

**Yulon Motor Company Ltd. and
Subsidiaries**

**Consolidated Financial Statements for the
Six Months Ended June 30, 2024 and 2023 and
Independent Auditors' Review Report**

INDEPENDENT AUDITORS' REVIEW REPORT

The Board of Directors and Shareholders
Yulon Motor Company Ltd.

Introduction

We have reviewed the accompanying consolidated balance sheets of Yulon Motor Company Ltd. (the "Company") and its subsidiaries (collectively, the "Group") as of June 30, 2024 and 2023 and the related consolidated statements of comprehensive income for the three months ended June 30, 2024 and 2023, and for the six months ended June 30, 2024 and 2023, the consolidated statements of changes in equity and cash flows for the six months then ended, and related notes to the consolidated financial statements, including a summary of significant accounting policies (collectively referred to as the "consolidated financial statements"). Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, and International Accounting Standard 34 "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission (FSC) of the Republic of China (ROC). Our responsibility is to express a conclusion on the consolidated financial statements based on our reviews.

Scope of Review

Except as stated in the following paragraph, we conducted our reviews in accordance with the Standards on Review Engagements of the Republic of China 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of consolidated financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Basis for Qualified Conclusion

As disclosed in Note 16 to the consolidated financial statements, the financial statements of non-significant subsidiaries included in the consolidated financial statements referred to in the first paragraph were not reviewed. As of June 30, 2024 and 2023, the unreviewed assets were NT\$116,365,207 thousand and NT\$88,434,336 thousand, respectively, representing 30% and 23%, respectively, of the consolidated total assets, and the unreviewed liabilities were NT\$65,048,140 thousand and NT\$59,622,637 thousand, respectively, representing 22% and 19%, respectively, of the consolidated total liabilities. For the three months ended June 30, 2024 and 2023 and the six months ended June 30, 2024 and 2023, the amounts of the unreviewed comprehensive income or loss were NT\$554,733 thousand, NT\$1,021,159 thousand, NT\$1,203,617 thousand and NT\$1,755,759 thousand, respectively, representing 24%, 67%, 23% and 44%, respectively, of the consolidated comprehensive income. In addition, as disclosed in Note 17 to the consolidated financial statements, as of June 30, 2024 and 2023, the carrying amounts of investments accounted for using the equity method were NT\$14,440,331 thousand and NT\$10,462,848 thousand, respectively, and for the three months ended June 30, 2024 and 2023 and the six months ended

June 30, 2024 and 2023, the amounts of the share in comprehensive loss of associates and joint ventures were NT\$(83,552) thousand, NT\$(237,825) thousand, NT\$(54,532) thousand and NT\$(423,902) thousand, respectively; the amounts were calculated and disclosed on the basis of the unreviewed financial statements of the investees as of and for the same reporting periods as those of the Company. In addition, the related information of the investees disclosed in Note 42 to the consolidated financial statements was also based on the unreviewed financial statements.

Qualified Conclusion

Based on our reviews, except for adjustments, if any, as might have been determined to be necessary had the financial statements of the non-significant subsidiaries and related information of investees as described in the preceding paragraph been reviewed, nothing has come to our attention that caused us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of the Group as of June 30, 2024 and 2023, its consolidated financial performance for the three months ended June 30, 2024 and 2023, and its consolidated financial performance and its consolidated cash flows for the six months ended June 30, 2024 and 2023 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, and International Accounting Standard 34 “Interim Financial Reporting” endorsed and issued into effect by the FSC of the ROC.

The engagement partners on the reviews resulting in this independent auditors’ review report are Li-Wen Kuo and Hsin-Wei Tai.

Deloitte & Touche
Taipei, Taiwan
Republic of China

August 14, 2024

Notice to Readers

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

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

YULON MOTOR COMPANY LTD. AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS
(In Thousands of New Taiwan Dollars)

ASSETS	June 30, 2024		December 31, 2023		June 30, 2023	
	Amount	%	Amount	%	Amount	%
CURRENT ASSETS						
Cash and cash equivalents (Note 6)	\$ 13,484,576	4	\$ 14,812,708	4	\$ 26,431,002	7
Financial assets at fair value through profit or loss (Note 7)	467,932	-	584,801	-	852,133	-
Financial assets at fair value through other comprehensive income (Note 8)	111,902	-	100,268	-	89,599	-
Financial assets at amortized cost (Notes 9, 10 and 39)	4,189,529	1	4,913,203	1	3,671,119	1
Notes and trade receivable from unrelated parties (Notes 11 and 39)	197,523,200	51	205,089,969	53	209,971,627	54
Notes and trade receivable from related parties (Notes 11, 38 and 39)	1,506,465	-	729,571	-	766,265	-
Finance lease receivables (Note 12)	29,162,126	8	27,159,193	7	25,083,871	7
Other receivables (Notes 13 and 38)	8,745,495	2	6,234,337	2	7,482,443	2
Inventories (Notes 14, 29 and 39)	13,372,065	3	12,923,208	3	12,944,375	3
Assets directly associated with disposal groups classified as held for sale (Note 15)	9,320,874	2	9,126,954	2	-	-
Other current assets	3,975,306	1	3,079,932	1	4,142,537	1
Incremental costs of obtaining a contract (Note 38)	2,937,744	1	3,494,500	1	4,115,904	1
Total current assets	284,797,214	73	288,248,644	74	295,550,875	76
NON-CURRENT ASSETS						
Financial assets at fair value through profit or loss (Note 7)	230,255	-	252,031	-	74,321	-
Financial assets at fair value through other comprehensive income (Note 8)	875,594	-	784,303	-	809,077	-
Financial assets at amortized cost (Notes 9, 10 and 39)	2,421,723	1	1,414,875	-	1,572,299	-
Investments accounted for using the equity method (Notes 17 and 39)	26,816,548	7	26,905,270	7	23,302,885	6
Property, plant and equipment (Notes 18, 29, 38 and 39)	46,796,589	12	44,658,230	12	41,641,208	11
Right-of-use assets (Notes 20 and 38)	3,160,684	1	2,500,731	1	2,217,435	1
Investment properties (Notes 19 and 39)	14,178,414	4	14,054,167	4	14,357,185	4
Goodwill (Note 21)	427,434	-	427,434	-	882	-
Vehicle model development cost (Note 21)	86,861	-	99,089	-	196,701	-
Other intangible assets (Notes 21 and 29)	537,089	-	515,988	-	409,606	-
Deferred tax assets	2,160,990	-	2,143,440	1	2,256,908	1
Long-term finance lease receivables (Note 12)	1,765,876	-	1,748,381	-	1,531,924	-
Refundable deposits (Note 38)	386,437	-	447,025	-	370,882	-
Other non-current assets	6,289,931	2	3,544,218	1	2,167,681	1
Total non-current assets	106,134,425	27	99,495,182	26	90,908,994	24
TOTAL	\$ 390,931,639	100	\$ 387,743,826	100	\$ 386,459,869	100
LIABILITIES AND EQUITY						
CURRENT LIABILITIES						
Short-term borrowings (Note 22)	\$ 56,771,303	15	\$ 46,927,705	12	\$ 48,459,471	13
Short-term bills payable (Note 22)	157,259,279	40	171,312,001	44	167,895,905	43
Financial liabilities at fair value through profit or loss (Note 7)	136,054	-	70,054	-	-	-
Notes and trade payables to unrelated parties	4,027,287	1	3,497,591	1	2,690,183	1
Notes and trade payable to related parties (Note 38)	2,043,137	1	1,179,954	1	2,292,473	1
Other payables (Notes 24 and 38)	9,378,633	3	6,297,133	2	10,795,675	3
Current tax liabilities	929,511	-	1,064,407	-	880,083	-
Provisions (Note 25)	76,798	-	82,506	-	83,843	-
Liabilities directly associated with disposal groups classified as held for sale (Note 15)	4,334,088	1	4,541,928	1	-	-
Lease liabilities (Notes 20 and 38)	792,374	-	620,704	-	639,781	-
Current portion of bonds payable (Note 23)	20,538,686	5	20,470,743	5	19,586,088	5
Current portion of long-term borrowings (Note 22)	1,292,328	-	1,899,848	1	8,344,501	2
Other current liabilities (Note 24)	17,148,740	4	15,740,099	4	15,075,680	4
Total current liabilities	274,728,218	70	273,704,673	71	276,743,683	72
NON-CURRENT LIABILITIES						
Bonds payable (Note 23)	8,356,612	2	8,313,968	2	11,271,226	3
Long-term borrowings (Note 22)	9,542,675	3	9,569,045	3	10,950,777	3
Provisions (Note 25)	340,486	-	342,506	-	378,759	-
Deferred tax liabilities	5,054,307	1	4,817,117	1	4,572,098	1
Lease liabilities (Notes 20 and 38)	2,141,592	1	1,674,834	-	1,345,170	-
Net defined benefit liabilities	152,055	-	155,976	-	170,360	-
Investments accounted for using the equity method in credit (Note 17)	5,627	-	2,860	-	-	-
Other non-current liabilities (Note 24)	412,944	-	410,597	-	459,715	-
Total non-current liabilities	26,006,298	7	25,286,903	6	29,148,105	7
Total liabilities	300,734,516	77	298,991,576	77	305,891,788	79
EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY (Note 27)						
Share capital						
Ordinary shares	10,700,013	3	10,700,013	3	10,000,000	3
Unregistered share capital	-	-	-	-	700,000	-
Total share capital	10,700,013	3	10,700,013	3	10,700,000	3
Capital surplus	16,065,031	4	16,051,927	4	12,934,043	3
Retained earnings						
Legal reserve	9,211,967	3	8,769,623	3	8,769,623	2
Special reserve	20,078,565	5	20,078,565	5	20,078,565	5
Unappropriated earnings	4,610,020	1	4,426,508	1	1,998,520	1
Total retained earnings	33,900,552	9	33,274,696	9	30,846,708	8
Other equity						
Exchange differences on translating foreign operations	(151,623)	-	(1,227,435)	-	(1,328,479)	-
Unrealized gain on financial assets at fair value through other comprehensive income	1,540,905	-	1,491,596	-	1,532,486	-
Total other equity	1,389,282	-	264,161	-	204,007	-
Treasury shares	(376,301)	-	(376,301)	-	(376,301)	-
Total equity attributable to owners of the Company	61,678,577	16	59,914,496	16	54,308,457	14
NON-CONTROLLING INTERESTS (Notes 27 and 35)	28,518,546	7	28,837,754	7	26,259,624	7
Total equity	90,197,123	23	88,752,250	23	80,568,081	21
TOTAL	\$ 390,931,639	100	\$ 387,743,826	100	\$ 386,459,869	100

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

(With Deloitte & Touche review report dated August 14, 2024)

YULON MOTOR COMPANY LTD. AND SUBSIDIARIES

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

	For the Three Months Ended June 30				For the Six Months Ended June 30			
	2024		2023		2024		2023	
	Amount	%	Amount	%	Amount	%	Amount	%
OPERATING REVENUE (Notes 28 and 38)								
Sales	\$ 12,371,657	54	\$ 9,406,565	48	\$ 22,473,474	51	\$ 18,903,580	49
Rental revenue	3,051,026	13	2,621,245	14	6,123,115	14	5,139,686	13
Service revenue	880,761	4	829,460	4	1,729,034	4	1,649,173	4
Other operating revenue	<u>6,594,912</u>	<u>29</u>	<u>6,644,065</u>	<u>34</u>	<u>13,322,658</u>	<u>31</u>	<u>12,861,122</u>	<u>34</u>
Total operating revenue	<u>22,898,356</u>	<u>100</u>	<u>19,501,335</u>	<u>100</u>	<u>43,648,281</u>	<u>100</u>	<u>38,553,561</u>	<u>100</u>
OPERATING COSTS (Notes 14, 26, 29 and 38)								
Cost of goods sold	11,216,307	49	8,423,263	43	20,510,900	47	16,821,339	44
Rental cost	2,387,306	11	2,117,661	11	4,757,342	11	4,124,008	11
Service cost	494,092	2	436,197	2	1,009,383	2	937,609	2
Other operating cost	<u>1,658,652</u>	<u>7</u>	<u>1,492,032</u>	<u>8</u>	<u>3,224,708</u>	<u>7</u>	<u>2,695,885</u>	<u>7</u>
Total operating costs	<u>15,756,357</u>	<u>69</u>	<u>12,469,153</u>	<u>64</u>	<u>29,502,333</u>	<u>67</u>	<u>24,578,841</u>	<u>64</u>
GROSS PROFIT	7,141,999	31	7,032,182	36	14,145,948	33	13,974,720	36
UNREALIZED LOSS (GAIN) ON TRANSACTIONS WITH ASSOCIATES AND JOINT VENTURES	<u>916</u>	<u>-</u>	<u>(841)</u>	<u>-</u>	<u>(1,540)</u>	<u>-</u>	<u>(3,928)</u>	<u>-</u>
REALIZED GROSS PROFIT	<u>7,142,915</u>	<u>31</u>	<u>7,031,341</u>	<u>36</u>	<u>14,144,408</u>	<u>33</u>	<u>13,970,792</u>	<u>36</u>
OPERATING EXPENSES (Notes 26, 29 and 38)								
Selling and marketing expenses	2,244,573	10	2,215,455	11	4,386,799	10	4,356,886	11
General and administrative expenses	1,691,723	7	1,474,605	8	3,316,719	8	2,910,012	8
Research and development expenses	76,142	-	97,285	-	143,169	-	178,025	-
Expected credit loss	<u>956,941</u>	<u>4</u>	<u>954,338</u>	<u>5</u>	<u>2,180,592</u>	<u>5</u>	<u>1,865,128</u>	<u>5</u>
Total operating expenses	<u>4,969,379</u>	<u>21</u>	<u>4,741,683</u>	<u>24</u>	<u>10,027,279</u>	<u>23</u>	<u>9,310,051</u>	<u>24</u>
PROFIT FROM OPERATIONS	<u>2,173,536</u>	<u>10</u>	<u>2,289,658</u>	<u>12</u>	<u>4,117,129</u>	<u>10</u>	<u>4,660,741</u>	<u>12</u>
NON-OPERATING INCOME								
Other income (Note 29)	373,640	2	205,322	1	451,310	1	463,472	1
Other gains and losses (Note 29)	12,609	-	276,993	1	(82,110)	-	306,108	1
Finance costs (Note 29)	(118,406)	(1)	(183,038)	(1)	(236,592)	-	(356,904)	(1)
Share of profit or loss of associates and joint ventures accounted for using the equity method (Note 17)	388,014	2	186,536	1	591,352	1	412,040	1
Interest income (Note 29)	<u>103,335</u>	<u>-</u>	<u>104,570</u>	<u>1</u>	<u>185,264</u>	<u>-</u>	<u>184,891</u>	<u>1</u>
Total non-operating income	<u>759,192</u>	<u>3</u>	<u>590,383</u>	<u>3</u>	<u>909,224</u>	<u>2</u>	<u>1,009,607</u>	<u>3</u>

(Continued)

YULON MOTOR COMPANY LTD. AND SUBSIDIARIES

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

	For the Three Months Ended June 30				For the Six Months Ended June 30			
	2024		2023		2024		2023	
	Amount	%	Amount	%	Amount	%	Amount	%
NET PROFIT BEFORE INCOME TAX	\$ 2,932,728	13	\$ 2,880,041	15	\$ 5,026,353	12	\$ 5,670,348	15
INCOME TAX EXPENSE (Note 30)	<u>832,054</u>	<u>4</u>	<u>608,977</u>	<u>3</u>	<u>1,290,548</u>	<u>3</u>	<u>1,205,530</u>	<u>3</u>
NET PROFIT FOR THE PERIOD	<u>2,100,674</u>	<u>9</u>	<u>2,271,064</u>	<u>12</u>	<u>3,735,805</u>	<u>9</u>	<u>4,464,818</u>	<u>12</u>
OTHER COMPREHENSIVE INCOME (LOSS)								
Items that will not be reclassified subsequently to profit or loss:								
Remeasurement of defined benefit plans	(10,069)	-	54,661	1	(10,069)	-	54,077	-
Unrealized gain on investments in equity instruments at fair value through other comprehensive income	40,782	-	29,296	-	36,384	-	57,309	-
Share of the other comprehensive income of associates and joint ventures accounted for using the equity method	<u>26,687</u>	<u>-</u>	<u>35,168</u>	<u>-</u>	<u>67,679</u>	<u>-</u>	<u>55,255</u>	<u>-</u>
	<u>57,400</u>	<u>-</u>	<u>119,125</u>	<u>1</u>	<u>93,994</u>	<u>-</u>	<u>166,641</u>	<u>-</u>
Items that may be reclassified subsequently to profit or loss:								
Exchange differences on translating the financial statements of foreign operations	203,963	1	(595,335)	(3)	1,040,783	2	(451,990)	(1)
Share of the other comprehensive income (loss) of associates and joint ventures accounted for using the equity method	<u>(87,582)</u>	<u>-</u>	<u>(272,547)</u>	<u>(2)</u>	<u>321,125</u>	<u>1</u>	<u>(221,637)</u>	<u>(1)</u>
	<u>116,381</u>	<u>1</u>	<u>(867,882)</u>	<u>(5)</u>	<u>1,361,908</u>	<u>3</u>	<u>(673,627)</u>	<u>(2)</u>
Other comprehensive income (loss) for the period, net of income tax	<u>173,781</u>	<u>1</u>	<u>(748,757)</u>	<u>(4)</u>	<u>1,455,902</u>	<u>3</u>	<u>(506,986)</u>	<u>(2)</u>
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	<u>\$ 2,274,455</u>	<u>10</u>	<u>\$ 1,522,307</u>	<u>8</u>	<u>\$ 5,191,707</u>	<u>12</u>	<u>\$ 3,957,832</u>	<u>10</u>
NET PROFIT								
ATTRIBUTABLE TO:								
Owners of the Company	\$ 1,214,209	5	\$ 1,093,961	6	\$ 2,080,651	5	\$ 2,294,491	6
Non-controlling interests	<u>886,465</u>	<u>4</u>	<u>1,177,103</u>	<u>6</u>	<u>1,655,154</u>	<u>4</u>	<u>2,170,327</u>	<u>6</u>
	<u>\$ 2,100,674</u>	<u>9</u>	<u>\$ 2,271,064</u>	<u>12</u>	<u>\$ 3,735,805</u>	<u>9</u>	<u>\$ 4,464,818</u>	<u>12</u>

(Continued)

YULON MOTOR COMPANY LTD. AND SUBSIDIARIES

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

	For the Three Months Ended June 30				For the Six Months Ended June 30			
	2024		2023		2024		2023	
	Amount	%	Amount	%	Amount	%	Amount	%
TOTAL COMPREHENSIVE INCOME								
ATTRIBUTABLE TO:								
Owners of the Company	\$ 1,440,141	6	\$ 517,990	3	\$ 3,248,979	7	\$ 1,888,319	5
Non-controlling interests	<u>834,314</u>	<u>4</u>	<u>1,004,317</u>	<u>5</u>	<u>1,942,728</u>	<u>5</u>	<u>2,069,513</u>	<u>5</u>
	<u>\$ 2,274,455</u>	<u>10</u>	<u>\$ 1,522,307</u>	<u>8</u>	<u>\$ 5,191,707</u>	<u>12</u>	<u>\$ 3,957,832</u>	<u>10</u>
EARNINGS PER SHARE								
(Note 31)								
Basic	<u>\$ 1.16</u>		<u>\$ 1.12</u>		<u>\$ 1.99</u>		<u>\$ 2.35</u>	
Diluted	<u>\$ 1.09</u>		<u>\$ 1.08</u>		<u>\$ 1.88</u>		<u>\$ 2.31</u>	

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

(With Deloitte & Touche review report dated August 14, 2024)

(Concluded)

YULON MOTOR COMPANY LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
(In Thousands of New Taiwan Dollars)

	Equity Attributable to Owners of the Company												
	Share Capital	Unregistered Share Capital	Capital Surplus	Retained Earnings			Exchange Differences on Translating Foreign Operations	Other Equity	Gain (Loss) on Hedging Instruments	Treasury Shares	Total	Non-controlling Interests	Total Equity
				Legal Reserve	Special Reserve	Unattributed Earnings (Accumulated Deficits)		Unrealized Gain on Financial Assets at Fair Value Through Other Comprehensive Income					
BALANCE, JANUARY 1, 2023	\$ 10,000,000	\$ -	\$ 7,923,262	\$ 8,769,623	\$ 22,228,565	\$ (1,146,938)	\$ (776,164)	\$ 1,508,886	\$ -	\$ (376,301)	\$ 48,130,933	\$ 24,380,919	\$ 72,511,852
Appropriation of 2022 earnings													
Cash dividends distributed by the Company (NT\$0.93 per share)	-	-	-	-	-	(1,000,000)	-	-	-	-	(1,000,000)	-	(1,000,000)
Cash dividends distributed by subsidiaries	-	-	-	-	-	-	-	-	-	-	-	(2,000,858)	(2,000,858)
Reversal of special reserve	-	-	-	-	(2,150,000)	2,150,000	-	-	-	-	-	-	-
Equity component of convertible bonds issued by the Company	-	-	573,028	-	-	-	-	-	-	-	573,028	-	573,028
Change in equity from investments in associates and joint venture accounted for using the equity method	-	-	45,424	-	-	(332,229)	-	-	-	-	(286,805)	(388,832)	(675,637)
Change in the Company's capital surplus due to the distribution of dividends to subsidiaries	-	-	7,526	-	-	-	-	-	-	-	7,526	-	7,526
Change in equity from the differences between the consideration received or paid and the carrying amount of the subsidiaries' net assets during disposal or acquisition	-	-	13,935	-	-	(78,752)	-	-	-	-	(64,817)	64,817	-
Changes in percentage of ownership interests in subsidiaries	-	-	213,633	-	-	(10,595)	-	-	-	-	203,038	2,343	205,381
Change in non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	2,131,722	2,131,722
Issuance of ordinary share for cash	-	700,000	4,051,222	-	-	-	-	-	-	-	4,751,222	-	4,751,222
Employee share options	-	-	106,013	-	-	-	-	-	-	-	106,013	-	106,013
Net profit for the six months ended June 30, 2023	-	-	-	-	-	2,294,491	-	-	-	-	2,294,491	2,170,327	4,464,818
Other comprehensive income (loss) for the six months ended June 30, 2023	-	-	-	-	-	54,506	(552,315)	91,637	-	-	(406,172)	(100,814)	(506,986)
Total comprehensive income (loss) for the six months ended June 30, 2023	-	-	-	-	-	2,348,997	(552,315)	91,637	-	-	1,888,319	2,069,513	3,957,832
Disposal of the investment in equity instruments designed as at fair value through other comprehensive income by associate	-	-	-	-	-	(636)	-	636	-	-	-	-	-
Disposal of the investment in equity instruments designed as at fair value through other comprehensive income	-	-	-	-	-	68,673	-	(68,673)	-	-	-	-	-
BALANCE, JUNE 30, 2023	<u>\$ 10,000,000</u>	<u>\$ 700,000</u>	<u>\$ 12,934,043</u>	<u>\$ 8,769,623</u>	<u>\$ 20,078,565</u>	<u>\$ 1,998,520</u>	<u>\$ (1,328,479)</u>	<u>\$ 1,532,486</u>	<u>\$ -</u>	<u>\$ (376,301)</u>	<u>\$ 54,308,457</u>	<u>\$ 26,259,624</u>	<u>\$ 80,568,081</u>
BALANCE, JANUARY 1, 2024	\$ 10,700,013	\$ -	\$ 16,051,927	\$ 8,769,623	\$ 20,078,565	\$ 4,426,508	\$ (1,227,435)	\$ 1,491,596	\$ -	\$ (376,301)	\$ 59,914,496	\$ 28,837,754	\$ 88,752,250
Appropriation of 2023 earnings													
Legal reserve	-	-	-	442,344	-	(442,344)	-	-	-	-	-	-	-
Cash dividends distributed by the Company (NT\$1.4 per share)	-	-	-	-	-	(1,498,002)	-	-	-	-	(1,498,002)	-	(1,498,002)
Cash dividends distributed by subsidiaries	-	-	-	-	-	-	-	-	-	-	-	(2,261,936)	(2,261,936)
Change in equity from investments in associates and joint venture accounted for using the equity method	-	-	2,568	-	-	-	-	-	-	-	2,568	-	2,568
Change in the Company's capital surplus due to the distribution of dividends to subsidiaries	-	-	10,536	-	-	-	-	-	-	-	10,536	-	10,536
Net profit for the six months ended June 30, 2024	-	-	-	-	-	2,080,651	-	-	-	-	2,080,651	1,655,154	3,735,805
Other comprehensive (loss) income for the six months ended June 30, 2024	-	-	-	-	-	(10,513)	842,984	103,029	232,828	-	1,168,328	287,574	1,455,902
Total comprehensive income (loss) for the six months ended June 30, 2024	-	-	-	-	-	2,070,138	842,984	103,029	232,828	-	3,248,979	1,942,728	5,191,707
Disposal of the investment in equity instruments designed as at fair value through other comprehensive income by associate	-	-	-	-	-	56,047	-	(56,047)	-	-	-	-	-
Disposal of the investment in equity instruments designed as at fair value through other comprehensive income	-	-	-	-	-	(2,327)	-	2,327	-	-	-	-	-
BALANCE, JUNE 30, 2024	<u>\$ 10,700,013</u>	<u>\$ -</u>	<u>\$ 16,065,031</u>	<u>\$ 9,211,967</u>	<u>\$ 20,078,565</u>	<u>\$ 4,610,020</u>	<u>\$ (384,451)</u>	<u>\$ 1,540,905</u>	<u>\$ 232,828</u>	<u>\$ (376,301)</u>	<u>\$ 61,678,577</u>	<u>\$ 28,518,546</u>	<u>\$ 90,197,123</u>

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

(With Deloitte & Touche review report dated August 14, 2024)

YULON MOTOR COMPANY LTD. AND SUBSIDIARIES

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

	For the Six Months Ended June 30	
	2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES		
Income before income tax	\$ 5,026,353	\$ 5,670,348
Adjustments for:		
Depreciation expense	4,700,228	4,145,236
Amortization expense	1,414,060	1,718,196
Net loss (gain) on fair value change of financial assets and liabilities designated as at fair value through profit or loss	67,454	(8,907)
Finance costs	2,810,864	2,664,081
Interest income	(11,859,292)	(12,267,554)
Dividends income	(10,637)	(5,752)
Compensation costs of employee share options	-	106,013
Share of profit of associates and joint ventures accounted for using the equity method	(591,352)	(412,040)
Gain on disposal of property, plant and equipment	(41,295)	(4,964)
Loss on disposal of intangible assets	-	442
Gain on disposal of investment	-	(120,357)
Impairment loss recognized on non-financial assets	57,572	107,455
Expected credit loss	2,180,592	1,865,128
Unrealized gain on transactions with associates and joint ventures	1,540	3,928
Net loss on foreign currency exchange	36,236	94,402
Gain on lease modification	(1,761)	(4,436)
Reversal of provisions	(2,911)	(2,721)
Changes in operating assets and liabilities		
Financial assets mandatorily classified as at fair value through profit or loss	154,081	(164,983)
Notes and trade receivable	5,856,609	(10,376,452)
Other receivables	(2,954,022)	(592,750)
Inventories	(612,226)	(1,175,272)
Other current assets	(828,957)	(657,884)
Finance lease receivables	(732,411)	(1,669,303)
Available-for-operating-sale leased assets	(4,992,001)	(5,146,346)
Incremental cost of obtaining a contract	(809,165)	(1,680,111)
Notes and trade payable	1,366,867	(832)
Other payables	(639,107)	209,521
Provisions	(4,817)	(17,424)
Guarantee deposits	874,903	805,092
Other current liabilities	409,162	80,669
Accrued pension liabilities	(13,990)	43,882
Other operating liabilities	183	(3,722)
Cash generated from (used in) operations	862,760	(16,797,417)
Interest received	13,093,363	12,070,138

(Continued)

YULON MOTOR COMPANY LTD. AND SUBSIDIARIES

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

	For the Six Months Ended June 30	
	2024	2023
Interest paid	\$ (2,845,746)	\$ (2,679,923)
Income tax paid	<u>(1,219,424)</u>	<u>(1,141,231)</u>
Net cash generated from (used in) operating activities	<u>9,890,953</u>	<u>(8,548,433)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of financial assets at fair value through other comprehensive income	(75,728)	(1,075)
Proceeds from disposal of financial assets at fair value through other comprehensive income	10,193	82,039
Purchase of financial assets measured at cost	(3,956,596)	(1,958,000)
Proceeds from disposal of financial assets at amortized cost	3,869,041	1,977,705
Payments for disposal of investments accounted for using the equity method	-	(5,106,520)
Proceeds from capital reduction of investments accounted for using equity method	-	114,741
Payments for property, plant and equipment	(1,148,097)	(936,232)
Proceeds from disposal of property, plant and equipment	559,466	235,749
Decrease in refundable deposits	65,042	62,906
Payments for intangible assets	(55,888)	(55,546)
Proceeds from disposal of intangible assets	-	58
Payments for right-of-use assets	(2,073)	(714)
Payments for investment properties	(378)	(258,020)
Increase in other operating assets	(3,479,134)	(841,511)
Dividend received	<u>20,874</u>	<u>101,183</u>
Net cash used in investing activities	<u>(4,193,278)</u>	<u>(6,583,237)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from short-term borrowings	106,246,408	87,942,585
Repayment of short-term borrowings	(97,635,054)	(105,020,506)
Proceeds from short-term bills payable	239,451,925	218,085,815
Repayment of short-term bills payable	(253,350,188)	(188,350,761)
Issuance of convertible bonds payable	-	7,136,606
Issuance of bonds payable	-	4,441,084
Repayment of bonds	-	(4,288,000)
Proceeds from long-term borrowings	22,667,651	20,241,310
Repayment of long-term borrowings	(23,548,980)	(22,131,713)
Change in guarantee deposits	(28,224)	(123,347)
Repayment of lease liabilities	(353,334)	(325,436)
Dividends paid	(91,179)	(95,879)

(Continued)

YULON MOTOR COMPANY LTD. AND SUBSIDIARIES

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

	For the Six Months Ended June 30	
	2024	2023
Proceeds from issuance of ordinary shares	\$ -	\$ 4,751,222
Change in non-controlling interests	-	2,136,779
Net cash (used in) generated from financing activities	(6,640,975)	24,399,759
EFFECTS OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH HELD IN FOREIGN CURRENCIES	357,322	(138,421)
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	(585,978)	9,129,668
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	14,812,708	17,301,334
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	\$ 14,226,730	\$ 26,431,002
	June 30	
	2024	2023
CASH AND CASH EQUIVALENTS IN THE CONSOLIDATED BALANCE SHEETS	\$ 13,484,576	\$ 26,431,002
CASH AND CASH EQUIVALENTS INCLUDED IN NON-CURRENT ASSETS HELD FOR SALE	742,154	-
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	\$ 14,226,730	\$ 26,431,002

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

(With Deloitte & Touche review report dated August 14, 2024)

(Concluded)

YULON MOTOR COMPANY LTD. AND SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED JUNE 30, 2024 AND 2023 (In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

1. GENERAL INFORMATION

Yulon Motor Company Ltd. (the “Company”) was incorporated in September 1953. It manufactures and markets automobiles and parts.

The Company’s shares have been listed on the Taiwan Stock Exchange since July 1976.

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

2. APPROVAL OF FINANCIAL STATEMENTS

The consolidated financial statements were approved by the board of directors on August 1, 2024.

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

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

The initial application of the IFRS Accounting Standards endorsed and issued into effect by the FSC did not have a material impact on the Group’s accounting policies.

- b. The IFRS Accounting Standards endorsed by the FSC for application starting from 2025

New, Amended and Revised Standards and Interpretations	Effective Date Announced by IASB
Amendments to IAS 21 “Lack of Exchangeability”	January 1, 2025 (Note)

Note: An entity shall apply those amendments for annual reporting periods beginning on or after January 1, 2025. Upon initial application of the amendments to IAS 21, the Group shall not restate the comparative information and shall recognize any effect of initially applying the amendments as an adjustment to the opening balance of retained earnings or, if applicable, to the cumulative amount of translation differences in equity as well as affected assets or liabilities.

As of the date the consolidated financial statements were authorized for issue, the Group is continuously assessing other impacts of the above amended standard and interpretation on the Group’s financial position and financial performance and will disclose the relevant impact when the assessment is completed.

- c. The IFRS Accounting Standards in issue but not yet endorsed and issued into effect by the FSC

New, Amended and Revised Standards and Interpretations	Effective Date Announced by IASB (Note)
Annual Improvements to IFRS Accounting Standards - Volume 11	January 1, 2026
Amendments to IFRS 9 and IFRS 7 “Amendments to the Classification and Measurement of Financial Instruments”	January 1, 2026
Amendments to IFRS 10 and IAS 28 “Sale or Contribution of Assets between an Investor and its Associate or Joint Venture”	To be determined by IASB
IFRS 17 “Insurance Contracts”	January 1, 2023
Amendments to IFRS 17	January 1, 2023
Amendments to IFRS 17 “Initial Application of IFRS 17 and IFRS 9 - Comparative Information”	January 1, 2023
IFRS 18 “Presentation and Disclosure in Financial Statements”	January 1, 2027
IFRS 19 “Subsidiaries without Public Accountability: Disclosures”	January 1, 2027

Note: Unless stated otherwise, the above IFRS Accounting Standards are effective for annual reporting periods beginning on or after their respective effective dates.

IFRS 18 “Presentation and Disclosure in Financial Statements”

IFRS 18 will supersede IAS 1 “Presentation of Financial Statements”. The main changes comprise:

- Items of income and expenses included in the statement of profit or loss shall be classified into the operating, investing, financing, income taxes and discontinued operations categories.
- The statement of profit or loss shall present totals and subtotals for operating profit or loss, profit or loss before financing and income taxes and profit or loss.
- Provides guidance to enhance the requirements of aggregation and disaggregation: The Group shall identify the assets, liabilities, equity, income, expenses and cash flows that arise from individual transactions or other events and shall classify and aggregate them into groups based on shared characteristics, so as to result in the presentation in the primary financial statements of line items that have at least one similar characteristic. The Group shall disaggregate items with dissimilar characteristics in the primary financial statements and in the notes. The Group labels items as “other” only if it cannot find a more informative label.
- Disclosures on Management-defined Performance Measures (MPMs): When in public communications outside financial statements and communicating to users of financial statements management’s view of an aspect of the financial performance of the Group as a whole, the Group shall disclose related information about its MPMs in a single note to the financial statements, including the description of such measures, calculations, reconciliations to the subtotal or total specified by IFRS Accounting Standards and the income tax and non-controlling interests effects of related reconciliation items.

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

4. SUMMARY OF MATERIAL ACCOUNTING POLICY INFORMATION

Statement of Compliance

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

Basis of Preparation

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

The fair value measurements, which are grouped into Levels 1 to 3 based on the degree to which the fair value measurement inputs are observable and based on the significance of the inputs to the fair value measurement in its entirety, are described as follows:

- a. Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities;
- b. Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices); and
- c. Level 3 inputs are unobservable inputs for the asset or liability.

Current and Non-current Assets and Liabilities

Current assets include:

- a. Assets held primarily for the purpose of trading;
- b. Assets expected to be realized within an operating cycle after the reporting period; and
- c. Cash and cash equivalents unless the asset is restricted from being exchanged or used to settle a liability for at least one operating cycle after the reporting period.

Current liabilities include:

- a. Liabilities held primarily for the purpose of trading;
- b. Liabilities due to be settled within 12 months after the reporting period, even if an agreement to refinance, or to reschedule payments, on a long-term basis is completed after the reporting period and before the consolidated financial statements are authorized for issue; and
- c. Liabilities for which the Group does not have an unconditional right to defer settlement for at least 12 months after the reporting period. Terms of a liability that could, at the option of the counterparty, result in its settlement by the issue of equity instruments do not affect its classification.

All other assets and liabilities are classified as non-current.

Since the operating cycles of Yulon Finance Co., Ltd., Shinshin Credit Co., Ltd., Jiangsu TAC Financial Leasing Co., Ltd. (Jiangsu TAC Financial Leasing), Zhejiang Yulon Trading Co., Ltd. (“Zhejiang Yulon Trading”), Yulon Motor Finance (China) Co., Ltd., Yu Rich Financial Services Co., Ltd., Yulon Finance Philippines Corporation, Yulon Capital Sdn. Bhd., Yulon Construction Co., Ltd., Yu Sing Co., Ltd. and Yushin Co., Ltd. are more than one year, the classification of balance sheet accounts depends on whether their realization or settlement will be within or beyond one year from the balance sheet date.

Basis of Consolidation

The consolidated financial statements incorporate the financial statements of the Company and the entities controlled by the Company (i.e., its subsidiaries, including special-purpose entities). Income and expenses of subsidiaries acquired or disposed of during the period are included in the consolidated statement of profit or loss and other comprehensive income from the effective date of acquisition up to the effective date of disposal, as appropriate. When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those used by the Company. All intra-group transactions, balances, income and expenses are eliminated in full upon consolidation.

Total comprehensive income of subsidiaries is attributed to the owners of the Company and to the non-controlling interests even if this attribution results in the non-controlling interests having a deficit balance.

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

Please refer to Note 16, Table 9 and Table 10 for the subsidiaries’ name, percentage of shares owned by the Company and main businesses.

Other Material Accounting Policies

Except for the following, please refer to the consolidated financial statements for the year ended December 31, 2023.

a. Retirement benefits

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

b. Income tax expense

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

5. MATERIAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

In the application of the Group's accounting policies, management is required to make judgments, estimations and assumptions on the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered relevant. Actual results may differ from these estimates.

When developing material accounting estimates, the Group considers the possible impact of volatility in interest rate markets on the cash flow projection, growth rates, discount rates, profitabilities and other relevant material estimates. The estimates and underlying assumptions are reviewed on an ongoing basis.

For the summary of critical accounting judgements and key sources of estimation uncertainty, please refer to the consolidated financial statements for the year ended December 31, 2023.

6. CASH AND CASH EQUIVALENTS

	June 30, 2024	December 31, 2023	June 30, 2023
Cash on hand	\$ 18,320	\$ 24,743	\$ 14,781
Checking accounts and demand deposits	11,219,873	12,780,149	23,508,089
Cash equivalents			
Time deposits with original maturities within 3 months	2,238,764	1,956,045	2,881,510
Short-term notes	3,617	51,640	26,491
Third-party payment service deposits	2	131	131
Repurchase agreements	4,000	-	-
	<u>\$ 13,484,576</u>	<u>\$ 14,812,708</u>	<u>\$ 26,431,002</u>

7. FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

	June 30, 2024	December 31, 2023	June 30, 2023
<u>Financial assets at FVTPL - current</u>			
Financial assets mandatorily classified as at FVTPL			
Derivative financial assets			
Redemption rights of convertible corporate bonds (Note 23)	\$ -	\$ -	\$ 2,100
Non-derivative financial assets			
Domestic and foreign quoted shares	9,740	10,054	13,989
Mutual funds	301,995	286,644	352,553
Investments in foreign bonds	15,796	-	-
Hybrid financial assets			
Structured deposits	140,401	201,399	250,773
Principal guaranteed financial assets	-	86,704	232,718
	<u>\$ 467,932</u>	<u>\$ 584,801</u>	<u>\$ 852,133</u>

(Continued)

	June 30, 2024	December 31, 2023	June 30, 2023
<u>Financial assets at FVTPL - non-current</u>			
Financial assets mandatorily classified as at FVTPL			
Non-derivative financial assets			
Domestic and foreign unlisted shares	\$ 2,434	\$ 2,303	\$ 2,336
Limited Partnership investments	62,540	71,985	71,985
Hybrid financial assets			
Guaranteed investments	<u>165,281</u>	<u>177,743</u>	<u>-</u>
	<u>\$ 230,255</u>	<u>\$ 252,031</u>	<u>\$ 74,321</u>

Financial liabilities at FVTPL - current

Designated as at fair value through profit or loss			
Derivative financial liabilities			
Redemption rights of convertible corporate bonds (Note 23)	<u>\$ 136,054</u>	<u>\$ 70,054</u>	<u>\$ -</u>
			(Concluded)

8. FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

	June 30, 2024	December 31, 2023	June 30, 2023
<u>Current</u>			
Domestic investments			
Quoted shares	<u>\$ 111,902</u>	<u>\$ 100,268</u>	<u>\$ 89,599</u>
<u>Non-current</u>			
Domestic investments			
Quoted shares	\$ 365,051	\$ 323,100	\$ 361,500
Domestic unlisted shares	493,612	445,755	432,014
Others	2,215	1,498	1,523
Foreign investments			
Foreign unlisted shares	<u>14,716</u>	<u>13,950</u>	<u>14,040</u>
	<u>\$ 875,594</u>	<u>\$ 784,303</u>	<u>\$ 809,077</u>

In March 2023, Yulon Finance Co., Ltd. acquired 2.72% of the shares of Green World Fintech Service Co., Ltd. through a share swap in a strategic alliance to enhance the competitiveness of both companies; In addition, the Yulon Finance Co, Ltd. acquired 3.01% of the shares of BSOS Holdings Inc. in the amount of \$9,939 thousand in June 2023.

These investments in equity instruments are not held for trading. Instead, they are held for medium to long-term strategic purposes. Accordingly, the management elected to designate these investments in equity instruments as at FVTOCI as they believe that recognizing short-term fluctuations in these investments' fair value in profit or loss would not be consistent with the Group's strategy of holding these investments for long-term purposes.

9. FINANCIAL ASSETS AT AMORTIZED COST

	June 30, 2024	December 31, 2023	June 30, 2023
<u>Financial assets - current</u>			
Time deposits with original maturities of more than 3 months	\$ 3,029,706	\$ 3,894,976	\$ 2,287,177
Reserve accounts	275,788	257,274	373,791
Restricted bank deposits	5	1,164	300,003
Pledged time deposits	7,895	7,895	8,580
Bank deposit for specified purpose	12,019	13,661	23,567
Beneficiary right of the real estate trust (a)	<u>870,725</u>	<u>745,680</u>	<u>684,850</u>
	4,196,138	4,920,650	3,677,968
Less: Allowance for impairment loss	<u>(6,609)</u>	<u>(7,447)</u>	<u>(6,849)</u>
	<u>\$ 4,189,529</u>	<u>\$ 4,913,203</u>	<u>\$ 3,671,119</u>
<u>Financial assets - non-current</u>			
Central government development bonds (b)	\$ 200	\$ 200	\$ 200
Pledged time deposits	63,780	51,719	51,662
Reserve accounts	20,172	20,107	26,920
Restricted bank deposits	564,667	557,657	555,620
Time deposits with original maturities of more than 1 year	1,764,819	778,168	930,873
Debt instrument investments	<u>9,900</u>	<u>9,900</u>	<u>9,900</u>
	2,423,538	1,417,751	1,575,175
Less: Allowance for impairment loss	<u>(1,815)</u>	<u>(2,876)</u>	<u>(2,876)</u>
	<u>\$ 2,421,723</u>	<u>\$ 1,414,875</u>	<u>\$ 1,572,299</u>

- a. Shinshin acquired debt instruments which is beneficiary right of the real estate trust. As of June 30, 2024, December 31, 2023 and June 30, 2023, with yearly effective interest rates of 3.87%-6.86%, 3.50%-6.86% and 3.50%-6.90% respectively, and with maturity date in year 2026.
- b. Yulon Finance Co, Ltd. and Shinshin invested in Central Government Development Bonds with yearly payment coupon rates of 3.75% and 1.42% and with maturity dates, Shinshin has reclaimed the all principal upon maturity in April 2023. As of June 30, 2024, December 31, 2023 and June 30, 2023, Yulon Finance Co, Ltd and Shinshin pledged Central Government Development Bonds all with face value of \$200 thousand, as guarantee deposits for evidence of claims in the courthouse.
- c. Refer to Note 10 for information relating to credit risk management and impairment of financial assets at amortized cost.
- d. Refer to Note 39 for information relating to financial assets at amortized cost pledged as security.

10. CREDIT RISK MANAGEMENT FOR INVESTMENTS IN DEBT INSTRUMENTS

Investments in debt instruments were classified as at amortized cost.

	June 30, 2024	December 31, 2023	June 30, 2023
Gross carrying amount	\$ 6,619,676	\$ 6,338,401	\$ 5,253,143
Less: Allowance for impairment loss	<u>(8,424)</u>	<u>(10,323)</u>	<u>(9,725)</u>
Amortized cost	<u>\$ 6,611,252</u>	<u>\$ 6,328,078</u>	<u>\$ 5,243,418</u>

The Group invests in government bonds, deposits and beneficiary right of the real estate trust. The credit rating information of government bonds is provided by independent rating agencies. The Group continues to monitor credit risk exposures by closely tracking external credit ratings. The Group also reviews changes in bond yields and other public information to assess whether there has been a significant increase in credit risk.

In determining the expected credit losses for debt instrument investments, the Group considers the historical probability of default and loss given default of each credit rating supplied by external rating agencies, the current financial condition of debtors, and the future prospects of the industries.

11. NOTES RECEIVABLE AND TRADE RECEIVABLES

	June 30, 2024	December 31, 2023	June 30, 2023
Notes and trade receivables	\$ 244,300,546	\$ 255,770,469	\$ 262,152,250
Less: Allowance for impairment loss	(5,412,604)	(5,914,969)	(6,473,585)
Unrealized interest income	<u>(39,858,277)</u>	<u>(44,035,960)</u>	<u>(44,940,773)</u>
	<u>\$ 199,029,665</u>	<u>\$ 205,819,540</u>	<u>\$ 210,737,892</u>

Trade and Notes Receivable

The average credit period for the sale of goods for “Brand Segments” was 45 to 180 days. In assessing recoverability of its trade and notes receivables, the Group’s management considers any changes in the counterparties’ credit quality as of the balance sheet dates, including the financial and economic status of the counterparties, since the major counterparties were related parties.

Principal and interests for Horizontal Segments within the Group are collected monthly. For delayed payments, interests are accrued on the basis of the number of days that payments are outstanding. For the assessment of expected credit losses, in addition to considering the impairment losses recognized by individual customers, the Group assessed expected credit losses of different business on a collective basis based on macroeconomic factors, past experience and forward-looking indicators.

The average credit period for the sale of goods by other “Supporting Segments” is 45 to 65 days. In assessing recoverability of its trade and notes receivables, the Group’s management considers any changes in the counterparties’ credit quality as of the balance sheet dates, including the financial and economic status of the counterparties, since the major counterparties were related parties.

For Taiwan and China-based retailers, overdue payments are reported to the Group’s internal legal department for confirmation and collection.

The clients of the Group are widely spread and unrelated; thus, credit risk is limited.

The following table details the loss allowance of trade receivables based on the Group's provision matrix.

June 30, 2024

	Not Past Due	1-180 Days	181-365 Days	More Than 365 Days	Total
Gross carrying amount	\$ 202,103,785	\$ 2,193,794	\$ 34,359	\$ 110,331	\$ 204,442,269
Loss allowance (Lifetime ECL)	<u>(5,285,796)</u>	<u>(59,312)</u>	<u>(7,158)</u>	<u>(60,338)</u>	<u>(5,412,604)</u>
Amortized cost	<u>\$ 196,817,989</u>	<u>\$ 2,134,482</u>	<u>\$ 27,201</u>	<u>\$ 49,993</u>	<u>\$ 199,029,665</u>

December 31, 2023

	Not Past Due	1-180 Days	181-365 Days	More Than 365 Days	Total
Gross carrying amount	\$ 209,626,247	\$ 1,765,770	\$ 61,912	\$ 280,580	\$ 211,734,509
Loss allowance (Lifetime ECL)	<u>(5,588,866)</u>	<u>(48,800)</u>	<u>(6,140)</u>	<u>(271,163)</u>	<u>(5,914,969)</u>
Amortized cost	<u>\$ 204,037,381</u>	<u>\$ 1,716,970</u>	<u>\$ 55,772</u>	<u>\$ 9,417</u>	<u>\$ 205,819,540</u>

June 30, 2023

	Not Past Due	1-180 Days	181-365 Days	More Than 365 Days	Total
Gross carrying amount	\$ 214,967,514	\$ 1,730,469	\$ 76,049	\$ 437,445	\$ 217,211,477
Loss allowance (Lifetime ECL)	<u>(5,860,471)</u>	<u>(107,948)</u>	<u>(72,372)</u>	<u>(432,794)</u>	<u>(6,473,585)</u>
Amortized cost	<u>\$ 209,107,043</u>	<u>\$ 1,622,521</u>	<u>\$ 3,677</u>	<u>\$ 4,651</u>	<u>\$ 210,737,892</u>

The movements of the loss allowance of note and trade receivables were as follows:

	For the Six Months Ended June 30	
	2024	2023
Balance at January 1	\$ 5,914,969	\$ 6,529,325
Add: Net remeasurement of loss allowance	1,963,569	1,841,882
Add: Amounts recovered	401,703	259,819
Add: Reclassify for sale	145,579	-
Less: Amounts written off	(3,044,980)	(2,142,270)
Other reclassifications	129	(150)
Foreign exchange gains and losses	<u>31,635</u>	<u>(15,021)</u>
Balance at June 30 (Note)	<u>\$ 5,412,604</u>	<u>\$ 6,473,585</u>

Note: The Dongfeng Yulon Motor Co., Ltd. had its bankruptcy liquidation process concluded by a court ruling on April 26, 2024. Therefore, the company wrote off related notes receivables and accounts receivables, along with a loss allowance of \$103,952 thousand.

The amount of trade receivables pledged as collateral for bank borrowings was disclosed in Note 39.

12. FINANCE LEASE RECEIVABLES

	June 30, 2024	December 31, 2023	June 30, 2023
<u>Undiscounted lease payments</u>			
Year 1	\$ 22,445,702	\$ 20,557,703	\$ 20,399,762
Year 2	8,455,917	8,309,017	7,142,124
Year 3	2,173,093	2,335,529	2,103,815
Year 4	1,218,854	1,113,311	972,979
Year 5	218,817	263,140	187,400
Year 5 onwards	<u>264,062</u>	<u>287,141</u>	<u>276,303</u>
	34,776,445	32,865,841	31,082,383
Less: Unearned finance income	(3,029,072)	(3,134,772)	(3,037,282)
Less: Allowance for impairment loss	<u>(819,371)</u>	<u>(823,495)</u>	<u>(1,429,306)</u>
Lease payments receivable	<u>\$ 30,928,002</u>	<u>\$ 28,907,574</u>	<u>\$ 26,615,795</u>
Net investment in leases presented as finance lease receivables	<u>\$ 30,928,002</u>	<u>\$ 28,907,574</u>	<u>\$ 26,615,795</u>

The Group signed finance lease agreements for cars and equipment having an average lease term of 2.27 years.

The Group has been subleasing parts of its land and buildings. The Group subleases the land and buildings for all the remaining lease term of the main lease to the sublessee; the sublease contract is classified as a finance lease based on the remaining contractual terms and conditions of the main lease and sublease. The related right-of-use assets were derecognized and finance lease receivables were recognized. All these leases with average lease term of 12.55 years. The Group receives fixed lease payments yearly.

The interest rates inherent in leases are fixed at the contract dates for the entire term of the lease. The ranges of interest rates inherent in the finance lease were approximately 2.80%-13.98%, 2.68%-13.98% and 2.68%-13.98% as of June 30, 2024, December 31, 2023 and June 30, 2023, respectively.

Finance lease receivables are secured by holding leased equipment or vehicles as collaterals. The expected credit losses on finance lease receivables are recognized as loss allowance by reference to past default experience of the debtor and an analysis of the debtor's current financial position, general economic conditions of the industry in which the debtors operate and expected credit loss rates of forward-looking indicators.

The Group assesses the loss allowance of finance lease receivables individually and collectively. The movements were as follows:

June 30, 2024

	Not Past Due	1-180 Days	181-365 Days	More Than 365 Days	Total
Gross carrying amount	\$ 28,554,668	\$ 2,998,637	\$ 63,559	\$ 130,509	\$ 31,747,373
Loss allowance (Lifetime ECL)	<u>(322,216)</u>	<u>(304,766)</u>	<u>(61,914)</u>	<u>(130,475)</u>	<u>(819,371)</u>
Amortized cost	<u>\$ 28,232,452</u>	<u>\$ 2,693,871</u>	<u>\$ 1,645</u>	<u>\$ 34</u>	<u>\$ 30,928,002</u>

December 31, 2023

	Not Past Due	1-180 Days	181-365 Days	More Than 365 Days	Total
Gross carrying amount	\$ 27,008,858	\$ 2,568,317	\$ 3,523	\$ 150,371	\$ 29,731,069
Loss allowance (Lifetime ECL)	<u>(369,081)</u>	<u>(300,554)</u>	<u>(3,489)</u>	<u>(150,371)</u>	<u>(823,495)</u>
Amortized cost	<u>\$ 26,639,777</u>	<u>\$ 2,267,763</u>	<u>\$ 34</u>	<u>\$ -</u>	<u>\$ 28,907,574</u>

June 30, 2023

	Not Past Due	1-180 Days	181-365 Days	More Than 365 Days	Total
Gross carrying amount	\$ 25,055,532	\$ 2,127,627	\$ 198,935	\$ 663,007	\$ 28,045,101
Loss allowance (Lifetime ECL)	<u>(341,729)</u>	<u>(225,635)</u>	<u>(198,935)</u>	<u>(663,007)</u>	<u>(1,429,306)</u>
Amortized cost	<u>\$ 24,713,803</u>	<u>\$ 1,901,992</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 26,615,795</u>

The movements of the loss allowance of finance lease receivables were as follows:

	For the Six Months Ended June 30	
	2024	2023
Balance at January 1	\$ 823,495	\$ 1,762,765
Add: Net remeasurement of loss allowance	214,360	86,344
Add: Amounts recovered	187,450	17,861
Less: Amounts written off	(446,153)	(401,090)
Foreign exchange gains and losses	<u>40,219</u>	<u>(36,574)</u>
Balance at June 30 (Note)	<u>\$ 819,371</u>	<u>\$ 1,429,306</u>

The amount of finance lease receivables pledged as collateral for bank borrowings was disclosed in Note 39.

13. OTHER RECEIVABLES

	June 30, 2024	December 31, 2023	June 30, 2023
Other receivable - at amortized cost	\$ 8,855,115	\$ 7,012,547	\$ 8,351,566
Less: Allowance for impairment loss	<u>(109,620)</u>	<u>(778,210)</u>	<u>(869,123)</u>
	<u>\$ 8,745,495</u>	<u>\$ 6,234,337</u>	<u>\$ 7,482,443</u>

The movements of the loss allowance of other receivables were as follows:

	For the Six Months Ended June 30	
	2024	2023
Balance at January 1	\$ 778,210	\$ 949,003
Add: Net remeasurement of loss allowance	4,562	(60,179)
Add: Reclassification	-	150
Less: Amounts written off	(698,416)	(2,139)
Foreign exchange gains and losses	<u>25,264</u>	<u>(17,712)</u>
Balance at June 30 (Note)	<u>\$ 109,620</u>	<u>\$ 869,123</u>

Note: The Dongfeng Yulon Motor Co., Ltd. had its bankruptcy liquidation process concluded by a court ruling on April 26, 2024. Therefore, the company wrote off related other receivables, along with a loss allowance of \$701,543 thousand.

14. INVENTORIES

The Group's inventories include finished goods, work in progress, raw materials, properties for sale and construction land.

	June 30, 2024	December 31, 2023	June 30, 2023
Finished goods	\$ 5,274,175	\$ 4,239,554	\$ 3,859,643
Work in progress	612,103	691,051	1,123,678
Raw materials	<u>2,523,803</u>	<u>2,612,281</u>	<u>2,717,877</u>
	<u>8,410,081</u>	<u>7,542,886</u>	<u>7,701,198</u>
<u>Properties for sale</u>			
Yu-Wen Garden	2,584	2,584	2,584
Hsin-Dian Da Feng section	1,757	1,757	1,757
Hangzhou Yulon Motor Building	<u>289,181</u>	<u>709,409</u>	<u>575,695</u>
	<u>293,522</u>	<u>713,750</u>	<u>580,036</u>
Construction land	<u>4,668,462</u>	<u>4,666,572</u>	<u>4,663,141</u>
	<u>\$ 13,372,065</u>	<u>\$ 12,923,208</u>	<u>\$ 12,944,375</u>

The costs of inventories recognized as cost of goods sold for the six months ended June 30, 2024 and 2023 were \$20,510,900 thousand and \$16,821,339 thousand, respectively.

The costs of goods sold for the six months ended June 30, 2024 and 2023 included inventory write-downs of \$39,388 thousand and \$10,036 thousand, respectively.

The amount of inventories pledged as collateral for bank borrowings was disclosed in Note 39.

15. DISPOSAL GROUPS CLASSIFIED AS HELD FOR SALE

The board of directors of the Company resolved on November 23, 2023 to dispose of its 100% equity interest in its subsidiary, Yulon Motor Finance (China) Limited, to a non-related party, Beijing Automotive Industry Holding Co., Ltd., for a provisional amount of RMB 1,317,955 thousand. It is expected to complete the equity transfer process within the next 12 months.

As of June 30, 2024, the Group reclassified the assets and liabilities of Yulon Motor Finance (China) Limited as held for sale and presented them separately in the consolidated balance sheet. The main categories of assets and liabilities of the disposal group held for sale are as follows:

Assets Directly Related to Disposal Groups Held for Sale

	June 30, 2024	December 31, 2023
Cash and cash equivalents	\$ 2,309,150	\$ 1,566,996
Net accounts receivable	6,380,751	6,958,253
Prepayments	12,269	30,369
Incremental cost of obtaining a contract	338,432	315,679
Net property, plant and equipment	21,945	16,583
Net right-of-use assets	23,443	22,415
Intangible asset	22,998	21,897
Deferred tax assets	196,869	184,115
Others	<u>15,017</u>	<u>10,647</u>
	<u>\$ 9,320,874</u>	<u>\$ 9,126,954</u>

Liabilities Directly Associated with Disposal Groups Held for Sale

	June 30, 2024	December 31, 2023
Short-term borrowings	\$ 4,157,072	\$ 4,356,876
Other payables	127,942	137,602
Lease liabilities	16,840	18,927
Guarantee deposits received	<u>32,234</u>	<u>28,523</u>
	<u>\$ 4,334,088</u>	<u>\$ 4,541,928</u>

The sale price was expected to exceed the carrying amount of the related net assets, and no impairment loss should be recognized when these units are classified as disposal groups held for sale.

16. SUBSIDIARIES

a. Subsidiaries included in consolidated financial statements

Entities included in the Group's consolidated financial statements were as follows:

Investor	Investee	Main Businesses	% of Ownership			Remark
			June 30, 2024	December 31, 2023	June 30, 2023	
The Company	Yulon Finance Corporation ("YFC")	Sale and lease of cars and parts	42.81	42.81	42.81	-
	Yu Sing Motor Co., Ltd. ("Yu Sing")	Sale, maintenance and repair of cars and parts	99.99	99.99	99.99	-
	Yushin Motor Co., Ltd. ("Yushin")	Sale, maintenance and repair of cars and parts	99.99	99.99	99.99	-
	Yu Chang Motor Co., Ltd. ("Yu Chang")	Sale and maintenance of cars and parts	65.00	65.00	65.00	-
	Sin Chi Co., Ltd. ("Sin Chi")	General advertising planning services	100.00	100.00	100.00	-
	Yu Ching Business Co., Ltd. ("Yu Ching")	Import and export and sale of cars and parts	60.00	60.00	60.00	The Group owned 100% of Yu Ching in the three reporting periods.
	Yung Hong Investment Co., Ltd. ("Yung Hong")	Investments	100.00	100.00	100.00	-
	Yu Pong Business Co., Ltd. ("Yu Pong")	Yulon basketball team management and related services	100.00	100.00	100.00	-
	Chan Yun Technology Co., Ltd. ("Chan Yun")	Wholesale and retail of information software	87.71	87.71	87.71	-
	Yulon Overseas Investment Co., Ltd. ("Yulon Overseas")	Investments	100.00	100.00	100.00	-
	Y-Teks Co., Ltd. ("Y-Teks")	Manufacturing and furnishing, cars and the import and export of, and serving as sales agent for, car parts	34.00	34.00	34.00	The Group owned 45.99% of Y-Teks in the three reporting periods.
	Union & NKH Auto Parts Co., Ltd. ("Union & NKH")	Manufacturing and sale of springs for various motor vehicles and sale of nonmotorized vehicles	25.01	25.01	25.01	-
	Yueki Industrial Co., Ltd. ("Yueki")	Manufacturing and sale of car components	65.58	65.58	65.58	The Group owned 65.66% of Yueki in the three reporting periods.
	Yue Sheng Industrial Co., Ltd. ("Yue Sheng")	Car manufacture and furnishing; manufacture, installation and sale of car parts	100.00	100.00	100.00	-
	China Cast Iron Pipe Co., Ltd. ("China Cast Iron")	Metal casting and related business	77.66	77.66	77.66	-
	Empower Co., Ltd. ("Empower")	Sale, maintenance and repair of cars and parts	20.00	20.00	20.00	The Group owned 47% of Empower in the three reporting periods.
	Luxgen Motor Co., Ltd. ("Luxgen")	Sale of cars and parts	100.00	100.00	100.00	-
	Yulon Motor Finance (China) Co., Ltd. ("Yulon Motor Finance")	Car purchases and loans to car dealers for car purchases	51.00	51.00	51.00	The Group owned 100% of Yulon Motor Finance in the three reporting periods.
	Yulon Construction Co., Ltd. ("Yulon Construction")	Construction	100.00	100.00	100.00	-
	Haitec Co., Ltd. ("Haitec")	Product design of cars	99.99	99.99	99.99	-
	Advance Power Machinery Co., Ltd. ("Advance Power Machinery")	Manufacturing and furnishing, cars and the import and export of, and serving as sales agent for, car parts	100.00	100.00	100.00	-
	Yuke Co., Ltd. ("Yuke")	Energy Technology Services	100.00	100.00	100.00	-
YFC	Yu Yao Co., Ltd. ("Yu Yao")	Energy Technology Services	100.00	100.00	100.00	-
	New Energy World Motor CO., LTD.	Sales, maintenance and repair of heavy vehicles and related products.	20.00	20.00	-	Purchased from Sin Chi in the 4th quarter of 2023.
	Shinshin Credit Corporation ("Shinshin")	Installment-related financing services for car and truck purchases	100.00	100.00	100.00	-
	Car-plus Auto Leasing Corporation ("Car-plus Auto")	Car lease and trade	100.00	100.00	100.00	-
	TAC Global Investment (Samoa) Co., Ltd. ("TAC Global")	Shareholding company	100.00	100.00	100.00	-
	Empower	Sale, maintenance and repair of cars and parts	27.00	27.00	27.00	The Group owned 47% of Empower in the three reporting periods.
	Sin Gan Co., Ltd. ("Sin Gan")	Automobile - related merchandise sales	-	-	73.26	YFC increased its equity in Sin Gan in the 3rd quarter of 2023.
	Yulon Motor Finance (China) Co., Ltd. ("Yulon Motor Finance")	Car purchases and loans to car dealers for car purchases	49.00	49.00	49.00	The Group owned 100% of Yulon Motor Finance in the three reporting periods.
	Yu Rich Financial Services Co., Ltd. ("Yu Rich")	Installment loans of consumer goods	100.00	100.00	100.00	-
	Yulon Finance Overseas Investment (Samoa) Co., Ltd. (Yulon Finance Overseas)	Shareholding company	100.00	100.00	100.00	-
	JDW Co., Ltd. ("JDW")	Information software services, information processing services and general advertising services	50.70	50.70	-	YFC acquired 50.70% of JDW Co., Ltd from non-related parties in the 3rd quarter of 2023.
	Shinshin	Shareholding company	100.00	100.00	100.00	-
	YES-Energy Service Co., Ltd. ("YES-Energy")	Energy Technical services	100.00	100.00	100.00	-
Shinshin	Shinshin Energy Corporation ("Shinshin Energy")	Energy Technical services	100.00	100.00	100.00	-
	Zysun Power Co., Ltd. ("Zysun Power")	Energy Technical Services	100.00	100.00	-	Shinshin established Zysun Power in the 3rd quarter of 2023.
	Wysun Power Co., Ltd. ("Wysun Power")	Energy Technical Services	100.00	100.00	-	Shinshin established Wysun Power in the 3rd quarter of 2023.
	Tai Chuang Energy Corporation Ltd. ("Tai Chuang Energy")	Energy Technical Services	95.00	95.00	-	Shinshin established Tai Chuang Energy in the 3rd quarter of 2023. No capital increase variance based on shareholding ratio in the 4th quarter of 2023.
	Yulon Capital SDN. BHD.	Equipment leasing business and installment-related financing services	100.00	100.00	-	Shinshin established Yulon Capital SDN. BHD. in the 3rd quarter of 2023.
	Diamond Leasing Service Corporation ("Diamond Leasing")	Car lease and trade	100.00	100.00	100.00	-
	Car-Plus Global Investment (Samoa) Co., Ltd. ("Car-Plus Samoa")	Shareholding company	100.00	100.00	100.00	-
	Hong Shuo Cultural Enterprise Co., Ltd. ("Hong Shuo Cultural")	Publication	100.00	100.00	100.00	-
	Da-Wei Technology Co., Ltd. ("Da-Wei")	Brokerage of electric vehicles	-	-	100.00	Merged with Diamond Leasing through absorption in the 3rd quarter of 2023.
	YES Charging Service Co., Ltd.	Wholesale and retail of batteries	100.00	100.00	100.00	-
Car-plus Auto	Sin Gan Co., Ltd. ("Sin Gan")	Automobile - related merchandise sales	77.69	77.69	4.43	Car-plus Auto acquired 4.43% of Sin Gan from non-related parties in the 2nd quarter of 2023. YFC increased its equity in Car-plus Auto through its equity in Sin Gan in the 3rd quarter of 2023.
	Sin Gan	Sales of automotive related products and parts	100.00	100.00	100.00	-
	Hsiang Shuo Enterprises Co., Ltd. ("Hsiang Shuo")	Towing	100.00	100.00	100.00	-
	Sin Jang Enterprises ("Sin Jang")	Sales and brokerage of secondhand vehicles	100.00	100.00	100.00	-
	Ching-Tong Motor Co., Ltd. ("Ching-Tong")	Sales and maintenance of cars and parts	100.00	100.00	100.00	-

(Continued)

Investor	Investee	Main Businesses	% of Ownership			Remark
			June 30, 2024	December 31, 2023	June 30, 2023	
Sinqual	Genwise Auto Technology Co., Ltd. (Shanghai)	Sale of car parts	100.00	100.00	100.00	-
Da-Wei	Da-Teng Transportation Co., Ltd. ("Da-Teng")	Taxi transportation	-	-	100.00	Merged with Diamond Leasing through absorption in the 3rd quarter of 2023.
	Da-Chuan Transportation Co., Ltd. ("Da-Chuan")	Taxi transportation	-	-	100.00	Merged with Diamond Leasing through absorption in the 3rd quarter of 2023.
	Da-Mu Transportation Co., Ltd. ("Da-Mu")	Taxi transportation	-	-	100.00	Merged with Diamond Leasing through absorption in the 3rd quarter of 2023.
	Da-Jun Transportation Co., Ltd. ("Da-Jun")	Taxi transportation	-	-	100.00	Merged with Diamond Leasing through absorption in the 3rd quarter of 2023.
	Yong-Xiang Transportation Co., Ltd. ("Yong-Xiang")	Taxi transportation	-	-	100.00	Merged with Diamond Leasing through absorption in the 3rd quarter of 2023.
	Guo-Ma Transportation Co., Ltd. ("Guo-Ma")	Taxi transportation	-	-	100.00	Merged with Diamond Leasing through absorption in the 3rd quarter of 2023.
	Jin-Yu Transportation Co., Ltd. ("Jin-Yu")	Taxi transportation	-	-	100.00	Merged with Diamond Leasing through absorption in the 3rd quarter of 2023.
	Zhong-Xing Automobile Co., Ltd. ("Zhong-Xing")	Taxi transportation	-	-	100.00	Merged with Diamond Leasing through absorption in the 3rd quarter of 2023.
	Li-Yang Automobile Co., Ltd. ("Li-Yang")	Taxi transportation	-	-	100.00	Merged with Diamond Leasing through absorption in the 3rd quarter of 2023.
	He-Yang Transportation Co., Ltd. ("He-Yang")	Taxi transportation	-	-	100.00	Merged with Diamond Leasing through absorption in the 3rd quarter of 2023.
	Jia-Yu Transportation Co., Ltd. ("Jia-Yu")	Taxi transportation	-	-	100.00	Merged with Diamond Leasing through absorption in the 3rd quarter of 2023.
	Tian-Yang Transportation Co., Ltd. ("Tian-Yang")	Taxi transportation	-	-	100.00	Merged with Diamond Leasing through absorption in the 3rd quarter of 2023.
	H.K. Manpower Service Co., Ltd. ("H.K. Manpower")	Temporary labor services	100.00	100.00	100.00	-
	Da-Teng Transportation Co., Ltd. ("Da-Teng")	Taxi service	100.00	100.00	-	Merged with Da-Wei through absorption in the 3rd quarter of 2023.
Diamond Leasing	Da-Chuan Transportation Co., Ltd. ("Da-Chuan")	Taxi service	100.00	100.00	-	Merged with Da-Wei through absorption in the 3rd quarter of 2023.
	Da-Mu Transportation Co., Ltd. ("Da-Mu")	Taxi service	100.00	100.00	-	Merged with Da-Wei through absorption in the 3rd quarter of 2023.
	Da-Jun Transportation Co., Ltd. ("Da-Jun")	Taxi service	100.00	100.00	-	Merged with Da-Wei through absorption in the 3rd quarter of 2023.
	Yong-Xiang Transportation Co., Ltd. ("Yong-Xiang")	Taxi service	100.00	100.00	-	Merged with Da-Wei through absorption in the 3rd quarter of 2023.
	Guo-Ma Transportation Co., Ltd. ("Guo-Ma")	Taxi service	100.00	100.00	-	Merged with Da-Wei through absorption in the 3rd quarter of 2023.
	Jin-Yu Transportation Co., Ltd. ("Jin-Yu")	Taxi service	100.00	100.00	-	Merged with Da-Wei through absorption in the 3rd quarter of 2023.
	Zhong-Xing Automobile Co., Ltd. ("Zhong-Xing")	Taxi service	100.00	100.00	-	Merged with Da-Wei through absorption in the 3rd quarter of 2023.
	Li-Yang Automobile Co., Ltd. ("Li-Yang")	Taxi service	100.00	100.00	-	Merged with Da-Wei through absorption in the 3rd quarter of 2023.
	He-Yang Transportation Co., Ltd. ("He-Yang")	Taxi service	100.00	100.00	-	Merged with Da-Wei through absorption in the 3rd quarter of 2023.
	Jia-Yu Transportation Co., Ltd. ("Jia-Yu")	Taxi service	100.00	100.00	-	Merged with Da-Wei through absorption in the 3rd quarter of 2023.
	Tian-Yang Transportation Co., Ltd. ("Tian-Yang")	Taxi service	100.00	100.00	-	Merged with Da-Wei through absorption in the 3rd quarter of 2023.
	Sinjang International Investment (Samoa) Co., Ltd. ("Sinjang Samoa")	Holding company	-	-	71.34	Sinjang International Investment (Samoa) Co., Ltd. was deregistered in the 3rd quarter of 2023.
	Car-Plus Global Investment (Samoa) Co., Ltd.	Car-Plus China Investment (Samoa) Co., Ltd. ("Car-Plus China")	60.00	60.00	60.00	The Group owned 100% of Car-Plus China in the three reporting periods.
		Car-Plus Shanghai Investment (Samoa) Co., Ltd. ("Car-Plus Shanghai")	-	-	60.00	Car-Plus Shanghai Investment (Samoa) Co., Ltd. was deregistered in the 3rd quarter of 2023.
TAC Global Investment (Samoa) Co., Ltd.	Car-Plus Hangzhou Investment (Samoa) Co., Ltd. ("Car-Plus Hangzhou")	Holding company	60.00	60.00	60.00	The Group owned 100% of Car-Plus Hangzhou in the three reporting periods.
	Car-Plus China Investment (Samoa) Co., Ltd.	Holding company	40.00	40.00	40.00	The Group owned 100% of Car-Plus China in the three reporting periods.
	Car-Plus Shanghai Investment (Samoa) Co., Ltd. ("Car-Plus Shanghai")	Holding company	-	-	40.00	Car-Plus Shanghai Investment (Samoa) Co., Ltd. was deregistered in the 3rd quarter of 2023.
	Car-Plus Hangzhou Investment (Samoa) Co., Ltd. ("Car-Plus Hangzhou")	Holding company	40.00	40.00	40.00	The Group owned 100% of Car-Plus Hangzhou in the three reporting periods.
	Yu Rong International Investment (Samoa) Co., Ltd. ("Yu Rong")	Holding company	100.00	100.00	100.00	-
	Sinjang International Investment (Samoa) Co., Ltd. ("Sinjang Samoa")	Holding company	-	-	28.66	Sinjang International Investment (Samoa) Co., Ltd. was deregistered in the 3rd quarter of 2023.
Shinshin Global Investment (Samoa) Co., Ltd.	Zhejiang Yulon Trading Co., Ltd. ("Zhejiang Yulon Trading")	Financial leasing of car	40.00	40.00	40.00	The Group owned 100% of TAC Financial in the three reporting periods.
Car-Plus China Investment (Samoa) Co., Ltd.	Car-Plus (Suzhou) Auto Leasing Co., Ltd. ("Car-Plus (Suzhou)")	Lease of cars and related services	100.00	100.00	100.00	-
Car-Plus Hangzhou Investment (Samoa) Co., Ltd.	Car-Plus Go Co., Ltd. ("Car-Plus Go")	Car-hailing related services	100.00	100.00	100.00	-
Yu Rong International Investment (Samoa) Co., Ltd.	Jiangsu TAC Financial Leasing Co., Ltd. ("Jiangsu TAC Financial Leasing")	Equipment and cars leasing business	100.00	100.00	100.00	-
	Zhejiang Yulon Trading	Cars leasing business	40.00	40.00	40.00	The Group owned 100% of TAC Financial in the three reporting periods.
Zhejiang Yulon Trading	Zhejiang Cheng-Yi	Secondhand vehicles consulting service and vehicle agent	100.00	100.00	100.00	-
Jiangsu TAC Financial Leasing	Car-Plus Leasing (Shanghai) Co., Ltd. ("Car-Plus Leasing (Shanghai)")	Lease of cars and related services	100.00	100.00	100.00	-
Zhejiang Cheng-Yi	Hangzhou Cheng-Yi-Jun Used-cars Authenticated Evaluation Service Co., Ltd.	Secondhand vehicles authentication and evaluation service	-	100.00	100.00	Hangzhou Cheng-Yi was deregistered in the 1st quarter of 2024.
	Zhejiang Cheng Yi Auction Co., Ltd.	Secondhand vehicles auction service	-	100.00	100.00	Zhejiang Cheng Yi Auction Co., Ltd. was deregistered in the 1st quarter of 2024.
Yulon Finance Overseas	Yulon Finance Philippines Investment (Samoa) Co., Ltd.	Holding company	100.00	100.00	100.00	-
Yulon Finance Philippines Investment (Samoa) Co., Ltd.	Yulon Finance Philippines Corporation	Financial lease of car and loans to car dealers for purpose of purchasing automobiles	100.00	100.00	100.00	-
JDW	JDW Taxi Co., Ltd. ("JDW Taxi")	Taxi service and general advertising services	62.50	62.50	-	YFC purchased the equity interest of JDW in the 3rd quarter of 2023 and indirectly acquired the shareholding of JDW taxi.
Yu Sing Company	Kuen You Trading Co., Ltd. ("Kuen You")	Sale, maintenance and repair of car and parts	100.00	100.00	100.00	-
Yushin Company	Yu Pool Co., Ltd. ("Yu Pool")	Supply of and providing services on information software and retail trade of spare parts of vehicles	100.00	100.00	100.00	-
	Yu Shin Investment Ltd. ("Yu Shin Investment")	Investments	100.00	100.00	100.00	-

(Continued)

Investor	Investee	Main Businesses	% of Ownership			Remark
			June 30, 2024	December 31, 2023	June 30, 2023	
Sin Chi Company	New Energy World Motor CO., LTD.	Sale, maintenance and repair of heavy vehicles and parts	-	-	100.00	Sold to the Company and Luxgen in the 4th quarter of 2023.
	Yulon TOBE Motor Co., Ltd. ("Yulon TOBE")	Sale of cars and parts	59.64	59.64	59.64	-
Yu Pong	Yu Ching Business Co., Ltd. ("Yu Ching")	Import and export and sale of cars and parts	40.00	40.00	40.00	The Group owned 100% of Yu Ching in the three reporting periods.
Yulon Construction	Hangzhou Yu-Jie Real Estate Co., Ltd. ("Yu-Jie")	Construction	100.00	100.00	100.00	-
	Yufong Property Management Co., Ltd.	Management consulting and lease of real estate	100.00	100.00	100.00	-
Yulon Overseas	Yulon China Investment Co., Ltd. ("Yulon China")	Investments	100.00	100.00	100.00	-
	Yulon Philippine Investment Co., Ltd. ("Yulon Philippine")	Investments	100.00	100.00	100.00	-
Yulon China	Qing Yi Investment Co., Ltd. ("Qing Yi")	Investments	100.00	100.00	100.00	-
	Wen Yang Investment Co., Ltd. ("Wen Yang")	Investments	100.00	100.00	100.00	-
Yulon China Holding	Yulon China (Hong Kong) Investment Co., Ltd. ("Yulon China HK")	Investments	-	100.00	100.00	Yulon China (Hong Kong) Investment Co., Ltd. was deregistered in the 2nd quarter of 2024.
	Feng Hua Investment Co., Ltd. ("Feng Hua")	Investments	40.00	40.00	40.00	-
	Yulon China Holding Co., Ltd. ("Yulon China Holding")	Investments	100.00	100.00	100.00	-
	Yulon China (HK) Holding Limited ("Yulon China (HK) Holding")	Investments	100.00	100.00	100.00	-
Yulon China (HK) Holding	Yulon China Motor Investment Limited ("Yulon China Motor Investment")	Investments	100.00	100.00	100.00	-
	Xiamen Young Chang Investment Co., Ltd. ("Xiamen Young Chang")	Renderers consulting services on cars, electronics, textiles and related products	100.00	100.00	100.00	-
Yulon China Motor Investment	Zhejiang Yulon Trading	Financial lease of equipment	20.00	20.00	20.00	The Group owned 100% of TAC Financial in the three reporting periods.
	Sheng Qing (Bei Jin) Investment Co., Ltd. ("Sheng Qing")	Investments	83.87	83.87	83.87	The Group owned 100% of Sheng Qing in the three reporting periods.
	Chuang Jie New Energy Vehicle (HZ) Limited ("Chuang Jie")	Manufacturing of key car components, electric cars and related parts	100.00	100.00	100.00	-
	Hang Zhou Haitec Company ("Hang Zhou Haitec")	Product design of cars	43.74	43.74	43.74	The Group owned 100% of Hang Zhou Haitec in the three reporting periods.
Chuang Jie New Energy Co., Ltd	Luxgen (Hangzhou) Motor Sales Co., Ltd.	Sale of cars and parts	100.00	100.00	100.00	-
	Hang Zhou Haitec	Product design of cars	56.26	56.26	56.26	The Group owned 100% of Hang Zhou Haitec in the three reporting periods.
Xiamen Young Chang	Sheng Qing (Bei Jin) Investment Co., Ltd. ("Sheng Qing")	Investments	16.13	16.13	16.13	The Group owned 100% of Sheng Qing in the three reporting periods.
Feng Hua	Su Zhou Cheng Long Auto Sale & Service Co., Ltd. ("Su Zhou Cheng Long")	Sale and maintenance of cars and parts	100.00	100.00	100.00	-
Qing Yi	Hangzhou Yuwan Auto Motive Parts Limited ("Hangzhou Yuwan")	Manufacturing of key car components, electric cars and related parts	44.11	44.11	44.11	The Group owned 100% of Hangzhou Yuwan in the three reporting periods.
	Hangzhou Liangrun Motor Parts Co., Ltd. ("Hangzhou Liangrun")	Manufacturing of car seats and developing the related market	20.51	20.51	20.51	The Group owned 100% of Hangzhou Liangrun in the three reporting periods.
Wen Yang	Qing Tai (Nan Jing) Technology Co., Ltd. ("Qing Tai")	Computer software maintenance and computer system integration	-	100.00	100.00	Merged with Tai Feng through absorption in the 1st quarter of 2024.
	Tai Feng (Nan Jing) Software Technology Co., Ltd. ("Tai Feng")	Computer software maintenance and computer system integration	100.00	100.00	100.00	-
	Ke Yu (Nan Jing) Information Technology Co., Ltd. ("Ke Yu")	Computer software maintenance and computer system integration	-	100.00	100.00	Merged with Tai Feng through absorption in the 1st quarter of 2024.
	Jin Ce (Zhang Zhou) Software Technology Co., Ltd. ("Jin Ce")	Computer software maintenance and computer system integration	-	70.00	70.00	Merged with Tai Feng through absorption in the 1st quarter of 2024.
Qing Tai	Shi Cheng (Zhang Zhou) Technology Develop Co., Ltd. ("Shi Cheng")	Computer software maintenance and computer system integration	-	100.00	100.00	Merged with Tai Feng through absorption in the 1st quarter of 2024.
	Mei De (Zhang Zhou) Software Technology Co., Ltd. ("Mei De")	Computer software maintenance and computer system integration	-	10.00	10.00	Merged with Tai Feng through absorption in the 1st quarter of 2024.
	Jin Ce (Zhang Zhou) Software Technology Co., Ltd. ("Jin Ce")	Computer software maintenance and computer system integration	100.00	30.00	30.00	Merged with Qing Tai and Ke Yu through absorption in the 1st quarter of 2024.
	Shi Cheng (Zhang Zhou) Technology Develop Co., Ltd. ("Shi Cheng")	Computer software maintenance and computer system integration	100.00	-	-	Merged with Qing Tai and Ke Yu through absorption in the 1st quarter of 2024.
Tai Feng	Mei De (Zhang Zhou) Software Technology Co., Ltd. ("Mei De")	Computer software maintenance and computer system integration	100.00	90.00	90.00	Merged with Qing Tai and Ke Yu through absorption in the 1st quarter of 2024.
	Yi Ding (Zhang Zhou) Information Technology Co., Ltd. ("Yi Ding")	Computer software maintenance and computer system integration	100.00	100.00	100.00	-
	Jin Ce	Dong Tai (Bei Jin) Investment Co., Ltd. ("Dong Tai")	5.97	5.97	5.97	The Group owned 100% of Dong Tai in the three reporting periods.
	Gao Te (Bei Jin) Investment Co., Ltd. ("Gao Te")	Investments	10.00	10.00	10.00	The Group owned 100% of Gao Te in the three reporting periods.
Shi Cheng	Dong Tai (Bei Jin) Investment Co., Ltd. ("Dong Tai")	Investments	94.03	94.03	94.03	The Group owned 100% of Dong Tai in the three reporting periods.
Yi Ding	Gao Te (Bei Jin) Investment Co., Ltd. ("Gao Te")	Investments	90.00	90.00	90.00	The Group owned 100% of Gao Te in the three reporting periods.
Dong Tai	Hang Zhou Tang Yu Investment Co., Ltd. ("Hang Zhou Tang Yu")	Investments	-	100.00	100.00	Hang Zhou Tang Yu Investment Co., Ltd. was deregistered in the 2nd quarter of 2024.
	Hangzhou Hsiao Yu Investment Limited	Investments	99.00	99.00	-	Acquisition of 90% and 9% from Qien Yu and Hsiao Yu, respectively, in the 3rd quarter of 2023.
Sheng Qing	Tong Ling Kuo Tong Auto Sale & Service Co., Ltd. ("Tong Ling Kuo Tong")	Sale and maintenance of cars and parts	29.56	29.56	29.56	The Group owned 100% of Tong Ling Kuo Tong in the three reporting periods.
	Zi Bo Yu An Auto Sale & Service Co., Ltd. ("Zi Bo Yu An")	Sale and maintenance of cars and parts	-	32.38	32.38	Zi Bo Yu An Auto Sale & Service Co., Ltd. was deregistered in the 2nd quarter of 2024.
	Zhu Hai Fu Te En Industry & Trade Co., Ltd. ("Zhu Hai Fu Te En")	Sale and maintenance of cars and parts	100.00	100.00	100.00	-
	Guang Zhou Yuan Du Auto Sale & Service Co., Ltd. ("Guang Zhou Yuan Du")	Sale and maintenance of cars and parts	51.00	51.00	51.00	-
	Su Zhou Feng Shen Auto Sale & Service Co., Ltd. ("Su Zhou Feng Shen")	Sale and maintenance of cars and parts	40.00	40.00	40.00	-
	Nanjing Hanhong Motor Trading Co., Ltd. ("Nanjing Hanhong")	Sale and maintenance of cars and parts	100.00	100.00	100.00	-
	Wuhan Yu Hsin Auto Sale & Service Co., Ltd. ("Wuhan Yu Hsin")	Sale and maintenance of cars and parts	100.00	100.00	100.00	-
	Hang Zhou Yu Zhong Trading Co., Ltd. ("Hang Zhou Yu Zhong")	Trading	100.00	100.00	100.00	-
	Hang Zhou Hua Zhi Auto Sales & Services Co., Ltd. ("Hang Zhou Hua Zhi")	Sale, maintenance and repair of cars and parts	60.00	60.00	60.00	-
	Changsha Yu Lu Auto Sale & Service Co., Ltd. ("Changsha Yu Lu")	Sale and maintenance of cars and parts	100.00	100.00	100.00	-
Gao Te	An Ching Tsai Tong Auto Sale & Service Co., Ltd. ("An Ching Tsai Tong")	Sale and maintenance of cars and parts	-	100.00	100.00	An Ching Tsai Tong Auto Sale & Service Co., Ltd. was deregistered in the 1st quarter of 2024.
	Tong Ling Kuo Tong Auto Sale & Service Co., Ltd. ("Tong Ling Kuo Tong")	Sale and maintenance of cars and parts	70.44	70.44	70.44	The Group owned 100% of Tong Ling Kuo Tong in the three reporting periods.
	Zi Bo Yu An Auto Sale & Service Co., Ltd. ("Zi Bo Yu An")	Sale and maintenance of cars and parts	-	67.62	67.62	Zi Bo Yu An Auto Sale & Service Co., Ltd. was deregistered in the 2nd quarter of 2024.
	Hang Zhou Qien Yu Investment Co., Ltd. ("Hang Zhou Qien Yu")	Investments	-	100.00	100.00	Hang Zhou Qien Yu Investment Co., Ltd. was deregistered in the 2nd quarter of 2024.

(Continued)

Investor	Investee	Main Businesses	% of Ownership			Remark
			June 30, 2024	December 31, 2023	June 30, 2023	
Su Zhou Cheng Long	Su Zhou Cheng Guo Auto Sale & Service Co., Ltd. ("Su Zhou Cheng Guo.")	Sale and maintenance of cars and parts	-	-	100.00	Su Zhou Cheng Guo Auto Sale & Service Co., Ltd. was deregistered in the 2nd quarter of 2024.
	Su Zhou Cheng Hung Auto Sale & Service Co., Ltd. ("Su Zhou Cheng Hung")	Sale and maintenance of cars and parts	100.00	100.00	100.00	-
Su Zhou Feng Shen	Su Zhou Feng Shun Auto Sale & Service Co., Ltd. ("Su Zhou Feng Shun")	Sale and maintenance of cars and parts	100.00	100.00	100.00	-
	Su Zhou Yueshun Auto Sale & Service Co., Ltd. ("Su Zhou Yueshun")	Sale and maintenance of cars and parts	100.00	100.00	100.00	-
	Su Zhou Cheng Pin Auto Sale & Service Co., Ltd. ("Su Zhou Cheng Pin")	Sale and maintenance of cars and parts	100.00	100.00	100.00	-
	Su Zhou Cheng Pang Auto Sale & Service Co., Ltd. ("Su Zhou Cheng Pang")	Sale and maintenance of cars and parts	100.00	100.00	100.00	-
	Tai Chang Cheng Mau Auto Sale & Service Co., Ltd. ("Tai Chang Cheng Mau")	Sale and maintenance of cars and parts	100.00	100.00	100.00	-
	Wu Jiang Lian Cheng Auto Sale & Service Co., Ltd. ("Wu Jiang Lian Cheng")	Sale and maintenance of cars and parts	100.00	100.00	100.00	-
Su Zhou Feng Shun	Su Zhou Cheng Li Auto Sale & Service Co., Ltd. ("Su Zhou Cheng Li")	Sale and maintenance of cars and parts	100.00	100.00	100.00	-
	Xiao Gan Yu Feng Auto Sale & Service Co., Ltd. ("Xiao Gan Yu Feng")	Sale and maintenance of cars and parts	100.00	100.00	100.00	-
Wuhan Yu Hsin	Hang Zhou Hua Yu Auto Sales & Services Co., Ltd. ("Hang Zhou Hua You")	Sale and maintenance of cars and parts	100.00	100.00	100.00	-
Hang Zhou Hua Zhi	Hang Zhou Hua Yu Auto Sales & Services Co., Ltd. ("Hang Zhou Hua You")	Sale and maintenance of cars and parts	100.00	100.00	100.00	-
	Nan Jing Yu Shang Auto Sale & Service Co., Ltd. ("Nan Jing Yu Shang")	Sale and maintenance of cars and parts	-	100.00	100.00	Nan Jing Yu Shang Auto Sale & Service Co., Ltd. was deregistered in the 1st quarter of 2024.
Nanjing Hanhong	Nan Jing Yu Hua Auto Sale & Service Co., Ltd. ("Nan Jing Yu Hua")	Sales and maintenance of cars and parts	-	100.00	100.00	Nan Jing Yu Hua Auto Sale & Service Co., Ltd. was deregistered in the 1st quarter of 2024.
	Hang Zhou Hsiao Yu Business Co., Ltd. ("Hang Zhou Hsiao Yu")	Investments	-	-	90.00	Sold to Dong Tai in the 3rd quarter of 2023.
Hang Zhou Qien Yu	Hang Zhou Hsiao Yu Business Co., Ltd. ("Hang Zhou Hsiao Yu")	Investments	-	-	9.00	Sold to Dong Tai in the 3rd quarter of 2023.
Hang Zhou Tang Yu	Univation Motor Philippines, Inc. (UMPI)	Car manufacturing	100.00	100.00	100.00	-
	Sta. Cruz Island Corporation (SCIC)	Plant lease	100.00	100.00	100.00	-
Yulon Philippines	Yu-Hsin Intl Investment Co., Ltd. ("Yu-Hsin Intl")	Investments	66.67	66.67	66.67	-
Y-Teks	Yu-Hsin Intl (HK) Investment Co., Ltd. ("Yu-Hsin Intl HK")	Investments	100.00	100.00	100.00	-
Yu-Hsin Intl	Hangzhou Y-Teks Automotive Trim Parts ("Hangzhou Y-Teks")	Manufacturing and sale of car interior furnishing and related business	100.00	100.00	100.00	-
Yu-Hsin Intl HK	Changzhou Y-Teks Automotive Trim Parts ("Changzhou Y-Teks")	Manufacturing and sale of car interior furnishing and related business	51.00	51.00	51.00	-
	Uni Investment Co., Ltd. ("Uni Investment")	Investments	100.00	100.00	100.00	-
Union & NKH	Fuzhou Lianghong Motor Parts Co., Ltd. ("Fuzhou Lianghong")	Manufacturing of car seats and developing the related market	66.67	66.67	66.67	-
Uni Investment	Hangzhou Liangrun Motor Parts Co., Ltd. ("Hangzhou Liangrun")	Manufacturing of car seats and developing the related market	79.49	79.49	79.49	The Group owned 100% of Hangzhou Liangrun in the three reporting periods.
	Yue Ki Industrial (Samoa) Co., Ltd. ("Yue Ki Samoa")	Investments	-	100.00	100.00	Yue Ki Samoa was deregistered in the 2nd quarter of 2024.
Yueki	Yue Ki Investment (HK) Co., Ltd. ("Yue Ki HK")	Investments	100.00	100.00	100.00	-
Yue Ki HK	Hangzhou Yuwan Auto Motive Parts Limited ("Hangzhou Yuwan")	Manufacturing of key car components, electric cars and related parts	55.89	55.89	55.89	The Group owned 100% of Hangzhou Yuwan in the three reporting periods.
	Y-Teks Co., Ltd. ("Y-Teks")	Manufacturing and furnishing, cars and the import and export of, and serving as sales agent for, car parts	11.99	11.99	11.99	The Group owned 45.99% of Y-Teks in the three reporting periods.
Yue Sheng	Yueki Industrial Co., Ltd. ("Yueki")	Manufacturing and sale of car components	0.08	0.08	0.08	The Group owned 65.66% of Yueki in the three reporting periods.
Yu Chang	Tian Wang Co., Ltd.	Sale of secondhand cars and related products	100.00	100.00	100.00	-
Empower	Chunmin Enterprise Co., Ltd. ("Chunmin")	Comprehensive retail of car parts	100.00	100.00	100.00	-
	Hong Yen Motor Ltd. ("Hong Yen")	Investments	100.00	100.00	100.00	-
	Yu Ming Insurance Co., Ltd.	Property insurance	100.00	100.00	100.00	-
	Min Shiang Lease Co., Ltd. ("Min Shiang")	Car lease and trading	100.00	100.00	100.00	-
Hong Yen	Shanghai Yuming	Sale and maintenance of cars and parts	100.00	100.00	100.00	-
	Jia Hsin Yuda	Sales and maintenance of cars and parts	-	100.00	100.00	Jia Hsin Yuda was deregistered in the 2nd quarter of 2024.
Luxgen	Luxgen Taipei	Sale, maintenance and repair of cars and parts	99.99	99.99	99.99	-
	Luxgen Taoyuan	Sale, maintenance and repair of cars and parts	99.99	99.99	99.99	-
	Luxgen Taichung	Sale, maintenance and repair of cars and parts	99.99	99.99	99.99	-
	Luxgen Tainan	Sale, maintenance and repair of cars and parts	99.99	99.99	99.99	-
	Luxgen Kaohsiung	Sale, maintenance and repair of cars and parts	99.99	99.99	99.99	-
	Sin Gan	Wholesale and retail of information software	19.78	19.78	19.78	-
	New Energy World Motor CO., LTD.	Sales, maintenance and repair of heavy vehicles and related products.	80.00	80.00	-	Purchased from Sin Chi in the 4th quarter of 2023.
Haitec	Hua-Chuang Overseas Investment Co., Ltd. ("Hua-Chuang Overseas")	Investments	-	100.00	100.00	Hua-Chuang Overseas was deregistered in the 2nd quarter of 2024.
Hua-Chuang Overseas	Haitec China Overseas Investment Co., Ltd. ("Haitec China Overseas")	Investments	-	-	100.00	Haitec China Overseas was deregistered in the 4th quarter of 2023.

(Concluded)

Note: The Company's board of directors resolved in November 2023 to dispose of Yulon Motor Finance (China) Limited and transferred it to the disposal group to be sold. Please refer to Note 15.

Except for YFC, Shinshin, Car-Plus, TAC Global Investment (Samoa) Co., Ltd., Yulon Motor Finance, Yulon Overseas, Yulon China, Yulon China Holding, Yulon China (HK) Holding, Yulon China Motor Investment, Luxgen (Hangzhou) Motor Sales, Sheng Qing, Luxgen and Haitec, the others are non-significant subsidiaries, and their financial statements have not been reviewed.

b. Subsidiaries excluded from the consolidated financial statements: None.

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

Name of Subsidiary	Proportion of Ownership and Voting Rights Held by Non-controlling Interests		
	December 31,		
	June 30, 2024	2023	June 30, 2023
YFC	57.19%	57.19%	57.19%

See Table 9 for the information on place of incorporation and principal place of business.

Name of Subsidiary	Profit (Loss) Allocated to Non-controlling Interests				Accumulated Non-controlling Interests		
	For the Three Months Ended June 30		For the Six Months Ended June 30		December 31,		
	2024	2023	2024	2023	June 30, 2024	2023	June 30, 2022
YFC (excluding its subsidiaries' non-controlling interests)	\$ 856,265	\$ 1,081,415	\$ 1,602,228	\$ 2,105,503	\$ 23,819,367	\$ 24,049,122	\$ 22,094,998

The summarized financial information below represents amounts before intragroup eliminations.

YFC and its subsidiaries:

	June 30, 2024	December 31, 2023	June 30, 2023
Current assets	\$ 257,205,731	\$ 261,482,728	\$ 255,659,215
Non-current assets	44,094,829	38,372,522	32,989,132
Current liabilities	(254,753,303)	(254,128,829)	(247,691,167)
Non-current liabilities	<u>(7,348,831)</u>	<u>(6,284,511)</u>	<u>(5,540,622)</u>
Equity	<u>\$ 39,198,426</u>	<u>\$ 39,441,910</u>	<u>\$ 35,416,558</u>
Equity attributable to:			
Owners of YFC	\$ 14,893,584	\$ 14,845,156	\$ 13,308,882
Non-controlling interests of YFC	23,819,367	24,049,122	22,094,998
Non-controlling interests of YFC's subsidiaries	<u>485,475</u>	<u>547,632</u>	<u>12,678</u>
	<u>\$ 39,198,426</u>	<u>\$ 39,441,910</u>	<u>\$ 35,416,558</u>

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2024	2023	2024	2023
Revenue	<u>\$ 10,490,298</u>	<u>\$ 10,336,010</u>	<u>\$ 20,886,995</u>	<u>\$ 20,118,744</u>
Net profit for the period	\$ 1,354,397	\$ 1,787,122	\$ 2,683,328	\$ 3,629,871
Other comprehensive income (loss) for the period	<u>148,484</u>	<u>(256,057)</u>	<u>624,427</u>	<u>(200,895)</u>
Total comprehensive income for the period	<u>\$ 1,502,881</u>	<u>\$ 1,531,065</u>	<u>\$ 3,307,755</u>	<u>\$ 3,428,976</u>

(Continued)

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2024	2023	2024	2023
Profit attributable to:				
Owners of YFC	\$ 532,448	\$ 700,422	\$ 1,143,290	\$ 1,510,031
Non-controlling interests of YFC	856,265	1,081,415	1,602,228	2,105,503
Non-controlling interests of YFC's subsidiaries	<u>(34,316)</u>	<u>5,285</u>	<u>(62,190)</u>	<u>14,337</u>
	<u>\$ 1,354,397</u>	<u>\$ 1,787,122</u>	<u>\$ 2,683,328</u>	<u>\$ 3,629,871</u>
Total comprehensive income attributable to:				
Owners of YFC	\$ 609,828	\$ 529,412	\$ 1,480,311	\$ 1,369,007
Non-controlling interests of YFC	934,827	994,189	1,898,912	2,043,089
Non-controlling interests of YFC's subsidiaries	<u>(41,774)</u>	<u>7,464</u>	<u>(71,468)</u>	<u>16,880</u>
	<u>\$ 1,502,881</u>	<u>\$ 1,531,065</u>	<u>\$ 3,307,755</u>	<u>\$ 3,428,976</u>
Net cash inflow (outflow) from:				
Operating activities	\$ 3,436,182	\$ (5,435,588)	\$ 7,814,083	\$ (9,105,077)
Investing activities	(2,361,616)	(1,172,158)	(3,594,201)	(2,604,556)
Financing activities	(890,115)	7,006,766	(5,308,100)	11,106,542
Net foreign exchange gains (losses)	<u>63,027</u>	<u>(105,255)</u>	<u>261,963</u>	<u>(84,223)</u>
Net cash inflow (outflow)	<u>\$ 247,478</u>	<u>\$ 293,765</u>	<u>\$ (826,255)</u>	<u>\$ (687,314)</u>
				(Concluded)

17. INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

	June 30, 2024	December 31, 2023	June 30, 2023
Investment in associates	\$ 26,816,548	\$ 26,905,270	\$ 23,302,567
Investment in joint venture	<u>(5,627)</u>	<u>(2,860)</u>	<u>318</u>
	<u>\$ 26,810,921</u>	<u>\$ 26,902,410</u>	<u>\$ 23,302,885</u>

a. Investments in associates

	June 30, 2024	December 31, 2023	June 30, 2023
Material associates			
Yulon Nissan Motor Co., Ltd.	\$ 9,052,093	\$ 8,737,153	\$ 8,474,855
China Motor Company	3,318,498	3,409,730	3,190,504
Foxtron Vehicle Technologies Co., Ltd.	<u>8,050,905</u>	<u>8,402,299</u>	<u>6,062,017</u>
	20,421,496	20,549,182	17,727,376
Non-material associates	<u>6,395,052</u>	<u>6,356,088</u>	<u>5,575,191</u>
	<u>\$ 26,816,548</u>	<u>\$ 26,905,270</u>	<u>\$ 23,302,567</u>

1) Material associates

Name	June 30, 2024	December 31, 2023	June 30, 2023
Yulon Nissan Motor Co., Ltd.	50.02%	50.02%	50.02%
China Motor Company	8.86%	8.86%	8.86%
Foxtron Vehicle Technologies Co., Ltd.	43.83%	43.83%	47.96%

For the information of associates' main business, operating location and registered country, please refer to Table 9 and Table 10.

The Group controlled over 50% of the shares of Yulon Nissan Motor Co., Ltd. ("Yulon Nissan"). However, an assessment of core technologies and the supply of major materials showed that the Group did not exercise control over Yulon Nissan. Thus, Yulon Nissan was not considered a Group subsidiary.

The investment in China Motor Company was accounted for by the equity method because despite the individual investment being less than 20%, the Group exercised significant influence on the investee's operating and financial policy decisions.

The Company, Haitec, and Hon Hai Precision Ind. Co., Ltd. ("Hon Hai") signed a joint venture agreement on March 6, 2020. Haitec and Hon Hai jointly invested in a new joint venture company - Foxtron Vehicle Technologies Co., Ltd. ("Foxtron Technologies") to develop automobile-related businesses. Haitec invested NT\$7,632,000 thousand, which included NT\$6,450,000 thousand technical costs for car models and NT\$1,182,000 thousand cost for MBU1 car model in assets. On July 24, 2023, the board of directors resolved to issue 150,000 thousand new shares by cash capital increase, and the change of registration was completed on December 22, 2023. Haitec did not follow up on the capital increase. As of June 30, 2024, Haitec held 43.83% of the shareholding of Foxtron Vehicle Technologies Co., Ltd.

Fair values of investments in associates, based on the Level 1 fair value measurement derived from published quoted prices, are summarized as follows:

Associate	June 30, 2024	December 31, 2023	June 30, 2023
Yulon Nissan Motor Co., Ltd.	\$ 20,481,825	\$ 28,584,525	\$ 30,235,075
China Motor Company	6,084,184	5,544,458	4,563,138
Foxtron Technologies	36,595,440	34,038,720	-

Share of profit or loss and other comprehensive income of material associates, Yulon Nissan Motor Co., Ltd and China Motor Company, was calculated based on the financial statements which have been reviewed.

Summarized financial information in respect of each of the Group's material associates is set out below. The summarized financial information below represents amounts shown in the associates' financial statements prepared in accordance with IFRS Accounting Standards adjusted by the Group for equity accounting purposes.

Yulon Nissan Motor Co., Ltd. and its subsidiaries

	June 30, 2024	December 31, 2023	June 30, 2023
Current assets	\$ 10,218,994	\$ 9,263,164	\$ 5,952,245
Non-current assets	14,457,903	13,342,428	18,581,887
Current liabilities	(3,432,564)	(2,216,701)	(4,294,050)
Non-current liabilities	<u>(2,753,980)</u>	<u>(2,657,042)</u>	<u>(3,039,247)</u>
Equity	<u>\$ 18,490,353</u>	<u>\$ 17,731,849</u>	<u>\$ 17,200,835</u>
Proportion of the Group's ownership	50.02%	50.02%	50.02%
Equity attributable to the Group	\$ 9,248,875	\$ 8,869,471	\$ 8,603,858
Unrealized gain with associates	<u>(196,782)</u>	<u>(132,318)</u>	<u>(129,003)</u>
Carrying amount	<u>\$ 9,052,093</u>	<u>\$ 8,737,153</u>	<u>\$ 8,474,855</u>

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2024	2023	2024	2023
Revenue	<u>\$ 5,917,371</u>	<u>\$ 6,157,736</u>	<u>\$ 13,513,430</u>	<u>\$ 13,237,311</u>
Net income	\$ 382,724	\$ 129,308	\$ 981,903	\$ 515,025
Other comprehensive income (loss)	<u>180,925</u>	<u>(436,450)</u>	<u>820,600</u>	<u>(369,680)</u>
Total comprehensive income (loss)	<u>\$ 563,649</u>	<u>\$ (307,142)</u>	<u>\$ 1,802,503</u>	<u>\$ 145,345</u>

China Motor Company and its subsidiaries

	June 30, 2024	December 31, 2023	June 30, 2023
Current assets	\$ 16,643,667	\$ 14,425,585	\$ 15,253,570
Non-current assets	36,122,055	35,938,871	31,867,495
Current liabilities	(12,724,968)	(9,524,935)	(10,258,452)
Non-current liabilities	<u>(1,032,887)</u>	<u>(1,341,807)</u>	<u>(1,048,480)</u>
Equity	39,007,867	39,497,714	35,814,133
Non-controlling interests	<u>(3,680,547)</u>	<u>(3,678,355)</u>	<u>(3,555,059)</u>
	<u>\$ 35,327,320</u>	<u>\$ 35,819,359</u>	<u>\$ 32,259,074</u>

(Continued)

	June 30, 2024	December 31, 2023	June 30, 2023
Proportion of the Group's ownership	8.86%	8.86%	8.86%
Equity attributable to the Group	\$ 3,130,001	\$ 3,173,595	\$ 2,858,154
Unrealized gain in associates	(44)	(56)	(62)
Intersect shareholding (accounted for by the treasury stock method)	<u>188,541</u>	<u>236,191</u>	<u>332,412</u>
Carrying amount	<u>\$ 3,318,498</u>	<u>\$ 3,409,730</u>	<u>\$ 3,190,504</u> (Concluded)

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2024	2023	2024	2023
Revenue	<u>\$ 11,629,972</u>	<u>\$ 9,405,102</u>	<u>\$ 23,885,645</u>	<u>\$ 18,481,372</u>
Net income	\$ 1,264,334	\$ 1,595,968	\$ 2,568,625	\$ 3,193,369
Other comprehensive income (loss)	<u>246,629</u>	<u>(460,701)</u>	<u>481,451</u>	<u>(412,863)</u>
Total comprehensive income	<u>\$ 1,510,963</u>	<u>\$ 1,135,267</u>	<u>\$ 3,050,076</u>	<u>\$ 2,780,506</u>

Foxtron Vehicle Technologies Co., Ltd.

	June 30, 2024	December 31, 2023	June 30, 2023
Current assets	\$ 9,417,872	\$ 11,130,605	\$ 4,571,072
Non-current assets	11,825,939	10,114,089	8,979,817
Current liabilities	(1,962,479)	(1,458,676)	(760,226)
Non-current liabilities	<u>(912,851)</u>	<u>(615,817)</u>	<u>(146,753)</u>
Equity	18,368,481	19,170,201	12,643,910
Former owner of business combination under common control	<u>-</u>	<u>-</u>	<u>(4,175)</u>
	<u>\$ 18,368,481</u>	<u>\$ 19,170,201</u>	<u>\$ 12,639,735</u>
Proportion of the Group's ownership	43.83%	43.83%	47.96%
Equity attributable to the Group	<u>\$ 8,050,905</u>	<u>\$ 8,402,299</u>	<u>\$ 6,062,017</u>
Carrying amount	<u>\$ 8,050,905</u>	<u>\$ 8,402,299</u>	<u>\$ 6,062,017</u>

	For the Six Months Ended June 30	
	2024	2023
Revenue	\$ <u>4,426,925</u>	\$ <u>274,791</u>
Net loss	\$ (809,144)	\$ (941,212)
Other comprehensive loss	<u>-</u>	<u>(1,936)</u>
Total comprehensive loss	\$ <u>(809,144)</u>	\$ <u>(943,148)</u>

2) Aggregate information of associates that are not individually material

To enhance the Group's competitiveness and further promote specialization in the manufacture and sales as well increase the integration of sales resources in the Philippines as required by Nissan Motors Company, the Group invested in Nissan Philippines, Inc., the joint venture among Nissan Motor Co., Ltd., the UMC Group and Yulon Philippines.

The Company's board of directors approved to increase its capital in Tokio Marine Newa Insurance Co., Ltd. for \$2,034,688 thousand and \$3,052,033 thousand in March and May 2023, respectively. As of June 30, 2024, the Group's shareholding ratio in Tokio Marine Newa Insurance Co., Ltd. was 21.74%.

The carrying amount of investments accounted for using the equity method and the share of profit or loss and other comprehensive income were calculated based on the financial statements that were not reviewed, except for Tokio Marine Newa Insurance Co., Ltd. which was calculated based on the 2nd quarter 2023 financial statements that were reviewed.

b. Investment in joint ventures

The balance of the Group's investments in joint ventures is as follow:

	June 30, 2024	December 31, 2023	June 30, 2023
Joint ventures that are not individually material	\$ <u>(5,627)</u>	\$ <u>(2,860)</u>	\$ <u>318</u>
The Group's share of: Net loss for the year	\$ <u>(2,767)</u>	\$ <u>(6,124)</u>	\$ <u>-</u>
Total comprehensive loss for the year	\$ <u>(2,767)</u>	\$ <u>(6,124)</u>	\$ <u>-</u>

The Group exercises joint control over Dong Yu (Hangzhou) Accessory Technology Co., Ltd. ("Dong Yu Tech. Company") were made through and composed of Yulon China Motor Investment and Sinqal Travel. Dong Yu Tech. Company's main business is car furnishing, installation and sale of car parts. As of June 30, 2024, Dong Yu Tech. Company has suspended operations.

Dongfeng Yulon Company, the associate of the Group, re-elected directors and amended the agreement of shareholders in July 2017. Therefore, the relationship between Dongfeng Yulon Company and the Group changed from associate to joint venture. Since the development of Dong Feng Yulon Motor Sales Co., Ltd. was not progressing as expected, the Group applied for pre-reorganization proceedings, and with the support of the local government the pre-reorganization was completed and ruled to be accepted by the Intermediate People's Court of Hangzhou city, Zhejiang Province on May 6, 2022. Later, on December 30, 2022, the Intermediate People's Court of Hangzhou city, Zhejiang Province

approved the reorganization plan. Dongfeng Yulon Company had completed shareholder change registration and no longer a shareholder of the corporation on June 27, 2023.

The Group entered into a joint venture agreement with Zhou Hong Co., Ltd. in December 2022. Under the agreement, both parties jointly contributed to establish Zhuohe Company, which the Group held 40% of the shares. As of June 30, 2024 and December 31, 2023, the Group incurred negative balance of \$5,627 thousand and \$2,860 thousand, respectively on the long-term equity investment, and the amount was reclassified as credit balance of long-term equity investments accounted for using the equity method.

The carrying amount of investments accounted for using the equity method and share of profit or loss and other comprehensive income of nonmaterial joint ventures, were calculated based on the financial statements not been reviewed.

See Table 9 for the information on nature of business, principal place of business and place of incorporation of the above joint venture.

18. PROPERTY, PLANT AND EQUIPMENT

	June 30, 2024	December 31, 2023	June 30, 2023
Assets used by the Group	\$ 18,520,088	\$ 17,881,604	\$ 17,405,171
Assets leased under operating leases	<u>28,276,501</u>	<u>26,776,626</u>	<u>24,236,037</u>
	<u>\$ 46,796,589</u>	<u>\$ 44,658,230</u>	<u>\$ 41,641,208</u>

a. Assets used by the Group

	June 30, 2024	December 31, 2023	June 30, 2023
Freehold land	\$ 6,850,205	\$ 6,918,630	\$ 6,824,053
Buildings	5,360,490	5,187,536	4,973,580
Equipment	3,984,795	3,487,338	3,247,156
Vehicles	844,679	827,409	693,798
Miscellaneous equipment	1,180,603	1,085,969	1,028,397
Property under construction	<u>299,316</u>	<u>374,722</u>	<u>638,187</u>
	<u>\$ 18,520,088</u>	<u>\$ 17,881,604</u>	<u>\$ 17,405,171</u>

For the three months ended June 30, 2024 and 2023, and for the six months ended June 30, 2024 and 2023, there were impairment losses \$22,406 thousand, \$96,155 thousand, \$34,197 thousand and \$98,749 thousand, respectively. The impairment loss is caused by the recoverable amounts (fair value less costs to sell) of property, plant and equipment were lower than the carrying amounts.

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

Buildings	3-60 years
Equipment	2-20 years or unit-of-production method
Vehicles	3-7 years
Miscellaneous equipment	1-15 years

b. Assets leased under operating leases

	June 30, 2024	December 31, 2023	June 30, 2023
Vehicles	<u>\$ 28,276,501</u>	<u>\$ 26,776,626</u>	<u>\$ 24,236,037</u>

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

Vehicles	3 years or according to terms of lease
----------	--

For the three months ended June 30, 2024 and 2023, the amounts of impairment loss (gain on reversal of impairments) were \$(11,409) thousand and \$147 thousand, respectively, and for the six months ended June 30, 2024 and 2023, the amounts were \$(19,605) thousand and \$(2,653) thousand, respectively. The impairment loss was due to the decline in sales price of a certain line of medieval cars in the market and the expected decrease in future cash inflows. The impairment loss has been reversed due to sale of the used cars.

Property, plant and equipment pledged as collateral for bank borrowings were disclosed in Note 39.

19. INVESTMENT PROPERTIES

	June 30, 2024	December 31, 2023	June 30, 2023
Investment properties	<u>\$ 14,178,414</u>	<u>\$ 14,054,167</u>	<u>\$ 14,357,185</u>

The investment properties are depreciated on a straight-line basis over their estimated useful lives of 30 to 60 years.

The fair values of investment assets as of June 30, 2024, December 31, 2023 and June 30, 2023 based on the valuation by an independent professional appraiser were as follows:

	June 30, 2024	December 31, 2023	June 30, 2023
Fair value	<u>\$ 48,804,743</u>	<u>\$ 48,901,958</u>	<u>\$ 47,800,069</u>

Investment properties pledged as collateral for bank borrowings were disclosed in Note 39.

20. LEASE ARRANGEMENTS

a. Right-of-use assets

	June 30, 2024	December 31, 2023	June 30, 2023
<u>Carrying amount</u>			
Land	\$ 1,464,550	\$ 1,061,605	\$ 801,393
Buildings	1,643,487	1,425,618	1,390,442
Vehicles	12,694	12,646	12,145
Others	<u>39,953</u>	<u>862</u>	<u>13,455</u>
	<u>\$ 3,160,684</u>	<u>\$ 2,500,731</u>	<u>\$ 2,217,435</u>
		For the Six Months Ended June 30	
		2024	2023
Addition for right-of-use assets		<u>\$ 969,076</u>	<u>\$ 460,722</u>
Depreciation charge for right-of-use assets			
Land		\$ 84,889	\$ 63,633
Buildings		241,676	237,442
Vehicles		4,165	5,447
Others		<u>12,621</u>	<u>12,699</u>
		<u>\$ 343,351</u>	<u>\$ 319,221</u>

b. Lease liabilities

	June 30, 2024	December 31, 2023	June 30, 2023
<u>Carrying amount</u>			
Current	<u>\$ 792,374</u>	<u>\$ 620,704</u>	<u>\$ 639,781</u>
Non-current	<u>\$ 2,141,592</u>	<u>\$ 1,674,834</u>	<u>\$ 1,345,170</u>

Range of discount rates for lease liabilities was as follows:

	June 30, 2024	December 31, 2023	June 30, 2023
Land	0.90%-6.41%	0.90%-6.41%	0.90%-6.41%
Buildings	0.88%-5.31%	0.88%-5.35%	0.88%-5.33%
Vehicles	0.74%-5.30%	0.74%-5.33%	0.74%-5.33%
Others	0.90%-6.64%	0.90%-6.64%	0.90%-6.64%

c. Material lease-in activities and terms

The Group does not have bargain purchase options to acquire the leasehold land and buildings at the end of the lease terms.

d. Other lease information

	For the Six Months Ended June 30	
	2024	2023
Expenses relating to short-term leases	<u>\$ 158,915</u>	<u>\$ 69,736</u>
Expenses relating to low-value asset leases	<u>\$ 6,404</u>	<u>\$ 2,731</u>
Expenses relating to variable lease payments not included in the measurement of lease liabilities	<u>\$ 34,948</u>	<u>\$ 20,248</u>
Total cash outflow for leases	<u>\$ (553,601)</u>	<u>\$ (418,151)</u>

The Group's leases of certain vehicles, office equipment and dormitory qualify as short-term leases and leases of certain vehicles and office equipment qualify as low-value asset leases. The Group has elected to apply the recognition exemption and thus, did not recognize right-of-use assets and lease liabilities for these leases.

21. INTANGIBLE ASSETS

	June 30, 2024	December 31, 2023	June 30, 2023
Motor design and research and development outputs	\$ 86,861	\$ 99,089	\$ 196,701
Vehicle registration plates	243,779	231,331	230,445
Goodwill	427,434	427,434	882
Others	<u>293,310</u>	<u>284,657</u>	<u>179,161</u>
	<u>\$ 1,051,384</u>	<u>\$ 1,042,511</u>	<u>\$ 607,189</u>

The vehicle model development cost of the Group includes SUV model, MPV model, GPS (S5 Sedan) model, GPK (U6 SUV) model, LCS (S3 Sedan) model, LCH model (U5 SUV), GPM model, MBU model, M platform, ME engine, EF engine-Plug-in hybrid electric vehicle, technical cost of electric vehicles and other related vehicle model development cost. As mentioned above, SUV models, MPV models, GPS models and plug-in hybrid electric vehicle system have been fully recognized impairment, while LCS models, LCH models, MBU models, M platforms, ME engines and EF engine models have been invested to the associate - Foxtron Vehicle Technologies Co., Ltd. The mainly Motor design and research and development outputs of the Group included GPM model, GPK model and technical cost of electric vehicles as of June 30, 2024.

The Brand Segments test impairment of motor design and research and development outputs and molds of the models on an annual basis and in the event of signs of impairment; the calculation of recoverable amount is based on the value in use and the net fair value. The calculation of the value in use is based on the cash flows of the Group's future product life cycle financial forecasts to reflect the specific risks of the relevant cash-generating unit. The fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Both calculations use an annual discount rate of 7.52% at December 31, 2023 and 2022.

The ownership of vehicle registration plates was acquired by Car-Plus (Suzhou), Car-Plus Leasing (Shanghai), Da-Teng, Da-Chuan, Da-Mu, Da-Chung, Yong-Xiang, Guo-Ma, Jin-Yu, Zhong-Xing, Li-Yang, He-Yang, Jia-Yu and Tian-Yang for operating purposes. The ownership is the right for holding the vehicle registration plates can be transacted in the market, and can be transferred to various vehicles, thus was classified as intangible assets with infinite useful life.

The decrease in the recoverable amount of vehicle registration plates led to for the three months ended June 30, 2024 and 2023, recognition of impairment losses of \$4,035 thousand and \$1,323 thousand, respectively, and for the six months ended June 30, 2024 and 2023, recognition of impairment losses of \$3,592 thousand and \$1,323 thousand, respectively. As the estimated future cash flows from the related plates decreased, the Group carried out a review of the recoverable amount of those related plates and determined that the carrying amount exceeded the recoverable amount; thus, impairment loss was recognized.

In August 2023, YFC purchased 50.70% equity of JDW for \$950,000 thousand, generating a premium of \$426,552 thousand is recognized as goodwill. Related borrowings were disclosed in Note 32-d.

Intangible assets are amortized on a straight-line basis over the following estimated useful lives of the asset:

Computer software	2-5 years
Motor design and research and development outputs	Units-of-production method
Others	1-20 years

22. BORROWINGS

a. Short-term borrowings

	June 30, 2024	December 31, 2023	June 30, 2023
Secured borrowings (Note 39)			
Bank loans	\$ 8,297,498	\$ 8,468,184	\$ 7,165,298
Unsecured borrowings			
Line of credit borrowings	<u>48,473,805</u>	<u>38,459,521</u>	<u>41,294,173</u>
	<u>\$ 56,771,303</u>	<u>\$ 46,927,705</u>	<u>\$ 48,459,471</u>
Interest rates	1.80%-7.75%	1.70%-7.76%	1.70%-8.96%

The Group pledged installment notes and trade receivables as collateral for short-term borrowings in Note 39.

b. Short-term bills payable

	June 30, 2024	December 31, 2023	June 30, 2023
Commercial paper	\$ 157,874,251	\$ 172,138,032	\$ 168,843,000
Less: Unamortized discounts on bills payable	<u>(614,972)</u>	<u>(826,031)</u>	<u>(947,095)</u>
	<u>\$ 157,259,279</u>	<u>\$ 171,312,001</u>	<u>\$ 167,895,905</u>
Interest rates	0.76%-2.47%	0.76%-2.31%	0.76%-2.28%

YFC, Shinshin, Yu Rich, Yulon Motor Finance (China) and Jiangsu TAC Financial Leasing entered into syndicated loan agreements with several financial institutions. Yulon Finance Company and these subsidiaries shall maintain certain financial ratios on balance sheet date. Upon occurrence of any default, the borrowers shall remediate according to the agreement.

The financial ratios shall be calculated annually based on audited financial statements.

The Group pledged reserve account and notes and trade receivables as collateral for bills payable (see Note 39).

c. Long-term borrowings

	June 30, 2024	December 31, 2023	June 30, 2023
Secured borrowings (Note 39)			
Bank loans (Note)	\$ 4,020,333	\$ 4,250,108	\$ 11,498,290
Unsecured borrowings			
Credit borrowings	2,717,903	3,372,608	2,949,693
Commercial paper (recurring)	4,096,768	3,846,177	4,847,295
Less: Current portion long-term borrowings	<u>(1,292,329)</u>	<u>(1,899,848)</u>	<u>(8,344,501)</u>
	<u>\$ 9,542,675</u>	<u>\$ 9,569,045</u>	<u>\$ 10,950,777</u>
Interest rates	0.74%-4.65%	0.74%-4.75%	0.74%-5.15%

Note: On July 7, 2020, the board of directors of Haitec approved the application for a joint loan line of NT\$12.199 billion from the 17 financial institutions to repay the matured loan, and had paid 15% of the loan on August 31, 2020. The credit term for this joint loan is 5 years, and when it expires in the 5th year, if certain conditions are met, Haitec will automatically extend the credit period for 2 years. Haitec made an early repayment of whole joint loan on July 3, 2023.

The financing line is secured by finance lease receivables and real estate, plants and equipment. Please refer to Note 39.

23. BONDS PAYABLE

	June 30, 2024	December 31, 2023	June 30, 2023
Unsecured domestic convertible bonds	\$ 14,999,900	\$ 14,999,900	\$ 7,000,000
Unsecured domestic bonds	14,850,000	14,850,000	24,300,000
Less: Discounts on bonds payable	(8,609)	(11,059)	(442,686)
Discounts on convertible bonds	<u>(945,993)</u>	<u>(1,054,130)</u>	<u>-</u>
	28,895,298	28,784,711	30,857,314
Less: Current portion	<u>(20,538,686)</u>	<u>(20,470,743)</u>	<u>(19,586,088)</u>
Bonds payable - non-current	<u>\$ 8,356,612</u>	<u>\$ 8,313,968</u>	<u>\$ 11,271,226</u>

Unsecured Domestic Bonds

The Group issued unsecured corporate bonds on December 12, 2017, issuance amounting to NT\$3 billion, and the bonds have seven-year maturities and simple interest at rates of 1.17%, payable annually, the principal amounts of bond would be repaid on the maturity date. The Group also issued unsecured corporate bonds on December 25, 2018, with each issuance amounting to NT\$1.7 billion, and the bond have ten-year maturities and simple interest at rates of 1.80%, payable annually, the principal amounts of the bond are repayable on the maturity date.

YFC issued three-year maturity, unsecured corporate bonds on August 20, 2020 and November 9, 2020 with issuance amounts of \$1.7 billion and \$2.2 billion, and simple interest rates both of 0.85% payable annually, respectively, the principal amounts of the bonds are repayable on August 21, 2023 and November 9, 2023, respectively.

YFC also issued five-year maturity unsecured corporate bonds on July 9, 2019, August 14, 2019, June 8, 2021 and April 26, 2023, with issuance amounts of \$2 billion, \$1.9 billion, \$3.75 billion and \$1.55 billion, and simple interest rates of 0.90%, 0.90%, 0.73% and 1.70% payable annually, respectively. The principal amount of the bond issued on June 8, 2021, is repayable in the fifth year, the others are repayable 50% in the fourth year and 50% in the fifth year. The principal amounts of the bonds issued on July 9, 2019 and August 14, 2019, were repaid 50% on July 10, 2023, and 50% on August 14, 2023, respectively.

Shinshin issued three-year maturity unsecured corporate bonds on April 12, 2023 with issuance amounts of \$2.9 billion and simple interest rates both of 1.90% payable annually. The principal amounts of the bonds are repayable on the maturity date.

Unsecured Domestic Convertible Bonds

The company issued the third domestic unsecured convertible corporate bond with a coupon rate of 0% on May 25, 2023, and it was listed for trading on the counter trading center on the same day, with an aggregate principal amount of \$7 billion and a par value of \$100 thousand per bond certificate. It is issued according to 102.00% of the face value. The issuance term is 5 years, and the conversion period is from August 26, 2023 to May 25, 2028. The conversion price at the time of issuance was \$82 per share.

Following the issuance of the convertible corporate bonds 3 months to 40 days before the expiration of the issuance period, if the closing price of the company's common stock in the centralized trading market exceeds the current conversion price by 30% (inclusive) for 30 consecutive business days or when the outstanding balance of the convertible bonds is less than 10% of the original issued total amount, the company may take back all the bonds in cash according to the face value of the bonds.

After the issuance of the convertible corporate bonds for 3 years, the bondholders may request that the company redeem the convertible bonds they hold in cash at the face value of the bonds plus interest compensation.

This convertible corporate bond includes liabilities and equity components, and the equity component is expressed as "capital reserves - stock options" under the equity item. The liability component was originally recognized with an effective interest rate of 1.2889%.

Proceeds from issuance (deduct transaction costs of \$3,395 thousand)	\$ 7,136,605
Equity component	(573,028)
Financial liabilities at fair value through profit or loss - current	<u>(699)</u>
Liability component at the date of issue	6,562,878
Interest charged at an effective rate of 1.2889%	93,828
Convertible bonds converted into ordinary shares	<u>(94)</u>
Liability component at June 30, 2024	<u>\$ 6,656,612</u>

YFC issued the second domestic unsecured convertible corporate bond with a coupon rate of 0% on November 20, 2023, and it was listed for trading on the counter trading center on the same day, with an aggregate principal amount of \$8 billion and a par value of \$100 thousand per bond certificate. It is issued with a 101.00% of the face value. The issuance term is 5 years, and the conversion period is from February 21, 2024 to November 20, 2028. The conversion price at the time of issuance was \$204.6 per share.

Following the issuance of the convertible corporate bonds 3 months to 40 days before the expiration of the issuance period, if the closing price of the YFC's common stock exceeds the current conversion price by 30% (included) for 30 consecutive business days or when the outstanding balance of the convertible bonds is less than 10% of the original issued amount, the YFC may redeem all outstanding convertible bonds in cash at face value in accordance with the law.

After the issuance of the convertible corporate bonds for 3 years, bondholders may request that YFC redeem the convertible bonds held by the bondholders in cash at the face value of the bonds.

This convertible corporate bond includes liabilities and equity components, and the equity component is presented as capital reserves - stock options under the equity item. The liability component was originally recognized with an effective interest rate of 1.78354%.

Proceeds from issuance (deduct transaction costs of \$5,817 thousand)	\$ 8,074,183
Equity component	(693,101)
Financial liabilities at fair value through profit or loss - current	<u>(63,954)</u>
Liability component at the date of issue	7,317,128
Interest charged at an effective rate of 1.78354%	<u>80,167</u>
Liability component at June 30, 2024	<u>\$ 7,397,295</u>

24. OTHER LIABILITIES

	June 30, 2024	December 31, 2023	June 30, 2023
<u>Current</u>			
Other payables			
Equipment payables	\$ 365,380	\$ 421,717	\$ 609,031
Accrued expense	3,019,440	3,373,045	3,436,243
Dividends payable	3,768,785	126,688	3,006,101
Others	<u>2,225,028</u>	<u>2,375,683</u>	<u>3,744,300</u>
	<u>\$ 9,378,633</u>	<u>\$ 6,297,133</u>	<u>\$ 10,795,675</u>
Other liabilities			
Guarantee deposits received	\$ 13,773,519	\$ 12,774,040	\$ 12,222,640
Others	<u>3,375,221</u>	<u>2,966,059</u>	<u>2,853,040</u>
	<u>\$ 17,148,740</u>	<u>\$ 15,740,099</u>	<u>\$ 15,075,680</u>
<u>Non-current</u>			
Other liabilities			
Guarantee deposits received	\$ 393,439	\$ 392,133	\$ 434,787
Others	<u>19,505</u>	<u>18,464</u>	<u>24,928</u>
	<u>\$ 412,944</u>	<u>\$ 410,597</u>	<u>\$ 459,715</u>

25. PROVISIONS

	June 30, 2024	December 31, 2023	June 30, 2023
<u>Current</u>			
Financial guarantee provisions	\$ 72,213	\$ 77,655	\$ 79,386
Warranties	<u>4,585</u>	<u>4,851</u>	<u>4,457</u>
	<u>\$ 76,798</u>	<u>\$ 82,506</u>	<u>\$ 83,843</u>

(Continued)

	June 30, 2024	December 31, 2023	June 30, 2023
<u>Non-current</u>			
Warranties	\$ 340,486	\$ 342,506	\$ 373,797
Other provisions	<u>-</u>	<u>-</u>	<u>4,962</u>
	<u>\$ 340,486</u>	<u>\$ 342,506</u>	<u>\$ 378,759</u>
			(Concluded)

The customers of Yulon Finance Company and Shinshin signed car loan contracts with banks, with Yulon Finance Company and Shinshin acting as car loan agents and providing customers with account management services. Under the contracts, Yulon Finance Company and Shinshin are responsible for repaying any uncollectable loans arising from customer default. Yulon Finance Company and Shinshin have estimated their potential financial guarantee loss on any default on the basis of past experience.

Qinton Motor Co., Ltd. and YES-Energy recognized provision based on the estimated amount of service costs during the terms of service warranties of the products. This estimate will be reviewed and adjusted regularly.

Other provisions are estimated indemnities incurred in litigation arising from Yulon Motor Finance and have been settled in 2023.

The validity of warranties for Nissan and Luxgen cars provided by the Group are limited to 3 years of purchase or mileage of under 100,000 kilometers or warranty conditions for specific vehicle types. Provisions have been estimated for possible maintenance costs.

26. RETIREMENT BENEFIT PLANS

Employee benefit expenses in respect of the Group's defined benefit retirement plans were calculated using the actuarially determined person cost discount rate as of December 31, 2023 and 2022, and recognized in the following line items in their respective periods:

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2024	2023	2024	2023
Operating cost	\$ 1,770	\$ 2,006	\$ 3,607	\$ 4,042
Marketing expenses	143	121	280	247
Administration expenses	797	832	1,552	1,641
Research and development expenses	<u>197</u>	<u>210</u>	<u>374</u>	<u>409</u>
	<u>\$ 2,907</u>	<u>\$ 3,169</u>	<u>\$ 5,813</u>	<u>\$ 6,339</u>

27. EQUITY

a. Share capital

Common shares

	June 30, 2024	December 31, 2023	June 30, 2023
Number of shares authorized (in thousands)	<u>2,000,000</u>	<u>2,000,000</u>	<u>2,000,000</u>
Shares authorized	<u>\$ 20,000,000</u>	<u>\$ 20,000,000</u>	<u>\$ 20,000,000</u>
Number of shares issued and fully paid (in thousands)	<u>1,070,001</u>	<u>1,070,001</u>	<u>1,000,000</u>
Share capital	\$ 10,700,013	\$ 10,700,013	\$ 10,000,000
Unregistered share capital	<u>-</u>	<u>-</u>	<u>700,000</u>
	<u>\$ 10,700,013</u>	<u>\$ 10,700,013</u>	<u>\$ 10,700,000</u>

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

On March 9, 2023, the Company's board of directors resolved to issue 70,000 thousand ordinary shares with a par value of \$10, for a consideration of \$68 per share, which increased the share capital issued and fully paid to \$1,070,000 thousand. On April 19, 2023, the above transaction was approved by the FSC, and the subscription base date was determined by the board of directors to be June 30, 2023. The total paid-in capital has been fully collected and stated as equity, with a corresponding increase in compensation cost of \$106,013 thousand. (See Note 34)

For the year ended December 31, 2023, holders exercise their rights to the Company's convertible corporate bonds, and the Company recognized \$13 thousand. So far in 2024, holders of Company's convertible corporate bonds have not exercised their rights.

b. Capital surplus

	June 30, 2024	December 31, 2023	June 30, 2023
May be used to offset a deficit, distributed as cash dividends, or transferred to share capital (Note)			
Arising from issuance of common shares	\$ 8,665,457	\$ 8,665,457	\$ 8,665,366
Arising from treasury share transactions	2,054,591	2,044,055	2,044,547
The difference between the consideration received or paid and the carrying amount of the subsidiaries' net assets during actual disposal or acquisition	19,715	19,715	19,593

(Continued)

	June 30, 2024	December 31, 2023	June 30, 2023
<u>May only be used to offset a deficit</u>			
Changes in percentage of ownership interests in subsidiaries	\$ 1,846,268	\$ 1,846,268	\$ 1,547,276
Arising from share of changes in capital surplus of associates or joint ventures	2,905,981	2,903,413	84,233
<u>May not be used for any purpose</u>			
Convertible bonds share options	573,019	573,019	573,028
	<u>\$ 16,065,031</u>	<u>\$ 16,051,927</u>	<u>\$ 12,934,043</u>
			(Concluded)

Note: Such capital surplus may be used to offset a deficit, in addition, when the Company has no deficit, such capital surplus may be distributed as cash dividends or transferred to share capital (limited to a certain percentage of the Company's capital surplus and to once a year).

c. Retained earnings and dividends policy

The Company's Articles of Incorporation provide that appropriation for legal reserve should be made at 10% of annual net income, less any accumulated deficit. From the remainder of the net income, appropriation for special reserve will be made based on relevant laws and regulations, and then any remaining profit together with any undistributed retained earnings may be appropriated and distributed.

The Company's operating environment is in a mature industry. The Company shall consider profitability, future operating plans and funding needs, and industry condition, and long-term shareholders' rights and long-term financial planning in the distribution of earnings. Dividends may be paid in cash or stock; total dividends should not be lower than 10% of distributable net profit, and cash dividends should not be lower than 20% of total dividends. The distribution plan will be proposed by the Company's board of directors and approved in the shareholders' meeting.

For information on accrued compensation of employees and remuneration to directors and the actual appropriations, please refer to Note 29-g.

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

The appropriations of earnings for 2023 and 2022 that had been resolved by the Company's board of directors on May 28, 2024 and May 31, 2023, respectively, were as follows:

	<u>Appropriation of Earnings</u>		<u>Dividends Per Share (N.T. Dollar)</u>	
	2023	2022	2023	2022
Legal reserve	\$ 442,344	\$ -		
Reversal of special reserve	-	2,150,000		
Cash dividends	1,498,002	1,000,000	\$1.4	\$0.93

d. Special reserve

	For the Six Months Ended June 30	
	2024	2023
Balance at January 1	\$ 20,078,565	\$ 22,228,565
Reversals	<u>-</u>	<u>(2,150,000)</u>
Balance at June 30	<u>\$ 20,078,565</u>	<u>\$ 20,078,565</u>

On first-time adoption of IFRS Accounting Standards, the Group appropriated for special reserve, the amounts that were the same as the unrealized revaluation increment and cumulative translation differences transferred to retained earnings, which were \$8,255,468 thousand and \$655,829 thousand, respectively.

If the special reserve appropriated on the first-time adoption of IFRS Accounting Standards relates to property, plant and equipment and investment property other than land, the special reserve may be reversed continuously over the period of use. The special reserve relating to land may be reversed on the disposal or reclassification of the related assets. A proportionate share of the special reserve relating to exchange differences arising from the translation of the financial statements of foreign operations (including the subsidiaries of the Company) will be reversed on the Group's disposal of foreign operations; on the Group's loss of significant influence, however, the entire special reserve will be reversed.

Additional special reserve should be appropriated for the amount equal to the difference between net debit balance reserves and the special reserve appropriated on the first-time adoption of IFRS Accounting Standards. Any special reserve appropriated may be reversed to the extent that the net debit balance reverses and thereafter distributed.

e. Other equity items

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

	For the Six Months Ended June 30	
	2024	2023
Balance at January 1	\$ (1,227,435)	\$ (776,164)
Exchange differences on the translation of the financial statements of foreign operations	463,663	(351,885)
Share from associates and joint ventures accounted for using the equity method	<u>379,321</u>	<u>(200,430)</u>
Balance at June 30	<u>\$ (384,451)</u>	<u>\$ (1,328,479)</u>

2) Unrealized valuation gain on financial assets at FVTOCI

	For the Six Months Ended June 30	
	2024	2023
Balance at January 1	\$ 1,491,596	\$ 1,508,886
Unrealized gain - equity instruments	37,417	44,347
Share from associates accounted for using the equity method	65,612	47,290
Cumulative unrealized loss of equity instruments transferred to retained earnings due to disposal	<u>(53,720)</u>	<u>(68,037)</u>
Balance at June 30	<u>\$ 1,540,905</u>	<u>\$ 1,532,486</u>

3) Equity directly associated with disposal groups held-for-sale

	For the Six Months Ended June 30	
	2024	2023
Balance at January 1	\$ -	\$ -
Exchange differences on the translation of the financial statements of foreign operations	<u>232,828</u>	<u>-</u>
Balance at June 30	<u>\$ 232,828</u>	<u>\$ -</u>

f. Non-controlling interests

	For the Six Months Ended June 30	
	2024	2023
Balance at January 1	\$ 28,837,754	\$ 24,380,919
Attributable to non-controlling interests:		
Share of profit for the year	1,655,154	2,170,327
Exchange differences on translating the financial statements of foreign entities	344,292	(100,105)
Unrealized (loss) gain on financial assets at FVTOCI	(1,033)	12,962
Remeasurement on defined benefit plans	-	(582)
Share in other comprehensive loss of associates and joint ventures accounted for using the equity method	(55,685)	(13,089)
Change in equity from the differences between the consideration received or paid and the carrying amount of the subsidiaries' net assets during disposal or acquisition	-	64,817
Changes in percentage of ownership interests in subsidiaries	-	2,134,065
Changes in associates accounted for using the equity method	-	(388,832)
Cash dividends from subsidiaries	<u>(2,261,936)</u>	<u>(2,000,858)</u>
Balance at June 30	<u>\$ 28,518,546</u>	<u>\$ 26,259,624</u>

g. Treasury shares

(In Thousands of Shares)

Reasons for Redemption	Number of Shares, Beginning of Year	Addition During the Year	Reduction During the Year	Number of Shares, End of Year
For the six months ended <u>June 30, 2024</u>				
Long-term investment of subsidiary transferred to treasury stock	<u>7,526</u>	<u>-</u>	<u>-</u>	<u>7,526</u>
For the six months ended <u>June 30, 2023</u>				
Long-term investment of subsidiary transferred to treasury stock	<u>7,526</u>	<u>-</u>	<u>-</u>	<u>7,526</u>

The Company's shares held by subsidiaries as of June 30, 2024, December 31, 2023 and June 30, 2023 were as follows:

Name of Subsidiary	Number of Shares Held (In Thousands of Shares)	Carrying Amount	Market Value
<u>June 30, 2024</u>			
Yu Ching	7,526	<u>\$ 376,301</u>	<u>\$ 512,550</u>
<u>December 31, 2023</u>			
Yu Ching	7,526	<u>\$ 376,301</u>	<u>\$ 562,977</u>
<u>June 30, 2023</u>			
Yu Ching	7,526	<u>\$ 376,301</u>	<u>\$ 621,683</u>

The subsidiaries holding treasury shares, however, are bestowed shareholders' rights, except the rights to participate in any share issuance for cash and to vote.

28. REVENUE

a. Contract information

1) Rental income

Rental income from an operating lease is recognized on a straight-line basis over the term of the lease.

Amounts due from lessees under finance leases are recognized as receivables at the amount of the Group's net investment in the leases. Finance lease income is allocated to accounting periods so as to reflect a constant periodic rate of return on the Group's net investment outstanding on the leases.

2) Investment income (included in other operating revenue)

For security transactions by Yung Hong Investment Company, the difference between the carrying amount of security and the actual selling price is recognized in profit or loss when these Group entities transfer substantially all the risks and rewards of security ownership to another party.

3) Revenue from the rendering of services

Revenue from a contract to provide services is recognized with reference to the stage of completion of the contract.

4) Interest revenue from acquired accounts receivable (included in other operating revenue)

Interest revenue from the accounts receivable of YFC, Shinshin and Yu Rich collectively during the three months ended June 30, 2024 and 2023 were \$2,855,223 thousand and \$3,325,515 thousand, respectively; and for the six months ended June 30, 2024 and 2023 were \$5,908,621 thousand and \$6,552,940 thousand, respectively. As of June 30, 2024, December 31, 2023 and June 30, 2023, the uncollected parts of acquired accounts receivable were \$150,042,944 thousand, \$163,063,102 thousand and \$166,588,977 thousand, respectively, and recognized as accounts receivable. The income from sales and cost of goods sold of the combined company without a dealer's interest were expressed in net amount; the gross amounts were not included in the consolidated statements of comprehensive income.

5) Interest income on installment sales (included in other operating revenue)

Interest revenue on acquired receivables from installment sales of YFC, Shinshin and Yu Rich for the three months ended June 30, 2024 and 2023 were amounted to \$1,318,228 thousand and \$1,231,417 thousand, respectively; and for the six months ended June 30, 2024 and 2023 were \$2,631,040 thousand and \$2,405,278 thousand, respectively. The income from sales and cost of goods sold of the combined company without a dealer's interest were expressed in net amount; the gross amounts were not included in the consolidated statements of comprehensive income.

6) Agency revenue (included in other operating revenue)

Agency revenue of YFC and Shinshin recognized for the three months ended June 30, 2024 and 2023 were \$36,002 thousand and \$40,111 thousand, respectively; and for the six months ended June 30, 2024 and 2023 were \$73,128 thousand and \$80,371 thousand, respectively. In the event that payments were not made on due dates, YFC and Shinshin reimburse the bank of the loan and assume all collection rights against the debtor. As of June 30, 2024, December 31, 2023 and June 30, 2023, the managerial service account balances of the loans provided by YFC and Shinshin collectively were \$2,419,388 thousand, \$2,606,964 thousand and \$2,590,803 thousand, respectively. The reimbursements from YFC and Shinshin to banks as of June 30, 2024, December 31, 2023 and June 30, 2023 were \$232,539 thousand, \$253,337 thousand and \$290,245 thousand, respectively. The reimbursements to banks were listed as notes receivable and accounts receivable before recognition of interest revenue from acquired accounts receivable.

The amounts of financial guarantee contracts listed above were the maximum total managerial service loans provided by the Group that require full payment by the Group in the event of debtor's default. The Group had estimated the potential financial guarantee loss on any default on the basis of past experience (see Note 25).

b. Disaggregation of revenue

Refer to Note 43 for details of revenue information.

29. NET PROFIT AND OTHER COMPREHENSIVE INCOME

Net profit includes the following items:

a. Other operating revenue

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2024	2023	2024	2023
Rental revenue	\$ 15,558	\$ 16,033	\$ 29,774	\$ 36,157
Subsidy revenue	125,558	25,135	129,324	142,287
Others	<u>232,524</u>	<u>164,154</u>	<u>292,212</u>	<u>285,028</u>
	<u>\$ 373,640</u>	<u>\$ 205,322</u>	<u>\$ 451,310</u>	<u>\$ 463,472</u>

b. Other gains and losses

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2024	2023	2024	2023
Gains (losses) on disposal of property, plant and equipment	\$ 38,008	\$ (1,829)	\$ 41,295	\$ 4,964
Net foreign exchange gains (losses)	12,137	(33,685)	11,746	(32,011)
Gains (losses) on financial assets mandatorily classified as at FVTPL	8,557	(12,954)	(60,748)	(21,794)
Gain on disposal of associates	-	120,357	-	120,357
Reversal of compensation loss (Note)	-	-	-	51,946
Others	<u>(46,093)</u>	<u>205,104</u>	<u>(74,403)</u>	<u>182,646</u>
	<u>\$ 12,609</u>	<u>\$ 276,993</u>	<u>\$ (82,110)</u>	<u>\$ 306,108</u>

Note: Foxtron Technologies, the Haitec associate, repositioned original business plans and products, including termination of development of some systems and gasoline power related parts, etc. Since Haitec was first party of the original development contract, Haitec recognized the compensation loss related to the contract in 2020, and recognized compensation losses or reversal of compensation loss according to the adjustment of the negotiation status with the manufacturer. Outstanding payments are included in other accounts payable.

c. Finance costs

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2024	2023	2024	2023
Interest on bank loans	\$ 1,293,289	\$ 1,258,915	\$ 2,559,575	\$ 2,440,267
Interest on corporate bonds	71,737	77,936	143,251	131,431
Other finance costs	<u>46,733</u>	<u>48,112</u>	<u>108,038</u>	<u>92,383</u>
	1,411,759	1,384,963	2,810,864	2,664,081
Less: Interest accounted for as operating cost	<u>(1,293,353)</u>	<u>(1,201,925)</u>	<u>(2,574,272)</u>	<u>(2,307,177)</u>
	<u>\$ 118,406</u>	<u>\$ 183,038</u>	<u>\$ 236,592</u>	<u>\$ 356,904</u>

d. Interest revenue

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2024	2023	2024	2023
Interest revenue from acquired accounts receivable	\$ 2,855,376	\$ 3,325,508	\$ 5,908,585	\$ 6,552,913
Interest revenue from installment sales	1,318,228	1,231,417	2,631,040	2,405,278
Interest revenue from capital leases	853,672	764,123	1,643,280	1,485,614
Others	<u>832,355</u>	<u>945,332</u>	<u>1,676,387</u>	<u>1,823,749</u>
	5,859,631	6,266,380	11,859,292	12,267,554
Less: Interest revenue accounted for as operating revenue	<u>(5,756,296)</u>	<u>(6,161,810)</u>	<u>(11,674,028)</u>	<u>(12,082,663)</u>
	<u>\$ 103,335</u>	<u>\$ 104,570</u>	<u>\$ 185,264</u>	<u>\$ 184,891</u>

e. Depreciation and amortization

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2024	2023	2024	2023
An analysis of depreciation by function				
Operating costs	\$ 2,024,429	\$ 1,742,944	\$ 4,003,021	\$ 3,428,611
Operating expenses	<u>351,169</u>	<u>363,773</u>	<u>697,207</u>	<u>716,625</u>
	<u>\$ 2,375,598</u>	<u>\$ 2,106,717</u>	<u>\$ 4,700,228</u>	<u>\$ 4,145,236</u>
An analysis of amortization by function				
Operating costs	\$ 6,356	\$ 13,345	\$ 16,634	\$ 36,617
Operating expenses	<u>668,672</u>	<u>845,097</u>	<u>1,397,426</u>	<u>1,681,579</u>
	<u>\$ 675,028</u>	<u>\$ 858,442</u>	<u>\$ 1,414,060</u>	<u>\$ 1,718,196</u>

f. Employee benefits expense

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2024	2023	2024	2023
Post-employment benefits				
Defined contribution plans	\$ 60,556	\$ 54,300	\$ 130,216	\$ 117,179
Defined benefit plans (Note 26)	<u>2,907</u>	<u>3,169</u>	<u>5,813</u>	<u>6,339</u>
	<u>63,463</u>	<u>57,469</u>	<u>136,029</u>	<u>123,518</u>
Share-based payments				
Equity-settled	<u>-</u>	<u>106,013</u>	<u>-</u>	<u>106,013</u>
Other employee benefits	<u>2,663,625</u>	<u>2,401,487</u>	<u>5,158,110</u>	<u>4,784,317</u>
Total employee benefits expense	<u>\$ 2,727,088</u>	<u>\$ 2,564,969</u>	<u>\$ 5,294,139</u>	<u>\$ 5,013,848</u>
An analysis of employee benefits expense by function				
Operating costs	\$ 747,329	\$ 726,083	\$ 1,456,801	\$ 1,403,626
Operating expenses	<u>1,979,759</u>	<u>1,838,886</u>	<u>3,837,338</u>	<u>3,610,222</u>
	<u>\$ 2,727,088</u>	<u>\$ 2,564,969</u>	<u>\$ 5,294,139</u>	<u>\$ 5,013,848</u>

g. Compensation of employees and remuneration of directors

According to the Company's Articles, the Company accrued compensation of employees and remuneration of directors at the rates no less than 0.1% and no higher than 0.5%, respectively, of net profit before income tax, compensation of employees, and remuneration of directors. However, if there have accumulated deficits, the amount to cover the deficits shall be reserved in advance, and then distributed according to the proportion in the preceding paragraph. For the three months ended June 30, 2024 and 2023 and for the six months ended June 30, 2024 and 2023, the employees' compensation and the remuneration of directors were as follows:

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2024	2023	2024	2023
Compensation of employees	<u>\$ 12,226</u>	<u>\$ 8,367</u>	<u>\$ 21,561</u>	<u>\$ 14,528</u>
Remuneration of directors	<u>\$ 7,362</u>	<u>\$ 9,230</u>	<u>\$ 9,807</u>	<u>\$ 9,685</u>

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

The compensation of employees and the remuneration of directors for the year ended December 31, 2023, which was approved by the Company's board of directors on March 7, 2024, was as follows:

	2023	
	Cash Dividends	Share Dividends
Compensation of employees	\$ 40,096	\$ -
Remuneration of director	24,247	-

There was no difference between the actual amounts of employees' compensation and remuneration of directors paid and the amounts recognized in the consolidated financial statements for the years ended December 31, 2023.

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

h. Impairment losses on non-financial assets

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2024	2023	2024	2023
Property, plant and equipment (included in lease cost and other operating cost)	\$ 10,997	\$ 96,302	\$ 14,592	\$ 96,096
Inventories (included in operating cost)	1,780	2,955	39,388	10,036
Other intangible assets (included in other operating cost)	<u>4,035</u>	<u>1,323</u>	<u>3,592</u>	<u>1,323</u>
	<u>\$ 16,812</u>	<u>\$ 100,580</u>	<u>\$ 57,572</u>	<u>\$ 107,455</u>

30. INCOME TAXES

a. Income tax recognized in profit or loss

Major components of tax expense were as follows:

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2024	2023	2024	2023
Current tax				
In respect of the current year	\$ 496,923	\$ 301,275	\$ 792,064	\$ 845,752
Income tax on unappropriated earnings	223,337	165,096	223,337	165,096
Adjustments for prior years	<u>34,769</u>	<u>(17,065)</u>	<u>35,683</u>	<u>(17,820)</u>
	755,029	449,306	1,051,084	993,028
Deferred tax				
In respect of the current year	<u>77,025</u>	<u>159,671</u>	<u>239,464</u>	<u>212,502</u>
Income tax expense recognized in profit or loss	<u>\$ 832,054</u>	<u>\$ 608,977</u>	<u>\$ 1,290,548</u>	<u>\$ 1,205,530</u>

b. Income tax assessed

The tax returns through 2021 have been assessed by the tax authorities.

31. EARNINGS PER SHARE

Unit: NT\$ Per Share

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2024	2023	2024	2023
Basic earnings per share	<u>\$ 1.16</u>	<u>\$ 1.12</u>	<u>\$ 1.99</u>	<u>\$ 2.35</u>
Diluted earnings per share	<u>\$ 1.09</u>	<u>\$ 1.08</u>	<u>\$ 1.88</u>	<u>\$ 2.31</u>

The profit and the weighted average number of shares outstanding used for the earnings per share computation was as follows:

Net Profit for the Year

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2024	2023	2024	2023
Earnings used in the computation of basic earnings per share	\$ 1,214,209	\$ 1,093,961	\$ 2,080,651	\$ 2,294,491
Effect of potentially dilutive ordinary shares:				
Convertible bonds	<u>27,656</u>	<u>5,549</u>	<u>56,644</u>	<u>5,549</u>
Earnings used in the computation of diluted earnings per share	<u>\$ 1,241,865</u>	<u>\$ 1,099,510</u>	<u>\$ 2,137,295</u>	<u>\$ 2,300,040</u>

Shares

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2024	2023	2024	2023
Weighted average number of ordinary shares used in the computation of basic earnings per share	1,047,293	978,470	1,047,293	978,090
Effect of potentially dilutive ordinary shares:				
Convertible bonds	87,608	35,225	87,608	17,710
Compensation of employees	<u>323</u>	<u>176</u>	<u>511</u>	<u>176</u>
Weighted average number of ordinary shares used in the computation of diluted earnings per share	<u>1,135,224</u>	<u>1,013,871</u>	<u>1,135,412</u>	<u>995,976</u>

In calculating the weighted average number of shares outstanding for consolidated EPS, the Company recognized the number of the shares held by associates as treasury shares and deducted the number of treasury shares from the weighted average number of outstanding shares in the current period.

If the Group offered to settle bonuses paid to employees in cash or shares, the Company assumed the entire amount of the compensation or bonus would be settled in shares and the resulting potential shares were included in the weighted average number of shares outstanding used in the computation of diluted earnings per share, if the effect is dilutive. Such dilutive effect of the potential shares is included in the computation of diluted earnings per share until the number of shares to be distributed to employees is resolved in the following year.

32. BUSINESS COMBINATIONS

a. Subsidiaries acquired

In order to build a complete service platform, the Company's board of directors resolved to invest \$950,000 thousand in JDW on June 16, 2023 and gain control over JDW and its subsidiary, JDW Taxi.

Subsidiary	Principal Activity	Date of Acquisition	Proportion of Voting Equity Interests Acquired (%)	Consideration Transferred
JDW	Information software services, information processing services and general advertising services	August 30, 2023	50.70	<u>\$ 950,000</u>

b. Assets acquired and liabilities assumed at the date of acquisition

	JDW and Its Subsidiaries
Current assets	
Cash	\$ 1,150,344
Accounts receivables	43,834
Other receivables	5,580
Prepayments	2,675
Non-current assets	
Property, plant and equipment	2,632
Other intangible assets	97,124
Refundable deposits	9,385
Current liabilities	
Accounts payables	(73,005)
Other payables	(174,390)
Deposits received	(203)
Other current liabilities	(3,486)
Non-current liabilities	
Deferred tax liabilities	<u>(19,541)</u>
	<u>\$ 1,040,949</u>

c. Non-controlling interests

The non-controlling interests (49.3% and 37.5% ownership interests, respectively) in JDW and its subsidiaries are measured as the proportionate share of the recognized amount of the acquiree's identifiable net assets.

d. Goodwill recognized on acquisitions

	JDW and Its Subsidiaries
Consideration transferred	\$ 950,000
Plus: Non-controlling interests (49.3% Ownership Interest in JDW)	507,770
Plus: Non-controlling interests (37.5% Ownership Interest in JDW Taxi)	9,731
Less: Fair value of identifiable net assets acquired	<u>(1,040,949)</u>
Goodwill recognized on acquisitions	<u>\$ 426,552</u>

The goodwill recognized by the Group in the acquisitions of JDW mainly represents the control premium included in the cost of the combinations. In addition, the consideration paid for the combinations effectively included amounts attributed to the benefits of expected synergies, revenue growth and future market development. These benefits are not recognized separately from goodwill because they do not meet the recognition criteria for identifiable intangible assets.

The total amount of acquired goodwill is not tax-deductible.

e. Net cash inflow on the acquisition of subsidiaries

	JDW
Consideration paid in cash	\$ 950,000
Less: Cash balances acquired	<u>(1,150,344)</u>
	<u>\$ (200,344)</u>

33. ACQUISITION OF A SUBSIDIARY THAT DOES NOT CONSTITUTE A BUSINESS

In order to expand its business and gain access to the energy market, the Group acquired a 100% of the equity shares of Zysun Power and Wysun Power at a consideration of \$10,000 thousand and \$600 thousand in cash on the period from July to September 2023, respectively. In addition, in August 2023, acquired 96.92% equity interest in Tai Chuang Energy for \$630,000 thousand. In accordance with IFRS 3, the Group evaluated and concluded that the acquired shares did not constitute a business; therefore, the share purchase transaction is accounted for as acquisition of a group of assets.

The information relating to the assets acquired and liabilities assumed and the relevant net cash outflow at the date of acquisition:

a. Assets acquired and liabilities assumed

	Zysun Power	Wysun Power	Tai Chuang Energy
Current assets			
Cash	\$ 80	\$ 69	\$ 630,448
Prepayments	475	19	972
Non-current assets			
Right-of-use assets	-	-	311,608
Prepayments for equipment	9,443	324	2,016
Refundable deposits	-	-	4,028
Current liabilities			
Other payables	(35)	-	(8)
Lease liabilities	-	-	(11,705)
Other current liabilities	-	-	(25)
Non-current liabilities			
Lease liabilities	<u>-</u>	<u>-</u>	<u>(307,604)</u>
	<u>\$ 9,963</u>	<u>\$ 412</u>	<u>\$ 629,730</u>

b. Net cash outflow (inflow) on the acquisition of subsidiaries.

	Zysun Power	Wysun Power	Tai Chuang Energy
Cash consideration paid in the current period	\$ 10,000	\$ 600	\$ 630,000
Less: Cash acquired and approximate cash balance	<u>(80)</u>	<u>(69)</u>	<u>(630,448)</u>
	<u>\$ 9,920</u>	<u>\$ 531</u>	<u>\$ (448)</u>

34. SHARE-BASED PAYMENT ARRANGEMENTS

On March 9, 2023, the Company's board of directors resolved to issue ordinary shares. In accordance with the Company Act, the Company reserved 10% of ordinary shares for issue to employees, for a total of 7,000 thousand shares. For the waiver of subscribed shares by employees or the undersubscribed portion, the chairman was authorized to designate specific persons for subscription.

In June 2023, the Company granted employee share options and used the Black-Scholes pricing model, and the inputs to the model were as follows:

	In June 2023
Grant-date share price (NT\$)	\$89.60
Exercise price (NT\$)	\$68.00
Expected volatility	36.692%
Expected life (in years)	16 days
Risk-free interest rate	1.025%

The Company recognized a compensation cost of \$106,013 thousand under employee share option plans.

35. EQUITY TRANSACTIONS WITH NON-CONTROLLING INTERESTS

From January to June 2023, the Company sold 52.58% of the preferred shares of YFC, and decreased its interest of preferred shares from 52.59% to 0.01%.

YFC increased capital and exchanged shares with Green World Fintech Service Co., Ltd. in February 2023, leading to a decrease in the Group's interest from 42.92% to 42.81%.

The Group subscribed for new shares issued by Car-plus Auto at a percentage different from its original ownership percentage in April 2023, purchased Car-plus Auto shares from non-controlling shareholders, and Car-plus Auto purchased treasury shares in June 2023, increasing its interest from 88.78% to 100%.

In June 2023, the Group purchased 4.43% of Sin Gan shares, increasing its interest from 93.04% to 97.47%.

The above transactions were accounted as equity transactions, since the Group did not cease to have control over these subsidiaries.

	Car-plus Auto	YFC	Sin Gan	
Consideration (paid) received	\$ (435,081)	\$ 2,876,958	\$ (38,113)	
The proportionate share of the carrying amount of the net assets of the subsidiary transferred from (to) non-controlling interests	<u>304,521</u>	<u>(2,649,051)</u>	<u>30,208</u>	
Differences recognized from equity transactions	<u>\$ (130,560)</u>	<u>\$ 227,907</u>	<u>\$ (7,905)</u>	
	Car-plus Auto	YFC	Sin Gan	Total
Line items adjusted for equity transactions				
Capital surplus - difference between consideration received or paid and the carrying amount of the subsidiaries' share during actual disposal or acquisition	\$ -	\$ 14,057	\$ -	\$ 14,057
Capital surplus - changes in percentage of ownership interests in subsidiaries	(1,775)	213,850	-	212,075
Unappropriated earnings	<u>(128,785)</u>	<u>-</u>	<u>(7,905)</u>	<u>(136,690)</u>
	<u>\$ (130,560)</u>	<u>\$ 227,907</u>	<u>\$ (7,905)</u>	<u>\$ 89,442</u>

36. CAPITAL MANAGEMENT

The Group manages its capital to ensure the entities in the Group will be able to continue as going concerns while maximizing the return to shareholders through the optimization of the debt and equity balance.

The capital structure of the Group consists of net debt (borrowings offset by cash and cash equivalents) and equity of the Group (comprising issued capital, reserves, retained earnings, and other equity).

According to externally imposed capital requirement of banks, part of the subsidiaries should keep the agreed equity during the borrowing period. As of June 30, 2024, the Company has met the requirements of banks.

The Group's management reviews the capital structure whenever necessary. As part of this review, the management considers the cost of capital and the risks associated with each class of capital. Based on the management's recommendations, the Group expects to balance its capital structure by paying dividends, borrowing new loans or repaying original loans.

37. FINANCIAL INSTRUMENTS

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

Except as detailed in the following table, the management of the Company considers that the carrying amount of financial assets and financial liabilities, which are not measured at fair value, is close to their fair value.

	<u>June 30, 2024</u>		<u>December 31, 2023</u>		<u>June 30, 2023</u>	
	<u>Carrying Amount</u>	<u>Fair Value</u>	<u>Carrying Amount</u>	<u>Fair Value</u>	<u>Carrying Amount</u>	<u>Fair Value</u>
<u>Financial liabilities</u>						
Convertible bonds	\$ 14,053,907	\$ 14,007,305	\$ 13,945,770	\$ 13,972,105	\$ 6,571,226	\$ 7,698,600

The Level 2 fair value measurement was determined under cash flow discounting analysis using the income approach.

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

1) Fair value hierarchy

June 30, 2024

	Level 1	Level 2	Level 3	Total
<u>Financial assets at FVTPL</u>				
Domestic and foreign quoted shares	\$ 9,740	\$ -	\$ -	\$ 9,740
Domestic and foreign unlisted shares	-	-	2,434	2,434
Investments in foreign bonds	15,796	-	-	15,796
Mutual funds	301,995	-	-	301,995
Limited partnership investment	-	-	62,540	62,540
Others	<u>165,281</u>	<u>-</u>	<u>140,401</u>	<u>305,682</u>
	<u>\$ 492,812</u>	<u>\$ -</u>	<u>\$ 205,375</u>	<u>\$ 698,187</u>

(Continued)

	Level 1	Level 2	Level 3	Total
<u>Financial assets at FVTOCI</u>				
Investments in equality instrument				
Domestic quoted shares	\$ 476,953	\$ -	\$ -	\$ 476,953
Domestic and foreign unlisted shares	-	-	508,328	508,328
Others	-	2,215	-	2,215
	<u>\$ 476,953</u>	<u>\$ 2,215</u>	<u>\$ 508,328</u>	<u>\$ 987,496</u>
<u>Financial liabilities at FVTPL</u>				
Derivatives redemption option and put option of convertible bonds	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 136,054</u>	<u>\$ 136,054</u>
<u>December 31, 2023</u>				
	Level 1	Level 2	Level 3	Total
<u>Financial assets at FVTPL</u>				
Domestic and foreign quoted shares	\$ 10,054	\$ -	\$ -	\$ 10,054
Domestic and foreign unlisted shares	-	-	2,303	2,303
Mutual funds	286,644	-	-	286,644
Limited partnership investment	-	-	71,985	71,985
Others	264,447	-	201,399	465,846
	<u>\$ 561,145</u>	<u>\$ -</u>	<u>\$ 275,687</u>	<u>\$ 836,832</u>
<u>Financial assets at FVTOCI</u>				
Investments in equality instruments				
Domestic quoted shares	\$ 423,368	\$ -	\$ -	\$ 423,368
Domestic and foreign unlisted shares	-	-	459,706	459,706
Others	-	1,497	-	1,497
	<u>\$ 423,368</u>	<u>\$ 1,497</u>	<u>\$ 459,706</u>	<u>\$ 884,571</u>
<u>Financial liabilities at FVTPL</u>				
Derivatives redemption option and put option of convertible bonds	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 70,054</u>	<u>\$ 70,054</u>

June 30, 2023

	Level 1	Level 2	Level 3	Total
<u>Financial assets at FVTPL</u>				
Domestic and foreign quoted shares	\$ 13,989	\$ -	\$ -	\$ 13,989
Domestic and foreign unlisted shares	-	-	2,336	2,336
Derivatives	-	-	2,100	2,100
Mutual funds	352,553	-	-	352,553
Limited partnership investment	-	-	71,985	71,985
Others	<u>265,040</u>	<u>-</u>	<u>218,451</u>	<u>483,491</u>
	<u>\$ 631,582</u>	<u>\$ -</u>	<u>\$ 294,872</u>	<u>\$ 926,454</u>

Financial assets at FVTOCI

Investments in equality instrument				
Domestic quoted shares	\$ 451,099	\$ -	\$ -	\$ 451,099
Domestic and foreign unlisted shares	-	-	446,054	446,054
Others	<u>-</u>	<u>1,523</u>	<u>-</u>	<u>1,523</u>
	<u>\$ 451,099</u>	<u>\$ 1,523</u>	<u>\$ 446,054</u>	<u>\$ 898,676</u>

There were no transfers between Levels 1 and 2 in the current and prior periods.

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

For the six months ended June 30, 2024

	Financial Assets at Fair Value Through Profit or Loss	Available-for- sale Financial Assets Equity Instruments	Total
Balance at January 1, 2024	\$ 205,633	\$ 459,706	\$ 665,339
Recognized in profit or loss			
Other gains and losses	(75,429)	-	(75,429)
Interest revenue	623	-	623
Recognized in other comprehensive income (included in unrealized gain on financial assets at FVTOCI)	-	29,415	29,415
Purchases	-	19,000	19,000
Disposals/settlements	(65,421)	-	(65,421)
Effects of exchange rate changes	<u>3,915</u>	<u>207</u>	<u>4,122</u>
Balance at June 30, 2024	<u>\$ 69,321</u>	<u>\$ 508,328</u>	<u>\$ 577,649</u>

For the six months ended June 30, 2023

	Financial Assets at Fair Value Through Profit or Loss	Available-for- sale Financial Assets Equity Instruments	Total
Balance at January 1, 2023	\$ 474,157	\$ 425,940	\$ 900,097
Recognized in profit or loss			
Other gains and losses	1,729	-	1,729
Interest revenue	3,663	-	3,663
Recognized in other comprehensive income (included in unrealized gain on financial assets at FVTOCI)	-	19,209	19,209
Purchases	-	1,000	1,000
Disposals/settlements	(184,710)	-	(184,710)
Effects of exchange rate changes	<u>33</u>	<u>(95)</u>	<u>(62)</u>
Balance at June 30, 2023	<u>\$ 294,872</u>	<u>\$ 446,054</u>	<u>\$ 740,926</u>

The fair values of non-public stocks and funds are mainly determined by using the asset approach, and the market approach.

To determine the fair value for the funds, the Company utilizes the asset approach and takes into account the net asset value measured at the fair value by independent parties. On June 30, 2024, the Company uses unobservable inputs derived from discount for lack of marketability and lack of non-controlling interest.

For the remaining few investments, the market approach is used to arrive at their fair value, for which the recent financing activities of investees, the market transaction prices of the similar companies and market conditions are considered.

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

Financial Instrument	Valuation Technique and Input
Derivatives - redemption option and put option of convertible bonds	Binomial tree valuation model. Evaluated by the observable closing price of the stocks, risk-free interest rate, risk discount rate, and liquidity risk at the balance sheet date.
Overseas unlisted equity instruments	The comparable transaction method of the market approach was adopted by referring to the recent fund-raising activities of the investee company.

c. Categories of financial instruments

	June 30, 2024	December 31, 2023	June 30, 2023
<u>Financial assets</u>			
Fair value through profit or loss (FVTPL)			
Mandatorily classified as at FVTPL	\$ 698,187	\$ 836,832	\$ 926,454
Financial assets at amortized cost (Note 1)	259,185,427	262,549,262	276,881,432
Fair value through other comprehensive income (FVTOCI)	987,496	884,571	898,676
<u>Financial liabilities</u>			
Derivative instruments in designated hedge accounting relationships	136,054	70,054	-
Amortized cost (Note 2)	283,376,898	282,634,161	294,943,726
Financial guaranteed contracts	72,213	77,655	79,386

Note 1: The balances include financial assets measured at amortized cost, which comprise cash and cash equivalents, notes receivables, trade receivables, finance lease receivables, other receivables and refundable deposits.

Note 2: The balances included financial liabilities measured at amortized cost, which comprise short-term loans and bills payables, notes payable, trade and other payables, corporate bond payables, long-term loans and other payables, guarantee deposits received and current portion of long-term borrowings.

d. Financial risk management objectives and policies

In order to develop a clear direction and system for the Group to analyze, execute and respond to financial risk, it is of great importance to clarify the definition and the purpose of financial risk management prior to the establishment of related critical issues and policies. Through the process of financial risk management, the Group manages the financial risks relevant to the daily operation, including market risk (foreign exchange rate risk, interest rate risk, other price risk), credit risk, and liquidity risk. The Group strives to identify, evaluate and decrease market uncertainty to mitigate influence of the market fluctuation towards its financial performance.

- 1) Financial risk management is defined by the Group as: To achieve various methods to control and handle risks by assessing direct and indirect potential risks affecting Group's financial status. By minimizing "cost of risk", the Group ensures operation security and continue as going concern.

- 2) The critical issues of financial risk management: The Group emphasizes precautions in advance as well as controls during the ongoing process. In the event, with precautions and controls in place, of inevitable loss or discrepancies with Group's operational goal, post-event measures are to be taken to deter or ease the unfavorable factors and retain the Group's ongoing development. The source of financial risk includes external and internal factors. The key points of management, control mechanisms, and management tools of precautions, controls during the ongoing process and post-event measures are as follows:

a) Precautions

Key points of management

- i. Business planning: The goal is for the Group to launch its business basing on key performance indicators that are clearly defined. The future operating guidelines and programs, from short term to long term, are also explicitly stated. In addition, goals and ways of achieving it for financial functions will also be specifically described within business planning.
- ii. Identification of risk and establishment of indicator: This is based on the previous phase of key points of management, to identify potential risks and its monitoring indicators.

Control mechanisms

- i. Business planning and adjustment: This is achieved by mid-term operating prospectus.
- ii. Macro-economic and study of laws and regulation: The Group invites external professional and scholars for workshops regarding current economic status and updates on laws and regulations nonscheduled.

Management tools

- i. Research reports on macroeconomics: This includes reports on foreign exchange rates, interest rates and economic growths around the world.
- ii. Operating prospectus: This is the Group's mid-term operating prospectus.
- iii. Articles of incorporation: Clearly states in the Group's article of incorporation the management measures and the standard of risk indicator.

b) Controls during the ongoing process

Key points of management

- i. Assessment and monitor of risk: Carry out instant or periodical monitoring towards defined critical risk indicator and related financial process.
- ii. Risk feedbacks: The information system automatically sends reports regarding financial operation and indicator statistics simultaneously or periodically to the management of the Group. Internal audit teams are assigned, according to yearly or quarterly audit plans, to conduct audits relating to financial risk management of the Group and its subsidiaries. Internal audit teams are also assigned to conduct audits regarding financial risk management indicators and execution results.

Control mechanisms

- i. Internal audit: Each financial sub-unit within the Group manages, controls and conducts independent internal audits after audit plans are proposed to the management.
- ii. Financial management system and procedures: The Group establishes financial management system and monitors daily operations and specifically designated risks.

Management tools

- i. BIS (Business Intelligent System) reports and alerts: The Group utilizes BIS to provide feedbacks for important operation related financial indicators monthly, at least.
 - ii. Monthly reports on profits of the Group and its subsidiaries: Operating profit and loss reports are summarized monthly, particularly including analytical summaries and reviews of items not meeting standards set by the management.
 - iii. Internal audit report: Internal audit reports are issued by the internal audit team including the execution and result of financial risk management.
 - iv. Reports on capital financing and balance of endorsement: The Group issues a summary report of capital financing and balance of endorsement monthly for the prior month.
 - v. ERP, DMS and SAP system verifications: Operating management systems from external parties assist in verification, and strengthens the Group's financial risk management.
- c) Post-event measures

Key points of management

- i. Reasons and strategies for statistical deviations: Internal and external comprehension should be assembled, when abnormal outcomes arise for critical financial management indicators, to determine a corresponding strategy.
- ii. Execution and follow-ups on strategy: The Group keeps track of the execution of the corresponding strategy mentioned in the previous phase, determined for the statistics to improve.

Control mechanisms

- i. Analysis and feedbacks for unattainable indicators: The Group reviews the cause of unattainable financial management indicators in periodical reports and management meetings. In addition, improvement plans and schedules are also considered in management meetings.
- ii. Board and financial meetings: The Group summons board meetings and review of financial management meetings on a timely basis, to ensure that the related financial risk management matters be resolved promptly, if not simultaneously.

Management tools

- i. Reports on unfavorable factors and impacts: The Group lists the impacts of unattainable indicators and its actual status within its internal financial reports.
- ii. Board meeting reports: The execution of financial risk management is summarized in the board meeting reports.

- iii. Endorsement valuation report: Balance of endorsement is assessed and evaluated on a timely basis whether it conforms to local regulations and corporate rules.
- iv. Periodic review meetings according to corporate classifications: The Group holds comprehensive review meetings periodically for different corporate classifications, which is in accordance to their different industry attributes.

3) Market risk

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

a) Foreign currency risk

The Group had foreign currency sales and purchases, which exposed the Group to exchange rate risk.

The carrying amounts of the Group's foreign currency denominated monetary assets and monetary liabilities and of the derivatives exposing to exchange rate risk at the end of the reporting period are set out in Note 41.

Sensitivity analysis

The Group was mainly exposed to Currency USD.

The following table details the Group's sensitivity to a 1% increase and decrease in New Taiwan dollars (the functional currency) against the relevant foreign currencies 1% is the sensitivity rate used when reporting foreign currency risk internally to key management personnel and represents management's assessment of the reasonably possible change in foreign exchange rates. The sensitivity analysis included only outstanding foreign currency denominated monetary items and adjusts their translation at the end of the reporting period for a 1% change in foreign currency rates.

	USD Impact For the Six Months Ended June 30	
	2024	2023
Profit or loss	\$ (942)	\$ (277)

b) Interest rate risk

The Group was exposed to interest rate risk because entities in the Group borrowed funds at both fixed and floating interest rates. The risk is managed by the Group by maintaining an appropriate mix of fixed and floating rate borrowings, and using interest rate swap contracts and forward interest rate contracts.

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

	June 30, 2024	December 31, 2023	June 30, 2023
Fair value interest rate risk			
Financial assets	\$ 209,026,612	\$ 216,367,566	\$ 221,893,339
Financial liabilities	186,154,577	200,764,910	198,753,219
Cash flow interest rate risk			
Financial assets	10,813,066	12,605,323	23,562,675
Financial liabilities	67,606,307	58,396,599	67,754,749

Sensitivity analysis

The sensitivity analyses below were determined based on the Group's exposure to interest rates for both derivatives and non-derivative instruments at the end of the reporting period.

If interest rates had been 1% higher and all other variables were held constant, the Group's pre-tax profit for the six months ended June 30, 2024 and 2023 would have decreased by \$283,966 thousand and \$220,960 thousand, respectively.

c) Other price risk

The Group was exposed to equity price risk through its investments in listed equity securities.

Sensitivity analysis

The Group assesses equity price risk using sensitivity analysis.

The sensitivity analyses below were determined based on the exposure to equity price risks at the end of the reporting period. If equity prices had been 1% lower, as of June 30, 2024, financial assets at FVTPL and FVTOCI would have decreased by \$6,982 thousand and \$9,875 thousand, respectively.

If equity prices had been 1% lower, as of June 30, 2023, financial assets at FVTPL and FVTOCI would have decreased by \$9,265 thousand and \$8,987 thousand, respectively.

4) Credit risk

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in financial loss to the Group. As at the end of the reporting period, the Group's maximum exposure to credit risk which will cause a financial loss to the Group due to failure of counterparties to discharge an obligation and financial guarantees provided by the Group could arise from:

- The carrying amount of the respective recognized financial assets as stated in the balance sheets; and
- The amount of contingent liabilities in relation to financial guarantee issued by the Group.

It is the Group's policy that transactions only be dealt with credit worthy counter parties. Credit information of transaction parties are gathered by independent rating agencies by conducting credit search and analysis. Credits are then given to parties, according to its nature of transaction, financial status and conditions of collateral, with terms be renewed after careful reexamination to ensure credit risk of counter parties are within scope of the Group.

The clients of the Group are widely spread and the Group analyzes its numerous trade receivable clients' financial status continuously.

5) Liquidity risk

The Group manages liquidity risk by maintaining a level of cash and cash equivalents deemed adequate to finance the Group's operations and mitigate the effects of fluctuations in cash flows. In addition, management monitors how bank borrowings are used and ensures compliance with loan covenants.

Liquidity and interest risk rate table

The following table shows the Group's remaining contractual maturity for its non-derivative financial liabilities with agreed-upon repayment periods. The tables have been drawn up on the basis of undiscounted cash flows of financial liabilities from the earliest date on which the Group can be required to pay. The tables included both interest and principal cash flows.

June 30, 2024

	Less than 1 Year	1-5 Years	5+ Years
<u>Non-derivative financial liabilities</u>			
Non-interest bearing	\$ 15,449,057	\$ -	\$ -
Variable interest rate liabilities	49,606,625	52,005,545	-
Fixed interest rate liabilities	124,703,886	28,676,085	-
Lease liabilities	672,665	1,550,318	1,010,983
Financial guarantee contracts	<u>2,419,388</u>	<u>-</u>	<u>-</u>
	<u>\$ 192,851,621</u>	<u>\$ 82,231,948</u>	<u>\$ 1,010,983</u>

December 31, 2023

	Less than 1 Year	1-5 Years	5+ Years
<u>Non-derivative financial liabilities</u>			
Non-interest bearing	\$ 10,974,679	\$ -	\$ -
Variable interest rate liabilities	37,893,341	60,184,941	-
Fixed interest rate liabilities	125,811,333	35,080,102	1,700,000
Lease liabilities	557,305	1,221,110	686,238
Financial guarantee contracts	<u>2,606,964</u>	<u>-</u>	<u>-</u>
	<u>\$ 177,843,622</u>	<u>\$ 96,486,153</u>	<u>\$ 2,386,238</u>

June 30, 2023

	Less than 1 Year	1-5 Years	5+ Years
<u>Non-derivative financial liabilities</u>			
Non-interest bearing	\$ 15,778,331	\$ -	\$ -
Variable interest rate liabilities	49,523,808	51,731,194	-
Fixed interest rate liabilities	129,169,490	35,347,145	1,700,000
Lease liabilities	571,555	1,101,648	425,638
Financial guarantee contracts	<u>2,590,803</u>	<u>-</u>	<u>-</u>
	<u>\$ 197,633,987</u>	<u>\$ 88,179,987</u>	<u>\$ 2,125,638</u>

The amount of variable interest rate liabilities included above varies as to the different floating rates estimated at the balance sheet date.

As of Balance Sheets date, the amounts included above for financial guarantee contracts were the maximum amounts the Group could be required to settle under the arrangement for the full guaranteed amount if that amount is claimed by the counterparty to the guarantee. The Group has estimated the probabilities of default and recognized related provisions (see Note 25).

38. TRANSACTIONS WITH RELATED PARTIES

Balances and transactions between the Company and its subsidiaries, which are related parties of the Company, have been eliminated on consolidation and are not disclosed in this note. Details of transactions between the Group and its related parties are disclosed below.

a. Related parties

<u>Related Party</u>	<u>Relationship with the Group</u>
Dongfeng Yulon Motor Co., Ltd.	Joint ventures (became non-related party on June 27, 2023)
Dong Yu Tech. Co., Ltd.	Joint ventures
Zhuo He Co., Ltd.	Joint ventures
Cheng Long Co., Ltd.	Associates
Yuan Lon Co., Ltd.	Associates
Yu Tang Co., Ltd.	Associates
Yulon-Nissan Motor Co., Ltd.	Associates
Guangzhou He Xi Co., Ltd.	Associates
China Motor Co., Ltd.	Associates
Tokio Marine Newa Insurance Co., Ltd.	Associates
ROC-Spicer Co., Ltd.	Associates
Fujian Spicer Co., Ltd.	Associates
Uni-calsonic Co., Ltd.	Associates
China Ogihara Co., Ltd.	Associates
China Engine Co., Ltd.	Associates

(Continued)

Related Party	Relationship with the Group
HuiZhou DongFeng Yi Jing Co., Ltd.	Associates (became non-related party from second quarter of 2023)
Hui-Lian Motor Co., Ltd.	Associates
Yulon Management Co., Ltd.	Associates
Foxtron Vehicle Technologies Co., Ltd.	Associates
Hong Kong-Spicer Co., Ltd.	Associates
Zhuo Giu Co., Ltd.	Associates
Bing Yu Co., Ltd.	Associates
Guang Zhou Ri Zheng Spring	Associates
Loopplus Service Technology Inc.	Associates
Victory Motors Co., Ltd.	Associates
QPO Energy LLC	Associates
Ding Long Co., Ltd.	Associate's subsidiary
Tang Li Co., Ltd.	Associate's subsidiary
Yuan Zhi Co., Ltd.	Associate's subsidiary
Lian Cheng Co., Ltd.	Associate's subsidiary
Yuen-Jin Co., Ltd.	Associate's subsidiary
Kian Shen Co., Ltd.	Associate's subsidiary
Hua Ling Co., Ltd.	Associate's subsidiary
Lin Wei Co., Ltd.	Associate's subsidiary
Yuan Rui Auto Co., Ltd.	Associate's subsidiary
MG Motor Taiwan Co., Ltd.	Associate's subsidiary
Dong Feng Yulon Motor Sales Co., Ltd.	Other related parties (became non-related party from April 26, 2024)
Tai-Yuen Textiles Co., Ltd.	Other related parties
Wen Shen Co., Ltd.	Other related parties
Shenyang Spicer Co., Ltd.	Other related parties
Lowin Industrial Co., Ltd.	Other related parties
Taiwin Company	Other related parties
Hui-Fong Motor Co., Ltd.	Other related parties
Nissan Motor Co., Ltd.	Other related parties
Shug Ye Motor Co., Ltd.	Other related parties
Victory Motors Co., Ltd.	Other related parties
Southeast Motor Co., Ltd.	Other related parties
Gunze Co., Ltd.	Other related parties
Taiway Co., Ltd.	Other related parties
ROC-Keeper Co., Ltd.	Other related parties
Carnival Industrial Co., Ltd.	Other related parties
Fu Lun Motors Co., Ltd.	Other related parties
Fortune Hsieh-Shin Motors Co., Ltd.	Other related parties
Feng Shun Machinery Co., Ltd.	Other related parties
Fusion Motors Co., Ltd.	Other related parties
Raising Motors Co., Ltd.	Other related parties
Luxgen (Hangzhou) Real Estate Co., Ltd.	Other related parties
Yen Tjing Ling Industrial Development Foundation	Other related parties
Vivianwu Journalism Award Foundation	Other related parties
Greentrans Corporation	Other related parties
Feng-Chan Motors Co., Ltd.	Other related parties

(Concluded)

b. Operating revenue

1) Sales of goods

Related Party Categories	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2024	2023	2024	2023
Associates				
Yulon-Nissan Motor Co., Ltd.	\$ 2,423,092	\$ 2,682,622	\$ 4,871,472	\$ 5,259,709
Others	<u>2,415,839</u>	<u>2,566,832</u>	<u>5,715,884</u>	<u>5,571,389</u>
	4,838,931	5,249,454	10,587,356	10,831,098
Other related parties	<u>13,551</u>	<u>11,664</u>	<u>23,330</u>	<u>24,073</u>
	<u>\$ 4,852,482</u>	<u>\$ 5,261,118</u>	<u>\$ 10,610,686</u>	<u>\$ 10,855,171</u>

2) Rental revenue

Related Party Categories	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2024	2023	2024	2023
Associates	\$ 52,714	\$ 53,434	\$ 104,174	\$ 107,547
Joint venture	1,693	1,692	3,385	2,639
Other related parties	<u>12,300</u>	<u>10,996</u>	<u>24,355</u>	<u>21,681</u>
	<u>\$ 66,707</u>	<u>\$ 66,122</u>	<u>\$ 131,914</u>	<u>\$ 131,867</u>

3) Service revenue

Related Party Categories	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2024	2023	2024	2023
Associates	\$ 85,277	\$ 67,566	\$ 153,010	\$ 149,086
Joint venture	-	-	24	-
Other related parties	<u>4,338</u>	<u>3,563</u>	<u>7,699</u>	<u>7,565</u>
	<u>\$ 89,615</u>	<u>\$ 71,129</u>	<u>\$ 160,733</u>	<u>\$ 156,651</u>

4) Other operating revenue

Related Party Categories	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2024	2023	2024	2023
Associates	\$ 372,909	\$ 187,073	\$ 754,326	\$ 264,921
Joint venture	5	222	173	227
Other related parties	<u>996</u>	<u>2,518</u>	<u>2,177</u>	<u>3,992</u>
	<u>\$ 373,910</u>	<u>\$ 189,813</u>	<u>\$ 756,676</u>	<u>\$ 269,140</u>

5) Installment sales interest subsidies revenue

Related Party Categories	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2024	2023	2024	2023
Associates				
Yulon-Nissan Motor Co., Ltd.	\$ 103	\$ 5,458	\$ 9,358	\$ 18,874
Yuan Lon Co., Ltd.	764	1,246	1,351	2,938
Hui-Lian Motor Co., Ltd.	3,102	278	4,449	806
Others	<u>2,818</u>	<u>1,180</u>	<u>4,384</u>	<u>2,436</u>
	<u>\$ 6,787</u>	<u>\$ 8,162</u>	<u>\$ 19,542</u>	<u>\$ 25,054</u>

c. Purchase of goods

Related Party Categories	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2024	2023	2024	2023
Associates				
Yulon-Nissan Motor Co., Ltd.	\$ 3,037,211	\$ 3,081,483	\$ 6,433,707	\$ 6,343,002
Others	<u>1,931,115</u>	<u>180,356</u>	<u>2,464,407</u>	<u>366,152</u>
	<u>4,968,326</u>	<u>3,261,839</u>	<u>8,898,114</u>	<u>6,709,154</u>
Joint venture	<u>4,312</u>	<u>504</u>	<u>6,943</u>	<u>504</u>
Other related parties				
Nissan Motor Co., Ltd.	2,047,478	2,245,591	4,562,401	4,371,364
Other	<u>44,771</u>	<u>46,848</u>	<u>86,198</u>	<u>101,300</u>
	<u>2,092,249</u>	<u>2,292,439</u>	<u>4,648,599</u>	<u>4,472,664</u>
	<u>\$ 7,064,887</u>	<u>\$ 5,554,782</u>	<u>\$ 13,553,656</u>	<u>\$ 11,182,322</u>

d. Operating expenses

Related Party Categories	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2024	2023	2024	2023
Associates	\$ 41,929	\$ 21,312	\$ 79,680	\$ 49,906
Other related parties	<u>995</u>	<u>1,209</u>	<u>1,794</u>	<u>2,067</u>
	<u>\$ 42,924</u>	<u>\$ 22,521</u>	<u>\$ 81,474</u>	<u>\$ 51,973</u>

e. Acquisition of property, plant and equipment

Related Party Categories	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2024	2023	2024	2023
Associates				
Hui-Lian Motor Co., Ltd.	\$ 9,274	\$ 68,094	\$ 24,279	\$ 71,104
Yulon-Nissan Motor Co., Ltd.	819	128,709	819	128,709
Others	<u>85,714</u>	<u>92,866</u>	<u>108,583</u>	<u>104,416</u>
	<u>95,807</u>	<u>289,669</u>	<u>133,681</u>	<u>304,229</u>
Other related parties				
Hui-Fong Motor Co., Ltd.	85,593	77,896	181,840	145,709
Shung Ye Motor Co., Ltd.	38,139	36,989	95,798	65,892
Others	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,134</u>
	<u>123,732</u>	<u>114,885</u>	<u>277,638</u>	<u>212,735</u>
	<u>\$ 219,539</u>	<u>\$ 404,554</u>	<u>\$ 411,319</u>	<u>\$ 516,964</u>

f. Disposal of property, plant and equipment

Related Party Category	Proceeds		Gain on Disposal	
	For the Three Months Ended June 30		For the Six Months Ended June 30	
Related Party Category	2024	2023	2024	2023
	2024	2023	2024	2023
Associates				
Foxtron Vehicle Technologies Co., Ltd.	<u>\$ 266,275</u>	<u>\$ -</u>	<u>\$ 266,275</u>	<u>\$ -</u>
Related Party Category	Gain on Disposal		Gain on Disposal	
	For the Three Months Ended June 30		For the Six Months Ended June 30	
Related Party Category	2024	2023	2024	2023
	2024	2023	2024	2023
Associates				
Foxtron Vehicle Technologies Co., Ltd.	<u>\$ 54,082</u>	<u>\$ -</u>	<u>\$ 54,082</u>	<u>\$ -</u>

g. Lease arrangements

Acquisition of right-to-use assets

Related Party Categories	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2024	2023	2024	2023
Associates				
Hua Ling Co., Ltd.	\$ -	\$ -	\$ -	\$ 89,058
China Motor Co., Ltd.	31,097	-	31,097	-
	<u>31,097</u>	<u>\$ -</u>	<u>31,097</u>	<u>89,058</u>
Other related parties				
Tai Yuen Textile Co., Ltd.	12,170	-	12,170	-
Yen Tjing Ling Industrial Development Foundation	29,145	-	29,145	-
Others	-	-	-	474
	<u>41,315</u>	<u>-</u>	<u>41,315</u>	<u>474</u>
	<u>\$ 72,412</u>	<u>\$ -</u>	<u>\$ 72,412</u>	<u>\$ 89,532</u>

Lease liabilities

Related Party Categories	June 30, 2024	December 31, 2023	June 30, 2023
Associates	\$ 77,342	\$ 55,874	\$ 65,958
Others related parties	<u>135,813</u>	<u>101,019</u>	<u>108,125</u>
	<u>\$ 213,155</u>	<u>\$ 156,893</u>	<u>\$ 174,083</u>

h. Acquisition of receivables

Related Party Categories	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2024	2023	2024	2023
Associates				
Yulon-Nissan Motor Co., Ltd.	\$ 510,323	\$ 544,293	\$ 973,567	\$ 977,526
Hui-Lian Motor Co., Ltd.	163,320	147,340	300,280	341,110
Others	<u>300,980</u>	<u>205,830</u>	<u>548,065</u>	<u>546,472</u>
	<u>\$ 974,623</u>	<u>\$ 897,463</u>	<u>\$ 1,821,912</u>	<u>\$ 1,865,108</u>

i. Commissions paid (included in incremental costs of obtaining a contract and amortized over a period of time)

Related Party Categories	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2024	2023	2024	2023
Associates	<u>\$ 2,621</u>	<u>\$ 2,080</u>	<u>\$ 4,037</u>	<u>\$ 4,197</u>

j. Receivable from related parties

1) Notes receivable and trade receivables

Related Party Categories	June 30, 2024	December 31, 2023	June 30, 2023
Associates	\$ 1,498,235	\$ 718,317	\$ 758,289
Joint venture	171	235	296
Other related parties	<u>8,059</u>	<u>11,019</u>	<u>7,680</u>
	<u>\$ 1,506,465</u>	<u>\$ 729,571</u>	<u>\$ 766,265</u>

2) Other financial assets

Related Party Categories	June 30, 2024	December 31, 2023	June 30, 2023
Associates	\$ 1,375,800	\$ 189,287	\$ 1,628,351
Joint venture	5,759	1,311	2,992
Other related parties	<u>8,896</u>	<u>7,808</u>	<u>9,149</u>
	<u>\$ 1,390,455</u>	<u>\$ 198,406</u>	<u>\$ 1,640,492</u>

3) Refundable deposits

Related Party Categories	June 30, 2024	December 31, 2023	June 30, 2023
Associates	\$ 2,210	\$ 2,120	\$ 1,439
Other related parties	<u>3,188</u>	<u>2,405</u>	<u>1,505</u>
	<u>\$ 5,398</u>	<u>\$ 4,525</u>	<u>\$ 2,944</u>

k. Payable to related parties

1) Notes payable and trade payables

Related Party Categories	June 30, 2024	December 31, 2023	June 30, 2023
Associates			
Yulon-Nissan Motor Co., Ltd.	\$ 446,060	\$ 98,475	\$ 491,154
Others	732,925	217,228	163,558
Joint venture	48	2,942	432
Other related parties			
Nissan Motor Co., Ltd.	801,039	751,173	1,530,757
Others	<u>63,065</u>	<u>110,136</u>	<u>106,572</u>
	<u>864,104</u>	<u>861,309</u>	<u>1,637,329</u>
	<u>\$ 2,043,137</u>	<u>\$ 1,179,954</u>	<u>\$ 2,292,473</u>

2) Other payables

Related Party Categories	June 30, 2024	December 31, 2023	June 30, 2023
Associates	\$ 33,899	\$ 53,709	\$ 113,179
Other related parties	<u>1,106</u>	<u>3,854</u>	<u>3,574</u>
	<u>\$ 35,005</u>	<u>\$ 57,563</u>	<u>\$ 116,753</u>

l. Endorsement/guarantees provided

Information about endorsement/guarantee provided, see Table 2.

m. Compensation of key management personnel

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2024	2023	2024	2023
Short-term employee benefits	\$ 100,899	\$ 83,255	\$ 248,662	\$ 188,734
Post-employment benefits	909	1,076	1,910	2,090
Other long-term employee benefits	341	386	658	752
Share-based payments	<u>-</u>	<u>10,152</u>	<u>-</u>	<u>10,152</u>
	<u>\$ 102,149</u>	<u>\$ 94,869</u>	<u>\$ 251,230</u>	<u>\$ 201,728</u>

The compensation of the board members and the Group's management is determined by the remuneration committee based on personal performances and market conditions.

39. ASSETS PLEDGED AS COLLATERAL OR FOR SECURITY

The following assets were provided as collateral for bank borrowings or the tariff of imported raw materials guarantees:

	June 30, 2024	December 31, 2023	June 30, 2023
Notes and trade receivables	\$ 9,327,969	\$ 10,992,841	\$ 10,982,596
Property, plant and equipment	1,211,951	1,479,310	1,076,801
Investment properties	8,641,729	8,717,927	4,478,487
Vehicle certificates (classified as inventories)	597,994	351,408	561,698
Reserve account and pledged time deposits (classified as financial assets at amortized cost)	367,635	336,995	460,953
Investments accounted for using the equity method	-	-	6,062,017
Others	<u>71,926</u>	<u>29,364</u>	<u>41,141</u>
	<u>\$ 20,219,204</u>	<u>\$ 21,907,845</u>	<u>\$ 23,663,693</u>

40. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNIZED COMMITMENTS

In addition to those disclosed in other Notes, information on significant contingent liabilities and unrecognized commitments on the balance sheet date is as follows:

- a. The Company has a manufacturing contract with Yulon Nissan Motor Co., Ltd. (“Yulon Nissan”) with a five-year validity from May 1, 2015 to April 30, 2020. (The contract is automatically renewed unless either party issues a notice of discontinuance), as of June 30, 2024, it’s the 5th year since the contract was automatically renewed. The contract states that Yulon Nissan has authorized the Company to manufacture Nissan automobiles and parts, and Yulon Nissan is responsible for the subsequent development of new automobile parts. The volume of the Company’s manufacturing should be based on Yulon Nissan’s projection of car unit sales for the year. In addition, the Company manufactures other service parts for Yulon Nissan upon the latter’s request.

Yulon Nissan is responsible for developing new car models, refining designs, and providing the Company with sales projections. The Company is responsible for transforming the sales projections into manufacturing plans and making the related materials orders and purchases, providing product quality assurance, delivering cars, and providing warranty-related services.

- b. Luxgen entrusted to the Company the assembly of cars, for which the obtaining of the manufacturing and selling license was assigned by Haitec to Luxgen. This car assembly is based on a five-year contract valid from May 1, 2015 to April 30, 2020. (The contract is automatically renewed unless either party issues a notice of discontinuance), as of June 30, 2024, it’s the 5th year since the contract was automatically renewed. The contract states that Luxgen authorizes the Company to manufacture Luxgen automobiles and parts. The volume of the Company’s manufacturing should be based on Luxgen’s projection of car unit sales for the year. In addition, the Company manufactures other service parts for Luxgen upon the latter’s request.

Luxgen is responsible for contracting out the manufacture of new-car model parts, refining designs, registering products, and providing the Company with sales projections. The Company is responsible for transforming the sales projections into manufacturing plans and making the related materials orders and purchases, providing product quality assurance, delivering cars, and providing warranty-related services.

- c. The Company has entered into an OEM contract with Foxtron Vehicle Technologies Co., Ltd. which is valid for a period of 6 years from May 13, 2024 to May 12, 2030 (automatically extended for 1 year if there is no written notice of non-renewal from both parties, and thereafter), and the OEM contract clearly stipulates that Foxtron Vehicle Technologies Co., Ltd. authorizes the Company to produce the D31 series vehicles and components of Luxgen (Foxtron Vehicle Technologies Co., Ltd.) brand, and provides after-sales service for the delivered vehicle products. In principle, the Company should follow the annual vehicle delivery plan of Foxtron Vehicle Technologies Co., Ltd. to produce the number of OEM units per year. In addition, the Company is also commissioned by Foxtron Vehicle Technologies Co., Ltd. to accept the OEM of parts and components.

Foxtron Vehicle Technologies Co., Ltd. is responsible for the development of new vehicle module, design changes, product design and the provision of the pick-up plan to the Company, and the Company is responsible for the conversion of Foxtron Vehicle Technologies Co., Ltd.’s pick-up plan into a production plan, as well as the preparation of the related ordering and procurement operations, product quality assurance services, delivery services and after-sales services and compensation matters.

41. SIGNIFICANT ASSETS AND LIABILITIES DENOMINATED IN FOREIGN CURRENCIES

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

June 30, 2024

	Foreign Currencies	Exchange Rate	Carrying Amount
<u>Financial assets</u>			
Monetary items			
USD	\$ 21,626	32.450 (USD:NTD)	\$ <u>701,756</u>
Non-monetary items			
Associates and joint ventures accounted for using the equity method			
RMB	299,825	4.553 (RMB:NTD)	\$ 1,365,166
RMB	203,247	0.140 (RMB:USD)	<u>925,423</u>
			\$ <u>2,290,589</u>

Financial liabilities

Monetary items			
USD	18,723	32.450 (USD:NTD)	\$ <u>607,551</u>

December 31, 2023

	Foreign Currencies	Exchange Rate	Carrying Amount
<u>Financial assets</u>			
Monetary items			
USD	\$ 2,553	30.705 (USD:NTD)	\$ <u>78,392</u>
Non-monetary items			
Associates and joint ventures accounted for using the equity method			
RMB	350,601	4.335 (RMB:NTD)	\$ 1,519,924
RMB	220,501	0.141 (RMB:USD)	<u>955,914</u>
			\$ <u>2,475,838</u>

Financial liabilities

Monetary items			
USD	16,057	30.705 (USD:NTD)	\$ 493,029
JPY	1,271,804	0.217 (JPY:NTD)	<u>276,236</u>
			\$ <u>769,265</u>

June 30, 2023

	Foreign Currencies	Exchange Rate	Carrying Amount
<u>Financial assets</u>			
Monetary items			
USD	\$ 22,253	31.14 (USD:NTD)	\$ 692,956
RMB	104,765	4.31 (RMB:NTD)	<u>451,495</u>
			<u>\$ 1,144,451</u>
Non-monetary items			
Associates and joint ventures accounted for using the equity method			
RMB	328,908	4.31 (RMB:NTD)	\$ 1,417,465
RMB	212,694	0.138 (RMB:USD)	<u>916,624</u>
			<u>\$ 2,334,089</u>
<u>Financial liabilities</u>			
Monetary items			
USD	21,364	31.14 (USD:NTD)	\$ 665,280
JPY	1,421,626	0.215.(JPY:NTD)	<u>305,650</u>
			<u>\$ 970,930</u>

For the six months ended June 30, 2024 and 2023, realized and unrealized foreign exchange gain were \$11,746 thousand and loss \$32,011 thousand, respectively. It is impractical to disclose net foreign exchange gains (losses) on each significant foreign currency there were many foreign currency transactions and the Group entities had different functional currencies.

42. SEPARATELY DISCLOSED ITEMS

a. Information about significant transactions and investees:

- 1) Financing provided to others. (Table 1)
- 2) Endorsements/guarantees provided. (Table 2)
- 3) Marketable securities held (excluded investment in subsidiaries, associates and joint controlled entities). (Table 3)
- 4) Marketable securities acquired and disposed at costs or prices at least NT\$300 million or 20% of the paid-in capital. (Table 4)
- 5) Acquisition of individual real estate at costs of at least NT\$300 million or 20% of the paid-in capital. (Table 5)
- 6) Disposal of individual real estate at prices of at least NT\$300 million or 20% of the paid-in capital. (Table 6)

- 7) Total purchases from or sales to related parties amounting to at least NT\$100 million or 20% of the paid-in capital. (Table 7)
 - 8) Receivables from related parties amounting to at least NT\$100 million or 20% of the paid-in capital. (Table 8)
 - 9) Information on investees. (Table 9)
 - 10) Trading in derivative instruments. (Notes 7 and 37)
 - 11) Others: Intercompany relationships and significant intercompany transactions. (Table 11)
- b. Information on investments in mainland China. (Table 10)
 - c. Information of major shareholder

List of all shareholders with ownership of 5% or greater showing the names and the number of shares and percentage of ownership held by each shareholder. (Table 12)

43. SEGMENT INFORMATION

Information reported to the chief operating decision maker for the purpose of resource allocation and assessment of segment performance focuses on the types of goods or services delivered or provided. Specifically, the Group's reportable segments were "brand segments", "supporting segments", "horizontal segments", "Taiwan retail segments", "China retail segments" and "others".

a. Segment revenues and results

The following was an analysis of the Group's revenue and results from continuing operations by reportable segment.

	Brand Segments	Supporting Segments	Horizontal Segments	Taiwan Retail Segments	China Retail Segments	Others	Adjustment and Eliminations	Total
For the six months ended June 30, 2024								
Revenues from external customers	\$ 5,924,328	\$ 1,936,173	\$ 20,619,487	\$ 11,580,341	\$ 2,885,915	\$ 702,037	\$ -	\$ 43,648,281
Intersegment revenues	<u>14,690,688</u>	<u>589,696</u>	<u>381,389</u>	<u>767,761</u>	<u>398,662</u>	<u>495,789</u>	<u>(17,323,985)</u>	<u>-</u>
Segment revenues	<u>\$ 20,615,016</u>	<u>\$ 2,525,869</u>	<u>\$ 21,000,876</u>	<u>\$ 12,348,102</u>	<u>\$ 3,284,577</u>	<u>\$ 1,197,826</u>	<u>\$ (17,323,985)</u>	<u>\$ 43,648,281</u>
Segment income								<u>\$ 5,026,353</u>
For the six months ended June 30, 2023								
Revenues from external customers	\$ 5,747,367	\$ 1,606,586	\$ 19,983,014	\$ 7,494,658	\$ 3,277,055	\$ 444,881	\$ -	\$ 38,553,561
Intersegment revenues	<u>8,480,498</u>	<u>631,416</u>	<u>366,532</u>	<u>417,114</u>	<u>333,867</u>	<u>612,535</u>	<u>(10,841,962)</u>	<u>-</u>
Segment revenues	<u>\$ 14,227,865</u>	<u>\$ 2,238,002</u>	<u>\$ 20,349,546</u>	<u>\$ 7,911,772</u>	<u>\$ 3,610,922</u>	<u>\$ 1,057,416</u>	<u>\$ (10,841,962)</u>	<u>\$ 38,553,561</u>
Segment income								<u>\$ 5,670,348</u>

This was the measure reported to the chief operating decision maker for the purpose of resource allocation and assessment of segment performance.

b. Segment total assets and liabilities

The segment information on total assets and liabilities were not reported to the chief operating decision maker, therefore was not disclosed.

TABLE 1

YULON MOTOR COMPANY LTD. AND SUBSIDIARIES

FINANCING PROVIDED TO OTHERS
FOR THE SIX MONTHS ENDED JUNE 30, 2024
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

No.	Lender	Borrower	Financial Statement Account	Related Parties	Highest Balance for the Period	Ending Balance	Actual Borrowing Amount	Interest Rate	Nature of Financing	Business Transaction Amounts	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower	Aggregate Financing Limits	Note
													Item	Value			
1	Hsiang Shuo	Sinqual	Other receivables	Y	\$ 60,000	\$ 40,000	\$ 40,000	1.91%	b	\$ -	Operating capital	\$ -	-	\$ -	\$ 110,156	\$ 110,156	Note 1
2	Yulon China Motor Investment	Hang Zhou Hua You	Accounts receivable - related parties	Y	84,724	-	-	-	b	-	Operating capital	-	-	-	5,065,435	15,196,304	Note 1
3	Sheng Qing	Nanjing Hanhong	Accounts receivable - related parties	Y	68,696	68,298	-	-	b	-	Operating capital	-	-	-	4,323,602	12,970,805	Note 1
		Wuhan Yu Hsin	Accounts receivable - related parties	Y	36,638	-	-	-	b	-	Operating capital	-	-	-	4,323,602	12,970,805	Note 1
		Zhu Hai Fu Te En	Accounts receivable - related parties	Y	24,030	23,891	23,891	3.45%	b	-	Operating capital	-	-	-	4,323,602	12,970,805	Note 1
		Hang Zhou Hua Zhi	Accounts receivable - related parties	Y	58,573	-	-	-	b	-	Operating capital	-	-	-	1,729,441	1,729,441	Note 1
		Hang Zhou Hua You	Accounts receivable - related parties	Y	10,608	-	-	-	b	-	Operating capital	-	-	-	4,323,602	12,970,805	Note 1
		Yulon China Motor Investment	Accounts receivable - related parties	Y	1,025,363	1,019,430	928,366	-	b	-	Operating capital	-	-	-	4,323,602	12,970,805	Note 1
		Zi Bo Yu An	Accounts receivable - related parties	Y	481	-	-	-	b	-	Operating capital	-	-	-	4,323,602	12,970,805	Note 1
		Xiamen Young Chang	Accounts receivable - related parties	Y	174,945	173,932	173,932	0.60%	b	-	Operating capital	-	-	-	4,323,602	12,970,805	Note 1
		Yu-Jie	Accounts receivable - related parties	Y	183,188	182,128	182,128	1.00%	b	-	Operating capital	-	-	-	4,323,602	12,970,805	Note 1
4	Su Zhou Feng Shen	Su Zhou Cheng Li	Other receivables	Y	22,766	22,766	-	-	b	-	Operating capital	-	-	-	369,053	369,053	Note 1
		Su Zhou Cheng Pin	Other receivables	Y	45,532	45,532	-	-	b	-	Operating capital	-	-	-	369,053	369,053	Note 1
		Tai Chang Cheng Mau	Other receivables	Y	22,766	22,766	-	-	b	-	Operating capital	-	-	-	369,053	369,053	Note 1
		Su Zhou Cheng Hung	Other receivables	Y	22,766	22,766	-	-	b	-	Operating capital	-	-	-	369,053	369,053	Note 1
		Su Zhou Feng Shun	Other receivables	Y	36,426	36,426	-	-	b	-	Operating capital	-	-	-	369,053	369,053	Note 1
		Wu Jiang Lian Cheng	Other receivables	Y	36,426	36,426	-	-	b	-	Operating capital	-	-	-	369,053	369,053	Note 1
		Su Zhou Cheng Pang	Other receivables	Y	22,766	22,766	-	-	b	-	Operating capital	-	-	-	369,053	369,053	Note 1
		Su Zhou Cheng Long	Other receivables	Y	22,766	22,766	-	-	b	-	Operating capital	-	-	-	369,053	369,053	Note 1
5	Wu Jiang Lian Cheng	Tai Chang Cheng Mau	Other receivables	Y	22,789	22,766	-	-	a	-	Operating capital	-	-	-	36,833	36,833	Note 1
6	Hang Zhou Yu Zhong	Yulon China Motor Investment	Other receivables	Y	12,365	12,294	12,294	-	b	-	Operating capital	-	-	-	528,432	792,647	Note 1
7	Shinshin	Summary of other clients	Other receivables	N	5,962,853	4,244,120	2,902,620	1.5%-16%	b	-	Operating capital	46,888	Land/property/ movable property/ performance bond	6,430,359	3,230,312	16,151,563	Note 1
		Summary of other clients	Other receivables	N	723,403	469,291	402,291	1.5%-16%	b	-	Operating capital	7,646	-	-	807,578	16,151,563	Note 1
		Summary of other clients	Other receivables	N	311,974	199,550	190,800	1.5%-16%	a	506,000	-	2,702	Land/property/ movable property/ performance bond	481,935	506,000	16,151,563	Note 1
		N24	Other receivables	N	156,000	156,000	78,000	1.5%-16%	b	-	Operating capital	593	Property	256,860	3,230,312	16,151,563	Note 1
		O80	Other receivables	N	160,000	160,000	-	1.5%-16%	b	-	Operating capital	-	Property	247,291	3,230,312	16,151,563	Note 1
		N16	Other receivables	N	256,000	256,000	78,000	1.5%-16%	b	-	Operating capital	593	Property	590,786	3,230,312	16,151,563	Note 1
		O94	Other receivables	N	300,000	300,000	-	1.5%-16%	b	-	Operating capital	-	Property	350,000	3,230,312	16,151,563	Note 1
		O81	Other receivables	N	450,000	450,000	-	1.5%-16%	b	-	Operating capital	-	Property	650,000	3,230,312	16,151,563	Note 1
		N44	Other receivables	N	150,842	149,069	29,069	1.5%-16%	b	-	Operating capital	221	Property	215,330	3,230,312	16,151,563	Note 1
		A54	Other receivables	N	120,655	64,304	4,304	1.5%-16%	b	-	Operating capital	81	-	-	807,578	16,151,563	Note 1
		M68	Other receivables	N	160,477	142,000	142,000	1.5%-16%	b	-	Operating capital	1,079	Property	212,743	3,230,312	16,151,563	Note 1
		JDW	Other receivables	Y	60,000	-	-	1.5%-16%	b	-	Operating capital	-	-	-	3,230,312	16,151,563	Note 1
		N46	Other receivables	N	163,927	163,814	163,814	1.5%-16%	b	-	Operating capital	2,385	Property	205,895	3,230,312	16,151,563	Note 1
		L60	Other receivables	N	105,607	-	-	1.5%-16%	b	-	Operating capital	-	-	-	3,230,312	16,151,563	Note 1
		L88	Other receivables	N	111,805	-	-	1.5%-16%	b	-	Operating capital	-	-	-	3,230,312	16,151,563	Note 1
		M21	Other receivables	N	124,996	124,995	124,995	1.5%-16%	b	-	Operating capital	950	Land	174,376	3,230,312	16,151,563	Note 1
		Zysun Power	Other receivables	Y	125,000	-	-	1.5%-16%	b	-	Operating capital	-	-	-	3,230,312	16,151,563	Note 1
		O18	Other receivables	N	129,000	128,999	128,999	1.5%-16%	b	-	Operating capital	980	Property	327,409	3,230,312	16,151,563	Note 1

(Continued)

No.	Lender	Borrower	Financial Statement Account	Related Parties	Highest Balance for the Period	Ending Balance	Actual Borrowing Amount	Interest Rate	Nature of Financing	Business Transaction Amounts	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower	Aggregate Financing Limits	Note
													Item	Value			
		O47	Other receivables	N	\$ 140,000	\$ 137,000	\$ 117,000	1.5%-16%	b	\$ -	Operating capital	\$ 889	Property	\$ 185,454	\$ 3,230,312	\$ 16,151,563	Note 1
		L63	Other receivables	N	305,128	-	-	1.5%-16%	b	-	Operating capital	-	Property	280,798	3,230,312	16,151,563	Note 1
		N6	Other receivables	N	168,000	167,999	167,999	1.5%-16%	b	-	Operating capital	1,277	Land	236,000	3,230,312	16,151,563	Note 1
		M48	Other receivables	N	204,433	160,183	160,183	1.5%-16%	b	-	Operating capital	2,002	Traveling machines (including ships)	240,000	3,230,312	16,151,563	Note 1
		O41	Other receivables	N	210,000	209,359	149,359	1.5%-16%	b	-	Operating capital	1,135	Property	355,000	3,230,312	16,151,563	Note 1
		M8	Other receivables	N	264,201	262,082	262,082	1.5%-16%	b	-	Operating capital	1,992	Land	333,476	3,230,312	16,151,563	Note 1
		N19	Other receivables	N	267,350	-	-	1.5%-16%	b	-	Operating capital	-	-	-	3,230,312	16,151,563	Note 1
		L55	Other receivables	N	280,671	119,780	119,780	1.5%-16%	b	-	Operating capital	910	Land	331,851	3,230,312	16,151,563	Note 1
		M25	Other receivables	N	379,890	357,446	357,446	1.5%-16%	b	-	Operating capital	2,717	Land/property	551,774	3,230,312	16,151,563	Note 1
		O23	Other receivables	N	430,000	425,783	425,783	1.5%-16%	b	-	Operating capital	5,787	Property/stock	423,498	3,230,312	16,151,563	Note 1
		O30	Other receivables	N	430,000	430,000	200,000	1.5%-16%	b	-	Operating capital	1,520	Property	572,000	3,230,312	16,151,563	Note 1
8	Su Zhou Feng Shun	Su Zhou Feng Shen	Other receivables	Y	22,766	22,766	-	-	b	-	Operating capital	-	-	-	128,527	128,527	Note 1
		Su Zhou Cheng Long	Other receivables	Y	22,766	22,766	-	-	b	-	Operating capital	-	-	-	128,527	128,527	Note 1
		Su Zhou Cheng Pang	Other receivables	Y	22,766	22,766	-	-	b	-	Operating capital	-	-	-	128,527	128,527	Note 1
		Wu Jiang Lian Cheng	Other receivables	Y	8,587	-	-	-	b	-	Operating capital	-	-	-	128,527	128,527	Note 1
		Su Zhou Cheng Pin	Other receivables	Y	8,587	-	-	-	b	-	Operating capital	-	-	-	128,527	128,527	Note 1
		Su Zhou Cheng Hung	Other receivables	Y	8,587	-	-	-	b	-	Operating capital	-	-	-	128,527	128,527	Note 1
		Tai Chang Cheng Mau	Other receivables	Y	8,587	-	-	-	b	-	Operating capital	-	-	-	128,527	128,527	Note 1
		Su Zhou Cheng Li	Other receivables	Y	8,587	-	-	-	b	-	Operating capital	-	-	-	128,527	128,527	Note 1
9	Su Zhou Yueshun	Su Zhou Feng Shun	Other receivables	Y	13,739	-	-	3.60%	b	-	Operating capital	-	-	-	16,157	16,157	Note 1
10	Su Zhou Cheng Long	Su Zhou Cheng Pin	Other receivables	Y	22,766	22,766	-	-	b	-	Operating capital	-	-	-	133,018	133,018	Note 1
		Su Zhou Cheng Hung	Other receivables	Y	45,532	45,532	-	-	b	-	Operating capital	-	-	-	133,018	133,018	Note 1
		Su Zhou Cheng Li	Other receivables	Y	45,532	45,532	-	-	b	-	Operating capital	-	-	-	133,018	133,018	Note 1
		Tai Chang Cheng Mau	Other receivables	Y	17,174	-	-	-	b	-	Operating capital	-	-	-	133,018	133,018	Note 1
		Su Zhou Feng Shun	Other receivables	Y	17,174	-	-	-	b	-	Operating capital	-	-	-	133,018	133,018	Note 1
		Su Zhou Cheng Pang	Other receivables	Y	17,174	-	-	-	b	-	Operating capital	-	-	-	133,018	133,018	Note 1
		Su Zhou Feng Shen	Other receivables	Y	17,174	-	-	-	b	-	Operating capital	-	-	-	133,018	133,018	Note 1
		Wu Jiang Lian Cheng	Other receivables	Y	17,174	-	-	-	b	-	Operating capital	-	-	-	133,018	133,018	Note 1
11	Su Zhou Cheng Pang	Su Zhou Cheng Hung	Other receivables	Y	22,766	22,766	-	-	b	-	Operating capital	-	-	-	32,410	32,410	Note 1
12	Tai Chang Cheng Mau	Su Zhou Feng Shen	Other receivables	Y	22,789	22,766	-	-	a	-	Operating capital	-	-	-	46,838	46,838	Note 1
		Su Zhou Cheng Pang	Other receivables	Y	22,789	22,766	-	-	a	-	Operating capital	-	-	-	46,838	46,838	Note 1
13	Hang Zhou Qien Yu	Yulon China Motor Investment	Other receivables	Y	3,664	-	-	-	b	-	Operating capital	-	-	-	455,320	682,980	Note 1
14	Mei De	Shi Cheng	Other receivables	Y	137,391	136,596	-	-	b	-	Operating capital	-	-	-	506,134	1,012,268	Note 1
		Xiamen Young Chang	Other receivables	Y	91,594	91,064	-	-	b	-	Operating capital	-	-	-	506,134	1,012,268	Note 1
15	Jin Ce	Yi Ding	Other receivables	Y	18,319	18,213	-	0.50%	b	-	Operating capital	-	-	-	671,290	1,006,936	Note 1
16	Tai Feng	Dong Tai	Other receivables	Y	169,449	136,596	136,596	0.50%	b	-	Operating capital	-	-	-	2,063,810	4,127,621	Note 1
		Yi Ding	Other receivables	Y	82,435	81,958	-	-	b	-	Operating capital	-	-	-	2,063,810	4,127,621	Note 1
		Sheng Qing Investments Limited	Other receivables	Y	223,489	222,196	222,196	0.50%	b	-	Operating capital	-	-	-	2,063,810	4,127,621	Note 1
		Shi Cheng	Other receivables	Y	64,116	63,745	4,553	0.50%	b	-	Operating capital	-	-	-	2,063,810	4,127,621	Note 1
		Hang Zhou Hua Zhi	Other receivables	Y	6,544	-	-	-	b	-	Operating capital	-	-	-	2,063,810	4,127,621	Note 1
		Xiamen Young Chang	Other receivables	Y	318,724	318,724	-	-	b	-	Operating capital	-	-	-	2,063,810	4,127,621	Note 1
17	Shi Cheng	Xiamen Young Chang	Other receivables	Y	91,064	91,064	-	-	b	-	Operating capital	-	-	-	605,216	1,210,433	Note 1
18	Su Zhou Cheng Li	Su Zhou Cheng Pin	Other receivables	Y	9,159	-	-	-	b	-	Operating capital	-	-	-	35,731	35,731	Note 1
		Su Zhou Feng Shun	Other receivables	Y	31,872	31,872	-	-	b	-	Operating capital	-	-	-	35,731	35,731	Note 1
19	Su Zhou Cheng Pin	Su Zhou Feng Shen	Other receivables	Y	22,766	22,766	-	-	a	-	Operating capital	-	-	-	85,499	85,499	Note 1
		Su Zhou Feng Shun	Other receivables	Y	22,766	22,766	-	-	a	-	Operating capital	-	-	-	85,499	85,499	Note 1
		Wu Jiang Lian Cheng	Other receivables	Y	22,766	22,766	-	-	a	-	Operating capital	-	-	-	85,499	85,499	Note 1

(Continued)

- Note 1:
- 1

Hsiang Shuo: Credit financing limit for each borrower and aggregate financing limits were not exceeding 40% of the lender’s net equity.
- 2

Yulon China Motor Investment: Credit financing limit for each borrower and aggregate financing limits were not exceeding 40% of the lender’s net equity. While the financing was provided to a foreign subsidiary which was directly or indirectly held by the Company, credit financing limit for each borrower was 100% of the lender’s net equity and aggregate financing limits was 300% of the lender’s net equity.
- 3

Sheng Qing: Credit financing limit for each borrower and aggregate financing limits were not exceeding 40% of the lender’s net equity. While the financing was provided to a foreign subsidiary which was directly or indirectly held by the Company, credit financing limit for each borrower was 100% of the lender’s net equity and aggregate financing limits was 300% of the lender’s net equity.
- 4

Su Zhou Feng Shen: Credit financing limit for each borrower and aggregate financing limits were not exceeding 40% of the lender’s net equity.
- 5

Wu Jiang Lian Cheng: Credit financing limit for each borrower and aggregate financing limits were not exceeding 40% of the lender’s net equity.
- 6

Hang Zhou Yu Zhong: Credit financing limit for each borrower and aggregate financing limits were not exceeding 40% of the lender’s net equity. While the financing was provided to a foreign subsidiary which was directly or indirectly held by the Company, credit financing limit for each borrower was 1,000% of the lender’s net equity and aggregate financing limits was 1,500% of the lender’s net equity.
- 7

Shinshin: Credit financing limit for each borrower were not exceeding 20% of the lender’s net equity and aggregate financing limits were not exceeding 100% of the lender’s net equity. Credit financing limit for each borrower of unsecured capital loans were not exceeding 5% of the lender’s net equity. Business transactions financing limit for each borrower were not exceeding 20% of the lender’s net equity and aggregate financing limits were not exceeding 100% of the lender’s net equity. Business transactions financing limit for each borrower of unsecured capital loans were not exceeding 5% of the lender’s net equity.
- 8

Su Zhou Feng Shun: Credit financing limit for each borrower and aggregate financing limits were not exceeding 40% of the lender’s net equity.
- 9

Su Zhou Yueshun: Credit financing limit for each borrower and aggregate financing limits were not exceeding 40% of the lender’s net equity.
- 10

Su Zhou Chen Long: Credit financing limit for each borrower and aggregate financing limits were not exceeding 40% of the lender’s net equity.
- 11

Su Zhou Cheng Pang: Credit financing limit for each borrower and aggregate financing limits were not exceeding 40% of the lender’s net equity.
- 12

Tai Chang Cheng Mau: Credit financing limit for each borrower and aggregate financing limits were not exceeding 40% of the lender’s net equity.
- 13

Hang Zhou Qien Yu: Credit financing limit for each borrower and aggregate financing limits were not exceeding 40% of the lender’s net equity. While the financing was provided to a foreign subsidiary which was directly or indirectly held by the Company, credit financing limit for each borrower was RMB100 million and aggregate financing limits was RMB150 million.
- 14

Mei De: Credit financing limit for each borrower and aggregate financing limits were not exceeding 40% of the lender’s net equity. While the financing was provided to a foreign subsidiary which was directly or indirectly held by the Company, credit financing limit for each borrower was 150% of the lender’s net equity and aggregate financing limits was 300% of the lender’s net equity.
- 15

Jin Ce: Credit financing limit for each borrower and aggregate financing limits were not exceeding 40% of the lender’s net equity. While the financing was provided to a foreign subsidiary which was directly or indirectly held by the Company, credit financing limit for each borrower was 1,000% of the lender’s net equity and aggregate financing limits was 1,500% of the lender’s net equity.
- 16

Tai Feng: Credit financing limit for each borrower and aggregate financing limits were not exceeding 40% of the lender’s net equity. While the financing was provided to a foreign subsidiary which was directly or indirectly held by the Company, credit financing limit for each borrower was 150% of the lender’s net equity and aggregate financing limits was 300% of the lender’s net equity.
- 17

Shi Cheng: Credit financing limit for each borrower and aggregate financing limits were not exceeding 40% of the lender’s net equity. While the financing was provided to a foreign subsidiary which was directly or indirectly held by the Company, credit financing limit for each borrower was 1000% of the lender’s net equity and aggregate financing limits was 500% of the lender’s net equity.
- 18

Su Zhou Cheng Li: Credit financing limit for each borrower and aggregate financing limits were not exceeding 40% of the lender’s net equity.
- 19

Su Zhou Cheng Pin: Credit financing limit for each borrower and aggregate financing limits were not exceeding 40% of the lender’s net equity.

- Note 2:
- Explanation of nature of financing:
- a.

Transactions.
- b.

Short-term financing.

(Concluded)

TABLE 2

YULON MOTOR COMPANY LTD. AND SUBSIDIARIES

**ENDORSEMENTS/GUARANTEES PROVIDED
FOR THE SIX MONTHS ENDED JUNE 30, 2024
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)**

No.	Endorser/Guarantor	Endorsee/Guarantee		Limits on Each Endorsement/ Guarantee Given on Behalf of Each Party	Maximum Amount Endorsed/ Guaranteed During the Period	Outstanding Endorsement/ Guarantee at the End of the Period	Actual Borrowing Amount	Amount Endorsed/ Guaranteed by Collaterals	Ratio of Accumulated Endorsement/ Guarantee to Net Equity in Latest Financial Statements (%)	Aggregate Endorsement/ Guarantee Limit	Endorsement/ Guarantee Given by Parent on Behalf of Subsidiaries	Endorsement/ Guarantee Given by Subsidiaries on Behalf of Parent	Endorsement/ Guarantee Given on Behalf of Companies in Mainland China	Note
		Name	Relationship (Note 2)											
0	The Company	Yu Sing	b	\$ 18,503,573	\$ 210,000	\$ 210,000	\$ -	\$ -	0.34	\$ 46,258,933	Y	N	N	Note 1
		Luxgen	b	18,503,573	2,500,000	2,200,000	400,000	-	3.57	46,258,933	Y	N	N	Note 1
		UMPI	b	18,503,573	205,251	162,250	77,231	-	0.26	46,258,933	Y	N	N	Note 1
		Yu Ching	b	18,503,573	500,000	500,000	-	-	0.81	46,258,933	Y	N	N	Note 1
		Sin Chi	b	18,503,573	500,000	500,000	-	-	0.81	46,258,933	Y	N	N	Note 1
		Electrified LUXGEN Motor	b	18,503,573	200,000	200,000	100,000	-	0.32	46,258,933	Y	N	N	Note 1
		New LUXGEN North Motor	b	18,503,573	100,000	100,000	-	-	0.16	46,258,933	Y	N	N	Note 1
		New LUXGEN Central Motor	b	18,503,573	37,500	37,500	-	-	0.06	46,258,933	Y	N	N	Note 1
		Luxgen Tainan Motor	b	18,503,573	37,500	37,500	-	-	0.06	46,258,933	Y	N	N	Note 1
		New LUXGEN South Motor	b	18,503,573	75,000	75,000	-	-	0.12	46,258,933	Y	N	N	Note 1
1	YFC	Yulon Finance Philippines Corporation	b	89,950,470	2,277,200	2,215,200	711,148	-	6.16	179,900,940	N	N	N	Note 1
		Jiangsu TAC Financial Leasing	b	89,950,470	9,159,400	9,106,400	1,138,300	-	25.31	179,900,940	N	N	Y	Note 1
		YULON CAPITAL SDN. BHD.	b	89,950,470	650,900	649,000	-	-	1.80	179,900,940	N	N	N	Note 1
2	Luxgen	New Energy World Motor	b	606,267	273,354	271,772	-	-	33.62	606,267	N	N	N	Note 1
3	Sheng Qing	Guang Zhou Yuan Du	b	21,618,008	206,087	36,426	-	-	0.84	108,090,040	N	N	Y	Note 1
4	Nanjing Hanhong	Zhu Hai Fu Te En	d	455,320	137,391	-	-	-	-	614,682	N	N	Y	Note 1
		Xiao Gan Yu Feng	d	455,320	137,391	-	-	-	-	614,682	N	N	Y	Note 1
5	Zhu Hai Fu Te En	Nanjing Hanhong	d	677,965	114,493	-	-	-	-	1,016,947	N	N	Y	Note 1
		Xiao Gan Yu Feng	d	677,965	137,391	136,596	32,897	-	40.30	1,016,947	N	N	Y	Note 1
6	Su Zhou Feng Shen	Su Zhou Cheng Pang	b	922,633	137,391	136,596	91,550	-	14.81	2,767,899	N	N	Y	Note 1
		Tai Chang Cheng Mau	b	922,633	91,594	68,298	-	-	7.40	2,767,899	N	N	Y	Note 1
		Su Zhou Feng Shun	b	922,633	91,064	91,064	-	-	9.87	2,767,899	N	N	Y	Note 1
7	Wu Jiang Lian Cheng	Su Zhou Feng Shun	c	460,410	160,290	159,362	119,860	-	173.07	920,820	N	N	Y	Note 1
8	Su Zhou Feng Shun	Wu Jiang Lian Cheng	b	1,606,588	91,594	91,064	39,708	-	28.34	3,213,176	N	N	Y	Note 1
		Su Zhou Cheng Li	b	1,606,588	73,275	68,298	8,724	-	21.26	3,213,176	N	N	Y	Note 1
		Su Zhou Feng Shen	b	1,606,588	68,298	68,298	-	-	21.26	3,213,176	N	N	Y	Note 1
9	Su Zhou Cheng Pang	Su Zhou Feng Shen	c	409,788	160,290	113,830	49,129	-	140.49	819,576	N	N	Y	Note 1
10	Tai Chang Cheng Mau	Su Zhou Feng Shen	c	585,472	160,290	113,830	49,129	-	97.21	1,170,943	N	N	Y	Note 1
11	Su Zhou Cheng Long	Su Zhou Cheng Hung	b	1,662,728	50,377	50,085	-	-	15.06	3,325,455	N	N	Y	Note 1
12	Xiao Gan Yu Feng	Nanjing Hanhong	c	1,602,494	114,493	-	-	-	-	3,204,988	N	N	Y	Note 1
		Zhu Hai Fu Te En	c	1,602,494	137,391	136,596	-	-	42.62	3,204,988	N	N	Y	Note 1
13	Wuhan Yu Hsin	Xiao Gan Yu Feng	b	2,823,316	137,391	136,596	32,897	-	24.19	5,646,631	N	N	Y	Note 1

(Continued)

No.	Endorser/Guarantor	Endorsee/Guarantee		Limits on Each Endorsement/ Guarantee Given on Behalf of Each Party	Maximum Amount Endorsed/ Guaranteed During the Period	Outstanding Endorsement/ Guarantee at the End of the Period	Actual Borrowing Amount	Amount Endorsed/ Guaranteed by Collaterals	Ratio of Accumulated Endorsement/ Guarantee to Net Equity in Latest Financial Statements (%)	Aggregate Endorsement/ Guarantee Limit	Endorsement/ Guarantee Given by Parent on Behalf of Subsidiaries	Endorsement/ Guarantee Given by Subsidiaries on Behalf of Parent	Endorsement/ Guarantee Given on Behalf of Companies in Mainland China	Note
		Name	Relationship (Note 2)											
14	Su Zhou Cheng Li	Su Zhou Feng Shun	c	\$ 1,339,909	\$ 160,290	\$ 159,362	\$ 119,860	\$ -	178.40	\$ 3,126,454	N	N	Y	Note 1
15	Su Zhou Cheng Li	Tai Chuang Energy Wysun Power	b	40,378,907	3,000,000	3,000,000	1,500,000	-	18.57	80,757,815	N	N	N	Note 1
			b	40,378,907	2,550,000	2,550,000	1,360,000	-	15.79	80,757,815	N	N	N	Note 1

- Note 1:
0. The Company: The aggregate endorsement/guarantee limit was calculated for 75% of the endorser's/guarantor's net equity. The limit on each endorsement/guarantee given on behalf of each party was not exceeding 40% of the aggregate endorsement/guarantee amount.

1. YFC: The aggregate endorsement/guarantee limit was calculated for 500% of the endorser’s/guarantor’s net equity. The limit on each endorsement/guarantee given on behalf of each party was not exceeding 50% of the aggregate endorsement/guarantee amount.

2. Luxgen: The aggregate endorsement/guarantee limit was calculated for 75% of the endorser’s/guarantor’s net equity. The limit on each endorsement/guarantee given on behalf of each party was not exceeding 75% of the aggregate endorsement/guarantee amount.

3. Sheng Qing: The aggregate endorsement/guarantee limit was calculated for 2500% of the endorser’s/guarantor’s net equity. The limit on each endorsement/guarantee given on behalf of each party was calculated for 500% of the endorser’s/guarantor’s net equity.

4. Nanjing Hanhong: The aggregate endorsement/guarantee limit was calculated for 250% of the endorser's/guarantor's net equity. The limit on each endorsement/guarantee given on behalf of each party was calculated for 200% of the endorser's/guarantor's net equity.

5. Zhu Hai Fu Te En: The aggregate endorsement/guarantee limit was calculated for 300% of the endorser’s/guarantor’s net equity. The limit on each endorsement/guarantee given on behalf of each party was calculated for 200% of the endorser’s/guarantor’s net equity.

6. Su Zhou Feng Shen: The aggregate endorsement/guarantee limit was calculated for 300% of the endorser’s/guarantor’s net equity. The limit on each endorsement/guarantee given on behalf of each party was calculated for 100% of the endorser’s/guarantor’s net equity.

7. Wu Jiang Lian Cheng: The aggregate endorsement/guarantee limit was calculated for 1000% of the endorser's/guarantor's net equity. The limit on each endorsement/guarantee given on behalf of each party was calculated for 500% of the endorser’s/guarantor’s net equity.

8. Su Zhou Feng Shun: The aggregate endorsement/guarantee limit was calculated for 1000% of the endorser's/guarantor's net equity. The limit on each endorsement/guarantee given on behalf of each party was calculated for 500% of the endorser’s/guarantor’s net equity.

9. Su Zhou Cheng Pang: The aggregate endorsement/guarantee limit was calculated for 1000% of the endorser's/guarantor's net equity. The limit on each endorsement/guarantee given on behalf of each party was calculated for 500% of the endorser’s/guarantor’s net equity.

10. Tai Chang Cheng Mau: The aggregate endorsement/guarantee limit was calculated for 1000% of the endorser's/guarantor's net equity. The limit on each endorsement/guarantee given on behalf of each party was calculated for 500% of the endorser’s/guarantor’s net equity.

11. Su Zhou Chen Long: The aggregate endorsement/guarantee limit was calculated for 1000% of the endorser’s/guarantor’s net equity. The limit on each endorsement/guarantee given on behalf of each party was calculated for 500% of the endorser’s/guarantor’s net equity.

12. Xiao Gan Yu Feng: The aggregate endorsement/guarantee limit was calculated for 1000% of the endorser's/guarantor's net equity. The limit on each endorsement/guarantee given on behalf of each party was calculated for 500% of the endorser's/guarantor's net equity.

13. Wuhan Yu Hsin: The aggregate endorsement/guarantee limit was calculated for 1000% of the endorser’s/guarantor’s net equity. The limit on each endorsement/guarantee given on behalf of each party was calculated for 500% of the endorser’s/guarantor’s net equity.

14. Su Zhou Cheng Li: The aggregate endorsement/guarantee limit was calculated for 3500% of the endorser’s/guarantor’s net equity. The limit on each endorsement/guarantee given on behalf of each party was calculated for 1500% of the endorser’s/guarantor’s net equity.

15. Shinshin: The aggregate endorsement/guarantee limit was calculated for 500% of the endorser’s/guarantor’s net equity. The limit on each endorsement/guarantee given on behalf of each party was calculated for 50% of the endorser’s/guarantor’s net equity.

- Note 2:
- The relationship between guarantor and guarantee are as follows:
- a. The Company in relation to business.

b. Subsidiaries’ common stocks which were directly owned by parent company over 50%.

c. Investees’ common stocks which were both owned by parent company and subsidiary over 50%.

d. Investees’ common stocks which were directly or indirectly held by the Company over 90%.

e. Based on contract projects among their peers in accordance with contract provisions which need mutual insurance company.

f. Owing to the joint venture funded by the shareholders on its endorsement of its holding company.

g. Companies in the same industry provide among themselves joint and several securities for a performance guarantee of a sales contract for pre-construction homes pursuant to the Consumer Protection Act for each other.

(Concluded)

TABLE 3

YULON MOTOR COMPANY LTD. AND SUBSIDIARIES

MARKETABLE SECURITIES HELD

JUNE 30, 2024

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

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	June 30, 2024				Note
				Shares or Units	Carrying Amount	Percentage of Ownership (%)	Fair Value	
The Company	<u>Common stocks</u>							
	Taiwan Stock Exchange	-	Financial assets at fair value through other comprehensive income - non-current	11,585	\$ 441,899	1.00	\$ 441,899	-
	Taiwan Aerospace Company	-	Financial assets at fair value through other comprehensive income - non-current	811	-	0.60	-	-
	YFC, Preferred Shares A	Subsidiary	Financial assets at fair value through other comprehensive income - non-current	13	665	0.01	665	-
	TYC Brother Industrial Preferred Shares A	-	Financial assets at fair value through other comprehensive income - non-current	1,000	46,300	3.33	46,300	-
	Fubon Financial Holding Co., Ltd. Preferred Shares C	-	Financial assets at fair value through other comprehensive income - non-current	500	26,800	0.15	26,800	-
	Formosa Electronic Industries Inc.	-	Financial assets at fair value through other comprehensive income - non-current	500	18,700	0.65	18,700	-
	Eslite Spectrum Corporation	-	Financial assets at fair value through other comprehensive income - non-current	948	56,501	2.00	56,501	-
	<u>Structured finance products</u>							
	KGI Securities CLN - Taiwan Mask. 3rd	-	Financial assets at fair value through profit or loss - current	1	50,140	-	50,140	-
	<u>Beneficiary certificates</u>							
	Future Technology Venture Capital Limited Partner	-	Financial assets at fair value through profit or loss - non-current	-	38,390	-	38,390	-
	Cathay Smart Technology Privately Offered Fund	-	Financial assets at fair value through profit or loss - non-current	-	24,150	-	24,150	-
	FSITC US Top 100 Bond Fund	-	Financial assets at fair value through profit or loss - current	54	16,603	-	16,603	-
	Fubon 10+ Years US Corporate Bond BBB Ex China	-	Financial assets at fair value through profit or loss - current	725	29,689	-	29,689	-
	Cathay BBB Corporate 10Y+ ETF	-	Financial assets at fair value through profit or loss - current	785	29,799	-	29,799	-
	<u>Bonds</u>							
	HSBC Holdings Senior Secured Bond	-	Financial assets at fair value through profit or loss - current	490	15,796	-	15,796	-
Yu Ching	<u>Common stocks</u>							
	Yulon Motor Company	The parent company	Financial assets at fair value through other comprehensive income - non-current	7,526	376,301	0.70	512,550	-

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	June 30, 2024				Note
				Shares or Units	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Yu Pong	<u>Structured finance products</u>							
	KGI Securities CLN - Taiwan Mask. 3rd	-	Financial assets at fair value through profit or loss - current	-	\$ 17,045	-	\$ 17,045	-
	KGI Securities CLN - Mobiletron Electronics. 2nd	-	Financial assets at fair value through profit or loss - current	-	10,036	-	10,036	-
Yung Hong	<u>Common stocks</u>							
	Fubon Financial Company	-	Financial assets at fair value through other comprehensive income - current	1,410	111,841	0.01	111,841	-
	Carnival Industrial Corporation	Related party in substance	Financial assets at fair value through profit or loss - current	141	1,606	0.07	1,606	-
	Kian Shen	Related party in substance	Financial assets at fair value through profit or loss - current	81	6,009	0.11	6,009	-
	YFC	The same ultimate parent company	Financial assets at fair value through profit or loss - current	397	59,293	0.07	59,293	-
	<u>Beneficiary certificates</u>							
	FSITC Taiwan Money Market Fund	-	Financial assets at fair value through profit or loss - current	643	10,190	-	10,190	-
	Cathay Pacific Taiwan Money Market Fund	-	Financial assets at fair value through profit or loss - current	177	2,276	-	2,276	-
	Prudential Financial Money Market Fund	-	Financial assets at fair value through profit or loss - current	597	9,768	-	9,768	-
	Capital Money Market Fund	-	Financial assets at fair value through profit or loss - current	1,187	19,823	-	19,823	-
	Allianz Gbl Investors Taiwan Money Mkt	-	Financial assets at fair value through profit or loss - current	191	2,426	-	2,426	-
	Nomura Small & Medium Fund	-	Financial assets at fair value through profit or loss - current	42	7,797	-	7,797	-
	Nomura Premium Fund	-	Financial assets at fair value through profit or loss - current	44	6,677	-	6,677	-
	FSITC Global Utilities and Infrastructure Fund	-	Financial assets at fair value through profit or loss - current	346	5,225	-	5,225	-
	PGIM US Corporate Bond Fund T	-	Financial assets at fair value through profit or loss - current	1	4,096	-	4,096	-
	Cathay US Premium Bond Fund USD A	-	Financial assets at fair value through profit or loss - current	288	3,062	-	3,062	-
	GUNY American New Ventures Bright Spot Fund	-	Financial assets at fair value through profit or loss - current	96	2,652	-	2,652	-
	Nomura Taiwan e technology Fund	-	Financial assets at fair value through profit or loss - current	136	9,723	-	9,723	-
	Yuanta Vantage Money Market Fund	-	Financial assets at fair value through profit or loss - current	401	6,279	-	6,279	-
	KGI Taiwan Multi-Asset Income Fund	-	Financial assets at fair value through profit or loss - current	169	2,141	-	2,141	-
	PGIM Aggressive Growth ETF Fund of Funds	-	Financial assets at fair value through profit or loss - current	272	4,227	-	4,227	-
	<u>Common stocks</u>							
	YFC, Preferred Shares A	-	Financial assets at fair value through other comprehensive income - current	104	5,338	0.10	5,338	-
	Taiwan Mobile	-	Financial assets at fair value through other comprehensive income - current	1	61	-	61	-
	T-Car Inc.	-	Financial assets at fair value through other comprehensive income - non-current	1,275	25,247	-	25,247	-
	ADTO Company	-	Financial assets at fair value through other comprehensive income - non-current	1	10	0.01	10	-
	ROCKER ZONE	-	Financial assets at amortized cost - non-current	330	8,084	1.67	8,084	-
	<u>Structured finance products</u>							
	Credit-linked structured finance products - GMTC	-	Financial assets at fair value through profit or loss - current	-	13,095	-	13,095	-

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	June 30, 2024				Note
				Shares or Units	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Yue Sheng	<u>Common stocks</u> Yueki	-	Financial assets at fair value through other comprehensive income - non-current	16	\$ 100	0.08	\$ 100	-
Yu Chang	Kai Xing Insurance Agency	-	Financial assets at fair value through other comprehensive income - non-current	43	1,614	6.96	1,614	-
Yushin	Kai Xing Insurance Agency	-	Financial assets at fair value through other comprehensive income - non-current	43	1,614	6.96	1,614	-
Yulon Construction	Shin Kong Security Co., Ltd.	-	Financial assets at fair value through profit or loss - current	50	2,125	0.01	2,125	-
	<u>Beneficiary certificates</u> Bloomberg USD Corporate 10+ Year High Grade Capped Bond Index	-	Financial assets at fair value through profit or loss - current	143	5,121	-	5,121	-
	00646 TT EQUITY	-	Financial assets at fair value through profit or loss - current	115	6,388	-	6,388	-
	Yuanta U.S. Government 20-Year (More) Bond Fund	-	Financial assets at fair value through profit or loss - current	181	5,417	-	5,417	-
Empower	<u>Common stocks</u> Kai Xing Insurance Agency	-	Financial assets at fair value through other comprehensive income - non-current	43	1,614	6.96	1,614	-
Yu Sing	Kai Xing Insurance Agency	-	Financial assets at fair value through other comprehensive income - non-current	43	1,614	6.96	1,614	-
Luxgen	Union Auto international Co., Ltd.	-	Financial assets at fair value through other comprehensive income - non-current	100	1,000	10.00	1,000	-
Haitec	<u>Beneficiary certificates</u> Taishin 1699 Money Market	-	Financial assets at fair value through profit or loss - current	3,597	50,493	-	50,493	-
	Capital Money Market Fund	-	Financial assets at fair value through profit or loss - current	3,023	50,477	-	50,477	-
Advance Power Machinery	<u>Common stocks</u> JJPLUS	-	Financial assets at fair value through other comprehensive income - non-current	1,900	19,000	10.39	19,000	-
Yulon China	YUNG JEN INDUSTRIAL CO., LTD.	-	Financial assets at fair value through profit or loss - non-current	-	2,434	-	2,434	-
Su Zhou Cheng Long	<u>Structured financial products</u> Bank of China Limited Structural Deposit	-	Financial assets at fair value through profit or loss - current	-	50,085	-	50,085	-
Su Zhou Feng Shen	<u>Common stocks</u> Guang Zhou Cheng Yi	-	Financial assets at fair value through other comprehensive income - non-current	-	4,332	-	4,332	-

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	June 30, 2024				Note
				Shares or Units	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Sheng Qing	<u>Financial products</u> Fubon Bank (China) Structured Deposit	-	Financial assets at fair value through profit or loss - non-current	-	\$ 165,281	-	\$ 165,281	-
YFC	<u>Bonds</u> Government Bonds	-	Financial assets at amortized cost - non-current	-	200	-	207	-
	<u>Common stocks</u> Green World Fintech Service Co., Ltd	-	Financial assets at fair value through other comprehensive income - non-current	500	216,750	2.72	216,750	-
Shinshin	BSOS Holdings	-	Financial assets at fair value through other comprehensive income - non-current	2,406	10,384	3.01	10,384	-
H. K. Manpower	<u>Beneficiary certificates</u> Capital Money Market Fund	-	Financial assets at fair value through profit or loss - current	129	2,148	-	2,148	-
	Union Money Market Fund	-	Financial assets at fair value through profit or loss - current	235	3,207	-	3,207	-
	The RSIT Enhanced Money Market Fund	-	Financial assets at fair value through profit or loss - current	254	3,132	-	3,132	-
	Jih Sun Money Market Fund	-	Financial assets at fair value through profit or loss - current	206	3,159	-	3,159	-

(Concluded)

TABLE 4

YULON MOTOR COMPANY LTD. AND SUBSIDIARIES

MARKETABLE SECURITIES ACQUIRED AND DISPOSED OF AT COSTS OR PRICES OF AT LEAST NT\$300 MILLION OR 20% OF THE PAID-IN CAPITAL
FOR THE SIX MONTHS ENDED JUNE 30, 2024
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Company Name	Type and Name of Marketable Securities	Financial Statement Account	Counterparty	Relationship	Beginning Balance		Acquisition		Disposal				Ending Balance	
					Shares/Units	Amount	Shares/Units	Amount	Shares/Units	Amount	Carrying Value	Gain (Loss) on Disposal	Shares/Units	Amount
N/A														

TABLE 5

YULON MOTOR COMPANY LTD. AND SUBSIDIARIES

**ACQUISITION OF INDIVIDUAL REAL ESTATE AT PRICES OF AT LEAST \$300 MILLION OR 20% OF THE PAID-IN CAPITAL
FOR THE SIX MONTHS ENDED JUNE 30, 2024**
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Company Name	Types of Property	Transaction Date	Transaction Amount	Payment Term	Counter-party	Nature of Relationships	Prior Transaction of Related Counter-party				Price Reference	Purpose of Acquisition	Other Terms
							Owner	Relationships	Transfer Date	Amount			
N/A													

TABLE 6

YULON MOTOR COMPANY LTD. AND SUBSIDIARIES

DISPOSAL OF INDIVIDUAL REAL ESTATE AT PRICES OF AT LEAST NT\$300 MILLION OR 20% OF THE PAID-IN CAPITAL
FOR THE SIX MONTHS ENDED JUNE 30, 2024
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Seller	Property	Event Date	Original Acquisition Date	Carrying Amount	Transaction Amount	Collection of Payments	Gain (Loss) on Disposal	Counterparty	Relationship	Purpose of Disposal	Price Reference	Other Terms
N/A												

TABLE 7

YULON MOTOR COMPANY LTD. AND SUBSIDIARIES

TOTAL PURCHASE FROM OR SALE TO RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL
FOR THE SIX MONTHS ENDED JUNE 30, 2024
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Purchasing or (Selling) Company Name	Related Party	Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts (Payable) or Receivable		Note
			Purchase/ (Sale)	Amount	% to Total	Payment Terms	Unit Price	Payment Terms	Ending Balance	% to Total	
The Company	Yulon Nissan	An investee accounted for using equity method	Sales	\$ (10,824,428)	79	Within 45 days	-	3 days to 45 days	\$ 677,296	59	
	Luxgen	Subsidiary	Sales	(687,582)	5	Within 10 days	-	3 days to 10 days	77,302	7	
	Foxtron Vehicle Technologies Corporation	A related party in substance	Sales	(2,134,214)	16	Within 10 days	-	3 days to 10 days	376,278	33	
YFC	Yu Chang	The same ultimate parent company	Sales	(1,570,369)	8	Receipt of payment on the day	-	-	19,093	-	
	Yuan Lon	An investee accounted for using equity method	Sales	(1,460,104)	8	Receipt of payment on the day	-	-	21,796	-	
	Hui-Lian	An investee accounted for using equity method	Sales	(1,311,625)	7	Receipt of payment on the day	-	-	33,553	-	
	Electrified LUXGEN Motor	The same ultimate parent company	Sales	(3,837,116)	20	Receipt of payment on the day	-	-	82,084	-	
	Yu Sing	The same ultimate parent company	Sales	(1,434,072)	8	Receipt of payment on the day	-	-	18,810	-	
	Yushin	The same ultimate parent company	Sales	(1,022,588)	5	Receipt of payment on the day	-	-	21,802	-	
	Yu Tang	An investee accounted for using equity method	Sales	(809,236)	4	Receipt of payment on the day	-	-	7,410	-	
	New LUXGEN North Motor	The same ultimate parent company	Sales	(274,474)	1	Receipt of payment on the day	-	-	14,788	-	
	Empower	The same ultimate parent company	Sales	(943,373)	5	Receipt of payment on the day	-	-	15,658	-	
	Cheng Long	An investee accounted for using equity method	Sales	(860,169)	5	Receipt of payment on the day	-	-	9,444	-	
	New LUXGEN Central Motor	The same ultimate parent company	Sales	(134,602)	1	Receipt of payment on the day	-	-	3,609	-	
	New LUXGEN South Motor	The same ultimate parent company	Sales	(158,376)	1	Receipt of payment on the day	-	-	4,005	-	
	Ding Long	An investee accounted for using equity method	Sales	(285,310)	2	Receipt of payment on the day	-	-	509	-	
	Lian Cheng	An investee accounted for using equity method	Sales	(210,133)	1	Receipt of payment on the day	-	-	1,168	-	
	Yuan Zhi	An investee accounted for using equity method	Sales	(200,583)	1	Receipt of payment on the day	-	-	3,426	-	
Sin Jang	YFC	The same ultimate parent company	Sales	(3,452,809)	94	Receipt of payment on the day	-	-	-	-	
Sinqual	Yu Rich	The same ultimate parent company	Sales	(488,519)	63	Receipt of payment on the day	-	-	-	-	
Union & NKH	The Company	The parent company	Sales	(208,312)	35	60 days	Because the standard and characteristic of products are different, there is no base to compare.	Same as general customer	72,048	24	
	China Motor	An investee accounted for using equity method	Sales	(304,385)	51	60 days	Because the standard and characteristic of products are different, there is no base to compare.	Same as general customer	113,982	37	
Yueki	The Company	The parent company	Sales	(144,115)	40	45 days	Bargaining	45 days	78,874	46	
Luxgen	New LUXGEN North Motor	The same ultimate parent company	Sales	(148,951)	3	At sight	-	At sight	59,454	14	
	YFC	The same ultimate parent company	Sales	(5,295,268)	95	Within 3 days	-	Within 3 days	310,536	76	
Electrified LUXGEN Motor	Car-plus Auto	The same ultimate parent company	Sales	(257,096)	7	1 day	-	1 day	49,900	49	
Hang Zhou Haitec	The Company	The parent company	Sales	(103,568)	41	25 days	-	-	27,534	82	
	China Motor	An investee accounted for using equity method	Sales	(113,477)	45	Receipt of payment on the day	-	-	1,595	5	
Chuang Jie	Hang Zhou Haitec	The same ultimate parent company	Sales	(246,465)	100	60 days	Because the standard and characteristic of products are different, there is no base to compare.	60 days	51,510	64	
The Company	Union & NKH	Subsidiary	Purchase	208,312	2	60 days	Because the standard and characteristic of products are different, there is no base to compare.	-	(72,048)	3	
	Yueki	Subsidiary	Purchase	144,115	1	45 days	Bargaining	45 days	(78,874)	3	
	Nissan Motor	A related party in substance	Purchase	4,562,401	44	12 days after bill of lading	-	12 days after bill of lading	(801,039)	28	
	COC Tooling & Stamping	An investee accounted for using equity method	Purchase	175,643	2	45 days after monthly closing	Bargaining	45 days after monthly closing	(76,222)	3	
	Hang Zhou Haitec	Subsidiary	Purchase	103,568	1	25 days	-	-	(27,534)	1	

(Continued)

Purchasing or (Selling) Company Name	Related Party	Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts (Payable) or Receivable		Note
			Purchase/ (Sale)	Amount	% to Total	Payment Terms	Unit Price	Payment Terms	Ending Balance	% to Total	
YFC	Yulon Nissan	An investee accounted for using equity method	Purchase	\$ 11,635,100	57	Within 3 days	-	-	\$ (355,454)	49	
		The same ultimate parent company	Purchase	5,256,610	26	Within 3 days	-	-	(310,536)	43	
		The same ultimate parent company	Purchase	3,452,809	17	Payment on the day	-	-	-	-	
Yu Rich	Sinqual	The same ultimate parent company	Purchase	488,519	100	Payment on the day	-	-	-	-	
Yu Sing	YFC	The same ultimate parent company	Purchase	1,434,072	86	Receipt of payment on the day	-	-	(18,810)	16	
		An investee accounted for using equity method	Purchase	188,218	11	Receipt of payment on the day	-	-	(3,851)	3	
Yushin	Yulon Nissan	The same ultimate parent company	Purchase	1,022,588	84	Receipt of payment on the day	-	-	(21,802)	29	
		An investee accounted for using equity method	Purchase	140,662	12	Receipt of payment on the day	-	-	(8,026)	11	
Yu Chang	YFC	The same ultimate parent company	Purchase	1,570,369	85	Receipt of payment on the day	-	-	(19,093)	20	
		An investee accounted for using equity method	Purchase	223,344	12	Receipt of payment on the day	-	-	(19,289)	20	
Empower	YFC	The same ultimate parent company	Purchase	943,373	76	Receipt of payment on the day	-	-	(15,658)	16	
		An investee accounted for using equity method	Purchase	181,581	15	Receipt of payment on the day	-	-	(22,320)	23	
Luxgen	The Company	The parent company	Purchase	687,582	14	Within 10 days	-	3 days to 10 days	(77,302)	10	
		A related party in substance	Purchase	4,294,314	85	Within 10 days	-	3 days to 10 days	(441,142)	59	
Electrified LUXGEN Motor	YFC	The same ultimate parent company	Purchase	3,837,116	100	Receipt of payment on the day	-	-	(82,084)	111	
New LUXGEN North Motor	YFC	The same ultimate parent company	Purchase	274,474	54	Receipt of payment on the day	-	-	(14,788)	18	
		The same ultimate parent company	Purchase	148,951	29	At sight	-	-	(59,454)	74	
New LUXGEN Central Motor	YFC	The same ultimate parent company	Purchase	134,602	60	Receipt of payment on the day	-	-	(3,609)	26	
New LUXGEN South Motor	YFC	The same ultimate parent company	Purchase	158,376	56	Receipt of payment on the day	-	-	(4,005)	19	
Hang Zhou Haitec	Chuang Jie	The same ultimate parent company	Purchase	246,465	101	60 days	Because the standard and characteristic of products are different, there is no base to compare.	60 days	(51,510)	40	

(Concluded)

TABLE 8

YULON MOTOR COMPANY LTD. AND SUBSIDIARIES

**RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL
FOR THE SIX MONTH ENDED JUNE 30, 2024
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)**

Company Name	Related Party	Relationship	Ending Balance	Turnover Rate	Overdue		Amounts Received in Subsequent Period	Allowance for Impairment Loss
					Amount	Action Taken		
The Company	Yulon Nissan	An investee accounted for using equity method	\$ 1,239,318 (Note 1)	48.64	\$ -	-	\$ 351,501	\$ -
	Foxtron Vehicle Technologies Corporation	Other related party	456,712 (Note 2)	21.09	-	-	281,189	-
	China Motor	An investee accounted for using equity method	269,459 (Note 3)	-	-	-	-	-
	Fujian Spicer	An investee accounted for using equity method	115,868 (Note 9)	-	-	-	-	-
	Luxgen	Subsidiary	153,612 (Note 4)	17.69	-	-	83,344	-
Shinshin	Yes-Energy	The same ultimate parent company	145,713 (Note 7)	-	-	Depend on capital status	-	745
Yulon China	Wen Yang	The same ultimate parent company	682,922 (Note 9)	-	-	-	-	-
Tai Feng	Dong Tai Sheng Qing	The same ultimate parent company	136,769 (Note 9)	-	-	-	-	-
		The same ultimate parent company	222,477 (Note 9)	-	-	-	-	-
Mei De	Shi Cheng	The same ultimate parent company	338,008 (Note 9)	-	-	-	-	-
Yulon China Motor Investment	Hang Zhou Hua You	The same ultimate parent company	116,953 (Note 9)	-	-	-	-	116,953
Sheng Qing	Yu-Jie	The same ultimate parent company	183,103 (Note 5)	-	-	-	-	-
	Xiamen Young Chang	The same ultimate parent company	174,196 (Note 9)	-	-	-	-	-
	Yulon China Motor Investment	The same ultimate parent company	932,685 (Note 6)	-	-	-	-	-
Union & NKH	China Motor	An investee accounted for using equity method	113,982 (Note 8)	5.11	-	-	63,271	-
Luxgen	YFC	The same ultimate parent company	310,536 (Note 8)	63.09	-	-	310,536	-
Haitec	Foxtron Vehicle Technologies Corporation	Other related party	219,259 (Note 9)	-	-	-	-	-

Note 1: The receivables comprised accounts receivable of \$677,296 thousand and other receivables of \$562,022 thousand.

Note 2: The receivables comprised accounts receivable of \$376,278 thousand and other receivables of \$80,434 thousand.

Note 3: The receivables comprised notes receivable of \$193 thousand and other receivables of \$269,266 thousand.

Note 4: The receivables comprised accounts receivable of \$77,302 thousand and other receivables of \$76,310 thousand.

Note 5: The receivables comprised accounts receivable of \$515 thousand and other receivables of \$182,588 thousand.

(Continued)

Note 6: The receivables comprised accounts receivable of \$515 thousand and other receivables of \$932,170 thousand.

Note 7: The receivables comprised notes receivables.

Note 8: The receivables comprised accounts receivables.

Note 9: The receivables comprised other receivables.

(Concluded)

TABLE 9

YULON MOTOR COMPANY LTD. AND SUBSIDIARIES

**NAMES, LOCATIONS, AND OTHER INFORMATION OF INVESTEEES ON WHICH THE CORPORATION EXERCISES SIGNIFICANT INFLUENCE (EXCLUDING INVESTMENT IN MAINLAND CHINA)
FOR THE SIX MONTHS ENDED JUNE 30, 2024
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)**

Investor Company	Investee Company	Location	Main Businesses and Products	Investment Amount		Balance as of June 30, 2024			Net Income (Loss) of the Investee	Share of Profits (Loss)	Note
				June 30, 2024	December 31, 2023	Shares	Percentage of Ownership	Carrying Value			
The Company	Yulon Nissan	Miaoli, Taiwan	Sales of cars	\$ 7,062,225	\$ 7,062,225	143,500	47.83	\$ 8,666,164	\$ 981,903	\$ 436,230	-
	China Motor	Taoyuan, Taiwan	Manufacturing and sales of cars	141,526	141,526	44,592	8.05	2,936,277	2,457,121	161,830	-
	YFC	Taipei, Taiwan	Sale and lease of cars and parts	1,832,150	1,832,150	234,713	42.81	11,286,420	2,647,011	1,044,492	-
	Yueki	Hsinchu, Taiwan	Manufacturing and sale of car components	169,978	169,978	12,767	65.58	312,352	(41,978)	(24,730)	-
	Yue Sheng	Miaoli, Taiwan	Car manufacture and furnishing; manufacture, installation and sale of car parts	329,210	329,210	28,800	100.00	416,379	(1,664)	(1,453)	-
	China Cast Iron	Taipei, Taiwan	Metal casting and related business	24,850	24,850	25	77.66	40,987	7,063	5,485	-
	Union & NKH	Miaoli, Taiwan	Manufacturing and sale of springs for various motor vehicles and sale of nonmotorized vehicles	183,692	183,692	21,729	25.01	587,172	65,615	16,972	-
	UNI Calsonic	Miaoli, Taiwan	Production and sales of various kinds of radiators, heat transfer apparatus, geysers, water tank and car parts	96,449	96,449	5,983	30.68	160,428	15,433	4,428	-
	Yu Chang	Kaohsiung, Taiwan	Sale, maintenance and repair of cars and parts	114,096	114,096	13,999	64.99	183,727	14,796	9,966	-
	COC Tooling & Stamping	Taoyuan, Taiwan	Design, manufacturing and sales of cars and various kinds of molds, fixtures, stamping parts and inspection implements	280,071	280,071	25,470	37.76	583,061	96,014	41,207	-
	Yuan Lon	Taoyuan, Taiwan	Sale, maintenance and repair of cars and parts	84,405	84,405	7,999	20.00	95,165	(1,467)	(252)	-
	Yu Ching	New Taipei City, Taiwan	Import and export and sale of cars and parts	776,907	776,907	42,660	60.00	47,043	22,909	7,423	-
	Yu Pong	New Taipei City, Taiwan	Yulon basketball team management and related services	972,659	972,659	13,470	100.00	487,469	(5,569)	(9,832)	-
	Yung Hong	New Taipei City, Taiwan	Investments	87,311	87,311	32,622	100.00	550,628	17,868	17,868	-
	Yushin	Hsinchu, Taiwan	Sale, maintenance and repair of cars and parts	186,926	186,926	19,999	99.99	295,949	20,794	23,896	-
	China Engine	Taoyuan, Taiwan	Manufacturing of car engines and parts	675,137	675,137	16,114	38.16	457,601	(4,157)	1,305	-
	Cheng Long	Taipei, Taiwan	Sale, maintenance and repair of cars and parts	51,677	51,677	13,935	27.00	242,111	(3,500)	(437)	-
	Yu Tang	Taichung, Taiwan	Sale, maintenance and repair of cars and parts	71,166	71,166	7,117	20.33	105,583	2,309	201	-
	ROC-Spicer	Taoyuan, Taiwan	Manufacturing and sales of cars and parts	476,740	476,740	102	20.46	227,554	54,837	11,285	-
	Empower	Taichung, Taiwan	Sale, maintenance and repair of cars and parts	29,987	29,987	5,999	20.00	73,333	17,294	3,659	-
	Chan Yun	Hsinchu, Taiwan	Wholesale and retail of information software	58,594	58,594	16,664	87.71	38,065	390	316	-
	Sin Chi	Taipei, Taiwan	General advertising planning services	850,896	850,896	80,500	100.00	889,448	18,914	18,914	-
	Yu Sing	Taipei, Taiwan	Sale, maintenance and repair of cars and parts	505,189	505,189	17,999	99.99	199,548	8,493	19,090	-
	Y-Teks	Taoyuan, Taiwan	Manufacturing and furnishing, cars and the import and export of, and serving as sales agent for, car parts	61,307	61,307	602	34.00	283,161	19,880	7,912	-
	Yulon Overseas	B.V.I.	Investments	31,984,093	32,056,349	1,072,085	100.00	7,604,002	127,053	127,053	-
	Tokio Marine Nawa Insurance	Taipei, Taiwan	Property insurance	8,075,257	8,075,257	223,517	18.63	1,353,384	874,641	162,946	-
	Haitec	New Taipei City, Taiwan	Product design	17,769,859	17,769,859	2,073,600	99.99	8,909,532	(346,151)	(346,151)	-
	Hui-Lian	Changhua, Taiwan	Sale, maintenance and repair of cars and parts	74,366	74,366	6,116	20.34	78,833	9,379	1,928	-
	Luxgen	Miaoli, Taiwan	Sales and producing of cars and related parts	29,067,000	29,067,000	92,700	100.00	880,678	120,148	103,765	-
	Yulon Construction	New Taipei City, Taiwan	Construction industry	3,034,485	3,034,485	144,078	100.00	3,406,743	30,437	35,480	-
	Hong Kong-Spicer	Hong Kong	Investments	56,475	56,475	1,585	20.50	57,757	9,041	1,853	-
	Advance Power Machinery	Miaoli, Taiwan	Sales and producing of cars and related parts	229,787	210,787	22,400	100.00	183,108	(24,243)	(24,243)	-
	Yuke	New Taipei City, Taiwan	Energy technical services	15,000	15,000	1,500	100.00	1,679	(60)	(60)	-
	Yu Yao	New Taipei City, Taiwan	Energy technical services	15,000	15,000	1,500	100.00	1,678	(60)	(60)	-
	New Energy World Motor	New Taipei City, Taiwan	Sales and producing of cars and related parts	76,933	76,933	7,375	20.00	72,837	(18,381)	(3,676)	-
YFC	Car-plus Auto	Taipei, Taiwan	Car lease and trade	3,435,813	3,435,813	147,965	100.00	3,944,027	100,354	-	-
	Shinshin	Taipei, Taiwan	Installment financing services for cars and trucks	8,919,808	8,919,808	557,800	100.00	16,151,563	1,060,432	-	-
	TAC Global	Samoa	Shareholding company	3,342,688	3,342,688	108,833	100.00	7,195,702	376,727	-	-
	Tokio Marine Nawa Insurance	Taipei, Taiwan	Property insurance	1,960,885	1,960,885	81,686	6.81	494,715	874,641	-	-
	Empower	Taichung, Taiwan	Retail of cars and related parts	48,843	48,843	8,100	27.00	105,514	17,294	-	-
	Yu Rich	New Taipei City, Taiwan	Installment loans of consumer goods	3,160,662	3,160,662	430,608	100.00	6,882,819	485,642	-	-
	Yulon Finance Overseas	Samoa	Shareholding company	437,490	437,490	15,000	100.00	165,984	5,604	-	-
	JDW	Taipei, Taiwan	Software design services, information processing service and advertisement services	950,000	950,000	38,508	50.70	859,198	(109,620)	-	-

(Continued)

Investor Company	Investee Company	Location	Main Businesses and Products	Investment Amount		Balance as of June 30, 2024			Net Income (Loss) of the Investee	Share of Profits (Loss)	Note
				June 30, 2024	December 31, 2023	Shares	Percentage of Ownership	Carrying Value			
Shinshin	Shinshin Samoa	Samoa	Shareholding company	\$ 389,077	\$ 389,077	12,000	100.00	\$ 144,044	\$ 6,058	\$ -	-
	YES-Energy	New Taipei City, Taiwan	Energy technical services	246,407	246,407	29,000	100.00	423,388	22,197	-	-
	Shinshin Power	Taipei, Taiwan	Energy technical services	1,000	1,000	100	100.00	520	(283)	-	-
	Zysun Power	Taipei, Taiwan	Energy technical services	160,000	10,000	-	100.00	154,123	(4,242)	-	-
	Wysun Power	Taipei, Taiwan	Energy technical services	770,600	770,600	-	100.00	751,706	(12,134)	-	-
	Tai Chuang Energy	Taipei, Taiwan	Energy technical services	950,000	950,000	95,000	95.00	928,683	(12,835)	-	-
	Yulon Capital SDN. BHD.	Malaysia	Equipment leasing business and installment-related financing services	316,014	316,014	46,608	100.00	302,309	(5,104)	-	-
Car-plus Auto	Diamond Leasing	Taipei, Taiwan	Car lease and trade	133,351	133,351	11,306	100.00	210,475	7,957	-	-
	Car-Plus Samoa	Samoa	Shareholding company	941,992	941,992	31,200	100.00	750,410	27,011	-	-
	Hong Shou Culture	Taipei, Taiwan	Publication	11,881	11,881	4,050	100.00	23,657	687	-	-
	YES Charging Service	New Taipei City, Taiwan	Wholesale and retail sale of batteries	100,005	100,005	10,200	100.00	17,171	(21,422)	-	-
	Bing Yu	New Taipei City, Taiwan	Vehicle subscription service platform	8,685	8,685	2,895	20.00	10,204	1,349	-	-
	Sin Gan	Taipei, Taiwan	Sales of automobile - related products	537,600	537,600	22,275	77.69	504,219	49,327	-	-
Diamond Leasing	H.K. Manpower	Taipei, Taiwan	Temporary labor services	10,000	10,000	1,000	100.00	16,333	(913)	-	-
	Da-Teng	Taipei, Taiwan	Taxi service	7,028	7,028	600	100.00	7,199	492	-	-
	Da-Chuan	Taipei, Taiwan	Taxi service	1,125	1,125	300	100.00	3,242	133	-	-
	Da-Mu	Taipei, Taiwan	Taxi service	1,575	1,575	600	100.00	3,003	117	-	-
	Da-Jun	Taipei, Taiwan	Taxi service	900	900	300	100.00	2,309	(12)	-	-
	Yong-Xiang	Taipei, Taiwan	Taxi service	3,810	3,810	300	100.00	5,372	157	-	-
	Guo-Ma	Taipei, Taiwan	Taxi service	2,286	2,286	400	100.00	2,920	60	-	-
	Jin-Yu	Taipei, Taiwan	Taxi service	3,048	3,048	300	100.00	3,792	74	-	-
	Zhong-Xing	Taipei, Taiwan	Taxi service	3,810	3,810	350	100.00	4,802	105	-	-
	Li-Yang	Taipei, Taiwan	Taxi service	5,381	5,381	900	100.00	8,558	277	-	-
	He-Yang	Taipei, Taiwan	Taxi service	2,032	2,032	600	100.00	3,036	(72)	-	-
	Jia-Yu	Taipei, Taiwan	Taxi service	1,778	1,778	300	100.00	2,226	38	-	-
	Tian-Yang	Taipei, Taiwan	Taxi service	2,159	2,159	600	100.00	4,194	222	-	-
Car-Plus Samoa	Car-Plus China	Samoa	Shareholding company	193,004	193,004	6,000	60.00	444,374	34,409	-	-
	Car-Plus Hangzhou	Samoa	Shareholding company	563,805	563,805	19,200	60.00	11,256	(1,236)	-	-
TAC Global	Car-Plus China	Samoa	Shareholding company	128,647	128,647	4,000	40.00	296,250	34,409	-	-
	Car-Plus Hangzhou	Samoa	Shareholding company	375,906	375,906	12,800	40.00	7,504	(1,236)	-	-
	Yu Rong	Samoa	Shareholding company	2,698,460	2,698,460	87,496	100.00	6,685,180	358,668	-	-
Yulon Finance Overseas	Yulon Finance Philippines	Samoa	Shareholding company	437,490	437,490	15,000	100.00	165,984	5,604	-	-
Yulon Finance Philippines	Yulon Finance Philippines Corporation	Philippine	Financing and leasing of cars and commercial vehicles, and car purchases and loans to car dealers for car purchases	437,490	437,490	7,500	100.00	165,984	5,604	-	-
Sin Gan	Hsiang Shuo	New Taipei City, Taiwan	Towing	128,400	128,400	10,000	100.00	165,151	30,886	-	-
	Sinqual	New Taipei City, Taiwan	Sale of cars and parts	130,591	130,591	13,000	100.00	175,669	(4,476)	-	-
	Sin Jang	Taipei, Taiwan	Sale and brokerage of secondhand vehicles	218,754	218,754	12,824	100.00	214,067	44,036	-	-
	Ching-Tong	Tainan, Taiwan	Sales maintenance and repair of cars and parts	75,578	75,578	6,746	100.00	41,795	(16,956)	-	-
	Zhuo Giu	Taoyuan, Taiwan	Freezer construction and repair service	19,400	19,400	400	40.00	15,857	(1,698)	-	-
	Zhuo Ho	New Taipei City, Taiwan	Freezer construction and repair service	400	400	40	40.00	(5,627)	(6,917)	-	-
JDW	JDW Taxi	Taipei, Taiwan	Taxi transportation and advertisement services	6,250	6,250	625	62.50	(1,419)	(18,214)	-	-

(Continued)

Investor Company	Investee Company	Location	Main Businesses and Products	Investment Amount		Balance as of June 30, 2024			Net Income (Loss) of the Investee	Share of Profits (Loss)	Note
				June 30, 2024	December 31, 2023	Shares	Percentage of Ownership	Carrying Value			
Yu Pong	China Motor	Taoyuan, Taiwan	Manufacturing and sales of cars	\$ 35,269	\$ 35,269	454	0.08	\$ 56,303	\$ 2,457,121	\$ -	-
	Yu Ching	New Taipei City, Taiwan	Import and export and sale of cars and parts	472,511	472,511	28,440	40.00	340,303	22,909	-	-
Yue Sheng	Y-Teks	Taoyuan, Taiwan	Manufacturing and furnishing, cars and the import and export of, and serving as sales agent for, car parts	25,510	25,510	212	11.99	96,405	19,880	-	-
Yung Hong	China Motor	Taoyuan, Taiwan	Manufacturing and sales of cars	193,869	193,869	3,998	0.72	323,156	2,457,121	-	-
Yu Ching	Tokio Marine Nawa Insurance	Taipei, Taiwan	Property insurance	20,467	20,467	-	-	-	874,641	-	-
	Yulon Nissan	Miaoli, Taiwan	Sales of cars	336,923	336,923	3,500	1.17	206,180	981,903	-	-
	Yulon Management	New Taipei City, Taiwan	Investment advisor and temporary labor services	32,403	32,403	3,300	33.00	29,634	1,891	-	-
Yueki	China Motor	Taoyuan, Taiwan	Manufacturing and sales of cars	243	243	11	-	1,360	2,457,121	-	-
	UNI-Calsonic	Miaoli, Taiwan	Production and sales of various kinds of radiators, heat transfer apparatus, geysers, water tank and car parts	17,328	17,328	800	4.10	17,328	15,433	-	-
	Yue Ki HK	Hong Kong	Investments	330,094	330,094	10,600	100.00	16,647	2,750	-	-
Yu Chang	Tian Wang	Kaohsiung, Taiwan	Secondhand cars and car related products	17,000	17,000	1,700	100.00	21,723	294	-	-
Yushin	Yu Pool	Miaoli, Taiwan	Supply of and providing services on information software and retail trade of spare parts of vehicles	7,000	7,000	5,000	100.00	71,746	3,846	-	-
	Yu Shin Investment	Samoa	Investments	148,966	148,966	185	100.00	-	(47)	-	-
Empower	Chunmin	Taichung, Taiwan	Comprehensive retail of car parts	8,000	8,000	800	100.00	14,526	107	-	-
	Hong Yen	Samoa	Investments	213,774	213,774	213,774	100.00	46,858	10,982	-	-
	Yu Ming Insurance Co., Ltd.	Taichung, Taiwan	Property insurance	5,000	5,000	500	100.00	5,248	73	-	-
	Min Shiang	Taichung, Taiwan	Lease of cars and related services	30,000	30,000	3,000	100.00	31,326	(41)	-	-
Sin Chi	Yulon Nissan	Miaoli, Taiwan	Sales of cars	311,853	311,853	3,050	1.02	179,749	981,903	-	-
	Yulon TOBE	New Taipei City, Taiwan	Sale, maintenance and repair of cars and parts	27,996	27,996	22,005	59.64	57,977	(1,475)	-	-
Yu Sing	Ding Long	Taipei, Taiwan	Sales, maintenance and repair of cars and parts	37,790	37,790	3,779	37.79	27,962	(8,162)	-	-
	Kuen You	New Taipei City, Taiwan	Sale, maintenance and repair of cars and parts	10,000	10,000	1,500	100.00	19,269	1,636	-	-
Y-Teks	Yu-Hsin Intl	B.V.I.	Investments	65,854	65,854	2,208	66.67	781,481	9,019	-	-
	China Motor	Taoyuan, Taiwan	Manufacturing and sales of cars	265	265	11	-	1,402	2,457,121	-	-
Yu-Hsin Intl	Yu-Hsin Intl HK	Hong Kong	Investments	311,194	311,194	13,071	100.00	331,197	6,384	-	-
Union & NKH	Uni Investment	B.V.I.	Investments	289,287	289,287	8,403	100.00	1,863,334	56,026	-	-
Luxgen	Electrified LUXGEN Motor	New Taipei City, Taiwan	Repair, wholesale and retail of cars and parts	513,613	513,613	18,499	99.99	85,689	8,132	-	-
	New LUXGEN North Motor	Taoyuan, Taiwan	Repair, wholesale and retail of cars and parts	108,192	108,192	10,499	99.99	103,360	(12,216)	-	-
	New LUXGEN Central Motor	Taichung, Taiwan	Repair, wholesale and retail of cars and parts	174,767	174,767	10,599	99.99	142,288	1,100	-	-
	Luxgen Tainan Motor	Tainan, Taiwan	Repair, wholesale and retail of cars and parts	263,153	263,153	10,499	99.99	112,792	2,400	-	-
	New LUXGEN South Motor	Kaohsiung, Taiwan	Repair, wholesale and retail of cars and parts	121,458	121,458	7,099	99.99	66,202	1,793	-	-
	Sin Gan	New Taipei City, Taiwan	Wholesale and retail of information software	81,191	81,191	5,670	19.78	128,351	49,327	-	-
	New Energy World Motor	New Taipei City, Taiwan	Sale, maintenance and repair of cars and parts	295,000	295,000	29,500	80.00	282,505	(18,381)	-	-
Yulon Construction	Yufong Property Management	New Taipei City, Taiwan	Construction greening industry	24,990	24,990	2,499	99.96	54,996	621	-	-
Haitec	Foxtron Vehicle Technologies Corporation	New Taipei City, Taiwan	Product design	7,632,000	7,632,000	763,200	43.83	8,050,905	(809,144)	-	-
Advance Power Machinery	QPO Energy LLC	USA	Stored energy charging station	190,828	190,828	5,934	49.45	148,393	(48,608)	-	-

(Continued)

Investor Company	Investee Company	Location	Main Businesses and Products	Investment Amount		Balance as of June 30, 2024			Net Income (Loss) of the Investee	Share of Profits (Loss)	Note
				June 30, 2024	December 31, 2023	Shares	Percentage of Ownership	Carrying Value			
Yulon Overseas	Yulon Philippine Yulon China	Cayman B.V.I.	Investments	\$ 1,159,593	\$ 1,097,236	35,741	100.00	\$ 185,811	\$ 4,191	\$ -	-
			Investments	34,095,963	32,333,459	1,047,658	100.00	7,417,190	122,917	-	-
Yulon Philippine	UMPI & SCIC NPI	Philippine Philippine	Manufacturing of cars and factory lease	947,345	896,402	10,914	100.00	185,788	4,209	-	-
			Sale, maintenance and repair of cars and parts	76,328	72,224	12	24.50	-	(81,042)	-	-
Yulon China	Qing Yi	Samoa	Investments	402,126	430,606	12,392	100.00	42,355	9,876	-	-
	Wen Yang	Samoa	Investments	962,143	910,403	29,650	100.00	695,919	2,967	-	-
	Yulon China Holding	Cayman	Investments	23,028,850	21,790,472	703,795	100.00	5,718,872	111,069	-	-
	Feng Hua	Hong Kong	Investments	74,764	85,974	1,400	40.00	134,416	(8,610)	-	-
Yulon China Holding	Yulon China (HK) Holding	Hong Kong	Investments	23,028,850	21,790,472	703,795	100.00	5,718,866	111,069	-	-

Note: In June 2024, Tokio Marine Newa Insurance Co., Ltd. reduced its capital by 999.9 shares per thousand shares. As of June 30, 2024, 1 share of Tokio Marine Newa Insurance Co., Ltd was held by Yu Ching.

(Concluded)

YULON MOTOR COMPANY LTD. AND SUBSIDIARIES

INVESTMENT IN MAINLAND CHINA
FOR THE SIX MONTHS ENDED JUNE 30, 2024
(In Thousands of New Taiwan Dollars)

Investee Company	Main Businesses and Products	Paid-in Capital	Method of Investment (Note 1)	Accumulated Outward Remittance for Investment from Taiwan as of January 1, 2024	Remittance of Funds		Accumulated Outward Remittance for Investment from Taiwan as of June 30, 2024	Net Income (Loss) of the Investee	% Ownership of Direct or Indirect Investment	Investment Gain (Loss) (Note 2)	Carrying Amount as of June 30, 2024	Accumulated Repatriation of Investment Income as of June 30, 2024	Note
					Outward	Inward							
Xiamen Young Chang	Cars, electronics, textiles and related business investment consulting services; advanced technology, products and equipment import consulting	\$ 70,454	b	\$ 55,763	\$ -	\$ -	\$ 55,763	\$ 8,123	100.00	\$ 8,123	\$ 535,872	\$ -	2, c
Tai Feng	Computer software maintenance and computer system integration	1,887,346	b	1,628,550	-	-	1,628,550	2,967	100.00	2,967	1,378,893	-	2, c
Dongfeng Yulon	Manufacturing of key car components, electric cars and related parts	-	-	7,969,003	-	-	7,969,003	-	-	-	-	-	2, c, 4
Su Zhou Cheng Long	Sale, maintenance and repair of cars and parts	201,063	b	83,944	-	-	83,944	3,219	40.00	1,288	335,810	-	2, c
Yulon China Motor Investment	Investment, shareholding and related business	8,603,483	b	1,745,943	-	-	1,745,943	103,004	100.00	103,004	5,169,935	-	2, b
Luxgen (Hangzhou) Motor Sales	Sales of cars and car parts	13,713,613	b	12,928,809	-	-	12,928,809	17,147	100.00	17,147	155,546	-	2, a
Yulon Motor Finance	Car purchases and loans to car dealers for car purchases	4,553,200	a	2,479,875	-	-	2,479,875	155,042	71.98	111,594	-	-	2, b
Hang Zhou Yong Ren	Manufacturing of machinery, car accessory and seat parts	181,730	b	2,249	-	-	2,249	(1,565)	2.59	-	2,434	-	-
Hang Zhou Haitec	Product design	901,381	b	-	-	-	-	5,106	100.00	5,106	1,146	-	2, c
Fujian Spicer	Production of car key parts, drive axle assemblies and parts	932,523	a	228,152	-	-	228,152	187,078	20.50	38,351	303,555	33,610	2, c
Shenyang Spicer	Manufacturing and sales of automotive drive shafts, mechanical drive shafts and parts	391,242	a	55,124	-	-	55,124	16,840	14.29	2,406	297,829	-	2, c
Hang Zhou Yue Wan	Manufacturing of car parts	524,392	b	267,362	-	-	267,362	11,165	80.81	9,022	36,419	-	2, c
Hang Zhou Y-Teks	Manufacturing and sales of car interior furnishing and related business	257,978	b	44,327	-	-	44,327	13,119	30.66	4,022	103,312	-	2, c
Chang Zhou Y-Teks	Manufacturing and sales of car interior furnishing and related business	45,430	b	-	-	-	-	14,265	15.64	2,231	59,396	-	2, c
Liu Zhou Yu Xin Fang Sheng	Manufacturing and sales of car interior furnishing and related business	162,250	b	-	-	-	-	(76,524)	6.13	(4,691)	149,565	-	2, c
Guang Zhou He Xi	Manufacturing and sales of car interior furnishing and related business	376,420	b	-	-	-	-	42,254	6.96	2,941	775,858	-	2, c
Fuzhou Lianghong	Manufacturing of car seats	473,369	b	-	-	-	-	20,808	16.67	3,469	573,937	-	2, c
Hang Zhou Liangrun	Manufacturing of car seats	674,997	b	142,431	-	-	142,431	23,963	40.39	9,679	126,537	-	2, c

(Continued)

Investee Company	Main Businesses and Products	Paid-in Capital	Method of Investment (Note 1)	Accumulated Outward Remittance for Investment from Taiwan as of January 1, 2024	Remittance of Funds		Accumulated Outward Remittance for Investment from Taiwan as of June 30, 2024	Net Income (Loss) of the Investee	% Ownership of Direct or Indirect Investment	Investment Gain (Loss) (Note 2)	Carrying Amount as of June 30, 2024	Accumulated Repatriation of Investment Income as of June 30, 2024	Note
					Outward	Inward							
Guang Zhou Ri Zheng Spring	Manufacturing of vibration damper springs	\$ 868,038	b	\$ -	\$ -	\$ -	\$ -	\$ 37,202	10.00	\$ 3,720	\$ 1,060,504	\$ -	2, c
Yu-Jie	Construction industry	2,276,600	a	-	-	-	-	16,564	100.00	16,564	2,330,080	-	2, c
Car-Plus (SuZhou)	Lease of cars and related services	787,865	b	-	-	-	-	34,401	42.81	14,727	739,364	-	2, c
Car-Plus Leasing (Shanghai)	Lease of cars and related services	828,691	b	-	-	-	-	21,857	42.81	9,357	909,926	-	2, c
Car-Plus Go	Car-hailing related services	1,038,400	b	-	-	-	-	(1,236)	42.81	(529)	18,760	-	2, c
Jiangsu TAC Financial Leasing	Equipment and cars leasing business	4,703,497	b	-	-	-	-	352,610	42.81	150,952	6,585,075	-	2, b
Zhejiang Yulon Trading	Trade installment business	973,500	b	-	-	-	-	15,144	54.25	8,215	244,126	-	2, c
Zhejiang Cheng-Yi	Secondhand vehicle consulting service and vehicle agent	91,064	b	-	-	-	-	392	54.25	213	17,212	-	2, c
Zhe Jiang Cheng-Yi-Jun	Secondhand vehicle authentication and evaluation service	-	b	-	-	-	-	32	-	25	-	-	2, c
Zhejiang Cheng Yi Auction Co., Ltd.	Secondhand vehicle authentication and evaluation service	-	b	-	-	-	-	140	-	112	-	-	2, c
Genwise Auto Technology Co., Ltd. (Shanghai)	Sales of car parts	51,356	b	-	-	-	-	378	53.04	200	28,259	-	2, c
Dong Yu Tech. Company	Sales of car parts	68,298	b	-	-	-	-	-	17.95	-	-	-	2, c
Shanghai Yuming	Sales of cars	371,354	b	-	-	-	-	10,581	32.62	3,452	6,792	-	2, c
Jia Hsin Yuda	Sales of cars	-	b	-	-	-	-	(263)	-	-	-	-	2, c
Sheng Qing	Investments	5,644,470	b	3,080,606	-	-	3,080,606	52,345	100.00	52,345	4,376,687	-	2, c
Chuang Jie	Manufacturing of key car components, electric cars and related parts	3,597,028	b	3,432,301	-	-	3,432,301	65,596	100.00	65,596	2,437,822	-	2, c
Mei De	Computer software maintenance and computer system integration	361,979	b	-	-	-	-	577	100.00	577	338,008	-	2, c
Shi Cheng	Computer software maintenance and computer system integration	327,056	b	-	-	-	-	(540)	100.00	(540)	120,496	-	2, c
Jin Ce	Computer software maintenance and computer system integration	89,561	b	-	-	-	-	151	100.00	151	67,282	-	2, c
Yi Ding	Computer software maintenance and computer system integration	251,337	b	-	-	-	-	719	100.00	719	156,049	-	2, c
Dong Tai	Investments	333,294	b	-	-	-	-	(402)	100.00	(402)	118,072	-	2, c
Gao Te	Investments	264,086	b	-	-	-	-	449	100.00	449	176,202	-	2, c
Su Zhou Feng Shen	Sales of cars	218,554	b	-	-	-	-	35,321	40.00	14,128	383,382	-	2, c
Guang Zhou Yuan Du	Sales of cars	159,362	b	-	-	-	-	1,886	51.00	962	82,777	-	2, c
Zhu Hai Fu Te En	Sales of cars	194,422	b	-	-	-	-	671	100.00	671	339,662	-	2, c

(Continued)

Investee Company	Main Businesses and Products	Paid-in Capital	Method of Investment (Note 1)	Accumulated Outward Remittance for Investment from Taiwan as of January 1, 2024	Remittance of Funds		Accumulated Outward Remittance for Investment from Taiwan as of June 30, 2024	Net Income (Loss) of the Investee	% Ownership of Direct or Indirect Investment	Investment Gain (Loss) (Note 2)	Carrying Amount as of June 30, 2024	Accumulated Repatriation of Investment Income as of June 30, 2024	Note
					Outward	Inward							
Nanjing Hanhong	Sales of cars	\$ 596,469	b	\$ -	\$ -	\$ -	\$ -	\$ (864)	100.00	\$ (864)	\$ 199,004	\$ -	2, c
Wuhan Yu Hsin	Sales of cars	576,435	b	-	-	-	-	9,517	100.00	9,517	628,953	-	2, c
Hang Zhou Yu Zhong	Trading	45,532	b	-	-	-	-	224	100.00	224	53,070	-	2, c
Hang Zhou Hua Zhi	Sales of cars	91,064	b	-	-	-	-	39,067	60.00	23,440	(166,256)	-	2, c
Changsha Yu Lu	Sales of cars	144,792	b	-	-	-	-	2,541	100.00	2,541	22,887	-	2, c
Hang Zhou Tang Yu	Investments	-	b	-	-	-	-	(3)	-	(3)	-	-	2, c
Hang Zhou Qien Yu	Investments	-	b	-	-	-	-	(6)	-	(6)	-	-	2, c
Xiao Gan Yu Feng	Sales of cars	157,541	b	-	-	-	-	10,294	100.00	10,294	330,939	-	2, c
Su Zhou Feng Shun	Sales of cars	113,830	b	-	-	-	-	17,458	40.00	6,983	339,022	-	2, c
Su Zhou Yueshun	Sales of cars	-	b	-	-	-	-	1,115	40.00	446	-	-	2, c
Su Zhou Cheng Pin	Sales of cars	182,128	b	-	-	-	-	(89)	40.00	(36)	213,656	-	2, c
Wu Jiang Lian Cheng	Sales of cars	45,532	b	-	-	-	-	7,075	40.00	2,830	99,257	-	2, c
Su Zhou Cheng Li	Sales of cars	68,298	b	-	-	-	-	2,440	40.00	976	91,801	-	2, c
Hang Zhou Hsiao Yu	Investments	45,532	b	-	-	-	-	-	99.00	-	782	-	2, c
Nan Jing Yu Shang	Sales of cars	-	-	-	-	-	-	(4,420)	100.00	(4,420)	-	-	2, c
Hang Zhou Hua You	Sales of cars	36,426	b	-	-	-	-	(129)	60.00	(77)	(192,537)	-	2, c
Su Zhou Cheng Pang	Sales of cars	45,532	b	-	-	-	-	1,635	40.00	654	82,683	-	2, c
Nan Jing Yu Hua	Sales of cars	-	-	-	-	-	-	2	100.00	2	-	-	2, c
Su Zhou Cheng Hung	Sales of cars	45,532	b	-	-	-	-	(1,869)	40.00	(748)	42,377	-	2, c
Tai Chang Cheng Mau	Sales of cars	45,532	b	-	-	-	-	3,294	40.00	1,318	120,435	-	2, c
Tong Ling Kuo Tong	Sales of cars	77,008	b	-	-	-	-	(130)	100.00	(130)	26,682	-	2, c
Zi Bo Yu An	Sales of cars	-	b	-	-	-	-	(98)	100.00	(98)	-	-	2, c

Company	Accumulated Outward Remittance for Investments from Taiwan as of June 30, 2024	Investments Amounts Authorized by Investments Commission, MOEA	Upper Limit on the Amount of Investments Stipulated by Investments Commission, MOEA
Yulon Motor Company Ltd.	\$34,144,439	\$39,420,018	\$54,118,274

(Continued)

Note 1: Methods of investments are as follows:

- a. Direct investments in Mainland China.
- b. Indirect investments in the Company of Mainland China through a third place.
- c. Other.

Note 2: a. If it is in preparation, there are no investments gains and losses, should be noted.

- b. The amounts of investments gain (loss) was recognized on the following bases:
 - 1) Based on the financial statements audited by a ROC CPA firm cooperating with an international CPA firm.
 - 2) Based on the financial statements audited by the auditor of parent company.
 - 3) Other.

Note 3: The upper limit on investments was calculated in accordance with the regulations of the Investments Commission of the Ministry of Economic Affairs for 60% of the net equity or consolidated net equity.

Note 4: On December 30, 2022, the Court approved the reorganization plan of Dongfeng Yulon Company. Dongfeng, its had completed shareholder change registration and no longer a shareholder of the corporation on June 27, 2023.

(Concluded)

TABLE 11

YULON MOTOR COMPANY LTD. AND SUBSIDIARIES

**BUSINESS RELATIONSHIP AND SIGNIFICANT INTERCOMPANY TRANSACTIONS
FOR THE SIX MONTHS ENDED JUNE 30, 2024
(In Thousands of New Taiwan Dollars)**

Number	Company Name	Counterparty	Relationship (Note)	Transaction Details			% to Total Revenue or Assets
				Financial Statement Account	Amount	Transaction Terms	
0	The Company	Luxgen	1	Notes and trade receivables, net	\$ 77,302	Based on regular terms	-
		Advance Power Machinery	1	Notes and trade receivables, net	13,309	Based on regular terms	-
		YFC	1	Other receivables	1,432,088	Based on regular terms	-
		Yung Hong	1	Other receivables	22,220	Based on regular terms	-
		Yushin	1	Other receivables	20,562	Based on regular terms	-
		Sin Chi	1	Other receivables	28,160	Based on regular terms	-
		Y-Teks	1	Other receivables	30,610	Based on regular terms	-
		Luxgen	1	Other receivables	76,310	Based on regular terms	-
		Hang Zhou Haitec	1	Other current assets	34,957	Based on regular terms	-
		The Company	1	Long-term investments	42,851	Based on regular terms	-
		The Company	1	Long-term investments	14,309	Based on regular terms	-
		Yu Ching	1	Operating revenue, net	20,062	Based on regular terms	-
		Yulon Construction	1	Operating revenue, net	36,771	Based on regular terms	-
		Luxgen	1	Operating revenue, net	772,340	Based on regular terms	2
		Yufong Property Management	1	Operating revenue, net	12,409	Based on regular terms	-
		Advance Power Machinery	1	Operating revenue, net	37,011	Based on regular terms	-
		Yushin	1	Operating revenue, net	743,467	Based on regular terms	2
		Yu Sing	1	Operating revenue, net	1,191,698	Based on regular terms	3
		Yu Chang	1	Operating revenue, net	1,131,263	Based on regular terms	3
		Empower	1	Operating revenue, net	748,035	Based on regular terms	2
		Yushin	1	Operating revenue, net	168,343	Based on regular terms	-
		Yu Sing	1	Operating revenue, net	83,167	Based on regular terms	-
		Yu Chang	1	Operating revenue, net	260,533	Based on regular terms	1
		Empower	1	Operating revenue, net	91,069	Based on regular terms	-
		YFC	1	Operating revenue, net	975,046	Based on regular terms	2
		Yushin	1	Operating revenue, net	105,202	Based on regular terms	-
		Yu Sing	1	Operating revenue, net	134,473	Based on regular terms	-
		Yu Chang	1	Operating revenue, net	150,951	Based on regular terms	-
		Empower	1	Operating revenue, net	121,634	Based on regular terms	-
		Yushin	1	Operating revenue, net	15,548	Based on regular terms	-
		Yu Sing	1	Operating revenue, net	22,940	Based on regular terms	-
		Yu Chang	1	Operating revenue, net	35,277	Based on regular terms	-
		Empower	1	Operating revenue, net	18,851	Based on regular terms	-
		The Company	1	Unrealized gain on transactions with associates	42,851	Based on regular terms	-
		The Company	1	Unrealized gain on transactions with associates	11,956	Based on regular terms	-
		The Company	1	Unrealized gain on transactions with associates	14,309	Based on regular terms	-
		The Company	1	Unrealized gain on transactions with associates	15,019	Based on regular terms	-

(Continued)

Number	Company Name	Counterparty	Relationship (Note)	Transaction Details			% to Total Revenue or Assets
				Financial Statement Account	Amount	Transaction Terms	
1	YFC	Yu Chang	3	Notes and trade receivables, net	\$ 19,093	Based on regular terms	-
		Yushin	3	Notes and trade receivables, net	21,802	Based on regular terms	-
		Empower	3	Notes and trade receivables, net	15,658	Based on regular terms	-
		Yu Sing	3	Notes and trade receivables, net	18,810	Based on regular terms	-
		Min Shiang	3	Notes and trade receivables, net	15,453	Based on regular terms	-
		Electrified LUXGEN Motor	3	Notes and trade receivables, net	82,084	Based on regular terms	-
		New LUXGEN North Motor	3	Notes and trade receivables, net	14,788	Based on regular terms	-
		Shinshin	3	Other receivables	1,657,863	Based on regular terms	-
		Yu Rich	3	Other receivables	1,266,640	Based on regular terms	-
2	Yue Sheng	The Company	2	Notes and trade receivables, net	45,778	Based on regular terms	-
		Y-Teks	3	Other receivables	10,626	Based on regular terms	-
		The Company	2	Operating revenue, net	92,111	Based on regular terms	-
3	Yueki	The Company	2	Notes and trade receivables, net	78,874	Based on regular terms	-
		The Company	2	Operating revenue, net	158,846	Based on regular terms	-
4	Yu Chang	YFC	3	Notes and trade receivables, net	13,670	Based on regular terms	-
		Tian Wang	3	Notes and trade receivables, net	21,011	Based on regular terms	-
		Tian Wang	3	Operating revenue, net	67,873	Based on regular terms	-
		Car-plus Auto	3	Operating revenue, net	14,207	Based on regular terms	-
5	Sinqual	The Company	2	Notes and trade receivables, net	13,983	Based on regular terms	-
		The Company	2	Operating revenue, net	41,030	Based on regular terms	-
		Ching-Tong	3	Operating revenue, net	10,185	Based on regular terms	-
6	Yu Pool	Yushin	3	Operating revenue, net	36,697	Based on regular terms	-
7	Yu Sing	YFC	3	Notes and trade receivables, net	11,448	Based on regular terms	-
		Car-plus Auto	3	Notes and trade receivables, net	14,722	Based on regular terms	-
		Kuen You	3	Notes and trade receivables, net	12,920	Based on regular terms	-
		Car-plus Auto	3	Operating revenue, net	86,424	Based on regular terms	-
		Kuen You	3	Nonoperating revenue and expense	13,132	Based on regular terms	-
8	Y-Teks	The Company	2	Notes and trade receivables, net	55,922	Based on regular terms	-
		The Company	2	Operating revenue, net	99,456	Based on regular terms	-
9	Union & NKH	The Company	2	Notes and trade receivables, net	72,048	Based on regular terms	-
		Hang Zhou Liangrun	3	Notes and trade receivables, net	75,435	Based on regular terms	-
		Uni Investment	3	Other receivables	32,573	Based on regular terms	-
		Hang Zhou Liangrun	3	Other receivables	18,400	Based on regular terms	-
		The Company	2	Operating revenue, net	208,312	Based on regular terms	-
10	Car-plus Auto	YES Charging Service	3	Other receivables	11,581	Based on regular terms	-

(Continued)

Number	Company Name	Counterparty	Relationship (Note)	Transaction Details			% to Total Revenue or Assets
				Financial Statement Account	Amount	Transaction Terms	
11	Luxgen	YFC	3	Notes and trade receivables, net	\$ 310,536	Based on regular terms	-
		New LUXGEN North Motor	3	Notes and trade receivables, net	59,454	Based on regular terms	-
		The Company	2	Other receivables	46,330	Based on regular terms	-
		LUXGEN (Hangzhou) Motor Sales	3	Other current assets	12,554	Based on regular terms	-
		The Company	2	Guarantee deposits	315,992	Based on regular terms	-
		YFC	3	Operating revenue, net	5,295,268	Based on regular terms	12
		New LUXGEN North Motor	3	Operating revenue, net	149,021	Based on regular terms	-
		New LUXGEN Central Motor	3	Operating revenue, net	73,011	Based on regular terms	-
		New LUXGEN South Motor	3	Operating revenue, net	78,427	Based on regular terms	-
12	Electrified LUXGEN Motor	Car-plus Auto	3	Notes and trade receivables, net	49,900	Based on regular terms	-
		Luxgen	3	Notes and trade receivables, net	18,257	Based on regular terms	-
		Car-plus Auto	3	Operating revenue, net	257,099	Based on regular terms	1
		Luxgen	3	Nonoperating revenue and expense	10,803	Based on regular terms	-
		New LUXGEN North Motor	3	Nonoperating revenue and expense	50,979	Based on regular terms	-
13	New LUXGEN North Motor	Luxgen	3	Notes and trade receivables, net	18,131	Based on regular terms	-
		YFC	3	Other current assets	13,976	Based on regular terms	-
		Car-plus Auto	3	Operating revenue, net	16,843	Based on regular terms	-
		Luxgen	3	Operating revenue, net	38,723	Based on regular terms	-
15	Kuen You	Yu Sing	3	Operating revenue, net	53,431	Based on regular terms	-
16	Chuang Jie	Yulon China Motor Investment	3	Notes and trade receivables, net	22,498	Based on regular terms	-
		Hang Zhou Haitec	3	Notes and trade receivables, net	51,510	Based on regular terms	-
		Yulon China Motor Investment	3	Operating revenue, net	19,632	Based on regular terms	-
		Hang Zhou Haitec	3	Operating revenue, net	246,981	Based on regular terms	1
17	Yulon China	Wen Yang	3	Other receivables	682,922	Based on regular terms	-
20	Tai Feng	Sheng Qing	3	Other receivables	222,477	Based on regular terms	-
		Dong Tai	3	Other receivables	136,769	Based on regular terms	-
22	Mei De	Shi Cheng	3	Other receivables	338,008	Based on regular terms	-
23	Jin Ce	Shi Cheng	3	Other receivables	42,613	Based on regular terms	-
24	Sheng Qing	Xiamen Young Chang	3	Other receivables	174,196	Based on regular terms	-
		Zhu Hai Fu Te En	3	Other receivables	23,891	Based on regular terms	-
		Yulon China Motor Investment	3	Other receivables	932,170	Based on regular terms	-
		Yu-Jie	3	Other receivables	182,588	Based on regular terms	-
25	Su Zhou Cheng Long	Su Zhou Feng Shen	3	Operating revenue, net	16,378	Based on regular terms	-
26	Hang Zhou Yu Zhong	Yulon China Motor Investment	3	Other receivables	12,294	Based on regular terms	-
28	Hsiang Shuo	Sinqual	3	Other receivables	40,478	Based on regular terms	-

(Continued)

Number	Company Name	Counterparty	Relationship (Note)	Transaction Details			% to Total Revenue or Assets
				Financial Statement Account	Amount	Transaction Terms	
29	Sin Jang	YFC	3	Operating revenue, net	\$ 25,104	Based on regular terms	-
31	Yulon Construction	The Company	2	Guarantee deposits	40,263	Based on regular terms	-
		The Company	2	Operating revenue, net	29,019	Based on regular terms	-
33	Yu Pong	The Company	2	Operating revenue, net	10,286	Based on regular terms	-
35	Empower	Min Shiang	3	Notes and trade receivables, net	37,002	Based on regular terms	-
		Min Shiang	3	Guarantee deposits	15,000	Based on regular terms	-
		Car-plus Auto	3	Operating revenue, net	17,978	Based on regular terms	-
		Min Shiang	3	Operating revenue, net	35,715	Based on regular terms	-
36	Tian Wang	Yu Chang	3	Operating revenue, net	35,443	Based on regular terms	-
37	Sin Chi	Yu Sing	3	Operating revenue, net	27,618	Based on regular terms	-
38	New LUXGEN South Motor	Luxgen	3	Operating revenue, net	24,519	Based on regular terms	-
41	Yu Ching	The Company	2	Other receivables	10,537	Based on regular terms	-
42	Sin Gan	Hsiang Shuo	3	Other receivables	10,538	Based on regular terms	-
44	Hong Yen	Shanghai Yuming	3	Other current assets	11,130	Based on regular terms	-
45	Shinshin	YES-Energy	3	Notes and trade receivables, net	144,856	Based on regular terms	-
		YES-Energy	3	Other current assets	409,827	Based on regular terms	-
46	Fuzhou Lianghong	Union & NKH	3	Operating revenue, net	14,010	Based on regular terms	-
47	Su Zhou Feng Shun	Su Zhou Feng Shen	3	Operating revenue, net	27,746	Based on regular terms	-
		Wu Jiang Lian Cheng	3	Operating revenue, net	12,604	Based on regular terms	-
		Su Zhou Cheng Long	3	Operating revenue, net	20,607	Based on regular terms	-
		Su Zhou Cheng Pin	3	Operating revenue, net	11,795	Based on regular terms	-
51	Hang Zhou Haitec	The Company	2	Notes and trade receivables, net	27,534	Based on regular terms	-
		Chuang Jie	3	Other current assets	73,471	Based on regular terms	-
		The Company	2	Operating revenue, net	103,568	Based on regular terms	-
52	Ching-Tong	Car-plus Auto	3	Operating revenue, net	19,568	Based on regular terms	-
53	Advance Power Machinery	The Company	2	Operating revenue, net	12,752	Based on regular terms	-
56	Yulon TOBE	The Company	2	Other current assets	63,762	Based on regular terms	-
57	Su Zhou Feng Shen	Su Zhou Feng Shun	3	Operating revenue, net	18,509	Based on regular terms	-
		Su Zhou Cheng Long	3	Operating revenue, net	21,318	Based on regular terms	-
		Su Zhou Cheng Pang	3	Operating revenue, net	11,538	Based on regular terms	-

(Continued)

Number	Company Name	Counterparty	Relationship (Note)	Transaction Details			% to Total Revenue or Assets
				Financial Statement Account	Amount	Transaction Terms	
61	YES Charging Service	Luxgen	3	Operating revenue, net	\$ 26,263	Based on regular terms	-
63	Wuhan Yu Hsin	Xiao Gan Yu Feng	3	Operating revenue, net	14,594	Based on regular terms	-
65	JDW Taxi	JDW	3	Notes and trade receivables, net	22,729	Based on regular terms	-
66	H.K. Manpower	Car-plus Auto	3	Operating revenue, net	11,287	Based on regular terms	-
68	Su Zhou Cheng Pang	Wu Jiang Lian Cheng	3	Operating revenue, net	10,478	Based on regular terms	-
		Su Zhou Cheng Long	3	Operating revenue, net	10,047	Based on regular terms	-
69	Tai Chang Cheng Mau	Su Zhou Feng Shun	3	Operating revenue, net	13,441	Based on regular terms	-
		Su Zhou Cheng Pang	3	Operating revenue, net	10,242	Based on regular terms	-
71	Luxgen Tainan Motor	New LUXGEN South Motor	3	Nonoperating revenue and expense	10,672	Based on regular terms	-
72	Xiao Gan Yu Feng	Wuhan Yu Sing	3	Operating revenue, net	19,381	Based on regular terms	-
73	JDW	JDW Taxi	3	Notes and trade receivables, net	11,685	Based on regular terms	-
		JDW Taxi	3	Other receivables	15,451	Based on regular terms	-
		JDW Taxi	3	Operating revenue, net	33,797	Based on regular terms	-

Note 1: From the parent company to a subsidiary.

Note 2: From a subsidiary to the parent company.

Note 3: Between subsidiaries.

(Concluded)

TABLE 12**YULON MOTOR COMPANY LTD. AND SUBSIDIARIES****INFORMATION OF MAJOR SHAREHOLDERS****JUNE 30, 2024**

Name of Major Shareholder	Shares	
	Number of Shares	Percentage of Ownership (%)
Tai-Yuen Textiles	186,508,584	17.43
China Motor	171,382,445	16.01

Note: The information of major shareholders presented in this table is provided by the Taiwan Depository & Clearing Corporation based on the number of ordinary shares and preferred 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.