General Plastics Corporation	CGPC America Corporation	3	Accounts receivable	232,593	No significant difference	0.28%
2	China General Plastics Corporation	CGPC America Corporation	3	Sales revenue	144,097	No significant difference	0.84%
2	China General Plastics Corporation	CGPC Polymer Corporation	3	Purchase	16,814	No significant difference	0.10%
2	China General Plastics Corporation	CGPC Polymer Corporation	3	Accounts payable	10,952	No significant difference	0.01%
3	Taita Chemical Company, Ltd.	USI Management Consulting Corp.	3	Management service expenses	23,288	No significant difference	0.14%

(Continued)

(Continued)

No. (Note 1)	Trading Company	Counterparty	Relationships with trader (Note 2)	Transactions Details			
				Financial Statement Accounts	Amount (Note 3)	Transaction Terms	% of Total Consolidated Operating Revenue or Total Asset (Note 4)
3	Taita Chemical Company, Ltd.	Taita Chemical (Zhongshan) Co., Ltd.	3	Sales revenue	\$ 1,043,919	No significant difference	6.11%
3	Taita Chemical Company, Ltd.	Taita Chemical (Tianjin) Co., Ltd.	3	Other receivables	264,754	No significant difference	0.32%
4	Acme Electronics Corporation	Acme Electronics (Kunshan) Co., Ltd.	3	Sales revenue	82,670	No significant difference	0.48%
4	Acme Electronics Corporation	Acme Electronics (Guang-Zhou) Co., Ltd.	3	Sales revenue	39,832	No significant difference	0.23%
4	Acme Electronics Corporation	Acme Electronics (Kunshan) Co., Ltd.	3	Cost of goods sold	14,151	No significant difference	0.08%
4	Acme Electronics Corporation	Acme Electronics (Guang-Zhou) Co., Ltd.	3	Processing costs (classified as cost of goods sold)	103,352	No significant difference	0.60%
4	Acme Electronics Corporation	Acme Electronics (Kunshan) Co., Ltd.	3	Accounts receivable - related parties	97,368	No significant difference	0.12%
4	Acme Electronics Corporation	Acme Electronics (Guang-Zhou) Co., Ltd.	3	Accounts receivable - related parties	13,331	No significant difference	0.02%
4	Acme Electronics Corporation	Acme Electronics (Kunshan) Co., Ltd.	3	Other receivables from related parties	26,253	No significant difference	0.03%
4	Acme Electronics Corporation	Acme Electronics (Guang-Zhou) Co., Ltd.	3	Notes and accounts payable —related parties	110,023	No significant difference	0.13%
4	Acme Electronics Corporation	Acme Electronics (Kunshan) Co., Ltd.	3	Notes and accounts payable —related parties	18,732	No significant difference	0.02%
5	USI Management Consulting Corp.	Asia Polymer Corporation	3	Management service revenue	19,937	No significant difference	0.12%
5	USI Management Consulting Corp.	Swanson Plastics Corporation	3	Management service revenue	10,187	No significant difference	0.06%
5	USI Management Consulting Corp.	USI CORPORATION	2	Management service revenue	49,657	No significant difference	0.29%
6	Acme Electronics (Kunshan) Co., Ltd.	Acme Electronics (Guang-Zhou) Co., Ltd.	3	Sales revenue	22,139	No significant difference	0.13%
6	Acme Electronics (Kunshan) Co., Ltd.	Acme Electronics (Guang-Zhou) Co., Ltd.	3	Accounts receivable - related parties	18,269	No significant difference	0.02%
6	Acme Electronics (Kunshan) Co., Ltd.	ACME Ferrite Product Sdn. Bhd.	3	Sales revenue	37,161	No significant difference	0.22%
6	Acme Electronics (Kunshan) Co., Ltd.	ACME Ferrite Product Sdn. Bhd.	3	Accounts receivable - related parties	35,219	No significant difference	0.04%
7	CGPC Polymer Corporation	Taiwan VCM Corporation	3	Accounts payable	1,249,113	No significant difference	1.49%
7	CGPC Polymer Corporation	Taiwan VCM Corporation	3	Other payables	24,504	No significant difference	0.03%
7	CGPC Polymer Corporation	Taiwan VCM Corporation	3	Purchase	1,643,354	No significant difference	9.61%
8	Swanson Plastics Corporation	PT. Swanson Plastics Indonesia	3	Accounts receivable	12,235	No significant difference	0.01%
8	Swanson Plastics Corporation	Swanson Plastics (Kunshan) Co., Ltd.	3	Accounts receivable	12,853	No significant difference	0.02%
9	Forever Young Company Limited	Swanson Plastics (India) Private Ltd.	3	Sales revenue	13,786	No significant difference	0.08%
9	Forever Young Company Limited	Swanson Plastics (Kunshan) Co., Ltd.	3	Accounts receivable	69,995	No significant difference	0.08%
9	Forever Young Company Limited	Swanson Plastics (Kunshan) Co., Ltd.	3	Sales revenue	110,505	No significant difference	0.65%
9	Forever Young Company Limited	Swanson Plastics (Malaysia) Sdn. Bhd.	3	Accounts receivable	28,783	No significant difference	0.03%
9	Forever Young Company Limited	Swanson Plastics (Malaysia) Sdn. Bhd.	3	Accounts payable	17,478	No significant difference	0.02%
9	Forever Young Company Limited	Swanson Plastics (Malaysia) Sdn. Bhd.	3	Cost of goods sold	30,254	No significant difference	0.18%
9	Forever Young Company Limited	Swanson Plastics (Malaysia) Sdn. Bhd.	3	Sales revenue	91,172	No significant difference	0.53%
9	Forever Young Company Limited	PT. Swanson Plastics Indonesia	3	Accounts receivable	10,045	No significant difference	0.01%
9	Forever Young Company Limited	PT. Swanson Plastics Indonesia	3	Sales revenue	33,575	No significant difference	0.20%
9	Forever Young Company Limited	SWANSON INTERNATIONAL LTD.	3	Other receivables	42,947	No significant difference	0.05%
10	Swanson Plastics (Kunshan) Co., Ltd.	ASK-Swanson (Kunshan) Co., Ltd.	3	Accounts receivable	34,995	No significant difference	0.04%
10	Swanson Plastics (Kunshan) Co., Ltd.	ASK-Swanson (Kunshan) Co., Ltd.	3	Sales revenue	55,567	No significant difference	0.32%
10	Swanson Plastics (Kunshan) Co., Ltd.	Swanson Plastics (Tianjin) Co., Ltd.	3	Accounts payable	50,823	No significant difference	0.06%

(Continued)

(Continued)

No. (Note 1)	Trading Company	Counterparty	Relationships with trader (Note 2)	Transactions Details			
				Financial Statement Accounts	Amount (Note 3)	Transaction Terms	% of Total Consolidated Operating Revenue or Total Asset (Note 4)
11	Swanson Plastics (Singapore) Pte., Ltd.	Swanson Plastics (Malaysia) Sdn. Bhd.	3	Accounts payable	\$ 26,238	No significant difference	0.03%
11	Swanson Plastics (Singapore) Pte., Ltd.	Swanson Plastics (Malaysia) Sdn. Bhd.	3	Cost of goods sold	41,978	No significant difference	0.25%
11	Swanson Plastics (Singapore) Pte., Ltd.	PT. Swanson Plastics Indonesia	3	Cost of goods sold	16,588	No significant difference	0.10%
12	ASK-Swanson (Kunshan) Co., Ltd.	Swanson Plastics (Tianjin) Co., Ltd.	3	Other receivables	173,768	No significant difference	0.21%
13	China General Terminal & Distribution Co.	Taiwan VCM Corporation	3	Storage tank operating expenses	25,738	No significant difference	0.15%

Note 1: The information correlation between the numeral and the entity are stated as follows:

1. The parent company: 0.
2. The subsidiaries: 1 onward.

Note 2: The direction of the investment is as follows:

1. The parent company to its subsidiary.
2. The subsidiary to the parent company.
3. Between subsidiaries.

Note 3: All the transactions were written off when preparing the consolidated financial statements.

Note 4: The ratio of transactions related to total sales revenue or assets is calculated as follows: a. Assets or liabilities: The ratio was calculated based on the ending balance of total consolidated assets; and b. Income or loss: The ratio was calculated based on the ending accumulated amount of total consolidated sales revenue.

USI CORPORATION
INFORMATION ON MAJOR SHAREHOLDERS
March 31, 2022

TABLE 10

Names of Major Shareholders	Shares	
	Number of Shares	Percentage of Ownership (%)
Shing Lee Enterprises (Hong Kong) Limited	173,776,546	14.61
Wholegainer Company Limited's investment account under custody of Fubon Securities Co., Ltd.	110,000,000	9.25
Asia Polymer Corporation	101,355,673	8.52

Note 1: The table discloses shareholding information of shareholders whose shareholding percentage is more than 5%. The Taiwan Depository & Clearing Corporation (TDC) calculates the total number of ordinary shares and preferred shares (including treasury shares) that have completed the dematerialized registration and delivery on the last business day of the quarter. The share capital reported in the Company's consolidated financial statements and the actual number shares that have completed the dematerialized registration and delivery may be different due to the difference in the basis of calculation.

Note 2: If the above information is about the circumstance that the shareholders have entrusted their shares to the trust institutions, it shall be disclosed by the trustor who opened the trust account with the trustee by the individual trust account. As for the shareholders' declarations for insider equity holdings exceeding 10% in accordance with the Securities and Exchange Act, their shareholding includes their own shares plus their delivery of trust and shares with the right to make decisions on trust property, etc. For the information on the declaration for insider equity, please refer to Market Observatory Post System.