

Balance Sheet

Unit : NT\$'000

ASSETS		Jun.30,2023		Dec.31,2022		Jun.30,2022		LIABILITIES AND EQUITIES		Jun.30,2023		Dec.31,2022		Jun.30,2022	
Code	Item	Amount	%	Amount	%	Amount	%	Code	Item	Amount	%	Amount	%	Amount	%
11000	Cash and cash equivalents	34,168	0	338,360	0	24,591	0	21000	Deposits from the Central Bank and banks	0	0	0	0	0	0
11500	Due from the Central Bank and call loans to banks	1,754,270	1	1,359,132	1	695,918	1	21500	Due to the Central Bank and other banks	0	0	0	0	0	0
12000	Financial asset at fair value through profit or loss	29,530,087	20	36,032,454	24	39,739,174	31	22000	Financial liability at fair value through profit	27,257,273	19	36,411,140	25	38,884,303	30
12100	Financial asset at fair value through other comprehensive income	299,414	0	297,854	0	297,725	0	22300	Hedging derivative financial liabilities	0	0	0	0	0	0
12200	Investment in debt instrument measured at amortized cost	15,717,712	11	11,018,996	7	17,592,147	14	22500	Securities sold under repurchase agreements	0	0	0	0	0	0
12300	Hedging derivative financial assets	0	0	0	0	0	0	23000	Payables	1,321,196	1	1,186,900	1	472,730	0
12500	Securities purchased under resell agreements	0	0	0	0	0	0	23200	Current income tax liabilities	33,111	0	16,746	0	638	0
13000	Receivables - net	4,844,314	3	16,924,598	11	22,621,785	17	23300	Liabilities Related to Assets Classified as Held for Sale	0	0	0	0	0	0
13200	Current income tax assets	210,299	0	214,105	0	209,040	0	23500	Deposits and remittances	104,562,156	71	97,556,385	66	50,439,232	39
13300	Assets Classified as Held for Sale	0	0	0	0	0	0	24000	Financial debenture payable	7,100,000	5	6,100,000	4	4,700,000	4
13500	Loans, discounted notes and bills - net	39,748,709	27	49,864,611	34	31,518,556	24	25500	Other financial liabilities	0	0	0	0	0	0
15100	Restricted assets	0	0	0	0	0	0	25600	Reserves for liability	659,558	0	592,892	0	608,433	0
15500	Other financial assets - net	0	0	0	0	0	0	26000	Lease debt	260,202	0	266,235	0	280,053	0
18500	Property and Equipment - net	69,138	0	72,807	0	21,184	0	29300	Deferred income tax liabilities	64,334	0	196,551	0	183,186	0
18600	Right of use - net	253,946	0	261,228	0	278,517	0	29500	Other liabilities	44,142	0	39,478	0	28,493,758	22
19000	Intangible assets - net	0	0	0	0	0	0	20000	TOTAL LIABILITIES	141,301,972	97	142,366,327	96	124,062,333	96
19300	Deferred income tax assets - net	0	0	0	0	0	0	31000	Capital	2,760,820	2	2,760,820	2	2,760,820	2
19500	Other assets - net	54,242,334	38	32,038,219	23	17,109,980	13	32000	Retained earnings	2,635,906	2	3,291,658	2	3,279,253	2
								32011	Unappropriated earnings	2,904,570	2	2,887,869	2	2,858,184	2
								32025	Current income	(268,664)	0	403,789	0	421,069	0
								32500	Other equity	5,693	0	3,559	0	6,211	0
								30000	TOTAL EQUITY	5,402,419	4	6,056,037	4	6,046,284	4
10000	TOTAL ASSETS	146,704,391	100	148,422,364	100	130,108,617	100		TOTAL LIAB. AND EQUITY	146,704,391	101	148,422,364	100	130,108,617	100

Commitments and Contingent Accounts		Jun.30,2023	Dec.31,2022	Jun.30,2022	Allowance for uncollectible accounts	Jun.30,2023	Dec.31,2022	Jun.30,2022
Code	Item	Amount	Amount	Amount	Code	Item	Amount	Amount
81004	Loan Commitment	5,233,179	7,893,576	12,856,293	13024	Acceptance	0	0
81005	Loan Uncommitment	229,694,107	214,342,203	219,267,564	13026	A/R Forfaiting - without recourse	45,198	167,600
81003	Guarantee	39,920,478	37,240,653	35,804,428	13590	Loans, discounted notes and bills	1,420,634	638,883
81011	Documentary LC	3,854,029	1,189,336	703,545				270,581

* Report not certified by CPA auditors.

Consolidate Income Statement

Unit : NT\$'000

代碼	項 目	2023Q2		2022Q2		As of Jun 30,2023		As of Jun 30,2022		Variable %
		Amount	%	Amount	%	Amount	%	Amount	%	
41000	Interest income	865,232	185	197,131	66	1,647,897	185	388,518	47	324
51000	0	(1,756,182)	(339)	(308,919)	(104)	(3,023,315)	(339)	(445,890)	(55)	578
	Net interest (expense) income	(890,950)	(154)	(111,788)	(8)	(1,375,418)	(154)	(57,372)	(8)	2,297
	Other operating income	0	0	0	0	0	0	0	0	0
	Commission income	46,790	9	54,686	18	79,761	9	113,892	14	(30)
	Gain (loss) on financial assets or liabilities measured at fair value through profit and loss	108,577	270	111,207	37	2,404,959	270	1,124,276	137	114
	Gain (loss) on debt instrument at fair value through other comprehensive income	293	0	(75)	0	582	0	(720)	0	(181)
	Gain (loss) on financial asset measured at amortized cost	0	0	0	0	0	0	0	0	0
	Foreign exchange gains (losses) - net	1,011,924	(54)	187,722	63	(483,415)	(54)	(593,797)	(73)	(19)
	Impairment loss on assets (reversal of impairment loss on assets)	1,582	0	644	0	1,347	0	2,042	0	0
	Others	124,247	32	55,573	19	263,427	32	229,700	28	15
	Net income	402,463	103	297,969	129	891,243	103	818,021	98	9
58200	Bad debt expenses	(540,409)	(84)	(173,690)	(58)	(752,133)	(84)	255,822	31	(394)
	Operating expenses	0	0	0	0	0	0	0	0	0
58500	Employee benefits	(93,813)	(21)	(92,971)	(31)	(183,988)	(21)	(180,089)	(22)	2
59000	Depreciation and amortization expense	(10,685)	(2)	(13,866)	(5)	(21,023)	(2)	(24,566)	(3)	(14)
59500	Other general and administrative expenses	(144,066)	(29)	(103,895)	(35)	(262,789)	(29)	(221,145)	(27)	19
	Consolidated income (loss) from continuing operations before income tax	(386,510)	(37)	(86,453)	79	(328,690)	(37)	648,043	79	(151)
61003	Consolidated income (loss) from continuing operations - Income tax (expense) benefit	26,089	7	54,749	(28)	60,026	7	(226,974)	(28)	(126)
	Consolidated income (loss) from continuing operations - after income tax	(360,421)	(30)	(31,704)	51	(268,664)	(30)	421,069	51	(164)
62500	Income (loss) from discontinued operations	0	0	0	0	0	0	0	0	0
	Net income (loss)	(360,421)	(30)	(31,704)	51	(268,664)	(30)	421,069	51	(164)
	Other comprehensive income	0	0	0	0	0	0	0	0	0
65201	Remeasurement of defined benefit plans	0	0	0	0	0	0	0	0	0
65301	Exchange differences on cumulative translation adjustments	0	0	0	0	0	0	0	0	0
65308	Unrealized gain (loss) on debt instrument at fair value through other comprehensive income	0	0	0	0	0	0	0	0	0
65310	Gain on reversal of impairment loss on debt instrument at fair value through other comprehensive income	0	0	0	0	0	0	0	0	0
65320	Other comprehensive income after tax	0	0	0	0	0	0	0	0	0
65000	Total other comprehensive income	(1,312)	0	(2,401)	(1)	1,243	0	(5,039)	(1)	(125)
	Net income belong to:	667	0	(319)	0	891	0	(771)	0	(216)
	Owners' equity	0	0	0	0	0	0	0	0	0
	Non-controlling Interests	(644)	0	(2,721)	(1)	2,134	0	(5,811)	(1)	(137)
	Total other comprehensive income belong to:	(361,066)	(30)	(34,424)	50	(266,530)	(30)	415,259	50	(164)
	Owners' equity	0	0	0	0	0	0	0	0	0
	Non-controlling Interests	0	0	0	0	0	0	0	0	0

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Information on fair value hierarchy of financial instruments

Unit : NT\$'000

Instrument item measured at fair value	Jun.30,2023				Jun.30,2022			
	Total	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3
Non-derivative financial instruments								
<u>Asset</u>								
Financial assets designated at fair value through profit or loss	-	-	-	-	-	-	-	-
Held for trading financial asset	-	-	-	-	-	-	-	-
Equity investment	-	-	-	-	-	-	-	-
Bond investment	-	-	-	-	-	-	-	-
Others	-	-	-	-	-	-	-	-
Financial assets designated at fair value through profit or loss on initial recognition	-	-	-	-	-	-	-	-
Financial asset at fair value through other comprehensive income	299,414	299,414	-	-	297,725	297,725	-	-
Equity investment	-	-	-	-	-	-	-	-
Bond investment	299,414	299,414	-	-	297,725	297,725	-	-
Others	-	-	-	-	-	-	-	-
Investment in debt instrument measured at amortized cost	15,717,712	-	15,717,712	-	17,592,147	-	17,592,147	-
Equity investment	-	-	-	-	-	-	-	-
Bond investment	1,998,058	-	1,998,058	-	3,493,677	-	3,493,677	-
Others	13,719,654	-	13,719,654	-	14,098,470	-	14,098,470	-
<u>Liabilities</u>								
Financial liabilities designated at fair value through profit or loss	-	-	-	-	-	-	-	-
Held for trading financial liabilities	-	-	-	-	-	-	-	-
Financial liabilities designated at fair value through profit or loss on initial recognition	-	-	-	-	-	-	-	-
Derivatives financial instruments	-	-	-	-	-	-	-	-
<u>Asset</u>								
Financial assets designated at fair value through profit or loss	29,530,087	-	29,530,087	-	39,739,174	-	39,739,174	-
Hedging derivative financial assets	-	-	-	-	-	-	-	-
<u>Liabilities</u>								
Financial liabilities designated at fair value through profit or loss	27,257,273	-	27,257,273	-	38,884,303	-	38,884,303	-
Hedging derivative financial liabilities	-	-	-	-	-	-	-	-

Financial asset changes in fair value measurement level 3

Unit : NT\$'000

Item	Beginning retained earning	Profit/Loss valuation		Increase during period		Decrease during period		Ending retained earning
		Income statement	Other comprehensive income	Buy in or issue	Transfers to Level 3	Sale, disposal or settlement	Converted out from Level 3	
Financial assets designated at fair value through profit or loss	-	-	-	-	-	-	-	-
Held for trading financial assets	-	-	-	-	-	-	-	-
Financial assets designated at fair value through profit or loss on initial recognition	-	-	-	-	-	-	-	-
Financial asset at fair value through other comprehensive income	-	-	-	-	-	-	-	-
Investment in debt instrument measured at amortized cost	-	-	-	-	-	-	-	-
Hedging derivative financial assets	-	-	-	-	-	-	-	-

Financial liabilities changes in fair value measurement level 3

Unit : NT\$'000

Item	Beginning retained earning	Valuation of profit/loss during the period	Increase during period		Decrease during period		Ending retained earning
			Buy in or issue	Transfers to Level 3	Sale, disposal or settlement	Converted out from Level 3	
Financial liabilities designated at fair value through profit or loss	-	-	-	-	-	-	-
Held for trading financial liabilities	-	-	-	-	-	-	-
Financial liabilities designated at fair value through profit or loss on initial recognition	-	-	-	-	-	-	-
Hedging derivative financial liabilities	-	-	-	-	-	-	-

ASSETS QUALITY

Unit : NT\$'000, %

Year \ Month		Jun.30,2023					Jun.30,2022					
ITEM		Overdue Amount	Loan Amount	% of Overdue loans to Total loans	Loan loss reserve	% of Loan loss reserve to Overdue Loan	Overdue Amount	Loan Amount	% of Overdue loans to Total loans	Loan loss reserve	% of Loan loss reserve to Overdue Loan	
Corporate Finance	Security	-	-	-	1,420,634	NA	-	-	-	270,581	NA	
	Unsecurity	-	41,169,343	-			-	-	31,789,137			-
Consumer Finance	Housing Loan	-	-	-	-	NA	-	-	-	-	NA	
	Cash card	-	-	-	-		-	-	-	-		
	Small credit Loan	-	-	-	-		-	-	-	-		
	Others	Security	-	-	-		-	-	-	-		-
		Unsecurity	-	-	-		-	-	-	-		-
Total		-	41,169,343	-	1,420,634	-	31,789,137	-	270,581	-		
/		Overdue Amount	A/R Amount	% of Overdue A/R to Total A/R	Provision Amount	% of Provision to Overdue Loan	Overdue Amount	A/R Amount	% of Overdue A/R to Total A/R	Provision Amount	% of Provision to Overdue Loan	
Credit card		-	-	-	-	NA	-	-	-	-	NA	
Factoring-without recourse		-	4,518,254	-	45,198		-	22,671,212	-	226,898		
Other non-performing loans		-	-	-	-		-	-	-	-		

Year \ Month	Jun.30,2023	Jun.30,2022
Loan classified as non-Pass-Due with normal payment after debt negotiation	-	-

Credit Exposure Concentration

Unit : NT\$'000, %

Year \ Month	Jun.30,2023				Jun.30,2022			
Ranking	Group Name	INDUSTRIAL CLASSIFICATION	Credit Amount	% of Credit amount to net worth (%)	Group Name	INDUSTRIAL CLASSIFICATION	Credit Amount	% of Credit amount to net worth (%)
1	Uxx Pxxxxxxx	Food Manufacturing	6,000,000	111%	Hx Ixx	Manufacturing	11,888,249	197%
2	Fxx Eaxxxx	Manufacturing	5,633,333	104%	Axxxx	Manufacturing	7,430,188	123%
3	Yxxxxxx Wxxx Pxxxx	Power Supplier	5,510,071	102%	Mxxxxxxx	Power Supplier	5,875,358	97%
4	Mxxxxxxx	Power Supplier	5,075,546	94%	Yxxxxxx Wxxx Pxxxx	Power Supplier	5,510,071	91%
5	Hx Ixx	Manufacturing	4,518,254	84%	Txxxx Cxxxx	Manufacturing	5,200,000	86%
6	Cxxxxxxx Wxxx Pxxxx	Power Supplier	4,498,352	83%	Ctxx	Construction	5,023,847	83%
7	Dxxxxxx	Finicial Service	4,090,000	76%	Fxx Eaxxxx	Manufacturing	4,500,000	74%
8	Hx Txx	Finicial Service	3,800,000	70%	Cxxxxxxx Wxxx Pxxxx	Power Supplier	4,498,352	74%
9	Txxxx Cxxxx	Manufacturing	3,200,000	59%	Cxxxx Sxxxx	Manufacturing	3,900,170	65%
10	Cxxx	Construction	3,097,246	57%	Cxxx	Construction	3,323,326	55%

Interest-Rate Sensitivity - TWD Currency

Jun.30,2023

Unit : NT\$'000, %

ITEM	0 to 90 days	91 to 180 days	181 days to 1 year	over 1 year	TOTAL
Sensitive assets	21,595,354	3,120,000	3,375,666	26,966,417	55,057,437
Sensitive liabilities	2,200,000	-	-	7,146,567	9,346,567
Sensitive Gap	19,395,354	3,120,000	3,375,666	19,819,850	45,710,870
Equity					5,448,702
Ratio of interest-rate sensitive assets to liabilities					589.07 %
Ratio of interest-rate sensitive gap to equity					838.93 %

Interest-Rate Sensitivity - USD Currency

Jun.30,2023

Unit : US\$'000, %

ITEM	0 to 90 days	91 to 180 days	181 days to 1 year	over 1 year	TOTAL
Sensitive assets	2,088,361	447,769	498,050	-	3,034,180
Sensitive liabilities	2,201,539	645,369	421,050	-	3,267,958
Sensitive Gap	(113,178)	(197,600)	77,000	-	(233,778)
Equity					(2,104)
Ratio of interest-rate sensitive assets to liabilities					92.85 %
Ratio of interest-rate sensitive gap to equity					11,111.12 %

Note:

1. Interest-rate sensitive assets or liabilities represent interest bearing assets or interest paying liabilities influenced by the fluctuation of interest rates.
2. Ratio of interest-rate sensitive assets to liabilities = Interest-rate sensitive assets ÷ Interest-rate sensitive liabilities (i.e. New Taiwan Dollar interest-rate sensitive assets and New Taiwan Dollar interest-rate sensitive liabilities with tenors of less than one year)
3. Interest-rate sensitive gap = Interest-rate sensitive assets — Interest-rate sensitive liabilities

Ratio of Profitability

Unit : %

ITEM		Jun.30,2023	Jun.30,2022
Ratio of return on assets	before income tax	-0.21 %	0.47 %
	after incometax	-0.17 %	0.31 %
Ratio of return on equity	before income tax	-5.60 %	0.00 %
	after incometax	-4.57 %	7.06 %
Ratio of net income		-30.14 %	51.47 %

Note:

1. Ratio of return on assets = Income before income tax ÷ Average assets
2. Ratio of return on equity = Income before income tax ÷ Average equity
3. Ratio of net income = Income before income tax ÷ Total revenue
4. Income before income tax is the year-to-date accumulated income.

Analysis of Assets and Liabilities by Maturity Date - TWD Currency

Jun.30,2023

Unit : NT\$'000

ITEM	TOTAL	Amount for the remaining period to the maturity date				
		0 to 30 days	0	91 to 180 days	181 days to 1 year	over 1 year
Assets	421,413,013	117,203,882	115,586,756	79,837,292	61,024,446	47,760,637
Liabilities	425,444,038	105,463,893	147,022,635	79,262,798	60,471,940	33,222,772
Gap	-4,031,025	11,739,989	-31,435,879	574,494	552,506	14,537,865

Note:

1. The table includes only New Taiwan Dollar amounts (i.e. excludes assets and liabilities denominated in foreign currency).

Analysis of Assets and Liabilities by Maturity Date - USD Currency

Jun.30,2023

Unit : US\$'000

ITEM	TOTAL	Amount for the remaining period to the maturity date				
		0 to 30 days	31 to 90 days	91 to 180 days	181 days to 1 year	over 1 year
Assets	36,141,113	8,500,527	7,124,974	4,420,776	5,162,997	10,931,839
Liabilities	35,067,476	7,861,641	6,705,481	4,690,150	5,097,263	10,712,941
Gap	1,073,637	638,886	419,493	-269,374	65,734	218,898

Note:

1. The table includes only U.S. Dollar amounts.

Ratio of Deposits, Time Deposits and Foreign Currency Deposits to Total Deposits

Unit : NT\$'000, %

	Jun.30,2023	Jun.30,2022
Demand deposits	28,697,980	775,119
% of Demand deposits	27.45 %	1.54 %
Time deposits	75,863,246	49,662,942
% of Time deposits	72.55 %	98.46 %
Foreign currency deposits	102,315,589	50,132,135
% of Foreign currency deposits	97.85 %	99.39 %

Note:

1. % of Demand deposits = demand deposits ÷ total deposits ;
 % of Time deposits = time deposits ÷ total deposits ;
 % of Foreign currency deposits = foreign currency deposits ÷ total deposits
2. Demand deposits and Time deposits include Foreign currency deposits and Treasury deposits.
3. Postal office deposits are excluded.

Ratio of Small and Medium-Size Enterprise (SME) Loans

Unit : NT\$'000, %

	Jun.30,2023	Jun.30,2022
SME Loans	-	-
% of SME Loans	0.00 %	0.00 %
Consumer Loans	-	-
% of Consumer Loans	0.00 %	0.00 %

Note:

1. % of SME Loans = SME Loans ÷ Total Loans;
% of Consumer Loans = Consumer Loans ÷ Total Loans
2. Small and Medium-Size Enterprises (SME) are identified according to the definition promulgated by the Banking Bureau.
3. Consumer Loans include Housing Loans, Housing Improvement Loans, Car Loans, Employee Loans under Welfare Committee and other individual Consumer Loans.

Interest Bearing Assets and Interest Paying Liabilities

Unit : NT\$'000, %

ITEM	Jun.30,2023		Jun.30,2022	
	Average balance	Average interest rate	Average balance	Average interest rate
Interest bearing assets	161,751,502	2.48 %	-	0.53 %
Due from Central Bank, other branches and other banks	100,897,040	2.71 %	89,498,360	0.15 %
Securities purchased	17,798,945	0.91 %	17,694,227	0.29 %
A/R Forfaiting - without recourse	5,857,611	5.90 %	7,165,180	2.30 %
Loans, discounted notes and bills	37,197,906	2.60 %	36,179,289	1.60 %
Interest paying liabilities	98,168,494	5.08 %	99,234,197	0.95 %
Due to banks and other branches	21,523,184	5.17 %	47,184,476	0.88 %
Deposits (demand deposits, time deposits and NCD)	76,645,310	5.06 %	52,049,721	1.01 %

Note:

1. Average balance is based on daily average balance of interest bearing assets or interest liabilities.
2. Interest bearing assets or interest paying liabilities are disclosed in accordance with the chart of accounts or their nature.

Major Foreign Currencies Net Position

Unit : NT\$'000

	Jun.30,2023		Jun.30,2022	
	Foreign currency	Equivalent to NTD	Foreign currency	Equivalent to NTD
Major foreign currencies net position (market risk)	USD	95,108	EUR	40,596
	EUR	41,213	USD	22,250
	SGD	2,590	CNY	1,956
	HKD	1,217	SGD	1,893
	AUD	1,014	HKD	1,180

Note:

1. Major foreign currencies shall mean the top five currencies with largest positions.