Stock Code: 2611

TZE SHIN INTERNATIONAL CO., LTD.
and its subsidiaries

Consolidated Financial Statements
and Auditor's Review Report
Q2 2023 and 2022

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Auditor's Review Report

Shareholders and the Board of Directors of Tze Shin International Co., Ltd.,

Introduction

We have reviewed the consolidated balance sheet of Tze Shin International Co., Ltd. and its subsidiaries as of June 30, 2023 and 2022 and the consolidated statement of comprehensive income for the three months ended June 30, 2023 and 2022 and for the six months ended June 30, 2023 and 2022, consolidated statement of changes in equity, consolidated statement of cash flows, and notes to consolidated financial statements (including the summary of accounting policies) for the six months ended June 30, 2023 and 2022. The preparation of fairly presented consolidated financial based on the Regulations Governing the Preparation of Financial Reports by Securities Issuers and IAS 34 "Interim Financial Report" recognized and endorsed to effect by the Financial Supervisory Commission is the responsibility of the management, we are responsible for making conclusions for the consolidated financial statements in accordance with the review results.

Scope

Except for the descriptions in the "Basis for Qualified Conclusion" section, we have performed a review according to the Review Standards No.2410 "Review of Financial Statements." Procedures executed during the review of the consolidated financial statements include inquiries (primarily inquiries with personnel responsible for financial and accounting affairs), analytical procedures, and other review procedures. The scope of review is significantly less than the scope of an audit; therefore, we may not be able to come to notice of material matters that may be identified via an audit. As such, we are unable to express our audit opinion.

Basis for Qualified Conclusion

As described in Note 12 of the consolidated financial statements, the financial statements of non-significant subsidiaries included in the abovementioned financial statements for the same period are not reviewed by CPAs; their total assets as of June 30, 2022 were NT$88,003 thousand, accounted for 2.36% of consolidated total assets; their total liabilities were NT$10,332 thousand, accounted for 0.97% of the total consolidated liabilities; their consolidated comprehensive losses for the three months ended June 30, 2022 and for the six months ended June 30, 2022 was NT$21,731 thousand and NT$46,391 thousand, accounted for 4.45% and 11.10% of the consolidated total comprehensive income, respectively. Furthermore, information related to the abovementioned non-significant subsidiaries disclosed in Note 29 of the consolidated financial statements has not been reviewed by CPAs.

Unqualified and qualified conclusion

Based on our review results, except for the potential adjustments to the consolidated financial statements upon the review of the financial statements and relevant information of the non-significant subsidiaries described in the "Basis for Qualified Conclusion" section accounted for using the equity method in 2022, we have found no circumstances causing the fair presentation of the consolidated financial position of Tze Shin International Co., Ltd. and its subsidiaries as of June 30, 2023 and 2022, the consolidated financial performance for the three months ended June 30, 2023 and 2022, and the consolidated financial performance and consolidated cash flows for the six months ended June 30, 2023 and 2022 resulting from the inability in preparing the financial statements based on the Regulations Governing the Preparation of Financial Reports by Securities Issuers and IAS 34 "Interim Financial Report" recognized and endorsed to effect by the Financial Supervisory Commission preparing in all material perspectives.

Deloitte & Touche

CPA Han-Ni Fang

Approval No. of Financial Supervisory Commission
Jin-Guan-Zheng-Shen-Zi No.1090347472

CPA Chao-Yu Chen

Approval No. of Financial Supervisory Commission
Jin-Guan-Zheng-Shen-Zi No.1110348898

August 11, 2023

Notice to Readers

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

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

TZE SHIN INTERNATIONAL CO., LTD. and its subsidiaries

Consolidated Balance Sheet

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

Unit: NT$ thousand

Code	Assets	June 30, 2023 Amount	%	December 31, 2022 Amount	%	June 30, 2022 Amount	%
	Current assets						
1100	Cash (Note 6)	$ 248,844	6	$ 347,821	10	$ 340,503	9
1110	Financial assets at fair value through profit or loss - current (Notes 7 and 27)	985,353	25	1,103,396	31	962,090	26
1120	Financial assets measured at fair values through other comprehensive income - current (Notes 8 and 27)	139,907	4	157,036	4	391,680	11
1136	Financial assets measured at amortized cost - current (Notes 9 and 27)	23,700	1	23,800	1	85,250	2
1150	Net notes receivable (Notes 10 and 21)	6,756	-	7,146	-	7,430	-
1160	Notes receivable - related parties (Notes 10, 21 and 26)	37,342	1	34,753	1	48,467	1
1170	Net accounts receivable (Notes 10 and 21)	41,707	1	39,519	1	82,937	2
1180	Accounts receivable - related parties (Notes 10, 21 and 26)	36,936	1	37,367	1	42,639	1
1200	Net other receivables (Notes 10 and 26)	191,937	5	5,406	-	21,270	1
1210	Other receivables - related parties (Notes 10 and 26)	249,935	7	270	-	59,550	2
1310	Net inventory (Notes 11, 26, and 27)	195,984	5	166,832	5	166,423	4
1410	Pre-payments (Note 26)	24,153	1	19,183	-	28,911	1
1476	Other financial assets - current (Note 27)	15,829	-	7,200	-	3,278	-
1479	Other current assets (Notes 4 and 23)	6,330	-	5,221	-	2,935	-
11XX	Total current assets	2,204,713	57	1,954,950	54	2,243,363	60
	Non-current assets						
1510	Financial assets at fair value through profit or loss - non-current (Note 7)	362	-	383	-	429	-
1517	Financial assets at fair value through other comprehensive income - non-current (Note 8)	178,922	4	167,587	5	175,505	5
1600	Property, plant and equipment (Notes 13 and 27)	225,463	6	225,360	6	233,864	6
1755	Right-of-use assets (Note 14)	504,486	13	506,851	14	521,494	14
1760	Investment property (Note 15)	30,026	1	30,026	1	30,026	1
1780	Intangible assets (Notes 16, 27 and 28)	500,100	13	416,257	12	427,029	11
1840	Deferred income tax assets (Notes 4 and 23)	100,820	2	96,909	3	93,507	3
1920	Refundable deposits (Note 28)	151,857	4	152,044	4	2,613	-
1975	Net defined benefit assets (Notes 4 and 19)	611	-	610	-	-	-
1980	Other financial assets - non-current (Note 27)	3,013	-	3,005	-	3,001	-
1990	Other non-current assets (Notes 27 and 28)	220	-	39,865	1	441	-
15XX	Total non-current assets	1,695,880	43	1,638,897	46	1,487,909	40
1XXX	Total Assets	$ 3,900,593	100	$ 3,593,847	100	$ 3,731,272	100
Code	Financial liabilities and equity						
	Current liabilities						
2100	Short-term borrowings (Notes 17 and 27)	$ 323,000	8	$ 130,000	4	$ 80,000	2
2150	Notes payable	22,655	1	30,470	1	50,833	1
2160	Notes payable - related party (Note 26)	13,269	-	10,522	-	14,667	-
2170	Accounts payable	42,634	1	22,726	1	25,664	1
2180	Accounts payable - related parties (Note 26)	4,628	-	5,462	-	5,711	-
2200	Other payables (Notes 18)	75,949	2	79,090	2	272,656	7
2220	Other payables - related parties (Note 26)	660	-	41	-	367	-
2230	Income tax liabilities for the current period (Notes 4 and 23)	1,927	-	5,664	-	3,476	-
2280	Lease liabilities - current (Note 14)	21,641	1	17,464	1	18,915	1
2320	Long-term borrowings due within one year (Notes 17 and 27)	25,633	1	10,000	-	10,000	-
2399	Other current liabilities	14,646	-	15,189	-	18,207	1
21XX	Total current liabilities	546,642	14	326,628	9	500,496	13
	Non-current liabilities						
2540	Long-term borrowings (Notes 17 and 27)	56,137	1	30,833	1	35,833	1
2570	Deferred tax liabilities	8	-	11	-	-	-
2580	Lease liabilities - non-current (Note 14)	486,734	13	504,763	14	503,562	14
2640	Net defined benefit liabilities - non-current (Notes 4 and 19)	5,580	-	5,358	-	9,295	-
2645	Guarantee deposits	225	-	175	-	285	-
2670	Other non-current liabilities - others	11,914	-	11,914	-	13,016	-
25XX	Total non-current liabilities	560,598	14	553,054	15	561,991	15
2XXX	Total liabilities	1,107,240	28	879,682	24	1,062,487	28
	Equity attributable to owners of the Company (Note 20)						
	Share capital						
3110	Ordinary shares	1,890,023	48	1,890,023	53	1,718,202	46
3150	Stock dividends pending distribution	-	-	-	-	171,820	5
3100	Total share capital	1,890,023	48	1,890,023	53	1,890,022	51
3220	Capital reserve	20,854	1	20,857	-	20,857	-
	Retained earnings						
3310	Legal reserve	309,697	8	309,697	9	309,697	8
3350	Unappropriated earnings	238,855	6	153,135	4	19,137	1
3300	Total retained earnings	548,552	14	462,832	13	328,834	9
3400	Other equity	107,116	3	99,744	3	191,724	5
31XX	Total equity of the owner of the Company	2,566,545	66	2,473,456	69	2,431,437	65
36XX	Non-controlling interests	226,808	6	240,709	7	237,348	7
3XXX	Total equity	2,793,353	72	2,714,165	76	2,668,785	72
	Total Liabilities and Equity	$ 3,900,593	100	$ 3,593,847	100	$ 3,731,272	100

The notes constitute a part of the financial statements.

(Please refer to the review report of Deloitte & Touche dated August 11, 2023)

Chairman: Chun-Fa Huang　　Managerial Officer: Ming-Tan Hsu　　Head-Finance & Accounting: Hsiu-Chi Chen

TZE SHIN INTERNATIONAL CO., LTD. and its subsidiaries

Consolidated Statement of Comprehensive Income

For the three months ended June 30, 2023 and 2022 and for the six months ended June 30, 2023 and 2022

Unit: In Thousands of New Taiwan Dollars; Earnings (Losses) per share (NT$)

		For the three months ended June 30, 2023		For the three months ended June 30, 2022		For the six months ended June 30, 2023		For the six months ended June 30, 2022	
Code		Amount	%	Amount	%	Amount	%	Amount	%
4000	Net operating revenue (Notes 21 and 26)	$ 159,427	100	$ 201,735	100	$ 289,427	100	$ 409,793	100
5000	Operating cost (Notes 11, 19, 22 and 26)	121,661	76	152,201	75	238,156	82	306,596	75
5950	Gross profit	37,766	24	49,534	25	51,271	18	103,197	25
	Operating expense								
6200	Operating expense (Notes 19, 22, 26, and 28)	43,320	27	41,377	21	79,805	28	85,882	21
6450	Expected credit impairment loss (Note 10)	170	-	-	-	248	-	-	-
6000	Subtotal	43,490	27	41,377	21	80,053	28	85,882	21
6900	Net operating income (loss)	(5,724)	(3)	8,157	4	(28,782)	(10)	17,315	4
	Subtotal (Note 22 and 26)								
7100	Interest income	3,017	2	467	-	3,286	1	901	-
7190	Others	239,246	150	82,998	41	244,332	85	96,671	24
7590	Other gains and losses	(163,951)	(103)	(441,330)	(219)	(139,326)	(48)	(419,752)	(102)
7050	Finance costs	(4,431)	(3)	(3,246)	(1)	(8,125)	(3)	(6,221)	(2)
7000	Subtotal	73,881	46	(361,111)	(179)	100,167	35	(328,401)	(80)
7900	Net income (loss) before tax	68,157	43	(352,954)	(175)	71,385	25	(311,086)	(76)
7950	Income tax expenses (gains) (Notes 4 and 23)	1,174	1	4,930	2	(1,876)	(1)	6,271	1
8000	Net income (loss)	66,983	42	(357,884)	(177)	73,261	26	(317,357)	(77)
	Other comprehensive income								
	Not to be reclassified to profit or loss in subsequent periods:								
8316	Unrealized gains (losses) from investments in equity instruments measured at fair value through other comprehensive income	4,490	3	(130,911)	(65)	18,089	6	(100,519)	(25)
8500	Total comprehensive income (loss) for the year	$ 71,473	45	($ 488,795)	(242)	$ 91,350	32	($ 417,876)	(102)
	Net profit (loss) attributed to								
8610	Owner of the Company	$ 65,380	41	($ 361,705)	(179)	$ 75,596	26	($ 329,765)	(80)
8620	Non-controlling interests	1,603	1	3,821	2	(2,335)	(1)	12,408	3
8600		$ 66,983	42	($ 357,884)	(177)	$ 73,261	25	($ 317,357)	(77)
	Comprehensive income attributable to								
8710	Owner of the Company	$ 69,340	44	($ 489,921)	(243)	$ 93,092	32	($ 426,947)	(104)
8720	Non-controlling interests	2,133	1	1,126	1	(1,742)	-	9,071	2
8700		$ 71,473	45	($ 488,795)	(242)	$ 91,350	32	($ 417,876)	(102)
	Earnings (losses) per share (Note 24)								
9710	Basic	$ 0.35		($ 1.91)		$ 0.40		($ 1.74)	
9810	Diluted	$ 0.35		($ 1.91)		$ 0.40		($ 1.74)	

The notes constitute a part of the financial statements.

(Please refer to the review report of Deloitte & Touche dated August 11, 2023)

Chairman: Chun-Fa Huang　　Managerial Officer: Ming-Tan Hsu　　Head-Finance & Accounting: Hsiu-Chi Chen

TZE SHIN INTERNATIONAL CO., LTD. and its subsidiaries

Consolidated Statement of Changes in Equity

For the six months ended June 30, 2023 and 2022

Unit: NT$ thousand

		Equity attributable to owners of the Company (Notes 8 and 20)													
		Share capital			Capital reserve				Retained earnings			Other equity			
Code		Ordinary shares	Stock dividends pending distribution	Total	Treasury stock trading	Recognition of changes in ownership interests in subsidiaries	Others	Total	Legal reserve	Unappropriated earnings	Total	Unrealized profit and loss on the financial assets measured at fair value through other comprehensive income	Total equity of the owner of the Company	Non-controlling interests (Note 20)	Total equity
A1	Balance as of January 1, 2022	$ 1,718,202	$ -	$ 1,718,202	$ 20,348	$ 18	$ 492	$ 20,858	$ 272,218	$ 698,489	$ 970,707	$ 320,438	$ 3,030,205	$ 241,249	$ 3,271,454
	Appropriations and distributions of 2021 earnings														
B3	Legal reserve	-	-	-	-	-	-	-	37,479	(37,479)	-	-	-	-	-
B5	Cash dividends for shareholders of the Company	-	-	-	-	-	-	-	-	(171,820)	(171,820)	-	(171,820)	-	(171,820)
B9	Stock dividends	-	171,820	171,820	-	-	-	-	-	(171,820)	(171,820)	-	-	-	-
C17	Dividends not received by shareholders over time are transferred to capital reserves	-	-	-	-	-	(1)	(1)	-	-	-	-	(1)	-	(1)
D1	Net profit for the six months ended June 30, 2022	-	-	-	-	-	-	-	-	(329,765)	(329,765)	-	(329,765)	12,408	(317,357)
D3	Other comprehensive income after tax for the six months ended June 30, 2022	-	-	-	-	-	-	-	-	-	-	(97,182)	(97,182)	(3,337)	(100,519)
D5	Total comprehensive income after tax for the six months ended June 30, 2022	-	-	-	-	-	-	-	-	(329,765)	(329,765)	(97,182)	(426,947)	9,071	(417,876)
O1	Cash dividends for shareholders of subsidiaries	-	-	-	-	-	-	-	-	-	-	-	-	(12,972)	(12,972)
Q1	Disposal of equity instruments measured at fair value through other comprehensive income	-	-	-	-	-	-	-	-	31,532	31,532	(31,532)	-	-	-
Z1	Balance as of June 30, 2022	$ 1,718,202	$ 171,820	$ 1,890,022	$ 20,348	$ 18	$ 491	$ 20,857	$ 309,697	$ 19,137	$ 328,834	$ 191,724	$ 2,431,437	$ 237,348	$ 2,668,785
A1	Balance as of January 1, 2023	$ 1,890,023	$ -	$ 1,890,023	$ 20,348	$ 18	$ 491	$ 20,857	$ 309,697	$ 153,135	$ 462,832	$ 99,744	$ 2,473,456	$ 240,709	$ 2,714,165
C17	Dividends not received by shareholders over time are transferred to capital reserves	-	-	-	-	-	(3)	(3)	-	-	-	-	(3)	-	(3)
D1	Net profit for the six months ended June 30, 2023	-	-	-	-	-	-	-	-	75,596	75,596	-	75,596	(2,335)	73,261
D3	Other comprehensive income after tax for the six months ended June 30, 2023	-	-	-	-	-	-	-	-	-	-	17,496	17,496	593	18,089
D5	Total comprehensive income after tax for the six months ended June 30, 2023	-	-	-	-	-	-	-	-	75,596	75,596	17,496	93,092	(1,742)	91,350
O1	Cash dividends for shareholders of subsidiaries	-	-	-	-	-	-	-	-	-	-	-	-	(12,159)	(12,159)
Q1	Disposal of equity instruments measured at fair value through other comprehensive income	-	-	-	-	-	-	-	-	10,124	10,124	(10,124)	-	-	-
Z1	Balance as of June 30, 2023	$ 1,890,023	$ -	$ 1,890,023	$ 20,348	$ 18	$ 488	$ 20,854	$ 309,697	$ 238,855	$ 548,552	$ 107,116	$ 2,566,545	$ 226,808	$ 2,793,353

The notes constitute a part of the financial statements.
(Please refer to the review report of Deloitte & Touche dated August 11, 2023)

Chairman: Chun-Fa Huang   Managerial Officer: Ming-Tan Hsu   Head-Finance & Accounting: Hsiu-Chi Chen

TZE SHIN INTERNATIONAL CO., LTD. and its subsidiaries
Consolidated Statement of Cash Flows
For the six months ended June 30, 2023 and 2022

Unit: NT$ thousand

Code		For the six months ended June 30, 2023	For the six months ended June 30, 2022
	Cash flows from operating activities		
A00010	Net income (loss) before tax	$ 71,385	($ 311,086)
	Adjustments to reconcile profit (loss)		
A20100	Depreciation	22,837	27,290
A20200	Amortization expenses	10,736	10,146
A20300	Expected credit impairment loss	248	-
A20400	Net loss from financial assets at fair value through profit or loss	139,847	419,707
A20900	Finance costs	8,125	6,221
A21200	Interest income	(3,286)	(901)
A21300	Dividend income	(235,835)	(76,698)
A22500	Net gains from the disposal and scrap of property, plant, and equipment	(704)	(227)
A22800	Loss from the disposals and scrap of intangible assets	1	-
A23800	Gains on inventory devaluation and obsolescence recovery	(83)	(11,015)
A29900	Others	761	685
	Net change in operating assets and liabilities		
A31130	Notes receivable	390	(999)
A31140	Notes receivable - related parties	(2,589)	(2,353)
A31150	Accounts receivables	(2,293)	(11,867)
A31160	Accounts receivable - related parties	431	3,594
A31180	Other receivables	21,265	56,957
A31190	Other receivables - related parties	(21,830)	(59,550)
A31200	Inventories	(29,455)	13,788
A31230	Prepayments	(9,054)	3,506
A31240	Other current assets	(1,248)	(308)
A32130	Notes payable	(7,815)	8,775
A32140	Notes payable - related parties	2,747	1,136
A32150	Accounts payable	19,908	(3,089)
A32160	Accounts payable - related parties	(834)	(2,316)
A32180	Other payables	(15,056)	(31,232)
A32190	Other payables - related parties	619	-
A32230	Other current liabilities	(548)	(8,328)
A32240	Net defined benefit assets and liabilities	221	408
A33000	Cash flow from operations	(31,109)	32,244
A33300	Interest paid	(3,762)	(6,221)
A33500	Income tax (paid) received	(5,636)	70
AAAA	Net cash inflow (outflow) from operating activities	(40,507)	26,093

(Cont'd)

(Cont'd.)

Code		For the six months ended June 30, 2023	For the six months ended June 30, 2022
	Cash flows from investing activities		
B00010	Acquisition of financial assets measured at fair value through other comprehensive income	($ 31,580)	($ 48,423)
B00020	Disposal of financial assets measured at fair value through other comprehensive income	55,463	81,112
B00040	Acquisition of financial assets at amortized cost	-	(50,000)
B00050	Disposal of financial assets measured at amortized cost	100	-
B00100	Acquisition of financial assets at fair value through profit or loss	(272,022)	(760,125)
B00200	Disposal of financial assets at fair value through profit or loss	250,239	232,534
B02700	Acquisition of property, plant and equipment	(10,134)	(7,545)
B02800	Disposal of property, plant and equipment prices	1,136	230
B03700	Increase in refundable deposits	-	(438)
B03800	Decrease in refundable deposits	187	-
B04300	Increase in other receivables - related parties	(200,000)	-
B04500	Acquisition of intangible assets	(94,580)	(82)
B06500	Increase in their financial assets	(8,637)	(2,604)
B06800	Decrease of other non-current assets	39,645	1,401
B07500	Interest received	3,347	977
B07600	Dividends received	-	17,148
BBBB	Net cash outflow from financing activities	(266,836)	(535,815)
	Cash flows from financing activities		
C00100	Increase in short-term borrowings	193,000	-
C00200	Decrease in short-term borrowings	-	(50,000)
C01600	Increase in long-term loans	50,000	25,833
C01700	Decrease in long-term loans	(9,063)	-
C03000	Increase in guarantee deposits	50	-
C03100	Decrease in guarantee deposits	-	(194)
C04020	Lease liability principal repayments	(25,621)	(22,304)
C04300	Increase of other non-current liabilities	-	211
CCCC	Net cash inflow (outflow) from financing activities	208,366	(46,454)
EEEE	Net decrease in cash during the period	(98,977)	(556,176)
E00100	Cash balance at the beginning of the period	347,821	896,679
E00200	Cash balance at the end of the period	$ 248,844	$ 340,503

The notes constitute a part of the financial statements.
(Please refer to the review report of Deloitte & Touche dated August 11, 2023)

Chairman: Chun-Fa Huang | Managerial Officer: Ming-Tan Hsu | Head-Finance & Accounting: Hsiu-Chi Chen

TZE SHIN INTERNATIONAL CO., LTD. and its subsidiaries
Notes to Consolidated Financial Statements
For the six months ended June 30, 2023 and 2022
(Amounts in thousands of New Taiwan Dollars, unless otherwise stated)

I. Corporate history

Tze Shin International Co., Ltd. (hereinafter referred to as "the Company") was established in 1973. Its main business includes (1) long-distance container transshipment; (2) shipside transportation operations; (3) container haulage; (4) truck freight: transportation of chemicals, gasoline and diesel tanks and bulk goods; (5) lease of containers, racks, and equipment; and (6) entrust of construction companies to build commercial, industrial buildings, and public housing for sale and leasing.

The Company's stock has been listed on the Taiwan Stock Exchange since October 1993.

The consolidated financial statements are presented in New Taiwan dollars, which is the Company's functional currency.

II. Date and Procedures for Passing the Financial Report

The financial statements were approved by the board of directors on August 11, 2023.

III. Application of New and Revised International Financial Reporting Standards

(I) For the first time, the International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), Interpretations (IFRIC) and Notes (SIC) (hereinafter referred to as "IFRSs") recognized and issued by the Financial Supervisory Commission ("FSC")

The application of the revised IFRSs approved and issued to effect by the FSC will not result in significant changes in the accounting policies of the merged company.

(II) IFRSs issued by the IASB but not yet endorsed and issued into effect by the FSC

New/amended/revised standards and interpretations	Effective date published by IASB (Note 1)
Amendments to IFRS 10 and IAS 28 "Sale or Investment of Assets between Investors and Their Affiliates or Joint Ventures"	To be determined
Amendments to IFRS 16 "Lease Liabilities under Sale and Leaseback"	January 1, 2024 (Note 2)
IFRS 17 "Insurance Contracts"	January 1, 2023
Amendments to IFRS 17	January 1, 2023

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New/amended/revised standards and interpretations	Effective date published by IASB (Note 1)
Amendments to IFRS 17 "First-time 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, 2024
Amendments to IAS 1 "Non-current liabilities with contractual terms"	January 1, 2024
Amendments to IAS 7 and IFRS 7 "Supplier finance arrangements"	January 1, 2024
Amendments to IAS 12 "International tax reform - Pillar Two model rules"	Note 3

Note 1: Unless otherwise specified, the aforesaid new/amended/revised standards or interpretations are effective for the annual reporting periods beginning on or after the respective dates.

Note 2: Vendors and lessees should apply the amendments to IFRS 16 retroactively for sale and leaseback transactions entered into after 16 days after the initial application of IFRS 16.

Note 3: After the publication of such amendments, exception requirements and disclosures that are applicable shall be come immediately applicable, and they shall be applied retrospectively according to IAS 8; other disclosure requirements apply for the annual reporting periods beginning on or after January 1, 2023; the last day of the interim period is December 31, 2023, and other disclosure requirements are not applicable to the interim financial statements above.

As of the publication date of the consolidated financial statements, the merged company continues to evaluate the impact of amendments to other standards and interpretations above on its financial position and financial performance and will disclose relevant impacts when the evaluation is completed.

IV. Summary of Significant Accounting Policies

(I) Compliance Statement

The consolidated financial statements have been prepared in accordance with the IAS 34 "Interim Financial Report" endorsed and issued into effect by the FSC. The consolidated statements do not include all IFRSs disclosure information stated for the financial statements of the entire year.

(II) Basis of preparation

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

The fair value measurement is divided into Level 1 to Level 3 according to the observability and significance of the relevant input value:

1. Level 1 input: refers to the quotation (unadjusted) of the same asset or liability in an active market on the measurement date.
2. Level 2 input: in addition to the quoted price in Level 1, the direct (i.e., price) or indirect (i.e., inference from price) observable input of the asset or liability.
3. Level 3 inputs: The unobservable inputs for the asset or liability.

(III) Basis of consolidation

The consolidated financial statements contain the financial statements of the Company and the entities controlled by the Company (subsidiaries). Adjustments have been made to the financial statements of subsidiaries to bring their accounting policies into line with those of the merged company. All intra-group transactions, balances, income, and expenses are eliminated in full in the consolidated financial statements. The total comprehensive income of subsidiaries is attributed to the owners of the Company and to the non-controlling interests, even if the non-controlling interests become a deficit.

Please refer to Note 12 and Table 3 for details of subsidiaries, ownership percentage and business items.

(IV) Other material accounting policies

Except for the following descriptions, please refer to the summary of material accounting policies in the 2022 consolidated financial statements.

1. Defined benefits and post-employment benefits

   The pension costs for the interim period adopt the pension cost rate determined based on the actuary at the end of the preceding year and is calculated based on the period from the beginning of the year to the end of the current period and adjusted in accordance with material plan modifications, settlements, or other significant one-off matters.

2. Income tax

   Income tax expense represents the sum of current income tax and deferred income tax. Income tax for the interim period is evaluated based on the year and calculated for the interim gains before tax by adopting the tax rate that is expected to be applicable to the annual total earnings.

V. Major sources of uncertainty in major accounting judgments, estimates, and assumptions

Major sources of uncertainty in major accounting judgments, estimates, and assumptions adopted by the consolidated financial statements are equivalent to that of the 2022 consolidated financial statements.

VI. Cash

	June 30, 2023	December 31, 2022	June 30, 2022
Cash on hand and working capital	$ 1,459	$ 1,390	$ 1,525
Checks and demand deposits at banks	247,385	346,431	338,978
	$ 248,844	$ 347,821	$ 340,503

VII. Financial instruments at fair value through profit or loss

	June 30, 2023	December 31, 2022	June 30, 2022
Financial assets - current			
Mandatory measurement at fair value through profit or loss			
Non-derivative financial assets			
- Domestic listed (OTC) stock	$ 954,507	$ 1,072,727	$ 886,317
- Fund beneficiary certificate	30,846	30,669	75,773
	$ 985,353	$ 1,103,396	$ 962,090
Financial assets - non-current			
Mandatory measurement at fair value through profit or loss			
Non-derivative financial assets			
- Domestic unlisted (non-OTC) stock	$ 362	$ 383	$ 429

Please refer to Note 27 for information on financial assets at fair value through profit or loss - current pledge.

VIII. Financial assets measured at fair value through other comprehensive income

Investment in equity instruments

	June 30, 2023	December 31, 2022	June 30, 2022
Liquidity			
Domestic investment			
Listed (OTC) stock	$ 139,907	$ 157,036	$ 391,680
Non-current			
Domestic investment			
Unlisted (non-OTC) stock	$ 175,522	$ 165,926	$ 173,911
Foreign investment			
Unlisted (non-OTC) stock	3,400	1,661	1,594
	$ 178,922	$ 167,587	$ 175,505

The merged company invests in the ordinary shares of the above-mentioned domestic and foreign listed (TWSE) and unlisted (OTC) companies based on medium and long-term strategic purposes and expects to make profits through long-term investments. The management of the merged company believes that if the short-term fair value fluctuations of these investments are included in profit or loss, it is inconsistent with the aforementioned long-term investment plan, so they choose to designate these investments as measured at fair value through other comprehensive income.

For the six months ended June 30, 2023, the merged company purchased ordinary shares of IBF Financial Holdings Co., Ltd. and Taisun Enterprise Co., Ltd. at a price of NT$24,784 thousand and NT$6,796 thousand, respectively. As it is a mid- and long-term strategic investment, it is designated to be measured at fair value through other comprehensive gains and losses.

For the six months ended June 30, 2023, the merged company adjusted its investment position to diversify risks and successively sold some ordinary shares of IBF Financial Holdings Co., Ltd., Taisun Enterprise Co., Ltd., and Epoch Electronics Corp. at fair values of NT$16,454 thousand, NT$36,431 thousand, and NT2,578 thousand, and other related interests - unrealized interests in financial assets measured at fair value through other comprehensive gains and losses of NT$10,124 thousand were transferred to retained earnings.

For the six months ended June 30, 2022, the merged company adjusted its investment position to diversify risks and successively sold some ordinary shares of IBF Financial Holdings Co., Ltd. and Taisun Enterprise Co., Ltd. at fair values of NT$80,924 thousand and NT$188 thousand, and other related interests - unrealized interests in financial assets measured at fair value through other comprehensive gains and losses of NT$31,532 thousand were transferred to retained earnings.

The merged company recognized dividend income of NT$27,835 thousand and NT$15,184 thousand for the six months ended June 30, 2023 and 2022, respectively.

Please refer to Note 27 for information on financial assets measured at fair value through other combined profits or losses - current pledge.

IX. Financial assets measured at amortized cost

	June 30, 2023	December 31, 2022	June 30, 2022
Liquidity			
Domestic investment			
Time deposits with an original maturity date of more than 3 months	$ 23,700	$ 23,800	$ 85,250

Please refer to Note 27 for information on pledged financial assets measured at amortized cost.

X. Notes receivable, accounts receivable and other receivables

	June 30, 2023	December 31, 2022	June 30, 2022
Notes receivable			
Measured at amortized cost			
Gross carrying amount	$ 6,756	$ 7,146	$ 7,430
Notes receivable - related parties			
Measured at amortized cost			
Gross carrying amount	$ 37,342	$ 34,753	$ 48,467
Accounts receivables			
Measured at amortized cost			
Gross carrying amount	$ 61,482	$ 59,189	$ 102,607
Less: loss allowance	(19,775)	(19,670)	(19,670)
	$ 41,707	$ 39,519	$ 82,937
Accounts receivable - related parties			
Measured at amortized cost			
Gross carrying amount	$ 36,936	$ 37,367	$ 42,639
Other receivables			
Measured at amortized cost			
Gross carrying amount	$ 520,956	$ 334,282	$ 347,051
Less: loss allowance (Note 28)	(329,019)	(328,876)	(325,781)
	$ 191,937	$ 5,406	$ 21,270
Other receivables - related parties			
Measured at amortized cost			
Gross carrying amount	$ 249,935	$ 270	$ 59,550

The merged company's average credit period to customers is 60 to 90 days, and no interest is accrued on accounts receivable. When determining the recoverability of accounts receivable, the merged company considers the time from the original credit date to when the accounts receivable is presented in the balance sheet Changes in credit quality during the current period.

The merged company adopts the allowance for loss of notes receivable, accounts receivable, and other receivables recognized based on the expected credit losses throughout the duration. The expected credit losses throughout the duration are calculated using the provision matrix, which takes into account the customer's past default record and current financial position, as well as the industrial economic situation. As the merged company's credit loss history shows that there is no significant difference in the loss patterns of different customer groups, the reserve matrix has not further divided the customer groups, but only uses the overdue days of notes receivable, accounts receivable, and other receivables overdue to set the ECL rate.

If there is evidence that the counterparty is facing serious financial difficulties and the merged company cannot reasonably expect to recover the amount, such as the counterparty is in liquidation, the merged company directly writes off the relevant accounts receivable, but will continue to pursue recovery activities, and the amount recovered from the recovery activities is recognized in profit or loss.

The merged company measures the loss allowance for notes receivable, accounts receivable and other receivables based on the reserve matrix as follows:

June 30, 2023

	Not overdue	Past due by 1 to 60 days	Past due by 61 to 90 days	Past due by 91 to 180 days	Overdue for more than 180 days	Total
Expected credit loss rate	-	-	-	14.774%	100.00%	
Gross carrying amount	$ 563,849	$ -	$ -	$ 1,017	$ 348,541	$ 913,407
Loss allowance (lifetime expected credit losses)	(103)	-	-	(150)	(348,541)	(348,794)
Cost after amortization	$ 563,746	$ -	$ -	$ 867	$ -	$ 564,613

December 31, 2022

	Not overdue	Past due by 1 to 60 days	Past due by 61 to 90 days	Past due by 91 to 180 days	Overdue for more than 180 days	Total
Expected credit loss rate	0.004%	-	-	-	100.00%	
Gross carrying amount	$ 124,324	$ 142	$ -	$ -	$ 348,541	$ 473,007
Loss allowance (lifetime expected credit losses)	(5)	-	-	-	(348,541)	(348,546)
Cost after amortization	$ 124,319	$ 142	$ -	$ -	$ -	$ 124,461

June 30, 2022

	Not overdue	Past due by 1 to 60 days	Past due by 61 to 90 days	Past due by 91 to 180 days	Overdue for more than 180 days	Total
Expected credit loss rate	0.004%	-	-	-	100.00%	
Gross carrying amount	$ 262,293	$ -	$ -	$ -	$ 345,451	$ 607,744
Loss allowance (lifetime expected credit losses)	-	-	-	-	(345,451)	(345,451)
Cost after amortization	$ 262,293	$ -	$ -	$ -	$ -	$ 262,293

Information on changes in loss allowances is as follows:

	2023	2022
Balance at the beginning of the period	$ 348,546	$ 345,451
Add: Provision of impairment loss	248	-
Balance at the end of the period	$ 348,794	$ 345,451

However, due to significant financial difficulties, Far Eastern Transport Corp. (hereinafter referred to as "Far Eastern Airlines") has entered into a cross-strait and domestic airline cooperative management services contract with Far Eastern Airlines. While the Company management estimates, as of December 31, 2019, the deposit of NTD 4,530 thousand is unlikely to be recovered; therefore, the refundable deposit of NTD 249,500 thousand has been classified as other receivable Please refer to Note 28.

On June 29, 2010, the Company and CPC Corporation, Taiwan (hereinafter referred to as "CPC") reached a settlement of a lawsuit concerning gains in the distribution of oil products and gas station rental. Both parties agreed to terminate the oil distribution contract and gas station rental contract. According to the settlement agreement, CPC should pay NT$107,542 thousand from the oil product revenue - rent and NT$2,581 thousand from distribution profit. The above amount is NT$110,123 thousand after deducting the rent of NT$26,947 thousand from the court provided by CPC (which was fully recovered in 2011). As of the end of December 2022, NT$31,655 thousand had been recovered. As of June 30, 2023 and December 31 and June 30, 2022, NT$51,521 thousand, NT$51,521 thousand, and NT$51,281 thousand were recognized as other receivables in the aggregate amount uncollected with loss allowance fully provided for.

XI. Inventories - net

	June 30, 2023	December 31, 2022	June 30, 2022
Building and land under construction	$ 188,574	$ 160,277	$ 159,361
Commodities	5,684	5,713	5,745
Food and beverage	1,726	456	894
Materials	-	386	423
	$ 195,984	$ 166,832	$ 166,423

The cost of sales for the three months ended June 30, 2023 includes inventory depreciation loss of NT$29 thousand. For the three months ended June 30, 2023 and the six months ended June 30, 2023 and 2022, the cost of sales includes gains from the recovery of the net realizable value of inventories in the amount of NT$10,990 thousand NT$83 thousand, and NT$11,015 thousand, respectively, primarily due to the disposal of the slow-moving inventory.

Please refer to Note 27 for the amount of buildings under construction and land pledged for borrowings.

XII. Subsidiary

(I) Subsidiaries included in the consolidated financial statements:

The entities preparing the consolidated financial statements are as follows:

Name of the investors	Name of subsidiaries	Main Business Activity	Percentage of shareholding June 30, 2023	December 31, 2022	June 30, 2022	Explanation
The Company	Miramar Hospitality Co., Ltd. (Miramar Hospitality)	Development and management of tourist hotels	62.99%	62.99%	62.99%	1.
	Miramar Resort Co., Ltd.	Management of hotels and water recreation activities	66.18%	66.18%	66.18%	2.
	Hsin Hai Transportation & Terminal Co., Ltd. (Hsin Hai Transportation)	Operation and investment of automobile container and related businesses	47.47%	47.47%	47.47%	3.
	ACMC Trading Co., Ltd.	International trade management	100.00%	100.00%	100.00%	-
	Safe Cargo Transportation Co., Ltd.	Operation and investment of automobile freight and related businesses	-	-	100.00%	4.
	Safe Petroleum Transportation Co., Ltd.	Operation and investment of automobile freight and related businesses	-	-	100.00%	4.
	Safe Container Transportation Co., Ltd.	Operation and investment of automobile container and related businesses	-	-	100.00%	4.
	Safe Logistics Transportation Co., Ltd.	Operation and investment of automobile freight and related businesses	-	-	100.00%	4.
Miramar Hospitality Co., Ltd.	Miramar Resort Co., Ltd.	Management of hotels and water recreation activities	13.33%	13.33%	13.33%	2.

Remarks:

1. It is a subsidiary with material non-controlling equity, and there is no material change in the current period.
2. The Company directly and indirectly holds 79.51% of the shares of Miramar Resort Co., Ltd., so it has the ability to control, so it is included in the consolidated financial statements as an entity.
3. As the legal representative of our company occupies more than half of the director seats in Hsin Hai Transportation, we have control over the company and therefore include it as a subsidiary in our consolidated financial statements.
4. The Company disposed of the entire equity of Safe Cargo Transportation Co., Ltd., Safe Petroleum Transportation Co., Ltd., Safe Container Transportation Co., Ltd., and Safe Logistics Transportation Co., Ltd. in November 2022. The proceeds from the disposal and the profits were NT$73,778 thousand and NT$18,752 thousand, respectively, which were completed and recovered at the end of November 2022.
5. As of June 30, 2023 and 2022, except for the financial statements of Hsin Hai Transportation and Miramar Hospitality Co., Ltd. that were reviewed by CPAs as they are material subsidiaries, financial statements of other non-material subsidiaries were not reviewed by CPAs.

(II) Subsidiaries with significant non-controlling equity

Name of subsidiaries	Principal place of business	Percentage of shareholding and voting rights held by non-controlling interests		
		June 30, 2023	December 31, 2022	June 30, 2022
Miramar Hospitality Co., Ltd.	Taipei City	37.01%	37.01%	37.01%

XIII. Property, plant and equipment

	June 30, 2023	December 31, 2022	June 30, 2022
Land	$ 156,144	$ 156,144	$ 156,144
Building	10,195	10,434	10,676
Transportation equipment	41,490	49,891	56,836
Office equipment	5,134	5,507	6,485
Restaurant and hotel equipment	12,500	3,384	3,723
	$ 225,463	$ 225,360	$ 233,864

On October 21, 2022, in line with the government's deregulation policy, Miramar Hospitality Co., Ltd. withdrew from the ranks of epidemic-proof hotels and returned to general hotels for business operations. The entire hotel was replaced by new ones and was officially completed and reopened on January 18, 2023. For the six months ended June 30, 2023, there was an addition of restaurant and hotel equipment in the amount of NT$10,002 thousand.

Except for the abovementioned descriptions and the depreciation expenses recognized, the property, plant and equipment of the merged company had no material addition, disposal, or impairment for the six months ended June 30, 2023 and 2022. Depreciation expenses are calculated on a straight-line basis over their estimated useful lives, as shown in the following:

Building	3 to 55 years
Transportation equipment	1 to 8 years
Office equipment	1 to 20 years
Restaurant and hotel equipment	2 to 10 years

Please refer to Note 27 for the amount of property, plant and equipment pledged by the merged company as collateral for borrowings.

XIV. Lease agreement

(I) Right-of-use assets

	June 30, 2023	December 31, 2022	June 30, 2022
Book value of right-of-use assets			
Land	$ 502,181	$ 504,275	$ 518,648
Building	2,305	2,576	2,846
	$ 504,486	$ 506,851	$ 521,494

	For the three months ended June 30, 2023	For the three months ended June 30, 2022	For the six months ended June 30, 2023	For the six months ended June 30, 2022
Increase in right-of-use assets			$ 10,873	$ 3,804
Depreciation expense of right-of-use assets				
Land	$ 6,484	$ 6,889	$ 12,968	$ 13,772
Building	135	136	270	271
Power-saving equipment	-	191	-	477
	$ 6,619	$ 7,216	$ 13,238	$ 14,520

(II) Lease liabilities

	June 30, 2023	December 31, 2022	June 30, 2022
Book value of lease liabilities			
Liquidity	$ 21,641	$ 17,464	$ 18,915
Non-current	$ 486,734	$ 504,763	$ 503,562

The range of the discount rate for lease liabilities is as follows:

	June 30, 2023	December 31, 2022	June 30, 2022
Land	1.70%~1.95%	1.70%~1.76%	1.70%~1.76%
Building	1.70%	1.70%	1.70%

(III) Significant lease activities and terms and conditions

The merged company rents certain lands and buildings for office use with lease terms of 1 to 50 years. The merged company does not have preferential rights to acquire the land and buildings leased at the end of the lease term.

On March 11, 2004, Miramar Hospitality Co., Ltd. leased 3,810 square meters of land from the Tourism Bureau, Ministry of Transportation and Communications. The rental was calculated and charged at 5% per annum based on the land price announced for the current period as stated in the contract according to the "Operation Directions for Establishment of Superficies on National Non-public Use Land." The aforementioned rent shall be adjusted when the land price adjustment is announced. However, if the difference between the land price increase announced in the future and the land price increase estimated in the financial plan of the investment implementation plan is too large, one may refer to the newly added Paragraph 3 of Article 2 of "Guidelines for Promoting Private Participation in Public Construction, Lease of Public Land and Setting Preferential Rents for Superficial Rights" which the stipulates that "During the construction and operation of public construction, if the reported land price of the required land for the year and the land price estimated in the original financial plan increase by more than 50%, the sponsoring authority may reduce the payable rent at its discretion. " a separate version was drafted in consultation with the State-owned Property Bureau, Ministry of Finance. The duration of the surface right is 50 years from the date of development and operation.

Due to the impact of the COVID-19 epidemic on the market economy, Miramar Hospitality Co., Ltd. negotiated with the Tourism Bureau, MOTC, on a land lease agreement. The Tourism Bureau MOTC agreed to unconditionally adjust and reduce the rent amount from January 1 to December 31, 2023 and 2022 by 20%. The Company and Hsin Hai Transportation & Terminal Co., Ltd. have negotiated a land lease with Taiwan Sugar Corporation Kaohsiung Branch. Taiwan Sugar Corporation Kaohsiung Branch agreed to unconditionally reduce the rent by 20% for the year ended December 31, 2022. The effect of the aforementioned rent concessions recognized by the merged company for the six months ended June 30, 2022 was NT$2,137 thousand (stated as other income).

(IV) Other lease information

	For the three months ended June 30, 2023	For the three months ended June 30, 2022	For the six months ended June 30, 2023	For the six months ended June 30, 2022
Expenses relating to short-term leases	$ 350	$ 12	$ 732	$ 132
Lease expenses of low-value assets	$ 163	$ 57	$ 307	$ 147
Total cash (outflow) of leases			($ 26,660)	($ 27,330)

XV. Investment property

	June 30, 2023	December 31, 2022	June 30, 2022
Land			
Keelung Nuan-Nuanyuan Section	$ 30,026	$ 30,026	$ 30,026

The fair value of the merged company's investment property was evaluated by Ching-Tang Li, an independent evaluator who is not a related party. On December 20, 2021, upon the release of the Real Estate Valuation Report for the Far-end Section of Keelung, the Company estimated its fair value to be NT$40,789 thousand, the evaluation is made with reference to market evidence of real estate transaction prices. As there is no significant change in the transaction price of real estate in this area, the fair value as of June 30, 2023, December 31, 2022, and June 30, 2022 should not be significantly different from the fair value evaluated by the unrelated independent appraiser.

XVI. Intangible assets

	June 30, 2023	December 31, 2022	June 30, 2022
Operating concession	$ 500,006	$ 416,208	$ 426,945
Computer software	94	49	84
	$ 500,100	$ 416,257	$ 427,029

On October 21, 2022, in line with the government's deregulation policy, Miramar Hospitality Co., Ltd. withdrew from the ranks of epidemic-proof hotels and returned to general hotels for business operations. The entire hotel was replaced by new ones and was officially completed and reopened on January 18, 2023. For the six months ended June 30, 2023, there was an addition of operating royalty cost in the amount of NT$94,520 thousand.

Except for the abovementioned descriptions and the amortization expenses recognized, the intangible assets of the merged company had no material addition, disposal, or impairment for the six months ended June 30, 2023 and 2022. Amortization expenses are accrued on a straight-line basis over the following useful years:

Computer software	3-5 years
Operating concession	2-48 years
Others	3 years

The cost and cumulative amortization of the abovementioned operating royalty on June 30, 2023 in the amount of NT$500,006 thousand were NT$977,405 thousand and NT$477,399 thousand, respectively. The cost includes the royalty of NT$27,000 thousand and the planning fee of NT$2,390 thousand that was paid for signing the "Development and Operation Agreement for Private Participation in the Construction of Affordable Hotels in Taipei" with the Tourism Bureau of Ministry of Transportation and Miramar Hospitality Co., Ltd. Also, the construction cost was NT$948,015 thousand.

Please refer to Note 27 for the amount of intangible assets pledged for borrowings.

XVII. Borrowings

(I) Short-term borrowings

	June 30, 2023	December 31, 2022	June 30, 2022
Secured borrowings (Note 27)			
Bank mortgage	$ 268,000	$ 130,000	$ 80,000
Unsecured borrowings			
Borrowings against credit lines	55,000	-	-
	$ 323,000	$ 130,000	$ 80,000

Bank borrowings are secured by the merged company's bank deposits, time certificates of deposit, and operating concessions (see Note 27). The interest rate of bank revolving borrowings as of June 30, 2023 and December 31 and June 30, 2022 were 2.100%~2.520%, 2.035%~2.604%, and 1.79%, respectively.

(II) Long-term borrowings

	June 30, 2023	December 31, 2022	June 30, 2022
Secured borrowings (Note 27)			
Bank mortgage	$ 61,881	$ 20,833	$ 25,833
Unsecured borrowings			
Borrowings against credit lines	19,889	20,000	20,000
	81,770	40,833	45,833
Less: Portion of long-term borrowings due within one year	(25,633)	(10,000)	(10,000)
	$ 56,137	$ 30,833	$ 35,833
Repayment maturity date of secured borrowings	2025.1.17~ 2028.1.30	2024.1.17	2024.1.17~ 2021.10.23
Repayment maturity date of unsecured borrowings	2026.9.3	2026.5.4~9.3	2026.5.4~9.3

Secured bank borrowings are secured by the certificates of term deposits, land, buildings, operating royalty, and development royalty (please refer to Note 27) of the merged company; as of June 30, 2023 and December 31 and June 30, 2022, the interest rate was 2.325%~2.595%, 2.47% and 2.10%, respectively.

The interest rate of the unsecured borrowings was 2.595%, 1.85%, and 1.85% as of June 30, 2023 and December 31 and June 30, 2022, respectively, belongs to the Tourism Industry Revitalization Financing of the Tourism Bureau, MOTC.

XVIII. Other payables

	June 30, 2023	December 31, 2022	June 30, 2022
Payroll payable	$ 28,262	$ 33,547	$ 29,916
Dividends payable	12,159	-	184,792
Premium payable	7,119	15,557	9,876
Stock settlement payable	3,603	4,912	-
Remuneration payable to directors	1,511	740	3,999
Remuneration payable to employees	1,511	740	3,877
Tax payable	1,410	6,471	-
Others	20,374	17,123	40,563
	$ 75,949	$ 79,090	$ 273,023

XIX. Post-employment benefit plan

Relevant pension costs recognized under the defined benefit plan for the three months ended June 30 and for the six months ended June 30, 2023 and 2022 were calculated based on the pension cost rate determined through an actuary as of December 31, 2022 and 2021, and the amount was NT$286 thousand, NT$224 thousand, NT$573 thousand, and NT$448 thousand, respectively.

XX. Equity

(I) Share capital

Ordinary shares

	June 30, 2023	December 31, 2022	June 30, 2022
Number of shares (thousand)	250,000	250,000	250,000
Authorized capital	$ 2,500,000	$ 2,500,000	$ 2,500,000
Number of shares issued and fully paid (thousand shares)	189,002	189,002	171,820
Issued capital stock	$ 1,890,023	$ 1,890,023	$ 1,718,202

The ordinary shares issued with a par value of NT$10 per share are entitled to one voting right and the right to receive dividends.

On June 24, 2022, the Company passed the capitalization of retained earnings for issuance of NT$171,821 thousand new shares, and 17,182 thousand new shares with a par value of NT$10 per share. The record date for recapitalization of earnings was set by the Financial Supervisory Commission on July 5, 2022, and the change registration was completed on August 22, 2022.

(II) Capital reserve

	June 30, 2023	December 31, 2022	June 30, 2022
May be used to offset losses, distribute cash or capitalize on capital (1)			
Treasury shares transaction	$ 20,348	$ 20,348	$ 20,348
Can only be used to offset a deficit			
Recognition of changes in ownership interests of subsidiaries (2)	18	18	18
Unclaimed dividends after expiry date	488	491	491
	$ 20,854	$ 20,857	$ 20,857

1. Such capital surplus may be used to offset a deficit, and may be distributed as cash or applied to share capital when the Company has no deficits, provided that the capital surplus shall not exceed a certain percentage of the Company's paid-in share capital each year.
2. This type of capital surplus is the effect of equity transactions recognized due to changes in the company's equity when the Company does not actually acquire or dispose of the equity of the subsidiary or the adjustment to the capital surplus of the company adopting the equity method to recognize.

(III) Retained earnings and dividend policy

According to the earnings appropriation policy of the Company, any earnings at the end of the year are subject to taxes and taxes, and after offsetting the accumulated losses, and then 10% of the earnings are set aside as legal reserve, and the remainder is appropriated or reversed as special reserves. If there is any remaining balance, together with the accumulated undistributed earnings, the Board of Directors shall draft a motion for earnings distribution and propose to the shareholders' meeting for resolution of distribution of dividends to shareholders. Please refer to Note 22(6) for the policy on the remuneration of employees and directors as stipulated in the Company's Articles of Incorporation.

In order to meet the needs of diversified business development, sound financial structure, and protection of investors' rights and interests, the Company's dividend policy is based on the Company's future capital needs and long-term financial planning. The cash dividends are distributed except for the retained earnings to be used as funds for the Company's growth. The percentage of dividends distributed shall not be less than 50% of the total dividends distributed in the current year. The proportion of dividend distribution and cash dividends may depend on the operating capital required by Company and other related circumstances. When the board of directors is authorized to formulate an earnings distribution plan adopting the method of issuing new shares, such plan may be implemented after being submitted to the shareholders’ meeting for resolution and when making distribution in cash. It shall be distributed based the resolution of the board of directors, which shall be submitted to the shareholders’ meeting.

The legal reserve shall be appropriated until the balance reaches the Company's paid-in capital. Legal reserves may be used to offset losses. If the Company has no deficit, the portion exceeding 25% of the paid-in capital by the legal reserve may be appropriated into capital or distributed in cash.

The Company held its annual shareholders’ meeting on June 30, 2023 and resolved to approve the 2022 proposal for loss compensation without distributing dividends.

The Company held a shareholders' meeting on June 24, 2022 and resolved to pass the 2021 earnings appropriation as follows:

	2021
Legal reserve	$ 37,479
Cash dividends	$ 171,820
Stock dividends	$ 171,820
Cash dividend per share (NTD)	$ 1
Dividends per share (NTD)	$ 1

(IV) Non-controlling interests

	For the six months ended June 30, 2023	For the six months ended June 30, 2022
Balance at the beginning of the period	$ 240,709	$ 241,249
Net (loss) profit for the period	(2,335)	12,408
Other comprehensive income (loss)		
Unrealized profit and loss on the financial assets measured at fair value through other comprehensive income	593	(3,337)
Cash dividends for shareholders of subsidiaries	(12,159)	(12,972)
Balance at the end of the period	$ 226,808	$ 237,348

XXI. Revenue

	For the three months ended June 30, 2023	For the three months ended June 30, 2022	For the six months ended June 30, 2023	For the six months ended June 30, 2022
Revenue from contracts with customers				
Transportation revenue	$ 97,553	$ 142,329	$ 194,694	$ 279,583
Hospitality revenue	58,997	55,376	88,934	123,445
Rental income	2,894	2,706	5,786	5,410
Others	(17)	1,324	13	1,355
	$ 159,427	$ 201,735	$ 289,427	$ 409,793

For the breakdown of revenue from contracts with customers, please refer to Note 30.

XXII. Net profit (loss)

(I) Others

	For the three months ended June 30, 2023	For the three months ended June 30, 2022	For the six months ended June 30, 2023	For the six months ended June 30, 2022
Dividend income	$ 235,835	$ 76,698	$ 235,835	$ 76,698
Rental income	2,251	282	4,185	2,899
Subsidies income	898	5,819	914	16,181
Others	262	199	3,398	893
	$ 239,246	$ 82,998	$ 244,332	$ 96,671

(II) Other gains and losses

	For the three months ended June 30, 2023	For the three months ended June 30, 2022	For the six months ended June 30, 2023	For the six months ended June 30, 2022
Net loss from financial assets at fair value through profit or loss	($ 163,971)	($ 441,391)	($ 139,847)	($ 419,707)
Net gains from the disposal and scrap of property, plant, and equipment	107	227	704	227
Net foreign exchange (loss) gain	25	(52)	40	(37)
Others	(112)	(114)	(223)	(235)
	($ 163,951)	($ 441,330)	($ 139,326)	($ 419,752)

(III) Finance costs

	For the three months ended June 30, 2023	For the three months ended June 30, 2022	For the six months ended June 30, 2023	For the six months ended June 30, 2022
Interest on lease liabilities	$ 2,315	$ 2,371	$ 4,644	$ 4,747
Interest on bank borrowings	2,116	875	3,481	1,474
	$ 4,431	$ 3,246	$ 8,125	$ 6,221

(IV) Depreciation and amortization

	For the three months ended June 30, 2023	For the three months ended June 30, 2022	For the six months ended June 30, 2023	For the six months ended June 30, 2022
Depreciation expenses by function				
Operating cost	$ 6,708	$ 9,381	$ 13,392	$ 17,947
Operating expense	4,707	4,270	9,445	9,343
	$ 11,415	$ 13,651	$ 22,837	$ 27,290
Amortization expenses are summarized by function				
Operating cost	$ 5,365	$ 4,644	$ 10,255	$ 9,591
Operating expense	242	275	481	555
	$ 5,607	$ 4,919	$ 10,736	$ 10,146

(V) Employee benefits expense

	For the three months ended June 30, 2023	For the three months ended June 30, 2022	For the six months ended June 30, 2023	For the six months ended June 30, 2022
Post-employment benefits				
Defined contribution plan	$ 1,844	$ 2,374	$ 3,782	$ 4,927
Defined benefit plan	286	224	573	448
	2,130	2,598	4,355	5,375
Other employee benefits	47,625	50,801	90,131	110,023
Total employee benefit expenses	$ 49,755	$ 53,399	$ 94,486	$ 115,398
Summary by function				
Operating cost	$ 33,014	$ 37,398	$ 61,613	$ 75,480
Operating expense	16,741	16,001	32,873	39,918
	$ 49,755	$ 53,399	$ 94,486	$ 115,398

(VI) Employees' compensation and remuneration of directors

According to the Company's Articles of Incorporation, the employees' compensation and directors' remuneration shall be appropriated at 1% and no more than 1% of the profit before tax, respectively, in the current year before deduction of the employees' and directors' remuneration. For the six months ended June 30, 2022 was a net loss before tax; therefore, there was no estimation of remunerations of employees and Directors. For the six months ended June 30, 2023 and 2022, the remuneration of employees and remuneration of Directors are estimated as follows:

Estimated allowance

	For the six months ended June 30, 2023	For the six months ended June 30, 2022
Employee remuneration	1%	1%
Remuneration to directors	1%	1%

Amount

	For the three months ended June 30, 2023	For the three months ended June 30, 2022	For the six months ended June 30, 2023	For the six months ended June 30, 2022
Employee remuneration	$ 667	($ 298)	$ 771	$ -
Remuneration to directors	$ 667	($ 298)	$ 771	$ -

On March 28, 2022, the board of directors resolved the compensation for employees and directors for 2021 as follows:

Amount

	2021	
	Cash	Stock
Employee remuneration	$ 3,031	$ -
Remuneration to directors	3,031	-

There is no difference between the actual amount of employees' compensation and remuneration of directors paid and the amount recognized in the consolidated financial statements.

If there is a change in the amount after the annual consolidated financial statements were authorized for issue, the difference is treated as a change in accounting estimate and adjusted and accounted for in the following year.

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

XXIII. Income tax

(I) Income tax recognized in profit or loss

The main components of income tax expense (income) are as follows:

	For the three months ended June 30, 2023	For the three months ended June 30, 2022	For the six months ended June 30, 2023	For the six months ended June 30, 2022
Current income tax				
Generated during the period	$ 1,066	$ 1,930	$ 1,954	$ 3,541
Adjustment from previous year	(4)	12	84	(2,994)
	1,062	1,942	2,038	547
Deferred income tax				
Generated during the period	112	2,955	(3,914)	5,691
Adjustment from previous year	-	33	-	33
	112	2,988	(3,914)	5,724
Income tax (gain) expenses recognized in profit or loss	$ 1,174	$ 4,930	($ 1,876)	$ 6,271

(II) Authorization of income tax

The profit-seeking enterprise income tax returns of the Company and its subsidiaries have been approved by the tax collection authority up to 2021.

XXIV. Earnings (losses) per share

Unit: NTD per share

	For the three months ended June 30, 2023	For the three months ended June 30, 2022	For the six months ended June 30, 2023	For the six months ended June 30, 2022
Basic earnings (losses) per share				
Basic earnings (losses) per share	$ 0.35	($ 1.91)	$ 0.40	($ 1.74)
Diluted earnings (losses) per share				
Diluted earnings (losses) per share	$ 0.35	($ 1.91)	$ 0.40	($ 1.74)

The net income (loss) and the weighted average number of ordinary shares issued for the calculation of earnings (loss) per share are as follows:

Net income (loss)

	For the three months ended June 30, 2023	For the three months ended June 30, 2022	For the six months ended June 30, 2023	For the six months ended June 30, 2022
Net profit (loss) attributable to owners of the Company	$ 65,380	($ 361,705)	$ 75,596	($ 329,765)

Shares

Unit: Thousand shares

	For the three months ended June 30, 2023	For the three months ended June 30, 2022	For the six months ended June 30, 2023	For the six months ended June 30, 2022
Weighted average number of ordinary shares used in the computation of basic and diluted earnings (loss) per share	189,002	189,002	189,002	189,002
Effect of potential dilutive ordinary shares:				
Employee remuneration	50	-	58	-
Weighted average number of ordinary shares used in the computation of diluted earnings (loss) per share	189,052	189,002	189,060	189,002

If the Company may choose to distribute the compensation to employees in shares or cash, for the calculation of diluted earnings per share, it is assumed that the compensation to employees will be distributed in shares, and the ordinary shares may be included in the weighted average number of shares outstanding when there is a dilution effect to calculate the diluted earnings per share. In the calculation of diluted earnings per share before the number of shares to be distributed to employees is resolved in the following year, the dilutive effect of these potentially dilutive ordinary shares will also be considered.

For the six months ended June 30, 2022, the employee compensation of the Company was not included in the calculation of diluted loss per share due to its anti-dilutive effect.

XXV. Financial instruments

(I) Information on fair value - financial instruments not measured at fair value

The merged company's management believes that the book values of financial assets and financial liabilities not measured at fair value are close to their fair values, or their fair values cannot be measured reliably.

(II) Information on fair value - financial instruments measured at fair value on a recurring basis

1. Fair value hierarchy

June 30, 2023

	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value through profit or loss				
Domestic listed (OTC) stock	$ 954,507	$ -	$ -	$ 954,507
Domestic unlisted (non-OTC) stock	-	362	-	362
Fund beneficiary certificate	30,846	-	-	30,846
	$ 985,353	$ 362	$ -	$ 985,715
Financial assets at fair value through other comprehensive income				
Investment in equity instrument				
- Domestic listed (OTC) stock	$ 139,907	$ -	$ -	$ 139,907
- Domestic unlisted (non-OTC) stock	-	175,522	-	175,522
- Foreign unlisted (non-OTC) stocks	-	3,400	-	3,400
	$ 139,907	$ 178,922	$ -	$ 318,829

December 31, 2022

	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value through profit or loss				
Domestic listed (OTC) stock	$ 1,072,727	$ -	$ -	$ 1,072,727
Domestic unlisted (non-OTC) stock	-	383	-	383
Fund beneficiary certificate	30,669	-	-	30,669
	$ 1,103,396	$ 383	$ -	$ 1,103,779
Financial assets at fair value through other comprehensive income				
Investment in equity instruments				
- Domestic listed (OTC) stock	$ 157,036	$ -	$ -	$ 157,036
- Domestic unlisted (non-OTC) stock	-	165,926	-	165,926
- Foreign unlisted (non-OTC) stocks	-	1,661	-	1,661
	$ 157,036	$ 167,587	$ -	$ 324,623

June 30, 2022

	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value through profit or loss				
Domestic listed (OTC) stock	$ 886,317	$ -	$ -	$ 886,317
Domestic unlisted (non-OTC) stock	-	429	-	429
Fund beneficiary certificate	75,773	-	-	75,773
	$ 962,090	$ 429	$ -	$ 962,519
Financial assets at fair value through other comprehensive income				
Investment in equity instruments				
- Domestic listed (OTC) stock	$ 391,680	$ -	$ -	$ 391,680
- Domestic unlisted (non-OTC) stock	-	173,911	-	173,911
- Foreign unlisted (non-OTC) stocks	-	1,594	-	1,594
	$ 391,680	$ 175,505	$ -	$ 567,185

There were no transfers between Level 1 and Level 2 fair value measurements during the six months ended June 30, 2023 and 2022.

2. Valuation techniques and inputs for Level 2 fair value measurement

Type of financial instrument	Valuation techniques and inputs
Domestic and foreign unlisted (OTC) stocks	Market method: For companies in the same industry and with similar operating and financial conditions, the transaction price of their stocks in an active market, and the corresponding value multiplier, and consider the liquidity risk to calculate the liquidity discount to convert the value of the target. Asset method: Fair value is derived from inputs that are directly (i.e., prices) or indirectly (i.e., derived from prices) observable, which is belonging to the assets or liabilities.

(III) Types of Financial Instruments

	June 30, 2023	December 31, 2022	June 30, 2022
Financial assets			
Measured at fair value through profit or loss			
Mandatory measurement at fair value through profit or loss	$ 985,715	$ 1,103,779	$ 962,519
Financial assets at amortized cost (Note 1)	1,007,856	658,331	696,938
Financial assets measured at fair value through other comprehensive income			
Investment in equity instruments	318,829	324,623	567,185
Financial liabilities			
Measured at amortized cost (Note 2)	564,840	319,377	496,075

Note 1: The balance includes cash, financial assets measured at amortized cost - current, net notes receivable, notes receivable - related parties, net accounts receivable, accounts receivable - related parties, other net amounts receivable, other receivables - related parties, other financial assets - current, refundable deposits - non-current, other financial assets - non-current and other financial assets measured at amortized costs.

Note 2: The balance includes short-term borrowings, notes payable, notes payable - related parties, accounts payable, accounts payable - related parties, other payables, other payables - related parties, long-term borrowings (including the portion due within one year), guarantee deposits - current (accounted for as other current liabilities, guarantee deposits - non-current and other financial liabilities measured at amortized costs.

(IV) Financial Risk Management Objectives and Policies

The merged company's main financial instruments include cash, investment in equity instruments, accounts receivable, accounts payable, and borrowings. The merged company's financial strategy is mainly based on the principle of conservatism and stability. The goal of financial risk management is to manage the interest rate risk, credit risk and liquidity risk related to operating activities. In order to mitigate related financial risks, the merged company has established a complete approval authority to stipulate a financial policy with clear powers and responsibilities and supervise the implementation process to reduce the potential adverse impact of market changes on the merged company's financial performance.

The important financial activities of the merged company are reviewed by the board of directors in accordance with relevant regulations and internal control systems. During the execution of the financial plan, the merging company must strictly abide by the relevant financial operating procedures for sorting out financial risk management and division of powers and responsibilities.

1. Market risk

The main financial risks borne by the merged company's operating activities are interest rate change risk (see (1) below) and other price risks (see (2) below).

There is no change in the merged company's exposure to financial instrument market risk and the way it manages and measures such exposure.

(1) Interest rate risk

Interest rate exposure risk arises because individuals within the merged company borrow funds at both fixed and floating rates. The merged company manages interest rate risk by maintaining an appropriate mix of fixed and floating interest rates. The merged company regularly evaluates hedging activities to align them with interest rate views and established risk appetites to ensure the most cost-effective hedging strategies are employed.

The carrying amount of the financial assets and financial liabilities of the merged company subject to interest rate exposure on the balance sheet date is as follows:

	June 30, 2023	December 31, 2022	June 30, 2022
Fair value interest rate risk			
- Financial assets	$ 5,000	$ 20,400	$ 82,250
- Financial liabilities	508,375	522,227	522,477
Cash flow interest rate risk			
- Financial assets	284,348	359,102	347,177
- Financial liabilities	404,770	170,833	125,833

Sensitivity Analysis

The sensitivity analysis below is based on the interest rate risk exposure of the non-derivative instruments at the balance sheet date. Assets and liabilities with floating interest rates are analyzed on the assumption that the amount of assets and liabilities outstanding on the balance sheet date is outstanding throughout the reporting period. The rate of change used when the interest rate is reported to key management within the Group is 100 basis points for an increase or decrease in interest rate, which also represents management's assessment of the scope of reasonable and possible changes in interest rates.

If the interest rate increased/decreased by 100 basis points, with all other variables remaining unchanged, the merged company's net profit before tax for the six months ended June 30, 2023 and 2022 would have decreased/increased by NT$602 thousand and increased/decreased by NT$1,107 thousand, mainly due to the variable interest rate deposits of the merged company and variable interest rate borrowings.

(2) Other pricing risks

The merged company is exposed to equity price risk due to the merged company's holding of domestic and foreign stocks, equity securities, and beneficiary certificates of funds. The merged company does not trade these investments actively, but assigns relevant personnel to monitor the price risk and assess when it is necessary to increase the risk-averse positions.

Sensitivity Analysis

The sensitivity analysis below was conducted based on the equity price risk exposure on the balance sheet date.

If the equity price increased/decreased by 1%, the profit or loss before tax/after tax would have increased/decreased by NT$9,857 thousand for the six months ended June 30, 2023 due to the increase/decrease in the fair value of financial assets at FVTPL. Other comprehensive income before/after tax for the six months ended June 30, 2023 would have increased/decreased by NT$3,188 thousand due to the increase/decrease in the fair value of financial assets at FVTOCI.

If the equity price increased/decreased by 1%, the profit or loss before tax/after tax would have increased/decreased by NT$9,625 thousand for the six months ended June 30, 2022 due to the increase/decrease in the fair value of financial assets at FVTPL. Other comprehensive income before/after tax for the three months ended June 30, 2022 would have increased/decreased by NT$5,672 thousand due to the increase/decrease in the fair value of financial assets at FVTOCI.

2. Credit risk

Credit risk refers to the risk of the financial loss of the merged company caused by the counterparty defaulting on the contractual obligations. As of the balance sheet date, the largest credit risk exposure of the merged company that may cause financial losses due to the counterparty's failure to perform its obligations mainly comes from the book value of financial assets recognized in the consolidated balance sheet.

In order to mitigate credit risk, the management of the merged company assigned a dedicated team to be responsible for the determination of credit line, credit approval and other monitoring procedures to ensure that appropriate actions have been taken to recover overdue receivables. In addition, the merged company will review the recoverable amount of receivables one by one on the balance sheet date to ensure that unrecoverable receivables have been appropriately listed for impairment loss. Accordingly, the management level of the merged company believes that the credit risk of the merged company has been significantly mitigated.

Those subject to accounts receivable cover many customers of different industries and sectors. The merged company conducts ongoing assessments of the financial condition of customers of accounts receivable.

In addition, the credit risk is minor because the counterparties of the liquid capital transaction are financial institutions and companies with a good credit rating.

3. Liquidity risk

The merged company manages and maintains sufficient cash to support the merged company's operations and mitigate the impact of cash flow fluctuations. The management level of the merged company supervises the use of bank financing facilities and ensures compliance with the terms of the loan contract.

Bank loans are an important source of liquidity for the merged company. For the merged company's unused financing facilities as of June 30, 2023 and December 31 and June 30, 2022, please refer to the description of (2) financing facilities below.

(1) Liquidity and interest rate risk table of non-derivative financial liabilities

The remaining contractual maturity analysis of non-derivative financial liabilities was compiled based on the undiscounted cash flows of financial liabilities (including principal and estimated interest) on the earliest date at which the merged company may be required to repay. Therefore, the bank borrowings that the merged company can be required to repay immediately are in the earliest period in the table below, regardless of the probability of the bank exercising the right; the maturity analysis of other non-derivative financial liabilities is compiled according to the agreed repayment date.

For the interest cash flow paid with floating interest rates, the undiscounted interest amount is inferred based on the yield curve on the balance sheet date.

June 30, 2023

	Pay on demand or less than 1 month	1-3 months	3 months to 1 year	1-5 years	More than 5 years
Non-interest-bearing liabilities	$ 101,062	$ 27,733	$ 8,946	$ 1,000	$ -
Lease liabilities	404	1,395	29,336	95,540	541,741
Floating interest rate instruments	197,500	57,831	96,814	58,153	-
	$ 299,506	$ 86,959	$ 135,096	$ 154,693	$ 541,741

Further information on the maturity analysis of lease liabilities is as follows:

	Less than 1 year	1-5 years	5-10 years	10-15 years	15-20 years	More than 20 years
Lease liabilities	$ 31,135	$ 95,540	$104,865	$ 99,290	$ 99,290	$238,296

December 31, 2022

	Pay on demand or less than 1 month	1-3 months	3 months to 1 year	1-5 years	More than 5 years
Non-interest-bearing liabilities	$ 58,551	$ 29,334	$ 17,928	$ 1,000	$ -
Lease liabilities	366	1,320	24,915	95,417	563,457
Floating interest rate instruments	1,131	2,256	138,653	32,384	-
	$ 60,048	$ 32,910	$ 180,496	$ 128,801	$ 563,457

Further information on the maturity analysis of lease liabilities is as follows:

	Less than 1 year	1-5 years	5-10 years	10-15 years	15-20 years	More than 20 years
Lease liabilities	$ 26,601	$ 95,417	$ 106,723	$ 99,290	$ 99,290	$ 258,154

June 30, 2022

	Pay on demand or less than 1 month	1-3 months	3 months to 1 year	1-5 years	More than 5 years
Non-interest-bearing liabilities	$ 76,607	$ 214,953	$ 37,736	$ 952	$ -
Lease liabilities	529	1,721	25,942	96,930	565,315
Floating interest rate instruments	1,028	2,052	89,089	37,433	-
	$ 78,164	$ 218,726	$ 152,767	$ 135,315	$ 565,315

Further information on the maturity analysis of lease liabilities is as follows:

	Less than 1 year	1-5 years	5-10 years	10-15 years	15-20 years	More than 20 years
Lease liabilities	$ 28,192	$ 96,930	$ 108,581	$ 99,290	$ 99,290	$ 258,154

The bank loans that the merged company can be required to repay immediately are included in the above-mentioned maturity analysis table within a period shorter than 1 month. As of June 30, 2023 and December 31 and June 30, 2022, the balance of undiscounted principal of these bank loans is NT$196,850 thousand, NT$833 thousand and NT$833 thousand, respectively.

The amount of floating rate instruments for the above non-derivative financial liabilities will change due to the difference between the floating rate and the estimated rate on the balance sheet date.

(2) Financing limit

	June 30, 2023	December 31, 2022	June 30, 2022
Unsecured bank facilities (reviewed every year)			
- Amount used	$ 74,889	$ 20,000	$ 20,000
- Unutilized amount	60,000	115,000	85,000
	$ 134,889	$ 135,000	$ 105,000
Guaranteed bank facilities			
- Amount used	$ 329,881	$ 150,833	$ 105,833
- Unutilized amount	350,000	388,000	525,000
	$ 679,881	$ 538,833	$ 630,833

XXVI. Related-Party Transactions

All transactions, account balances, income, and expenses between the Company and its subsidiaries (which are related parties of the Company) are eliminated upon consolidation and are not disclosed in the Notes. The transactions between the merged company and other related parties are disclosed as follows.

(I) Names of related parties and their relationships

Name of the related parties	Relationship with the merged company
Durban Development Co., Ltd.	Type of related parties
T&W Transportation Services	Type of related parties
Mayer Steel Pipe Corporation	Type of related parties
Athena Information Systems International Co., Ltd.	Type of related parties
Durban Dive Corporation	Type of related parties
Yu-hung Investment Co., Ltd.	Type of related parties
Ying Shun Construction Co., Ltd.	Type of related parties
Mayer Inn Corporation	Type of related parties
Yuan Chuan Steel Co. Ltd.	Associates
TienPin Development Co., Ltd.	Associates
Miramar Hotel Taipei Co., Ltd.	Associates

(II) Operating revenue

Accounting item	Type/Name of related parties	For the three months ended June 30, 2023	For the three months ended June 30, 2022	For the six months ended June 30, 2023	For the six months ended June 30, 2022
Transportation revenue	Type of related parties				
	T&W Transportation Services	$ 52,695	$ 64,247	$ 99,308	$ 123,635
Hospitality revenue	Type of related parties				
	Others	94	104	287	156
		$ 52,789	$ 64,351	$ 99,595	$ 123,791

There was no significant difference in the price of sales between the merged company and the related party and the non-related party.

(III) Operating cost

Accounting item	Type/Name of related parties	For the three months ended June 30, 2023	For the three months ended June 30, 2022	For the six months ended June 30, 2023	For the six months ended June 30, 2022
Transportation cost	Type of related parties				
	T&W Transportation Services	$ 13,292	$ 12,347	$ 23,988	$ 25,966
Dining and travel expenses	Type of related parties				
	Athena Information Systems International Co., Ltd.	93	57	186	147
		$ 13,385	$ 12,404	$ 24,174	$ 26,113

There was no significant difference in the price of sales between the merged company and the related party, and the non-related party.

(IV) Operating expense

Accounting item	Type/Name of related parties	For the three months ended June 30, 2023	For the three months ended June 30, 2022	For the six months ended June 30, 2023	For the six months ended June 30, 2022
Dining and travel expenses	Type of related parties				
	Athena Information Systems International Co., Ltd.	$ 170	$ 85	$ 327	$ 216
Transportation expenses	Type of related parties				
	T&W Transportation Services	169	-	195	-
		$ 339	$ 85	$ 522	$ 216

(V) Rental agreement

Operating leases

The merged company leases the right-to-use transportation equipment and buildings to the substantially related party by operating lease with a lease period of 1 year. For the six months ended June 30, 2023 and 2022, lease income recognized was NT$381 thousand and NT$390 thousand, respectively.

The merged company leases the right-to-use building to the affiliated enterprise for operating lease with a lease term of 1 year. For the six months ended June 30, 2023 and 2022, the lease income recognized was NT$12 thousand.

In the lease contract with the related party, the rent is negotiated based on the agreed price and the payment is collected by the agreed method. The price and payment terms are equivalent to those of the non-related party.

(VI) Dividend income

Type/Name of related parties	For the three months ended June 30, 2023	For the three months ended June 30, 2022	For the six months ended June 30, 2023	For the six months ended June 30, 2022
Type of related parties				
Mayer Steel Pipe Corporation	$ 22,100	$ 59,550	$ 22,100	$ 59,550
Associates				
Yuanquan Steel	27,835	15,814	27,835	15,814
	$ 49,935	$ 75,364	$ 49,935	$ 75,364

(VII) Interest income

Type/Name of related parties	For the three months ended June 30, 2023	For the three months ended June 30, 2022	For the six months ended June 30, 2023	For the six months ended June 30, 2022
Type of related parties				
Mayer Steel Pipe Corporation	$ 2,356	$ -	$ 2,356	$ -

(VIII) Other gains and losses

Type/Name of related parties	For the three months ended June 30, 2023	For the three months ended June 30, 2022	For the six months ended June 30, 2023	For the six months ended June 30, 2022
Type of related parties				
T&W Transportation Services	$ 108	$ 46	$ 203	$ 148

(IX) Receivables from related parties (excluding loans to related parties)

Accounting item	Type/Name of related parties	June 30, 2023	December 31, 2022	June 30, 2022
Notes receivable - related parties	Type of related parties			
	T&W Transportation Services	$ 37,342	$ 34,753	$ 48,467
Accounts receivable - related parties	Type of related parties			
	T&W Transportation Services	$ 36,919	$ 37,367	$ 42,552
	Others	17	-	87
		$ 36,936	$ 37,367	$ 42,639
Other receivables - related parties	Type of related parties			
	Mayer Steel Pipe Corporation	$ 22,100	$ 270	$ 59,550
	Associates			
	Yuanquan Steel	27,835	-	-
		$ 49,935	$ 270	$ 59,550

No guarantee is collected for accounts receivable from related parties.

(X) Payables to related parties (excluding loans from related parties)

Accounting item	Type/Name of related parties	June 30, 2023	December 31, 2022	June 30, 2022
Notes payable - related parties	Type of related parties			
	T&W Transportation Services	$ 13,269	$ 10,522	$ 14,667
Accounts payable - related parties	Type of related parties			
	T&W Transportation Services	$ 4,463	$ 5,462	$ 5,711
	Others	165	-	-
		$ 4,628	$ 5,462	$ 5,711
Other payables - related parties	Type of related parties			
	Durban Development Co., Ltd.	$ 630	$ -	$
	Athena Information Systems International Co., Ltd.	30	41	367
		$ 660	$ 41	$ 367

The balance of outstanding accounts payable to related parties is not provided as collateral and will be settled in cash.

(XI) Loans to related parties

Accounting item	Type/Name of related parties	June 30, 2023	December 31, 2022	June 30, 2022
Other receivables - related parties	Type of related parties			
	Mayer Steel Pipe Corporation	$ 200,000	$ -	$ -

Loans provided by the Company to related parties are unsecured loans, and the contract interest rate is 5%; such loans were recovered on July 11, 2023.

(XII) Building and land under construction

Accounting item	Type/Name of related parties	June 30, 2023	December 31, 2022	June 30, 2022
Inventories	Type of related parties			
	Durban Development Co., Ltd.	$ 3,600	$ 300	$ -

Refer to the increase in house and land under construction (accounted for as inventories) during the period from engineering management outsourced by the merged company to related parties for contracting.

(XIII) Prepayments

Type of related parties	June 30, 2023	December 31, 2022	June 30, 2022
Type of related parties			
Athena Information Systems International Co., Ltd.	$ -	$ 129	$ 336

(XIV) Compensation of key management personnel

	For the three months ended June 30, 2023	For the three months ended June 30, 2022	For the six months ended June 30, 2023	For the six months ended June 30, 2022
Short-term employee benefits	$ 3,963	$ 4,623	$ 8,925	$ 10,297
Post-employment benefits	171	175	338	380
	$ 4,134	$ 4,798	$ 9,263	$ 10,677

The remuneration of directors and other key management personnel is determined by the Remuneration Committee based on individual performance and market trends.

XXVII. Pledged Assets

The following assets have been provided to financial institutions and the State-owned Property Bureau, Ministry of Finance as collateral for short-term bank loan facilities, long-term bank loan facilities, leased land, and gift certificate trust:

	June 30, 2023	December 31, 2022	June 30, 2022
Operating concession (stated as intangible assets)	$ 481,727	$ 397,790	$ 408,078
Financial assets measured at fair values through other comprehensive income - current	79,530	-	192,613
Property, plant and equipmen	111,198	111,436	111,641
Financial assets measured at fair value through profit or loss - current	216,660	211,140	191,360
Building and land under construction (stated as inventory)	74,618	74,618	74,618
Bank deposits (booked in other financial assets - current and non-current)	18,842	10,205	6,279
Pledged certificate of deposit (recognized as financial assets measured at amortized cost - current)	3,050	3,100	3,450
	$ 985,625	$ 808,289	$ 988,039

XXVIII. Material contingent liabilities and unrecognized contractual commitments

Significant contract

(I) The company

Cooperative management contract

The Company has signed a distribution management service contract with Far Eastern Airways to provide passenger transportation and cargo transportation for cross-strait and domestic routes. The contract period is from November 1, 2019 to October 31, 2020, and the contract margin is managed at NTD 249,500 thousand.

The Company signed the cross-strait and domestic route cooperation management service contract with Far Eastern Airline. Due to the major financial difficulty of Far Eastern Airline, the Company terminated the related service for Far Eastern Airline on December 12, 2019. The Company obtained the check from Far Eastern Airlines according to the contract. Commercial paper issued by Mr. Gang-Wei Chang, the person-in-charge, with an amount of NT$249,500 thousand, and the mortgage on the real estate is the second priority; the Company has discussed the corresponding legal procedures with a lawyer to ensure the Company's equity. After the termination of the business, the management of the Company has assessed that the accounts receivable of NT$4,530 thousand and the refundable deposit of NT$249,500 thousand on the 2019 account are unlikely to be recovered. All accounts receivable is recognized as impairment losses.

Commitments

In November 2022, the Company signed the joint construction contract for the Shi Jian Section (Practical Plan), Wenshan District, Taipei City, with the landowner. The total joint construction deposit provided was NT$350,000 thousand, and the Company issued checks in the amount of NT$80,000 thousand and NT$80,000, respectively, as the guarantee for phase 1. The landowner provided a promissory note of NT$160,000 thousand as collateral, and the landowners consolidated them. As of June 30, 2023, a guarantee check delivered of NT$80,000 thousand was cashed (accounted for as refundable deposits). For other guarantee check for phase 1 in the amount of NT$80,000 thousand, it is estimated to be cashed on November 28, 2023 based on the consolidation progress of the landowner. The guarantee checks for phase 2 are expected to be issued based on the consolidation progress of the landowner. The Company shall deliver guarantee checks in the amount of NT$95,000 thousand (demand) and NT$95,000 thousand (one-year), totaling NT$190,000 thousand of guarantee, when the guarantee checks for phase 1 are cashed and obtain the promissory note of NT$190,000 thousand as collateral. The ownership of all houses and parking spaces acquired by the Company under the co-building contract is sold to buyers designated by the landlord.

The Company entered into the co-building contract for the building project at Juguang Sec., Wanhua Dist., Taipei City (Juguang Project) in December 2022, and the total co-building guarantee provided was NT$340,000 thousand; a check of NT$70,000 was issued and delivered to the landowner as the guarantee for phase 1. In addition, NT$100,000 thousand was deposited into the trust account based on the consolidation progress of the landowner, and a promissory note of NT$170,000 thousand was obtained from the landowner. As of June 30, 2023, NT$70,000 thousand was cashed regarding the guarantee checks delivered (accounted for as refundable deposits). The guarantee checks for phase 2 will be issued based on the consolidation progress of the landowner. The Company shall deliver guarantee checks of NT$170,000 thousand (demand) when the guarantee checks for phase 1 are cashed. The ownership of all houses and parking spaces acquired by the Company under the co-building contract is sold to buyers designated by the landlord.

(II) Miramar Hospitality Co., Ltd.

1. Operating concession contract

On March 11, 2004, Miramar Hospitality Co., Ltd. signed the "Development and Operation Contract for the Promotion of Private Participation in the Construction of Taipei City Affordable Hotels" with the Tourism Bureau, Ministry of Transportation and Communications. The operating period was from April 12, 2004 to April 12, 2054. The operating concession amounted to NT$27,000 thousand (included in the intangible assets), which had been paid at the time of signing the contract. According to the contract, the average room price of Miramar Hospitality Co., Ltd. shall not exceed the agreed price. The Company shall not increase the room rate within 3 years after the formal signing of the contract and may adjust the price index according to the commodity price index after the fourth year, but the adjustment range is subject to the consent of the Tourism Bureau. to be processed. The operating royalty is calculated based on 8% of the annual operating revenue. The operating royalties during the six months ended June 31, 2023 and 2022 were NT$7,000 thousand and NT$9,711 thousand (included under the operating expenses).

2. Memorandum of Sale of Shares

On November 20, 2018, the board of directors of Miramar Hospitality Co., Ltd. approved the authorization of the Chairman to sign a memorandum of purchase and sale of shareholdings with ECFA Hotel Co., Ltd. and Go Sleep Co., Ltd., and the signing of the memorandum was completed on November 23, 2018. The three parties have signed a memorandum of understanding on on-site audits and other matters, However, the parties may decide according to their own considerations and are not obliged to execute a formal agreement for the purchase and sale of shares. According to the MOU, Miramar Hospitality Co., Ltd. shall pay NT$5,000 thousand and NT$20,000 thousand as security deposits to ECFA Hotel Co., Ltd. and Go Sleep Co., Ltd., respectively. In addition, the Company also secured promissory notes of NT$50,000 thousand issued by the responsible persons of the two companies.

Due to a lack of refundable deposits in March 2019, ECFA Hotel Co., Ltd. and Go Sleep Co., Ltd. and their joint guarantors had the deposit amount recognized as other receivables. Miramar Hospitality Co., Ltd. was assessed that the recovery is unlikely, so the entire amount was provided as impairment losses.

This share trading memorandum expired on April 23, 2019. The board of directors of Miramar Hospitality Co., Ltd. resolved to terminate the above investment plan; the Company applied to the Taipei District Court on May 31, 2019 for the promissory notes of the joint guarantor, and the ruling was finalized on December 2, 2019. However, the debtor has no property to execute, so the Company turned to ECFA Hotel Co., Ltd. and Go Sleep Co., Ltd. After informing ECFA Hotel Co., Ltd. and Go Sleep Co., Ltd. that the joint liquidator Attorney Wu Yi-Hsuan must include the creditor's rights of Millikin Corporation into the scope of liquidation, the court submitted the "Certificate of Confirmation" and "Certificate of Confirmation" to the court on December 21, 2022. The Company applied for compulsory execution and issued the claim certificate directly. So far, the Company has received the claim certificate issued by the court on December 28, 2022, and is awaiting the notice from the liquidator for subsequent claims negotiation.

XXIX. Additional Disclosures

(I) Information on significant transactions and (II) investees:

1. Loans to others: Table 1.
2. Endorsements/guarantees provided for others: None.
3. Marketable securities held at the end of the period (excluding investments in subsidiaries, associates, and joint ventures): Table 2.
4. Acquisition or sale of the same security with the accumulated cost reaching NT$300 million or 20% of the Company's paid-in capital: None.
5. Acquisition of real estate at a cost of at least NT$300 million or 20% of the paid-in capital: None.
6. Disposal of real estate for an amount exceeding NT$300 million or 20% of the paid-in capital: None.
7. Total purchases from and sales to related parties amounting to at least NT$100 million or 20% of the paid-in capital: None.

8. Receivables from related parties amounting to at least NT$100 million or 20% of the paid-in capital: None.
9. Engagement in derivative transactions: None.
10. Others: Business relationships and significant transactions between the parent company and its subsidiaries: none.
11. Information on investees: Table 3.

(III) Information on investments in Mainland China:

1. Name, principal business activities, paid-in capital, method of investment, inward and outward remittance of funds, ownership percentage, investment income or loss, carrying amount of the investment at the end of the period, repatriations of investment income and the limit on investment in Mainland China: none.
2. Any of the following material transactions with the investee in Mainland China, either directly or indirectly through a third party, and their prices, terms of payment, and unrealized gains or losses: None.
   (1) The amount and percentage of purchases and the balance and percentage of the relevant payables at the end of the period.
   (2) The amount and percentage of sales and the balance and percentage of the relevant receivables at the end of the period.
   (3) The value of the property transaction and the amount of profit or loss thereupon.
   (4) Period-end balance of endorsements/guarantees or collateral provided and the purpose thereof.
   (5) The maximum balance of financing, period-end balance, interest rate range, and total interest of the current period.
   (6) Other transactions that have a significant impact on the profit or loss or financial position of the current period, such as the provision or acceptance of labor services.

(IV) Information of principal shareholders: Names of shareholders with a shareholding ratio of more than 5%, number of shares held, and percentage. (Table 4)

XXX. Segments information

The information provided to the major operational decision-makers for the purpose of allocating resources and evaluating the segment's performance, with emphasis on each type of product or service delivered or provided. The segments of the merged company to be reported are as follows:

(I) Segment revenue and operating results

The following is an analysis of the merged company's revenue and results by the reporting segment:

	Segment revenue		Segment profit	
	For the six months ended June 30, 2023	For the six months ended June 30, 2022	For the six months ended June 30, 2023	For the six months ended June 30, 2022
Transportation segment	$ 194,694	$ 284,993	($ 9,229)	$ 2,569
Hotel segment	88,934	123,445	(15,650)	21,008
Other segments	5,799	1,355	(1,492)	(4,216)
Construction segment	-	-	(2,411)	(2,046)
Net worth of continuing operations	$ 289,427	$ 409,793	(28,782)	17,315
Interest income			3,286	901
Others			244,332	96,671
Other gains and losses			(139,326)	(419,752)
Finance costs			(8,125)	(6,221)
Net income (loss) before tax			$ 71,385	($ 311,086)

The segment revenue reported above is generated from transactions with external customers. There were no inter-segment sales during the six months ended June 30, 2023 and 2022.

Gains or losses of departments refer to profits earned by different departments, excluding interest income, other income, other gains and losses, and financial costs to be allocated. This measure is provided to the chief operating decision-makers for allocating resources to segments and measuring their performance.

(II) Total assets of segments

The measured amount of the merged company's assets is not provided to the operating decision-maker, so the measured amount of segment assets is zero.

TZE SHIN INTERNATIONAL CO., LTD. and its subsidiaries

Loans to others

For the six months ended June 30, 2023

Table 1

Unit: NT$ thousand

No.	Name of financing provider	Name of counterparty	Current account	Related party?	Maximum balance during the current period (Note 2)	Balance at the end of the period (Note 2)	Actual amount provided	Interest rates	Nature of financing activity	Amount of sales to (purchase from) counterparty	Reason for short-term financing	Amount of loss allowance provided for	Assets pledged		Limit of financing amount for individual counterparty	Maximum loan amount	Remarks
													Company Name	Value			
0	Tze Shin International Co., Ltd.	Miramar Hospitality Co., Ltd.	Other receivables - related parties	Yes	$ 50,000	$ 50,000	$ -	3.35%	Short-term financing	$ -	Operating turnover	$ -	None	None	$ 769,963 (30% of Tze Shin's net worth)	$ 1,026,618 (40% of Tze Shin's net worth)	
		Mayer Steel Pipe Corporation	Other receivables - related parties	Yes	200,000	200,000	200,000	5.00%	Short-term financing	-	Operating turnover	-	None	None	769,963 (30% of Tze Shin's net worth)	1,026,618 (40% of Tze Shin's net worth)	4

Note 1: "0" indicates that the parent company and subsidiaries are numbered sequentially starting from Arabic numerals.

Note 2: Refers to the loaning of funds amount approved by the board of directors.

Note 3: All transactions listed in the above table have been eliminated in full when the consolidated financial statements were prepared.

Note 4: The amounts were recovered on July 11, 2023.

TZE SHIN INTERNATIONAL CO., LTD. and its subsidiaries
Marketable securities held at the end of the period
June 30, 2023

Table 2

Unit: NT$ thousand

Names of companies held	Types and names of securities	Relationship with the securities issuer	Presentation account	End of period				Remarks
				Number of shares or units (thousand)	Carrying amount	Shareholding ratio (%)	Fair value	
Tze Shin International Co., Ltd.	Ordinary shares							
	Mayer Steel Pipe Corporation	Chairman	Financial assets measured at fair value through profit or loss - current	20,750	$ 488,663	9.32	$ 488,663	Note 2
	EVERGREEN MARINE CORP. (TAIWAN) LTD.	—	Financial assets measured at fair value through profit or loss - current	2,650	247,774	0.13	247,774	
	Yang Ming Marine Transport Corp.	—	Financial assets measured at fair value through profit or loss - current	2,000	126,000	0.06	126,000	
	Panram International Corp.	—	Financial assets measured at fair value through profit or loss - current	815	30,277	1.34	30,277	
	Aerospace Industrial Development Corporation	—	Financial assets measured at fair value through profit or loss - current	500	30,000	0.05	30,000	
	IBF Financial Holdings Co., Ltd.	—	Financial assets measured at fair values through other comprehensive income - current	10,200	122,910	0.30	122,910	Note 2
	HERMOSA OPTOELECTRONICS CORPORATION	—	Financial assets measured at fair value through profit or loss - Current- Non-current	4,088	-	5.37	-	
	Yuhua Venture Capital Co., Ltd.	—	Financial assets measured at fair value through profit or loss - Current- Non-current	20	231	5.00	231	
	Ouhua Venture Capital Co., Ltd.	—	Financial assets measured at fair value through profit or loss - Current- Non-current	20	131	2.50	131	
	Yuan Chuan Steel Co. Ltd.	—	Financial assets measured at fair value through other comprehensive income - Non-current	4,457	175,522	18.57	175,522	
	Du Centre Co., Ltd.	Chairman	Financial assets measured at fair value through other comprehensive income - Non-current	1,438	-	4.79	-	
	Chi Min Corporation (Originally: Le Sheng Technology Co., Ltd.)	—	Financial assets measured at fair value through other comprehensive income - Non-current	5	-	-	-	
	Taiwan Youli Co., Ltd.	—	Financial assets measured at fair value through other comprehensive income - Non-current	33	-	0.05	-	
	CPC Corporation, Taiwan	—	Financial assets measured at fair value through other comprehensive income - Non-current	5,460	-	9.47	-	
	MEGAFUL CO., LTD.	—	Financial assets measured at fair value through other comprehensive income - Non-current	368	-	0.99	-	
	I1 HOLDING LLC.TAIWAN BRANCH (U.S.A)	—	Financial assets measured at fair value through other comprehensive income - Non-current	200	-	0.35	-	
	ROSA FOODS CO., LTD.	—	Financial assets measured at fair value through other comprehensive income - Non-current	1,837	-	2.09	-	
Miramar Hospitality Co., Ltd.	Stock							
	Mayer Steel Pipe Corporation	Chairman	Financial assets measured at fair value through profit or loss - current	1,350	31,793	0.61	31,793	
	China Petrochemical Development Corporation	—	Financial assets measured at fair values through other comprehensive income - current	1,734	16,997	0.05	16,997	
	MIRAMAR DEVELOPMENT LIMITED	—	Financial assets measured at fair value through other comprehensive income - Non-current	1,900	3,400	10.00	3,400	
Hsin Hai	Fund beneficiary certificate							

Transportation & Terminal Co., Ltd.	Hua Nan Kirin Money Market Fund	—	Financial assets measured at fair value through profit or loss - current	422	5,165	-	5,165	
	Union Money Market Fund	—	Financial assets measured at fair value through profit or loss - current	381	5,140	-	5,140	
	Taishin Ta Chong Money Market Fund	—	Financial assets measured at fair value through profit or loss - current	354	5,142	-	5,142	
	Nomura Taiwan Select Money Market Fund	—	Financial assets measured at fair value through profit or loss - current	308	5,133	-	5,133	
	CTBC Hua Win Money Market Fund	—	Financial assets measured at fair value through profit or loss - current	457	5,134	-	5,134	
	Fubon Chi-Hsiang Money Market Fund	—	Financial assets measured at fair value through profit or loss - current	321	5,132	-	5,132	

Note 1: Marketable securities in this table refer to ordinary shares and fund beneficiary certificates that fall within the scope of IFRS 9 "Financial Instruments."

Note 2: Among them, 9,200 thousand shares of Mayer Steel Pipe Corporation and 6,600 thousand shares of IBF Financial Holdings Co., Ltd. have been pledged as collateral for short-term bank loans and short-term notes payable.

TZE SHIN INTERNATIONAL CO., LTD. and its subsidiaries

The name and location of the investee company and other relevant information

For the six months ended June 30, 2023

Table 3 Unit: NT$ thousand

Name of the investors	Name of the investees	Location	Main business and products	Original / investment amount		Held at the end of the period			Gains (losses) of investees for the current period	Investment gains (losses) recognized in the current period	Remarks
				June 30, 2023	December 31, 2022	Shares (Thousands)	Percentage (%)	Carrying amount			
Tze Shin International Co., Ltd.	Miramar Hospitality Co., Ltd.	Taipei City	Tourist Hotel	$ 260,040	$ 260,040	23,442	62.99	$ 238,204	($ 14,579)	($ 9,183)	Subsidiary (Note 1)
	Hsin Hai Transportation & Terminal Co., Ltd.	New Taipei City, TW	Automobile container transportation and related business operations and investments	33,787	33,787	2,452	47.47	78,470	7,037	2,754	Subsidiary (Note 1): The shortfall of NT$587 thousand was the effect of upstream trading.
	Miramar Resort Co., Ltd.	Taipei City	Management of hotels and water recreation activities	431,702	431,702	40,070	66.18	7,870	(38)	(38)	Subsidiary (Notes 2 and 4)
	ACMC TRADING CO., LTD.	Taipei City	International trade management	22,500	22,500	2,500	100	345	(25)	(25)	Subsidiary (Note 4)
Miramar Hospitality Co., Ltd.	Miramar Resort Co., Ltd.	Taipei City	Management of hotels and water recreation activities	71,400	71,400	3,540	13.33	-	(38)	-	Subsidiary (Note 3)

Note 1: The calculation is based on the financial statements reviewed by the CPA in the same period.

Note 2: The number of shares held by Tze Shin International Co., Ltd. in the Miramar Resort Co., Ltd. includes 17,570 thousand ordinary shares and 22,500 thousand special shares. According to the number of special shares held, an investment loss of NT$38 thousand is recognized.

Note 3: When the share of loss in an associate of Miramar Hospitality Co., Ltd., as stated in IAS, equals to or exceeds its interest in the associate, it immediately discontinues the recognition of further losses.

Note 4: The calculation is based on the financial statements not reviewed by the CPA in the same period.

Note 5: Investment gains or losses from investees, investments accounted for under the equity method and equity in investees are written off.

Tze Shin International Co., Ltd.

Information of principal shareholders

June 30, 2023

Table 4

Name of major shareholder	Share	
	Shares held	Percentage
TienPin Development Co., Ltd.	43,791,000	23.16%
Yuan Chuan Steel Co. Ltd.	15,000,762	7.93%

Note 1: The information on principal shareholders presented in this schedule is provided by the Taiwan Depository & Clearing Corporation based on the number of ordinary shares and preference shares held by shareholders with ownership of 5% or greater, that have been issued without physical registration (including treasury shares) by the Company as of the last business day for the current quarter. The share capital in the consolidated financial statements may differ from the actual number of shares that have been issued without physical registration because of different preparation basis.